

BlackRock Multi-Sector Income Trust  
Form N-CSRS  
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UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

**FORM N-CSR**

**CERTIFIED SHAREHOLDER REPORT OF REGISTERED MANAGEMENT INVESTMENT  
COMPANIES**

Investment Company Act file number 811-22774

Name of Fund: BlackRock Multi-Sector Income Trust (BIT)

Fund Address: 100 Bellevue Parkway, Wilmington, DE 19809

Name and address of agent for service: John M. Perlowski, Chief Executive Officer, BlackRock Multi-Sector Income Trust, 55 East 52<sup>nd</sup> Street, New York, NY 10055

Registrant's telephone number, including area code: (800) 882-0052, Option 4

Date of fiscal year end: 10/31/2015

Date of reporting period: 04/30/2015

Item 1 Report to Stockholders

**SEMI-ANNUAL REPORT (UNAUDITED)**

**BlackRock Credit Allocation Income Trust (BTZ)**

**BlackRock Floating Rate Income Trust (BGT)**

**BlackRock Multi-Sector Income Trust (BIT)**

**Not FDIC Insured   May Lose Value   No Bank Guarantee**

## Table of Contents

|   | <b>Page</b> |
|---|-------------|
| <u>The Markets in Review</u>                | 3           |
| <b><u>Semi-Annual Report:</u></b>           |             |
| <u>Trust Summaries</u>                      | 4           |
| <u>The Benefits and Risks of Leveraging</u> | 10          |
| <u>Derivative Financial Instruments</u>     | 10          |
| <b><u>Financial Statements:</u></b>         |             |
| <u>Schedules of Investments</u>             | 11          |
| <u>Statements of Assets and Liabilities</u> | 54          |
| <u>Statements of Operations</u>             | 55          |
| <u>Statements of Changes in Net Assets</u>  | 56          |
| <u>Statements of Cash Flows</u>             | 58          |
| <u>Financial Highlights</u>                 | 59          |
| <u>Notes to Financial Statements</u>        | 62          |
| <u>Officers and Trustees</u>                | 76          |
| <u>Additional Information</u>               | 77          |

## The Markets in Review

Dear Shareholder,

Financial market performance was generally positive for the 6- and 12-month periods ended April 30, 2015, although volatility increased from the remarkably low levels seen in recent years. In 2014, as the U.S. Federal Reserve (the Fed) gradually reduced its bond buying program (which ultimately ended in October), U.S. interest rates surprisingly trended lower and stock prices forged ahead despite high valuations on the back of a multi-year bull market.

Around mid-year, however, geopolitical tensions intensified in Ukraine and the Middle East and oil prices became highly volatile, stoking worries about economic growth outside the United States. As the U.S. economy continued to post stronger data, investors grew concerned that the Fed would raise short-term rates sooner than previously anticipated. The U.S. dollar appreciated and global credit markets tightened, ultimately putting a strain on investor flows, and financial markets broadly weakened in the third quarter.

U.S. economic growth picked up considerably in the fourth quarter while the broader global economy showed signs of slowing. U.S. markets significantly outperformed international markets during this period even as the European Central Bank (ECB) and the Bank of Japan eased monetary policy, which drove further strengthening in the U.S. dollar. Oil prices plummeted due to a global supply-and-demand imbalance, sparking a selloff in energy-related assets and stress in emerging markets. Fixed income investors piled into U.S. Treasuries as their persistently low yields became attractive as compared to international sovereign debt.

Equity markets reversed in 2015, with U.S. stocks underperforming international markets. Investors had held high expectations for the U.S. economy, but after a harsh winter, first-quarter data disappointed and high valuations took their toll on U.S. stocks. The continued appreciation of the dollar was an additional headwind for exporters. Although U.S. economic momentum had broadly weakened, the labor market—a key determinant for the Fed's decision on the future of interest rate policy—showed improvement, keeping investors on edge about when to expect the first rate hike.

In contrast, economic reports in Europe and Asia easily beat investors' very low expectations, and accommodative policies from central banks in those regions helped international equities rebound. The ECB's asset purchase program was the largest in scale and effect on the markets. Global sentiment improved with a ceasefire in Ukraine and an improving outlook for Greece's continued membership in the eurozone. Emerging market stocks rebounded in April as oil prices appeared to stabilize.

At BlackRock, we believe investors need to think globally, extend their scope across a broad array of asset classes and be prepared to move freely as market conditions change over time. We encourage you to talk with your financial advisor and visit [blackrock.com](http://blackrock.com) for further insight about investing in today's markets.

Sincerely,

Rob Kapito

President, BlackRock Advisors, LLC

Rob Kapito

President, BlackRock Advisors, LLC

**Total Returns as of April 30, 2015**

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|  | <b>6-month</b> | <b>12-month</b> |
|--|----------------|-----------------|
| U.S. large cap equities<br>(S&P 500® Index)  | 4.40%          | 12.98%          |
| U.S. small cap equities<br>(Russell 2000® Index)   | 4.65           | 9.71            |
| International equities<br>(MSCI Europe, Australasia,<br>Far East Index)                    | 6.81           | 1.66            |
| Emerging market equities<br>(MSCI Emerging Markets<br>Index)                               | 3.92           | 7.80            |
| 3-month Treasury bills<br>(BofA Merrill Lynch<br>3-Month U.S. Treasury<br>Bill Index)      | 0.01           | 0.02            |
| U.S. Treasury securities<br>(BofA Merrill Lynch<br>10-Year U.S. Treasury Index)            | 3.59           | 8.03            |
| U.S. investment-grade bonds<br>(Barclays U.S.<br>Aggregate Bond Index)                     | 2.06           | 4.46            |
| Tax-exempt municipal<br>bonds (S&P Municipal<br>Bond Index)                                | 1.27           | 4.86            |
| U.S. high yield bonds<br>(Barclays U.S. Corporate<br>High Yield 2% Issuer<br>Capped Index) | 1.52           | 2.59            |

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

THIS PAGE NOT PART OF YOUR FUND REPORT

3

## Trust Summary as of April 30, 2015

BlackRock Credit Allocation Income Trust

**Trust Overview**

BlackRock Credit Allocation Income Trust's (BTZ) (the Trust) investment objective is to provide current income, current gains and capital appreciation. The Trust seeks to achieve its investment objective by investing, under normal market conditions, at least 80% of its assets in credit-related securities, including, but not limited to, investment grade corporate bonds, high yield bonds (commonly referred to as junk bonds), bank loans, preferred securities or convertible bonds or derivatives with economic characteristics similar to these credit-related securities. The Trust may invest directly in such securities or synthetically through the use of derivatives.

No assurance can be given that the Trust's investment objective will be achieved.

**Portfolio Management Commentary****How did the Trust perform?**

For the six-month period ended April 30, 2015, the Trust returned 3.66% based on market price and 2.71% based on NAV. For the same period, the closed-end Lipper Corporate BBB-Rated Debt Funds (Leveraged) category posted an average return of 3.16% based on market price and 1.90% based on NAV. All returns reflect reinvestment of dividends and/or distributions. The Trust's discount to NAV, which narrowed during the period, accounts for the difference between performance based on price and performance based on NAV.

**The following discussion relates to the Trust's absolute performance based on NAV:**

**What factors influenced performance?**

The Trust's positions in high-yield bonds and capital securities (which combine the features of corporate bonds and preferred stock and typically offer higher yields than corporate debt since they are lower in the capital structure), which outperformed the broader investment-grade corporate bond market, made a positive contribution to performance during the six-month period. On a sector basis, allocations to the financials, industrials and utilities sectors had a positive impact on performance.

The Trust utilized derivatives during the period for the purposes of managing risk in its allocation to financials and targeting specific positioning with respect to the yield curve. On balance, these positions detracted from performance. The Trust also held a conservative duration positioning during the period, which prevented it from fully benefiting from the modest decline in bond yields.

**Describe recent portfolio activity.**

The Trust had a bias toward higher quality securities, and it continued to look for opportunities to increase credit quality. In addition, the Trust reduced its overweight position in 30-year corporate bonds late in 2014.

The Trust added to its position in the energy sector by increasing exposure to the midstream sub-sector, which is largely made up of gas pipeline companies. The Trust remained overweight in financials, particularly in the life insurance industry, as the financial sector typically features lower event risk than the industrials sector. Within the financial sector, the Trust maintained an allocation to capital securities given the attractive yield premium available by moving down the capital structure.

**Describe portfolio positioning at period end.**

The Trust remained defensively positioned on the belief that overall valuations in the credit sectors were not particularly attractive. However, the investment advisor continued to look for ways to capitalize on market volatility and idiosyncratic opportunities. The Trust maintained a

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bias toward higher-quality securities and sought to avoid the risks associated with events such as mergers and acquisitions or other activities designed to benefit equity investors over bondholders.

The Trust remained underweight in the industrials sector, with its largest underweights in the consumer cyclical, consumer non-cyclical, technology, and energy industries. Within the energy space, the Trust held a significant position in gas pipeline companies, which are less sensitive to fluctuations in the price of the underlying commodity.

Believing U.S. bond yields are too low given the nation's healthy economic fundamentals, the Trust closed the period with a short duration (or an interest-rate sensitivity below that of the benchmark). The Trust maintained a bias toward a flattening yield curve on the belief that rate hikes by the U.S. Federal Reserve could have a disproportionate impact on short-term bonds. (Prices and yields move in opposite directions). The Trust is more cautious on the international debt markets, however, as quantitative easing actions in Europe and Asia are likely to exacerbate a misallocation of capital flows and further delay the undertaking of true fiscal reform.

The views expressed reflect the opinions of BlackRock as of the date of this report and are subject to change based on changes in market, economic or other conditions. These views are not intended to be a forecast of future events and are no guarantee of future results.

### Trust Information

|   |                   |
|---|-------------------|
| Symbol on New York Stock Exchange ( NYSE )  | BTZ               |
| Initial Offering Date   | December 27, 2006 |
| Current Distribution Rate on Closing Market Price as of April 30, 2015 (\$13.54) <sup>1</sup> | 7.13%             |
| Current Monthly Distribution per Common Share <sup>2</sup>                                    | \$0.0805          |
| Current Annualized Distribution per Common Share <sup>2</sup>                                 | \$0.9660          |
| Economic Leverage as of April 30, 2015 <sup>3</sup>   | 32%               |

<sup>1</sup> Current distribution rate on closing market price is calculated by dividing the current annualized distribution per share by the closing market price. The current distribution rate consists of income, net realized gains and/or a return of capital. Past performance does not guarantee future results.

<sup>2</sup> The distribution rate is not constant and is subject to change. A portion of the distribution may be deemed a return of capital or net realized gain.

<sup>3</sup> Represents reverse repurchase agreements as a percentage of total managed assets, which is the total assets of the Trust (including any assets attributable to any borrowings) minus the sum of liabilities (other than borrowings representing financial leverage). For a discussion of leveraging techniques utilized by the Trust, please see The Benefits and Risks of Leveraging on page 10.



## BlackRock Credit Allocation Income Trust

## Market Price and Net Asset Value Per Share Summary

|                 | 4/30/15 | 10/31/14 | Change  | High    | Low     |
|-----------------|---------|----------|---------|---------|---------|
| Market Price    | \$13.54 | \$13.54  | 0.00%   | \$13.65 | \$12.92 |
| Net Asset Value | \$15.22 | \$15.36  | (0.91)% | \$15.41 | \$14.93 |

## Market Price and Net Asset Value History For the Past Five Years

## Overview of the Trust's Total Investments

| Portfolio Composition      | 4/30/15 | 10/31/14 <sup>1</sup> |
|----------------------------|---------|-----------------------|
| Corporate Bonds            | 76%     | 78%                   |
| Preferred Securities       | 16      | 16                    |
| Asset-Backed Securities    | 4       | 3                     |
| U.S. Treasury Obligations  | 2       | 1                     |
| Municipal Bonds            | 1       | 1                     |
| Foreign Agency Obligations | 1       | 1                     |
| Other <sup>2</sup>         |         |                       |

<sup>1</sup> Information has been revised to conform to current year presentation.

<sup>2</sup> Includes a less than 1% holding in each of the following investment types: Options Purchased, Options Written, U.S. Sponsored-Agency Securities and Short-Term Securities.

| Credit Quality Allocation <sup>3,4</sup> | 4/30/15 | 10/31/14 <sup>1</sup> |
|--|---------|-----------------------|
| AAA/Aaa <sup>5</sup>                     | 3%      | 2%                    |
| AA/Aa                                    | 2       | 2                     |
| A  | 19      | 17                    |
| BBB/Baa                                  | 45      | 45                    |
| BB/Ba                                    | 19      | 21                    |
| B  | 9       | 9                     |
| CCC/Caa                                  | 1       | 2                     |
| N/R                                      | 2       | 2                     |

<sup>3</sup> For financial reporting purposes, credit quality ratings shown above reflect the highest rating assigned by either Standard & Poor's (S&P) or Moody's Investors Service (Moody's) if ratings differ. These rating agencies are independent, nationally recognized statistical rating organizations and are widely used. Investment grade ratings are credit ratings of BBB/Baa or higher. Below investment grade ratings are credit ratings of BB/Ba or lower. Investments designated N/R are not rated by either rating agency. Unrated investments do not necessarily indicate low credit quality. Credit quality ratings are subject to change.

<sup>4</sup> Excludes Short-Term Securities, Options Purchased and Options Written.

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- <sup>5</sup> The investment advisor evaluates the credit quality of not-rated investments based upon certain factors including, but not limited to, credit ratings for similar investments and financial analysis of sectors, individual investments and/or issuer. Using this approach, the investment advisor has deemed U.S. Government Sponsored Agency Securities and U.S. Treasury Obligations as AAA/Aaa.

SEMI-ANNUAL REPORT

APRIL 30, 2015

5

## Trust Summary as of April 30, 2015

BlackRock Floating Rate Income Trust

**Trust Overview**

BlackRock Floating Rate Income Trust's (BGT) (the Trust) primary investment objective is to provide a high level of current income. The Trust's secondary investment objective is to seek the preservation of capital. The Trust seeks to achieve its investment objectives by investing primarily, under normal conditions, at least 80% of its assets in floating and variable rate instruments of U.S. and non-U.S. issuers, including a substantial portion of its assets in global floating and variable rate securities including senior secured floating rate loans made to corporate and other business entities. Under normal market conditions, the Trust expects that the average effective duration of its portfolio will be no more than 1.5 years. The Trust may invest directly in such securities or synthetically through the use of derivatives.

No assurance can be given that the Trust's investment objectives will be achieved.

**Portfolio Management Commentary****How did the Trust perform?**

For the six-month period ended April 30, 2015, the Trust returned 5.78% based on market price and 3.98% based on NAV. For the same period, the closed-end Lipper Loan Participation Funds category posted an average return of 5.86% based on market price and 2.60% based on NAV. All returns reflect reinvestment of dividends. The Trust's discount to NAV, which narrowed during the period, accounts for the difference between performance based on price and performance based on NAV.

**The following discussion relates to the Trust's absolute performance based on NAV:**

**What factors influenced performance?**

After declining in late 2014 along with global risk markets more generally, the market for floating rate loan interests (i.e. bank loans) recovered steadily from around mid-December through the end of the period. Within the loan portfolio, individual security selection in the electric sector, particularly Energy Future Holdings Corp., as well as a focus on higher quality companies in the independent energy sector, were the most significant positive contributors. The Trust's use of leverage was also a contributor in a strong market for loans, as were modest allocations to collateralized loan obligations (CLOs) and high yield bonds.

Allocations to loans within metals & mining and oil field services detracted from performance as those sectors declined.

**Describe recent portfolio activity.**

Throughout the six-month period, the Trust maintained its focus on the higher quality segments of the loan market in terms of loan structure, liquidity and overall credit quality. During the period, the Trust modestly increased its exposure to loans rated BB and B, while reducing exposure to CCC-rated loans. The Trust also modestly increased holdings of CLOs given attractive valuations. With respect to individual holdings, the Trust reduced its position in Caesars Entertainment Resort Properties LLC as the company continued its restructuring, and added to its position in Valeant Pharmaceuticals International as the company did a large acquisition financing.

**Describe portfolio positioning at period end.**

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At period end, the Trust held 93% of its total portfolio in bank loans, with the remainder primarily in corporate bonds and collateralized loan obligations. The Trust continued to favor loans rated B where the investment advisor was comfortable with credit quality, in view of the incremental income they offered versus BB loans. The Trust had a cautious stance with respect to loans rated CC and below and nonrated loans, as well as smaller, less liquid loans. The Trust's largest portfolio positions included Valeant Pharmaceuticals (pharmaceuticals), Level 3 Communications (wirelines) and HD Supply (building materials).

The views expressed reflect the opinions of BlackRock as of the date of this report and are subject to change based on changes in market, economic or other conditions. These views are not intended to be a forecast of future events and are no guarantee of future results.

| Trust Information   |                 |
|---|-----------------|
| Symbol on NYSE  | BGT             |
| Initial Offering Date   | August 30, 2004 |
| Current Distribution Rate on Closing Market Price as of April 30, 2015 (\$13.50) <sup>1</sup> | 5.80%           |
| Current Monthly Distribution per Common Share <sup>2</sup>                                    | \$0.0653        |
| Current Annualized Distribution per Common Share <sup>2</sup>                                 | \$0.7836        |
| Economic Leverage as of April 30, 2015 <sup>3</sup>   | 29%             |

<sup>1</sup> Current distribution rate on closing market price is calculated by dividing the current annualized distribution per share by the closing market price. The current distribution rate consists of income, net realized gains and/or a return of capital. Past performance does not guarantee future results.

<sup>2</sup> The distribution rate is not constant and is subject to change. A portion of the distribution may be deemed a return of capital or net realized gain.

<sup>3</sup> Represents bank borrowings outstanding as a percentage of total managed assets, which is the total assets of the Trust (including any assets attributable to any borrowings) minus the sum of liabilities (other than borrowings representing financial leverage). For a discussion of leveraging techniques utilized by the Trust, please see The Benefits and Risks of Leveraging on page 10.

## Market Price and Net Asset Value Per Share Summary

|                 | 4/30/15  | 10/31/14 | Change | High     | Low      |
|-----------------|----------|----------|--------|----------|----------|
| Market Price    | \$ 13.50 | \$ 13.18 | 2.43%  | \$ 13.73 | \$ 12.58 |
| Net Asset Value | \$ 14.67 | \$ 14.57 | 0.69%  | \$ 14.68 | \$ 14.12 |

## Market Price and Net Asset Value History For the Past Five Years

## Overview of the Trust's Total Investments

| Portfolio Composition        | 4/30/15 | 10/31/14 <sup>1</sup> |
|------------------------------|---------|-----------------------|
| Floating Rate Loan Interests | 93%     | 93%                   |
| Corporate Bonds              | 4       | 4                     |
| Asset-Backed Securities      | 2       | 2                     |
| Common Stocks                | 1       | 1                     |
| Other                        | 2       | 3                     |

<sup>1</sup> Information has been revised to conform to current year presentation.

<sup>2</sup> Includes a less than 1% holding in each of the following investment types: Non-Agency Mortgage Backed Securities, Other Interests, Investment Companies, Warrants, Short-Term Securities and Options Purchased.

<sup>3</sup> Includes a less than 1% holding in each of the following investment types: Non-Agency Mortgage-Backed Securities, Other Interests, Warrants and Options Purchased.

| Credit Quality Allocation <sup>4,5</sup> | 4/30/15 | 10/31/14 <sup>1</sup> |
|--|---------|-----------------------|
| BBB/Baa                                  | 6%      | 7%                    |
| BB/Ba                                    | 45      | 38                    |
| B  | 42      | 43                    |
| CCC/Caa                                  | 4       | 4                     |
| N/R                                      | 3       | 8                     |

<sup>4</sup> For financial reporting purposes, credit quality ratings shown above reflect the highest rating assigned by either S&P's or Moody's if ratings differ. These rating agencies are independent, nationally recognized statistical rating organizations and are widely used. Investment grade ratings are credit ratings of BBB/Baa or higher. Below investment grade ratings are credit ratings of BB/Ba or lower. Investments designated N/R are not rated by either rating agency. Unrated investments do not necessarily indicate low credit quality. Credit quality ratings are subject to change.

<sup>5</sup> Excludes Short-Term Securities and Options Purchased.

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SEMI-ANNUAL REPORT

APRIL 30, 2015

7

## Trust Summary as of April 30, 2015

BlackRock Multi-Sector Income Trust

**Trust Overview**

BlackRock Multi-Sector Income Trust's (BIT) (the Trust) primary investment objective is to seek high current income, with a secondary objective of capital appreciation. The Trust seeks to achieve its investment objectives by investing, under normal market conditions, at least 80% of its assets in loan and debt instruments and other investments with similar economic characteristics. The Trust may invest directly in such securities or synthetically through the use of derivatives.

No assurance can be given that the Trust's investment objective will be achieved.

**Portfolio Management Commentary****How did the Trust perform?**

For the six-month period ended April 30, 2015, the Trust returned 3.42% based on market price and 3.75% based on NAV. For the same period, the closed-end Lipper General Bond Funds category posted an average return of 2.42% based on market price and 1.70% based on NAV. All returns reflect reinvestment of dividends. The Trust's discount to NAV, which widened during the period, accounts for the difference between performance based on price and performance based on NAV.

**The following discussion relates to the Trust's absolute performance based on NAV:**

**What factors influenced performance?**

The Trust's positions in high yield corporate bonds and bank capital securities were the most significant contributors to performance. The Trust also received positive contributions from its exposures to securitized assets in the form of commercial mortgage-backed securities, asset-backed securities (ABS) and non-agency mortgage-backed securities (MBS).

The main detractor from the Trust's performance came from its long positioning with respect to duration (sensitivity to interest rate movements).

**Describe recent portfolio activity.**

With valuations increasingly stretched and market volatility elevated as event risk increased within the corporate credit space, the Trust's exposure to corporate and high yield credit was marginally reduced over the reporting period. In contrast, the Trust's exposure to ABS was increased as the investment manager viewed valuations there as relatively attractive given continued strong market fundamentals of healthy demand and limited supply. The Trust also added marginally to non-agency MBS as their spreads offered more attractive income than other fixed income securities.

**Describe portfolio positioning at period end.**

The Trust continued to hold significant exposure to high yield and structured credit including ABS and non-agency MBS in order to maximize income within a market environment that is supportive of fixed income spread sectors.

The views expressed reflect the opinions of BlackRock as of the date of this report and are subject to change based on changes in market, economic or other conditions. These views are not intended to be a forecast of future events and are no guarantee of future results.

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### Trust Information

|   |                   |
|---|-------------------|
| Symbol on NYSE  | BIT               |
| Initial Offering Date   | February 27, 2013 |
| Current Distribution Rate on Closing Market Price as of April 30, 2015 (\$17.59) <sup>1</sup> | 7.96%             |
| Current Monthly Distribution per Common Share <sup>2</sup>                                    | \$0.1167          |
| Current Annualized Distribution per Common Share <sup>2</sup>                                 | \$1.4004          |
| Economic Leverage as of April 30, 2015 <sup>3</sup>   | 43%               |

<sup>1</sup> Current distribution rate on closing market price is calculated by dividing the current annualized distribution per share by the closing market price. The current distribution rate consists of income, net realized gains and/or a return of capital. Past performance does not guarantee future results.

<sup>2</sup> The distribution rate is not constant and is subject to change. A portion of the distribution may be deemed a return of capital or net realized gain.

<sup>3</sup> Represents reverse repurchase agreements as a percentage of total managed assets, which is the total assets of the Trust (including any assets attributable to any borrowings) minus the sum of liabilities (other than borrowings representing financial leverage). For a discussion of leveraging techniques utilized by the Trust, please see The Benefits and Risks of Leveraging on page 10.



## Market Price and Net Asset Value Per Share Summary

|                 | 4/30/15  | 10/31/14 | Change  | High     | Low      |
|-----------------|----------|----------|---------|----------|----------|
| Market Price    | \$ 17.59 | \$ 17.79 | (1.12)% | \$ 17.98 | \$ 16.57 |
| Net Asset Value | \$ 19.71 | \$ 19.87 | (0.81)% | \$ 19.90 | \$ 19.15 |

## Market Price and Net Asset Value History Since Inception

<sup>1</sup> Commencement of operations.

## Overview of the Trust's Total Investments

| Portfolio Composition                 | 4/30/15 | 10/31/14 <sup>1</sup> |
|---------------------------------------|---------|-----------------------|
| Corporate Bonds                       | 33%     | 35%                   |
| Non-Agency Mortgage-Backed Securities | 29      | 29                    |
| Asset-Backed Securities               | 18      | 15                    |
| Preferred Securities                  | 12      | 14                    |
| Floating Rate Loan Interests          | 5       | 5                     |
| Short-Term Securities                 | 1       | 1                     |
| Foreign Agency Obligations            | 2       | 1                     |
| Other <sup>2</sup>                    |         |                       |

<sup>1</sup> Information has been revised to conform to current year presentation.

<sup>2</sup> Includes a less than 1% holding in each of the following investment types: Options Purchased and Options Written.

| Credit Quality Allocation <sup>3,4</sup> | 4/30/15 | 10/31/14 <sup>1</sup> |
|--|---------|-----------------------|
| A  | 3%      | 3%                    |
| BBB/Baa                                  | 20      | 17                    |
| BB/Ba                                    | 26      | 25                    |
| B  | 15      | 17                    |
| CCC/Caa                                  | 20      | 21                    |
| CC/Ca                                    | 5       | 5                     |
| D  |         |                       |
| N/R                                      | 11      | 12                    |

<sup>3</sup> For financial reporting purposes, credit quality ratings shown above reflect the highest rating assigned by either S&P's or Moody's if ratings differ. These rating agencies are independent, nationally recognized statistical rating organizations and are widely used. Investment grade ratings are credit ratings of BBB/Baa or higher. Below investment grade ratings are credit ratings of BB/Ba or lower. Investments designated N/R are not rated by either rating agency. Unrated investments do not necessarily indicate low credit quality. Credit quality ratings are subject to change.

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<sup>4</sup> Excludes Short-Term Securities, Options Purchased and Options Written.

SEMI-ANNUAL REPORT

APRIL 30, 2015

9

## The Benefits and Risks of Leveraging

The Trusts may utilize leverage to seek to enhance the yield and net asset value ( NAV ) of their common shares ( Common Shares ). However, these objectives cannot be achieved in all interest rate environments.

In general, the concept of leveraging is based on the premise that the financing cost of leverage, which will be based on short-term interest rates, is normally lower than the income earned by a Trust on its longer-term portfolio investments purchased with the proceeds from leverage. To the extent that the total assets of each Trust (including the assets obtained from leverage) are invested in higher-yielding portfolio investments, the Trust's shareholders benefit from the incremental net income. The interest earned on securities purchased with the proceeds from leverage is paid to shareholders in the form of dividends, and the value of these portfolio holdings is reflected in the per share NAV.

To illustrate these concepts, assume a Trust's capitalization is \$100 million and it utilizes leverage for an additional \$30 million, creating a total value of \$130 million available for investment in longer-term income securities. If prevailing short-term interest rates are 3% and longer-term interest rates are 6%, the yield curve has a strongly positive slope. In this case, the Trust's financing costs on the \$30 million of proceeds obtained from leverage are based on the lower short-term interest rates. At the same time, the securities purchased by the Trust with the proceeds from leverage earn income based on longer-term interest rates. In this case, the Trust's financing cost of leverage is significantly lower than the income earned on the Trust's longer-term investments acquired from leverage proceeds, and therefore the holders of Common Shares ( Common Shareholders ) are the beneficiaries of the incremental net income.

However, in order to benefit Common Shareholders, the return on assets purchased with leverage proceeds must exceed the ongoing costs associated with the leverage. If interest and other costs of leverage exceed the Trust's return on assets purchased with leverage proceeds, income to shareholders will be lower than if the Trust had not used leverage. Furthermore, the value of the Trust's portfolio investments generally varies inversely with the direction of long-term interest rates, although other factors can influence the value of portfolio investments. In contrast, the value of the Trust's obligations under its leverage arrangement generally does not fluctuate in relation to interest rates. As a result, changes in interest rates can influence the Trust's NAVs positively or negatively. Changes in the future direction of interest rates are very difficult to predict accurately, and there is no assurance that a Trust's intended leveraging strategy will be successful.

Leverage also generally cause greater changes in the Trusts' NAVs, market prices and dividend rates than comparable portfolios without leverage. In a declining market, leverage is likely to cause a greater decline in the net asset value and market price of a Trust's shares than if the Trust were not leveraged. In addition, the Trust may be required to sell portfolio securities at inopportune times or at distressed values in order to comply with regulatory requirements applicable to the use of leverage or as required by the terms of leverage instruments, which may cause the Trust to incur losses. The use of leverage may limit the Trust's ability to invest in certain types of securities or use certain types of hedging strategies. The Trust incurs expenses in connection with the use of leverage, all of which are borne by shareholders and may reduce income to the shares. Moreover, to the extent the calculation of the Trust's investment advisory fees includes assets purchased with the proceeds of leverage, the investment advisory fees payable to the Trust's investment advisor will be higher than if the Trust did not use leverage.

Each Trust may utilize leverage through a credit facility or reverse repurchase agreements as described in the Notes to Financial Statements.

Under the Investment Company Act of 1940, as amended (the 1940 Act ), BTZ and BGT are each permitted to issue debt up to 33 1/3% of their total managed assets and BIT is permitted to issue debt up to 50% of its total managed assets. A Trust may voluntarily elect to limit its leverage to less than the maximum amount permitted under the 1940 Act. In addition, a Trust may also be subject to certain asset coverage, leverage or portfolio composition requirements imposed by its credit facility, which may be more stringent than those imposed by the 1940 Act.

If a Trust segregates or designates on its books and records cash or liquid assets having values not less than the value of the Trust's obligations under the reverse repurchase agreement (including accrued interest), then such transaction will not be considered a senior security and will not be subject to the foregoing limitations and requirements under the 1940 Act.

## Derivative Financial Instruments

The Trusts may invest in various derivative financial instruments. Derivative financial instruments are used to obtain exposure to a security, index and/or market without owning or taking physical custody of securities or to manage market, equity, credit, interest rate, foreign currency exchange rate, commodity and/or other risks. Derivative financial instruments may give rise to a form of economic leverage. Derivative financial instruments also involve risks, including the imperfect correlation between the value of a derivative financial instrument and the underlying

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asset, possible default of the counterparty to the transaction or illiquidity of the derivative financial instrument. The Trusts' ability to use a derivative financial instrument successfully depends on the investment advisor's ability to predict pertinent market movements accurately, which cannot be assured. The use of derivative financial instruments may result in losses greater than if they had not been used, may limit the amount of appreciation a Trust can realize on an investment and/or may result in lower distributions paid to shareholders. The Trusts' investments in these instruments are discussed in detail in the Notes to Financial Statements.

## Schedule of Investments April 30, 2015 (Unaudited)

## BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

|  | Par          |              |
|--|--------------|--------------|
|  | (000)        | Value        |
| <b>Asset-Backed Securities (a)</b>   |              |              |
| ACAS CLO Ltd., Class C (b):  |              |              |
| Series 2014-1A, 3.18%, 7/18/26   | USD 750      | \$ 742,657   |
| Series 2014-2A, 3.47%, 1/15/27   | 1,000        | 999,981      |
| ALM XII Ltd., Series 2015-12A, Class B, 3.53%, 4/16/27 (b)                                     | 1,000        | 1,000,000    |
| ALM XIV Ltd., Series 2014-14A (b):   |              |              |
| Class B, 3.23%, 7/28/26  | 5,000        | 4,969,570    |
| Class C, 3.73%, 7/28/26  | 5,000        | 4,781,378    |
| Anchorage Capital CLO Ltd., 3.28%, 4/28/26 (b)   | 1,000        | 982,330      |
| Apidos CDO, Series 2012-9AR, Class CR, 3.18%, 7/15/23 (b)                                      | 1,000        | 1,000,000    |
| Apidos CLO XVII, Series 2014-17A, Class B, 3.12%, 4/17/26 (b)                                  | 1,000        | 990,874      |
| Apidos CLO XVIII, Series 2014-18A, Class C, 3.93%, 7/22/26 (b)                                 | 1,800        | 1,749,029    |
| Atlas Senior Loan Fund V Ltd., Series 2014-1A (b):   |              |              |
| Class C, 3.28%, 7/16/26  | 1,000        | 984,970      |
| Class D, 3.73%, 7/16/26  | 2,000        | 1,905,710    |
| Atlas Senior Loan Fund VI Ltd., Series 2014-6A, Class D, 3.98%, 10/15/26 (b)                   | 3,000        | 2,894,316    |
| Atrium CDO Corp., Series 5A, Class A4, 0.65%, 7/20/20 (b)                                      | 9,000        | 8,778,333    |
| Babson CLO Ltd., Series 2014-3A (b):   |              |              |
| Class C1, 3.28%, 1/15/26   | 1,500        | 1,500,000    |
| Class D1, 3.78%, 1/15/26   | 1,000        | 953,750      |
| Battalion CLO VII Ltd., Series 2014-7A, Class C, 4.17%, 10/17/26 (b)                           | 1,000        | 976,457      |
| Benefit Street Partners CLO IV Ltd., Series 2014-IVA, Class B, 3.08%, 7/20/26 (b)              | 1,250        | 1,221,875    |
| Benefit Street Partners CLO V Ltd., Series 2014-VA, Class D, 3.83%, 10/20/26 (b)               | 1,500        | 1,446,384    |
| Benefit Street Partners CLO VI, Ltd., Series 2015-VIA, Class B, 3.20%, 4/18/27 (b)             | 1,000        | 987,200      |
| Betony CLO, Ltd., Series 2015-1A, Class C, 3.41%, 4/15/27 (b)                                  | 1,000        | 997,500      |
| BlueMountain CLO Ltd., Series 2011-1A, Class D, 4.26%, 8/16/22 (b)                             | 2,000        | 1,999,957    |
| Bowman Park CLO Ltd., Series 2014-1A, Class D2, 4.21%, 11/23/25 (b)                            | 1,000        | 996,197      |
| Carlyle Global Market Strategies CLO 2015-1, Ltd., Series 2015-1A, Class C, 3.41%, 4/20/27 (b) | 1,000        | 996,887      |
| Carlyle Global Market Strategies CLO Ltd., Series 2014-5A, Class C, 4.43%, 10/16/25 (b)        | 1,000        | 1,000,684    |
| CIFC Funding Ltd., Series 2014-3A (b):   |              |              |
| Class C1, 3.08%, 7/22/26   | 1,500        | 1,472,763    |
| Class D, 3.68%, 7/22/26  | 1,400        | 1,333,804    |
| Dryden 34 Senior Loan Fund, Series 2014-34A, Class C, 3.08%, 10/15/26 (b)                      | 750          | 740,473      |
| Galaxy CLO Ltd., Series 2014-18A, Class C1, 3.28%, 10/15/26 (b)                                | 1,750        | 1,749,970    |
| GoldenTree Loan Opportunities IX Ltd., Series 2014-9A, Class D, 3.78%, 10/29/26 (b)            | 1,000        | 970,430      |
| Highbridge Loan Management 4-2014, Ltd., Series 4A-2014, Class B, 3.28%, 7/28/25 (b)           | 1,000        | 981,677      |
|  | <b>Par</b>   |              |
|  | <b>(000)</b> | <b>Value</b> |
| <b>Asset-Backed Securities (a)</b>   |              |              |
| ING IM CLO Ltd., Series 2012-4A, Class C, 4.78%, 10/15/23 (b)                                  | USD 1,000    | 1,002,647    |
| Jamestown CLO Ltd., Series 2014-4A, Class C, 3.78%, 7/15/26 (b)                                | 3,250        | 3,111,735    |
| LCM XVIII LP, Series 18A, Class C1, 3.45%, 4/20/27 (b)   | 1,000        | 1,000,000    |
| Limerock CLO III LLC, Series 2014-3A, Class C, 3.83%, 10/20/26 (b)                             | 1,000        | 969,000      |
| Madison Park Funding Ltd. (b):   |              |              |
| Series 2012-10A, Class D, 4.53%, 1/20/25   | 3,000        | 3,000,690    |
| Series 2012-8AR, Class CR, 3.08%, 4/22/22  | 1,350        | 1,355,190    |
| Series 2012-8AR, Class DR, 4.13%, 4/22/22  | 1,500        | 1,506,088    |
| Series 2014-14A, Class D, 3.88%, 7/20/26   | 2,000        | 1,938,008    |
| Madison Park Funding XIII, Ltd., Series 2014-13A, Class C, 3.03%, 1/19/25 (b)                  | 1,000        | 988,333      |
| Madison Park Funding XV, Ltd., Series 2014-15A, Class B1, 3.46%, 1/27/26 (b)                   | 2,400        | 2,407,070    |
| Madison Park Funding XVI, Ltd., Series 2015-16A, Class B, 3.30%, 4/20/26 (b)                   | 1,000        | 990,100      |
| Octagon Investment Partners XX Ltd., Series 2014-1A (b):                                       |              |              |
| Class C, 3.06%, 8/12/26  | 750          | 736,287      |
| Class D, 3.91%, 8/12/26  | 900          | 871,993      |
| Octagon Loan Funding Ltd., Series 2014-1A, Class D, 3.91%, 11/18/26 (b)                        | 1,500        | 1,451,048    |
| OZLM VII Ltd., Series 2014-7A, Class C, 3.87%, 7/17/26 (b)                                     | 1,500        | 1,451,554    |
| OZLM VIII Ltd., Series 2014-8A, Class B, 3.27%, 10/17/26 (b)                                   | 900          | 894,821      |
| OZLM XI, Ltd., Series 2015-11A, Class B, 3.27%, 1/30/27 (b)                                    | 1,000        | 993,498      |
| Regatta IV Funding Ltd., Series 2014-1A (b):   |              |              |

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|   |       |           |
|---|-------|-----------|
| Class C, 3.23%, 7/25/26   | 1,500 | 1,477,234 |
| Class D, 3.78%, 7/25/26   | 1,000 | 958,626   |
| Regatta V Funding Ltd., Series 2014-1A (b):                           |       |           |
| Class B, 3.23%, 10/25/26  | 1,000 | 987,488   |
| Class C, 3.68%, 10/25/26  | 1,000 | 955,309   |
| Silver Spring CLO Ltd., Series 2014-1A, Class D, 3.72%, 10/15/26 (b)  | 750   | 697,687   |
| SLM Student Loan Trust, Series 2004-B, Class A2, 0.47%, 6/15/21       | 2,368 | 2,354,586 |
| Sound Point CLO Ltd., Series 2014-3A, Class D, 3.89%, 1/23/27 (b)     | 1,000 | 957,500   |
| Symphony CLO XV Ltd., Series 2014-15A (b):                            |       |           |
| Class C, 3.47%, 10/17/26  | 1,500 | 1,502,116 |
| Class D, 4.02%, 10/17/26  | 1,000 | 984,500   |
| Symphony CLO, Ltd., Series 2012-10AR, Class CR, 3.12%, 7/23/23 (b)    | 1,000 | 1,000,000 |
| Venture XIII CLO Ltd., Series 2013-13A, Class D, 3.81%, 6/10/25 (b)   | 800   | 778,012   |
| Venture XVIII CLO Ltd., Series 2014-18A, Class C, 3.35%, 10/15/26 (b) | 800   | 795,042   |
| Voya CLO Ltd., Class C (b):   |       |           |
| Series 2014-3A, 3.88%, 7/25/26  | 1,250 | 1,218,222 |
| Series 2014-4A, 4.28%, 10/14/26                                       | 1,000 | 999,977   |

### Portfolio Abbreviations

|                 |                                       |                |                               |              |   |
|-----------------|---------------------------------------|----------------|-------------------------------|--------------|---|
| <b>ADS</b>      | American Depositary Shares            | <b>FKA</b>     | Formerly Known As             | <b>NZD</b>   | New Zealand Dollar                      |
| <b>ARB</b>      | Airport Revenue Bonds                 | <b>GBP</b>     | British Pound                 | <b>OTC</b>   | Over-the-Counter                        |
| <b>AUD</b>      | Australian Dollar                     | <b>IDR</b>     | Indonesian Rupiah             | <b>PIK</b>   | Payment-In-Kind                         |
| <b>BRL</b>      | Brazilian Real                        | <b>JPY</b>     | Japanese Yen                  | <b>PLN</b>   | Polish Zloty                            |
| <b>BZDIOVER</b> | Overnight Brazil CETIP Interbank Rate | <b>KRW</b>     | South Korean Won              | <b>RB</b>    | Revenue Bonds                           |
| <b>CAD</b>      | Canadian Dollar                       | <b>LIBOR</b>   | London Interbank Offered Rate | <b>REMIC</b> | Real Estate Mortgage Investment Conduit |
| <b>CLO</b>      | Collateralized Loan Obligation        | <b>MXIBTIE</b> | Mexico Interbank TIE 28 Day   | <b>RUB</b>   | Russian Ruble                           |
| <b>DIP</b>      | Debtor-In-Possession                  | <b>MXN</b>     | Mexican Peso                  | <b>TRY</b>   | Turkish Lira                            |
| <b>EUR</b>      | Euro                                  | <b>MYR</b>     | Malaysian Ringgit             | <b>USD</b>   | U.S. Dollar                             |
| <b>EURIBOR</b>  | Euro Interbank Offered Rate           | <b>NOK</b>     | Norwegian Krone               | <b>ZAR</b>   | South African Rand                      |

See Notes to Financial Statements.

## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

|  | Par       | Value        |
|--|-----------|--------------|
|  | (000)     |              |
| <b>Asset-Backed Securities (a)</b>   |           |              |
| WhiteHorse IX Ltd., Series 2014-9A, Class C, 2.97%, 7/17/26 (b)              | USD 1,500 | \$ 1,426,671 |
| <b>Total Asset-Backed Securities 5.7%</b>                                    |           | 93,866,188   |
| <b>Corporate Bonds</b>   |           |              |
| <b>Aerospace &amp; Defense 0.6%</b>  |           |              |
| Huntington Ingalls Industries, Inc.:   |           |              |
| 7.13%, 3/15/21   | 2,000     | 2,145,000    |
| 5.00%, 12/15/21 (b)  | 536       | 554,090      |
| TransDigm, Inc.:   |           |              |
| 6.00%, 7/15/22   | 4,585     | 4,613,656    |
| 6.50%, 7/15/24   | 2,140     | 2,171,779    |
|  |           | 9,484,525    |
| <b>Air Freight &amp; Logistics 0.1%</b>                                      |           |              |
| XPO Logistics, Inc., 7.88%, 9/01/19 (b)                                      | 1,548     | 1,644,750    |
| <b>Airlines 1.1%</b>   |           |              |
| American Airlines Group, Inc., 4.63%, 3/01/20 (b)                            | 692       | 682,485      |
| Continental Airlines Pass-Through Trust:                                     |           |              |
| Series 2009-2, Class B, 9.25%, 11/10/18                                      | 2,460     | 2,706,209    |
| Series 2012-3, Class C, 6.13%, 4/29/18                                       | 2,040     | 2,162,400    |
| Delta Air Lines Pass-Through Trust, Series 2002-1, Class G-1, 6.72%, 7/02/24 | 3,200     | 3,711,744    |
| Turkish Airlines 2015-1 Class A Pass Through Trust, 4.20%, 9/15/28 (b)       | 3,100     | 3,146,500    |
| United Airlines Pass-Through Trust, Series 2014-1, Class B, 4.75%, 10/11/23  | 4,200     | 4,357,500    |
| Virgin Australia Trust, Series 2013-1, Class B, 6.00%, 4/23/22 (b)           | 1,517     | 1,577,173    |
|  |           | 18,344,011   |
| <b>Auto Components 1.6%</b>  |           |              |
| The Goodyear Tire & Rubber Co., 6.50%, 3/01/21                               | 1,600     | 1,692,800    |
| Icahn Enterprises LP/Icahn Enterprises Finance Corp.:                        |           |              |
| 3.50%, 3/15/17   | 265       | 266,325      |
| 4.88%, 3/15/19   | 3,950     | 4,024,655    |
| 6.00%, 8/01/20   | 3,108     | 3,267,907    |
| 5.88%, 2/01/22   | 3,816     | 3,944,409    |
| Schaeffler Finance BV, 4.75%, 5/15/21 (b)                                    | 2,470     | 2,525,575    |
| Schaeffler Holding Finance BV (b)(c):  |           |              |
| 6.25%, (6.25% Cash) 11/15/19   | 1,112     | 1,184,280    |
| 6.75%, (6.75% Cash) 11/15/22   | 2,417     | 2,646,615    |
| TRW Automotive, Inc. (b):  |           |              |
| 4.50%, 3/01/21   | 2,400     | 2,433,000    |
| 4.45%, 12/01/23  | 2,600     | 2,635,750    |
| ZF North America Capital, Inc. (b):  |           |              |
| 4.00%, 4/29/20   | 545       | 548,406      |
| 4.50%, 4/29/22   | 291       | 290,454      |
| 4.75%, 4/29/25   | 868       | 870,170      |
|  |           | 26,330,346   |
| <b>Automobiles 0.6%</b>  |           |              |
| Ford Motor Co., 7.45%, 7/16/31   | 3,660     | 4,968,476    |
| General Motors Co.:  |           |              |
| 4.88%, 10/02/23  | 1,875     | 2,030,662    |
| 6.25%, 10/02/43  | 940       | 1,121,905    |
| 5.20%, 4/01/45   | 1,530     | 1,618,833    |
|  |           | 9,739,876    |
| <b>Banks 5.3%</b>  |           |              |

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|  |     |              |              |
|--|-----|--------------|--------------|
| Associated Banc-Corp, 5.13%, 3/28/16 (d)   |     | 7,430        | 7,673,325    |
| CIT Group, Inc.:   |     |              |              |
| 4.25%, 8/15/17   |     | 4,600        | 4,680,500    |
| 5.25%, 3/15/18   |     | 4,030        | 4,177,095    |
|  |     | <b>Par</b>   |              |
| <b>Corporate Bonds</b>   |     | <b>(000)</b> | <b>Value</b> |
| <b>Banks (concluded)</b>   |     |              |              |
| CIT Group, Inc. (concluded):   |     |              |              |
| 6.63%, 4/01/18 (b)   | USD | 335          | 359,288      |
| 5.50%, 2/15/19 (b)   |     | 5,147        | 5,385,049    |
| 5.00%, 8/01/23   |     | 660          | 674,438      |
| City National Corp., 5.25%, 9/15/20 (d)  |     | 2,900        | 3,322,370    |
| Cooperatieve Centrale Raiffeisen-Boerenleenbank BA, 3.95%, 11/09/22 (d)                              |     | 3,775        | 3,872,312    |
| Credit Suisse AG, 6.50%, 8/08/23 (b)   |     | 12,000       | 13,701,660   |
| Discover Bank, 8.70%, 11/18/19   |     | 748          | 916,005      |
| Fifth Third Bancorp, 5.10% (a)(e)  |     | 5,000        | 4,760,000    |
| HSBC Finance Corp., 6.68%, 1/15/21 (d)   |     | 5,150        | 6,077,000    |
| Regions Financial Corp., 5.75%, 6/15/15  |     | 6,110        | 6,144,803    |
| Royal Bank of Scotland Group PLC, 6.00%, 12/19/23  |     | 10,080       | 11,040,070   |
| Santander Holdings USA, Inc., 3.00%, 9/24/15   |     | 3,750        | 3,773,962    |
| Wells Fargo & Co. (d):   |     |              |              |
| 3.45%, 2/13/23   |     | 2,325        | 2,369,321    |
| 4.13%, 8/15/23   |     | 4,000        | 4,253,316    |
| 5.61%, 1/15/44   |     | 4,119        | 4,792,934    |
|  |     |              | 87,973,448   |
| <b>Building Products 0.2%</b>  |     |              |              |
| Building Materials Corp. of America, 6.75%, 5/01/21 (b)  |     | 2,700        | 2,868,750    |
| Masonite International Corp., 5.63%, 3/15/23 (b)   |     | 610          | 637,450      |
|  |     |              | 3,506,200    |
| <b>Cable Television Services 0.1%</b>  |     |              |              |
| SBA Communications Corp., 4.88%, 7/15/22 (b)   |     | 1,445        | 1,428,744    |
| <b>Capital Markets 3.0%</b>  |     |              |              |
| E*Trade Financial Corp., 5.38%, 11/15/22   |     | 1,348        | 1,432,250    |
| The Goldman Sachs Group, Inc. (d):   |     |              |              |
| 6.25%, 9/01/17   |     | 625          | 690,476      |
| 7.50%, 2/15/19   |     | 5,165        | 6,128,613    |
| 5.25%, 7/27/21   |     | 1,175        | 1,329,622    |
| 5.75%, 1/24/22   |     | 5,500        | 6,382,799    |
| 6.25%, 2/01/41   |     | 15,000       | 18,934,335   |
| Morgan Stanley (d):  |     |              |              |
| 5.63%, 9/23/19   |     | 6,770        | 7,666,240    |
| 5.50%, 7/28/21   |     | 2,695        | 3,106,144    |
| UBS AG, 5.88%, 7/15/16   |     | 3,450        | 3,639,871    |
|  |     |              | 49,310,350   |
| <b>Chemicals 1.8%</b>  |     |              |              |
| Ashland, Inc., 3.88%, 4/15/18  |     | 1,745        | 1,797,350    |
| Axalta Coating Systems US Holdings, Inc./Axalta Coating Systems Dutch Holding BV, 7.38%, 5/01/21 (b) |     | 617          | 669,445      |
| Axiall Corp., 4.88%, 5/15/23   |     | 367          | 370,670      |
| Basell Finance Co. BV, 8.10%, 3/15/27 (b)(d)   |     | 6,000        | 8,170,782    |
| Celanese US Holdings LLC, 5.88%, 6/15/21   |     | 2,615        | 2,869,962    |
| CF Industries, Inc., 5.38%, 3/15/44  |     | 2,500        | 2,726,993    |
| Chemtura Corp., 5.75%, 7/15/21   |     | 632          | 653,330      |
| Eagle Spinco, Inc., 4.63%, 2/15/21   |     | 2,370        | 2,399,625    |
| Huntsman International LLC:  |     |              |              |
| 4.88%, 11/15/20  |     | 775          | 782,750      |
| 8.63%, 3/15/21   |     | 806          | 854,360      |
| 5.13%, 11/15/22 (b)  |     | 2,495        | 2,521,509    |
| NOVA Chemicals Corp. (b):  |     |              |              |
| 5.25%, 8/01/23   |     | 2,277        | 2,396,543    |
| 5.00%, 5/01/25   |     | 905          | 953,644      |
| Platform Specialty Products Corp., 6.50%, 2/01/22 (b)  |     | 1,693        | 1,769,185    |
|  |     |              | 28,936,148   |



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**Commercial Services & Supplies 3.1%**

ADS Waste Holdings, Inc., 8.25%, 10/01/20

1,003

1,060,673

See Notes to Financial Statements.

## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

|   | Par        |    | Value      |
|---|------------|----|------------|
|   | (000)      |    |            |
| <b>Corporate Bonds</b>  |            |    |            |
| <b>Commercial Services &amp; Supplies (concluded)</b>               |            |    |            |
| Aviation Capital Group Corp. (b):                                   |            |    |            |
| 7.13%, 10/15/20 (d)   | USD 31,000 | \$ | 36,394,527 |
| 6.75%, 4/06/21  | 7,850      |    | 9,117,382  |
| Brand Energy & Infrastructure Services, Inc., 8.50%, 12/01/21 (b)   | 301        |    | 287,455    |
| Covanta Holding Corp., 6.38%, 10/01/22                              | 2,245      |    | 2,385,312  |
| Mobile Mini, Inc., 7.88%, 12/01/20                                  | 930        |    | 976,500    |
|   |            |    | 50,221,849 |
| <b>Communications Equipment 0.2%</b>                                |            |    |            |
| CommScope, Inc. (b):  |            |    |            |
| 5.00%, 6/15/21  | 527        |    | 527,000    |
| 5.50%, 6/15/24  | 564        |    | 568,230    |
| Harris Corp., 5.05%, 4/27/45  | 1,790      |    | 1,793,612  |
|   |            |    | 2,888,842  |
| <b>Construction &amp; Engineering 0.3%</b>                          |            |    |            |
| AECOM Technology Corp. (b):   |            |    |            |
| 5.75%, 10/15/22   | 333        |    | 344,655    |
| 5.88%, 10/15/24   | 2,311      |    | 2,393,942  |
| BlueLine Rental Finance Corp., 7.00%, 2/01/19 (b)                   | 413        |    | 421,301    |
| Safway Group Holding LLC/Safway Finance Corp., 7.00%, 5/15/18 (b)   | 673        |    | 681,413    |
| Weekley Homes LLC/Weekley Finance Corp., 6.00%, 2/01/23             | 825        |    | 792,000    |
|   |            |    | 4,633,311  |
| <b>Construction Materials 0.7%</b>                                  |            |    |            |
| Allegion US Holding Co., Inc., 5.75%, 10/01/21                      | 1,907      |    | 2,007,118  |
| HD Supply, Inc.:  |            |    |            |
| 11.00%, 4/15/20   | 2,740      |    | 3,109,900  |
| 7.50%, 7/15/20  | 2,905      |    | 3,115,612  |
| 5.25%, 12/15/21 (b)   | 3,278      |    | 3,400,925  |
|   |            |    | 11,633,555 |
| <b>Consumer Finance 3.1%</b>  |            |    |            |
| Ally Financial, Inc.:   |            |    |            |
| 5.13%, 9/30/24  | 855        |    | 887,062    |
| 4.63%, 3/30/25  | 235        |    | 234,266    |
| 8.00%, 11/01/31   | 5,665      |    | 7,109,575  |
| Capital One Bank USA NA, 3.38%, 2/15/23 (d)                         | 11,610     |    | 11,672,195 |
| Countrywide Financial Corp., 6.25%, 5/15/16 (d)                     | 8,069      |    | 8,479,147  |
| Discover Financial Services, 3.85%, 11/21/22                        | 3,252      |    | 3,340,090  |
| Experian Finance PLC, 2.38%, 6/15/17 (b)(d)                         | 2,550      |    | 2,575,559  |
| Navient Corp.:  |            |    |            |
| 3.88%, 9/10/15  | 5,000      |    | 5,032,500  |
| 6.25%, 1/25/16  | 11,620     |    | 11,968,600 |
|   |            |    | 51,298,994 |
| <b>Containers &amp; Packaging 0.7%</b>                              |            |    |            |
| Beverage Packaging Holdings Luxembourg II SA, 5.63%, 12/15/16 (b)   | 3,944      |    | 3,993,300  |
| Crown Americas LLC/Crown Americas Capital Corp. III, 6.25%, 2/01/21 | 3,128      |    | 3,288,310  |
| Pactiv LLC, 7.95%, 12/15/25   | 163        |    | 166,260    |
| Sealed Air Corp. (b):   |            |    |            |
| 6.50%, 12/01/20   | 2,330      |    | 2,592,125  |
| 8.38%, 9/15/21  | 700        |    | 789,250    |
| 5.13%, 12/01/24   | 649        |    | 676,582    |

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|  |              |              |              |
|--|--------------|--------------|--------------|
|  |              |              | 11,505,827   |
| <b>Diversified Consumer Services</b>                           | <b>0.3%</b>  |              |              |
| Service Corp. International, 4.50%, 11/15/20                   |              | 4,382        | 4,480,595    |
| <b>Diversified Financial Services</b>                          | <b>10.4%</b> |              |              |
| Air Lease Corp., 3.75%, 2/01/22                                |              | 5,000        | 5,059,320    |
| Aircastle Ltd., 6.25%, 12/01/19                                |              | 3,937        | 4,345,464    |
|  |              | <b>Par</b>   |              |
|  |              | <b>(000)</b> | <b>Value</b> |
| <b>Corporate Bonds</b>   |              |              |              |
| <b>Diversified Financial Services (concluded)</b>              |              |              |              |
| Bank of America Corp. (d):                                     |              |              |              |
| 3.75%, 7/12/16   | USD          | 5,525        | 5,696,131    |
| 5.00%, 5/13/21   |              | 17,100       | 19,158,686   |
| 5.70%, 1/24/22   |              | 2,590        | 3,001,787    |
| 4.00%, 4/01/24   |              | 6,975        | 7,304,534    |
| Bank of America NA, 5.30%, 3/15/17 (d)                         |              | 13,440       | 14,317,793   |
| Barclays PLC, 4.38%, 9/11/24                                   |              | 2,100        | 2,097,075    |
| Citigroup, Inc. (d):   |              |              |              |
| 4.45%, 1/10/17   |              | 4,800        | 5,045,688    |
| 8.50%, 5/22/19   |              | 464          | 574,101      |
| 6.68%, 9/13/43   |              | 4,125        | 5,292,693    |
| Deutsche Bank AG, 4.50%, 4/01/25                               |              | 3,985        | 3,901,960    |
| Ford Motor Credit Co. LLC:                                     |              |              |              |
| 8.00%, 12/15/16  |              | 4,000        | 4,413,728    |
| 5.88%, 8/02/21   |              | 9,420        | 11,007,477   |
| General Motors Financial Co., Inc.:                            |              |              |              |
| 6.75%, 6/01/18   |              | 1,700        | 1,921,884    |
| 4.38%, 9/25/21   |              | 2,260        | 2,400,979    |
| 4.25%, 5/15/23   |              | 1,681        | 1,735,128    |
| ING Bank NV, 5.00%, 6/09/21 (b)(d)                             |              | 8,000        | 9,079,160    |
| Intesa Sanpaolo SpA, 3.13%, 1/15/16                            |              | 5,450        | 5,515,057    |
| Jefferies Finance LLC/JFIN Co-Issuer Corp., 7.38%, 4/01/20 (b) |              | 2,105        | 2,078,687    |
| Leucadia National Corp., 5.50%, 10/18/23                       |              | 4,000        | 4,102,052    |
| Lloyds Banking Group PLC, 4.50%, 11/04/24                      |              | 6,875        | 7,048,243    |
| Moody s Corp., 6.06%, 9/07/17                                  |              | 20,000       | 20,881,640   |
| Mubadala GE Capital, Ltd., 3.00%, 11/10/19 (b)                 |              | 5,000        | 4,963,500    |
| Resparcs Funding LP I, 8.00% (e)(f)(g)                         |              | 4,000        | 1,746,800    |
| Reynolds Group Issuer, Inc.:                                   |              |              |              |
| 9.00%, 4/15/19   |              | 370          | 387,575      |
| 7.88%, 8/15/19   |              | 2,480        | 2,610,200    |
| 9.88%, 8/15/19   |              | 147          | 156,647      |
| 5.75%, 10/15/20  |              | 3,142        | 3,283,390    |
| 6.88%, 2/15/21   |              | 105          | 110,316      |
| Royal Bank of Scotland Group PLC:                              |              |              |              |
| 6.13%, 12/15/22  |              | 425          | 471,499      |
| 6.10%, 6/10/23   |              | 2,500        | 2,746,417    |
| 5.13%, 5/28/24   |              | 5,250        | 5,422,426    |
| Societe Generale SA, 4.25%, 4/14/25 (b)                        |              | 2,600        | 2,502,685    |
|  |              |              | 170,380,722  |
| <b>Diversified Telecommunication Services</b>                  | <b>5.6%</b>  |              |              |
| AT&T, Inc.:  |              |              |              |
| 6.30%, 1/15/38 (d)   |              | 12,000       | 14,046,180   |
| 4.30%, 12/15/42  |              | 265          | 242,536      |
| 4.35%, 6/15/45   |              | 367          | 339,140      |
| CenturyLink, Inc.:   |              |              |              |
| 5.63%, 4/01/20   |              | 1,375        | 1,448,549    |
| 6.45%, 6/15/21   |              | 285          | 306,375      |
| Frontier Communications Corp.:                                 |              |              |              |
| 6.25%, 9/15/21   |              | 980          | 972,650      |
| 7.63%, 4/15/24   |              | 2,400        | 2,445,000    |
| Level 3 Financing, Inc.:                                       |              |              |              |
| 8.13%, 7/01/19   |              | 11,171       | 11,740,721   |
| 5.38%, 8/15/22   |              | 2,250        | 2,297,812    |
| 5.13%, 5/01/23 (b)   |              | 1,653        | 1,648,868    |
| 5.38%, 5/01/25 (b)   |              | 1,985        | 1,982,519    |
| Telefonica Emisiones SAU, 3.19%, 4/27/18                       |              | 6,550        | 6,809,557    |
| Verizon Communications, Inc. (d):                              |              |              |              |
| 5.15%, 9/15/23   |              | 8,775        | 9,903,930    |

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|                |        |            |
|----------------|--------|------------|
| 6.40%, 9/15/33 | 9,475  | 11,532,506 |
| 7.35%, 4/01/39 | 7,825  | 10,519,703 |
| 6.55%, 9/15/43 | 13,225 | 16,547,318 |
|                |        | 92,783,364 |

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2015

13

## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

|  | Par       |               |
|--|-----------|---------------|
|  | (000)     | Value         |
| <b>Corporate Bonds</b>   |           |               |
| <b>Electric Utilities 3.8%</b>   |           |               |
| CMS Energy Corp., 5.05%, 3/15/22   | USD 9,900 | \$ 11,184,891 |
| Duke Energy Corp., 3.55%, 9/15/21 (d)  | 3,650     | 3,865,387     |
| Great Plains Energy, Inc., 5.29%, 6/15/22 (h)                                      | 5,550     | 6,312,975     |
| Midland Cogeneration Venture LP, 5.25%, 3/15/25 (b)                                | 4,810     | 5,011,857     |
| Mirant Mid-Atlantic Pass-Through Trust:  |           |               |
| Series B, 9.13%, 6/30/17   | 1,039     | 1,103,780     |
| Series C, 10.06%, 12/30/28   | 1,568     | 1,728,323     |
| NiSource Finance Corp., 6.80%, 1/15/19   | 3,075     | 3,589,309     |
| Oncor Electric Delivery Co. LLC (d):   |           |               |
| 4.10%, 6/01/22   | 4,150     | 4,516,366     |
| 5.30%, 6/01/42   | 2,750     | 3,336,418     |
| Progress Energy, Inc., 7.00%, 10/30/31 (d)   | 12,000    | 15,864,744    |
| Puget Energy, Inc.:  |           |               |
| 6.00%, 9/01/21   | 275       | 324,725       |
| 5.63%, 7/15/22   | 5,550     | 6,439,843     |
|  |           | 63,278,618    |
| <b>Electrical Equipment 0.1%</b>   |           |               |
| GrafTech International Ltd., 6.38%, 11/15/20                                       | 2,385     | 2,039,175     |
| <b>Electronic Equipment, Instruments &amp; Components 0.4%</b>                     |           |               |
| Jabil Circuit, Inc., 8.25%, 3/15/18  | 2,600     | 3,009,500     |
| Nielsen Finance LLC/Nielsen Finance Co., 5.00%, 4/15/22 (b)                        | 475       | 477,612       |
| Sanmina Corp., 4.38%, 6/01/19 (b)  | 1,415     | 1,422,075     |
| WireCo WorldGroup, Inc., 9.50%, 5/15/17  | 1,605     | 1,412,400     |
|  |           | 6,321,587     |
| <b>Energy Equipment &amp; Services 0.9%</b>  |           |               |
| Energy Transfer Partners LP, 5.20%, 2/01/22  | 10,200    | 11,108,575    |
| EnSCO PLC, 4.50%, 10/01/24   | 2,930     | 2,886,654     |
| Genesis Energy LP/Genesis Energy Finance Corp., 5.75%, 2/15/21                     | 293       | 290,802       |
| Transocean, Inc., 6.00%, 3/15/18   | 540       | 538,650       |
|  |           | 14,824,681    |
| <b>Food &amp; Staples Retailing 1.2%</b>   |           |               |
| Family Tree Escrow LLC (b):  |           |               |
| 5.25%, 3/01/20   | 335       | 350,913       |
| 5.75%, 3/01/23   | 3,443     | 3,615,150     |
| H.J. Heinz Finance Co., 7.13%, 8/01/39 (b)   | 4,415     | 5,932,656     |
| Rite Aid Corp.:  |           |               |
| 6.75%, 6/15/21   | 761       | 805,709       |
| 6.13%, 4/01/23 (b)   | 2,974     | 3,081,807     |
| Wal-Mart Stores, Inc., 5.25%, 9/01/35 (d)  | 5,150     | 6,240,940     |
|  |           | 20,027,175    |
| <b>Food Products 1.1%</b>  |           |               |
| Barry Callebaut Services NV, 5.50%, 6/15/23 (b)                                    | 2,600     | 2,775,500     |
| Kellogg Co., Series B, 7.45%, 4/01/31 (d)  | 3,425     | 4,589,233     |
| Mondelez International, Inc.:  |           |               |
| 6.50%, 8/11/17   | 4,450     | 4,967,424     |
| 6.13%, 8/23/18   | 4,840     | 5,535,445     |
| Smithfield Foods, Inc., 5.88%, 8/01/21 (b)   | 715       | 750,750       |
|  |           | 18,618,352    |
| <b>Gas Utilities 0.1%</b>  |           |               |
| Targa Resources Partners LP/Targa Resources Partners Finance Corp., 6.88%, 2/01/21 | 1,265     | 1,328,250     |
| <b>Health Care Equipment &amp; Supplies 0.5%</b>                                   |           |               |

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|   |              |              |
|---|--------------|--------------|
| DJO Finco Inc./DJO Finance LLC/DJO Finance Corp., 8.13%, 6/15/21 (b)(i)                     | 1,865        | 1,892,975    |
| Medtronic, Inc., 4.63%, 3/15/45 (b)(d)  | 4,565        | 4,917,071    |
| Teleflex, Inc., 6.88%, 6/01/19  | 1,660        | 1,720,175    |
|   |              | 8,530,221    |
|   | <b>Par</b>   |              |
|   | <b>(000)</b> | <b>Value</b> |
| <b>Corporate Bonds</b>  |              |              |
| <b>Health Care Providers &amp; Services 4.1%</b>  |              |              |
| Acadia Healthcare Co., Inc., 5.13%, 7/01/22   | USD 435      | 433,913      |
| Amsurg Corp., 5.63%, 7/15/22  | 1,856        | 1,884,211    |
| Aviv Healthcare Properties LP/Aviv Healthcare Capital Corp., 7.75%, 2/15/19                 | 1,550        | 1,610,062    |
| CHS/Community Health Systems, Inc.:   |              |              |
| 5.13%, 8/15/18  | 1,620        | 1,680,750    |
| 6.88%, 2/01/22  | 1,111        | 1,179,049    |
| DaVita HealthCare Partners, Inc.:   |              |              |
| 5.13%, 7/15/24  | 1,990        | 2,025,074    |
| 5.00%, 5/01/25  | 1,871        | 1,867,492    |
| HCA Holdings, Inc., 7.75%, 5/15/21  | 4,549        | 4,844,685    |
| HCA, Inc.:  |              |              |
| 3.75%, 3/15/19  | 4,364        | 4,494,920    |
| 6.50%, 2/15/20  | 10,421       | 11,879,940   |
| 5.88%, 3/15/22  | 340          | 380,375      |
| 4.75%, 5/01/23  | 676          | 709,800      |
| HealthSouth Corp.:  |              |              |
| 5.13%, 3/15/23  | 512          | 527,360      |
| 5.75%, 11/01/24   | 889          | 937,895      |
| Omnicare, Inc.:   |              |              |
| 4.75%, 12/01/22   | 289          | 315,733      |
| 5.00%, 12/01/24   | 183          | 199,470      |
| Tenet Healthcare Corp.:   |              |              |
| 6.25%, 11/01/18   | 736          | 796,536      |
| 4.75%, 6/01/20  | 1,450        | 1,471,750    |
| 6.00%, 10/01/20   | 3,645        | 3,891,037    |
| 4.50%, 4/01/21  | 73           | 72,726       |
| 4.38%, 10/01/21   | 7,335        | 7,243,312    |
| 8.13%, 4/01/22  | 4,907        | 5,354,764    |
| UnitedHealth Group, Inc., 6.88%, 2/15/38 (d)  | 10,000       | 13,969,350   |
|   |              | 67,770,204   |
| <b>Health Care Technology 0.4%</b>  |              |              |
| Amgen, Inc., 5.15%, 11/15/41 (d)  | 6,500        | 7,028,066    |
| <b>Hotels, Restaurants &amp; Leisure 0.8%</b>   |              |              |
| CDW LLC/CDW Finance Corp.:  |              |              |
| 6.00%, 8/15/22  | 1,380        | 1,486,950    |
| 5.00%, 9/01/23  | 582          | 599,460      |
| 5.50%, 12/01/24   | 2,458        | 2,612,854    |
| MGM Resorts International, 6.00%, 3/15/23   | 1,935        | 2,003,934    |
| New Red Finance, Inc., 6.00%, 4/01/22 (b)   | 2,215        | 2,286,988    |
| Pinnacle Entertainment, Inc., 6.38%, 8/01/21  | 1,586        | 1,685,125    |
| Sabre GLBL, Inc., 5.38%, 4/15/23 (b)  | 594          | 605,880      |
| Six Flags Entertainment Corp., 5.25%, 1/15/21 (b)   | 1,718        | 1,773,835    |
|   |              | 13,055,026   |
| <b>Household Durables 1.2%</b>  |              |              |
| Beazer Homes USA, Inc., 6.63%, 4/15/18  | 2,330        | 2,414,462    |
| Brookfield Residential Properties, Inc./Brookfield Residential US Corp., 6.13%, 7/01/22 (b) | 1,647        | 1,704,645    |
| K. Hovnanian Enterprises, Inc., 7.25%, 10/15/20 (b)   | 1,557        | 1,630,958    |
| KB Home, 7.25%, 6/15/18   | 1,990        | 2,154,175    |
| Shea Homes LP / Shea Homes Funding Corp. (b):   |              |              |
| 5.88%, 4/01/23  | 910          | 934,934      |
| 6.13%, 4/01/25  | 920          | 943,000      |
| Standard Pacific Corp., 8.38%, 1/15/21  | 3,015        | 3,527,550    |
| Taylor Morrison Communities, Inc./Monarch Communities, Inc., 5.25%, 4/15/21 (b)             | 767          | 768,918      |
| Tri Pointe Holdings, Inc. (b):  |              |              |
| 4.38%, 6/15/19  | 920          | 906,200      |
| 5.88%, 6/15/24  | 625          | 616,406      |
| United Rentals North America, Inc.:   |              |              |

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|                |       |            |
|----------------|-------|------------|
| 7.38%, 5/15/20 | 2,025 | 2,183,537  |
| 7.63%, 4/15/22 | 1,853 | 2,042,932  |
|                |       | 19,827,717 |

See Notes to Financial Statements.

## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

|  | Par     |    | Value      |
|--|---------|----|------------|
|  | (000)   |    |            |
| <b>Corporate Bonds</b>   |         |    |            |
| <b>Household Products 0.1%</b>   |         |    |            |
| Spectrum Brands, Inc.:   |         |    |            |
| 6.38%, 11/15/20  | USD 810 | \$ | 858,600    |
| 6.63%, 11/15/22  | 1,110   |    | 1,187,700  |
|  |         |    | 2,046,300  |
| <b>Independent Power and Renewable Electricity Producers 0.8%</b>      |         |    |            |
| Baytex Energy Corp., 5.13%, 6/01/21 (b)                                | 435     |    | 424,125    |
| Calpine Corp.:   |         |    |            |
| 6.00%, 1/15/22 (b)   | 878     |    | 928,485    |
| 5.38%, 1/15/23   | 2,333   |    | 2,353,414  |
| 5.88%, 1/15/24 (b)   | 823     |    | 880,610    |
| 5.50%, 2/01/24   | 1,749   |    | 1,749,000  |
| 5.75%, 1/15/25   | 1,770   |    | 1,778,939  |
| Dynegy, Inc., 6.75%, 11/01/19 (b)                                      | 2,195   |    | 2,293,775  |
| NRG REMA LLC, 9.68%, 7/02/26   | 1,130   |    | 1,226,050  |
| QEP Resources, Inc., 5.38%, 10/01/22                                   | 1,927   |    | 1,951,087  |
|  |         |    | 13,585,485 |
| <b>Insurance 5.3%</b>  |         |    |            |
| A-S Co-Issuer Subsidiary, Inc./A-S Merger Sub LLC, 7.88%, 12/15/20 (b) | 1,204   |    | 1,240,120  |
| American International Group, Inc., 6.40%, 12/15/20 (d)                | 8,710   |    | 10,451,225 |
| Aon Corp., 5.00%, 9/30/20 (d)  | 7,700   |    | 8,624,593  |
| Aon PLC, 4.25%, 12/12/42 (d)   | 6,500   |    | 6,253,611  |
| Forethought Financial Group, Inc., 8.63%, 4/15/21 (b)                  | 3,400   |    | 3,965,593  |
| Manulife Financial Corp., 4.90%, 9/17/20 (d)                           | 10,425  |    | 11,605,986 |
| MPL 2 Acquisition Canco, Inc., 9.88%, 8/15/18 (b)                      | 1,455   |    | 1,545,937  |
| The Northwestern Mutual Life Insurance Co., 6.06%, 3/30/40 (b)(d)      | 12,000  |    | 15,342,504 |
| Principal Financial Group, Inc., 8.88%, 5/15/19 (d)                    | 2,825   |    | 3,532,725  |
| Prudential Financial, Inc., 6.63%, 12/01/37 (d)                        | 10,000  |    | 13,008,100 |
| XLIT Ltd., 5.75%, 10/01/21 (d)   | 10,085  |    | 11,713,818 |
|  |         |    | 87,284,212 |
| <b>Internet Software &amp; Services 0.1%</b>                           |         |    |            |
| Netflix, Inc. (b):   |         |    |            |
| 5.50%, 2/15/22   | 563     |    | 592,558    |
| 5.88%, 2/15/25   | 339     |    | 361,035    |
|  |         |    | 953,593    |
| <b>IT Services 0.5%</b>  |         |    |            |
| Epicor Software Corp., 8.63%, 5/01/19                                  | 2,400   |    | 2,508,000  |
| First Data Corp. (b):  |         |    |            |
| 7.38%, 6/15/19   | 2,905   |    | 3,017,569  |
| 6.75%, 11/01/20  | 1,768   |    | 1,882,920  |
| 8.25%, 1/15/21   | 250     |    | 265,077    |
|  |         |    | 7,673,566  |
| <b>Life Sciences Tools &amp; Services 0.8%</b>                         |         |    |            |
| Life Technologies Corp., 6.00%, 3/01/20 (d)                            | 12,000  |    | 13,806,468 |
| <b>Media 6.2%</b>  |         |    |            |
| 21st Century Fox America, Inc., 6.15%, 3/01/37 (d)                     | 9,575   |    | 11,739,390 |
| A&E Television Networks LLC, 3.11%, 8/22/19                            | 5,000   |    | 5,038,000  |
| Altice Financing SA, 6.63%, 2/15/23 (b)                                | 1,313   |    | 1,352,390  |
| Altice Finco SA, 7.63%, 2/15/25 (b)                                    | 551     |    | 561,676    |
| Altice SA (b):   |         |    |            |
| 7.75%, 5/15/22   | 3,245   |    | 3,277,482  |
| 7.63%, 2/15/25   | 1,515   |    | 1,532,120  |



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|   |     |              |              |
|---|-----|--------------|--------------|
| <b>AMC Networks, Inc.:</b>  |     |              |              |
| 7.75%, 7/15/21  |     | 1,330        | 1,449,700    |
| 4.75%, 12/15/22   |     | 685          | 697,844      |
| Cinemark USA, Inc., 5.13%, 12/15/22   |     | 349          | 360,761      |
|   |     | <b>Par</b>   |              |
|   |     |              |              |
| <b>Corporate Bonds</b>  |     | <b>(000)</b> | <b>Value</b> |
| <b>Media (concluded)</b>  |     |              |              |
| Clear Channel Worldwide Holdings, Inc., 6.50%, 11/15/22                                 | USD | 10,205       | 10,764,207   |
| COX Communications, Inc., 8.38%, 3/01/39 (b)(d)   |     | 5,000        | 6,878,035    |
| CSC Holdings LLC, 8.63%, 2/15/19  |     | 4,005        | 4,638,190    |
| DIRECTV Holdings LLC/DIRECTV Financing Co., Inc., 5.00%, 3/01/21 (d)                    |     | 8,575        | 9,488,117    |
| DISH DBS Corp., 5.88%, 11/15/24   |     | 2,462        | 2,425,070    |
| Gray Television, Inc., 7.50%, 10/01/20  |     | 713          | 757,563      |
| Grupo Televisa SAB, 5.00%, 5/13/45 (d)  |     | 3,345        | 3,407,863    |
| <b>Intelsat Jackson Holdings SA:</b>  |     |              |              |
| 7.25%, 4/01/19  |     | 710          | 735,738      |
| 5.50%, 8/01/23  |     | 2,909        | 2,738,096    |
| The Interpublic Group of Cos., Inc., 3.75%, 2/15/23                                     |     | 6,025        | 6,173,691    |
| Live Nation Entertainment, Inc., 7.00%, 9/01/20 (b)                                     |     | 463          | 493,095      |
| NAI Entertainment Holdings/NAI Entertainment Holdings Finance Corp., 5.00%, 8/01/18 (b) |     | 1,471        | 1,518,808    |
| Numericable Group SA, 6.00%, 5/15/22 (b)  |     | 9,000        | 9,219,375    |
| <b>Outfront Media Capital LLC / Outfront Media Capital Corp.:</b>                       |     |              |              |
| 5.25%, 2/15/22  |     | 249          | 257,715      |
| 5.63%, 2/15/24  |     | 122          | 127,033      |
| Sirius XM Radio, Inc., 4.25%, 5/15/20 (b)   |     | 2,300        | 2,288,500    |
| <b>Time Warner Cable, Inc.:</b>   |     |              |              |
| 4.13%, 2/15/21  |     | 1,136        | 1,133,186    |
| 4.00%, 9/01/21  |     | 575          | 572,031      |
| 6.55%, 5/01/37  |     | 3,519        | 3,643,928    |
| Unitymedia Hessen GmbH & Co. KG/Unitymedia NRW GmbH, 5.50%, 1/15/23 (b)                 |     | 1,000        | 1,046,250    |
| <b>Univision Communications, Inc. (b):</b>  |     |              |              |
| 5.13%, 5/15/23  |     | 4,793        | 4,846,921    |
| 5.13%, 2/15/25  |     | 999          | 1,006,493    |
| Virgin Media Secured Finance PLC, 5.38%, 4/15/21 (b)                                    |     | 1,255        | 1,312,625    |
|   |     |              | 101,481,893  |
| <b>Metals &amp; Mining 3.1%</b>   |     |              |              |
| Alcoa, Inc., 5.13%, 10/01/24  |     | 2,451        | 2,641,989    |
| AngloGold Ashanti Holdings PLC, 5.13%, 8/01/22  |     | 5,000        | 4,819,235    |
| ArcelorMittal, 6.13%, 6/01/18   |     | 2,575        | 2,748,813    |
| Commercial Metals Co., 4.88%, 5/15/23   |     | 2,194        | 2,089,785    |
| <b>Constellium NV:</b>  |     |              |              |
| 4.63%, 5/15/21  | EUR | 490          | 530,114      |
| 5.75%, 5/15/24 (b)  | USD | 1,178        | 1,133,825    |
| Freeport-McMoRan Corp., 7.13%, 11/01/27 (d)   |     | 8,500        | 9,865,032    |
| <b>Freeport-McMoRan, Inc. (d):</b>  |     |              |              |
| 3.55%, 3/01/22  |     | 4,700        | 4,410,757    |
| 3.88%, 3/15/23  |     | 8,900        | 8,373,645    |
| Novelis, Inc., 8.75%, 12/15/20  |     | 3,285        | 3,506,737    |
| Peabody Energy Corp., 6.50%, 9/15/20  |     | 1,020        | 632,400      |
| Southern Copper Corp., 5.88%, 4/23/45   |     | 3,870        | 3,805,371    |
| <b>Steel Dynamics, Inc.:</b>  |     |              |              |
| 5.13%, 10/01/21 (b)   |     | 1,105        | 1,129,863    |
| 6.38%, 8/15/22  |     | 1,430        | 1,533,675    |
| 5.25%, 4/15/23  |     | 163          | 166,668      |
| Wise Metals Group LLC/Wise Alloys Finance Corp., 8.75%, 12/15/18 (b)                    |     | 2,785        | 3,014,762    |
|   |     |              | 50,402,671   |
| <b>Multi-Utilities 1.3%</b>   |     |              |              |
| <b>CenterPoint Energy, Inc. (d):</b>  |     |              |              |
| 5.95%, 2/01/17  |     | 9,000        | 9,727,110    |
| 6.50%, 5/01/18  |     | 9,675        | 10,970,057   |
|   |     |              | 20,697,167   |

See Notes to Financial Statements.



## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

|  | Par       |    | Value      |
|--|-----------|----|------------|
|  | (000)     |    |            |
| <b>Corporate Bonds</b>   |           |    |            |
| <b>Multiline Retail 0.2%</b>   |           |    |            |
| Dufry Finance SCA, 5.50%, 10/15/20 (b)                                     | USD 3,460 | \$ | 3,604,718  |
| <b>Offshore Drilling &amp; Other Services 0.1%</b>                         |           |    |            |
| Sensata Technologies BV (b):   |           |    |            |
| 5.63%, 11/01/24  | 695       |    | 741,913    |
| 5.00%, 10/01/25  | 1,418     |    | 1,464,085  |
|  |           |    | 2,205,998  |
| <b>Oil, Gas &amp; Consumable Fuels 15.3%</b>                               |           |    |            |
| Access Midstream Partners LP/ACMP Finance Corp.:                           |           |    |            |
| 6.13%, 7/15/22   | 1,668     |    | 1,793,100  |
| 4.88%, 5/15/23   | 343       |    | 347,998    |
| Anadarko Petroleum Corp., 6.38%, 9/15/17                                   | 75        |    | 83,341     |
| Antero Resources Finance Corp.:  |           |    |            |
| 6.00%, 12/01/20  | 750       |    | 765,938    |
| 5.38%, 11/01/21  | 649       |    | 655,490    |
| Berry Petroleum Co., 6.38%, 9/15/22  | 3,207     |    | 2,637,757  |
| Bonanza Creek Energy, Inc.:  |           |    |            |
| 6.75%, 4/15/21   | 1,145     |    | 1,165,037  |
| 5.75%, 2/01/23   | 1,555     |    | 1,512,237  |
| California Resources Corp.:  |           |    |            |
| 5.50%, 9/15/21   | 1,389     |    | 1,316,077  |
| 6.00%, 11/15/24  | 6,012     |    | 5,651,280  |
| Chesapeake Energy Corp.:   |           |    |            |
| 6.88%, 11/15/20  | 493       |    | 506,558    |
| 5.75%, 3/15/23   | 1,151     |    | 1,125,102  |
| Cimarex Energy Co., 4.38%, 6/01/24   | 527       |    | 533,588    |
| Concho Resources, Inc.:  |           |    |            |
| 5.50%, 10/01/22  | 226       |    | 229,978    |
| 5.50%, 4/01/23   | 1,995     |    | 2,022,431  |
| CONSOL Energy, Inc., 5.88%, 4/15/22  | 6,131     |    | 5,625,192  |
| Continental Resources, Inc.:   |           |    |            |
| 5.00%, 9/15/22   | 11,232    |    | 11,400,480 |
| 4.50%, 4/15/23   | 469       |    | 472,169    |
| Denbury Resources, Inc., 5.50%, 5/01/22                                    | 604       |    | 572,290    |
| El Paso LLC:   |           |    |            |
| 7.80%, 8/01/31   | 197       |    | 236,298    |
| 7.75%, 1/15/32   | 4,586     |    | 5,472,813  |
| El Paso Natural Gas Co. LLC, 8.63%, 1/15/22                                | 2,345     |    | 2,929,958  |
| El Paso Pipeline Partners Operating Co. LLC, 6.50%, 4/01/20                | 5,075     |    | 5,866,294  |
| Enbridge Energy Partners LP, 9.88%, 3/01/19 (d)                            | 6,000     |    | 7,517,556  |
| Energy Transfer Equity LP:   |           |    |            |
| 7.50%, 10/15/20  | 1,028     |    | 1,156,500  |
| 5.88%, 1/15/24   | 3,913     |    | 4,108,650  |
| Enterprise Products Operating LLC, Series N, 6.50%, 1/31/19 (d)            | 12,000    |    | 13,881,312 |
| EP Energy LLC/Everest Acquisition Finance, Inc., Series WI, 6.88%, 5/01/19 | 2,693     |    | 2,776,483  |
| Hilcorp Energy I LP/Hilcorp Finance Co., 5.00%, 12/01/24 (b)               | 5,105     |    | 4,951,850  |
| Kinder Morgan Energy Partners LP:  |           |    |            |
| 6.85%, 2/15/20 (d)   | 12,000    |    | 14,028,276 |
| 4.25%, 9/01/24   | 2,170     |    | 2,195,109  |
| 5.40%, 9/01/44   | 3,615     |    | 3,556,831  |
| Kinder Morgan, Inc.:   |           |    |            |
| 5.30%, 12/01/34  | 1,310     |    | 1,300,374  |
| 5.55%, 6/01/45   | 2,560     |    | 2,555,894  |
| Laredo Petroleum, Inc., 7.38%, 5/01/22                                     | 231       |    | 247,170    |
| Linn Energy LLC/Linn Energy Finance Corp.:                                 |           |    |            |
| 6.25%, 11/01/19  | 1,047     |    | 884,715    |
| 8.63%, 4/15/20   | 1,797     |    | 1,636,384  |

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|  |     |              |              |
|--|-----|--------------|--------------|
| 7.75%, 2/01/21   |     | 475          | 408,500      |
| Marathon Petroleum Corp., 3.50%, 3/01/16 (d)   |     | 4,600        | 4,691,880    |
| MarkWest Energy Partners LP/MarkWest Energy Finance Corp., 6.25%, 6/15/22                  |     | 1,369        | 1,447,717    |
|  |     | <b>Par</b>   |              |
|  |     | <b>(000)</b> | <b>Value</b> |
| <b>Corporate Bonds</b>   |     |              |              |
| <b>Oil, Gas &amp; Consumable Fuels (concluded)</b>   |     |              |              |
| MEG Energy Corp. (b):  |     |              |              |
| 6.50%, 3/15/21   | USD | 3,839        | 3,791,012    |
| 7.00%, 3/31/24   |     | 3,598        | 3,544,750    |
| Midcontinent Express Pipeline LLC, 6.70%, 9/15/19 (b)                                      |     | 3,500        | 3,780,000    |
| Newfield Exploration Co., 5.38%, 1/01/26   |     | 701          | 729,040      |
| Nexen, Inc., 6.40%, 5/15/37 (d)  |     | 4,615        | 5,661,973    |
| NGPL PipeCo LLC, 9.63%, 6/01/19 (b)  |     | 902          | 929,060      |
| Oasis Petroleum, Inc.:   |     |              |              |
| 7.25%, 2/01/19   |     | 915          | 933,758      |
| 6.50%, 11/01/21  |     | 1,025        | 1,030,125    |
| ONEOK Partners LP, 8.63%, 3/01/19 (d)  |     | 10,000       | 11,983,240   |
| Pacific Drilling SA, 5.38%, 6/01/20 (b)  |     | 613          | 519,518      |
| PDC Energy, Inc., 7.75%, 10/15/22  |     | 1,225        | 1,304,625    |
| Peabody Energy Corp.:  |     |              |              |
| 6.00%, 11/15/18  |     | 2,527        | 1,991,592    |
| 6.25%, 11/15/21 (d)  |     | 1,483        | 889,800      |
| Penn Virginia Resource Partners LP/Penn Virginia Resource Finance Corp. II, 8.38%, 6/01/20 |     | 2,221        | 2,434,771    |
| Petrobras International Finance Co. SA:  |     |              |              |
| 3.88%, 1/27/16   |     | 12,550       | 12,570,331   |
| 5.38%, 1/27/21   |     | 3,385        | 3,248,923    |
| Petroleos Mexicanos (d):   |     |              |              |
| 3.50%, 1/30/23   |     | 5,000        | 4,831,250    |
| 4.88%, 1/18/24   |     | 2,000        | 2,109,600    |
| Petroleum Geo-Services ASA, 7.38%, 12/15/18 (b)  |     | 3,980        | 3,711,350    |
| Pioneer Natural Resources Co., 6.88%, 5/01/18  |     | 1,665        | 1,885,160    |
| Range Resources Corp.:   |     |              |              |
| 5.00%, 8/15/22   |     | 32           | 32,480       |
| 5.00%, 3/15/23   |     | 75           | 76,125       |
| Regency Energy Partners LP/Regency Energy Finance Corp., 4.50%, 11/01/23                   |     | 4,351        | 4,470,652    |
| RHP Hotel Properties LP / RHP Finance Corp., 5.00%, 4/15/23 (b)                            |     | 607          | 614,588      |
| Rockies Express Pipeline LLC, 6.88%, 4/15/40 (b)   |     | 580          | 632,200      |
| Rosetta Resources, Inc., 5.63%, 5/01/21  |     | 3,448        | 3,452,310    |
| RSP Permian, Inc., 6.63%, 10/01/22 (b)   |     | 789          | 818,982      |
| Ruby Pipeline LLC, 6.00%, 4/01/22 (b)  |     | 10,000       | 10,840,740   |
| Sabine Pass Liquefaction LLC:  |     |              |              |
| 5.63%, 4/15/23   |     | 7,393        | 7,466,930    |
| 5.75%, 5/15/24   |     | 2,869        | 2,897,690    |
| Sabine Pass LNG LP, 7.50%, 11/30/16  |     | 5,965        | 6,360,181    |
| Sanchez Energy Corp., Series WI, 6.13%, 1/15/23  |     | 1,141        | 1,118,180    |
| SandRidge Energy, Inc.:  |     |              |              |
| 8.75%, 1/15/20   |     | 114          | 84,645       |
| 7.50%, 2/15/23   |     | 1,291        | 852,060      |
| Seventy Seven Energy, Inc., 6.50%, 7/15/22   |     | 469          | 268,503      |
| SM Energy Co., 6.50%, 1/01/23  |     | 322          | 338,100      |
| Summit Midstream Holdings LLC/Summit Midstream Finance Corp., 7.50%, 7/01/21               |     | 1,614        | 1,678,560    |
| Tesoro Logistics LP/Tesoro Logistics Finance Corp., 6.25%, 10/15/22 (b)                    |     | 1,519        | 1,612,039    |
| Ultra Petroleum Corp., 5.75%, 12/15/18 (b)   |     | 293          | 275,420      |
| Western Gas Partners LP, 5.38%, 6/01/21  |     | 5,125        | 5,703,556    |
| Whiting Petroleum Corp.:   |     |              |              |
| 5.00%, 3/15/19   |     | 3,019        | 3,011,452    |
| 5.75%, 3/15/21   |     | 1,171        | 1,187,839    |
| The Williams Cos., Inc.:   |     |              |              |
| 3.70%, 1/15/23   |     | 5,000        | 4,727,725    |
| 4.55%, 6/24/24   |     | 830          | 815,906      |
| 8.75%, 3/15/32   |     | 2,478        | 3,014,589    |
| 5.75%, 6/24/44   |     | 685          | 644,431      |
| WPX Energy, Inc., 5.25%, 9/15/24   |     | 856          | 789,660      |
|  |     |              | 251,932,028  |

See Notes to Financial Statements.



## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

|  | Par     | Value      |
|--|---------|------------|
|  | (000)   |            |
| <b>Corporate Bonds</b>   |         |            |
| <b>Paper &amp; Forest Products 2.0%</b>                          |         |            |
| Clearwater Paper Corp., 4.50%, 2/01/23                           | USD 532 | \$ 524,020 |
| International Paper Co. (d):                                     |         |            |
| 7.50%, 8/15/21   | 9,675   | 12,115,606 |
| 8.70%, 6/15/38   | 4,000   | 5,736,960  |
| 7.30%, 11/15/39  | 10,000  | 12,990,660 |
| Louisiana-Pacific Corp., 7.50%, 6/01/20                          | 2,130   | 2,268,450  |
|  |         | 33,635,696 |
| <b>Pharmaceuticals 3.6%</b>                                      |         |            |
| AbbVie, Inc., 2.90%, 11/06/22 (d)                                | 5,675   | 5,610,464  |
| Actavis Funding SCS:   |         |            |
| 3.45%, 3/15/22   | 4,610   | 4,684,092  |
| 3.85%, 6/15/24   | 6,000   | 6,108,000  |
| 3.80%, 3/15/25   | 1,650   | 1,667,780  |
| 4.75%, 3/15/45   | 1,450   | 1,465,862  |
| Endo Finance LLC/Endo Finco, Inc. (b):                           |         |            |
| 7.00%, 12/15/20  | 241     | 253,653    |
| 7.25%, 1/15/22   | 499     | 527,693    |
| 6.00%, 2/01/25   | 1,601   | 1,642,026  |
| Forest Laboratories, Inc. (b):                                   |         |            |
| 4.38%, 2/01/19   | 2,924   | 3,122,466  |
| 5.00%, 12/15/21  | 1,631   | 1,803,023  |
| Grifols Worldwide Operations Ltd., 5.25%, 4/01/22 (b)            | 1,613   | 1,649,292  |
| Mallinckrodt International Finance SA, 5.75%, 8/01/22 (b)        | 2,130   | 2,204,550  |
| Mallinckrodt International Finance SA / Mallinckrodt CB LLC (b): |         |            |
| 4.88%, 4/15/20   | 517     | 525,401    |
| 5.50%, 4/15/25   | 447     | 455,940    |
| Merck & Co., Inc., 6.50%, 12/01/33 (d)                           | 6,420   | 8,640,993  |
| Valeant Pharmaceuticals International (b):                       |         |            |
| 6.75%, 8/15/18   | 6,955   | 7,363,606  |
| 5.38%, 3/15/20   | 1,391   | 1,426,644  |
| 6.38%, 10/15/20  | 2,355   | 2,481,581  |
| 5.63%, 12/01/21  | 1,615   | 1,655,375  |
| 5.50%, 3/01/23   | 979     | 991,238    |
| 5.88%, 5/15/23   | 3,205   | 3,289,131  |
| 6.13%, 4/15/25   | 1,622   | 1,673,701  |
|  |         | 59,242,511 |
| <b>Professional Services 0.5%</b>                                |         |            |
| Ceridian HCM Holding, Inc., 11.00%, 3/15/21 (b)                  | 2,048   | 2,158,080  |
| The Dun & Bradstreet Corp., 3.25%, 12/01/17                      | 5,750   | 5,898,954  |
|  |         | 8,057,034  |
| <b>Real Estate Investment Trusts (REITs) 2.7%</b>                |         |            |
| AvalonBay Communities, Inc., 6.10%, 3/15/20 (d)                  | 10,000  | 11,620,380 |
| DDR Corp.:   |         |            |
| 4.75%, 4/15/18   | 2,140   | 2,298,621  |
| 7.88%, 9/01/20   | 2,650   | 3,283,186  |
| ERP Operating LP, 5.75%, 6/15/17 (d)                             | 10,000  | 10,914,180 |
| Felcor Lodging LP, 5.63%, 3/01/23                                | 999     | 1,038,960  |
| HCP, Inc., 5.38%, 2/01/21 (d)                                    | 3,450   | 3,879,891  |
| Host Hotels & Resorts LP, Series D, 3.75%, 10/15/23 (d)          | 3,600   | 3,613,727  |
| iStar Financial, Inc.:   |         |            |
| 4.00%, 11/01/17  | 825     | 813,986    |
| 5.00%, 7/01/19   | 580     | 577,825    |
| UDR, Inc., 4.25%, 6/01/18 (d)                                    | 5,225   | 5,589,078  |

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|   |             |              |              |
|---|-------------|--------------|--------------|
|   |             |              | 43,629,834   |
| <b>Real Estate Management &amp; Development</b>               | <b>0.6%</b> |              |              |
| Lennar Corp., 4.75%, 11/15/22                                 |             | 1,805        | 1,825,306    |
| Northwest Florida Timber Finance LLC, 4.75%, 3/04/29 (b)(d)   |             | 4,485        | 4,143,813    |
| Realty Group, 7.63%, 1/15/20 (b)(d)                           |             | 2,085        | 2,220,525    |
|   |             | <b>Par</b>   |              |
|   |             |              |              |
| <b>Corporate Bonds</b>  |             | <b>(000)</b> | <b>Value</b> |
| <b>Real Estate Management &amp; Development (concluded)</b>   |             |              |              |
| Realty Group LLC / Realty Co-Issuer Corp. (b):                |             |              |              |
| 4.50%, 4/15/19  | USD         | 803          | 816,731      |
| 5.25%, 12/01/21   |             | 344          | 351,740      |
|   |             |              | 9,358,115    |
| <b>Road &amp; Rail</b>  | <b>1.5%</b> |              |              |
| The Hertz Corp.:  |             |              |              |
| 4.25%, 4/01/18  |             | 983          | 997,745      |
| 6.75%, 4/15/19  |             | 1,167        | 1,207,600    |
| 5.88%, 10/15/20   |             | 925          | 941,188      |
| 7.38%, 1/15/21  |             | 310          | 326,275      |
| Norfolk Southern Corp., 6.00%, 3/15/05 (d)                    |             | 17,200       | 21,219,141   |
|   |             |              | 24,691,949   |
| <b>Semiconductors &amp; Semiconductor Equipment</b>           | <b>0.4%</b> |              |              |
| Micron Technology, Inc. (b):                                  |             |              |              |
| 5.25%, 1/15/24  |             | 1,190        | 1,178,100    |
| 5.50%, 2/01/25  |             | 3,590        | 3,572,050    |
| NXP BV/NXP Funding LLC, 5.75%, 2/15/21 (b)                    |             | 1,655        | 1,758,437    |
|   |             |              | 6,508,587    |
| <b>Software</b>   | <b>0.5%</b> |              |              |
| Infor US, Inc., 6.50%, 5/15/22 (b)                            |             | 2,425        | 2,491,688    |
| MSCI, Inc., 5.25%, 11/15/24 (b)                               |             | 587          | 610,480      |
| Nuance Communications, Inc., 5.38%, 8/15/20 (b)               |             | 4,435        | 4,479,350    |
|   |             |              | 7,581,518    |
| <b>Specialty Retail</b>                                       | <b>1.1%</b> |              |              |
| AutoNation, Inc., 6.75%, 4/15/18                              |             | 6,125        | 6,879,122    |
| L Brands, Inc., 7.00%, 5/01/20                                |             | 3,050        | 3,522,750    |
| Penske Automotive Group, Inc., 5.38%, 12/01/24                |             | 2,750        | 2,860,000    |
| VF Corp., 5.95%, 11/01/17 (d)                                 |             | 5,000        | 5,570,450    |
|   |             |              | 18,832,322   |
| <b>Textiles Apparel &amp; Shoes</b>                           | <b>0.1%</b> |              |              |
| Springs Industries, Inc., 6.25%, 6/01/21                      |             | 1,674        | 1,655,168    |
| <b>Textiles, Apparel &amp; Luxury Goods</b>                   | <b>0.1%</b> |              |              |
| Levi Strauss & Co., 5.00%, 5/01/25 (b)                        |             | 699          | 698,563      |
| The William Carter Co., 5.25%, 8/15/21                        |             | 1,406        | 1,458,725    |
|   |             |              | 2,157,288    |
| <b>Thrifts &amp; Mortgage Finance</b>                         | <b>0.1%</b> |              |              |
| Radian Group, Inc., 5.50%, 6/01/19                            |             | 1,378        | 1,446,900    |
| <b>Tobacco</b>  | <b>2.1%</b> |              |              |
| Altria Group, Inc., 10.20%, 2/06/39 (d)                       |             | 13,392       | 23,257,766   |
| Lorillard Tobacco Co., 3.50%, 8/04/16                         |             | 8,375        | 8,600,204    |
| Reynolds American, Inc.:                                      |             |              |              |
| 3.25%, 11/01/22   |             | 970          | 959,445      |
| 4.85%, 9/15/23  |             | 1,120        | 1,230,795    |
|   |             |              | 34,048,210   |
| <b>Trading Companies &amp; Distributors</b>                   | <b>0.4%</b> |              |              |
| Doric Nimrod Air Alpha Pass-Through Trust, Series 2013-1 (b): |             |              |              |
| Class A, 5.25%, 5/30/25                                       |             | 2,739        | 2,910,280    |
| Class B, 6.13%, 11/30/21                                      |             | 3,419        | 3,649,262    |
|   |             |              | 6,559,542    |

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### Transportation Infrastructure 0.9%

CEVA Group PLC (b):

|   |        |            |
|---|--------|------------|
| 4.00%, 5/01/18  | 3,310  | 3,028,650  |
| 7.00%, 3/01/21  | 1,067  | 1,053,662  |
| Penske Truck Leasing Co. LP/PTL Finance Corp., 4.88%, 7/11/22 (b) | 10,500 | 11,288,046 |

15,370,358

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2015

17



## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

|   |               | Par        |    | Value                |
|---|---------------|------------|----|----------------------|
|   |               | (000)      |    |                      |
| <b>Corporate Bonds</b>  |               |            |    |                      |
| <b>Wireless Telecommunication Services</b>  | <b>5.4%</b>   |            |    |                      |
| America Movil SAB de CV:  |               |            |    |                      |
| 2.38%, 9/08/16  |               | USD 12,495 | \$ | 12,694,045           |
| 3.13%, 7/16/22 (d)  |               | 1,275      |    | 1,291,652            |
| American Tower Corp.:   |               |            |    |                      |
| 4.50%, 1/15/18  |               | 6,500      |    | 6,955,208            |
| 5.05%, 9/01/20  |               | 500        |    | 551,537              |
| 5.90%, 11/01/21 (d)   |               | 3,770      |    | 4,310,501            |
| Crown Castle International Corp., 5.25%, 1/15/23  |               | 1,380      |    | 1,456,728            |
| Crown Castle Towers LLC (b):  |               |            |    |                      |
| 5.50%, 1/15/37  |               | 4,000      |    | 4,183,868            |
| 4.17%, 8/15/37  |               | 3,000      |    | 3,120,552            |
| 6.11%, 1/15/40  |               | 4,555      |    | 5,189,088            |
| Digicel Group Ltd. (b):   |               |            |    |                      |
| 8.25%, 9/30/20  |               | 2,615      |    | 2,697,111            |
| 7.13%, 4/01/22  |               | 825        |    | 781,172              |
| Digicel Ltd., 6.00%, 4/15/21 (b)  |               | 1,285      |    | 1,247,362            |
| SBA Tower Trust, 5.10%, 4/15/42 (b)   |               | 13,975     |    | 14,534,196           |
| Sprint Communications, Inc. (b):  |               |            |    |                      |
| 9.00%, 11/15/18   |               | 5,290      |    | 6,019,015            |
| 7.00%, 3/01/20  |               | 9,302      |    | 10,290,337           |
| Sprint Corp.:   |               |            |    |                      |
| 7.88%, 9/15/23  |               | 2,715      |    | 2,725,181            |
| 7.13%, 6/15/24  |               | 1,755      |    | 1,686,994            |
| T-Mobile USA, Inc.:   |               |            |    |                      |
| 6.63%, 4/28/21  |               | 2,680      |    | 2,827,400            |
| 6.73%, 4/28/22  |               | 2,495      |    | 2,629,106            |
| 6.00%, 3/01/23  |               | 580        |    | 591,049              |
| 6.84%, 4/28/23  |               | 1,405      |    | 1,485,787            |
| 6.38%, 3/01/25  |               | 1,845      |    | 1,894,797            |
|   |               |            |    | 89,162,686           |
| <b>Total Corporate Bonds</b>  | <b>109.2%</b> |            |    | <b>1,796,786,346</b> |
| <b>Foreign Agency Obligations</b>   |               |            |    |                      |
| Brazilian Government International Bond, 5.00%, 1/27/45   |               | 5,000      |    | 4,687,500            |
| Indonesia Government International Bond, 5.88%, 1/15/24 (b)   |               | 4,400      |    | 5,054,500            |
| Mexico Government International Bond, 4.75%, 3/08/44  |               | 2,300      |    | 2,361,525            |
| <b>Total Foreign Agency Obligations</b>   | <b>0.7%</b>   |            |    | <b>12,103,525</b>    |
| <b>Municipal Bonds</b>  |               |            |    |                      |
| City of Chicago Illinois, Refunding ARB, O Hare International Airport, General 3rd Lien,<br>Build America Bonds, Series B, 6.85%, 1/01/38 |               | 5,000      |    | 5,665,200            |
| Metropolitan Transportation Authority (NY), RB, Build America Bonds, Series B-1, 6.55%,<br>11/15/31                                       |               | 10,000     |    | 13,233,300           |
| <b>Total Municipal Bonds</b>  | <b>1.1%</b>   |            |    | <b>18,898,500</b>    |
| <b>U.S. Government Sponsored Agency Securities</b>  |               |            |    |                      |
| <b>Agency Obligations</b>   | <b>0.2%</b>   |            |    |                      |
| Fannie Mae, 0.00%, 10/09/19 (d)(j)  |               | 3,945      |    | 3,622,484            |
| <b>U.S. Treasury Obligations</b>  |               | <b>Par</b> |    | <b>Value</b>         |

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|  |             | (000)  |                   |
|--|-------------|--------|-------------------|
| <b>U.S. Treasury Bonds (d):</b>        |             |        |                   |
| 3.38%, 5/15/44                         | USD         | 8,650  | 9,751,526         |
| 3.00%, 11/15/44                        |             | 1,075  | 1,131,186         |
| 2.50%, 2/15/45                         |             | 40,830 | 38,788,500        |
| <b>U.S. Treasury Notes (d):</b>        |             |        |                   |
| 1.50%, 5/31/19                         |             | 1,898  | 1,915,200         |
| 1.63%, 6/30/19                         |             | 750    | 760,195           |
| 1.63%, 7/31/19                         |             | 1,235  | 1,250,823         |
| 1.25%, 1/31/20                         |             | 1,180  | 1,171,058         |
| 2.38%, 8/15/24                         |             | 5,915  | 6,092,450         |
| <b>Total U.S. Treasury Obligations</b> | <b>3.7%</b> |        | <b>60,860,938</b> |

**Preferred Securities**

**Capital Trusts**

|   |  |        |            |
|---|--|--------|------------|
| <b>Banks 2.9%</b>                         |  |        |            |
| BNP Paribas SA, 7.20% (a)(b)(d)(e)        |  | 5,000  | 6,012,500  |
| Credit Agricole SA, 8.38% (a)(b)(e)       |  | 5,000  | 5,908,750  |
| Credit Suisse Group AG, 7.50% (a)(b)(e)   |  | 3,250  | 3,477,500  |
| HSBC Capital Funding LP, 10.18% (a)(b)(e) |  | 11,835 | 18,048,375 |
| HSBC Holdings PLC, 6.38% (a)(e)           |  | 4,695  | 4,847,587  |
| Nordea Bank AB, 6.13% (a)(b)(e)           |  | 5,540  | 5,740,825  |
| <b>Wells Fargo &amp; Co. (a)(e):</b>      |  |        |            |
| Series S, 5.90%                           |  | 1,090  | 1,141,775  |
| Series U, 5.88%                           |  | 2,655  | 2,817,619  |
|   |  |        | 47,994,931 |

**Capital Markets 2.0%**

|   |  |        |            |
|---|--|--------|------------|
| Ameriprise Financial, Inc., 7.52%, 6/01/66 (a)        |  | 3,000  | 3,105,000  |
| The Goldman Sachs Group, Inc., Series L, 5.70% (a)(e) |  | 2,950  | 2,964,750  |
| <b>Morgan Stanley (a)(e):</b>                         |  |        |            |
| Series H, 5.45%                                       |  | 2,200  | 2,216,500  |
| Series J, 5.55%                                       |  | 6,530  | 6,562,650  |
| State Street Capital Trust IV, 1.27%, 6/15/37 (a)     |  | 20,845 | 17,926,700 |
|   |  |        | 32,775,600 |

**Consumer Finance 0.3%**

|  |  |       |           |
|--|--|-------|-----------|
| American Express Co., Series C, 4.90% (a)(e) |  | 4,510 | 4,450,806 |
|--|--|-------|-----------|

**Diversified Financial Services 4.3%**

|   |  |        |            |
|---|--|--------|------------|
| <b>Bank of America Corp. (a)(e):</b>          |  |        |            |
| Series AA, 6.10%                              |  | 5,640  | 5,752,800  |
| Series K, 8.00%                               |  | 2,420  | 2,586,375  |
| Series M, 8.13%                               |  | 950    | 1,026,000  |
| Series U, 5.20%                               |  | 5,785  | 5,560,831  |
| Barclays PLC, 6.63% (a)(e)                    |  | 4,885  | 4,843,004  |
| <b>Citigroup, Inc. (a)(e):</b>                |  |        |            |
| 5.90%   |  | 2,210  | 2,227,956  |
| 5.95%   |  | 7,000  | 6,962,809  |
| <b>General Electric Capital Corp. (a)(e):</b> |  |        |            |
| Series B, 6.25% (d)                           |  | 9,100  | 10,237,500 |
| Series C, 5.25%                               |  | 1,200  | 1,278,000  |
| <b>JPMorgan Chase &amp; Co. (a)(e):</b>       |  |        |            |
| Series I, 7.90%                               |  | 3,650  | 3,887,250  |
| Series Q, 5.15%                               |  | 4,000  | 3,877,500  |
| Series R, 6.00% (d)                           |  | 14,130 | 14,518,575 |
| Series S, 6.75%                               |  | 7,775  | 8,492,633  |
|   |  |        | 71,251,233 |

**Electric Utilities 0.5%**

|   |  |       |           |
|---|--|-------|-----------|
| PPL Capital Funding, Inc., Series A, 6.70%, 3/30/67 (a) |  | 8,300 | 7,680,405 |
|---|--|-------|-----------|

**Insurance 7.3%**

|  |  |        |            |
|--|--|--------|------------|
| ACE Capital Trust II, 9.70%, 4/01/30 (d) |  | 7,000  | 10,521,000 |
| The Allstate Corp., 6.50%, 5/15/67 (a)   |  | 10,400 | 12,110,800 |

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See Notes to Financial Statements.

18

SEMI-ANNUAL REPORT

APRIL 30, 2015

## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

|   | Par           |              | Value        |
|---|---------------|--------------|--------------|
|   | (000)         |              |              |
| <b>Capital Trusts</b>   |               |              |              |
| <b>Insurance (concluded)</b>  |               |              |              |
| American International Group, Inc., 8.18%, 5/15/68 (a)                      | USD 3,755     |              | \$ 5,200,675 |
| AXA SA (a)(b)(e):   |               |              |              |
| 6.38%   | 4,900         |              | 5,494,125    |
| 6.46%   | 6,000         |              | 6,363,600    |
| Bank One Capital III, 8.75%, 9/01/30 (d)                                    | 2,000         |              | 2,927,748    |
| The Chubb Corp., 6.38%, 3/29/67 (a)(d)                                      | 7,400         |              | 7,844,000    |
| Equitable of Iowa Cos. Capital Trust II, Series B, 8.42%, 4/01/27           | 5,000         |              | 6,004,070    |
| Farmers Exchange Capital II, 6.15%, 11/01/53 (a)(b)                         | 4,890         |              | 5,487,524    |
| Great-West Life & Annuity Insurance Capital LP II, 7.15%, 5/16/46 (a)(b)(d) | 500           |              | 514,375      |
| Hartford Financial Services Group, Inc., 8.13%, 6/15/68 (a)                 | 5,050         |              | 5,711,550    |
| ING US, Inc., 5.65%, 5/15/53 (a)  | 4,750         |              | 4,975,625    |
| Liberty Mutual Group, Inc., 10.75%, 6/15/88 (a)(b)                          | 8,325         |              | 12,737,250   |
| MetLife, Inc., 6.40%, 12/15/36 (d)  | 9,775         |              | 11,510,062   |
| Reinsurance Group of America, Inc., 6.75%, 12/15/65 (a)                     | 12,000        |              | 11,520,000   |
| Swiss Re Capital I LP, 6.85% (a)(b)(e)                                      | 4,450         |              | 4,650,250    |
| ZFS Finance USA Trust II, 6.45%, 12/15/65 (a)(b)(d)                         | 6,800         |              | 7,078,800    |
|   |               |              | 120,651,454  |
| <b>Multi-Utilities 0.3%</b>   |               |              |              |
| Dominion Resources, Inc., 7.50%, 6/30/66 (a)                                | 4,400         |              | 4,459,840    |
| <b>Oil, Gas &amp; Consumable Fuels 1.3%</b>                                 |               |              |              |
| Enterprise Products Operating LLC (a):                                      |               |              |              |
| 7.00%, 6/01/67  | 2,500         |              | 2,537,500    |
| Series A, 8.38%, 8/01/66  | 9,325         |              | 9,909,678    |
| TransCanada PipeLines Ltd., 6.35%, 5/15/67 (a)                              | 9,400         |              | 9,071,000    |
|   |               |              | 21,518,178   |
| <b>Real Estate Investment Trusts (REITs) 0.6%</b>                           |               |              |              |
| Sovereign Real Estate Investment Trust, 12.00% (b)(e)                       | 7,000         |              | 9,152,500    |
| <b>Road &amp; Rail 0.4%</b>   |               |              |              |
| BNSF Funding Trust I, 6.61%, 12/15/55 (a)                                   | 6,125         |              | 6,974,844    |
| <b>Total Capital Trusts 19.9%</b>   |               |              | 326,909,791  |
| <b>Preferred Stocks</b>   | <b>Shares</b> |              |              |
| <b>Banks 0.9%</b>   |               |              |              |
| Wells Fargo & Co., 5.85% (a)(e)   | 550,500       |              | 14,483,655   |
| <b>Capital Markets 0.7%</b>   |               |              |              |
| The Goldman Sachs Group, Inc., Series J, 5.50% (a)(e)                       | 162,450       |              | 4,035,258    |
| SCE Trust III, 5.75% (a)(e)   | 31,650        |              | 859,298      |
| State Street Corp., Series D, 5.90% (a)(e)                                  | 220,495       |              | 5,937,930    |
|   |               |              | 10,832,486   |
| <b>Preferred Stocks</b>   | <b>Shares</b> | <b>Value</b> |              |
| <b>Consumer Finance 0.0%</b>  |               |              |              |
| Ally Financial, Inc., Series A, 8.50% (a)(e)                                | 24,509        | \$           | 649,489      |
| <b>Diversified Financial Services 0.8%</b>                                  |               |              |              |
| Citigroup, Inc., Series K, 6.88% (a)(e)                                     | 488,320       |              | 13,292,070   |
| <b>Electric Utilities 0.1%</b>  |               |              |              |
| Entergy Louisiana LLC, 5.25%  | 90,000        |              | 2,264,400    |
| <b>Insurance 0.2%</b>   |               |              |              |
| The Allstate Corp., Series E, 6.63% (e)                                     | 125,000       |              | 3,385,000    |
| <b>Machinery 0.1%</b>   |               |              |              |
| Stanley Black & Decker, Inc., 6.25% (k)                                     | 11,107        |              | 1,297,964    |

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|  |                |           |                  |
|--|----------------|-----------|------------------|
| <b>Media</b>   | <b>0.4%</b>    |           |                  |
| NBCUniversal Enterprise, Inc., 5.25% (b)(e)                            |                | 5,600     | 5,908,000        |
| <b>Real Estate Investment Trusts (REITs)</b>                           | <b>0.2%</b>    |           |                  |
| Ventas Realty LP/Ventas Capital Corp., 5.45%                           |                | 75,000    | 1,875,750        |
| Vornado Realty Trust, Series K, 5.70% (e)                              |                | 50,000    | 1,225,000        |
|  |                |           | 3,100,750        |
| <b>Wireless Telecommunication Services</b>                             | <b>1.1%</b>    |           |                  |
| Centaur Funding Corp., 9.08% (b)                                       |                | 15,143    | 18,890,892       |
| <b>Total Preferred Stocks</b>  | <b>4.5%</b>    |           | 74,104,706       |
| <b>Trust Preferred</b>   |                |           |                  |
| <b>Diversified Financial Services</b>                                  | <b>0.5%</b>    |           |                  |
| GMAC Capital Trust I, Series 2, 8.13%, 2/15/40 (a)                     |                | 300,141   | 7,758,999        |
| <b>Total Preferred Securities</b>                                      | <b>24.9%</b>   |           | 408,773,496      |
| <b>Total Long-Term Investments</b>                                     |                |           |                  |
| (Cost \$2,245,807,858)   | 145.5%         |           | 2,394,911,477    |
| <b>Short-Term Securities</b>   |                |           |                  |
| BlackRock Liquidity Funds, TempFund, Institutional Class, 0.08% (1)(m) |                | 2,496,572 | 2,496,572        |
| <b>Total Short-Term Securities</b>                                     |                |           | 2,496,572        |
| (Cost \$2,496,572)   | 0.2%           |           | 2,496,572        |
| <b>Options Purchased</b>   |                |           |                  |
| (Cost \$13,186,335)  | 0.3%           |           | 4,565,541        |
| <b>Total Investments Before Options Written</b>                        |                |           |                  |
| (Cost \$2,261,490,765)   | 146.0%         |           | 2,401,973,590    |
| <b>Options Written</b>   |                |           |                  |
| (Premiums Received \$7,454,970)  | (0.0)%         |           | (807,635)        |
| <b>Total Investments, Net of Options Written</b>                       |                |           |                  |
| (Cost \$2,254,035,795)   | 146.0%         |           | 2,401,165,955    |
| <b>Liabilities in Excess of Other Assets</b>                           | <b>(46.0)%</b> |           | (755,972,144)    |
| <b>Net Assets</b>  | <b>100.0%</b>  |           | \$ 1,645,193,811 |

See Notes to Financial Statements.

## Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

## Notes to Schedule of Investments

- (a) Variable rate security. Rate shown is as of report date.
- (b) Security exempt from registration pursuant to Rule 144A under the Securities Act of 1933, as amended. These securities may be resold in transactions exempt from registration to qualified institutional investors.
- (c) Represents a payment-in-kind security which may pay interest/dividends in additional par/shares and/or in cash. Rates shown are the current rate and possible payment rates.
- (d) All or a portion of security has been pledged as collateral in connection with outstanding reverse repurchase agreements.
- (e) Security is perpetual in nature and has no stated maturity date.
- (f) Non-income producing security.
- (g) Issuer filed for bankruptcy and/or is in default of principal and/or interest payments.
- (h) Represents a step-up bond that pays an initial coupon rate for the first period and then a higher coupon rate for the following periods. Rate shown is as of report date.
- (i) When-issued security. Unsettled when-issued transactions were as follows:

| Counterparty                       | Value        | Unrealized<br>Appreciation |
|------------------------------------|--------------|----------------------------|
| Credit Suisse Securities (USA) LLC | \$ 1,892,975 | \$ 27,975                  |

- (j) Zero-coupon bond.
- (k) Convertible security.
- (l) During the six months ended April 30, 2015, investments in issuers considered to be an affiliate of the Trust for purposes of Section 2(a)(3) of the 1940 Act, were as follows:

| Affiliate | Shares Held<br>at October 31,<br>2014 | Net<br>Activity | Shares Held<br>at April 30,<br>2015 | Income |
|-----------|---------------------------------------|-----------------|-------------------------------------|--------|
|-----------|---------------------------------------|-----------------|-------------------------------------|--------|

## Edgar Filing: BlackRock Multi-Sector Income Trust - Form N-CSRS

|  |           |             |           |          |
|--|-----------|-------------|-----------|----------|
| BlackRock Liquidity Funds, TempFund, Institutional Class | 4,283,291 | (1,786,719) | 2,496,572 | \$ 2,607 |
|--|-----------|-------------|-----------|----------|

(m) Represents the current yield as of report date.

For Trust compliance purposes, the Trust's industry classifications refer to any one or more of the industry sub-classifications used by one or more widely recognized market indexes or ratings group indexes, and/or as defined by the investment advisor. These definitions may not apply for purposes of this report, which may combine such industry subclassifications for reporting ease.

As of April 30, 2015, reverse repurchase agreements outstanding were as follows:

| Counterparty             | Interest Rate | Trade Date | Maturity Date <sup>1</sup> | Face Value | Face Value Including Accrued Interest |
|--------------------------|---------------|------------|----------------------------|------------|---------------------------------------|
| UBS Securities LLC       | 0.32%         | 2/5/14     | Open                       | \$ 956,709 | \$ 960,562                            |
| UBS Securities LLC       | 0.33%         | 2/10/14    | Open                       | 6,197,000  | 6,222,222                             |
| Barclays Capital, Inc.   | 0.35%         | 2/28/14    | Open                       | 7,944,000  | 7,976,979                             |
| UBS Securities LLC       | 0.30%         | 5/8/14     | Open                       | 9,646,000  | 9,674,777                             |
| UBS Securities LLC       | (0.50)%       | 5/13/14    | Open                       | 2,016,000  | 2,006,144                             |
| UBS Securities LLC       | 0.32%         | 5/13/14    | Open                       | 2,182,000  | 2,188,827                             |
| UBS Securities LLC       | 0.32%         | 5/13/14    | Open                       | 7,149,000  | 7,171,368                             |
| UBS Securities LLC       | 0.32%         | 5/13/14    | Open                       | 8,649,000  | 8,676,062                             |
| UBS Securities LLC       | 0.34%         | 5/13/14    | Open                       | 10,604,000 | 10,639,252                            |
| UBS Securities LLC       | 0.34%         | 5/13/14    | Open                       | 683,000    | 685,271                               |
| UBS Securities LLC       | 0.34%         | 5/13/14    | Open                       | 5,229,000  | 5,246,384                             |
| UBS Securities LLC       | 0.34%         | 5/13/14    | Open                       | 4,668,000  | 4,683,519                             |
| UBS Securities LLC       | 0.34%         | 5/13/14    | Open                       | 1,256,000  | 1,260,176                             |
| UBS Securities LLC       | 0.35%         | 5/13/14    | Open                       | 6,046,000  | 6,066,691                             |
| UBS Securities LLC       | 0.35%         | 5/13/14    | Open                       | 1,115,000  | 1,118,816                             |
| UBS Securities LLC       | 0.35%         | 5/13/14    | Open                       | 6,061,000  | 6,081,742                             |
| UBS Securities LLC       | 0.35%         | 5/13/14    | Open                       | 5,546,000  | 5,564,980                             |
| UBS Securities LLC       | 0.35%         | 5/13/14    | Open                       | 3,255,000  | 3,266,139                             |
| UBS Securities LLC       | 0.35%         | 5/13/14    | Open                       | 23,285,000 | 23,364,686                            |
| UBS Securities LLC       | 0.35%         | 5/13/14    | Open                       | 11,160,000 | 11,198,192                            |
| UBS Securities LLC       | 0.35%         | 5/13/14    | Open                       | 10,880,000 | 10,917,234                            |
| Barclays Capital, Inc.   | 0.35%         | 5/14/14    | Open                       | 11,233,000 | 11,297,618                            |
| Barclays Capital, Inc.   | 0.35%         | 5/14/14    | Open                       | 6,234,000  | 6,261,352                             |
| Barclays Capital, Inc.   | 0.35%         | 5/14/14    | Open                       | 1,213,000  | 1,219,860                             |
| Barclays Capital, Inc.   | 0.35%         | 5/14/14    | Open                       | 2,791,000  | 2,807,327                             |
| RBC Capital Markets, LLC | 0.34%         | 5/28/14    | Open                       | 6,960,000  | 6,982,218                             |
| RBC Capital Markets, LLC | 0.34%         | 5/30/14    | Open                       | 3,510,000  | 3,521,138                             |
| Barclays Capital, Inc.   | (1.75)%       | 6/25/14    | Open                       | 1,319,870  | 1,299,980                             |
| RBC Capital Markets, LLC | 0.34%         | 6/26/14    | Open                       | 13,680,000 | 13,719,923                            |

See Notes to Financial Statements.

## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

As of April 30, 2015, reverse repurchase agreements outstanding were as follows (continued):

| Counterparty                                | Interest Rate | Trade Date | Maturity Date <sup>1</sup> | Face Value   | Face Value Including Accrued Interest |
|---|---------------|------------|----------------------------|--------------|---------------------------------------|
| RBC Capital Markets, LLC                    | 0.34%         | 6/30/14    | Open                       | \$ 3,324,750 | \$ 3,334,327                          |
| Barclays Capital, Inc.                      | 0.40%         | 7/1/14     | Open                       | 10,010,000   | 10,043,353                            |
| BNP Paribas Securities Corp.                | 0.39%         | 7/7/14     | Open                       | 8,155,000    | 8,177,875                             |
| BNP Paribas Securities Corp.                | 0.39%         | 7/7/14     | Open                       | 12,217,000   | 12,251,269                            |
| BNP Paribas Securities Corp.                | 0.39%         | 7/7/14     | Open                       | 5,672,000    | 5,688,378                             |
| BNP Paribas Securities Corp.                | 0.16%         | 7/28/14    | Open                       | 1,886,138    | 1,887,153                             |
| HSBC Securities (USA) Inc.                  | 0.40%         | 7/31/14    | Open                       | 11,957,143   | 11,993,546                            |
| Merrill Lynch, Pierce, Fenner & Smith, Inc. | 0.16%         | 7/31/14    | Open                       | 8,833,813    | 8,839,547                             |
| Merrill Lynch, Pierce, Fenner & Smith, Inc. | 0.18%         | 8/8/14     | Open                       | 1,235,000    | 1,236,643                             |
| BNP Paribas Securities Corp.                | 0.39%         | 8/12/14    | Open                       | 4,625,000    | 4,638,031                             |
| BNP Paribas Securities Corp.                | 0.39%         | 8/12/14    | Open                       | 2,035,000    | 2,040,622                             |
| RBC Capital Markets, LLC                    | 0.34%         | 9/11/14    | Open                       | 10,797,300   | 10,820,958                            |
| RBC Capital Markets, LLC                    | 0.16%         | 9/18/14    | Open                       | 5,092,687    | 5,095,552                             |
| BNP Paribas Securities Corp.                | 0.39%         | 9/23/14    | Open                       | 5,162,000    | 5,173,041                             |
| BNP Paribas Securities Corp.                | 0.39%         | 9/23/14    | Open                       | 4,782,000    | 4,792,228                             |
| RBC Capital Markets, LLC                    | 0.34%         | 9/30/14    | Open                       | 10,459,250   | 10,480,291                            |
| Barclays Capital, Inc.                      | 0.40%         | 10/7/14    | Open                       | 13,545,000   | 13,576,003                            |
| BNP Paribas Securities Corp.                | 0.39%         | 10/7/14    | Open                       | 11,991,000   | 12,015,015                            |
| BNP Paribas Securities Corp.                | 0.39%         | 10/7/14    | Open                       | 7,463,000    | 7,477,947                             |
| BNP Paribas Securities Corp.                | 0.33%         | 10/28/14   | Open                       | 5,630,000    | 5,639,496                             |
| BNP Paribas Securities Corp.                | 0.33%         | 10/28/14   | Open                       | 5,381,000    | 5,390,076                             |
| BNP Paribas Securities Corp.                | 0.34%         | 10/28/14   | Open                       | 9,428,000    | 9,444,384                             |
| BNP Paribas Securities Corp.                | 0.34%         | 10/28/14   | Open                       | 11,100,000   | 11,119,289                            |
| BNP Paribas Securities Corp.                | 0.34%         | 10/28/14   | Open                       | 15,615,000   | 15,642,135                            |
| BNP Paribas Securities Corp.                | 0.34%         | 10/28/14   | Open                       | 5,034,000    | 5,042,748                             |
| BNP Paribas Securities Corp.                | 0.34%         | 10/28/14   | Open                       | 3,288,000    | 3,293,714                             |
| BNP Paribas Securities Corp.                | 0.34%         | 10/28/14   | Open                       | 2,966,000    | 2,971,154                             |
| Barclays Capital, Inc.                      | 0.35%         | 10/29/14   | Open                       | 734,000      | 754,796                               |
| Barclays Capital, Inc.                      | 0.35%         | 10/29/14   | Open                       | 9,152,000    | 9,173,182                             |
| Barclays Capital, Inc.                      | 0.35%         | 10/29/14   | Open                       | 2,514,000    | 2,535,568                             |
| Barclays Capital, Inc.                      | 0.35%         | 10/29/14   | Open                       | 4,668,000    | 4,689,955                             |
| Barclays Capital, Inc.                      | 0.35%         | 10/29/14   | Open                       | 4,956,000    | 4,978,341                             |
| Barclays Capital, Inc.                      | 0.35%         | 10/29/14   | Open                       | 4,995,000    | 5,017,727                             |
| Barclays Capital, Inc.                      | 0.35%         | 10/29/14   | Open                       | 5,182,000    | 5,205,114                             |
| RBC Capital Markets, LLC                    | 0.34%         | 10/30/14   | Open                       | 3,480,000    | 3,485,982                             |
| RBC Capital Markets, LLC                    | 0.34%         | 10/30/14   | Open                       | 3,389,025    | 3,394,850                             |
| RBC Capital Markets, LLC                    | 0.34%         | 10/30/14   | Open                       | 8,162,000    | 8,176,030                             |
| RBC Capital Markets, LLC                    | 0.34%         | 11/10/14   | Open                       | 10,449,000   | 10,465,974                            |
| BNP Paribas Securities Corp.                | 0.39%         | 12/2/14    | Open                       | 4,412,000    | 4,418,250                             |
| RBC Capital Markets, LLC                    | 0.34%         | 12/10/14   | Open                       | 4,450,875    | 4,456,844                             |
| RBC Capital Markets, LLC                    | 0.34%         | 12/10/14   | Open                       | 7,410,000    | 7,419,938                             |
| RBC Capital Markets, LLC                    | 0.34%         | 12/18/14   | Open                       | 7,965,500    | 7,975,506                             |
| RBC Capital Markets, LLC                    | 0.34%         | 12/18/14   | Open                       | 11,093,500   | 11,107,435                            |
| RBC Capital Markets, LLC                    | 0.34%         | 12/18/14   | Open                       | 10,625,000   | 10,638,346                            |
| RBC Capital Markets, LLC                    | 0.34%         | 12/18/14   | Open                       | 22,230,720   | 22,258,644                            |
| RBC Capital Markets, LLC                    | 0.34%         | 12/18/14   | Open                       | 6,870,375    | 6,879,005                             |
| RBC Capital Markets, LLC                    | 0.34%         | 12/18/14   | Open                       | 17,700,000   | 17,722,233                            |
| RBC Capital Markets, LLC                    | 0.34%         | 12/18/14   | Open                       | 8,896,562    | 8,907,737                             |
| RBC Capital Markets, LLC                    | 0.34%         | 12/18/14   | Open                       | 18,040,500   | 18,063,161                            |
| BNP Paribas Securities Corp.                | 0.45%         | 12/19/14   | Open                       | 10,280,000   | 10,297,091                            |
| BNP Paribas Securities Corp.                | 0.45%         | 12/19/14   | Open                       | 7,373,000    | 7,385,258                             |
| Credit Suisse Securities (USA) LLC          | 0.40%         | 12/19/14   | Open                       | 528,000      | 528,883                               |
| Credit Suisse Securities (USA) LLC          | 0.40%         | 12/19/14   | Open                       | 556,000      | 556,907                               |



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|                                    |       |          |      |           |           |
|------------------------------------|-------|----------|------|-----------|-----------|
| Credit Suisse Securities (USA) LLC | 0.40% | 12/19/14 | Open | 474,000   | 474,773   |
| Credit Suisse Securities (USA) LLC | 0.40% | 12/19/14 | Open | 4,189,000 | 4,196,563 |
| Credit Suisse Securities (USA) LLC | 0.40% | 12/19/14 | Open | 3,197,000 | 3,202,772 |
| Credit Suisse Securities (USA) LLC | 0.40% | 12/19/14 | Open | 4,926,000 | 4,934,894 |
| Credit Suisse Securities (USA) LLC | 0.40% | 12/19/14 | Open | 2,287,000 | 2,291,129 |
| Credit Suisse Securities (USA) LLC | 0.40% | 12/19/14 | Open | 3,627,000 | 3,633,549 |
| Credit Suisse Securities (USA) LLC | 0.40% | 12/19/14 | Open | 2,740,000 | 2,744,947 |
| Credit Suisse Securities (USA) LLC | 0.40% | 12/19/14 | Open | 2,028,000 | 2,031,662 |
| Credit Suisse Securities (USA) LLC | 0.40% | 12/19/14 | Open | 6,719,000 | 6,731,132 |
| Credit Suisse Securities (USA) LLC | 0.40% | 12/19/14 | Open | 873,000   | 874,576   |

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2015

21

## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

As of April 30, 2015, reverse repurchase agreements outstanding were as follows (concluded):

| Counterparty                       | Interest Rate | Trade Date | Maturity Date <sup>1</sup> | Face Value            | Face Value Including Accrued Interest |
|------------------------------------|---------------|------------|----------------------------|-----------------------|---------------------------------------|
| Credit Suisse Securities (USA) LLC | 0.40%         | 12/19/14   | Open                       | \$ 3,411,000          | \$ 3,417,159                          |
| Credit Suisse Securities (USA) LLC | 0.40%         | 12/19/14   | Open                       | 6,940,000             | 6,952,531                             |
| Credit Suisse Securities (USA) LLC | 0.40%         | 12/19/14   | Open                       | 8,972,000             | 8,988,199                             |
| Credit Suisse Securities (USA) LLC | 0.40%         | 12/19/14   | Open                       | 7,344,000             | 7,357,260                             |
| Credit Suisse Securities (USA) LLC | 0.40%         | 12/19/14   | Open                       | 1,223,000             | 1,225,208                             |
| Credit Suisse Securities (USA) LLC | 0.40%         | 12/19/14   | Open                       | 3,657,000             | 3,663,603                             |
| Credit Suisse Securities (USA) LLC | 0.40%         | 12/19/14   | Open                       | 4,083,000             | 4,090,372                             |
| Credit Suisse Securities (USA) LLC | 0.40%         | 12/19/14   | Open                       | 6,627,000             | 6,638,965                             |
| Credit Suisse Securities (USA) LLC | 0.40%         | 12/19/14   | Open                       | 3,954,000             | 3,961,139                             |
| Credit Suisse Securities (USA) LLC | 0.40%         | 12/19/14   | Open                       | 1,203,000             | 1,205,172                             |
| RBC Capital Markets, LLC           | 0.34%         | 12/19/14   | Open                       | 7,710,000             | 7,719,685                             |
| UBS Securities LLC                 | 0.40%         | 12/19/14   | Open                       | 9,435,000             | 9,448,943                             |
| Credit Suisse Securities (USA) LLC | 0.50%         | 12/19/14   | Open                       | 3,368,000             | 3,374,081                             |
| RBC Capital Markets, LLC           | 0.39%         | 2/27/15    | Open                       | 3,990,000             | 3,992,723                             |
| RBC Capital Markets, LLC           | 0.39%         | 3/2/15     | Open                       | 6,045,000             | 6,048,929                             |
| Deutsche Bank Securities, Inc.     | 0.04%         | 3/5/15     | Open                       | 1,148,906             | 1,148,960                             |
| Deutsche Bank Securities, Inc.     | 0.13%         | 3/5/15     | Open                       | 1,162,300             | 1,162,625                             |
| Deutsche Bank Securities, Inc.     | 0.14%         | 3/5/15     | Open                       | 353,063               | 353,162                               |
| Deutsche Bank Securities, Inc.     | 0.17%         | 3/5/15     | Open                       | 3,570,225             | 3,571,280                             |
| HSBC Securities (USA) Inc.         | 0.38%         | 3/12/15    | Open                       | 8,240,466             | 8,244,815                             |
| RBC Capital Markets, LLC           | 0.39%         | 3/30/15    | Open                       | 15,120,000            | 15,125,242                            |
| RBC Capital Markets, LLC           | 0.39%         | 3/30/15    | Open                       | 4,439,000             | 4,440,539                             |
| RBC Capital Markets, LLC           | 0.34%         | 4/1/15     | Open                       | 4,014,075             | 4,015,174                             |
| RBC Capital Markets, LLC           | 0.39%         | 4/2/15     | Open                       | 3,483,000             | 3,484,094                             |
| BNP Paribas Securities Corp.       | 0.39%         | 4/6/15     | Open                       | 5,675,000             | 5,676,475                             |
| Credit Suisse Securities (USA) LLC | 0.40%         | 4/7/15     | Open                       | 5,499,000             | 5,500,466                             |
| Credit Suisse Securities (USA) LLC | 0.09%         | 4/23/15    | Open                       | 39,707,175            | 39,708,322                            |
| Credit Suisse Securities (USA) LLC | 0.45%         | 4/27/15    | Open                       | 5,322,969             | 5,323,235                             |
| BNP Paribas Securities Corp.       | 0.42%         | 4/29/15    | Open                       | 3,345,000             | 3,345,078                             |
| BNP Paribas Securities Corp.       | 0.40%         | 4/30/15    | Open                       | 2,894,325             | 2,894,357                             |
| <b>Total</b>                       |               |            |                            | <b>\$ 788,263,221</b> | <b>\$ 789,870,761</b>                 |

<sup>1</sup> Certain agreements have no stated maturity and can be terminated by either party at any time.

As of April 30, 2015, financial futures contracts outstanding were as follows:

| Contracts Long/(Short) | Issue                         | Exchange               | Expiration    | Notional Value  | Unrealized Appreciation (Depreciation) |
|------------------------|-------------------------------|------------------------|---------------|-----------------|--|
| 132                    | 2-Year U.S. Treasury Note     | Chicago Board of Trade | June 2015     | USD 28,943,063  | \$ 107,882                             |
| 2,709                  | 5-Year U.S. Treasury Note     | Chicago Board of Trade | June 2015     | USD 325,439,790 | 2,568,493                              |
| (250)                  | 10-Year U.S. Treasury Note    | Chicago Board of Trade | June 2015     | USD 32,093,750  | 11,809                                 |
| (1,007)                | Long U.S. Treasury Bond       | Chicago Board of Trade | June 2015     | USD 160,710,906 | (687,487)                              |
| 631                    | Ultra Long U.S. Treasury Bond | Chicago Board of Trade | June 2015     | USD 103,799,500 | (1,938,524)                            |
| (2,700)                | 90-Day Euro-Dollar            | Chicago Mercantile     | March 2016    | USD 669,633,750 | (2,618,453)                            |
| (840)                  | 90 Day Euro Future            | Chicago Mercantile     | December 2016 | USD 207,112,500 | (662,642)                              |
| (900)                  | 90 Day Euro Future            | Chicago Mercantile     | March 2017    | USD 221,546,250 | (676,224)                              |

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|              |                |
|--------------|----------------|
| <b>Total</b> | \$ (3,895,146) |
|--------------|----------------|

As of April 30, 2015, exchange-traded options purchased were as follows:

| Description                        | Put/<br>Call | Strike Price |          | Expiration<br>Date | Contracts | Value             |
|------------------------------------|--------------|--------------|----------|--------------------|-----------|-------------------|
| 90-Day Euro-Dollar                 | Put          | USD          | 98.00    | 12/14/15           | 1,698     | \$ 10,613         |
| 90-Day Euro-Dollar                 | Put          | USD          | 99.00    | 12/14/15           | 1,698     | 116,737           |
| Eurodollar 1-Year Mid-Curve Option | Put          | USD          | 98.50    | 6/12/15            | 3,850     | 24,063            |
| S&P 500 E Mini-Index               | Put          | USD          | 2,025.00 | 6/19/15            | 600       | 757,500           |
| <b>Total</b>                       |              |              |          |                    |           | <b>\$ 908,913</b> |

See Notes to Financial Statements.

## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

As of April 30, 2015, OTC interest rate swaptions purchased were as follows:

| Description                | Counterparty                | Put/<br>Call | Exercise<br>Rate | Pay/Receive<br>Exercise Rate | Floating Rate<br>Index | Expiration<br>Date | Notional<br>Amount (000) | Value        |
|----------------------------|-----------------------------|--------------|------------------|------------------------------|------------------------|--------------------|--------------------------|--------------|
| 10-Year Interest Rate Swap | Barclays Bank PLC           | Put          | 2.30%            | Pay                          | 3-month LIBOR          | 10/06/15           | USD 29,700               | \$ 514,712   |
| 10-Year Interest Rate Swap | Credit Suisse International | Put          | 2.30%            | Pay                          | 3-month LIBOR          | 10/06/15           | USD 30,300               | 525,111      |
| 30-Year Interest Rate Swap | Deutsche Bank AG            | Put          | 3.05%            | Pay                          | 3-month LIBOR          | 1/08/16            | USD 63,150               | 1,400,445    |
| 5-Year Interest Rate Swap  | JPMorgan Chase Bank N.A.    | Put          | 4.50%            | Pay                          | 3-month LIBOR          | 8/07/18            | USD 203,300              | 1,216,360    |
| <b>Total</b>               |                             |              |                  |                              |                        |                    |                          | \$ 3,656,628 |

As of April 30, 2015, exchange-traded options written were as follows:

| Description        | Put/<br>Call | Strike<br>Price | Expiration<br>Date | Contracts | Value       |
|--------------------|--------------|-----------------|--------------------|-----------|-------------|
| 90-Day Euro-Dollar | Put          | USD 98.50       | 12/14/15           | 3,396     | \$ (63,675) |

As of April 30, 2015, OTC interest rate swaptions written were as follows:

| Description               | Counterparty             | Put/<br>Call | Exercise<br>Rate | Pay/Receive<br>Exercise Rate | Floating Rate<br>Index | Expiration<br>Date | Notional<br>Amount (000) | Value        |
|---------------------------|--------------------------|--------------|------------------|------------------------------|------------------------|--------------------|--------------------------|--------------|
| 5-Year Interest Rate Swap | JPMorgan Chase Bank N.A. | Put          | 6.00%            | Receive                      | 3-month LIBOR          | 8/07/18            | USD 406,600              | \$ (743,960) |

As of April 30, 2015, centrally cleared interest rate swaps outstanding were as follows:

| Fixed<br>Rate      | Floating Rate | Clearinghouse         | Effective<br>Date | Expiration<br>Date | Notional<br>Amount<br>(000) | Unrealized<br>Appreciation<br>(Depreciation) |
|--------------------|---------------|-----------------------|-------------------|--------------------|-----------------------------|--|
| 1.45% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile    | N/A               | 10/28/18           | USD 13,800                  | \$ (88,755)                                  |
| 1.50% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile    | N/A               | 11/30/18           | USD 10,700                  | (81,218)                                     |
| 1.78% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile    | N/A               | 1/17/19            | USD 22,900                  | (385,412)                                    |
| 2.21% <sup>1</sup> | 3-month LIBOR | London Clearing House | N/A               | 10/18/20           | USD 65,000                  | (1,887,538)                                  |
| 2.79% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile    | N/A               | 10/11/23           | USD 68,000                  | (4,209,765)                                  |
| 2.79% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile    | N/A               | 11/18/23           | USD 10,600                  | (654,342)                                    |
| 3.03% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile    | N/A               | 1/08/24            | USD 10,900                  | (885,884)                                    |
| 3.05% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile    | N/A               | 2/15/40            | USD 8,769                   | (968,157)                                    |
| 3.05% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile    | N/A               | 2/15/40            | USD 8,769                   | (963,745)                                    |
| 3.06% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile    | N/A               | 2/15/40            | USD 8,769                   | (992,521)                                    |
| 3.03% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile    | N/A               | 2/15/40            | USD 8,769                   | (944,936)                                    |
| 2.54% <sup>2</sup> | 3-month LIBOR | Chicago Mercantile    | N/A               | 1/12/45            | USD 23,600                  | 49,361                                       |
| 2.38% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile    | N/A               | 4/24/45            | USD 980                     | 32,117                                       |
| 2.39% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile    | N/A               | 4/24/45            | USD 980                     | 29,839                                       |
| 2.42% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile    | N/A               | 4/24/45            | USD 16,975                  | 395,495                                      |
| 2.42% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile    | N/A               | 4/24/45            | USD 18,225                  | 434,963                                      |
| <b>Total</b>       |               |                       |                   |                    |                             | \$ (11,120,498)                              |

<sup>1</sup> Trust pays the fixed rate and receives the floating rate.

<sup>2</sup> Trust receives the fixed rate and pays the floating rate.

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As of April 30, 2015, OTC credit default swaps buy protection outstanding were as follows:

| Issuer                 | Pay<br>Fixed Rate | Counterparty                | Expiration<br>Date | Notional<br>Amount<br>(000) | Value                 | Premiums<br>Paid<br>(Received) | Unrealized<br>Depreciation |
|------------------------|-------------------|-----------------------------|--------------------|-----------------------------|-----------------------|--------------------------------|----------------------------|
| Southwest Airlines Co. | 1.00%             | Goldman Sachs Bank USA      | 12/20/16           | USD 2,535                   | \$ (35,434)           | \$ 39,706                      | \$ (75,140)                |
| Southwest Airlines Co. | 1.00%             | Goldman Sachs International | 12/20/16           | USD 1,465                   | (20,478)              | 22,946                         | (43,424)                   |
| Southwest Airlines Co. | 1.00%             | Royal Bank of Scotland PLC  | 12/20/16           | USD 4,000                   | (55,657)              | 68,135                         | (123,792)                  |
| STMicro Electronics    | 1.00%             | Barclays Bank PLC           | 6/20/17            | EUR 1,500                   | (28,790)              | 26,746                         | (55,536)                   |
| Cigna Corp.            | 1.00%             | Goldman Sachs Bank USA      | 9/20/17            | USD 4,500                   | (98,830)              | (5,157)                        | (93,673)                   |
| Cigna Corp.            | 1.00%             | Goldman Sachs International | 9/20/17            | USD 2,800                   | (61,493)              | (3,208)                        | (58,285)                   |
| General Dynamic Corp.  | 1.00%             | Credit Suisse International | 9/20/17            | USD 5,585                   | (123,023)             | (66,436)                       | (56,587)                   |
| Humana, Inc.           | 1.00%             | Goldman Sachs Bank USA      | 9/20/17            | USD 4,500                   | (89,238)              | 35,488                         | (124,726)                  |
| Humana, Inc.           | 1.00%             | Goldman Sachs International | 9/20/17            | USD 2,800                   | (55,526)              | 22,081                         | (77,607)                   |
| Lockheed Martin Corp.  | 1.00%             | Credit Suisse International | 9/20/17            | USD 5,585                   | (124,655)             | (23,117)                       | (101,538)                  |
| Northrop Grumman Corp. | 1.00%             | Credit Suisse International | 9/20/17            | USD 4,715                   | (105,231)             | (51,599)                       | (53,632)                   |
| Raytheon Co.           | 1.00%             | Credit Suisse International | 9/20/17            | USD 4,715                   | (104,740)             | (54,963)                       | (49,777)                   |
| Citigroup, Inc.        | 1.00%             | Deutsche Bank AG            | 3/20/19            | USD 16,700                  | (258,297)             | (55,473)                       | (202,824)                  |
| YUM! Brands, Inc.      | 1.00%             | Deutsche Bank AG            | 3/20/19            | USD 20,000                  | (497,222)             | (290,910)                      | (206,312)                  |
| <b>Total</b>           |                   |                             |                    |                             | <b>\$ (1,658,614)</b> | <b>\$ (335,761)</b>            | <b>\$ (1,322,853)</b>      |

See Notes to Financial Statements.

## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

As of April 30, 2015, OTC credit default swaps sold protection outstanding were as follows:

| Issuer                            | Receive Fixed Rate | Counterparty                        | Expiration Date | Credit Rating <sup>1</sup> | Notional Amount (000) <sup>2</sup> | Value      | Premiums Paid (Received) | Unrealized Appreciation |
|-----------------------------------|--------------------|-------------------------------------|-----------------|----------------------------|------------------------------------|------------|--------------------------|-------------------------|
| Anadarko Petroleum Corp.          | 1.00%              | Credit Suisse International         | 6/20/17         | BBB                        | USD 2,425                          | \$ 37,213  | \$ (52,027)              | \$ 89,240               |
| Anadarko Petroleum Corp.          | 1.00%              | Morgan Stanley Capital Services LLC | 6/20/17         | BBB                        | USD 10                             | 154        | (237)                    | 391                     |
| Anadarko Petroleum Corp.          | 1.00%              | UBS AG                              | 6/20/17         | BBB                        | USD 994                            | 15,254     | (23,196)                 | 38,450                  |
| Athem, Inc. (FKA WellPoint, Inc.) | 1.00%              | Goldman Sachs Bank USA              | 9/20/17         | A-                         | USD 4,500                          | 88,664     | (20,408)                 | 109,072                 |
| Athem, Inc. (FKA WellPoint, Inc.) | 1.00%              | Goldman Sachs International         | 9/20/17         | A-                         | USD 2,800                          | 55,169     | (12,698)                 | 67,867                  |
| Comcast Corp.                     | 1.00%              | Credit Suisse International         | 9/20/17         | A-                         | USD 12,200                         | 257,019    | 25,167                   | 231,852                 |
| United Health Group, Inc.         | 1.00%              | Goldman Sachs Bank USA              | 9/20/17         | A+                         | USD 4,500                          | 97,440     | (5,135)                  | 102,575                 |
| United Health Group, Inc.         | 1.00%              | Goldman Sachs International         | 9/20/17         | A+                         | USD 2,800                          | 60,630     | (3,195)                  | 63,825                  |
| MetLife, Inc.                     | 1.00%              | Deutsche Bank AG                    | 3/20/18         | A-                         | USD 3,025                          | 51,177     | (70,944)                 | 122,121                 |
| Bank of America Corp.             | 1.00%              | Deutsche Bank AG                    | 3/20/19         | A-                         | USD 16,700                         | 317,409    | 98,909                   | 218,500                 |
| Valero Energy Corp.               | 1.00%              | Barclays Bank PLC                   | 9/20/19         | BBB                        | USD 153                            | 1,679      | 588                      | 1,091                   |
| Valero Energy Corp.               | 1.00%              | Citibank N.A.                       | 9/20/19         | BBB                        | USD 24                             | 263        | 180                      | 83                      |
| <b>Total</b>                      |                    |                                     |                 |                            |                                    | \$ 982,071 | \$ (62,996)              | \$ 1,045,067            |

<sup>1</sup> Using S&P's rating of the issuer.

<sup>2</sup> The maximum potential amount the Trust may pay should a negative credit event take place as defined under the terms of the agreement.

**Fair Value Measurements** Various inputs are used in determining the fair value of investments and derivative financial instruments. These inputs to valuation techniques are categorized into a disclosure hierarchy consisting of three broad levels for financial statement purposes. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3. The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the fair value hierarchy classification is determined based on the lowest level input that is significant to the fair value measurement in its entirety. The categorization of a value determined for investments and derivative financial instruments is based on the pricing transparency of the investment and derivative financial instrument and is not necessarily an indication of the risks associated with investing in those securities. The three levels of the fair value hierarchy are as follows:

**Level 1** unadjusted quoted prices in active markets/exchanges for identical assets or liabilities that the Trust has the ability to access

**Level 2** other observable inputs (including, but not limited to, quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets or liabilities (such as interest rates, yield curves, volatilities, prepayment speeds, loss severities, credit risks and default rates) or other market-corroborated inputs)

**Level 3** unobservable inputs based on the best information available in the circumstances, to the extent observable inputs are not available (including the Trust's own assumptions used in determining the fair value of investments and derivative financial instruments)

Changes in valuation techniques may result in transfers into or out of an assigned level within the disclosure hierarchy. In accordance with the Trust's policy, transfers between different levels of the fair value disclosure hierarchy are deemed to have occurred as of the beginning of the reporting period. For information about the Trust's policy regarding valuation of investments and derivative financial instruments, refer to Note 2 of the Notes to Financial Statements.

As of April 30, 2015, the following tables summarize the Trust's investments and derivative financial instruments categorized in the disclosure hierarchy:

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|   | Level 1       | Level 2          | Level 3       | Total            |
|---|---------------|------------------|---------------|------------------|
| <b>Assets:</b>                              |               |                  |               |                  |
| Investments:                                |               |                  |               |                  |
| Long-Term Investments:                      |               |                  |               |                  |
| Asset-Backed Securities                     |               | \$ 79,319,793    | \$ 14,546,395 | \$ 93,866,188    |
| Corporate Bonds                             |               | 1,791,748,346    | 5,038,000     | 1,796,786,346    |
| Foreign Agency Obligations                  |               | 12,103,525       |               | 12,103,525       |
| Municipal Bonds                             |               | 18,898,500       |               | 18,898,500       |
| U.S. Government Sponsored Agency Securities |               | 3,622,484        |               | 3,622,484        |
| U.S. Treasury Obligations                   |               | 60,860,938       |               | 60,860,938       |
| Preferred Securities                        | \$ 57,064,813 | 351,708,683      |               | 408,773,496      |
| Short-Term Securities                       | 2,496,572     |                  |               | 2,496,572        |
| Options Purchased:                          |               |                  |               |                  |
| Interest rate contracts                     | 151,413       | 3,656,628        |               | 3,808,041        |
| Equity contracts                            | 757,500       |                  |               | 757,500          |
| <b>Total</b>                                | \$ 60,470,298 | \$ 2,321,918,897 | \$ 19,584,395 | \$ 2,401,973,590 |

See Notes to Financial Statements.

## Schedule of Investments (concluded)

## BlackRock Credit Allocation Income Trust (BTZ)

|   | Level 1        | Level 2         | Level 3 | Total           |
|---|----------------|-----------------|---------|-----------------|
| Derivative Financial Instruments <sup>1</sup> |                |                 |         |                 |
| <b>Assets:</b>                                |                |                 |         |                 |
| Credit contracts                              |                | \$ 1,045,067    |         | \$ 1,045,067    |
| Interest rate contracts                       | \$ 2,688,184   | 941,775         |         | 3,629,959       |
| <b>Liabilities:</b>                           |                |                 |         |                 |
| Credit contracts                              |                | (1,322,853)     |         | (1,322,853)     |
| Interest rate contracts                       | (6,647,005)    | (12,806,233)    |         | (19,453,238)    |
| <b>Total</b>                                  | \$ (3,958,821) | \$ (12,142,244) |         | \$ (16,101,065) |

<sup>1</sup> Derivative financial instruments are swaps, financial futures contracts and options written. Swaps and financial futures contracts are valued at the unrealized appreciation (depreciation) on the instrument and options written are shown at value.

The Trust may hold assets and/or liabilities in which the fair value approximates the carrying amount, or face value including accrued interest, for financial statement purposes. As of April 30, 2015, such assets and/or liabilities are categorized within the disclosure hierarchy as follows:

|  | Level 1       | Level 2          | Level 3 | Total            |
|--|---------------|------------------|---------|------------------|
| <b>Assets:</b>   |               |                  |         |                  |
| Cash   | \$ 1,080,433  |                  |         | \$ 1,080,433     |
| Cash pledged as collateral for OTC derivatives               | 1,300,000     |                  |         | 1,300,000        |
| Cash pledged for centrally cleared swaps                     | 8,540,000     |                  |         | 8,540,000        |
| Cash pledged for financial futures contracts                 | 3,405,000     |                  |         | 3,405,000        |
| Cash pledged as collateral for reverse repurchase agreements | 1,180,000     |                  |         | 1,180,000        |
| Foreign currency at value                                    | 5,003         |                  |         | 5,003            |
| <b>Liabilities:</b>  |               |                  |         |                  |
| Cash received as collateral for OTC derivatives              |               | \$ (640,000)     |         | (640,000)        |
| Reverse repurchase agreements                                |               | (789,870,761)    |         | (789,870,761)    |
| <b>Total</b>   | \$ 15,510,436 | \$ (790,510,761) |         | \$ (775,000,325) |

During the six months ended April 30, 2015, there were no transfers between Level 1 and Level 2.

A reconciliation of Level 3 investments is presented when the Trust had a significant amount of Level 3 investments at the beginning and/or end of the year in relation to net assets. The following table is a reconciliation of Level 3 investments for which significant unobservable inputs were used in determining fair value:

|   | Asset-Backed Securities | Corporate Bonds | Total         |
|---|-------------------------|-----------------|---------------|
| <b>Assets:</b>  |                         |                 |               |
| Opening Balance, as of October 31, 2014   | \$ 5,930,350            | \$ 21,431,574   | \$ 27,361,924 |
| Transfers into Level 3  | 3,359,388               |                 | 3,359,388     |
| Transfers out of Level 3  | (2,870,550)             | (4,477,824)     | (7,348,374)   |
| Accrued discounts/premiums  | 10,019                  |                 | 10,019        |
| Net realized gain (loss)  | 2,576                   | (230,000)       | (227,424)     |
| Net change in unrealized appreciation (depreciation) <sup>1,2</sup>   | 257,564                 | (415,750)       | (158,186)     |
| Purchases   | 9,050,798               |                 | 9,050,798     |
| Sales   | (1,193,750)             | (11,270,000)    | (12,463,750)  |
| <b>Closing Balance, as of April 30, 2015</b>  | \$ 14,546,395           | \$ 5,038,000    | \$ 19,584,395 |
| Net change in unrealized appreciation (depreciation) on investments still held at April 30, 2015 <sup>2</sup> | \$ 225,751              | \$ 38,000       | \$ 263,751    |

<sup>1</sup> Included in the related net change in unrealized appreciation (depreciation) in the Statements of Operations.



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<sup>2</sup> Any difference between net change in unrealized appreciation (depreciation) and net change in unrealized appreciation (depreciation) on investments still held at April 30, 2015 is generally due to investments no longer held or categorized as Level 3 at period end. The Trust's investments that are categorized as Level 3 were valued utilizing third party pricing information without adjustment. Such valuations are based on unobservable inputs. A significant change in third party information could result in a significantly lower or higher value of such Level 3 investments.

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2015

25

## Schedule of Investments April 30, 2015 (Unaudited)

BlackRock Floating Rate Income Trust  
(BGT)

(Percentages shown are based on Net Assets)

| Common Stocks                              | Shares | Value      |
|--|--------|------------|
| <b>Construction &amp; Engineering 0.1%</b> |        |            |
| USI United Subcontractors                  | 8,067  | \$ 225,888 |
| <b>Diversified Consumer Services 0.6%</b>  |        |            |
| Cengage Thomson Learning                   | 19,588 | 488,074    |
| Houghton Mifflin Harcourt Co. (a)          | 75,047 | 1,715,575  |
|  |        | 2,203,649  |
| <b>Household Durables 0.0%</b>             |        |            |
| Berkline Benchcraft Equity LLC (a)         | 6,155  |            |
| <b>Paper &amp; Forest Products 0.1%</b>    |        |            |
| Norbord, Inc.                              | 8,280  | 166,216    |
| <b>Total Common Stocks 0.8%</b>            |        | 2,595,753  |

| Asset-Backed Securities  | Par | (000)      |
|--|-----|------------|
| ALM Loan Funding, Series 2013-7RA (b)(c):                                      |     |            |
| Class C, 3.73%, 4/24/24  | USD | 630        |
| Class D, 5.28%, 4/24/24  |     | 550        |
| ALM XIV Ltd., Series 2014-14A, Class C, 3.73%, 7/28/26 (b)(c)                  |     | 713        |
| Apidos CDO XI, Series 2012-11A, Class D, 4.52%, 1/17/23 (b)(c)                 |     | 500        |
| Atlas Senior Loan Fund Ltd., Series 2014-6A, Class D, 3.98%, 10/15/26 (b)(c)   |     | 525        |
| Atrium CDO Corp., Series 9A, Class D, 3.76%, 2/28/24 (b)(c)                    |     | 500        |
| Carlyle Global Market Strategies CLO Ltd. (b)(c):                              |     |            |
| Series 2012-4A, Class D, 4.78%, 1/20/25  |     | 450        |
| Series 2013-1A, Class C, 4.26%, 2/14/25  |     | 250        |
| Series 2014-5A, Class C, 4.43%, 10/16/25                                       |     | 1,250      |
| Cent CLO 22, Ltd., Series 2014-22A, Class C, 3.98%, 11/07/26 (b)(c)            |     | 750        |
| Fraser Sullivan CLO VII Ltd., Series 2012-7A, Class C, 4.28%, 4/20/23 (b)(c)   |     | 575        |
| LCM XVIII LP, Series 18A, Class INC, 3.45%, 4/20/27 (b)(c)                     |     | 1,500      |
| Madison Park Funding XI Ltd., Series 2013-11A, Class D, 3.78%, 10/23/25 (b)(c) |     | 250        |
| North End CLO Ltd., Series 2013-1A, Class D, 3.78%, 7/17/25 (b)(c)             |     | 500        |
| Octagon Investment Partners XVII Ltd.,   |     |            |
| Series 2013-1A, Class D, 3.46%, 10/25/25 (b)(c)                                |     | 750        |
| OZLM Funding Ltd., Series 2012-2A, Class C, 4.60%, 10/30/23 (b)(c)             |     | 500        |
| Symphony CLO Ltd., Series 2012-9A, Class D, 4.53%, 4/16/22 (b)(c)              |     | 775        |
| Treman Park CLO LLC, Series 2015-1A, Class D, 4.12%, 4/20/27 (b)(c)            |     | 700        |
| Voya CLO, Ltd., Series 2014-4A, Class SUB, 4.28%, 10/14/26 (c)                 |     | 1,000      |
|  |     | 12,247,269 |
| <b>Total Asset-Backed Securities 3.5%</b>                                      |     | 12,247,269 |

## Corporate Bonds

|  |       |           |
|--|-------|-----------|
| <b>Airlines 0.6%</b>   |       |           |
| American Airlines Pass-Through Trust, Series 2013-2, Class C, 6.00%, 1/15/17 (c) | 600   | 609,000   |
| US Airways Pass-Through Trust, Series 2012-2, Class C, 5.45%, 6/03/18            | 1,585 | 1,632,550 |
|  |       | 2,241,550 |
| <b>Auto Components 0.1%</b>  |       |           |
| Icahn Enterprises LP/Icahn Enterprises Finance Corp., 3.50%, 3/15/17             | USD   | 410       |
| <b>Capital Markets 0.5%</b>  |       |           |
| Blackstone CQP Holdco LP, 9.30%, 3/18/19   | 581   | 575,567   |
| E*Trade Financial Corp., 0.00%, 8/31/19 (c)(d)(e)                                | 439   | 1,234,209 |

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|   |             |     |           |
|---|-------------|-----|-----------|
|   |             |     | 1,809,776 |
| <b>Commercial Services &amp; Supplies</b>   | <b>0.2%</b> |     |           |
| Avis Budget Car Rental LLC/Avis Budget Finance, Inc., 3.01%, 12/01/17 (b)               |             | 179 | 179,448   |
| AWAS Aviation Capital Ltd., 7.00%, 10/17/16 (c)   |             | 357 | 363,524   |
|   |             |     | 542,972   |
| <b>Communications Equipment</b>   | <b>0.2%</b> |     |           |
| Altice Financing SA, 6.63%, 2/15/23 (c)   |             | 335 | 345,050   |
| Avaya, Inc., 7.00%, 4/01/19 (c)   |             | 232 | 233,160   |
|   |             |     | 578,210   |
| <b>Construction &amp; Engineering</b>   | <b>0.1%</b> |     |           |
| Safway Group Holding LLC/Safway Finance Corp., 7.00%, 5/15/18 (c)                       |             | 237 | 239,962   |
| <b>Containers &amp; Packaging</b>   | <b>0.2%</b> |     |           |
| Ardagh Packaging Finance PLC/Ardagh Holdings USA, Inc., 3.27%, 12/15/19 (b)(c)          |             | 700 | 690,375   |
| <b>Diversified Telecommunication Services</b>   | <b>0.5%</b> |     |           |
| Level 3 Financing, Inc.:  |             |     |           |
| 3.83%, 1/15/18 (b)  |             | 607 | 611,553   |
| 6.13%, 1/15/21  |             | 337 | 356,799   |
| 5.13%, 5/01/23 (c)  |             | 645 | 643,387   |
|   |             |     | 1,611,739 |
| <b>Health Care Equipment &amp; Supplies</b>   | <b>0.1%</b> |     |           |
| DJO Finance LLC, 8.13%, 6/15/21 (c)(f)  |             | 190 | 192,850   |
| <b>Health Care Providers &amp; Services</b>   | <b>0.4%</b> |     |           |
| Care UK Health & Social Care PLC, 5.57%, 7/15/19 (b)                                    | GBP         | 482 | 712,125   |
| DaVita HealthCare Partners, Inc., 5.00%, 5/01/25  | USD         | 375 | 374,297   |
| Tenet Healthcare Corp., 5.50%, 3/01/19 (c)  |             | 397 | 399,481   |
|   |             |     | 1,485,903 |
| <b>Household Durables</b>   | <b>0.0%</b> |     |           |
| Berkline/Benchcraft LLC, 4.50%, 11/03/15 (a)(g)   |             | 400 |           |
| <b>Media</b>  | <b>0.2%</b> |     |           |
| NAI Entertainment Holdings/NAI Entertainment Holdings Finance Corp., 5.00%, 8/01/18 (c) |             | 248 | 256,060   |
| Numericable Group SA, 6.00%, 5/15/22 (c)  |             | 512 | 524,480   |
|   |             |     | 780,540   |
| <b>Metals &amp; Mining</b>  | <b>0.1%</b> |     |           |
| Novelis, Inc., 8.38%, 12/15/17  |             | 155 | 161,200   |
| <b>Oil, Gas &amp; Consumable Fuels</b>  | <b>0.3%</b> |     |           |
| California Resources Corp., 5.50%, 9/15/21  |             | 300 | 284,250   |
| CONSOL Energy, Inc., 5.88%, 4/15/22   |             | 380 | 348,650   |
| EP Energy LLC/Everest Acquisition Finance, Inc., 6.88%, 5/01/19                         |             | 385 | 396,935   |
|   |             |     | 1,029,835 |
| <b>Pharmaceuticals</b>  | <b>0.7%</b> |     |           |
| Endo Finance LLC/Endo Finco, Inc., 6.00%, 2/01/25 (c)                                   |             | 630 | 646,144   |
| Valeant Pharmaceuticals International, Inc. (c):  |             |     |           |
| 5.38%, 3/15/20  |             | 860 | 882,037   |
| 5.88%, 5/15/23  |             | 515 | 528,519   |
| 6.13%, 4/15/25  |             | 285 | 294,084   |
|   |             |     | 2,350,784 |

See Notes to Financial Statements.

## Schedule of Investments (continued)

BlackRock Floating Rate Income Trust  
(BGT)

(Percentages shown are based on Net Assets)

|  | Par   |       | Value             |
|--|-------|-------|-------------------|
|  | (000) |       |                   |
| <b>Corporate Bonds</b>   |       |       |                   |
| <b>Road &amp; Rail 0.1%</b>                                    |       |       |                   |
| Florida East Coast Holdings Corp., 6.75%, 5/01/19 (c)          | USD   | 480   | \$ 477,600        |
| <b>Wireless Telecommunication Services 0.8%</b>                |       |       |                   |
| Communications Sales & Leasing, Inc., 6.00%, 4/15/23 (c)       |       | 295   | 296,183           |
| Digicel Group Ltd., 8.25%, 9/30/20 (c)                         |       | 830   | 856,062           |
| Sprint Communications, Inc., 7.00%, 3/01/20 (c)                |       | 1,465 | 1,620,656         |
| T-Mobile USA, Inc., 6.13%, 1/15/22                             |       | 135   | 139,219           |
|  |       |       | 2,912,120         |
| <b>Total Corporate Bonds 5.1%</b>                              |       |       | <b>17,517,466</b> |
| <b>Floating Rate Loan Interests (b)</b>                        |       |       |                   |
| <b>Aerospace &amp; Defense 2.3%</b>                            |       |       |                   |
| BE Aerospace, Inc., 2014 Term Loan B, 4.00%, 12/16/21          |       | 1,796 | 1,813,455         |
| DigitalGlobe, Inc., Term Loan B, 3.75%, 1/31/20                |       | 1,338 | 1,340,482         |
| TASC, Inc., 2nd Lien Term Loan, 12.00%, 5/30/21                |       | 725   | 761,250           |
| Transdigm, Inc.:   |       |       |                   |
| Term Loan C, 3.75%, 2/28/20                                    |       | 508   | 509,515           |
| Term Loan D, 3.75%, 6/04/21                                    |       | 521   | 521,875           |
| TransUnion LLC, Term Loan, 4.00%, 4/09/21                      |       | 2,886 | 2,897,567         |
|  |       |       | 7,844,144         |
| <b>Air Freight &amp; Logistics 0.4%</b>                        |       |       |                   |
| CEVA Group PLC, Synthetic LC, 6.50%, 3/19/21                   |       | 423   | 395,607           |
| CEVA Intercompany BV, Dutch Term Loan, 6.50%, 3/19/21          |       | 441   | 413,013           |
| CEVA Logistics Canada ULC, Canadian Term Loan, 6.50%, 3/19/21  |       | 69    | 64,691            |
| CEVA Logistics US Holdings, Inc., Term Loan, 6.50%, 3/19/21    |       | 609   | 569,674           |
|  |       |       | 1,442,985         |
| <b>Airlines 0.4%</b>   |       |       |                   |
| Northwest Airlines, Inc.:                                      |       |       |                   |
| 2.25%, 3/10/17   |       | 316   | 308,890           |
| 1.63%, 9/10/18   |       | 337   | 322,279           |
| 1.64%, 9/10/18   |       | 170   | 163,094           |
| US Airways Group, Inc., Term Loan B1, 3.50%, 5/23/19           |       | 693   | 693,173           |
|  |       |       | 1,487,436         |
| <b>Auto Components 3.7%</b>                                    |       |       |                   |
| Autoparts Holdings Ltd.:                                       |       |       |                   |
| 1st Lien Term Loan, 7.00%, 7/29/17                             |       | 1,506 | 1,486,378         |
| 2nd Lien Term Loan, 10.50%, 1/29/18                            |       | 546   | 515,970           |
| Dayco Products LLC, Term Loan B, 5.25%, 12/12/19               |       | 960   | 961,097           |
| FPC Holdings, Inc., 1st Lien Term Loan, 5.25%, 11/19/19        |       | 894   | 886,317           |
| Gates Global, Inc., Term Loan B, 4.25%, 7/05/21                |       | 5,393 | 5,392,900         |
| Goodyear Tire & Rubber Co., 2nd Lien Term Loan, 4.75%, 4/30/19 |       | 1,421 | 1,432,896         |
| GPX International Tire Corp., Term Loan (a)(g):                |       |       |                   |
| PIK, 13.00%, 3/30/2012   |       | 4     |                   |
| 12.25%, 3/31/2012  |       | 274   |                   |
| INA Beteiligungsgesellschaft mbH, Term Loan B, 4.25%, 5/15/20  |       | 1,230 | 1,239,791         |
| UCI International, Inc., Term Loan B, 5.50%, 7/26/17           |       | 910   | 892,188           |
|  |       |       | 12,807,537        |
| <b>Automobiles 0.4%</b>  |       |       |                   |
| Chrysler Group LLC, Term Loan B:                               |       |       |                   |

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|   |     |       |            |
|---|-----|-------|------------|
| 2018, 3.25%, 12/31/18   | USD | 500   | 500,305    |
| 3.50%, 5/24/17  |     | 859   | 859,579    |
|   |     |       | 1,359,884  |
| <b>Banks 0.3%</b>   |     |       |            |
| Redtop Acquisitions Ltd.:   |     |       |            |
| 1st Lien Term Loan, 4.50%, 12/03/20                                   |     | 869   | 872,259    |
| 2nd Lien Term Loan, 8.25%, 6/03/21                                    |     | 183   | 183,829    |
|   |     |       | 1,056,088  |
| <b>Beverages 0.0%</b>   |     |       |            |
| Le-Nature s, Inc., Tranche B Term Loan, 10.25%, 3/01/2011 (a)(g)      |     | 1,000 |            |
| <b>Building Products 4.0%</b>   |     |       |            |
| Continental Building Products LLC, 1st Lien Term Loan, 4.00%, 8/28/20 |     | 867   | 866,636    |
| CPG International, Inc., Term Loan, 4.75%, 9/30/20                    |     | 3,672 | 3,653,648  |
| GYP Holdings III Corp., 1st Lien Term Loan, 4.75%, 4/01/21            |     | 886   | 861,684    |
| Hanson Building Products Ltd., 1st Lien Term Loan, 6.50%, 2/18/22     |     | 410   | 411,815    |
| Interline Brands, Inc., 2021 Term Loan, 4.00%, 3/17/21                |     | 1,059 | 1,056,652  |
| Jeld-Wen, Inc., Term Loan B, 5.25%, 10/15/21                          |     | 1,870 | 1,891,353  |
| Nortek, Inc., Term Loan, 3.75%, 10/30/20                              |     | 1,270 | 1,264,683  |
| Ply Gem Industries, Inc., Term Loan, 4.00%, 2/01/21                   |     | 614   | 613,033    |
| Quikrete Holdings, Inc., 1st Lien Term Loan, 4.00%, 9/28/20           |     | 1,046 | 1,049,253  |
| United Subcontractors, Inc., Term Loan, 4.28%, 6/30/15                |     | 214   | 210,136    |
| Wilsonart LLC:  |     |       |            |
| Incremental Term Loan B2, 4.00%, 10/31/19                             |     | 509   | 507,713    |
| Term Loan B, 4.00%, 10/31/19  |     | 1,520 | 1,517,476  |
|   |     |       | 13,904,082 |
| <b>Capital Markets 0.4%</b>   |     |       |            |
| Affinion Group, Inc., Term Loan B, 6.75%, 4/30/18                     |     | 799   | 764,688    |
| American Capital Holdings, Inc., 2017 Term Loan, 3.50%, 8/22/17       |     | 486   | 485,947    |
|   |     |       | 1,250,635  |
| <b>Chemicals 4.7%</b>   |     |       |            |
| Allnex (Luxembourg) & Cy SCA, Term Loan B1, 4.50%, 10/03/19           |     | 589   | 592,191    |
| Allnex USA, Inc., Term Loan B2, 4.50%, 10/03/19                       |     | 305   | 307,259    |
| Axalta Coating Systems US Holdings, Inc., Term Loan, 3.75%, 2/01/20   |     | 1,186 | 1,188,575  |
| CeramTec Acquisition Corp., Term Loan B2, 4.25%, 8/30/20              |     | 71    | 71,240     |
| Charter NEX US Holdings, Inc., Term Loan B, 5.25%, 2/07/22            |     | 720   | 724,190    |
| Chemtura Corp., Term Loan B, 3.50%, 8/27/16                           |     | 141   | 140,806    |
| Chromaflo Technologies Corp.:   |     |       |            |
| 1st Lien Term Loan, 4.50%, 12/02/19                                   |     | 691   | 688,385    |
| 2nd Lien Term Loan, 8.25%, 6/02/20                                    |     | 295   | 289,089    |
| Evergreen Acqco 1 LP, Term Loan, 5.00%, 7/09/19                       |     | 1,251 | 1,227,923  |
| INEOS US Finance LLC, 6 Year Term Loan, 3.75%, 5/04/18                |     | 518   | 519,143    |
| Klockner-Pentaplast of America, Inc., Term Loan, 5.00%, 4/10/20       |     | 445   | 446,273    |

See Notes to Financial Statements.

## Schedule of Investments (continued)

BlackRock Floating Rate Income Trust  
(BGT)

(Percentages shown are based on Net Assets)

|  |     | Par          |              |
|--|-----|--------------|--------------|
|  |     | (000)        | Value        |
| <b>Floating Rate Loan Interests (b)</b>                                    |     |              |              |
| <b>Chemicals (concluded)</b>   |     |              |              |
| MacDermid, Inc.:   |     |              |              |
| 1st Lien Term Loan, 4.50%, 6/07/20   | USD | 1,722        | \$ 1,736,591 |
| Term Loan B2, 4.75%, 6/07/20   |     | 458          | 462,944      |
| Minerals Technologies, Inc., Term Loan B, 4.00%, 5/07/21                   |     | 1,259        | 1,264,344    |
| Nexeo Solutions LLC, Term Loan B, 5.00%, 9/08/17                           |     | 844          | 832,621      |
| OXEA Finance LLC:  |     |              |              |
| 2nd Lien Term Loan, 8.25%, 7/15/20   |     | 845          | 781,625      |
| Term Loan B2, 4.25%, 1/15/20   |     | 1,409        | 1,378,618    |
| Royal Adhesives and Sealants LLC, 1st Lien Term Loan, 5.50%, 7/31/18       |     | 410          | 411,563      |
| Solenis International LP:  |     |              |              |
| 1st Lien Term Loan, 4.25%, 7/31/21   |     | 940          | 943,801      |
| 2nd Lien Term Loan, 7.75%, 7/31/22   |     | 1,055        | 1,022,474    |
| Tata Chemicals North America, Inc., Term Loan B, 3.75%, 8/07/20            |     | 349          | 347,916      |
| Trinseo Materials Operating SCA, Term Loan B, 4.25%, 10/13/21              |     | 345          | 346,401      |
| Univar, Inc., Term Loan B, 5.00%, 6/30/17                                  |     | 598          | 600,079      |
|  |     |              | 16,324,051   |
| <b>Commercial Services &amp; Supplies 6.3%</b>                             |     |              |              |
| ADS Waste Holdings, Inc., Term Loan, 3.75%, 10/09/19                       |     | 1,854        | 1,848,364    |
| ARAMARK Corp.:   |     |              |              |
| Term Loan E, 3.25%, 9/07/19  |     | 1,698        | 1,704,290    |
| Term Loan F, 3.25%, 2/24/21  |     | 527          | 527,337      |
| Brand Energy & Infrastructure Services, Inc., Term Loan B, 4.75%, 11/26/20 |     | 2,295        | 2,269,631    |
| Catalent Pharma Solutions, Inc., Term Loan B, 4.25%, 5/20/21               |     | 2,766        | 2,788,283    |
| Connolly Corp.:  |     |              |              |
| 1st Lien Term Loan, 5.00%, 5/14/21   |     | 1,836        | 1,847,031    |
| 2nd Lien Term Loan, 8.00%, 5/14/22   |     | 900          | 898,875      |
| Creative Artists Agency LLC, Term Loan B, 5.50%, 12/17/21                  |     | 638          | 644,388      |
| Dealer Tire LLC, Term Loan B, 5.50%, 12/22/21                              |     | 549          | 555,483      |
| KAR Auction Services, Inc., Term Loan B2, 3.50%, 3/11/21                   |     | 821          | 820,593      |
| Koosharem LLC, Exit Term Loan, 7.50%, 5/15/20                              |     | 1,439        | 1,430,148    |
| Livingston International, Inc., 1st Lien Term Loan, 5.00%, 4/18/19         |     | 806          | 795,579      |
| Spin Holdco, Inc., Term Loan B, 4.25%, 11/14/19                            |     | 3,371        | 3,374,090    |
| US Ecology, Inc., Term Loan, 3.75%, 6/17/21                                |     | 518          | 518,632      |
| Waste Industries USA, Inc., Term Loan B, 4.25%, 2/27/20                    |     | 561          | 565,574      |
| West Corp., Term Loan B10, 3.25%, 6/30/18                                  |     | 1,405        | 1,406,750    |
|  |     |              | 21,995,048   |
| <b>Communications Equipment 3.5%</b>                                       |     |              |              |
| Amaya Holdings BV:   |     |              |              |
| 1st Lien Term Loan, 5.00%, 8/01/21   |     | 507          | 507,770      |
| 2nd Lien Term Loan, 8.00%, 8/01/22   |     | 3,285        | 3,314,762    |
| Applied Systems, Inc.:   |     |              |              |
| 1st Lien Term Loan, 4.25%, 1/25/21   |     | 871          | 872,948      |
| 2nd Lien Term Loan, 7.50%, 1/24/22   |     | 230          | 231,295      |
| Avaya, Inc., Term Loan B7, 6.25%, 4/30/20                                  |     | 1,735        | 1,718,014    |
| CommScope, Inc., Term Loan B3, 2.83%, 1/21/17                              |     | 416          | 415,912      |
| Riverbed Technology, Inc., Term Loan B, 6.00%, 4/24/22                     |     | 370          | 373,885      |
| Telesat Canada, Term Loan A, 4.10%, 3/24/17                                | CAD | 2,417        | 1,998,514    |
| Zayo Group LLC/Zayo Capital, Inc., Term Loan B, 4.00%, 7/02/19             | USD | 2,722        | 2,721,887    |
|  |     |              | 12,154,987   |
|  |     | Par          |              |
| <b>Floating Rate Loan Interests (b)</b>                                    |     | <b>(000)</b> | <b>Value</b> |

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|  |     |       |           |
|--|-----|-------|-----------|
| <b>Construction &amp; Engineering 0.4%</b>                                   |     |       |           |
| AECOM Technology Corp., Term Loan B, 3.75%, 10/15/21                         | USD | 514   | 519,105   |
| Centaur Acquisition LLC, 2nd Lien Term Loan, 8.75%, 2/20/20                  |     | 745   | 749,343   |
|  |     |       | 1,268,448 |
| <b>Construction Materials 1.7%</b>   |     |       |           |
| Filtration Group Corp., 1st Lien Term Loan, 4.25%, 11/21/20                  |     | 583   | 585,894   |
| HD Supply, Inc., Term Loan B, 4.00%, 6/28/18                                 |     | 4,443 | 4,456,959 |
| Headwaters, Inc., Term Loan B, 4.50%, 3/24/22                                |     | 450   | 451,627   |
| McJunkin Red Man Corp., Term Loan, 5.00%, 11/08/19                           |     | 394   | 388,460   |
|  |     |       | 5,882,940 |
| <b>Containers &amp; Packaging 0.8%</b>                                       |     |       |           |
| Berry Plastics Holding Corp., Term Loan E, 3.75%, 1/06/21                    |     | 1,523 | 1,526,677 |
| BWAY Holding Company, Inc., Term Loan B, 5.50%, 8/14/20                      |     | 913   | 922,231   |
| Rexam PLC, 1st Lien Term Loan, 4.25%, 5/02/21                                |     | 471   | 472,616   |
|  |     |       | 2,921,524 |
| <b>Distributors 0.9%</b>   |     |       |           |
| ABC Supply Co., Inc., Term Loan, 3.50%, 4/16/20                              |     | 1,795 | 1,798,131 |
| American Tire Distributors Holdings, Inc., 2015 Term Loan, 5.25%, 9/01/21    |     | 950   | 961,068   |
| Crossmark Holdings, Inc., 1st Lien Term Loan, 4.50%, 12/20/19                |     | 489   | 460,647   |
| VWR Funding, Inc., Term Loan, 3.43%, 4/03/17                                 |     | 31    | 30,930    |
|  |     |       | 3,250,776 |
| <b>Diversified Consumer Services 2.9%</b>                                    |     |       |           |
| Allied Security Holdings LLC:  |     |       |           |
| 1st Lien Term Loan, 4.25%, 2/12/21   |     | 1,749 | 1,750,728 |
| 2nd Lien Term Loan, 8.00%, 8/13/21   |     | 864   | 866,280   |
| Bright Horizons Family Solutions, Inc.:                                      |     |       |           |
| Incremental Term Loan B1, 4.50%, 1/30/20                                     |     | 319   | 321,594   |
| Term Loan B, 4.00%, 1/30/20  |     | 1,471 | 1,476,184 |
| CT Technologies Intermediate Holdings, Inc., 2014 Term Loan, 6.00%, 12/01/21 |     | 354   | 355,883   |
| Iglo Foods Midco Ltd., Term Loan B, 4.25%, 6/30/20                           | EUR | 1,020 | 1,145,464 |
| ROC Finance LLC, Term Loan, 5.00%, 6/20/19                                   | USD | 650   | 643,059   |
| ServiceMaster Co., 2014 Term Loan B, 4.25%, 7/01/21                          |     | 3,258 | 3,267,719 |
| Weight Watchers International, Inc., Term Loan B2, 4.00%, 4/02/20            |     | 260   | 138,242   |
|  |     |       | 9,965,153 |
| <b>Diversified Financial Services 3.6%</b>                                   |     |       |           |
| AssuredPartners Capital, Inc., 1st Lien Term Loan, 5.00%, 3/31/21            |     | 1,629 | 1,630,671 |
| Diamond US Holding LLC, Term Loan B, 4.75%, 12/17/21                         |     | 599   | 602,241   |
| IG Investment Holdings LLC, Term Loan B, 6.00%, 10/29/21                     |     | 1,178 | 1,181,810 |
| Onex Wizard US Acquisition, Inc., Term Loan, 5.25%, 3/13/22                  |     | 1,270 | 1,283,754 |
| Reynolds Group Holdings, Inc., Dollar Term Loan, 4.50%, 12/01/18             |     | 3,899 | 3,935,723 |
| SAM Finance Luxembourg Sarl, Term Loan, 4.25%, 12/17/20                      |     | 1,555 | 1,562,436 |
| SIG Euro Holdings AG & Co. KG, 2013 Term Loan, 4.50%, 12/02/18               | EUR | 878   | 993,834   |
| TransFirst, Inc.:  |     |       |           |
| 2014 1st Lien Term Loan, 5.50%, 11/12/21                                     | USD | 829   | 834,952   |

See Notes to Financial Statements.

## Schedule of Investments (continued)

BlackRock Floating Rate Income Trust  
(BGT)

(Percentages shown are based on Net Assets)

|   | Par        | Value        |
|---|------------|--------------|
|   | (000)      |              |
| <b>Floating Rate Loan Interests (b)</b>                                   |            |              |
| <b>Diversified Financial Services (concluded)</b>                         |            |              |
| TransFirst, Inc. (concluded):   |            |              |
| 2014 2nd Lien Term Loan, 9.00%, 11/12/22                                  | USD 461    | \$ 464,362   |
|   |            | 12,489,783   |
| <b>Diversified Telecommunication Services 4.6%</b>                        |            |              |
| Alice Financing SA, Term Loan:  |            |              |
| Delayed Draw, 5.50%, 7/02/19  | 1,071      | 1,087,943    |
| 5.25%, 2/04/22  | 425        | 429,781      |
| Consolidated Communications, Inc., Term Loan B, 4.25%, 12/23/20           | 1,838      | 1,849,419    |
| GCI Holdings, Inc., Term Loan B, 4.75%, 2/02/22                           | 1,470      | 1,480,114    |
| Hawaiian Telcom Communications, Inc., Term Loan B, 5.00%, 6/06/19         | 1,433      | 1,437,768    |
| Integra Telecom, Inc.:  |            |              |
| 2nd Lien Term Loan, 9.75%, 2/21/20  | 520        | 516,589      |
| Term Loan B, 5.25%, 2/22/19   | 1,210      | 1,214,234    |
| Level 3 Financing, Inc.:  |            |              |
| 2019 Term Loan, 4.00%, 8/01/19  | 902        | 903,786      |
| 2020 Term Loan B, 4.00%, 1/15/20  | 4,685      | 4,695,260    |
| Incremental Term Loan B5, 4.50%, 1/31/22                                  | 2,245      | 2,246,414    |
|   |            | 15,861,308   |
| <b>Electric Utilities 1.2%</b>  |            |              |
| American Energy Utica LLC:  |            |              |
| 2nd Lien Delayed Draw Term Loan, 11.00%, 9/30/18                          | 136        | 121,985      |
| 2nd Lien Term Loan, 5.50%, 9/30/18  | 638        | 574,180      |
| Incremental 2nd Lien Term Loan, 11.00%, 9/30/18                           | 136        | 122,003      |
| Energy Future Intermediate Holding Co. LLC, DIP Term Loan, 4.25%, 6/19/16 | 3,237      | 3,254,897    |
|   |            | 4,073,065    |
| <b>Electrical Equipment 0.7%</b>  |            |              |
| Southwire Co., Term Loan, 3.25%, 2/10/21                                  | 609        | 607,176      |
| Texas Competitive Electric Holdings Co. LLC:                              |            |              |
| DIP Term Loan, 3.75%, 5/05/16   | 1,203      | 1,208,809    |
| Extended Term Loan, 4.67%, 10/10/17 (a)(g)                                | 1,050      | 649,089      |
|   |            | 2,465,074    |
| <b>Electronic Equipment, Instruments &amp; Components 0.5%</b>            |            |              |
| CDW LLC, Term Loan, 3.25%, 4/29/20  | 1,750      | 1,747,337    |
| <b>Energy Equipment &amp; Services 1.6%</b>                               |            |              |
| Dynegy Holdings, Inc., Term Loan B2, 4.00%, 4/23/20                       | 2,539      | 2,553,416    |
| Exgen Texas Power LLC, Term Loan B, 5.75%, 9/16/21                        | 209        | 211,500      |
| MEG Energy Corp., Refinancing Term Loan, 3.75%, 3/31/20                   | 2,946      | 2,906,586    |
|   |            | 5,671,502    |
| <b>Food &amp; Staples Retailing 1.0%</b>                                  |            |              |
| New Albertson's, Inc., Term Loan, 4.75%, 6/27/21                          | 896        | 898,482      |
| Rite Aid Corp., 2nd Lien Term Loan, 5.75%, 8/21/20                        | 540        | 546,075      |
| Supervalu, Inc., Refinancing Term Loan B, 4.50%, 3/21/19                  | 1,077      | 1,080,335    |
| US Foods, Inc., Refinancing Term Loan, 4.50%, 3/31/19                     | 1,027      | 1,030,386    |
|   |            | 3,555,278    |
| <b>Food Products 3.3%</b>   |            |              |
| CTI Foods Holding Co. LLC, 1st Lien Term Loan, 4.50%, 6/29/20             | 512        | 514,761      |
| Diamond Foods, Inc., Term Loan, 4.25%, 8/20/18                            | 1,813      | 1,814,645    |
| <b>Floating Rate Loan Interests (b)</b>                                   | <b>Par</b> | <b>Value</b> |



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|   |     | (000) |            |
|---|-----|-------|------------|
| <b>Food Products (concluded)</b>  |     |       |            |
| Dole Food Co., Inc., Term Loan B, 4.50%, 11/01/18                         | USD | 1,572 | 1,580,227  |
| Hearthside Group Holdings LLC, Term Loan, 4.50%, 6/02/21                  |     | 1,315 | 1,320,546  |
| Pabst Brewing Company, Inc., Term Loan, 5.75%, 10/21/21                   |     | 1,157 | 1,161,640  |
| Performance Food Group Co., 2nd Lien Term Loan, 6.25%, 11/14/19           |     | 1,008 | 1,012,118  |
| Pinnacle Foods Finance LLC:   |     |       |            |
| Incremental Term Loan H, 3.00%, 4/29/20                                   |     | 1,031 | 1,030,618  |
| Term Loan G, 3.00%, 4/29/20   |     | 995   | 993,835    |
| Post Holdings Inc., Series A Incremental Term Loan, 3.75%, 6/02/21        |     | 623   | 625,768    |
| Reddy Ice Corp.:  |     |       |            |
| 1st Lien Term Loan, 6.75%, 5/01/19  |     | 985   | 864,162    |
| 2nd Lien Term Loan, 10.75%, 11/01/19                                      |     | 725   | 551,000    |
|   |     |       | 11,469,320 |
| <b>Health Care Equipment &amp; Supplies 4.9%</b>                          |     |       |            |
| Auris Luxembourg III Sarl, Term Loan B, 5.50%, 1/17/22                    |     | 765   | 771,694    |
| Biomet, Inc., Term Loan B2, 3.68%, 7/25/17                                |     | 1,361 | 1,361,201  |
| Capsugel Holdings US, Inc., Term Loan B, 3.50%, 8/01/18                   |     | 946   | 947,449    |
| DJO Finance LLC:  |     |       |            |
| 2015 Term Loan, 4.25%, 4/21/20  |     | 1,920 | 1,931,520  |
| 2017 Term Loan, 4.25%, 9/15/17  |     | 2,276 | 2,274,730  |
| Iasis Healthcare LLC, Term Loan B2, 4.50%, 5/03/18                        |     | 1,666 | 1,670,954  |
| Immucor, Inc., Refinancing Term Loan B2, 5.00%, 8/17/18                   |     | 1,699 | 1,704,804  |
| Leonardo Acquisition Corp., Term Loan, 4.25%, 1/31/21                     |     | 1,401 | 1,403,732  |
| Millennium Laboratories, Inc., Term Loan B, 5.25%, 4/16/21                |     | 967   | 787,924    |
| National Vision, Inc., 1st Lien Term Loan, 4.00%, 3/12/21                 |     | 1,935 | 1,923,174  |
| Ortho-Clinical Diagnostics, Inc., Term Loan B, 4.75%, 6/30/21             |     | 1,873 | 1,866,476  |
| Sage Products Holdings III LLC, Refinancing Term Loan B2, 5.00%, 12/13/19 |     | 253   | 255,562    |
|   |     |       | 16,899,220 |
| <b>Health Care Providers &amp; Services 8.3%</b>                          |     |       |            |
| Acadia Healthcare Co., Inc., Term Loan B, 4.25%, 2/11/22                  |     | 293   | 296,321    |
| Air Medical Group Holdings, Inc., Term Loan B, 4.50%, 4/06/22             |     | 900   | 899,037    |
| Amedisys, Inc., 2nd Lien Term Loan, 8.50%, 6/25/20                        |     | 900   | 877,500    |
| Amsurg Corp., 1st Lien Term Loan B, 3.75%, 7/16/21                        |     | 1,789 | 1,795,249  |
| Ardent Medical Services, Inc., Term Loan, 6.75%, 7/02/18                  |     | 645   | 645,866    |
| Aspen Dental Management, Inc., 2015 Term Loan B, 5.50%, 4/10/22           |     | 525   | 527,956    |
| CHG Healthcare Services Inc., Term Loan, 4.25%, 11/19/19                  |     | 1,044 | 1,047,817  |
| Community Health Systems, Inc.:   |     |       |            |
| Term Loan D, 4.25%, 1/27/21   |     | 4,774 | 4,802,310  |
| Term Loan F, 3.43%, 12/31/18  |     | 986   | 990,997    |
| ConvaTec, Inc., Term Loan, 4.00%, 12/22/16                                |     | 1,102 | 1,100,775  |
| Curo Health Services LLC, 2015 1st Lien Term Loan, 6.50%, 2/07/22         |     | 950   | 957,125    |
| DaVita HealthCare Partners, Inc., Term Loan B, 3.50%, 6/24/21             |     | 5,890 | 5,905,979  |

See Notes to Financial Statements.

## Schedule of Investments (continued)

BlackRock Floating Rate Income Trust  
(BGT)

(Percentages shown are based on Net Assets)

|  | Par        |       | Value      |
|--|------------|-------|------------|
|  | (000)      |       |            |
| <b>Floating Rate Loan Interests (b)</b>                                      |            |       |            |
| <b>Health Care Providers &amp; Services (concluded)</b>                      |            |       |            |
| Envision Acquisition Co. LLC, Term Loan, 5.75%, 11/04/20                     | USD        | 625   | \$ 626,451 |
| Envision Healthcare Corp., Term Loan, 4.00%, 5/25/18                         |            | 906   | 909,958    |
| Genesis HealthCare Corp., Term Loan B, 10.00%, 12/04/17                      |            | 527   | 537,512    |
| HC Group Holdings III, Inc., Term Loan B, 6.00%, 4/07/22                     |            | 170   | 171,753    |
| HCA, Inc., Term Loan B5, 2.93%, 3/31/17                                      |            | 853   | 854,098    |
| MPH Acquisition Holdings LLC, Term Loan, 3.75%, 3/31/21                      |            | 1,212 | 1,210,872  |
| National Mentor Holdings, Inc., Term Loan B, 4.25%, 1/31/21                  |            | 764   | 765,489    |
| Surgery Center Holdings, Inc., 1st Lien Term Loan, 5.25%, 11/03/20           |            | 686   | 690,857    |
| Surgical Care Affiliates, Inc., Term Loan B, 4.25%, 3/17/22                  |            | 1,273 | 1,276,180  |
| Tenet Healthcare Corp., Interim Term Loan, 4.50%, 3/22/16                    |            | 1,400 | 1,400,000  |
| U.S. Renal Care, Inc., 2013 Term Loan, 4.25%, 7/03/19                        |            | 534   | 536,090    |
|  |            |       | 28,826,192 |
| <b>Health Care Technology 1.0%</b>   |            |       |            |
| Emdeon Business Services LLC, Term Loan B3, 3.75%, 12/02/18                  |            | 199   | 199,374    |
| IMS Health, Inc., Term Loan, 3.50%, 3/17/21                                  |            | 1,990 | 1,988,905  |
| MedAssets, Inc., Term Loan B, 4.00%, 12/13/19                                |            | 1,134 | 1,133,036  |
|  |            |       | 3,321,315  |
| <b>Hotels, Restaurants &amp; Leisure 10.4%</b>                               |            |       |            |
| Boyd Gaming Corp., Term Loan B, 4.00%, 8/14/20                               |            | 1,465 | 1,473,138  |
| Bronco Midstream Funding LLC, Term Loan B, 5.00%, 8/15/20                    |            | 1,804 | 1,745,095  |
| Burger King Newco Unlimited Liability Co., 2014 Term Loan B, 4.50%, 12/12/21 |            | 3,400 | 3,436,805  |
| Caesars Entertainment Resort Properties LLC, Term Loan B, 7.00%, 10/11/20    |            | 3,662 | 3,499,893  |
| CCM Merger, Inc., Term Loan B, 4.50%, 8/08/21                                |            | 980   | 985,729    |
| Dave & Buster's, Inc., Term Loan, 4.25%, 7/25/20                             |            | 410   | 412,024    |
| Diamond Resorts Corp., Term Loan, 5.50%, 5/09/21                             |            | 1,088 | 1,093,466  |
| ESH Hospitality, Inc., Term Loan, 5.00%, 6/24/19                             |            | 580   | 585,440    |
| Hilton Worldwide Finance LLC, Term Loan B2, 3.50%, 10/26/20                  |            | 2,388 | 2,395,785  |
| Intrawest ULC, Term Loan, 4.75%, 12/09/20                                    |            | 775   | 778,823    |
| La Quinta Intermediate Holdings LLC, Term Loan B, 4.00%, 4/14/21             |            | 5,005 | 5,018,861  |
| Las Vegas Sands LLC, Term Loan B, 3.25%, 12/19/20                            |            | 1,725 | 1,726,197  |
| MGM Resorts International, Term Loan B, 3.50%, 12/20/19                      |            | 2,149 | 2,147,839  |
| Pinnacle Entertainment, Inc., Term Loan B2, 3.75%, 8/13/20                   |            | 906   | 908,640    |
| RHP Hotel Properties LP, Term Loan B, 3.75%, 1/15/21                         |            | 784   | 789,367    |
| Sabre, Inc.:   |            |       |            |
| Incremental Term Loan, 4.50%, 2/19/19  |            | 305   | 306,306    |
| Term Loan B, 4.00%, 2/19/19  |            | 1,410 | 1,416,375  |
| Scientific Games International, Inc., 2014 Term Loan B1, 6.00%, 10/18/20     |            | 932   | 940,847    |
| Station Casinos LLC, Term Loan B, 4.25%, 3/02/20                             |            | 3,225 | 3,242,968  |
| Travelport Finance (Luxembourg) Sarl, 2014 Term Loan B, 5.75%, 9/02/21       |            | 2,040 | 2,059,328  |
|  | <b>Par</b> |       |            |
|  | (000)      |       | Value      |
| <b>Floating Rate Loan Interests (b)</b>                                      |            |       |            |
| <b>Hotels, Restaurants &amp; Leisure (concluded)</b>                         |            |       |            |
| Twin River Management Group, Inc., Term Loan B, 5.25%, 7/10/20               | USD        | 472   | 471,495    |
| Wendy's International, Inc., Term Loan B, 3.25%, 5/15/19                     |            | 570   | 572,298    |
|  |            |       | 36,006,719 |
| <b>Household Products 1.0%</b>   |            |       |            |
| Bass Pro Group LLC, Term Loan, 3.75%, 11/20/19                               |            | 1,677 | 1,682,663  |
| Prestige Brands, Inc., Term Loan, 4.13%, 1/31/19                             |            | 561   | 562,881    |
| Spectrum Brands, Inc.:   |            |       |            |
| Term Loan A, 3.00%, 9/04/17  |            | 461   | 461,803    |
| Term Loan C, 3.50%, 9/04/19  |            | 895   | 895,987    |

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|  |             |            |
|--|-------------|------------|
|  |             | 3,603,334  |
| <b>Independent Power and Renewable Electricity Producers</b>                               | <b>1.6%</b> |            |
| Calpine Corp., Term Loan B1, 4.00%, 4/01/18  | 2,658       | 2,672,070  |
| Granite Acquisition Inc.:  |             |            |
| Term Loan B, 5.00%, 12/19/21   | 1,897       | 1,921,106  |
| Term Loan C, 5.00%, 12/19/21   | 84          | 84,741     |
| Terra-Gen Finance Co. LLC, Term Loan B, 5.25%, 12/09/21                                    | 1,007       | 1,017,550  |
|  |             | 5,695,467  |
| <b>Industrial Conglomerates</b>  | <b>0.4%</b> |            |
| Sequa Corp., Term Loan B, 5.25%, 6/19/17   | 1,501       | 1,358,935  |
| <b>Insurance</b>   | <b>2.2%</b> |            |
| Alliant Holdings I, Inc., Term Loan B, 5.00%, 12/20/19                                     | 1,098       | 1,098,753  |
| AmWINS Group LLC, 2014 2nd Lien Term Loan, 9.50%, 9/04/20                                  | 619         | 624,318    |
| CNO Financial Group, Inc., Term Loan B2, 3.75%, 9/28/18                                    | 1,367       | 1,363,209  |
| Cooper Gay Swett & Crawford of Delaware Holding Corp., 1st Lien Term Loan, 5.00%, 4/16/20  | 975         | 926,713    |
| Sedgwick Claims Management Services, Inc.:   |             |            |
| 1st Lien Term Loan, 3.75%, 3/01/21   | 1,163       | 1,155,561  |
| 2nd Lien Term Loan, 6.75%, 2/28/22   | 1,230       | 1,212,706  |
| York Risk Services Holding Corp. Risk Services Holding Corp., Term Loan B, 4.75%, 10/01/21 | 1,287       | 1,289,038  |
|  |             | 7,670,298  |
| <b>Internet Software &amp; Services</b>  | <b>2.1%</b> |            |
| Dealertrack Technologies, Inc., Term Loan B, 3.25%, 2/28/21                                | 1,163       | 1,162,117  |
| Go Daddy Operating Co. LLC, Term Loan B, 4.50%, 5/13/21                                    | 1,563       | 1,573,614  |
| Interactive Data Corp., 2014 Term Loan, 4.75%, 5/02/21                                     | 3,419       | 3,439,172  |
| W3 Co.:  |             |            |
| 1st Lien Term Loan, 5.75%, 3/13/20   | 770         | 694,872    |
| 2nd Lien Term Loan, 9.25%, 9/11/20   | 419         | 377,055    |
|  |             | 7,246,830  |
| <b>IT Services</b>   | <b>3.4%</b> |            |
| First Data Corp.:  |             |            |
| 2018 Extended Term Loan, 3.68%, 3/24/18  | 7,645       | 7,659,158  |
| 2018 Term Loan, 3.68%, 9/24/18   | 730         | 730,912    |
| Genpact International, Inc., Term Loan B, 3.50%, 8/30/19                                   | 1,142       | 1,145,660  |
| InfoGroup, Inc., Term Loan, 7.50%, 5/26/18   | 314         | 299,176    |
| SunGard Data Systems, Inc.:  |             |            |
| Term Loan C, 3.93%, 2/28/17  | 925         | 925,583    |
| Term Loan E, 4.00%, 3/08/20  | 170         | 171,183    |
| Vantiv LLC, 2014 Term Loan B, 3.75%, 6/13/21   | 1,049       | 1,052,919  |
|  |             | 11,984,591 |

See Notes to Financial Statements.

## Schedule of Investments (continued)

BlackRock Floating Rate Income Trust  
(BGT)

(Percentages shown are based on Net Assets)

|  |     | Par        |    | Value     |
|--|-----|------------|----|-----------|
|  |     | (000)      |    |           |
| <b>Floating Rate Loan Interests (b)</b>                                    |     |            |    |           |
| <b>Leisure Products 0.3%</b>   |     |            |    |           |
| Bauer Performance Sports Ltd., Term Loan B, 4.00%, 4/15/21                 | USD | 977        | \$ | 969,360   |
| <b>Machinery 2.3%</b>  |     |            |    |           |
| Alliance Laundry Systems LLC:  |     |            |    |           |
| 2nd Lien Term Loan, 9.50%, 12/10/19  |     | 286        |    | 287,080   |
| Refinancing Term Loan, 4.25%, 12/10/18                                     |     | 871        |    | 872,892   |
| Allison Transmission, Inc., Term Loan B3, 3.50%, 8/23/19                   |     | 735        |    | 738,859   |
| Faenza Acquisition GmbH:   |     |            |    |           |
| Term Loan B1, 4.25%, 8/30/20   |     | 706        |    | 711,253   |
| Term Loan B3, 4.25%, 8/30/20   |     | 209        |    | 210,860   |
| Generac Power Systems, Inc., Term Loan B, 3.25%, 5/31/20                   |     | 791        |    | 791,089   |
| Mueller Water Products, Inc., Term Loan B, 4.00%, 11/25/21                 |     | 499        |    | 502,067   |
| Rexnord LLC, 1st Lien Term Loan B, 4.00%, 8/21/20                          |     | 1,490      |    | 1,494,210 |
| Silver II US Holdings LLC, Term Loan, 4.00%, 12/13/19                      |     | 1,783      |    | 1,738,420 |
| Wabash National Corp., 2015 Term Loan B, 4.25%, 3/16/22                    |     | 698        |    | 702,152   |
|  |     |            |    | 8,048,882 |
| <b>Manufacture Goods 0.1%</b>  |     |            |    |           |
| KP Germany Erste GmbH, 1st Lien Term Loan, 5.00%, 4/22/20                  |     | 190        |    | 190,715   |
| <b>Media 10.9%</b>   |     |            |    |           |
| Cengage Learning Acquisitions, Inc.:                                       |     |            |    |           |
| 1st Lien Term Loan, 7.00%, 3/31/20   |     | 3,653      |    | 3,672,498 |
| Term Loan, 0.00%, 7/03/15 (a)(g)   |     | 1,296      |    |           |
| Clear Channel Communications, Inc., Term Loan D, 6.93%, 1/30/19            |     | 3,932      |    | 3,759,867 |
| Gray Television, Inc., 2014 Term Loan B, 3.75%, 6/10/21                    |     | 677        |    | 678,110   |
| Hemisphere Media Holdings LLC, Term Loan B, 5.00%, 7/30/20                 |     | 1,204      |    | 1,207,294 |
| Hubbard Radio LLC, Term Loan B, 4.50%, 4/29/19                             |     | 754        |    | 755,379   |
| Intelsat Jackson Holdings SA, Term Loan B2, 3.75%, 6/30/19                 |     | 2,622      |    | 2,619,097 |
| Liberty Cablevision of Puerto Rico LLC, 1st Lien Term Loan, 4.50%, 1/07/22 |     | 910        |    | 912,275   |
| Live Nation Entertainment, Inc., 2020 Term Loan B1, 3.50%, 8/17/20         |     | 300        |    | 301,302   |
| MCC Iowa LLC:  |     |            |    |           |
| Term Loan I, 2.65%, 6/30/17  |     | 665        |    | 663,313   |
| Term Loan J, 3.75%, 6/30/21  |     | 323        |    | 322,663   |
| Media General, Inc., Term Loan B, 4.25%, 7/31/20                           |     | 1,607      |    | 1,617,851 |
| Mediacom Communications Corp., Term Loan F, 2.65%, 3/31/18                 |     | 505        |    | 499,220   |
| Mediacom Illinois LLC, Term Loan G, 3.75%, 6/30/21                         |     | 826        |    | 826,370   |
| Numericable U.S. LLC:  |     |            |    |           |
| Term Loan B1, 4.50%, 5/21/20   |     | 1,354      |    | 1,358,823 |
| Term Loan B2, 4.50%, 5/21/20   |     | 1,171      |    | 1,175,568 |
| Salem Communications Corp., Term Loan B, 4.50%, 3/13/20                    |     | 348        |    | 347,846   |
| SBA Senior Finance II LLC, Term Loan B1, 3.25%, 3/24/21                    |     | 1,816      |    | 1,814,768 |
| Sinclair Television Group, Inc., Term Loan B, 3.00%, 4/09/20               |     | 1,137      |    | 1,133,907 |
| Tribune Co., 2013 Term Loan, 4.00%, 12/27/20                               |     | 2,905      |    | 2,918,009 |
| Univision Communications, Inc., Term Loan C4, 4.00%, 3/01/20               |     | 3,339      |    | 3,340,918 |
|  |     | <b>Par</b> |    |           |
| <b>Floating Rate Loan Interests (b)</b>                                    |     |            |    |           |
| <b>Media (concluded)</b>   |     |            |    |           |
| Virgin Media Investment Holdings Ltd.:                                     |     |            |    |           |
| Term Loan B, 3.50%, 6/07/20  | USD | 697        |    | 696,976   |
| Term Loan E, 4.25%, 6/30/23  | GBP | 1,105      |    | 1,701,551 |
| WideOpenWest Finance LLC, Term Loan B, 4.75%, 4/01/19                      | USD | 2,398      |    | 2,408,816 |
| Ziggo Financing Partnership:   |     |            |    |           |
| Term Loan B1, 3.50%, 1/15/22   |     | 1,108      |    | 1,108,083 |
| Term Loan B2A, 3.50%, 1/15/22  |     | 719        |    | 718,841   |
| Term Loan B3, 3.50%, 1/15/22   |     | 1,182      |    | 1,182,236 |

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|   |       |            |
|---|-------|------------|
|   |       | 37,741,581 |
| <b>Metals &amp; Mining 0.8%</b>   |       |            |
| Ameriforge Group, Inc., 2nd Lien Term Loan, 8.75%, 12/19/20                   | 265   | 228,563    |
| Novelis, Inc., Term Loan, 3.75%, 3/10/17                                      | 1,571 | 1,572,582  |
| Windsor Financing LLC, Term Loan B, 6.25%, 12/05/17                           | 816   | 815,715    |
|   |       | 2,616,860  |
| <b>Multiline Retail 2.3%</b>  |       |            |
| 99¢ Only Stores, Term Loan, 4.50%, 1/11/19                                    | 1,117 | 1,115,057  |
| BJ's Wholesale Club, Inc.:  |       |            |
| 1st Lien Term Loan, 4.50%, 9/26/19  | 3,069 | 3,084,845  |
| 2nd Lien Term Loan, 8.50%, 3/26/20  | 375   | 378,829    |
| Dollar Tree, Inc., Term Loan B, 4.25%, 3/09/22                                | 1,270 | 1,285,723  |
| Hudson's Bay Co., 1st Lien Term Loan, 4.75%, 11/04/20                         | 367   | 368,858    |
| The Neiman Marcus Group, Inc., 2020 Term Loan, 4.25%, 10/25/20                | 1,633 | 1,636,288  |
|   |       | 7,869,600  |
| <b>Oil, Gas &amp; Consumable Fuels 4.6%</b>                                   |       |            |
| American Energy Marcellus LLC, 1st Lien Term Loan, 5.25%, 8/04/20             | 565   | 465,119    |
| Arch Coal, Inc., Term Loan B, 6.25%, 5/16/18                                  | 1,126 | 837,279    |
| CITGO Holding, Inc., 2015 Term Loan B, 9.50%, 5/12/18                         | 1,237 | 1,246,177  |
| Drillships Financing Holding, Inc., Term Loan B1, 6.00%, 3/31/21              | 2,263 | 1,828,576  |
| EP Energy LLC/Everest Acquisition Finance, Inc., Term Loan B3, 3.50%, 5/24/18 | 1,170 | 1,154,649  |
| Fieldwood Energy LLC, 1st Lien Term Loan, 3.88%, 9/28/18                      | 588   | 569,334    |
| Green Energy Partners/Stonewall LLC, Term Loan B1, 6.50%, 11/13/21            | 545   | 549,540    |
| Obsidian Natural Gas Trust, Term Loan, 7.00%, 11/02/15                        | 226   | 224,457    |
| Offshore Group Investment Ltd., Term Loan B, 5.75%, 3/28/19                   | 66    | 42,846     |
| Packers Holdings LLC, Term Loan B, 5.00%, 12/02/21                            | 1,002 | 1,011,259  |
| Panda Patriot LLC, Term Loan B1, 6.75%, 12/19/20                              | 865   | 868,244    |
| Panda Temple II Power LLC, Term Loan B, 7.25%, 4/03/19                        | 555   | 541,125    |
| Power Buyer LLC, 2nd Lien Term Loan, 8.25%, 11/06/20                          | 285   | 278,944    |
| Samchully Midstream 3 LLC, Term Loan B, 5.75%, 10/20/21                       | 1,097 | 1,086,277  |
| Seventy Seven Operating LLC, Term Loan B, 3.75%, 6/25/21                      | 162   | 151,646    |
| Southcross Energy Partners LP, 1st Lien Term Loan, 5.25%, 8/04/21             | 715   | 706,561    |
| Southcross Holdings Borrower LP, Term Loan B, 6.00%, 8/04/21                  | 576   | 564,137    |
| Stonewall Gas Gathering LLC, Term Loan B, 8.75%, 1/28/22                      | 683   | 688,412    |

See Notes to Financial Statements.

## Schedule of Investments (continued)

BlackRock Floating Rate Income Trust  
(BGT)

(Percentages shown are based on Net Assets)

|  |     | Par          |              |
|--|-----|--------------|--------------|
|  |     | (000)        | Value        |
| <b>Floating Rate Loan Interests (b)</b>  |     |              |              |
| <b>Oil, Gas &amp; Consumable Fuels (concluded)</b>                                     |     |              |              |
| TPF II Power LLC, Term Loan B, 5.50%, 10/02/21   | USD | 983          | \$ 999,427   |
| Veresen Midstream Limited Partnership, Term Loan B, 6.00%, 3/31/22                     |     | 1,025        | 1,035,250    |
| WTG Holdings III Corp., 1st Lien Term Loan, 4.75%, 1/15/21                             |     | 1,037        | 1,042,059    |
|  |     |              | 15,891,318   |
| <b>Personal Products 0.1%</b>  |     |              |              |
| Prestige Brands, Inc., Term Loan B2, 4.50%, 9/03/21                                    |     | 248          | 249,118      |
| <b>Pharmaceuticals 6.8%</b>  |     |              |              |
| Akorn, Inc., Term Loan B, 4.50%, 4/16/21   |     | 1,358        | 1,359,031    |
| Amneal Pharmaceuticals LLC, Term Loan:<br>Incremental, 4.50%, 11/01/19                 |     | 400          | 401,500      |
| 5.00%, 11/01/19  |     | 633          | 637,430      |
| CCC Information Services, Inc., Term Loan, 4.00%, 12/20/19                             |     | 508          | 508,935      |
| Concordia Healthcare Corp., Term Loan B, 4.75%, 3/30/22                                |     | 520          | 523,900      |
| Endo Luxembourg Finance Co. I Sarl, 2014 Term Loan B, 3.25%, 3/01/21                   |     | 713          | 712,358      |
| Grifols Worldwide Operations USA, Inc., Term Loan B, 3.18%, 2/27/21                    |     | 2,606        | 2,611,523    |
| Horizon Pharma Holdings USA, Inc., Term Loan B, 5.00%, 4/22/21                         |     | 335          | 337,094      |
| JLL/Delta Dutch Newco BV, Term Loan, 4.25%, 3/11/21                                    |     | 1,543        | 1,542,410    |
| Mallinckrodt International Finance SA:<br>Incremental Term Loan B1, 3.50%, 3/19/21     |     | 876          | 876,449      |
| Term Loan B, 3.25%, 3/19/21  |     | 1,406        | 1,404,577    |
| Par Pharmaceutical Cos., Inc., Term Loan B2, 4.00%, 9/30/19                            |     | 2,264        | 2,266,080    |
| Pharmaceutical Product Development LLC, Term Loan B, 4.00%, 12/05/18                   |     | 2,924        | 2,936,179    |
| Quintiles Transnational Corp., Term Loan B3, 3.75%, 6/08/18                            |     | 1,261        | 1,260,981    |
| Valeant Pharmaceuticals International, Inc.:<br>Series C2 Term Loan B, 3.50%, 12/11/19 |     | 975          | 977,890      |
| Series D2 Term Loan B, 3.50%, 2/13/19  |     | 943          | 945,844      |
| Series E Term Loan B, 3.50%, 8/05/20   |     | 1,158        | 1,161,049    |
| Series F1 Term Loan B, 4.00%, 4/01/22  |     | 3,069        | 3,088,762    |
|  |     |              | 23,551,992   |
| <b>Professional Services 2.2%</b>  |     |              |              |
| Acosta Holdco, Inc., 2014 Term Loan, 4.25%, 9/26/21                                    |     | 833          | 841,928      |
| Advantage Sales & Marketing, Inc.:<br>2014 1st Lien Term Loan, 4.25%, 7/23/21          |     | 1,309        | 1,312,651    |
| 2014 2nd Lien Term Loan, 7.50%, 7/25/22  |     | 465          | 466,744      |
| Emdeon Business Services LLC, Term Loan B2, 3.75%, 11/02/18                            |     | 1,251        | 1,254,325    |
| Intertrust Group Holding BV:<br>2nd Lien Term Loan, 8.00%, 4/16/22                     |     | 625          | 625,587      |
| Term Loan B4, 4.27%, 4/16/21   | EUR | 988          | 1,119,462    |
| SIRVA Worldwide, Inc., Term Loan, 7.50%, 3/27/19                                       | USD | 1,107        | 1,107,400    |
| Truven Health Analytics, Inc., Term Loan B, 4.50%, 6/06/19                             |     | 1,025        | 1,025,137    |
|  |     |              | 7,753,234    |
| <b>Real Estate Management &amp; Development 1.6%</b>                                   |     |              |              |
| CityCenter Holdings LLC, Term Loan B, 4.25%, 10/16/20                                  |     | 1,396        | 1,404,445    |
| DTZ US Borrower LLC, 1st Lien Term Loan, 5.50%, 11/04/21                               |     | 1,314        | 1,325,631    |
|  |     |              |              |
|  |     | <b>Par</b>   |              |
|  |     | <b>(000)</b> | <b>Value</b> |
| <b>Floating Rate Loan Interests (b)</b>  |     |              |              |
| <b>Real Estate Management &amp; Development (concluded)</b>                            |     |              |              |
| Realogy Corp.:<br>Extended Letter of Credit, 0.02%, 10/10/16                           | USD | 109          | 108,050      |
| Term Loan B, 3.75%, 3/05/20  |     | 2,869        | 2,879,245    |

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|  |       |            |
|--|-------|------------|
|  |       | 5,717,371  |
| <b>Road &amp; Rail 1.2%</b>                                  |       |            |
| Coyote Logistics LLC, Term Loan, 6.25%, 3/26/22              | 750   | 754,065    |
| Hertz Corp., Term Loan B2, 3.50%, 3/11/18                    | 883   | 882,764    |
| PODS LLC, 1st Lien Term Loan, 5.25%, 2/02/22                 | 650   | 657,312    |
| Road Infrastructure Investment LLC:                          |       |            |
| 1st Lien Term Loan, 4.25%, 3/31/21                           | 1,233 | 1,216,379  |
| 2nd Lien Term Loan, 7.75%, 9/21/21                           | 600   | 550,500    |
|  |       | 4,061,020  |
| <b>Semiconductors &amp; Semiconductor Equipment 1.8%</b>     |       |            |
| Avago Technologies Cayman Ltd., Term Loan B, 3.75%, 5/06/21  | 2,867 | 2,878,831  |
| Freescal Semiconductor, Inc.:                                |       |            |
| Term Loan B4, 4.25%, 2/28/20                                 | 2,161 | 2,169,095  |
| Term Loan B5, 5.00%, 1/15/21                                 | 428   | 431,959    |
| NXP BV, Term Loan D, 3.25%, 1/11/20                          | 857   | 856,144    |
|  |       | 6,336,029  |
| <b>Software 3.5%</b>   |       |            |
| GCA Services Group, Inc.:                                    |       |            |
| 2nd Lien Term Loan, 9.25%, 10/22/20                          | 400   | 402,000    |
| Term Loan B, 4.25%, 11/01/19                                 | 1,036 | 1,036,754  |
| Infor US, Inc.:  |       |            |
| Term Loan B3, 3.75%, 6/03/20                                 | 522   | 520,849    |
| Term Loan B5, 3.75%, 6/03/20                                 | 2,631 | 2,625,558  |
| IQOR US, Inc., Term Loan B, 6.00%, 4/01/21                   | 540   | 507,140    |
| Kronos Worldwide, Inc., 2014 Term Loan, 4.75%, 2/18/20       | 307   | 308,818    |
| Kronos, Inc.:  |       |            |
| 2nd Lien Term Loan, 9.75%, 4/30/20                           | 1,088 | 1,122,283  |
| Initial Incremental Term Loan, 4.50%, 10/30/19               | 896   | 900,954    |
| Mitchell International, Inc.:                                |       |            |
| 1st Lien Term Loan, 4.50%, 10/12/20                          | 1,330 | 1,333,519  |
| 2nd Lien Term Loan, 8.50%, 10/11/21                          | 1,000 | 997,000    |
| Sophia LP, 2014 Term Loan B, 4.00%, 7/19/18                  | 1,937 | 1,942,309  |
| Tibco Software, Inc., Term Loan B, 6.50%, 12/04/20           | 195   | 197,560    |
| WebSense, Inc., 2nd Lien Term Loan, 8.25%, 12/24/20          | 350   | 350,875    |
|  |       | 12,245,619 |
| <b>Specialty Retail 4.6%</b>                                 |       |            |
| Academy Ltd., Term Loan, 4.50%, 8/03/18                      | 1,251 | 1,256,302  |
| Equinox Holdings, Inc., Repriced Term Loan B, 5.00%, 1/31/20 | 800   | 805,824    |
| General Nutrition Centers, Inc., Term Loan, 3.25%, 3/04/19   | 1,563 | 1,558,008  |
| Leslie's Poolmart, Inc., Term Loan, 4.25%, 10/16/19          | 1,218 | 1,219,501  |
| Michaels Stores, Inc.:                                       |       |            |
| Incremental 2014 Term Loan B2, 4.00%, 1/28/20                | 1,772 | 1,780,222  |
| Term Loan B, 3.75%, 1/28/20                                  | 894   | 896,061    |
| Party City Holdings, Inc., Term Loan, 4.00%, 7/27/19         | 2,609 | 2,615,385  |
| Petco Animal Supplies, Inc., Term Loan, 4.00%, 11/24/17      | 1,819 | 1,825,004  |
| PetSmart, Inc., 1st Lien Term Loan, 5.00%, 3/11/22           | 3,155 | 3,192,324  |
| Things Remembered, Inc., Term Loan B, 8.00%, 5/24/18         | 936   | 790,727    |
|  |       | 15,939,358 |

See Notes to Financial Statements.

## Schedule of Investments (continued)

BlackRock Floating Rate Income Trust  
(BGT)

(Percentages shown are based on Net Assets)

|  | Par                              |       | Value        |
|--|----------------------------------|-------|--------------|
|  | (000)                            |       |              |
| <b>Floating Rate Loan Interests (b)</b>  |                                  |       |              |
| <b>Technology Hardware, Storage &amp; Peripherals 0.6%</b>   |                                  |       |              |
| Dell, Inc.:  |                                  |       |              |
| Term Loan C, 3.75%, 10/29/18   | USD                              | 977   | \$ 979,320   |
| Term Loan B, 4.50%, 4/29/20  |                                  | 1,213 | 1,217,108    |
|  |                                  |       | 2,196,428    |
| <b>Textiles, Apparel &amp; Luxury Goods 1.8%</b>   |                                  |       |              |
| ABG Intermediate Holdings 2 LLC, 1st Lien Term Loan, 5.50%, 5/27/21  |                                  | 1,312 | 1,315,029    |
| Ascend Performance Materials LLC, Term Loan B, 6.75%, 4/10/18  |                                  | 1,395 | 1,241,148    |
| J. Crew Group, Inc., Term Loan B, 4.00%, 3/05/21   |                                  | 1,465 | 1,371,061    |
| Kate Spade & Co., Term Loan B, 4.00%, 4/09/21  |                                  | 1,330 | 1,330,283    |
| Polymer Group, Inc., 1st Lien Term Loan, 5.25%, 12/19/19   |                                  | 1,015 | 1,020,590    |
|  |                                  |       | 6,278,111    |
| <b>Transportation Infrastructure 0.2%</b>  |                                  |       |              |
| Penn Products Terminals LLC, Term Loan B, 4.75%, 3/19/22   |                                  | 695   | 702,572      |
| <b>Wireless Telecommunication Services 1.0%</b>  |                                  |       |              |
| Communications Sales & Leasing, Inc., Term Loan B, 5.00%, 9/30/22  |                                  | 820   | 817,950      |
| Crown Castle Operating Co., Term Loan B2, 3.00%, 1/31/21   |                                  | 1,205 | 1,205,160    |
| LTS Buyer LLC, 1st Lien Term Loan, 4.00%, 4/13/20  |                                  | 1,601 | 1,599,473    |
|  |                                  |       | 3,622,583    |
| <b>Total Floating Rate Loan Interests 131.6%</b>   |                                  |       | 456,843,037  |
| <b>Non-Agency Mortgage-Backed Securities 0.2%</b>  |                                  |       |              |
| <b>Collateralized Mortgage Obligations 0.2%</b>  |                                  |       |              |
| Hilton USA Trust, Series 2013-HLT, Class EFX, 5.22%, 11/05/30 (b)(c)   |                                  | 813   | 831,763      |
| <b>Investment Companies</b>  | <b>Shares</b>                    |       | <b>Value</b> |
| <b>Capital Markets 0.0%</b>  |                                  |       |              |
| Eaton Vance Floating-Rate Income Trust   | 34                               |       | \$ 502       |
| Eaton Vance Senior Income Trust  | 8,925                            |       | 58,459       |
| <b>Total Investment Companies 0.0%</b>   |                                  |       | 58,961       |
| <b>Other Interests (h)</b>   | <b>Beneficial Interest (000)</b> |       | <b>Value</b> |
| <b>Auto Components 0.0%</b>  |                                  |       |              |
| Lear Corp. Escrow  | USD                              | 500   | 4,375        |
| <b>Construction Materials 0.1%</b>   |                                  |       |              |
| USI Senior Holdings  |                                  | 8     | 169,417      |
| <b>Total Other Interests 0.1%</b>  |                                  |       | 173,792      |
| <b>Warrants (i)</b>  | <b>Shares</b>                    |       |              |
| <b>Chemicals 0.0%</b>  |                                  |       |              |
| British Vita Holdings Co. (Non-Expiring)   | 166                              |       |              |
| <b>Software 0.0%</b>   |                                  |       |              |
| Bankruptcy Management Solutions, Inc.:   |                                  |       |              |
| Expires 07/01/19   | 195                              |       |              |
| Expires 07/01/20   | 292                              |       |              |
| Expires 07/02/18   | 181                              |       |              |
| HMH Holdings/EduMedia (Issued/exercisable 3/09/10, 19 Shares for 1 Warrant, Expires 6/22/19, Strike Price \$42.27) | 1,501                            |       | 12,506       |



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|  |                |
|--|----------------|
|  | 12,506         |
| <b>Total Warrants 0.0%</b>                           | 12,506         |
| <b>Total Long-Term Investments</b>                   |                |
| (Cost \$491,537,364) 141.3%                          | 490,280,547    |
| <b>Options Purchased</b>                             |                |
| (Cost \$25,422) 0.0%                                 |                |
| <b>Total Investments</b>                             |                |
| (Cost \$491,562,786) 141.3%                          | 490,280,547    |
| <b>Liabilities in Excess of Other Assets (41.3)%</b> | (143,238,644)  |
| <b>Net Assets 100.0%</b>                             | \$ 347,041,903 |

Notes to Schedule of Investments

- (a) Non-income producing security.
- (b) Variable rate security. Rate shown is as of report date.
- (c) Security exempt from registration pursuant to Rule 144A under the Securities Act of 1933, as amended. These securities may be resold in transactions exempt from registration to qualified institutional investors.
- (d) Zero-coupon bond.
- (e) Convertible security.
- (f) When-issued security. Unsettled when-issued transactions were as follows:

| Counterparty                       | Value      | Unrealized<br>Appreciation |
|------------------------------------|------------|----------------------------|
| Credit Suisse Securities (USA) LLC | \$ 192,850 | \$ 2,850                   |

- (g) Issuer filed for bankruptcy and/or is in default of principal and/or interest payments.
- (h) Other interests represent beneficial interests in liquidation trusts and other reorganization or private entities.
- (i) Warrants entitle the Trust to purchase a predetermined number of shares of common stock and are non-income producing. The purchase price and number of shares are subject to adjustment under certain conditions until the expiration date of the warrants, if any.

See Notes to Financial Statements.

## Schedule of Investments (continued)

BlackRock Floating Rate Income Trust  
(BGT)

During the six months ended April 30, 2015, investments in issuers considered to be an affiliate of the Trust for purposes of section 2(a)(3) of the 1940 Act, were as follows:

| Affiliate  | Shares Held<br>at October 31,<br>2014 | Net<br>Activity | Shares Held<br>at<br>April 30,<br>2015 | Income |
|--|---------------------------------------|-----------------|--|--------|
| BlackRock Liquidity Funds, TempFund, Institutional Class | 2,630,534                             | (2,630,534)     |  | \$ 196 |

For Trust compliance purposes, the Trust's industry classifications refer to any one or more of the industry sub-classifications used by one or more widely recognized market indexes or rating group indexes, and/or as defined by the investment advisor. These definitions may not apply for purposes of this report, which may combine such industry sub-classifications for reporting ease.

As of April 30, 2015, forward foreign currency contracts outstanding were as follows:

| Currency<br>Purchased |           | Currency<br>Sold |           | Counterparty             | Settlement<br>Date | Unrealized<br>Appreciation<br>(Depreciation) |
|-----------------------|-----------|------------------|-----------|--------------------------|--------------------|--|
| CAD                   | 280,000   | USD              | 228,227   | JPMorgan Chase Bank N.A. | 7/21/15            | \$ 3,592                                     |
| USD                   | 1,884,867 | CAD              | 2,309,000 | Royal Bank of Canada     | 7/21/15            | (26,815)                                     |
| USD                   | 2,642,243 | EUR              | 2,455,000 | UBS AG                   | 7/21/15            | (117,177)                                    |
| USD                   | 1,947,277 | GBP              | 1,317,000 | Barclays Bank PLC        | 7/21/15            | (73,244)                                     |
| <b>Total</b>          |           |                  |           |                          |                    | \$ (213,644)                                 |

As of April 30, 2015, OTC options purchased outstanding were as follows:

| Description                    | Counterparty        | Put/<br>Call | Strike<br>Price | Expiration<br>Date | Contracts | Value |
|--------------------------------|---------------------|--------------|-----------------|--------------------|-----------|-------|
| Marsico Parent Superholdco LLC | Goldman Sachs & Co. | Call         | USD 942.86      | 12/14/19           | 26        |       |

**Fair Value Measurements** Various inputs are used in determining the fair value of investments and derivative financial instruments. These inputs to valuation techniques are categorized into a disclosure hierarchy consisting of three broad levels for financial statement purposes. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3. The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the fair value hierarchy classification is determined based on the lowest level input that is significant to the fair value measurement in its entirety. The categorization of a value determined for investments and derivative financial instruments is based on the pricing transparency of the investment and derivative financial instrument and is not necessarily an indication of the risks associated with investing in those securities. The three levels of the fair value hierarchy are as follows:

Level 1 unadjusted quoted prices in active markets/exchanges for identical assets or liabilities that the Trust has the ability to access

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Level 2 other observable inputs (including, but not limited to, quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets or liabilities (such as interest rates, yield curves, volatilities, prepayment speeds, loss severities, credit risks and default rates) or other market-corroborated inputs)

Level 3 unobservable inputs based on the best information available in the circumstances, to the extent observable inputs are not available (including the Trust's own assumptions used in determining the fair value of investments and derivative financial instruments)

Changes in valuation techniques may result in transfers into or out of an assigned level within the disclosure hierarchy. In accordance with the Trust's policy, transfers between different levels of the fair value disclosure hierarchy are deemed to have occurred as of the beginning of the reporting period. For information about the Trust's policy regarding valuation of investments and derivative financial instruments, refer to Note 2 of the Notes to Financial Statements.

As of April 30, 2015, the following tables summarize the Trust's investments and derivative financial instruments categorized in the disclosure hierarchy:

|                                       | Level 1             | Level 2               | Level 3              | Total                 |
|---------------------------------------|---------------------|-----------------------|----------------------|-----------------------|
| <b>Assets:</b>                        |                     |                       |                      |                       |
| Investments:                          |                     |                       |                      |                       |
| Long-Term Investments:                |                     |                       |                      |                       |
| Common Stocks                         | \$ 1,881,791        |                       | \$ 713,962           | \$ 2,595,753          |
| Asset-Backed Securities               |                     | \$ 8,071,969          | 4,175,300            | 12,247,269            |
| Corporate Bonds                       |                     | 16,941,899            | 575,567              | 17,517,466            |
| Floating Rate Loan Interests          |                     | 431,947,151           | 24,895,886           | 456,843,037           |
| Non-Agency Mortgage-Backed Securities |                     | 831,763               |                      | 831,763               |
| Investment Companies                  | 58,961              |                       |                      | 58,961                |
| Other Interests                       |                     | 169,417               | 4,375                | 173,792               |
| Warrants                              |                     |                       | 12,506               | 12,506                |
| <b>Total</b>                          | <b>\$ 1,940,752</b> | <b>\$ 457,962,199</b> | <b>\$ 30,377,596</b> | <b>\$ 490,280,547</b> |

See Notes to Financial Statements.

## Schedule of Investments (concluded)

BlackRock Floating Rate Income Trust  
(BGT)

|   | Level 1 | Level 2      | Level 3 | Total        |
|---|---------|--------------|---------|--------------|
| Derivative Financial Instruments <sup>1</sup> |         |              |         |              |
| <b>Assets:</b>                                |         |              |         |              |
| Foreign currency exchange contracts           |         | \$ 3,592     |         | \$ 3,592     |
| <b>Liabilities:</b>                           |         |              |         |              |
| Foreign currency exchange contracts           |         | (217,236)    |         | (217,236)    |
| <b>Total</b>                                  |         | \$ (213,644) |         | \$ (213,644) |

<sup>1</sup> Derivative financial instruments are forward foreign currency exchange contracts which are valued at the unrealized appreciation (depreciation) on the instrument.

The Trust may hold assets and/or liabilities in which the fair value approximates the carrying amount for financial statement purposes. As of April 30, 2015, such assets and/or liabilities are categorized within the disclosure hierarchy as follows:

|                           | Level 1      | Level 2          | Level 3 | Total            |
|---------------------------|--------------|------------------|---------|------------------|
| <b>Assets:</b>            |              |                  |         |                  |
| Cash                      | \$ 4,413,903 |                  |         | \$ 4,413,903     |
| Foreign currency at value | 43,558       |                  |         | 43,558           |
| <b>Liabilities:</b>       |              |                  |         |                  |
| Bank borrowings payable   |              | \$ (141,000,000) |         | (141,000,000)    |
| <b>Total</b>              | \$ 4,457,461 | \$ (141,000,000) |         | \$ (136,542,539) |

During the six months ended April 30, 2015, there were no transfers between Level 1 and Level 2.

A reconciliation of Level 3 investments is presented when the Trust had a significant amount of Level 3 investments at the beginning and/or end of the year in relation to net assets. The following table is a reconciliation of Level 3 investments for which significant unobservable inputs were used in determining fair value:

|   | Floating                |               |                 |                     |                 |           | Total         |
|---|-------------------------|---------------|-----------------|---------------------|-----------------|-----------|---------------|
|   | Asset-Backed Securities | Common Stocks | Corporate Bonds | Rate Loan Interests | Other Interests | Warrants  |               |
| <b>Assets:</b>  |                         |               |                 |                     |                 |           |               |
| Opening Balance, as of October 31, 2014   | \$ 715,650              | \$ 153,282    | \$ 560,826      | \$ 37,080,633       | \$ 4,375        | \$ 1,214  | \$ 38,515,980 |
| Transfers into Level 3 <sup>1</sup>   | 466,391                 | 541,118       |                 | 8,945,478           |                 | 8,274     | 9,961,261     |
| Transfers out of Level 3 <sup>2</sup>   |                         |               |                 | (22,900,584)        |                 |           | (22,900,584)  |
| Accrued discounts/premiums  | 6,031                   |               | (267)           | 26,329              |                 |           | 32,093        |
| Net realized gain (loss)  |                         |               |                 | (120,886)           |                 | (4,686)   | (125,572)     |
| Net change in unrealized appreciation (depreciation) <sup>3,4</sup>   | 84,228                  | 19,562        | (11,100)        | (3,216)             |                 | 11,069    | 100,543       |
| Purchases   | 2,903,000               |               | 26,108          | 7,272,319           |                 |           | 10,201,427    |
| Sales   |                         |               |                 | (5,404,187)         |                 | (3,365)   | (5,407,552)   |
| <b>Closing Balance, end of period April 30, 2015</b>  | \$ 4,175,300            | \$ 713,962    | \$ 575,567      | \$ 24,895,886       | \$ 4,375        | \$ 12,506 | \$ 30,377,596 |
| Net change in unrealized appreciation (depreciation) on investments still held at April 30, 2015 <sup>4</sup> | \$ 84,227               | \$ 19,563     | \$ (11,100)     | \$ (113,213)        |                 | \$ 4,233  | \$ (16,290)   |

<sup>1</sup> As of October 31, 2014, the Trust used observable inputs in determining the value of certain investments. As of April 30, 2015, the Trust used significant unobservable inputs in determining the value of the same investments. As a result, investments with a beginning of period value of \$9,961,261 transferred from Level 2 to Level 3 in the disclosure hierarchy.

<sup>2</sup> As of October 31, 2014, the Trust used significant unobservable inputs in determining the value of certain investments. As of April 30, 2015, the Trust used observable inputs in determining the value of the same investments. As a result, investments with a beginning of period value of \$22,900,584 transferred from Level 3 to Level 2 in the disclosure hierarchy.

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<sup>3</sup> Included in the related net change in unrealized appreciation (depreciation) in the Statements of Operations.

<sup>4</sup> Any difference between net change in unrealized appreciation (depreciation) and net change in unrealized appreciation (depreciation) on investments still held at April 30, 2015 is generally due to investments no longer held or categorized as Level 3 at period end.

The Trust's investments that are categorized as Level 3 were valued utilizing third party pricing information without adjustment. Such valuations are based on unobservable inputs. A significant change in third party information inputs could result in a significantly lower or higher value of such Level 3 investments.

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2015

35

## Schedule of Investments April 30, 2015 (Unaudited)

## BlackRock Multi-Sector Income Trust (BIT)

(Percentages shown are based on Net Assets)

|  | Par          |  | Value        |
|--|--------------|--|--------------|
|  | (000)        |  |              |
| <b>Asset-Backed Securities</b>   |              |  |              |
| ACE Securities Corp. Home Equity Loan Trust, Series 2006-HE1, Class A2D,<br>0.48%, 2/25/36 (a)       | USD 6,775    |  | \$ 5,979,527 |
| Adirondack Park CLO Ltd., Series 2013-1A (a)(b):   |              |  |              |
| Class D, 3.93%, 4/15/24 (c)  | 3,250        |  | 3,185,866    |
| Class E, 4.93%, 4/15/24  | 2,000        |  | 1,824,510    |
| ALM Loan Funding, Series 2013-7RA (a)(b):  |              |  |              |
| Class C, 3.73%, 4/24/24 (c)  | 4,000        |  | 3,916,692    |
| Class D, 5.28%, 4/24/24  | 1,000        |  | 953,464      |
| ALM V Ltd., Series 2012-5A, Class C, 4.76%, 2/13/23 (a)(b)(c)  | 4,000        |  | 4,000,045    |
| ALM XIV Ltd., Series 2014-14A, Class C, 3.73%, 7/28/26 (a)(b)(c)                                     | 3,610        |  | 3,452,155    |
| American Homes 4 Rent, Series 2014-SFR2, Class E, 6.23%, 10/17/36 (b)                                | 2,000        |  | 2,162,752    |
| AMMC CDO, Series 2015-16A, Class C, 3.37%, 4/14/27 (a)(b)(d)   | 1,250        |  | 1,237,500    |
| AMMC CLO XII Ltd., Series 2013-12A, Class D1, 4.01%, 5/10/25 (a)(b)(c)                               | 1,000        |  | 978,274      |
| Anchorage Capital CLO 3 Ltd., 3.28%, 4/28/26   | 1,000        |  | 982,330      |
| Anchorage Capital CLO 6, Ltd.,<br>Series 2015-6A (a)(b):   |              |  |              |
| Class C, 3.13%, 4/15/27  | 1,000        |  | 977,300      |
| Class D, 3.68%, 4/15/27  | 1,000        |  | 942,900      |
| Apidos CDO, Series 2012-9AR, Class CR, 3.18%, 7/15/23 (a)(b)(c)                                      | 1,250        |  | 1,250,000    |
| Apidos CLO XII, Series 2013-12A, Class D, 3.33%, 4/15/25 (a)(b)(c)                                   | 1,000        |  | 946,880      |
| Atrium X, Series 10A (a)(b):   |              |  |              |
| Class D, 3.78%, 7/16/25 (c)  | 1,000        |  | 971,200      |
| Class E, 4.78%, 7/16/25  | 2,000        |  | 1,817,962    |
| Benefit Street Partners CLO Ltd., Series 2012-IA, Class C, 4.78%, 10/15/23 (a)(b)(c)                 | 2,750        |  | 2,762,395    |
| Benefit Street Partners CLO II Ltd., Series 2013-IIA, Class C, 3.78%, 7/15/24 (a)(b)(c)              | 1,750        |  | 1,671,538    |
| Benefit Street Partners CLO V Ltd., Series 2014-VA, Class D, 3.83%, 10/20/26 (a)(b)(c)               | 2,750        |  | 2,651,705    |
| Benefit Street Partners CLO VI, Ltd.,<br>Series 2015-VIA (a)(b):                                     |              |  |              |
| Class B, 3.20%, 4/18/27  | 1,000        |  | 987,200      |
| Class C, 3.85%, 4/18/27 (c)  | 1,000        |  | 964,100      |
| Betony CLO, Ltd., Series 2015-1A (a)(b):   |              |  |              |
| Class C, 3.41%, 4/15/27  | 1,000        |  | 997,500      |
| Class D, 3.86%, 4/15/27  | 1,000        |  | 958,750      |
| Brookside Mill CLO Ltd., Series 2013-1A, Class D, 3.32%, 4/17/25 (a)(b)(c)                           | 1,250        |  | 1,159,384    |
| C-BASS Trust, Series 2006-CB7, Class A4, 0.33%, 10/25/36 (a)   | 9,821        |  | 6,879,422    |
| Carlyle Global Market Strategies CLO 2012-1 LLC, Series 2012-1AR, Class DR,<br>4.02%, 4/20/22 (a)(b) | 1,000        |  | 1,000,000    |
| Carlyle Global Market Strategies CLO Ltd., Class D (a)(b)(c):  |              |  |              |
| Series 2012-4A, 4.78%, 1/20/25   | 2,350        |  | 2,353,260    |
| Series 2013-2A, 4.03%, 4/18/25   | 1,250        |  | 1,232,514    |
| Carrington Mortgage Loan Trust,<br>Series 2006-FRE2 (a):   |              |  |              |
| Class A2, 0.30%, 10/25/36  | 6,943        |  | 4,139,345    |
| Class A5, 0.26%, 10/25/36  | 7,362        |  | 4,379,842    |
| Central Park CLO Ltd., Series 2011-1A, Class D, 3.48%, 7/23/22 (a)(b)(c)                             | 2,250        |  | 2,247,551    |
| CIFC Funding Ltd. (a)(b):  |              |  |              |
| Series 2012-1AR, Class B1R, 4.41%, 8/14/24 (c)   | 2,000        |  | 2,000,802    |
| Series 2013-2A, Class B1L, 3.88%, 4/21/25 (c)  | 1,000        |  | 973,758      |
| Series 2014-3A, Class D, 3.68%, 7/22/26  | 480          |  | 457,304      |
|  | <b>Par</b>   |  |              |
|  | <b>(000)</b> |  | <b>Value</b> |
| <b>Asset-Backed Securities</b>   |              |  |              |
| Citigroup Mortgage Loan Trust, Inc.,<br>Series 2005-HE3, Class M2,<br>0.66%, 9/25/35 (a)             | USD 4,800    |  | \$ 4,516,574 |
| Countrywide Asset-Backed Certificates, Series 2006-BC5, Class 2A3,<br>0.35%, 3/25/37 (a)             | 4,644        |  | 4,556,990    |
| DCP Rights LLC, Series 2014-1A, Class A, 5.46%, 10/25/44 (b)   | 3,746        |  | 3,813,941    |

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|  |        |            |
|--|--------|------------|
| Fieldstone Mortgage Investment Trust, Series 2006-3, Class 2A3, 0.34%, 11/25/36 (a)            | 12,924 | 7,573,127  |
| Flatiron CLO Ltd., Series 2012-1A, Class C, 4.78%, 10/25/24 (a)(b)(c)                          | 1,375  | 1,376,394  |
| Fremont Home Loan Trust, Class 2A3 (a):  |        |            |
| Series 2006-A, 0.34%, 5/25/36  | 27,099 | 15,600,729 |
| Series 2006-D, 0.33%, 11/25/36   | 25,062 | 12,096,702 |
| GoldenTree Loan Opportunities VII Ltd., Series 2013-7A, Class D, 3.58%, 4/25/25 (a)(b)         | 1,250  | 1,205,458  |
| GSAMP Trust (a):   |        |            |
| Series 2005-AHL2, Class A2C, 0.42%, 12/25/35   | 5,918  | 5,386,488  |
| Series 2006-FM2, Class A2C, 0.33%, 9/25/36   | 12,660 | 5,899,771  |
| Series 2007-FM2, Class A2B, 0.27%, 1/25/37   | 9,228  | 5,472,287  |
| Halcyon Loan Advisors Funding Ltd.,  |        |            |
| Series 2013-1A, Class C,<br>3.78%, 4/15/25 (a)(b)(c)   | 2,000  | 1,860,000  |
| Highbridge Loan Management 4-2014, Ltd., Series 4A-2014, Class B,<br>3.28%, 7/28/25 (a)(b)(c)  | 2,500  | 2,454,192  |
| Home Equity Mortgage Loan Asset-Backed Trust, Series 2006-E, Class 2A3,<br>0.35%, 4/25/37 (a)  | 15,542 | 10,262,941 |
| ING IM CLO Ltd., Series 2013-2A, Class C, 3.78%, 4/25/25 (a)(b)(c)                             | 1,000  | 968,891    |
| Jamestown CLO I Ltd., Series 2012-1A, Class C, 4.26%, 11/05/24 (a)(b)(c)                       | 2,550  | 2,550,000  |
| Jamestown CLO IV Ltd., Series 2014-4A, Class C, 3.78%, 7/15/26 (a)(b)                          | 1,335  | 1,278,205  |
| Madison Park Funding Ltd. (a):   |        |            |
| Series 2012-10A, Class D, 4.53%, 1/20/25 (b)(c)  | 1,000  | 1,000,230  |
| Series 2012-8X, Class E, 5.63%, 4/22/22  | 3,000  | 2,949,677  |
| Madison Park Funding XV, Ltd., Series 2014-15A, Class B1, 3.46%, 1/27/26 (a)(b)(c)             | 1,600  | 1,604,713  |
| Madison Park Funding XVI, Ltd.,  |        |            |
| Series 2015-16A (a)(b):  |        |            |
| Class B, 3.30%, 4/20/26  | 1,000  | 990,100    |
| Class C, 4.00%, 4/20/26  | 1,000  | 972,900    |
| Mastr Asset-Backed Securities Trust (a):   |        |            |
| Series 2006-HE2, Class A3, 0.33%, 6/25/36  | 12,949 | 7,198,140  |
| Series 2006-WMC2, Class A5, 0.43%, 4/25/36   | 9,458  | 4,476,533  |
| Morgan Stanley IXIS Real Estate Capital Trust, Series 2006-2, Class A3,<br>0.33%, 11/25/36 (a) | 15,991 | 8,494,426  |
| Octagon Investment Partners XIV Ltd., Series 2012-1A, Class C,<br>4.28%, 1/15/24 (a)(b)(c)     | 1,000  | 991,565    |
| Octagon Investment Partners XVI Ltd., Series 2013-1A, Class D,<br>3.62%, 7/17/25 (a)(b)(c)     | 2,250  | 2,138,134  |
| Octagon Investment Partners XXI Ltd., Series 2014-1A, Class C,<br>3.90%, 11/14/26 (a)(b)       | 1,000  | 968,178    |

See Notes to Financial Statements.

## Schedule of Investments (continued)

## BlackRock Multi-Sector Income Trust (BIT)

(Percentages shown are based on Net Assets)

|   | Par        | (000)        | Value        |
|---|------------|--------------|--------------|
| <b>Asset-Backed Securities</b>  |            |              |              |
| OHA Credit Partners VII Ltd., Series 2012-7A, Class D, 4.26%, 11/20/23 (a)(b)(c)        | USD        | 3,000        | \$ 2,999,931 |
| OneMain Financial Issuance Trust 2015-1, Series 2015-1A, Class D, 6.63%, 3/18/26 (b)    |            | 5,075        | 5,224,916    |
| OZLM Funding IV Ltd., Series 2013-4A, Class C, 3.78%, 7/22/25 (a)(b)(c)                 |            | 1,250        | 1,192,464    |
| OZLM Funding Ltd., Series 2012-2A, Class C, 4.60%, 10/30/23 (a)(b)(c)                   |            | 2,000        | 2,005,319    |
| Race Point CLO Ltd., Series 2011-5AR, Class ER, 6.27%, 12/15/22 (a)(b)                  |            | 1,500        | 1,513,636    |
| Renaissance Home Equity Loan Trust, Series 2007-3, Class AF2,<br>7.00%, 9/25/37 (e)     |            | 4,779        | 3,163,805    |
| Saxon Asset Securities Trust, Series 2007-3, Class 2A3, 0.58%, 9/25/47 (a)              |            | 5,000        | 3,495,530    |
| Scholar Funding Trust, Series 2013-A,<br>Class R, 0.00% (b)(f)                          |            | (g)          | 3,852,923    |
| Symphony CLO, Ltd., Series 2012-10AR, Class CR, 3.12%, 7/23/23 (a)(b)                   |            | 1,500        | 1,500,000    |
| Symphony CLO XV Ltd., Series 2014-15A, Class D, 4.02%, 10/17/26 (a)(b)                  |            | 3,500        | 3,445,750    |
| TICP CLO II, Ltd., 3.38%, 7/20/27 (d)   |            | 1,000        | 993,500      |
| Treman Park CLO LLC, Series 2015-1A, Class D, 4.12%, 4/20/27 (a)(b)                     |            | 1,500        | 1,477,500    |
| Tyron Park CLO Ltd., Series 2013-1A (a)(b):   |            |              |              |
| Class C, 3.75%, 7/15/25 (c)   |            | 1,250        | 1,210,576    |
| Class D, 4.65%, 7/15/25   |            | 1,000        | 896,368      |
| Venture XX CLO, Ltd., Series 2015-20A (a)(b):   |            |              |              |
| Class C, 3.43%, 4/15/27   |            | 1,000        | 993,300      |
| Class D, 4.13%, 4/15/27   |            | 1,000        | 967,000      |
| Voya CLO, Ltd., Series 2012-2AR, Class CR, 3.22%, 10/15/22 (a)(b)                       |            | 1,350        | 1,350,000    |
| WaMu Asset-Backed Certificates Trust, Series 2007-HE3, Class 2A3,<br>0.42%, 5/25/47 (a) |            | 11,451       | 7,487,683    |
| <b>Total Asset-Backed Securities</b> 31.1%  |            |              | 235,823,214  |
| <b>Corporate Bonds</b>  |            |              |              |
| <b>Airlines 5.1%</b>  |            |              |              |
| Air Canada Pass-Through Trust,<br>Series 2013-1 (b)(c):                                 |            |              |              |
| Class B, 5.38%, 11/15/22  |            | 3,139        | 3,319,274    |
| Class C, 6.63%, 5/15/18   |            | 761          | 808,106      |
| American Airlines Pass-Through Trust (c):   |            |              |              |
| Series 2013-1, Class C,<br>6.13%, 7/15/18 (b)   |            | 1,500        | 1,575,000    |
| Series 2013-2, Class A, 4.95%, 7/15/24  |            | 2,290        | 2,498,410    |
| Series 2013-2, Class B,<br>5.60%, 1/15/22 (b)   |            | 2,665        | 2,794,993    |
| Series 2013-2, Class C,<br>6.00%, 1/15/17 (b)   |            | 2,800        | 2,842,000    |
| Continental Airlines Pass-Through Trust (c):  |            |              |              |
| Series 2003-ERJ1, 7.88%, 1/02/20  |            | 6,184        | 6,531,948    |
| Series 2007-1, Class B, 6.90%, 10/19/23   |            | 3,409        | 3,668,643    |
| Series 2012-1, Class B, 6.25%, 10/11/21   |            | 458          | 489,389      |
| Series 2012-3, Class C, 6.13%, 4/29/18  |            | 678          | 718,680      |
| Delta Air Lines Pass-Through Trust, Class B (c):  |            |              |              |
| Series 2007-1, 8.02%, 2/10/24   |            | 2,224        | 2,596,261    |
| Series 2012-1, 6.88%, 5/07/19 (b)   |            | 4,084        | 4,522,549    |
| United Airlines Pass-Through Trust, Series 2014-2, Class B, 4.63%, 3/03/24 (c)          |            | 2,750        | 2,832,500    |
| US Airways Pass-Through Trust, Series 2013-1, Class B, 5.38%, 5/15/23 (c)               |            | 3,066        | 3,212,030    |
|   |            |              | 38,409,783   |
|   | <b>Par</b> |              |              |
|   |            | <b>(000)</b> | <b>Value</b> |
| <b>Corporate Bonds</b>  |            |              |              |
| <b>Auto Components 1.2%</b>   |            |              |              |
| Dana Holding Corp., 6.75%, 2/15/21 (c)  | USD        | 1,257        | \$ 1,327,706 |



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|   |       |            |
|---|-------|------------|
| <b>Icahn Enterprises LP/Icahn Enterprises Finance Corp. (c):</b>        |       |            |
| 3.50%, 3/15/17  | 170   | 170,850    |
| 4.88%, 3/15/19  | 2,898 | 2,952,772  |
| 6.00%, 8/01/20  | 2,174 | 2,285,852  |
| 5.88%, 2/01/22  | 1,334 | 1,378,889  |
| Schaeffler Finance BV, 4.75%, 5/15/21 (b)(c)                            | 1,045 | 1,068,513  |
|   |       | 9,184,582  |
| <b>Automobiles 0.9%</b>   |       |            |
| Chrysler Group LLC/CG Co-Issuer, Inc., 8.00%, 6/15/19 (c)               | 1,212 | 1,269,631  |
| <b>General Motors Co. (c):</b>  |       |            |
| 3.50%, 10/02/18   | 2,669 | 2,746,481  |
| 6.25%, 10/02/43   | 2,194 | 2,618,574  |
|   |       | 6,634,686  |
| <b>Banks 2.5%</b>   |       |            |
| CIT Group, Inc., 5.25%, 3/15/18 (c)                                     | 9,558 | 9,906,867  |
| Fifth Third Bancorp, 5.10% (a)(c)(h)                                    | 5,000 | 4,760,000  |
| Rizal Commercial Banking Corp., 4.25%, 1/22/20                          | 100   | 104,704    |
| Sberbank of Russia Via SB Capital SA, 5.25%, 5/23/23 (b)                | 5,000 | 4,000,000  |
|   |       | 18,771,571 |
| <b>Building Products 0.8%</b>   |       |            |
| American Builders & Contractors Supply Co., Inc., 5.63%, 4/15/21 (b)(c) | 375   | 386,250    |
| Builders FirstSource, Inc., 7.63%, 6/01/21 (b)(c)                       | 1,100 | 1,146,750  |
| Building Materials Corp. of America, 6.75%, 5/01/21 (b)(c)              | 3,125 | 3,320,313  |
| Cemex SAB de CV, 5.88%, 3/25/19 (b)(c)                                  | 200   | 206,400    |
| USG Corp., 9.75%, 1/15/18 (c)   | 572   | 662,090    |
|   |       | 5,721,803  |
| <b>Capital Markets 0.5%</b>   |       |            |
| AE-Rotor Holding BV, 4.97%, 3/28/18 (c)                                 | 1,600 | 1,664,672  |
| American Capital Ltd., 6.50%, 9/15/18 (b)(c)                            | 700   | 728,088    |
|   |       | 2,392,760  |
| <b>Chemicals 0.0%</b>   |       |            |
| PetroLogistics LP/PetroLogistics Finance Corp., 6.25%, 4/01/20 (c)      | 246   | 264,472    |
| <b>Commercial Services &amp; Supplies 1.5%</b>                          |       |            |
| ARAMARK Corp., 5.75%, 3/15/20 (c)                                       | 672   | 700,560    |
| <b>Aviation Capital Group Corp.,</b>                                    |       |            |
| 6.75%, 4/06/21 (b)(c)   | 5,000 | 5,807,250  |
| Brand Energy & Infrastructure Services, Inc., 8.50%, 12/01/21 (b)(c)    | 207   | 197,685    |
| <b>United Rentals North America, Inc. (c):</b>                          |       |            |
| 8.25%, 2/01/21  | 1,942 | 2,094,932  |
| 7.63%, 4/15/22  | 2,440 | 2,690,100  |
|   |       | 11,490,527 |
| <b>Communications Equipment 0.7%</b>                                    |       |            |
| Alcatel-Lucent USA, Inc., 8.88%, 1/01/20 (b)(c)                         | 942   | 1,038,555  |
| Avaya, Inc., 7.00%, 4/01/19 (b)(c)                                      | 691   | 694,455    |
| Zayo Group LLC/Zayo Capital, Inc., 10.13%, 7/01/20 (c)                  | 3,257 | 3,696,695  |
|   |       | 5,429,705  |
| <b>Construction &amp; Engineering 0.3%</b>                              |       |            |
| Alam Synergy Property Ltd., 6.95%, 3/27/20 (c)                          | 2,000 | 1,940,000  |
| BlueLine Rental Finance Corp., 7.00%, 2/01/19 (b)(c)                    | 183   | 186,678    |

See Notes to Financial Statements.

## Schedule of Investments (continued)

## BlackRock Multi-Sector Income Trust (BIT)

(Percentages shown are based on Net Assets)

|  | Par     |            |
|--|---------|------------|
|  | (000)   | Value      |
| <b>Corporate Bonds</b>   |         |            |
| <b>Construction &amp; Engineering (concluded)</b>                              |         |            |
| Safway Group Holding LLC/Safway Finance Corp., 7.00%, 5/15/18 (b)(c)           | USD 290 | \$ 293,625 |
|  |         | 2,420,303  |
| <b>Construction Materials 1.3%</b>   |         |            |
| HD Supply, Inc. (c):   |         |            |
| 11.00%, 4/15/20  | 2,900   | 3,291,500  |
| 7.50%, 7/15/20   | 6,388   | 6,851,130  |
|  |         | 10,142,630 |
| <b>Distributors 0.1%</b>   |         |            |
| VWR Funding, Inc., 7.25%, 9/15/17 (c)  | 652     | 681,340    |
| <b>Diversified Consumer Services 0.1%</b>                                      |         |            |
| APX Group, Inc., 6.38%, 12/01/19 (c)   | 289     | 288,278    |
| Laureate Education, Inc., 10.00%, 9/01/19 (b)(c)                               | 395     | 385,125    |
|  |         | 673,403    |
| <b>Diversified Financial Services 3.2%</b>                                     |         |            |
| Aircastle Ltd., 6.25%, 12/01/19 (c)  | 2,624   | 2,896,240  |
| Ally Financial, Inc., 8.00%, 11/01/31 (c)                                      | 9,315   | 11,690,325 |
| DPL, Inc., 6.50%, 10/15/16 (c)   | 112     | 117,600    |
| General Motors Financial Co., Inc. (c):  |         |            |
| 3.25%, 5/15/18   | 235     | 240,339    |
| 4.25%, 5/15/23   | 326     | 336,497    |
| Intesa Sanpaolo SpA, 5.02%, 6/26/24 (b)(c)                                     | 2,290   | 2,306,751  |
| Jefferies Finance LLC/JFIN Co-Issuer Corp., 7.38%, 4/01/20 (b)(c)              | 845     | 834,438    |
| Reynolds Group Issuer, Inc. (c):   |         |            |
| 9.88%, 8/15/19   | 979     | 1,043,247  |
| 5.75%, 10/15/20  | 4,941   | 5,163,345  |
|  |         | 24,628,782 |
| <b>Diversified Telecommunication Services 3.2%</b>                             |         |            |
| AT&T, Inc., 4.75%, 5/15/46 (d)   | 2,545   | 2,488,084  |
| CenturyLink, Inc., Series V, 5.63%, 4/01/20 (c)                                | 834     | 878,611    |
| Cequel Communications Escrow 1 LLC/Cequel Capital Corp., 6.38%, 9/15/20 (b)(c) | 662     | 697,582    |
| Consolidated Communications, Inc., 10.88%, 6/01/20 (c)                         | 1,264   | 1,425,160  |
| Level 3 Communications, Inc., 8.88%, 6/01/19 (c)                               | 1,234   | 1,292,615  |
| Level 3 Financing, Inc., 8.13%, 7/01/19 (c)                                    | 7,722   | 8,115,822  |
| Verizon Communications, Inc., 6.55%, 9/15/43 (c)                               | 6,500   | 8,132,897  |
| Windstream Corp. (c):  |         |            |
| 7.75%, 10/15/20  | 450     | 462,375    |
| 6.38%, 8/01/23   | 555     | 489,788    |
|  |         | 23,982,934 |
| <b>Electric Utilities 0.7%</b>   |         |            |
| Star Energy Geothermal Wayang Windu Ltd., 6.13%, 3/27/20 (c)                   | 5,000   | 5,062,500  |
| <b>Energy Equipment &amp; Services 0.8%</b>                                    |         |            |
| MEG Energy Corp., 6.50%, 3/15/21 (b)(c)  | 3,586   | 3,541,175  |
| Peabody Energy Corp. (c):  |         |            |
| 6.00%, 11/15/18  | 176     | 138,710    |
| 6.25%, 11/15/21  | 3,625   | 2,175,000  |
|  |         | 5,854,885  |
| <b>Food &amp; Staples Retailing 0.1%</b>                                       |         |            |
| Rite Aid Corp. (c):  |         |            |
| 6.75%, 6/15/21   | 329     | 348,329    |

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|  |              |       |              |
|--|--------------|-------|--------------|
| 6.13%, 4/01/23 (b)   |              | 177   | 183,416      |
|  |              |       | 531,745      |
| <b>Food Products 0.2%</b>  |              |       |              |
| Barry Callebaut Services NV, 5.50%, 6/15/23 (b)  |              | 1,200 | 1,281,000    |
| Smithfield Foods, Inc., 5.88%, 8/01/21 (b)(c)  |              | 307   | 322,350      |
|  |              |       | 1,603,350    |
|  | <b>Par</b>   |       |              |
|  | <b>(000)</b> |       | <b>Value</b> |
| <b>Corporate Bonds</b>   |              |       |              |
| <b>Health Care Equipment &amp; Supplies 1.2%</b>   |              |       |              |
| Biomet, Inc. (c):  |              |       |              |
| 6.50%, 8/01/20   | USD          | 5,795 | \$ 6,135,456 |
| 6.50%, 10/01/20  |              | 2,904 | 3,041,940    |
|  |              |       | 9,177,396    |
| <b>Health Care Providers &amp; Services 4.0%</b>   |              |       |              |
| CHS/Community Health Systems, Inc., 6.88%, 2/01/22 (c)   |              | 3,548 | 3,765,315    |
| DaVita HealthCare Partners, Inc.,  |              |       |              |
| 5.13%, 7/15/24 (c)   |              | 2,500 | 2,544,062    |
| HCA, Inc. (c):   |              |       |              |
| 6.50%, 2/15/20   |              | 7,143 | 8,143,020    |
| 5.88%, 3/15/22   |              | 124   | 138,725      |
| 4.75%, 5/01/23   |              | 161   | 169,050      |
| Hologic, Inc., 6.25%, 8/01/20 (c)  |              | 3,216 | 3,332,580    |
| Tenet Healthcare Corp. (c):  |              |       |              |
| 6.25%, 11/01/18  |              | 6,087 | 6,587,656    |
| 6.00%, 10/01/20  |              | 1,150 | 1,227,625    |
| 8.13%, 4/01/22   |              | 4,137 | 4,514,501    |
|  |              |       | 30,422,534   |
| <b>Hotels, Restaurants &amp; Leisure 2.9%</b>  |              |       |              |
| Caesars Entertainment Resort Properties LLC/Caesars Entertainment Resort Prope,                |              |       |              |
| 8.00%, 10/01/20 (c)  |              | 2,773 | 2,773,000    |
| Enterprise Inns PLC, 6.00%, 10/06/23   | GBP          | 3,320 | 5,083,611    |
| The Unique Pub Finance Co. PLC:  |              |       |              |
| Series A3, 6.54%, 3/30/21  |              | 2,509 | 4,034,611    |
| Series M, 7.40%, 3/28/24   |              | 6,400 | 10,118,717   |
|  |              |       | 22,009,939   |
| <b>Household Durables 0.9%</b>   |              |       |              |
| Brookfield Residential Properties, Inc., 6.50%, 12/15/20 (b)(c)                                | USD          | 2,750 | 2,880,625    |
| Brookfield Residential Properties, Inc./Brookfield Residential US Corp., 6.13%, 7/01/22 (b)(c) |              | 750   | 776,250      |
| Standard Pacific Corp., 8.38%, 1/15/21 (c)   |              | 2,000 | 2,340,000    |
| Taylor Morrison Communities, Inc./Monarch Communities, Inc., 5.25%, 4/15/21 (b)(c)             |              | 177   | 177,443      |
| Tri Pointe Holdings, Inc. (b)(c):  |              |       |              |
| 4.38%, 6/15/19   |              | 415   | 408,775      |
| 5.88%, 6/15/24   |              | 280   | 276,150      |
|  |              |       | 6,859,243    |
| <b>Independent Power and Renewable Electricity Producers 1.3%</b>                              |              |       |              |
| Calpine Corp. (c):   |              |       |              |
| 6.00%, 1/15/22 (b)   |              | 254   | 268,605      |
| 5.38%, 1/15/23   |              | 4,000 | 4,035,000    |
| 5.88%, 1/15/24 (b)   |              | 240   | 256,800      |
| NRG Energy, Inc., 7.63%, 1/15/18 (c)   |              | 2,735 | 3,029,012    |
| NRG REMA LLC, Series C, 9.68%, 7/02/26 (c)   |              | 1,750 | 1,898,750    |
|  |              |       | 9,488,167    |
| <b>Insurance 0.3%</b>  |              |       |              |
| A-S Co-Issuer Subsidiary, Inc./A-S Merger Sub LLC, 7.88%, 12/15/20 (b)(c)                      |              | 680   | 700,400      |
| MPL 2 Acquisition Canco, Inc.,   |              |       |              |
| 9.88%, 8/15/18 (b)(c)  |              | 1,400 | 1,487,500    |
|  |              |       | 2,187,900    |

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|   |     |         |
|---|-----|---------|
| <b>Internet Software &amp; Services 0.0%</b>          |     |         |
| Equinix, Inc., 4.88%, 4/01/20 (c)                     | 144 | 148,680 |
| <b>IT Services 1.4%</b>                               |     |         |
| Ceridian HCM Holding, Inc.,<br>11.00%, 3/15/21 (b)(c) | 702 | 739,733 |
| Epicor Software Corp., 8.63%, 5/01/19 (c)             | 425 | 444,125 |

See Notes to Financial Statements.

## Schedule of Investments (continued)

## BlackRock Multi-Sector Income Trust (BIT)

(Percentages shown are based on Net Assets)

|  | Par       |              |
|--|-----------|--------------|
|  | (000)     | Value        |
| <b>Corporate Bonds</b>   |           |              |
| <b>IT Services (concluded)</b>   |           |              |
| First Data Corp. (b)(c):   |           |              |
| 7.38%, 6/15/19   | USD 5,071 | \$ 5,267,501 |
| 6.75%, 11/01/20  | 3,111     | 3,313,215    |
| SunGard Data Systems, Inc., 6.63%, 11/01/19 (c)  | 1,126     | 1,173,855    |
|  |           | 10,938,429   |
| <b>Media 6.7%</b>  |           |              |
| Bharti Airtel International Netherlands BV, 5.13%, 3/11/23 (c)                             | 3,000     | 3,250,500    |
| Cablevision Systems Corp., 5.88%, 9/15/22 (c)  | 700       | 742,000      |
| CCO Holdings LLC/CCO Holdings Capital Corp., 5.13%, 2/15/23 (c)                            | 7,029     | 6,947,815    |
| Clear Channel Worldwide Holdings, Inc. (c):  |           |              |
| 7.63%, 3/15/20   | 5,274     | 5,550,885    |
| 6.50%, 11/15/22  | 2,573     | 2,720,947    |
| Columbus International, Inc.,  |           |              |
| 7.38%, 3/30/21 (b)(c)  | 1,560     | 1,698,450    |
| DISH DBS Corp., 5.13%, 5/01/20 (c)   | 5,500     | 5,561,875    |
| Gannett Co., Inc., 6.38%, 10/15/23 (c)   | 1,400     | 1,515,500    |
| Gray Television, Inc., 7.50%, 10/01/20 (c)   | 891       | 946,687      |
| iHeartCommunications, Inc., 9.00%, 12/15/19 (c)  | 700       | 692,125      |
| Inmarsat Finance PLC, 4.88%, 5/15/22 (b)(c)  | 1,000     | 1,005,000    |
| Intelsat Jackson Holdings SA (c):  |           |              |
| 7.25%, 10/15/20  | 1,250     | 1,288,906    |
| 5.50%, 8/01/23   | 2,241     | 2,109,341    |
| Live Nation Entertainment, Inc.,   |           |              |
| 7.00%, 9/01/20 (b)(c)  | 199       | 211,935      |
| Midcontinent Communications & Midcontinent Finance Corp., 6.25%, 8/01/21 (b)(c)            | 250       | 260,000      |
| NAI Entertainment Holdings/NAI Entertainment Holdings Finance Corp., 5.00%, 8/01/18 (b)(c) | 629       | 649,443      |
| Numericable Group SA, 6.00%, 5/15/22 (b)(c)  | 3,000     | 3,073,125    |
| Outfront Media Capital LLC/Outfront Media Capital Corp. (c):                               |           |              |
| 5.25%, 2/15/22   | 3,117     | 3,226,095    |
| 5.63%, 2/15/24   | 94        | 97,878       |
| RCN Telecom Services LLC/RCN Capital Corp., 8.50%, 8/15/20 (b)(c)                          | 630       | 674,888      |
| Sirius XM Radio, Inc., 4.25%, 5/15/20 (b)(c)   | 994       | 989,030      |
| Unitymedia Hessen GmbH & Co. KG/Unitymedia NRW GmbH, 5.50%, 1/15/23 (b)(c)                 | 5,287     | 5,531,524    |
| Virgin Media Finance PLC, 6.38%, 4/15/23 (b)(c)  | 805       | 847,262      |
| WaveDivision Escrow LLC/WaveDivision Escrow Corp., 8.13%, 9/01/20 (b)(c)                   | 980       | 1,038,800    |
|  |           | 50,630,011   |
| <b>Metals &amp; Mining 1.6%</b>  |           |              |
| ArcelorMittal, 6.13%, 6/01/18 (c)  | 1,900     | 2,028,250    |
| Commercial Metals Co., 4.88%, 5/15/23 (c)  | 984       | 937,260      |
| Novelis, Inc., 8.75%, 12/15/20 (c)   | 7,164     | 7,647,570    |
| Wise Metals Group LLC/Wise Alloys Finance Corp., 8.75%, 12/15/18 (b)(c)                    | 1,140     | 1,234,050    |
|  |           | 11,847,130   |
| <b>Multiline Retail 0.3%</b>   |           |              |
| The Neiman Marcus Group Ltd. (b)(c):   |           |              |
| 8.00%, 10/15/21  | 927       | 994,208      |
| 8.75%, (8.75% Cash or 9.50% PIK), 10/15/21 (i)   | 963       | 1,035,225    |
|  |           | 2,029,433    |
| <b>Oil, Gas &amp; Consumable Fuels 1.9%</b>  |           |              |
| Antero Resources Finance Corp.,  |           |              |
| 5.38%, 11/01/21 (c)  | 284       | 286,840      |
| Bonanza Creek Energy, Inc., 6.75%, 4/15/21 (c)   | 99        | 100,733      |

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|  |     |              |              |
|--|-----|--------------|--------------|
| Chesapeake Energy Corp., 5.75%, 3/15/23 (c)                                      |     | 1,145        | 1,119,237    |
|  |     | <b>Par</b>   |              |
| <b>Corporate Bonds</b>   |     | <b>(000)</b> | <b>Value</b> |
| <b>Oil, Gas &amp; Consumable Fuels (concluded)</b>                               |     |              |              |
| CrownRock LP/CrownRock Finance, Inc., 7.13%, 4/15/21 (b)(c)                      | USD | 383          | \$ 396,405   |
| <b>Kinder Morgan Energy Partners LP (c):</b>                                     |     |              |              |
| 6.55%, 9/15/40   |     | 300          | 326,264      |
| 5.00%, 8/15/42   |     | 1,130        | 1,055,743    |
| 5.00%, 3/01/43   |     | 570          | 532,224      |
| <b>Kinder Morgan, Inc., 5.63%, 11/15/23 (b)(c)</b>                               |     | 486          | 535,955      |
| MIE Holdings Corp., 6.88%, 2/06/18 (c)   |     | 2,000        | 1,548,440    |
| Pacific Drilling SA, 5.38%, 6/01/20 (b)(c)                                       |     | 267          | 226,283      |
| Pertamina Persero PT, 5.63%, 5/20/43 (b)(c)                                      |     | 2,000        | 1,932,600    |
| <b>Range Resources Corp. (c):</b>  |     |              |              |
| 5.00%, 8/15/22   |     | 91           | 92,365       |
| 5.00%, 3/15/23   |     | 211          | 214,165      |
| Regency Energy Partners LP/Regency Energy Finance Corp., 4.50%, 11/01/23 (c)     |     | 297          | 305,168      |
| Rosetta Resources, Inc., 5.63%, 5/01/21 (c)                                      |     | 3,286        | 3,290,107    |
| Sabine Pass Liquefaction LLC, 6.25%, 3/15/22 (c)                                 |     | 752          | 789,600      |
| Sinopec Group Overseas Development 2015 Ltd., 2.50%, 4/28/20 (b)                 |     | 243          | 241,111      |
| Summit Midstream Holdings LLC/Summit Midstream Finance Corp., 7.50%, 7/01/21 (c) |     | 703          | 731,120      |
| Whiting Petroleum Corp., 5.00%, 3/15/19 (c)                                      |     | 878          | 875,805      |
|  |     |              | 14,600,165   |
| <b>Pharmaceuticals 0.8%</b>  |     |              |              |
| Forest Laboratories, Inc., 5.00%, 12/15/21 (b)(c)                                |     | 718          | 793,728      |
| <b>Grifols Worldwide Operations Ltd.,</b>  |     |              |              |
| 5.25%, 4/01/22 (b)(c)  |     | 1,094        | 1,118,615    |
| <b>Valeant Pharmaceuticals International, Inc. (b)(c):</b>                       |     |              |              |
| 6.75%, 8/15/18   |     | 1,807        | 1,913,161    |
| 6.75%, 8/15/21   |     | 1,276        | 1,336,610    |
| 5.63%, 12/01/21  |     | 1,182        | 1,211,550    |
|  |     |              | 6,373,664    |
| <b>Real Estate Investment Trusts (REITs) 0.2%</b>                                |     |              |              |
| Felcor Lodging LP, 6.75%, 6/01/19 (c)  |     | 1,261        | 1,306,711    |
| <b>Real Estate Management &amp; Development 3.9%</b>                             |     |              |              |
| Caifu Holdings Ltd., 8.75%, 1/24/20 (c)  |     | 3,000        | 2,852,865    |
| <b>Kaisa Group Holdings Ltd.,</b>  |     |              |              |
| 10.25%, 1/08/20 (c)(j)(k)  |     | 2,000        | 1,120,000    |
| Lai Sun International Finance 2012 Ltd., 5.70%, 1/18/18                          |     | 2,000        | 2,050,000    |
| Lodha Developers International, Ltd., 12.00%, 3/13/20                            |     | 350          | 347,375      |
| Northwest Florida Timber Finance LLC, 4.75%, 3/04/29 (b)(c)                      |     | 4,360        | 4,028,322    |
| <b>Punch Taverns Finance B Ltd.:</b>   |     |              |              |
| 7.37%, 9/30/21   | GBP | 2,930        | 4,766,778    |
| Series A6, 5.94%, 9/30/22  |     | 6,346        | 9,643,696    |
| Realogy Corp., 7.63%, 1/15/20 (b)(c)   | USD | 2,454        | 2,613,510    |
| Sparkle Assets Ltd., 6.88%, 1/30/20 (c)  |     | 2,000        | 2,095,400    |
| Vingroup JSC, 11.63%, 5/07/18  |     | 250          | 270,941      |
|  |     |              | 29,788,887   |
| <b>Road &amp; Rail 0.5%</b>  |     |              |              |
| <b>The Hertz Corp. (c):</b>  |     |              |              |
| 4.25%, 4/01/18   |     | 400          | 406,000      |
| 7.38%, 1/15/21   |     | 3,075        | 3,236,438    |
|  |     |              | 3,642,438    |
| <b>Software 0.4%</b>   |     |              |              |
| <b>Nuance Communications, Inc.,</b>  |     |              |              |
| 5.38%, 8/15/20 (b)(c)  |     | 1,605        | 1,621,050    |
| Rolta Americas LLC, 8.88%, 7/24/19   |     | 200          | 173,500      |
| <b>Sophia LP/Sophia Finance, Inc.,</b>   |     |              |              |
| 9.75%, 1/15/19 (b)(c)  |     | 1,220        | 1,311,500    |
|  |     |              | 3,106,050    |

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See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2015

39

## Schedule of Investments (continued)

## BlackRock Multi-Sector Income Trust (BIT)

(Percentages shown are based on Net Assets)

|   | Par     | Value       |
|---|---------|-------------|
|   | (000)   |             |
| <b>Corporate Bonds</b>  |         |             |
| <b>Specialty Retail 0.2%</b>  |         |             |
| Party City Holdings, Inc., 8.88%, 8/01/20 (c)   | USD 623 | \$ 673,619  |
| Sally Holdings LLC/Sally Capital, Inc., 5.75%, 6/01/22 (c)  | 647     | 687,437     |
|   |         | 1,361,056   |
| <b>Technology Hardware, Storage &amp; Peripherals 0.1%</b>  |         |             |
| Pacific Emerald Property Ltd., 9.75%, 7/25/18   | 1,000   | 1,062,500   |
| <b>Textiles, Apparel &amp; Luxury Goods 0.3%</b>  |         |             |
| Springs Industries, Inc., 6.25%, 6/01/21 (c)  | 1,434   | 1,417,868   |
| The William Carter Co., 5.25%, 8/15/21 (c)  | 604     | 626,650     |
|   |         | 2,044,518   |
| <b>Trading Companies &amp; Distributors 0.5%</b>  |         |             |
| Doric Nimrod Air Alpha 2013-1 Pass-Through Trust, 5.25%, 5/30/25 (b)(c)                               | 2,739   | 2,910,280   |
| Doric Nimrod Air Finance Alpha Ltd. Pass-Through Trust, Series 2012-1, Class B, 6.50%, 5/30/21 (b)(c) | 986     | 1,038,640   |
|   |         | 3,948,920   |
| <b>Wireless Telecommunication Services 4.0%</b>   |         |             |
| Crown Castle International Corp., 5.25%, 1/15/23 (c)  | 6,565   | 6,930,014   |
| Digicel Ltd., 6.00%, 4/15/21 (b)(c)   | 5,000   | 4,853,550   |
| Softbank Corp., 4.50%, 4/15/20 (b)(c)   | 1,500   | 1,535,625   |
| Sprint Communications, Inc., 9.00%, 11/15/18 (b)(c)   | 8,131   | 9,251,533   |
| Sprint Corp., 7.88%, 9/15/23 (c)  | 1,922   | 1,929,207   |
| T-Mobile USA, Inc. (c):   |         |             |
| 6.63%, 4/28/21  | 3,820   | 4,030,100   |
| 6.73%, 4/28/22  | 945     | 995,794     |
| 6.84%, 4/28/23  | 610     | 645,075     |
|   |         | 30,170,898  |
| <b>Total Corporate Bonds 56.6%</b>  |         | 427,026,430 |
| <b>Floating Rate Loan Interests (a)</b>   |         |             |
| <b>Aerospace &amp; Defense 0.3%</b>   |         |             |
| TransUnion LLC, Term Loan, 4.00%, 4/09/21   | 1,925   | 1,933,231   |
| <b>Airlines 0.4%</b>  |         |             |
| Delta Air Lines, Inc., 2016 Term Loan B2, 2.43%, 4/18/16  | 2,933   | 2,929,304   |
| <b>Auto Components 0.3%</b>   |         |             |
| Gates Global, Inc., Term Loan B, 4.25%, 7/05/21   | 2,353   | 2,353,175   |
| <b>Chemicals 0.0%</b>   |         |             |
| Allnex (Luxembourg) & Cy SCA, Term Loan B1, 4.50%, 10/03/19   | 87      | 87,853      |
| Allnex USA, Inc., Term Loan B2, 4.50%, 10/03/19   | 45      | 45,582      |
|   |         | 133,435     |
| <b>Commercial Services &amp; Supplies 0.4%</b>  |         |             |
| ADS Waste Holdings, Inc., Term Loan, 3.75%, 10/09/19  | 630     | 628,069     |
| ARAMARK Corp., Term Loan E, 3.25%, 9/07/19  | 437     | 438,246     |
| Spin Holdco, Inc., Term Loan B, 4.25%, 11/14/19   | 1,923   | 1,924,941   |
|   |         | 2,991,256   |
| <b>Communications Equipment 0.3%</b>  |         |             |
| Zayo Group LLC/Zayo Capital, Inc., Term Loan B, 4.00%, 7/02/19  | 1,910   | 1,910,217   |



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|   |              |  |              |
|---|--------------|--|--------------|
| <b>Construction Materials 0.3%</b>  |              |  |              |
| HD Supply, Inc., Term Loan B, 4.00%, 6/28/18                                  | 2,480        |  | 2,487,507    |
|   | <b>Par</b>   |  |              |
| <b>Floating Rate Loan Interests (a)</b>                                       | <b>(000)</b> |  | <b>Value</b> |
| <b>Distributors 0.1%</b>  |              |  |              |
| ABC Supply Co., Inc., Term Loan, 3.50%, 4/16/20                               | USD 591      |  | \$ 592,111   |
| <b>Diversified Consumer Services 0.1%</b>                                     |              |  |              |
| Bright Horizons Family Solutions, Inc., Term Loan B, 4.00%, 1/30/20           | 489          |  | 490,426      |
| Weight Watchers International, Inc., Term Loan B2, 4.00%, 4/02/20             | 235          |  | 125,036      |
|   |              |  | 615,462      |
| <b>Diversified Telecommunication Services 0.3%</b>                            |              |  |              |
| Level 3 Financing, Inc., 2020 Term Loan B, 4.00%, 1/15/20                     | 2,275        |  | 2,279,982    |
| <b>Electronic Equipment, Instruments &amp; Components 0.0%</b>                |              |  |              |
| CDW LLC, Term Loan, 3.25%, 4/29/20  | 294          |  | 293,599      |
| <b>Energy Equipment &amp; Services 0.2%</b>                                   |              |  |              |
| Dynege Holdings, Inc., Term Loan B2, 4.00%, 4/23/20                           | 1,611        |  | 1,620,372    |
| <b>Food Products 0.2%</b>   |              |  |              |
| Pinnacle Foods Finance LLC, Term Loan G, 3.00%, 4/29/20                       | 1,457        |  | 1,456,395    |
| <b>Health Care Equipment &amp; Supplies 0.1%</b>                              |              |  |              |
| Immucor, Inc., Refinancing Term Loan B2, 5.00%, 8/17/18                       | 733          |  | 735,647      |
| <b>Hotels, Restaurants &amp; Leisure 3.3%</b>                                 |              |  |              |
| Caesars Entertainment Resort Properties LLC, Term Loan B, 7.00%, 10/11/20     | 1,812        |  | 1,731,661    |
| Hilton Ft. Lauderdale, Mezzanine Term Loan 5, 6.18%, 8/04/19                  | 6,500        |  | 6,500,000    |
| Hilton Los Cabos, B-Note, 8.18%, 9/18/18                                      | 5,375        |  | 5,375,000    |
| Hilton Orlando, Mezzanine A3, 6.43%, 8/01/16                                  | 7,250        |  | 7,250,000    |
| Hilton Worldwide Finance LLC, Term Loan B2, 3.50%, 10/26/20                   | 2,202        |  | 2,209,431    |
| MGM Resorts International, Term Loan A, 2.93%, 12/20/17                       | 1,222        |  | 1,221,875    |
| Station Casinos LLC, Term Loan B, 4.25%, 3/02/20                              | 911          |  | 916,329      |
|   |              |  | 25,204,296   |
| <b>Insurance 0.8%</b>   |              |  |              |
| Dallas Design District, Mezzanine Term Loan, 6.88%, 11/09/16                  | 4,000        |  | 4,000,000    |
| Sedgwick Claims Management Services, Inc., 1st Lien Term Loan, 3.75%, 3/01/21 | 1,985        |  | 1,971,842    |
|   |              |  | 5,971,842    |
| <b>IT Services 0.4%</b>   |              |  |              |
| First Data Corp., 2018 Extended Term Loan, 3.68%, 3/24/18                     | 3,000        |  | 3,005,640    |
| SunGard Data Systems, Inc., Term Loan E, 4.00%, 3/08/20                       | 227          |  | 228,244      |
|   |              |  | 3,233,884    |
| <b>Machinery 0.3%</b>   |              |  |              |
| Generac Power Systems, Inc., Term Loan B, 3.25%, 5/31/20                      | 843          |  | 842,778      |
| Silver II US Holdings LLC, Term Loan, 4.00%, 12/13/19                         | 1,144        |  | 1,115,325    |
|   |              |  | 1,958,103    |
| <b>Media 0.2%</b>   |              |  |              |
| Clear Channel Communications, Inc., Term Loan D, 6.93%, 1/30/19               | 675          |  | 645,570      |
| Univision Communications, Inc., Term Loan C4, 4.00%, 3/01/20                  | 490          |  | 490,223      |
| Virgin Media Investment Holdings Ltd., Term Loan B, 3.50%, 6/07/20            | 598          |  | 598,630      |
|   |              |  | 1,734,423    |

See Notes to Financial Statements.

## Schedule of Investments (continued)

## BlackRock Multi-Sector Income Trust (BIT)

(Percentages shown are based on Net Assets)

|  |     | Par   |            |
|--|-----|-------|------------|
|  |     | (000) | Value      |
| <b>Floating Rate Loan Interests (a)</b>                              |     |       |            |
| <b>Oil, Gas &amp; Consumable Fuels 0.2%</b>                          |     |       |            |
| Offshore Group Investment Ltd., Term Loan B, 5.75%, 3/28/19          | USD | 1,176 | \$ 761,460 |
| Power Buyer LLC:   |     |       |            |
| 1st Lien Term Loan, 4.25%, 5/06/20                                   |     | 681   | 680,349    |
| Delayed Draw Term Loan, 4.25%, 5/06/20                               |     | 36    | 36,420     |
|  |     |       | 1,478,229  |
| <b>Pharmaceuticals 0.1%</b>  |     |       |            |
| Par Pharmaceutical Cos., Inc., Term Loan B2, 4.00%, 9/30/19          |     | 736   | 736,567    |
| <b>Real Estate Management &amp; Development 0.1%</b>                 |     |       |            |
| Realogy Corp., Term Loan B, 3.75%, 3/05/20                           |     | 877   | 880,201    |
| <b>Semiconductors &amp; Semiconductor Equipment 0.1%</b>             |     |       |            |
| Freescale Semiconductor, Inc., Term Loan B4, 4.25%, 2/28/20          |     | 490   | 491,885    |
| <b>Specialty Retail 0.1%</b>   |     |       |            |
| Party City Holdings, Inc., Term Loan, 4.00%, 7/27/19                 |     | 978   | 979,932    |
| <b>Technology Hardware, Storage &amp; Peripherals 0.5%</b>           |     |       |            |
| Walton Portland Holdings VI LLC, Mezzanine Term Loan, 6.93%, 7/06/16 |     | 3,750 | 3,750,000  |
| <b>Total Floating Rate Loan Interests 9.1%</b>                       |     |       | 68,751,055 |

**Foreign Agency Obligations**

|   |     |        |            |
|---|-----|--------|------------|
| Cyprus Government International Bond (b):                     |     |        |            |
| 3.75%, 11/01/15   | EUR | 2,025  | 2,270,360  |
| 4.63%, 2/03/20  |     | 2,950  | 3,482,996  |
| Iceland Government International Bond, 5.88%, 5/11/22 (c)     | USD | 3,415  | 3,956,916  |
| Indonesia Government International Bond, 6.63%, 2/17/37 (b)   |     | 124    | 150,505    |
| Mexican Bonos, 5.00%, 12/11/19                                | MXN | 7,200  | 464,722    |
| Mexico Government International Bond:                         |     |        |            |
| 3.63%, 3/15/22  | USD | 78     | 80,535     |
| 4.00%, 10/02/23   |     | 118    | 124,018    |
| Poland Government Bond, 3.25%, 7/25/25                        | PLN | 660    | 193,003    |
| Russian Federal Bond:   |     |        |            |
| 7.60%, 7/20/22  | RUB | 2,615  | 43,177     |
| 7.00%, 8/16/23  |     | 13,105 | 204,327    |
| 8.15%, 2/03/27  |     | 3,480  | 57,764     |
| Slovenia Government International Bond, 5.85%, 5/10/23 (b)(c) | USD | 766    | 907,434    |
| Sri Lanka Government International Bond, 5.88%, 7/25/22 (c)   |     | 3,000  | 3,051,000  |
| <b>Total Foreign Agency Obligations 2.0%</b>                  |     |        | 14,986,757 |

**Non-Agency Mortgage-Backed Securities**

|   |  |        |           |
|---|--|--------|-----------|
| <b>Collateralized Mortgage Obligations 32.7%</b>  |  |        |           |
| Alternative Loan Trust:                           |  |        |           |
| Series 2005-61, Class 2A1, 0.46%, 12/25/35 (a)(c) |  | 4,499  | 3,915,407 |
| Series 2005-9CB, Class 1A3, 0.63%, 5/25/35 (a)(c) |  | 6,424  | 5,365,479 |
| Series 2006-40T1, Class 2A5, 0.58%, 12/25/36 (a)  |  | 3,520  | 1,634,849 |
| Series 2006-7CB, Class 2A1, 6.50%, 5/25/36        |  | 4,814  | 3,537,935 |
| Series 2006-J7, Class 2A1, 2.20%, 11/20/36 (a)    |  | 10,096 | 7,229,006 |
| Series 2006-J8, Class A5, 6.00%, 2/25/37          |  | 2,749  | 2,144,435 |

|  |     | Par   |              |
|--|-----|-------|--------------|
|  |     | (000) | Value        |
| <b>Non-Agency Mortgage-Backed Securities</b>           |     |       |              |
| <b>Collateralized Mortgage Obligations (continued)</b> |     |       |              |
| Alternative Loan Trust (concluded):                    |     |       |              |
| Series 2006-OA10, Class 2A1, 0.37%, 8/25/46 (a)        | USD | 9,673 | \$ 7,339,341 |

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|  |        |            |
|--|--------|------------|
| Series 2006-OA14, Class 3A1,<br>0.99%, 11/25/46 (a)  | 15,196 | 12,003,198 |
| Series 2006-OA16, Class A2,<br>0.37%, 10/25/46 (a)   | 11,233 | 9,807,889  |
| Series 2006-OA18, Class A1,<br>0.30%, 12/25/46 (a)   | 6,817  | 5,891,629  |
| Series 2006-OA22, Class A1,<br>0.34%, 2/25/47 (a)  | 5,872  | 4,991,807  |
| Series 2006-OA6, Class 1A1A,<br>0.39%, 7/25/46 (a)   | 12,216 | 9,006,934  |
| Series 2006-OA8, Class 1A1,<br>0.37%, 7/25/46 (a)  | 4,023  | 3,256,332  |
| Series 2007-12T1, Class A22, 5.75%, 6/25/37  | 7,758  | 6,449,633  |
| Series 2007-12T1, Class A5, 6.00%, 6/25/37   | 3,764  | 3,183,408  |
| Series 2007-22, Class 2A16, 6.50%, 9/25/37   | 12,687 | 10,124,625 |
| Series 2007-23CB, Class A1, 6.00%, 9/25/37   | 11,514 | 10,234,606 |
| Series 2007-4CB, Class 1A3,<br>0.53%, 4/25/37 (a)  | 7,354  | 5,419,837  |
| Series 2007-OA2, Class 1A1,<br>0.98%, 3/25/47 (a)  | 7,270  | 5,442,463  |
| Series 2007-OA6, Class A1A,<br>0.32%, 6/25/37 (a)  | 11,781 | 9,980,281  |
| American Home Mortgage Assets Trust, Series 2006-5, Class A1,<br>1.06%, 11/25/46 (a)                 | 6,992  | 3,725,463  |
| American Home Mortgage Investment Trust, Series 2007-1, Class GA1C,<br>0.37%, 5/25/47 (a)            | 4,835  | 3,432,616  |
| Banc of America Funding Trust, Series 2006-G, Class 2A1, 0.40%, 7/20/36 (a)                          | 2,478  | 2,306,165  |
| Bear Stearns ARM Trust, Series 2006-1, Class A1, 2.36%, 2/25/36 (a)(c)                               | 4,505  | 4,491,848  |
| CHL Mortgage Pass-Through Trust:   |        |            |
| Series 2006-3, Class 1A1, 0.42%, 3/25/36 (a)   | 15,182 | 12,898,722 |
| Series 2007-J2, Class 2A1, 0.83%, 7/25/37 (a)  | 6,905  | 4,584,610  |
| Series 2007-J2, Class 2A8, 6.00%, 7/25/37  | 3,813  | 3,185,323  |
| Citigroup Mortgage Loan Trust, Series 2006-AR7, Class 2A3A, 2.55%, 11/25/36 (a)                      | 9,544  | 7,825,321  |
| Countrywide Home Loan Mortgage Pass-Through Trust, Series 2006-OA5, Class 3A1,<br>0.38%, 4/25/46 (a) | 12,216 | 10,666,325 |
| Fannie Mae Connecticut Avenue Securities, Class 1M2 (a):   |        |            |
| Series 2014-C02, 2.78%, 5/25/24  | 10,000 | 9,277,550  |
| Series 2014-C03, 3.18%, 7/25/24  | 11,000 | 10,538,022 |
| GreenPoint Mortgage Funding Trust,<br>Series 2007-AR3, Class A1,<br>0.40%, 6/25/37 (a)               | 7,465  | 6,245,121  |
| GSR Mortgage Loan Trust (a):   |        |            |
| Series 2005-AR3, Class 5A1, 2.67%, 5/25/35   | 3,738  | 3,628,894  |
| Series 2005-AR6, Class 2A1, 2.68%, 9/25/35 (c)   | 2,553  | 2,559,035  |
| Hilton USA Trust, Series 2013-HLT, Class EFX, 5.61%, 11/05/30 (a)(b)(c)                              | 5,000  | 5,115,390  |
| Morgan Stanley Re-REMIC Trust, Series 2010-R5, Class 7B, 0.46%, 5/26/37 (a)(b)                       | 18,950 | 11,991,312 |

See Notes to Financial Statements.

## Schedule of Investments (continued)

## BlackRock Multi-Sector Income Trust (BIT)

(Percentages shown are based on Net Assets)

|  | Par        |    | Value       |
|--|------------|----|-------------|
|  | (000)      |    |             |
| <b>Non-Agency Mortgage-Backed Securities</b>   |            |    |             |
| <b>Collateralized Mortgage Obligations (concluded)</b>   |            |    |             |
| Nomura Asset Acceptance Corp. Alternative Loan Trust, Series 2006-AF1, Class 1A2, 6.16%, 5/25/36 (a)                 | USD 10,052 | \$ | 5,649,617   |
| Residential Asset Securitization Trust, Series 2006-A8, Class 2A5, 0.78%, 8/25/36 (a)                                | 8,672      |    | 3,407,939   |
| Structured Asset Mortgage Investments II Trust, Series 2006-AR1, Class 3A1, 0.41%, 2/25/36 (a)                       | 4,388      |    | 3,497,404   |
| WaMu Mortgage Pass-Through Certificates, Series 2007-OA4, Class 1A, 0.91%, 5/25/47 (a)                               | 6,479      |    | 5,515,941   |
|  |            |    | 247,501,712 |
| <b>Commercial Mortgage-Backed Securities 16.7%</b>   |            |    |             |
| Bank of America Merrill Lynch Commercial Mortgage Securities Trust, Series 2013-DSMZ, Class M, 5.87%, 9/15/18 (a)(b) | 7,500      |    | 7,500,000   |
| BHMS Mortgage Trust, Series 2014-MZ, Class M, 7.37%, 7/05/33 (a)(b)  | 2,000      |    | 2,003,040   |
| CD Commercial Mortgage Trust, Series 2007-CD5, Class C, 6.33%, 11/15/44 (a)  | 3,372      |    | 3,503,377   |
| CDGJ Commercial Mortgage Trust, Series 2014-BXCH, Class EPA, 4.42%, 12/15/27 (a)(b)                                  | 5,000      |    | 5,008,515   |
| CG-CCRE Commercial Mortgage Trust, Series 2014-FL1 (a)(b):   |            |    |             |
| Class D, 2.92%, 6/15/31 (c)  | 3,000      |    | 2,989,281   |
| Class E, 4.82%, 6/15/31  | 1,931      |    | 1,924,222   |
| COMM 2014-FL5 Mortgage Trust, Series 2014-FL5, Class HFL1, 3.43%, 7/15/31 (a)(b)                                     | 6,057      |    | 5,814,130   |
| Commercial Mortgage Pass-Through Certificates (a)(b):  |            |    |             |
| Series 2013-FL3, Class MMHP, 3.78%, 10/13/28 (c)   | 4,000      |    | 4,029,456   |
| Series 2013-LC13, Class D, 5.22%, 8/10/46 (c)  | 2,650      |    | 2,693,455   |
| Series 2014-CR16, Class D, 5.07%, 4/10/47 (c)  | 2,000      |    | 1,971,774   |
| Series 2014-KYO, Class F, 3.68%, 6/11/27   | 9,000      |    | 8,980,038   |
| Series 2014-LC15, Class D, 5.11%, 4/10/47  | 3,000      |    | 2,903,157   |
| Series 2014-PAT, Class E, 3.33%, 8/13/27   | 1,000      |    | 1,000,002   |
| Series 2014-PAT, Class F, 2.62%, 8/13/27   | 3,000      |    | 2,848,653   |
| Series 2014-PAT, Class G, 1.77%, 8/13/27   | 2,000      |    | 1,812,420   |
| Commercial Mortgage Trust, Series 2007-GG11, Class AJ, 6.25%, 12/10/49 (a)   | 2,000      |    | 2,116,192   |
| Credit Suisse First Boston Mortgage Securities Corp., Series 2005-C3, Class B, 4.88%, 7/15/37                        | 2,000      |    | 1,994,782   |
| Del Coronado Trust, Series 2013-HDMZ, Class M, 5.18%, 3/15/18 (a)(b)   | 6,000      |    | 6,015,000   |
| GS Mortgage Securities Trust (a):  |            |    |             |
| Series 2006-GG6, Class AJ, 5.71%, 4/10/38 (c)  | 5,000      |    | 5,108,770   |
| Series 2006-GG6, Class C, 5.74%, 4/10/38 (c)   | 6,480      |    | 6,523,143   |
| Series 2014-GSFL, Class D, 4.08%, 7/15/31 (b)(c)   | 1,325      |    | 1,324,981   |
| Series 2014-GSFL, Class E, 6.13%, 7/15/31 (b)  | 1,000      |    | 1,001,466   |
| JPMorgan Chase Commercial Mortgage Securities Trust (a)(b):  |            |    |             |
| Series 2007-CB20, Class B, 6.38%, 2/12/51  | 1,000      |    | 1,016,802   |
|  | <b>Par</b> |    |             |
|  | (000)      |    | Value       |
| <b>Non-Agency Mortgage-Backed Securities</b>   |            |    |             |
| <b>Commercial Mortgage-Backed Securities (concluded)</b>   |            |    |             |
| JPMorgan Chase Commercial Mortgage Securities Trust (a)(b) (concluded):  |            |    |             |
| Series 2014-CBMZ, Class M, 6.41%, 10/15/19   | USD 2,000  | \$ | 2,003,400   |
| Series 2014-DSTY, Class E, 3.93%, 6/10/27  | 5,000      |    | 4,667,255   |
| LB-UBS Commercial Mortgage Trust (a):  |            |    |             |
| Series 2006-C4, Class AJ, 6.05%, 6/15/38 (c)   | 5,000      |    | 5,226,030   |
| Series 2007-C2, Class AM, 5.49%, 2/15/40 (c)   | 5,000      |    | 5,288,450   |
| Series 2007-C7, Class B, 6.46%, 9/15/45  | 871        |    | 890,526     |
| London & Regional Debt Securitisation No. 2 PLC, Series 2, Class A, 3.57%, 10/15/15 (a)                              | GBP 3,207  |    | 4,935,289   |
| Madison Avenue Trust, Series 2013-650M, Class E, 4.17%, 10/12/32 (a)(b)  | USD 5,000  |    | 4,939,060   |

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|   |           |             |
|---|-----------|-------------|
| New York Mortgage Securitization Trust, Series 2013-1, Class A, 5.43%, 8/27/24 (a)(b)       | 5,000     | 5,025,000   |
| RBSSP Resecuritization Trust, Series 2013-5, Class 3A1, 0.53%, 1/26/36 (a)(b)               | 2,345     | 2,044,282   |
| Talisman Finance PLC, Series 6, Class A, 0.19%, 10/22/16 (a)                                | EUR 4,357 | 4,850,718   |
| Wachovia Bank Commercial Mortgage Trust, Series 2007-C33, Class AJ, 6.15%, 2/15/51 (a)(c)   | USD 6,000 | 6,307,536   |
|   |           | 126,260,202 |
| <b>Scientific Instruments: Control &amp; Filter 0.9%</b>                                    |           |             |
| COMM 2007-C9 Mortgage Trust, Series 2007-C9, Class E, 5.99%, 12/10/49 (a)                   | 5,000     | 5,137,340   |
| GAHR Commercial Mortgage Trust 2015-NRF, Series 2015-NRF, Class GFX, 3.49%, 12/15/19 (a)(b) | 2,500     | 2,243,153   |
|   |           | 7,380,493   |
| <b>Total Non-Agency Mortgage-Backed Securities 50.3%</b>                                    |           | 381,142,407 |

### Preferred Securities

#### Capital Trusts

##### Banks 4.6%

|  |       |            |
|--|-------|------------|
| Bank of America Corp., Series X, 6.25% (a)(c)(h) | 4,425 | 4,532,859  |
| BNP Paribas SA, 7.20% (a)(b)(c)(h)               | 7,500 | 9,018,750  |
| Fifth Third Bancorp, Series J, 4.90% (a)(c)(h)   | 3,000 | 2,910,000  |
| HSBC Holdings PLC, 6.38% (a)(c)(h)               | 3,700 | 3,820,250  |
| Lloyds Bank PLC, 12.00% (a)(b)(c)(h)             | 3,500 | 5,005,000  |
| NBK Tier 1 Financing, Ltd., 5.75% (a)(h)         | 900   | 905,625    |
| Wells Fargo & Co., Series S, 5.90% (a)(c)(h)     | 8,800 | 9,218,000  |
|  |       | 35,410,484 |

##### Capital Markets 1.1%

|  |       |           |
|--|-------|-----------|
| The Bank of New York Mellon Corp., Series D, 4.50% (a)(c)(h) | 6,067 | 5,809,153 |
| Credit Suisse Group AG, (a)(b)(c)(h):                        |       |           |
| 6.25%  | 1,035 | 1,024,650 |
| 7.50%  | 2,851 | 3,050,570 |
|  |       | 9,884,373 |

##### Diversified Financial Services 5.9%

|   |       |           |
|---|-------|-----------|
| Bank of America Corp., (a)(h)                             |       |           |
| Series AA, 6.10%  | 2,865 | 2,922,300 |
| Series U, 5.20% (c)                                       | 1,750 | 1,682,188 |
| Citigroup, Inc., (a)(c)(h)                                |       |           |
| 5.90%   | 2,250 | 2,268,281 |
| Series D, 5.35%   | 3,700 | 3,547,375 |
| General Electric Capital Corp., Series B, 6.25% (a)(c)(h) | 5,000 | 5,625,000 |

See Notes to Financial Statements.

## Schedule of Investments (continued)

## BlackRock Multi-Sector Income Trust (BIT)

(Percentages shown are based on Net Assets)

|  | Par           |              | Value         |
|--|---------------|--------------|---------------|
|  | (000)         |              |               |
| <b>Preferred Securities</b>  |               |              |               |
| <b>Capital Trusts (concluded)</b>                                      |               |              |               |
| <b>Diversified Financial Services (concluded)</b>                      |               |              |               |
| JPMorgan Chase & Co., (a)(c)(h)  |               |              |               |
| Series Q, 5.15%  | USD           | 5,500        | \$ 5,331,562  |
| Series V, 5.00%  |               | 2,500        | 2,456,250     |
| Macquarie Bank Ltd., 10.25%, 6/20/57 (a)(c)                            |               | 10,000       | 11,200,000    |
| Morgan Stanley, Series H, 5.45% (a)(c)(h)                              |               | 3,644        | 3,671,330     |
| Societe Generale SA, 6.00% (a)(b)(c)(h)                                |               | 5,540        | 5,280,174     |
|  |               |              | 43,984,460    |
| <b>Electric Utilities 1.0%</b>   |               |              |               |
| Electricite de France SA, 5.25% (a)(b)(c)(h)                           |               | 7,500        | 7,856,250     |
| <b>Insurance 5.7%</b>  |               |              |               |
| The Allstate Corp, 5.75%, 8/15/53 (a)(c)                               |               | 2,000        | 2,180,000     |
| AXA SA, 6.46% (a)(b)(c)(h)   |               | 10,000       | 10,606,000    |
| Liberty Mutual Group, Inc., 7.80%, 3/07/87 (b)(c)                      |               | 14,000       | 17,221,400    |
| Prudential Financial, Inc., 5.63%, 6/15/43 (a)(c)                      |               | 6,000        | 6,405,000     |
| Voya Financial, Inc., 5.65%, 5/15/53 (a)(c)                            |               | 1,090        | 1,141,775     |
| XL Group PLC, Series E, 6.50% (a)(c)(h)                                |               | 6,500        | 5,720,000     |
|  |               |              | 43,274,175    |
| <b>Oil, Gas &amp; Consumable Fuels 0.5%</b>                            |               |              |               |
| Enterprise Products Operating LLC, Series A, 8.38%, 8/01/66 (a)(c)     |               | 3,248        | 3,451,650     |
| <b>Total Capital Trusts 18.8%</b>                                      |               |              | 143,861,392   |
| <b>Preferred Stocks</b>  | <b>Shares</b> |              |               |
| <b>Aerospace &amp; Defense 0.4%</b>                                    |               |              |               |
| United Technologies Corp., 7.50% (l)                                   | 50,000        |              | 2,941,000     |
| <b>Capital Markets 1.7%</b>  |               |              |               |
| The Goldman Sachs Group, Inc., Series J, 5.50% (a)(h)                  | 395,017       |              | 9,812,222     |
| Morgan Stanley, 6.88% (a)(h)   | 100,000       |              | 2,740,000     |
| SCE Trust III, 5.75% (a)(h)  | 23,730        |              | 644,270       |
|  |               |              | 13,196,492    |
| <b>Preferred Stocks</b>  | <b>Shares</b> | <b>Value</b> |               |
| <b>Diversified Financial Services 0.3%</b>                             |               |              |               |
| Citigroup, Inc., Series K, 6.88% (a)(h)                                | 75,000        | \$           | 2,041,500     |
| <b>Real Estate Investment Trusts (REITs) 1.9%</b>                      |               |              |               |
| Firststar Realty LLC, 8.88% (b)(h)                                     | 10,000        |              | 12,631,250    |
| SunTrust Real Estate Investment Corp., 9.00% (b)(h)                    | 15            |              | 1,833,459     |
|  |               |              | 14,464,709    |
| <b>Total Preferred Stocks 4.3%</b>                                     |               |              | 32,643,701    |
| <b>Total Preferred Securities 23.1%</b>                                |               |              | 176,505,093   |
| <b>Total Long-Term Investments</b>                                     |               |              |               |
| (Cost \$1,281,736,726) 172.2%  |               |              | 1,304,234,956 |
| <b>Short-Term Securities</b>   |               |              |               |
| BlackRock Liquidity Funds, TempFund, Institutional Class, 0.08% (m)(n) | 28,388,724    |              | 28,388,724    |
| <b>Total Short-Term Securities</b>                                     |               |              |               |
| (Cost \$28,388,724) 3.8%   |               |              | 28,388,724    |
|  |               |              | 5,381         |

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|  |  |                |
|--|--|----------------|
| <b>Options Purchased</b>                             |  |                |
| (Cost \$15,024) 0.0%                                 |  |                |
| <b>Total Investments Before Options Written</b>      |  |                |
| (Cost \$1,310,140,474) 176.0%                        |  | 1,332,629,061  |
| <b>Options Written</b>                               |  |                |
| (Premiums Received \$7,293) (0.0)%                   |  | (8,363)        |
| <b>Total Investments, Net of Options Written</b>     |  |                |
| (Cost \$1,310,133,181) 176.0%                        |  | 1,332,620,698  |
| <b>Liabilities in Excess of Other Assets (76.0)%</b> |  | (575,474,200)  |
| <b>Net Assets 100.0%</b>                             |  | \$ 757,146,498 |

Notes to Schedule of Investments

- (a) Variable rate security. Rate shown is as of report date.
- (b) Security exempt from registration pursuant to Rule 144A under the Securities Act of 1933, as amended. These securities may be resold in transactions exempt from registration to qualified institutional investors.
- (c) All or a portion of security has been pledged as collateral in connection with outstanding reverse repurchase agreements.
- (d) When-issued security. Unsettled when-issued transactions were as follows:
- | Counterparty                           | Value        | Unrealized Depreciation |
|--|--------------|-------------------------|
| JPMorgan Securities LLC                | \$ 2,488,084 | \$ (47,856)             |
| Jefferies Bache Ltd.                   | \$ 1,237,500 |                         |
| Morgan Stanley & Co. International PLC | \$ 993,500   |                         |
- (e) Represents a step-up bond that pays an initial coupon rate for the first period and then a higher coupon rate for the following periods. Rate shown is as of report date.
- (f) Zero-coupon bond.
- (g) Amount is less than \$500.
- (h) Security is perpetual in nature and has no stated maturity date.
- (i) Represents a payment-in-kind security which may pay interest/dividends in additional par/shares and/or in cash. Rates shown are the current rate and possible payment rates.
- (j) Issuer filed for bankruptcy and/or is in default of principal and/or interest payments.
- (k) Non-income producing security.

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(l) Convertible security.

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2015

43



## Schedule of Investments (continued)

BlackRock Multi-Sector Income Trust (BIT)

(m) During the six months ended April 30, 2015, investments in issuers considered to be an affiliate of the Trust for purposes of Section 2(a)(3) of the 1940 Act, were as follows:

| Affiliate  | Shares Held<br>at October 31,<br>2014 | Net<br>Activity | Shares Held<br>at April 30,<br>2015 | Income   |
|--|---------------------------------------|-----------------|-------------------------------------|----------|
| BlackRock Liquidity Funds, TempFund, Institutional Class | 18,823,385                            | 9,565,339       | 28,388,724                          | \$ 4,743 |

(n) Represents the current yield as of report date.

For Trust compliance purposes, the Trust's industry classifications refer to any one or more of the industry sub-classifications used by one or more widely recognized market indexes or ratings group indexes, and/or as defined by the investment advisor. These definitions may not apply for purposes of this report, which may combine such industry sub-classifications for reporting ease.

As of April 30, 2015, reverse repurchase agreements outstanding were as follows:

| Counterparty                   | Interest<br>Rate | Trade<br>Date | Maturity<br>Date <sup>1</sup> | Face Value   | Face Value<br>Including<br>Accrued<br>Interest |
|--------------------------------|------------------|---------------|-------------------------------|--------------|--|
| Deutsche Bank Securities, Inc. | 0.60%            | 2/03/05       | Open                          | \$ 2,836,000 | \$ 2,840,112                                   |
| Deutsche Bank Securities, Inc. | 0.60%            | 3/03/14       | Open                          | 2,225,000    | 2,240,641                                      |
| Deutsche Bank Securities, Inc. | 0.50%            | 4/21/14       | Open                          | 1,940,000    | 1,950,102                                      |
| Barclays Bank PLC              | 0.45%            | 5/07/14       | Open                          | 2,528,000    | 2,539,344                                      |
| Barclays Capital, Inc.         | 0.55%            | 5/07/14       | Open                          | 3,248,000    | 3,265,815                                      |
| Deutsche Bank Securities, Inc. | 0.60%            | 5/12/14       | Open                          | 1,095,000    | 1,101,461                                      |
| Deutsche Bank Securities, Inc. | 0.60%            | 5/13/14       | Open                          | 276,000      | 277,619  |
| Deutsche Bank Securities, Inc. | 0.60%            | 5/13/14       | Open                          | 264,000      | 265,549  |
| Deutsche Bank Securities, Inc. | 0.60%            | 5/13/14       | Open                          | 617,000      | 620,620  |
| Deutsche Bank Securities, Inc. | 0.60%            | 5/13/14       | Open                          | 597,000      | 600,502  |
| UBS Securities LLC             | 0.40%            | 5/13/14       | Open                          | 5,061,000    | 5,080,794                                      |
| UBS Securities LLC             | 0.45%            | 5/13/14       | Open                          | 7,397,000    | 7,429,547                                      |
| UBS Securities LLC             | 0.50%            | 5/13/14       | Open                          | 7,707,000    | 7,744,679                                      |
| UBS Securities LLC             | 0.50%            | 5/13/14       | Open                          | 5,837,000    | 5,865,536                                      |
| UBS Securities LLC             | 0.55%            | 5/13/14       | Open                          | 4,748,000    | 4,773,534                                      |
| UBS Securities LLC             | 0.55%            | 5/13/14       | Open                          | 2,810,000    | 2,825,112                                      |
| UBS Securities LLC             | 0.55%            | 5/13/14       | Open                          | 1,815,000    | 1,824,761                                      |
| UBS Securities LLC             | 0.55%            | 5/13/14       | Open                          | 9,085,000    | 9,133,857                                      |
| UBS Securities LLC             | 0.55%            | 5/13/14       | Open                          | 8,988,000    | 9,036,335                                      |
| UBS Securities LLC             | 0.60%            | 5/13/14       | Open                          | 2,713,000    | 2,728,916                                      |
| Barclays Capital, Inc.         | 0.40%            | 5/14/14       | Open                          | 5,942,000    | 5,965,174                                      |
| Barclays Capital, Inc.         | 0.45%            | 5/14/14       | Open                          | 10,141,000   | 10,185,494                                     |
| Barclays Capital, Inc.         | 0.45%            | 5/14/14       | Open                          | 5,189,000    | 5,214,296                                      |
| Barclays Capital, Inc.         | 0.60%            | 5/14/14       | Open                          | 1,320,000    | 1,327,593                                      |
| Barclays Capital, Inc.         | 0.60%            | 5/14/14       | Open                          | 6,086,000    | 6,121,603                                      |
| Barclays Capital, Inc.         | 0.60%            | 5/14/14       | Open                          | 881,000      | 885,295  |
| Barclays Capital, Inc.         | 0.60%            | 5/14/14       | Open                          | 950,000      | 955,557  |
| Barclays Capital, Inc.         | 0.60%            | 5/14/14       | Open                          | 2,479,000    | 2,488,668                                      |
| Barclays Capital, Inc.         | 0.60%            | 5/14/14       | Open                          | 2,129,000    | 2,140,417                                      |
| Barclays Capital, Inc.         | 0.60%            | 5/14/14       | Open                          | 1,222,000    | 1,228,910                                      |
| Barclays Capital, Inc.         | 0.60%            | 5/14/14       | Open                          | 3,073,000    | 3,090,677                                      |
| Barclays Capital, Inc.         | 0.60%            | 5/14/14       | Open                          | 1,212,000    | 1,219,090                                      |

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|                                |         |         |      |           |           |
|--------------------------------|---------|---------|------|-----------|-----------|
| Barclays Capital, Inc.         | 0.60%   | 5/14/14 | Open | 793,000   | 797,639   |
| Barclays Capital, Inc.         | 0.60%   | 5/14/14 | Open | 799,000   | 803,674   |
| Barclays Capital, Inc.         | 0.60%   | 5/14/14 | Open | 1,218,000 | 1,224,888 |
| Barclays Capital, Inc.         | 0.60%   | 5/14/14 | Open | 1,219,000 | 1,226,012 |
| Barclays Capital, Inc.         | 0.60%   | 6/05/14 | Open | 1,037,177 | 1,042,882 |
| Barclays Capital, Inc.         | 0.60%   | 6/06/14 | Open | 657,352   | 660,956   |
| Barclays Capital, Inc.         | 0.60%   | 6/16/14 | Open | 2,038,000 | 2,048,801 |
| Barclays Capital, Inc.         | 0.60%   | 6/16/14 | Open | 1,166,000 | 1,172,180 |
| Barclays Capital, Inc.         | 0.60%   | 6/16/14 | Open | 892,000   | 896,728   |
| Deutsche Bank Securities, Inc. | 0.60%   | 7/28/14 | Open | 2,475,000 | 2,486,426 |
| Deutsche Bank Securities, Inc. | 0.60%   | 7/28/14 | Open | 2,303,000 | 2,313,632 |
| Deutsche Bank Securities, Inc. | 0.60%   | 7/30/14 | Open | 1,421,250 | 1,427,764 |
| Barclays Capital, Inc.         | (1.75)% | 8/22/14 | Open | 3,611,406 | 3,567,167 |
| BNP Paribas Securities Corp.   | 0.39%   | 8/22/14 | Open | 332,000   | 332,790   |
| BNP Paribas Securities Corp.   | 0.39%   | 8/22/14 | Open | 688,000   | 689,637   |
| BNP Paribas Securities Corp.   | 0.63%   | 8/22/14 | Open | 3,730,000 | 3,746,449 |
| BNP Paribas Securities Corp.   | 0.63%   | 8/22/14 | Open | 362,000   | 363,596   |
| BNP Paribas Securities Corp.   | 0.65%   | 8/22/14 | Open | 721,000   | 724,281   |
| BNP Paribas Securities Corp.   | 0.57%   | 9/16/14 | Open | 6,219,000 | 6,241,254 |

See Notes to Financial Statements.

## Schedule of Investments (continued)

## BlackRock Multi-Sector Income Trust (BIT)

As of April 30, 2015, reverse repurchase agreements outstanding were as follows (continued):

| Counterparty                       | Interest Rate | Trade Date | Maturity Date <sup>1</sup> | Face Value   | Face Value Including Accrued Interest |
|------------------------------------|---------------|------------|----------------------------|--------------|---------------------------------------|
| BNP Paribas Securities Corp.       | 0.57%         | 9/16/14    | Open                       | \$ 7,786,000 | \$ 7,813,861                          |
| BNP Paribas Securities Corp.       | 0.57%         | 9/16/14    | Open                       | 7,417,000    | 7,443,541                             |
| RBC Capital Markets, LLC           | 0.34%         | 9/16/14    | Open                       | 518,700      | 519,807                               |
| RBC Capital Markets, LLC           | 0.65%         | 9/16/14    | Open                       | 2,075,000    | 2,083,467                             |
| Deutsche Bank Securities, Inc.     | 0.60%         | 10/02/14   | Open                       | 1,084,000    | 1,087,794                             |
| Deutsche Bank Securities, Inc.     | 0.60%         | 10/02/14   | Open                       | 2,755,000    | 2,764,643                             |
| Deutsche Bank Securities, Inc.     | 0.60%         | 10/02/14   | Open                       | 706,000      | 708,471                               |
| Barclays Capital, Inc.             | 0.60%         | 10/29/14   | Open                       | 766,000      | 768,349                               |
| Barclays Capital, Inc.             | 0.60%         | 10/29/14   | Open                       | 234,000      | 235,087                               |
| Barclays Capital, Inc.             | 0.60%         | 10/29/14   | Open                       | 970,000      | 972,975                               |
| Barclays Capital, Inc.             | 0.60%         | 10/29/14   | Open                       | 14,852,000   | 14,897,546                            |
| Barclays Capital, Inc.             | 0.60%         | 10/29/14   | Open                       | 1,001,000    | 1,005,952                             |
| Barclays Capital, Inc.             | 0.60%         | 10/29/14   | Open                       | 474,000      | 479,724                               |
| Barclays Capital, Inc.             | 0.60%         | 10/29/14   | Open                       | 642,000      | 648,111                               |
| Barclays Capital, Inc.             | 0.60%         | 10/29/14   | Open                       | 1,237,000    | 1,243,497                             |
| Barclays Capital, Inc.             | 0.60%         | 10/29/14   | Open                       | 781,000      | 789,429                               |
| Barclays Capital, Inc.             | 0.65%         | 10/29/14   | Open                       | 803,000      | 809,884                               |
| Barclays Capital, Inc.             | 0.65%         | 10/29/14   | Open                       | 927,000      | 934,657                               |
| Barclays Capital, Inc.             | 0.75%         | 10/29/14   | Open                       | 4,813,000    | 4,818,338                             |
| Credit Suisse Securities (USA) LLC | 0.65%         | 10/29/14   | Open                       | 590,000      | 591,960                               |
| Credit Suisse Securities (USA) LLC | 0.65%         | 10/29/14   | Open                       | 810,000      | 812,691                               |
| Credit Suisse Securities (USA) LLC | 0.65%         | 10/29/14   | Open                       | 792,000      | 799,270                               |
| Barclays Capital, Inc.             | 0.60%         | 11/03/14   | Open                       | 521,213      | 522,768                               |
| Barclays Bank PLC                  | 0.65%         | 11/14/14   | Open                       | 1,878,730    | 1,884,325                             |
| UBS Securities LLC                 | 0.55%         | 11/25/14   | Open                       | 7,079,415    | 7,096,288                             |
| UBS Securities LLC                 | 0.55%         | 12/09/14   | Open                       | 5,700,000    | 5,712,366                             |
| UBS Securities LLC                 | 0.55%         | 12/09/14   | Open                       | 3,100,000    | 3,106,725                             |
| UBS Securities LLC                 | 0.55%         | 12/09/14   | Open                       | 4,770,000    | 4,780,348                             |
| UBS Securities LLC                 | 0.55%         | 12/09/14   | Open                       | 4,530,000    | 4,539,828                             |
| UBS Securities LLC                 | 0.55%         | 12/09/14   | Open                       | 5,020,000    | 5,030,891                             |
| UBS Securities LLC                 | 0.55%         | 12/09/14   | Open                       | 4,700,000    | 4,710,196                             |
| UBS Securities LLC                 | 0.55%         | 12/09/14   | Open                       | 4,450,000    | 4,459,654                             |
| UBS Securities LLC                 | 0.55%         | 12/09/14   | Open                       | 5,700,000    | 5,712,366                             |
| UBS Securities LLC                 | 0.55%         | 12/09/14   | Open                       | 4,290,000    | 4,299,307                             |
| UBS Securities LLC                 | 0.55%         | 12/09/14   | Open                       | 4,940,000    | 4,950,717                             |
| UBS Securities LLC                 | 0.55%         | 12/09/14   | Open                       | 5,980,000    | 5,992,973                             |
| UBS Securities LLC                 | 0.55%         | 12/09/14   | Open                       | 4,320,000    | 4,329,372                             |
| UBS Securities LLC                 | 0.55%         | 12/09/14   | Open                       | 10,552,000   | 10,574,892                            |
| Barclays Bank PLC                  | 0.65%         | 12/17/14   | Open                       | 4,269,000    | 4,279,252                             |
| Barclays Bank PLC                  | 0.85%         | 12/17/14   | Open                       | 1,445,000    | 1,449,538                             |
| Barclays Bank PLC                  | 0.95%         | 12/17/14   | Open                       | 2,291,000    | 2,299,041                             |
| Deutsche Bank Securities, Inc.     | 0.60%         | 12/17/14   | Open                       | 67,000       | 67,150                                |
| Deutsche Bank Securities, Inc.     | 0.60%         | 12/17/14   | Open                       | 140,000      | 140,313                               |
| Deutsche Bank Securities, Inc.     | 0.60%         | 12/17/14   | Open                       | 1,778,000    | 1,782,000                             |
| UBS Securities LLC                 | 0.38%         | 12/17/14   | Open                       | 287,219      | 287,628                               |
| UBS Securities LLC                 | 0.38%         | 12/17/14   | Open                       | 8,558,000    | 8,570,195                             |
| UBS Securities LLC                 | 0.55%         | 12/17/14   | Open                       | 10,075,000   | 10,095,472                            |
| UBS Securities LLC                 | 0.65%         | 12/17/14   | Open                       | 576,469      | 577,874                               |
| UBS Securities LLC                 | 0.65%         | 12/17/14   | Open                       | 2,628,750    | 2,635,063                             |
| Deutsche Bank Securities, Inc.     | 0.60%         | 12/17/14   | Open                       | 618,000      | 619,380                               |
| Deutsche Bank Securities, Inc.     | 0.60%         | 12/17/14   | Open                       | 1,861,000    | 1,865,156                             |
| Deutsche Bank Securities, Inc.     | 0.60%         | 12/17/14   | Open                       | 2,608,000    | 2,613,825                             |
| Deutsche Bank Securities, Inc.     | 0.60%         | 12/17/14   | Open                       | 1,950,000    | 1,954,355                             |
| Deutsche Bank Securities, Inc.     | 0.60%         | 12/17/14   | Open                       | 167,000      | 167,373                               |
| Deutsche Bank Securities, Inc.     | 0.60%         | 12/17/14   | Open                       | 2,371,000    | 2,376,295                             |

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|                                |       |          |      |           |           |
|--------------------------------|-------|----------|------|-----------|-----------|
| Deutsche Bank Securities, Inc. | 0.60% | 12/17/14 | Open | 869,000   | 870,941   |
| Deutsche Bank Securities, Inc. | 0.60% | 12/17/14 | Open | 2,228,000 | 2,232,976 |
| Deutsche Bank Securities, Inc. | 0.60% | 12/17/14 | Open | 638,000   | 639,425   |
| Deutsche Bank Securities, Inc. | 0.60% | 12/17/14 | Open | 1,041,000 | 1,043,325 |
| Deutsche Bank Securities, Inc. | 0.60% | 12/17/14 | Open | 1,009,000 | 1,011,253 |
| Deutsche Bank Securities, Inc. | 0.60% | 12/17/14 | Open | 893,000   | 894,994   |
| Deutsche Bank Securities, Inc. | 0.60% | 12/17/14 | Open | 243,000   | 243,543   |
| Deutsche Bank Securities, Inc. | 0.60% | 12/17/14 | Open | 625,000   | 626,396   |

See Notes to Financial Statements.

## Schedule of Investments (continued)

## BlackRock Multi-Sector Income Trust (BIT)

As of April 30, 2015, reverse repurchase agreements outstanding were as follows (continued):

| Counterparty                   | Interest Rate | Trade Date | Maturity Date <sup>1</sup> | Face Value | Face Value Including Accrued Interest |
|--------------------------------|---------------|------------|----------------------------|------------|---------------------------------------|
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | \$ 578,000 | \$ 579,291                            |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 179,000    | 179,400                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 232,000    | 232,518                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 608,000    | 609,358                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 1,444,000  | 1,447,225                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 715,000    | 716,597                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 107,000    | 107,239                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 2,472,000  | 2,477,521                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 6,450,000  | 6,464,405                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 1,872,000  | 1,876,181                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 334,000    | 334,746                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 549,000    | 550,226                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 821,000    | 822,834                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 2,835,000  | 2,841,332                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 559,000    | 560,248                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 597,000    | 598,333                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 705,000    | 706,574                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 3,091,000  | 3,097,903                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 2,471,000  | 2,476,519                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 4,812,000  | 4,822,747                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 1,554,000  | 1,557,471                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 617,000    | 618,378                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 1,429,000  | 1,432,191                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 227,000    | 227,507                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 246,000    | 246,549                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 2,872,000  | 2,878,414                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 3,722,000  | 3,730,312                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 2,787,000  | 2,793,224                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 1,212,000  | 1,214,707                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 1,315,000  | 1,317,937                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 2,867,000  | 2,873,403                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 589,000    | 590,315                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 2,447,000  | 2,452,465                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 1,960,000  | 1,964,377                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 374,000    | 374,835                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 3,400,000  | 3,407,593                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 618,000    | 619,380                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 1,794,000  | 1,798,007                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 417,000    | 417,931                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 609,000    | 610,360                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 368,000    | 368,822                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 1,081,000  | 1,083,414                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 250,000    | 250,558                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 823,000    | 824,838                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 131,000    | 131,293                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 143,000    | 143,319                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 1,829,000  | 1,833,085                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 623,000    | 624,391                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 613,000    | 614,369                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 1,602,000  | 1,605,578                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 1,441,000  | 1,444,218                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 767,000    | 768,713                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 185,000    | 185,413                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 710,000    | 711,586                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 351,000    | 351,784                               |

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|                                |       |          |      |           |           |
|--------------------------------|-------|----------|------|-----------|-----------|
| Deutsche Bank Securities, Inc. | 0.60% | 12/17/14 | Open | 1,463,000 | 1,466,267 |
| Deutsche Bank Securities, Inc. | 0.60% | 12/17/14 | Open | 2,633,000 | 2,638,880 |
| Deutsche Bank Securities, Inc. | 0.60% | 12/17/14 | Open | 1,231,000 | 1,233,749 |
| Deutsche Bank Securities, Inc. | 0.60% | 12/17/14 | Open | 1,504,000 | 1,507,359 |
| Deutsche Bank Securities, Inc. | 0.60% | 12/17/14 | Open | 300,000   | 300,670   |
| Deutsche Bank Securities, Inc. | 0.60% | 12/17/14 | Open | 1,998,000 | 2,002,462 |
| Deutsche Bank Securities, Inc. | 0.60% | 12/17/14 | Open | 2,639,000 | 2,644,894 |
| Deutsche Bank Securities, Inc. | 0.60% | 12/17/14 | Open | 406,000   | 406,907   |

See Notes to Financial Statements.

## Schedule of Investments (continued)

BlackRock Multi-Sector Income Trust (BIT)

As of April 30, 2015, reverse repurchase agreements outstanding were as follows (continued):

| Counterparty                   | Interest Rate | Trade Date | Maturity Date <sup>1</sup> | Face Value | Face Value Including Accrued Interest |
|--------------------------------|---------------|------------|----------------------------|------------|---------------------------------------|
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | \$ 154,000 | \$ 154,344                            |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 2,236,000  | 2,240,994                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 243,000    | 243,543                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 617,000    | 618,378                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 2,957,000  | 2,963,604                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 475,000    | 476,061                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 79,000     | 79,176                                |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 215,000    | 215,480                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 1,143,000  | 1,145,553                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 2,446,000  | 2,451,463                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 994,000    | 996,220                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 905,000    | 907,021                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 192,000    | 192,429                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 2,737,000  | 2,743,113                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 2,051,000  | 2,055,581                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 1,331,000  | 1,333,973                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 91,000     | 91,203                                |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 1,673,000  | 1,676,736                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 670,000    | 671,496                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 3,021,000  | 3,027,747                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 288,000    | 288,643                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 1,905,000  | 1,909,255                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 2,882,000  | 2,888,436                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 119,000    | 119,266                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 850,000    | 851,898                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 662,000    | 663,478                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/17/14   | Open                       | 1,535,000  | 1,538,428                             |
| Deutsche Bank Securities, Inc. | 0.50%         | 12/18/14   | Open                       | 786,000    | 787,452                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/18/14   | Open                       | 1,337,000  | 1,339,964                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/18/14   | Open                       | 4,682,000  | 4,692,378                             |
| HSBC Securities (USA), Inc.    | 0.40%         | 12/18/14   | Open                       | 2,789,510  | 2,793,632                             |
| BNP Paribas Securities Corp.   | 0.39%         | 12/19/14   | Open                       | 8,020,000  | 8,031,555                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/23/14   | Open                       | 296,000    | 296,636                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/31/14   | Open                       | 151,000    | 151,305                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 12/31/14   | Open                       | 179,000    | 179,361                               |
| Barclays Capital, Inc.         | 0.60%         | 1/14/15    | Open                       | 1,012,000  | 1,013,805                             |
| Deutsche Bank Securities, Inc. | 0.48%         | 1/28/15    | Open                       | 3,520,700  | 3,525,066                             |
| Deutsche Bank Securities, Inc. | 0.60%         | 2/03/15    | Open                       | 86,000     | 86,125                                |
| Barclays Capital, Inc.         | 0.60%         | 2/09/15    | Open                       | 155,000    | 155,209                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 2/17/15    | Open                       | 659,000    | 659,791                               |
| Deutsche Bank Securities, Inc. | 0.60%         | 2/26/15    | Open                       | 345,000    | 345,368                               |
| UBS Securities LLC             | 0.60%         | 3/02/15    | Open                       | 1,456,000  | 1,457,432                             |
| Barclays Capital, Inc.         | (0.50)%       | 3/23/15    | Open                       | 2,592,755  | 2,591,387                             |
| BNP Paribas Securities Corp.   | 1.18%         | 4/02/15    | 5/06/15                    | 8,491,000  | 8,497,956                             |
| Barclays Capital, Inc.         | 1.53%         | 4/07/15    | 5/07/15                    | 16,116,000 | 16,132,436                            |
| Deutsche Bank Securities, Inc. | 0.60%         | 4/07/15    | Open                       | 325,000    | 325,130                               |
| BNP Paribas Securities Corp.   | 1.18%         | 4/08/15    | 5/11/15                    | 24,547,000 | 24,564,715                            |
| UBS Securities LLC             | 0.55%         | 4/08/15    | Open                       | 3,454,875  | 3,456,036                             |
| Barclays Capital, Inc.         | 1.53%         | 4/09/15    | 5/11/15                    | 16,775,000 | 16,790,685                            |
| JPMorgan Securities LLC        | 1.33%         | 4/09/15    | 5/11/15                    | 2,635,000  | 2,637,142                             |
| BNP Paribas Securities Corp.   | 1.18%         | 4/13/15    | 5/13/15                    | 5,774,000  | 5,777,411                             |
| JPMorgan Securities LLC        | 1.43%         | 4/13/15    | 5/13/15                    | 1,988,000  | 1,989,423                             |
| JPMorgan Securities LLC        | 1.33%         | 4/16/15    | 5/13/15                    | 2,546,000  | 2,547,411                             |
| JPMorgan Securities LLC        | 1.43%         | 4/16/15    | 5/13/15                    | 2,637,000  | 2,638,571                             |
| Morgan Stanley & Co. LLC       | 1.10%         | 4/16/15    | 5/15/15                    | 5,466,200  | 5,468,538                             |

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|                                |       |         |         |            |            |
|--------------------------------|-------|---------|---------|------------|------------|
| Deutsche Bank Securities, Inc. | 0.70% | 4/16/15 | Open    | 903,000    | 903,263    |
| RBC Capital Markets, LLC       | 0.39% | 4/16/15 | Open    | 250,920    | 250,961    |
| RBC Capital Markets, LLC       | 0.75% | 4/16/15 | Open    | 147,795    | 147,841    |
| UBS Ltd.                       | 0.70% | 4/16/15 | Open    | 1,792,500  | 1,792,988  |
| UBS Ltd.                       | 0.75% | 4/16/15 | Open    | 1,230,000  | 1,230,359  |
| UBS Securities LLC             | 0.55% | 4/16/15 | Open    | 4,165,031  | 4,165,986  |
| Barclays Capital, Inc.         | 1.53% | 4/20/15 | 5/21/15 | 10,246,397 | 10,250,754 |

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2015

47



## Schedule of Investments (continued)

BlackRock Multi-Sector Income Trust (BIT)

As of April 30, 2015, reverse repurchase agreements outstanding were as follows (concluded):

| Counterparty       | Interest Rate | Trade Date | Maturity Date <sup>1</sup> | Face Value     | Face Value Including Accrued Interest |
|--------------------|---------------|------------|----------------------------|----------------|---------------------------------------|
| UBS Securities LLC | 0.00%         | 4/30/15    | Open                       | \$ 1,935,532   | \$ 1,935,532                          |
| <b>Total</b>       |               |            |                            | \$ 580,436,896 | \$ 581,931,444                        |

<sup>1</sup> Certain agreements have no stated maturity and can be terminated by either party at any time.

As of April 30, 2015, financial futures contracts outstanding were as follows:

| Long/(Short) | Issue                         | Exchange               | Expiration    | Notional Value  | Unrealized Appreciation (Depreciation) |
|--------------|-------------------------------|------------------------|---------------|-----------------|--|
| (706)        | 2-Year U.S. Treasury Note     | Chicago Board of Trade | June 2015     | USD 154,801,532 | \$ (598,925)                           |
| (34)         | 10-Year U.S. Treasury Note    | Chicago Board of Trade | June 2015     | USD 4,364,750   | 14,283                                 |
| (14)         | Ultra Long U.S. Treasury Bond | Chicago Board of Trade | June 2015     | USD 2,303,000   | 34,733                                 |
| (5)          | 90 Day Euro Future            | Chicago Mercantile     | December 2016 | USD 1,232,812   | (4,695)                                |
| (1)          | Long U.S. Treasury Bond       | Chicago Board of Trade | June 2015     | USD 159,594     | 4,523                                  |
| 28           | 5-Year U.S. Treasury Note     | Chicago Board of Trade | June 2015     | USD 3,363,719   | 4,123                                  |
| <b>Total</b> |                               |                        |               |                 | \$ (545,958)                           |

As of April 30, 2015, forward foreign currency contracts outstanding were as follows:

| Currency Purchased | Currency Sold | Amount  | Counterparty                        | Settlement Date | Unrealized Appreciation (Depreciation) |
|--------------------|---------------|---------|-------------------------------------|-----------------|--|
| BRL                | USD           | 127,260 | BNP Paribas S.A.                    | 5/05/15         | \$ 238                                 |
| BRL                | USD           | 131,355 | Deutsche Bank AG                    | 5/05/15         | (282)                                  |
| BRL                | USD           | 167,189 | Deutsche Bank AG                    | 5/05/15         | (359)                                  |
| BRL                | USD           | 82,740  | Goldman Sachs International         | 5/05/15         | (539)                                  |
| BRL                | USD           | 130,200 | Goldman Sachs International         | 5/05/15         | 1,213                                  |
| BRL                | USD           | 231,116 | Goldman Sachs International         | 5/05/15         | (293)                                  |
| BRL                | USD           | 63,458  | Goldman Sachs International         | 5/05/15         | 62                                     |
| BRL                | USD           | 261,767 | Goldman Sachs International         | 5/05/15         | (562)                                  |
| BRL                | USD           | 141,806 | HSBC Bank PLC                       | 5/05/15         | (1,934)                                |
| BRL                | USD           | 142,255 | Morgan Stanley Capital Services LLC | 5/05/15         | 1,215                                  |
| BRL                | USD           | 129,192 | Morgan Stanley Capital Services LLC | 5/05/15         | (277)                                  |
| BRL                | USD           | 130,408 | Royal Bank of Scotland PLC          | 5/05/15         | (280)                                  |
| BRL                | USD           | 128,772 | Royal Bank of Scotland PLC          | 5/05/15         | (276)                                  |
| BRL                | USD           | 127,617 | Royal Bank of Scotland PLC          | 5/05/15         | (274)                                  |
| BRL                | USD           | 127,302 | UBS AG                              | 5/05/15         | 252                                    |
| USD                | BRL           | 42,511  | BNP Paribas S.A.                    | 5/05/15         | 273                                    |
| USD                | BRL           | 53,000  | Deutsche Bank AG                    | 5/05/15         | (2,490)                                |
| USD                | BRL           | 42,000  | Deutsche Bank AG                    | 5/05/15         | (1,597)                                |
| USD                | BRL           | 27,639  | Deutsche Bank AG                    | 5/05/15         | 178                                    |

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|     |               |     |            |                                     |         |          |
|-----|---------------|-----|------------|-------------------------------------|---------|----------|
| USD | 86,000        | BRL | 261,767    | Goldman Sachs International         | 5/05/15 | (881)    |
| USD | 21,198        | BRL | 63,458     | Goldman Sachs International         | 5/05/15 | 136      |
| USD | 43,493        | BRL | 130,200    | Goldman Sachs International         | 5/05/15 | 279      |
| USD | 77,203        | BRL | 231,116    | Goldman Sachs International         | 5/05/15 | 496      |
| USD | 47,370        | BRL | 141,806    | HSBC Bank PLC                       | 5/05/15 | 304      |
| USD | 42,000        | BRL | 129,192    | Morgan Stanley Capital Services LLC | 5/05/15 | (879)    |
| USD | 47,520        | BRL | 142,255    | Morgan Stanley Capital Services LLC | 5/05/15 | 305      |
| USD | 42,000        | BRL | 128,772    | Royal Bank of Scotland PLC          | 5/05/15 | (740)    |
| USD | 42,000        | BRL | 127,617    | Royal Bank of Scotland PLC          | 5/05/15 | (356)    |
| USD | 40,000        | BRL | 130,408    | Royal Bank of Scotland PLC          | 5/05/15 | (3,282)  |
| USD | 42,525        | BRL | 127,302    | UBS AG                              | 5/05/15 | 273      |
| MXN | 2,199,229     | USD | 143,000    | Deutsche Bank AG                    | 5/06/15 | 337      |
| MXN | 16,764,981    | USD | 1,090,724  | State Street Bank and Trust Co.     | 5/06/15 | 1,947    |
| MXN | 1,071,241     | USD | 70,000     | UBS AG                              | 5/06/15 | (181)    |
| USD | 165,000       | MXN | 2,545,769  | Deutsche Bank AG                    | 5/06/15 | (923)    |
| AUD | 2,496,724     | GBP | 1,288,000  | Credit Suisse International         | 5/07/15 | (1,595)  |
| CAD | 4,654,854     | USD | 3,785,000  | Citibank N.A.                       | 5/07/15 | 72,817   |
| GBP | 1,288,000     | AUD | 2,457,707  | Goldman Sachs International         | 5/07/15 | 32,466   |
| GBP | 1,271,000     | NOK | 14,862,683 | Citibank N.A.                       | 5/07/15 | (22,801) |
| IDR | 3,146,380,000 | USD | 244,000    | Standard Chartered Bank             | 5/07/15 | (1,439)  |
| JPY | 226,724,443   | NZD | 2,486,000  | Deutsche Bank AG                    | 5/07/15 | 1,991    |

See Notes to Financial Statements.

## Schedule of Investments (continued)

BlackRock Multi-Sector Income Trust (BIT)

As of April 30, 2015, forward foreign currency contracts outstanding were as follows (continued):

| Currency  |               | Currency |               | Counterparty                | Settlement Date | Unrealized Appreciation (Depreciation) |
|-----------|---------------|----------|---------------|-----------------------------|-----------------|--|
| Purchased |               | Sold     |               |                             |                 |  |
| KRW       | 157,924,800   | USD      | 144,000       | Citibank N.A.               | 5/07/15         | \$ 3,214                               |
| KRW       | 23,104,200    | USD      | 21,000        | JPMorgan Chase Bank N.A.    | 5/07/15         | 537                                    |
| MYR       | 466,176       | USD      | 128,000       | JPMorgan Chase Bank N.A.    | 5/07/15         | 2,778                                  |
| NOK       | 15,070,157    | GBP      | 1,271,000     | Deutsche Bank AG            | 5/07/15         | 50,354                                 |
| NZD       | 2,486,000     | JPY      | 224,526,321   | Citibank N.A.               | 5/07/15         | 16,419                                 |
| USD       | 1,893,000     | CAD      | 2,359,979     | Citibank N.A.               | 5/07/15         | (62,887)                               |
| USD       | 1,892,000     | CAD      | 2,381,199     | Goldman Sachs International | 5/07/15         | (81,474)                               |
| USD       | 240,000       | IDR      | 3,139,200,000 | BNP Paribas S.A.            | 5/07/15         | (2,007)                                |
| USD       | 4,000         | IDR      | 51,640,000    | Royal Bank of Scotland PLC  | 5/07/15         | 19                                     |
| USD       | 50,000        | KRW      | 55,037,500    | BNP Paribas S.A.            | 5/07/15         | (1,305)                                |
| USD       | 115,000       | KRW      | 122,820,000   | BNP Paribas S.A.            | 5/07/15         | 510                                    |
| USD       | 128,000       | MYR      | 465,408       | Credit Suisse International | 5/07/15         | (2,562)                                |
| IDR       | 2,225,250,000 | USD      | 172,000       | BNP Paribas S.A.            | 5/08/15         | (510)                                  |
| MYR       | 468,399       | USD      | 129,000       | BNP Paribas S.A.            | 5/08/15         | 2,343                                  |
| USD       | 85,800        | IDR      | 1,114,542,000 | Deutsche Bank AG            | 5/08/15         | (93)                                   |
| USD       | 69,000        | IDR      | 891,480,000   | JPMorgan Chase Bank N.A.    | 5/08/15         | 298                                    |
| USD       | 129,000       | MYR      | 473,430       | JPMorgan Chase Bank N.A.    | 5/08/15         | (3,754)                                |
| TRY       | 1,934,000     | USD      | 710,168       | Goldman Sachs International | 5/14/15         | 11,354                                 |
| EUR       | 93,000        | PLN      | 374,186       | Goldman Sachs International | 5/15/15         | 527                                    |
| EUR       | 75,000        | PLN      | 301,240       | Goldman Sachs International | 5/15/15         | 570                                    |
| MYR       | 1,518,176     | USD      | 418,000       | BNP Paribas S.A.            | 5/15/15         | 6,873                                  |
| PLN       | 1,569,342     | EUR      | 391,000       | Deutsche Bank AG            | 5/15/15         | (3,284)                                |
| PLN       | 303,236       | EUR      | 75,000        | Deutsche Bank AG            | 5/15/15         | (16)                                   |
| PLN       | 447,020       | EUR      | 112,000       | Goldman Sachs International | 5/15/15         | (1,638)                                |
| USD       | 418,000       | MYR      | 1,555,712     | Royal Bank of Scotland PLC  | 5/15/15         | (17,377)                               |
| USD       | 127,000       | ZAR      | 1,496,454     | BNP Paribas S.A.            | 5/15/15         | 1,415                                  |
| ZAR       | 1,928,649     | USD      | 163,000       | BNP Paribas S.A.            | 5/15/15         | (1,144)                                |
| TRY       | 1,934,000     | USD      | 711,160       | BNP Paribas S.A.            | 5/18/15         | 9,512                                  |
| TRY       | 1,934,000     | USD      | 714,233       | Deutsche Bank AG            | 5/18/15         | 6,440                                  |
| EUR       | 63,000        | USD      | 70,505        | BNP Paribas S.A.            | 5/29/15         | 256                                    |
| EUR       | 23,000        | USD      | 25,648        | Royal Bank of Scotland PLC  | 5/29/15         | 186                                    |
| IDR       | 1,123,762,000 | USD      | 86,000        | HSBC Bank PLC               | 5/29/15         | 103                                    |
| KRW       | 92,149,000    | USD      | 86,000        | BNP Paribas S.A.            | 5/29/15         | (502)                                  |
| PLN       | 224,626       | EUR      | 56,000        | Bank of America N.A.        | 5/29/15         | (551)                                  |
| USD       | 93,436        | EUR      | 86,000        | UBS AG                      | 5/29/15         | (3,159)                                |
| USD       | 103,200       | IDR      | 1,342,735,200 | BNP Paribas S.A.            | 5/29/15         | 319                                    |
| USD       | 86,000        | KRW      | 91,873,800    | Standard Chartered Bank     | 5/29/15         | 757                                    |
| USD       | 307,102       | ZAR      | 3,702,186     | Citibank N.A.               | 5/29/15         | (2,880)                                |
| USD       | 123,641       | ZAR      | 1,490,230     | Citibank N.A.               | 5/29/15         | (1,135)                                |
| USD       | 424,011       | ZAR      | 5,157,325     | Deutsche Bank AG            | 5/29/15         | (7,809)                                |
| ZAR       | 5,192,415     | USD      | 424,993       | Goldman Sachs International | 5/29/15         | 9,765                                  |
| ZAR       | 5,157,325     | USD      | 424,749       | JPMorgan Chase Bank N.A.    | 5/29/15         | 7,071                                  |
| USD       | 474,283       | MXN      | 7,270,428     | Bank of America N.A.        | 6/01/15         | 1,299                                  |
| USD       | 41,000        | BRL      | 124,538       | Deutsche Bank AG            | 6/02/15         | 72                                     |
| USD       | 94,000        | BRL      | 282,141       | Deutsche Bank AG            | 6/02/15         | 1,277                                  |
| USD       | 41,000        | BRL      | 124,579       | Goldman Sachs International | 6/02/15         | 58                                     |
| USD       | 49,000        | BRL      | 143,155       | HSBC Bank PLC               | 6/02/15         | 1,954                                  |
| USD       | 198,174       | PLN      | 714,971       | JPMorgan Chase Bank N.A.    | 6/05/15         | (229)                                  |
| KRW       | 122,926,950   | USD      | 115,000       | BNP Paribas S.A.            | 6/08/15         | (978)                                  |
| USD       | 115,000       | KRW      | 123,625,000   | BNP Paribas S.A.            | 6/08/15         | 331                                    |
| EUR       | 1,754,000     | GBP      | 1,281,336     | BNP Paribas S.A.            | 6/10/15         | 4,050                                  |
| GBP       | 1,257,269     | EUR      | 1,754,000     | Deutsche Bank AG            | 6/10/15         | (40,983)                               |
| MXN       | 29,225,610    | AUD      | 2,426,000     | Deutsche Bank AG            | 6/10/15         | (15,830)                               |
| MXN       | 28,708,287    | CAD      | 2,261,000     | Goldman Sachs International | 6/10/15         | (6,545)                                |
| NZD       | 2,464,500     | USD      | 1,869,432     | BNP Paribas S.A.            | 6/10/15         | 4,854                                  |

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|     |           |     |           |                                     |         |         |
|-----|-----------|-----|-----------|-------------------------------------|---------|---------|
| USD | 1,892,000 | CAD | 2,275,055 | Goldman Sachs International         | 6/10/15 | 7,363   |
| USD | 1,901,780 | NZD | 2,512,000 | Bank of America N.A.                | 6/10/15 | (8,631) |
| USD | 1,851,685 | NZD | 2,417,000 | UBS AG                              | 6/10/15 | 13,524  |
| EUR | 144,905   | USD | 153,471   | Goldman Sachs International         | 6/15/15 | 9,322   |
| USD | 156,377   | EUR | 144,905   | Morgan Stanley Capital Services LLC | 6/15/15 | (6,416) |
| USD | 26,891    | RUB | 1,411,229 | Citibank N.A.                       | 7/14/15 | 194     |
| USD | 14,617    | RUB | 767,099   | JPMorgan Chase Bank N.A.            | 7/14/15 | 105     |
| USD | 13,857    | RUB | 725,402   | JPMorgan Chase Bank N.A.            | 7/14/15 | 134     |
| USD | 51,678    | RUB | 2,835,853 | Morgan Stanley Capital Services LLC | 7/14/15 | (1,969) |

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2015

49

## Schedule of Investments (continued)

BlackRock Multi-Sector Income Trust (BIT)

As of April 30, 2015, forward foreign currency contracts outstanding were as follows (concluded):

| Currency     |            | Currency |            | Counterparty                        | Settlement Date | Unrealized Appreciation (Depreciation) |
|--------------|------------|----------|------------|-------------------------------------|-----------------|--|
| Purchased    |            | Sold     |            |                                     |                 |  |
| USD          | 53,534     | RUB      | 2,850,694  | Morgan Stanley Capital Services LLC | 7/14/15         | \$ (394)                               |
| USD          | 53,102     | RUB      | 2,848,946  | Morgan Stanley Capital Services LLC | 7/14/15         | (793)                                  |
| USD          | 29,112     | RUB      | 1,528,083  | Morgan Stanley Capital Services LLC | 7/14/15         | 204                                    |
| USD          | 53,226     | RUB      | 2,957,641  | Morgan Stanley Capital Services LLC | 7/14/15         | (2,725)                                |
| EUR          | 190,000    | USD      | 205,972    | Royal Bank of Scotland PLC          | 7/21/15         | 7,588                                  |
| USD          | 5,741,255  | EUR      | 5,334,400  | UBS AG                              | 7/21/15         | (254,610)                              |
| USD          | 29,274,207 | GBP      | 19,799,000 | Barclays Bank PLC                   | 7/21/15         | (1,101,112)                            |
| USD          | 693,812    | TRY      | 1,934,000  | BNP Paribas S.A.                    | 8/17/15         | (8,512)                                |
| USD          | 696,724    | TRY      | 1,934,000  | Deutsche Bank AG                    | 8/17/15         | (5,600)                                |
| USD          | 683,392    | TRY      | 1,934,000  | Goldman Sachs International         | 9/28/15         | (11,017)                               |
| USD          | 1,178,800  | EUR      | 1,032,000  | Deutsche Bank AG                    | 11/02/15        | 16,907                                 |
| USD          | 1,150,922  | EUR      | 1,006,000  | JPMorgan Chase Bank N.A.            | 11/02/15        | 18,302                                 |
| <b>Total</b> |            |          |            |                                     |                 | \$ (1,368,731)                         |

As of April 30, 2015, exchange-traded options purchased were as follows:

| Description                        | Put/Call | Strike Price | Expiration Date | Contracts | Value    |
|------------------------------------|----------|--------------|-----------------|-----------|----------|
|                                    |          |              |                 |           |          |
| Eurodollar 1-Year Mid-Curve Option | Put      | USD 98.88    | 6/12/15         | 8         | \$ 750   |
| Eurodollar 1-Year Mid-Curve Option | Put      | USD 98.50    | 9/11/15         | 18        | 2,925    |
| Eurodollar 1-Year Mid-Curve Option | Put      | USD 98.63    | 9/11/15         | 7         | 1,706    |
| <b>Total</b>                       |          |              |                 |           | \$ 5,381 |

As of April 30, 2015, exchange-traded options written were as follows:

| Description                        | Put/Call | Strike Price | Expiration Date | Contracts | Value      |
|------------------------------------|----------|--------------|-----------------|-----------|------------|
|                                    |          |              |                 |           |            |
| Eurodollar 1-Year Mid-Curve Option | Call     | USD 98.75    | 9/11/15         | 13        | \$ (6,744) |
| Eurodollar 1-Year Mid-Curve Option | Call     | USD 99.00    | 9/11/15         | 7         | (1,619)    |
| <b>Total</b>                       |          |              |                 |           | \$ (8,363) |

As of April 30, 2015, centrally cleared credit default swaps buy protection outstanding were as follows:

| Issuer   | Pay Fixed Rate | Clearinghouse      | Expiration Date | Notional Amount (000) | Unrealized Appreciation |
|--|----------------|--------------------|-----------------|-----------------------|-------------------------|
| Dow Jones CDX North America Investment Grade, Series 24, Version 1 | 1.00%          | Chicago Mercantile | 6/20/20         | USD 1,144             | \$ 1,067                |

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As of April 30, 2015, centrally cleared interest rate swaps outstanding were as follows:

| Fixed Rate         | Floating Rate | Clearinghouse      | Effective Date | Expiration Date | Notional Amount (000) | Unrealized Appreciation (Depreciation) |
|--------------------|---------------|--------------------|----------------|-----------------|-----------------------|--|
| 1.54% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile | N/A            | 4/30/20         | USD 371               | \$ 723                                 |
| 2.72% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile | N/A            | 9/19/24         | USD 350               | (19,396)                               |
| 2.30% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile | N/A            | 12/03/24        | USD 160               | (2,869)                                |
| 2.31% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile | N/A            | 12/03/24        | USD 370               | (6,930)                                |
| 2.04% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile | N/A            | 4/30/25         | USD 445               | 3,690                                  |
| 2.04% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile | N/A            | 4/30/25         | USD 121               | 984                                    |
| 0.66% <sup>1</sup> | 6-month LIBOR | Chicago Mercantile | N/A            | 5/05/25         | EUR 235               | 100                                    |
| 2.19% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile | N/A            | 5/05/25         | USD 184               | (1,165)                                |
| <b>Total</b>       |               |                    |                |                 |                       | <b>\$ (24,863)</b>                     |

<sup>1</sup> Trust pays the fixed rate and receives the floating rate.

As of April 30, 2015, OTC credit default swaps buy protection outstanding were as follows:

| Issuer                   | Pay Fixed Rate | Counterparty         | Expiration Date | Notional Amount (000) | Value            | Premiums Paid    | Unrealized Depreciation |
|--------------------------|----------------|----------------------|-----------------|-----------------------|------------------|------------------|-------------------------|
| Republic of South Africa | 1.00%          | Citibank N.A.        | 6/20/20         | USD 344               | \$ 17,157        | \$ 18,337        | \$ (1,180)              |
| Republic of South Africa | 1.00%          | Bank of America N.A. | 6/20/20         | USD 181               | 9,027            | 9,338            | (311)                   |
| Republic of Turkey       | 1.00%          | Bank of America N.A. | 6/20/20         | USD 346               | 19,628           | 21,487           | (1,859)                 |
| Republic of Turkey       | 1.00%          | Citibank N.A.        | 6/20/20         | USD 175               | 9,927            | 10,835           | (908)                   |
| Republic of Turkey       | 1.00%          | Citibank N.A.        | 6/20/20         | USD 172               | 9,757            | 10,756           | (999)                   |
| <b>Total</b>             |                |                      |                 |                       | <b>\$ 65,496</b> | <b>\$ 70,753</b> | <b>\$ (5,257)</b>       |

See Notes to Financial Statements.

## Schedule of Investments (continued)

BlackRock Multi-Sector Income Trust (BIT)

As of April 30, 2015, OTC credit default swaps sold protection outstanding were as follows:

| Issuer/Index   | Receive Fixed Rate | Counterparty         | Expiration Date | Credit Rating <sup>1</sup> | Notional Amount (000) <sup>2</sup> | Value      | Premiums Received | Unrealized Appreciation |
|--|--------------------|----------------------|-----------------|----------------------------|------------------------------------|------------|-------------------|-------------------------|
| Dow Jones CDX North America Investment Grade, Series 9 | 5.00%              | Bank of America N.A. | 12/20/17        | BBB                        | USD 10,000                         | \$ 747,138 | \$ (457,425)      | \$ 1,204,563            |
| Republic of Brazil                                     | 1.00%              | Bank of America N.A. | 6/20/20         | BBB                        | USD 177                            | (10,676)   | (12,564)          | 1,888                   |
| Republic of Brazil                                     | 1.00%              | Citibank N.A.        | 6/20/20         | BBB                        | USD 175                            | (10,554)   | (10,699)          | 145                     |
| Republic of Brazil                                     | 1.00%              | Citibank N.A.        | 6/20/20         | BBB                        | USD 175                            | (10,555)   | (11,128)          | 573                     |
| Republic of Brazil                                     | 1.00%              | Deutsche Bank AG     | 6/20/20         | BBB                        | USD 350                            | (21,109)   | (21,684)          | 575                     |
| <b>Total</b>   |                    |                      |                 |                            |                                    | \$ 694,244 | \$ (513,500)      | \$ 1,207,744            |

<sup>1</sup> Using S&P's rating of the issuer or the underlying securities of the index, as applicable.<sup>2</sup> The maximum potential amount the Trust may pay should a negative credit event take place as defined under the terms of the agreement.

As of April 30, 2015, OTC interest rate swaps outstanding were as follows:

| Fixed Rate          | Floating Rate   | Counterparty                | Effective Date | Expiration Date | Notional Amount (000) | Value       | Premiums Paid (Received) | Unrealized Appreciation (Depreciation) |
|---------------------|-----------------|-----------------------------|----------------|-----------------|-----------------------|-------------|--------------------------|--|
| 13.16% <sup>3</sup> | 1-day BZDIOVER  | Bank of America N.A.        | N/A            | 1/02/17         | BRL 1,264             | \$ 1,918    | \$ 6                     | \$ 1,912                               |
| 13.22% <sup>3</sup> | 1-day BZDIOVER  | Bank of America N.A.        | N/A            | 1/02/17         | BRL 1,263             | 1,547       | 7                        | 1,540                                  |
| 1.68% <sup>4</sup>  | 3-month LIBOR   | UBS AG                      | N/A            | 4/17/17         | KRW 2,485,676         | (4,904)     | 22                       | (4,926)                                |
| 1.68% <sup>4</sup>  | 3-month LIBOR   | UBS AG                      | N/A            | 4/20/17         | KRW 911,407           | (1,813)     | 3                        | (1,816)                                |
| 13.34% <sup>4</sup> | 1-day BZDIOVER  | Bank of America N.A.        | N/A            | 1/02/18         | BRL 889               | 1,163       | (11)                     | 1,174                                  |
| 12.92% <sup>4</sup> | 1-day BZDIOVER  | Bank of America N.A.        | N/A            | 1/02/18         | BRL 899               | (1,780)     | (12)                     | (1,768)                                |
| 12.61% <sup>4</sup> | 1-day BZDIOVER  | Bank of America N.A.        | N/A            | 1/02/18         | BRL 868               | (3,793)     |                          | (3,793)                                |
| 12.72% <sup>4</sup> | 1-day BZDIOVER  | Bank of America N.A.        | N/A            | 1/02/18         | BRL 532               | (1,869)     | (2)                      | (1,867)                                |
| 12.48% <sup>4</sup> | 1-day BZDIOVER  | Deutsche Bank AG            | N/A            | 1/02/19         | BRL 461               | (2,565)     | 1                        | (2,566)                                |
| 12.49% <sup>4</sup> | 1-day BZDIOVER  | Goldman Sachs International | N/A            | 1/02/19         | BRL 384               | (2,097)     | 1                        | (2,098)                                |
| 12.73% <sup>4</sup> | 1-day BZDIOVER  | Bank of America N.A.        | N/A            | 1/02/19         | BRL 295               | (869)       | (1)                      | (868)                                  |
| 12.74% <sup>4</sup> | 1-day BZDIOVER  | Bank of America N.A.        | N/A            | 1/02/19         | BRL 295               | (830)       | (2)                      | (828)                                  |
| 5.42% <sup>4</sup>  | 28-day MXIBTIII | Goldman Sachs International | N/A            | 3/06/20         | MXN 2,695             | 661         | (40)                     | 701                                    |
| 5.23% <sup>4</sup>  | 28-day MXIBTIII | Bank of America N.A.        | N/A            | 3/12/20         | MXN 3,585             | (1,080)     | (12)                     | (1,068)                                |
| 5.21% <sup>4</sup>  | 28-day MXIBTIII | Deutsche Bank AG            | N/A            | 3/16/20         | MXN 4,136             | (1,505)     | (15)                     | (1,490)                                |
| 5.15% <sup>4</sup>  | 28-day MXIBTIII | Deutsche Bank AG            | N/A            | 3/31/20         | MXN 3,301             | (1,939)     | (12)                     | (1,927)                                |
| 5.11% <sup>4</sup>  | 28-day MXIBTIII | Credit Suisse International | N/A            | 3/31/20         | MXN 2,657             | (1,828)     | (9)                      | (1,819)                                |
| 12.35% <sup>4</sup> | 1-day BZDIOVER  | Bank of America N.A.        | N/A            | 1/04/21         | BRL 204               | (1,382)     | 2                        | (1,384)                                |
| 12.35% <sup>4</sup> | 1-day BZDIOVER  | Credit Suisse International | N/A            | 1/04/21         | BRL 208               | (1,408)     | 2                        | (1,410)                                |
| 6.28% <sup>4</sup>  | 28-day MXIBTIII | Citibank N.A.               | N/A            | 9/05/24         | MXN 5,400             | 5,762       | (69)                     | 5,831                                  |
| 5.84% <sup>4</sup>  | 28-day MXIBTIII | Goldman Sachs International | N/A            | 11/19/24        | MXN 5,500             | (6,327)     | (63)                     | (6,264)                                |
| 6.04% <sup>4</sup>  | 28-day MXIBTIII | Credit Suisse International | N/A            | 3/17/25         | MXN 687               | (220)       | (4)                      | (216)                                  |
| 6.00% <sup>4</sup>  | 28-day MXIBTIII | Goldman Sachs International | N/A            | 4/16/25         | MXN 7,743             | (4,414)     | (38)                     | (4,376)                                |
| 6.00% <sup>4</sup>  | 28-day MXIBTIII | Bank of America N.A.        | N/A            | 4/16/25         | MXN 2,642             | (1,433)     | (13)                     | (1,420)                                |
| <b>Total</b>        |                 |                             |                |                 |                       | \$ (31,005) | \$ (259)                 | \$ (30,746)                            |

<sup>3</sup> Trust pays the fixed rate and receives the floating rate.<sup>4</sup> Trust pays the floating rate and receives the fixed rate.

Fair Value Measurements Various inputs are used in determining the fair value of investments and derivative financial instruments. These inputs to valuation techniques are categorized into a disclosure hierarchy consisting of three broad levels for financial statement purposes. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3. The inputs used to

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measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the fair value hierarchy classification is determined based on the lowest level input that is significant to the fair value measurement in its entirety. The categorization of a value determined for investments and derivative financial instruments is based on the pricing transparency of the investment and derivative financial instrument and is not necessarily an indication of the risks associated with investing in those securities. The three levels of the fair value hierarchy are as follows:

Level 1 unadjusted price quotations in active markets/exchanges for identical assets or liabilities that the Trust has the ability to access

Level 2 other observable inputs (including, but not limited to, quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets or liabilities (such as interest rates, yield curves, volatilities, prepayment speeds, loss severities, credit risks and default rates) or other market-corroborated inputs)

Level 3 unobservable inputs based on the best information available in the circumstances, to the extent observable inputs are not available (including the Trust's own assumptions used in determining the fair value of investments and derivative financial instruments)

Changes in valuation techniques may result in transfers into or out of an assigned level within the disclosure hierarchy. In accordance with the Trust's policy, transfers between different levels of the fair value disclosure hierarchy are deemed to have occurred as of the beginning of the reporting period. For information about the Trust's policy regarding valuation of investments and derivative financial instruments, refer to Note 2 of the Notes to Financial Statements.

See Notes to Financial Statements.



## Schedule of Investments (continued)

## BlackRock Multi-Sector Income Trust (BIT)

As of April 30, 2015, the following tables summarize the Trust's investments and derivative financial instruments categorized in the disclosure hierarchy:

|                                       | Level 1              | Level 2                 | Level 3              | Total                   |
|---------------------------------------|----------------------|-------------------------|----------------------|-------------------------|
| <b>Assets:</b>                        |                      |                         |                      |                         |
| Investments:                          |                      |                         |                      |                         |
| Long-Term Investments:                |                      |                         |                      |                         |
| Asset-Backed Securities               |                      | \$ 206,522,050          | \$ 29,301,164        | \$ 235,823,214          |
| Corporate Bonds                       |                      | 427,026,430             |                      | 427,026,430             |
| Floating Rate Loan Interests          |                      | 41,742,620              | 27,008,435           | 68,751,055              |
| Foreign Agency Obligations            |                      | 14,986,757              |                      | 14,986,757              |
| Non-Agency Mortgage-Backed Securities |                      | 354,264,283             | 26,878,124           | 381,142,407             |
| Preferred Securities                  | \$ 18,178,992        | 156,492,642             | 1,833,459            | 176,505,093             |
| Short-Term Securities                 | 28,388,724           |                         |                      | 28,388,724              |
| Options Purchased:                    |                      |                         |                      |                         |
| Interest rate contracts               | 5,381                |                         |                      | 5,381                   |
| <b>Total</b>                          | <b>\$ 46,573,097</b> | <b>\$ 1,201,034,782</b> | <b>\$ 85,021,182</b> | <b>\$ 1,332,629,061</b> |

|   | Level 1             | Level 2             | Level 3 | Total               |
|---|---------------------|---------------------|---------|---------------------|
| Derivative Financial Instruments <sup>1</sup> |                     |                     |         |                     |
| <b>Assets:</b>                                |                     |                     |         |                     |
| Credit contracts                              |                     | \$ 1,208,811        |         | \$ 1,208,811        |
| Foreign currency exchange contracts           |                     | 333,940             |         | 333,940             |
| Interest rate contracts                       | \$ 57,662           | 16,655              |         | 74,317              |
| <b>Liabilities:</b>                           |                     |                     |         |                     |
| Credit contracts                              |                     | (5,257)             |         | (5,257)             |
| Foreign currency exchange contracts           |                     | (1,702,671)         |         | (1,702,671)         |
| Interest rate contracts                       | (611,983)           | (72,264)            |         | (684,247)           |
| <b>Total</b>                                  | <b>\$ (554,321)</b> | <b>\$ (220,786)</b> |         | <b>\$ (775,107)</b> |

<sup>1</sup> Derivative financial instruments are swaps, financial futures contracts, forward foreign currency exchange contracts and options written. Swaps, financial futures contracts and forward foreign currency exchange contracts are valued at the unrealized appreciation (depreciation) on the instrument and options written are shown at value.

The Trust may hold assets and/or liabilities in which the fair value approximates the carrying amount, or face value including accrued interest, for financial statement purposes. As of April 30, 2015, such assets and/or liabilities are categorized within the disclosure hierarchy as follows:

|  | Level 1             | Level 2                 | Level 3 | Total                   |
|--|---------------------|-------------------------|---------|-------------------------|
| <b>Assets:</b>   |                     |                         |         |                         |
| Foreign currency at value                                    | \$ 499,148          |                         |         | \$ 499,148              |
| Cash pledged for centrally cleared swaps                     | 65,000              |                         |         | 65,000                  |
| Cash pledged as collateral for reverse repurchase agreements | 1,733,000           |                         |         | 1,733,000               |
| Cash pledged for financial futures contracts                 | 567,000             |                         |         | 567,000                 |
| <b>Liabilities:</b>  |                     |                         |         |                         |
| Bank overdraft   |                     | \$ (363,535)            |         | (363,535)               |
| Cash received as collateral for OTC derivatives              |                     | (660,000)               |         | (660,000)               |
| Reverse repurchase agreements                                |                     | (581,931,444)           |         | (581,931,444)           |
| <b>Total</b>   | <b>\$ 2,864,148</b> | <b>\$ (582,954,979)</b> |         | <b>\$ (580,090,831)</b> |

There were no transfers between Level 1 and Level 2 during the six months ended April 30, 2015.

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See Notes to Financial Statements.

52

SEMI-ANNUAL REPORT

APRIL 30, 2015

## Schedule of Investments (concluded)

## BlackRock Multi-Sector Income Trust (BIT)

A reconciliation of Level 3 investments is presented when the Trust had a significant amount of Level 3 investments at the beginning and/or end of the period in relation to net assets. The following table is a reconciliation of Level 3 investments for which significant unobservable inputs were used in determining fair value:

|   | Asset-Backed Securities | Corporate Bonds | Floating Rate Loan Interests | Non-Agency Mortgage-Backed Securities | Preferred Securities | Total                |
|---|-------------------------|-----------------|------------------------------|---------------------------------------|----------------------|----------------------|
| <b>Assets:</b>  |                         |                 |                              |                                       |                      |                      |
| Opening Balance, as of October 31, 2014   | \$ 12,930,162           | \$ 4,353,024    | \$ 26,369,600                | \$ 24,087,773                         |                      | \$ 67,740,559        |
| Transfers into Level 3 <sup>1</sup>   | 1,838,553               |                 | 132,297                      | 4,000,000                             | \$ 1,824,665         | 7,795,515            |
| Transfers out of Level 3 <sup>2</sup>   | (3,543,175)             | (4,353,024)     |                              | (4,595,625)                           |                      | (12,491,824)         |
| Accrued discounts/premiums  | 11,647                  |                 | 1,316                        | 143,541                               |                      | 156,504              |
| Net realized gain (loss)  | 339,250                 |                 | 16,844                       | 307,889                               |                      | 663,983              |
| Net change in unrealized appreciation (depreciation) <sup>3,4</sup>   | (395,481)               |                 | (34,090)                     | (53,301)                              | 8,794                | (474,078)            |
| Purchases   | 20,072,850              |                 | 4,000,000                    | 5,814,126                             |                      | 29,886,976           |
| Sales   | (1,952,642)             |                 | (3,477,532)                  | (2,826,279)                           |                      | (8,256,453)          |
| <b>Closing Balance, as of April 30, 2015</b>  | <b>\$ 29,301,164</b>    |                 | <b>\$ 27,008,435</b>         | <b>\$ 26,878,124</b>                  | <b>\$ 1,833,459</b>  | <b>\$ 85,021,182</b> |
| Net change in unrealized appreciation (depreciation) on investments still held at April 30, 2015 <sup>4</sup> | \$ (303,964)            |                 | \$ 510                       | \$ (53,301)                           | \$ 8,794             | \$ (347,961)         |

<sup>1</sup> As of October 31, 2014, the Trust used observable inputs in determining the value of certain investments. As of April 30, 2015, the Trust used significant unobservable inputs in determining the value of the same investments. As a result, investments with a beginning of period value of \$7,795,515 transferred from Level 2 to Level 3 in the disclosure hierarchy.

<sup>2</sup> As of October 31, 2014, the Trust used significant unobservable inputs in determining the value of certain investments. As of April 30, 2015, the Trust used observable inputs in determining the value of the same investments. As a result, investments with a beginning of period value of \$12,491,824 transferred from Level 3 to Level 2 in the disclosure hierarchy.

<sup>3</sup> Included in the related net change in unrealized appreciation (depreciation) in the Statements of Operations.

<sup>4</sup> Any difference between net change in unrealized appreciation (depreciation) and net change in unrealized appreciation (depreciation) on investments still held at April 30, 2015 is generally due to investments no longer held or categorized as Level 3 at period end.

The Trust's investments that are categorized as Level 3 were valued utilizing third party pricing information without adjustment. Such valuations are based on unobservable inputs. A significant change in third party information could result in a significantly lower or higher value of such Level 3 investments.

See Notes to Financial Statements.

## Statements of Assets and Liabilities

| April 30, 2015 (Unaudited)   | BlackRock<br>Credit Allocation<br>Income Trust<br>(BTZ) | BlackRock<br>Floating Rate<br>Income<br>Trust<br>(BGT) <sup>1</sup> | BlackRock<br>Multi-Sector<br>Income Trust<br>(BIT) |
|--|---|---|--|
| <b>Assets</b>  |   |   |  |
| Investments at value unaffiliated                                      | \$ 2,399,477,018  | \$ 490,280,547  | \$ 1,304,240,337                                   |
| Investments at value affiliated  | 2,496,572   |   | 28,388,724   |
| Cash   | 1,080,433   | 4,413,903   |  |
| Cash pledged for centrally cleared swaps                               | 8,540,000   |   | 65,000   |
| Cash pledged for financial futures contracts                           | 3,405,000   |   | 567,000  |
| Cash pledged as collateral for OTC derivatives                         | 1,300,000   |   |  |
| Cash pledged as collateral for reverse repurchase agreements           | 1,180,000   |   | 1,733,000  |
| Foreign currency at value <sup>4</sup>                                 | 5,003   | 43,558  | 499,148  |
| Interest receivable  | 30,070,938  | 1,850,889   | 11,149,083   |
| Investments sold receivable  |   | 6,377,840   | 3,075,219  |
| Reverse repurchase agreements receivable                               |   |   | 1,935,533  |
| Unrealized appreciation on OTC swaps                                   | 1,045,067   |   | 1,218,902  |
| Variation margin receivable on financial futures contracts             | 509,179   |   | 64,218   |
| Swap premiums paid   | 339,946   |   | 70,797   |
| Variation margin receivable on centrally cleared swaps                 | 180,347   |   | 4,213  |
| Unrealized appreciation on forward foreign currency exchange contracts |   | 3,592   | 333,940  |
| Dividends receivable   | 68,863  |   | 182,662  |
| Principal paydowns receivable  |   |   | 201,616  |
| Swaps receivable   | 60,438  |   | 77,464   |
| Prepaid expenses   | 60,208  | 12,707  | 29,678   |
| <b>Total assets</b>  | <b>2,449,819,012</b>                                    | <b>502,983,036</b>  | <b>1,353,836,534</b>                               |
| <b>Liabilities</b>   |   |   |  |
| Bank overdraft   |   |   | 363,535  |
| Reverse repurchase agreements  | 789,870,761   |   | 581,931,444  |
| Bank borrowings payable  |   | 141,000,000   |  |
| Investments purchased payable  | 6,001,957   | 13,930,430  | 5,957,840  |
| Options written payable  | 2,112,760   |   |  |
| Unrealized depreciation on OTC swaps                                   | 1,322,853   |   | 47,161   |
| Investment advisory fees payable                                       | 1,226,282   | 298,256   | 879,653  |
| Options written at value <sup>5</sup>                                  | 807,635   |   | 8,363  |
| Swap premiums received   | 738,703   |   | 513,803  |
| Officers and Trustees fees payable                                     | 651,121   | 204,683   | 25,533   |
| Cash received as collateral for OTC derivatives                        | 640,000   |   | 660,000  |
| Variation margin payable on financial futures contracts                | 443,193   |   | 2,844  |
| Income dividends payable   | 429,958   | 31,754  | 193,948  |
| Swaps payable  | 97,789  |   | 19,328   |
| Unrealized depreciation on forward foreign currency exchange contracts |   | 217,236   | 1,702,671  |
| Interest expense payable   |   | 106,239   |  |
| Reverse repurchase agreements payable                                  |   |   | 4,199,026  |
| Other accrued expenses payable   | 282,189   | 152,535   | 184,887  |
| <b>Total liabilities</b>   | <b>804,625,201</b>                                      | <b>155,941,133</b>  | <b>596,690,036</b>                                 |
| <b>Net Assets</b>  | <b>\$ 1,645,193,811</b>                                 | <b>\$ 347,041,903</b>   | <b>\$ 757,146,498</b>                              |
| <b>Net Assets Consist of</b>   |   |   |  |
| Paid-in capital <sup>6,7,8</sup>                                       | \$ 1,892,035,910  | \$ 429,064,959  | \$ 727,781,455                                     |
| Undistributed net investment income                                    | 521,122   | 107,682   | 3,944,753  |
| Accumulated net realized gain (loss)                                   | (379,199,089)   | (80,634,932)  | 3,686,702  |
| Net unrealized appreciation (depreciation)                             | 131,835,868   | (1,495,806)   | 21,733,588   |

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|  |    |               |    |             |    |               |
|--|----|---------------|----|-------------|----|---------------|
| <b>Net Assets</b>  | \$ | 1,645,193,811 | \$ | 347,041,903 | \$ | 757,146,498   |
| Net asset value  | \$ | 15.22         | \$ | 14.67       | \$ | 19.71         |
| <sup>1</sup> Consolidated Statement of Assets and Liabilities. |    |               |    |             |    |               |
| <sup>2</sup> Investments at cost unaffiliated                  | \$ | 2,258,994,193 | \$ | 491,562,786 | \$ | 1,281,751,750 |
| <sup>3</sup> Investments at cost affiliated                    | \$ | 2,496,572     |    |             | \$ | 28,388,724    |
| <sup>4</sup> Foreign currency at cost                          | \$ | 5,581         | \$ | 43,525      | \$ | 495,376       |
| <sup>5</sup> Premiums received                                 | \$ | 7,454,970     |    |             | \$ | 7,293         |
| <sup>6</sup> Par value per share                               | \$ | 0.001         | \$ | 0.001       | \$ | 0.001         |
| <sup>7</sup> Shares outstanding                                |    | 108,088,170   |    | 23,663,232  |    | 38,421,624    |
| <sup>8</sup> Shares authorized                                 |    | unlimited     |    | unlimited   |    | unlimited     |

See Notes to Financial Statements.

## Statements of Operations

| Six Months Ended April 30, 2015 (Unaudited)                 | BlackRock<br>Credit Allocation<br>Income Trust<br>(BTZ) | BlackRock<br>Floating Rate<br>Income<br>Trust<br>(BGT) <sup>1</sup> | BlackRock<br>Multi-Sector<br>Income Trust<br>(BIT) |
|---|---|---|--|
| <b>Investment Income</b>                                    |   |   |  |
| Interest  | \$ 59,223,471   | \$ 11,832,557   | \$ 36,221,316                                      |
| Dividends unaffiliated                                      | 2,536,796   | 77,228  | 1,897,819  |
| Dividends affiliated  | 2,607   | 196   | 4,743  |
| Total income  | 61,762,874  | 11,909,981  | 38,123,878   |
| <b>Expenses</b>   |   |   |  |
| Investment advisory   | 7,340,500   | 1,794,431   | 5,420,537  |
| Professional  | 132,476   | 77,682  | 101,532  |
| Officer and Trustees  | 103,489   | 24,587  | 34,270   |
| Accounting services   | 87,403  | 27,873  | 51,410   |
| Transfer agent  | 76,952  | 22,105  | 24,655   |
| Custodian   | 68,795  | 77,970  | 65,901   |
| Registration  | 18,501  | 4,667   | 6,620  |
| Printing  | 16,288  | 7,582   | 10,476   |
| Miscellaneous   | 69,547  | 23,398  | 40,080   |
| Total expenses excluding interest expense                   | 7,913,951   | 2,060,295   | 5,755,481  |
| Interest expense  | 1,414,576   | 651,065   | 2,081,439  |
| Total expenses  | 9,328,527   | 2,711,360   | 7,836,920  |
| Less fees waived by Manager                                 | (2,968)   | (338)   | (7,245)  |
| Total expenses after fees waived                            | 9,325,559   | 2,711,022   | 7,829,675  |
| Net investment income                                       | 52,437,315  | 9,198,959   | 30,294,203   |
| <b>Realized and Unrealized Gain (Loss)</b>                  |   |   |  |
| Net realized gain (loss) from:                              |   |   |  |
| Investments   | 470,422   | (4,575,245)   | (6,278,556)  |
| Financial futures contracts                                 | 2,008,768   |   | (1,638,229)  |
| Foreign currency transactions                               | (2,377)   | 1,739,654   | 3,473,622  |
| Options written   | 435,405   |   | 10,661   |
| Swaps   | (2,626,951)   |   | (35,121)   |
|   | 285,267   | (2,835,591)   | (4,467,623)  |
| Net change in unrealized appreciation/depreciation on:      |   |   |  |
| Investments   | (6,466,080)   | 6,396,829   | (904,391)  |
| Financial futures contracts                                 | (4,319,793)   |   | 148,735  |
| Foreign currency translations                               | (32)  | (335,473)   | (1,357,447)  |
| Options written   | 1,636,624   |   | (6,758)  |
| Swaps   | (6,614,869)   |   | 210,302  |
| Unfunded floating rate loan interests                       |   | 25,380  |  |
|   | (15,764,150)  | 6,086,736   | (1,909,559)  |
| Net realized and unrealized gain (loss)                     | (15,478,883)  | 3,251,145   | (6,377,182)  |
| <b>Net Increase in Net Assets Resulting from Operations</b> | <b>\$ 36,958,432</b>                                    | <b>\$ 12,450,104</b>  | <b>\$ 23,917,021</b>                               |

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<sup>1</sup> Consolidated Statement of Operations.

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2015

55

## Statements of Changes in Net Assets

|   | <b>BlackRock Credit Allocation<br/>Income Trust (BTZ)</b>      |  |
|---|--|--|
|   | <b>Six Months Ended<br/>April 30,<br/>2015<br/>(Unaudited)</b> | <b>Year Ended<br/>October 31,<br/>2014</b> |
| <b>Increase (Decrease) in Net Assets:</b>             |  |  |
| <b>Operations</b>                                     |  |  |
| Net investment income                                 | \$ 52,437,315  | \$ 107,032,500                             |
| Net realized gain                                     | 285,267  | 3,086,038                                  |
| Net change in unrealized appreciation (depreciation)  | (15,764,150)   | 35,033,900                                 |
| Net increase in net assets resulting from operations  | 36,958,432   | 145,152,438                                |
| <b>Distributions to Shareholders From<sup>1</sup></b> |  |  |
| Net investment income                                 | (52,206,586)   | (104,413,172)                              |
| <b>Net Assets</b>                                     |  |  |
| Total increase (decrease) in net assets               | (15,248,154)   | 40,739,266                                 |
| Beginning of period                                   | 1,660,441,965  | 1,619,702,699                              |
| End of period   | \$ 1,645,193,811   | \$ 1,660,441,965                           |
| Undistributed net investment income, end of period    | \$ 521,122   | \$ 290,393                                 |

|   | <b>BlackRock Floating Rate<br/>Income Trust (BGT)<sup>2</sup></b> |  |
|---|---|--|
|   | <b>Six Months Ended<br/>April 30,<br/>2015<br/>(Unaudited)</b>    | <b>Year Ended<br/>October 31,<br/>2014</b> |
| <b>Increase (Decrease) in Net Assets:</b>             |   |  |
| <b>Operations</b>                                     |   |  |
| Net investment income                                 | \$ 9,198,959  | \$ 19,977,444                              |
| Net realized gain (loss)                              | (2,835,591)   | 7,113,737                                  |
| Net change in unrealized appreciation (depreciation)  | 6,086,736   | (12,444,550)                               |
| Net increase in net assets resulting from operations  | 12,450,104  | 14,646,631                                 |
| <b>Distributions to Shareholders From<sup>1</sup></b> |   |  |
| Net investment income                                 | (10,075,804)  | (19,919,709)                               |
| <b>Net Assets</b>                                     |   |  |
| Total increase (decrease) in net assets               | 2,374,300   | (5,273,078)                                |
| Beginning of period                                   | 344,667,603   | 349,940,681                                |
| End of period   | \$ 347,041,903  | \$ 344,667,603                             |
| Undistributed net investment income, end of period    | \$ 107,682  | \$ 984,527                                 |

<sup>1</sup> Distributions for annual periods determined in accordance with federal income tax regulations.

<sup>2</sup> Consolidated Statements of Changes.



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See Notes to Financial Statements.

56

SEMI-ANNUAL REPORT

APRIL 30, 2015

## Statements of Changes in Net Assets

| Increase (Decrease) in Net Assets:   | BlackRock Multi-Sector<br>Income Trust (BIT)         |                                   |
|--|--|-----------------------------------|
|  | Six Months Ended<br>April 30,<br>2015<br>(Unaudited) | Year Ended<br>October 31,<br>2014 |
| <b>Operations</b>  |  |                                   |
| Net investment income  | \$ 30,294,203  | \$ 62,745,166                     |
| Net realized gain (loss)   | (4,467,623)  | 2,105,011                         |
| Net change in unrealized appreciation (depreciation)                       | (1,909,559)  | 24,407,361                        |
| <b>Net increase in net assets resulting from operations</b>                | <b>23,917,021</b>                                    | <b>89,257,538</b>                 |
| <b>Distributions to Shareholders From<sup>1</sup></b>                      |  |                                   |
| Net investment income  | (27,206,281)   | (53,805,642)                      |
| Net realized gain  | (2,923,957)  |                                   |
| <b>Decrease in net assets resulting from distributions to shareholders</b> | <b>(30,130,238)</b>                                  | <b>(53,805,642)</b>               |
| <b>Net Assets</b>  |  |                                   |
| Total increase (decrease) in net assets                                    | (6,213,217)  | 35,451,896                        |
| Beginning of period  | 763,359,715  | 727,907,819                       |
| <b>End of period</b>   | <b>\$ 757,146,498</b>                                | <b>\$ 763,359,715</b>             |
| Undistributed net investment income, end of period                         | \$ 3,944,753   | \$ 856,831                        |

<sup>1</sup> Distributions for annual periods determined in accordance with federal income tax regulations.

See Notes to Financial Statements.

## Statements of Cash Flows

|  | BlackRock<br>Credit Allocation<br>Income Trust<br>(BTZ) | BlackRock<br>Floating Rate<br>Income Trust<br>(BGT) <sup>1</sup> | BlackRock<br>Multi-Sector<br>Income Trust<br>(BIT) |
|--|---|--|--|
| <b>Six Months Ended April 30, 2015 (Unaudited)</b>   |   |  |  |
| <b>Cash Provided by Operating Activities</b>   |   |  |  |
| Net increase in net assets resulting from operations   | \$ 36,958,432   | \$ 12,450,104  | \$ 23,917,021                                      |
| Adjustments to reconcile net increase in net assets resulting from operations to net cash provided by operating activities:                |   |  |  |
| Decrease in interest receivable  | 1,514,497   | 62,268   | 2,070,145  |
| Decrease in swap receivable  | 40,595  |  | 315,020  |
| (Increase) decrease in cash pledged for centrally cleared swaps  | (3,390,000)   |  | 960,000  |
| Increase in cash pledged as collateral for OTC derivatives   | (800,000)   |  |  |
| (Increase) decrease in cash pledged as financial futures contracts   | (3,052,000)   |  | 432,000  |
| Increase in cash pledged as collateral for reverse repurchase agreements   | (1,180,000)   |  | (191,471)  |
| Increase in prepaid expenses   | (54,031)  | (11,130)   | (27,442)   |
| (Increase) decrease in variation margin receivable on financial futures contracts  | (235,617)   |  | 144,577  |
| Decrease in variation margin receivable on centrally cleared swaps   | 195,679   |  | 1,230  |
| (Increase) decrease in swap premiums paid  | 173,942   |  | (67,900)   |
| Decrease in swaps payable  | (30,182)  |  | (338,133)  |
| Decrease in investment advisory fees payable   | (43,534)  | (4,216)  | (98,560)   |
| Decrease in interest expense payable   | (218,946)   | (98,723)   | 173,026  |
| Decrease in other accrued expenses payable   | (3,418)   | (28,408)   | (68,409)   |
| Increase in Officer s and Trustees fees payable  | 65,815  | 16,764   | 16,420   |
| Decrease in swap premiums received   | (123,761)   |  | (28,936)   |
| Increase in variation margin payable on financial futures contracts  | 42,690  |  | 2,844  |
| Decrease in cash received as collateral for reverse repurchase agreements  |   |  | (873,000)  |
| Decrease in cash received as collateral for OTC derivatives  | (100,000)   |  |  |
| Decrease in variation margin payable on centrally cleared swaps  |   |  | (78,574)   |
| Decrease in other liabilities  |   |  | (832,628)  |
| Net realized gain on investments and options written   | 712,082   | 4,607,773  | 8,484,415  |
| Net unrealized gain (loss) on investments, options written, swaps, foreign currency translations and unfunded floating rate loan interests | 4,714,667   | (6,086,736)  | 2,278,841  |
| Amortization of premium and accretion of discount on investments   | 2,246,586   | (202,418)  | (6,236,391)  |
| Premiums received from options written   | 2,548,164   |  | 13,337   |
| Proceeds from sales of long-term investments and principal paydowns  | 255,406,406   | 106,978,949  | 184,329,999  |
| Purchases of long-term investments   | (271,672,174)   | (102,541,837)  | (84,562,986)                                       |
| Net proceeds from sales (purchases) of short-term securities   | 1,786,719   | 2,630,534  | (9,565,339)  |
| Premiums paid on closing options written   |   |  | (704)  |
| <b>Net cash provided by (used for) operating activities</b>  | <b>25,502,611</b>                                       | <b>17,772,924</b>  | <b>120,168,402</b>                                 |
| <b>Cash Used for Financing Activities</b>  |   |  |  |
| Proceeds from bank borrowings  |   | 69,000,000   |  |
| Payments on bank borrowings  |   | (73,000,000)   |  |
| Net borrowing of reverse repurchase agreements   | 27,795,131  |  | (91,768,444)                                       |
| Cash dividends paid to shareholders  | (52,185,466)  | (10,075,764)   | (30,128,565)                                       |
| Increase (decrease) in bank overdraft  | (26,363)  |  | 363,535  |
| <b>Net cash provided by (used for) financing activities</b>  | <b>(24,416,698)</b>                                     | <b>(14,075,764)</b>  | <b>(121,533,474)</b>                               |
| <b>Cash Impact from Foreign Exchange Fluctuations</b>  |   |  |  |
| Cash impact from foreign exchange fluctuations   | \$ (576)  | \$ 55  | \$ 23,589  |
| <b>Cash and Foreign Currency</b>   |   |  |  |
| Net increase (decrease) in cash and foreign currency   | 1,085,337   | 3,697,215  | (1,341,483)  |
| Cash and foreign currency at beginning of period   | 99  | 760,246  | 1,840,631  |
| <b>Cash and foreign currency at end of period</b>  | <b>\$ 1,085,436</b>                                     | <b>\$ 4,457,461</b>  | <b>\$ 499,148</b>                                  |

# Edgar Filing: BlackRock Multi-Sector Income Trust - Form N-CSRS

## Supplemental Disclosure of Cash Flow Information

|  |    |           |    |         |    |           |
|--|----|-----------|----|---------|----|-----------|
| Cash paid during the period for interest | \$ | 1,633,522 | \$ | 749,788 | \$ | 1,908,413 |
|--|----|-----------|----|---------|----|-----------|

<sup>1</sup> Consolidated Statement of Cash Flows.

See Notes to Financial Statements.

58

SEMI-ANNUAL REPORT

APRIL 30, 2015

## Financial Highlights

## BlackRock Credit Allocation Income Trust (BTZ)

|  | Six Months Ended<br>April 30,<br>2015<br>(Unaudited) |              | Year Ended October 31, |                    |                    |                    |  |
|--|--|--------------|------------------------|--------------------|--------------------|--------------------|--|
|  | 2014   | 2013         | 2012                   | 2011               | 2010               |                    |  |
| <b>Per Share Operating Performance</b>   |  |              |                        |                    |                    |                    |  |
| Net asset value, beginning of period   | \$ 15.36   | \$ 14.99     | \$ 15.37               | \$ 13.94           | \$ 14.46           | \$ 12.64           |  |
| Net investment income <sup>1</sup>   | 0.49   | 0.99         | 0.97                   | 0.94               | 0.88               | 0.85               |  |
| Net realized and unrealized gain (loss)  | (0.15)   | 0.35         | (0.37)                 | 1.43               | (0.54)             | 2.14               |  |
| Distributions to Preferred Shareholders from net investment income                   |  |              |                        |                    | (0.01)             | (0.07)             |  |
| Net increase from investment operations  | 0.34   | 1.34         | 0.60                   | 2.37               | 0.33               | 2.92               |  |
| Distributions to Common Shareholders from: <sup>2</sup>                              |  |              |                        |                    |                    |                    |  |
| Net investment income  | (0.48)   | (0.97)       | (0.98)                 | (0.94)             | (0.85)             | (0.81)             |  |
| Return of capital  |  |              |                        |                    |                    | (0.29)             |  |
| Total distributions  | (0.48)   | (0.97)       | (0.98)                 | (0.94)             | (0.85)             | (1.10)             |  |
| Net asset value, end of period   | \$ 15.22   | \$ 15.36     | \$ 14.99               | \$ 15.37           | \$ 13.94           | \$ 14.46           |  |
| Market price, end of period  | \$ 13.54   | \$ 13.54     | \$ 12.97               | \$ 14.23           | \$ 12.08           | \$ 13.02           |  |
| <b>Total Return Applicable to Common Shareholders<sup>3</sup></b>                    |  |              |                        |                    |                    |                    |  |
| Based on net asset value   | 2.71% <sup>4</sup>                                   | 10.11%       | 4.86%                  | 18.35%             | 3.28%              | 25.16%             |  |
| Based on market price  | 3.66% <sup>4</sup>                                   | 12.18%       | (2.01)%                | 26.44%             | (0.60)%            | 29.98%             |  |
| <b>Ratios to Average Net Assets Applicable to Common Shareholders</b>                |  |              |                        |                    |                    |                    |  |
| Total expenses   | 1.14% <sup>5</sup>                                   | 1.11%        | 1.15% <sup>6</sup>     | 1.20% <sup>7</sup> | 1.09% <sup>8</sup> | 1.12% <sup>8</sup> |  |
| Total expenses after fees waived and paid indirectly                                 | 1.14% <sup>5</sup>                                   | 1.11%        | 1.15% <sup>6</sup>     | 1.20% <sup>7</sup> | 1.09% <sup>8</sup> | 1.11% <sup>8</sup> |  |
| Total expenses after fees waived and paid indirectly and excluding interest expense  | 0.97% <sup>5</sup>                                   | 0.96%        | 1.00% <sup>6</sup>     | 1.07% <sup>7</sup> | 0.99% <sup>8</sup> | 1.07% <sup>8</sup> |  |
| Net investment income  | 6.42% <sup>5</sup>                                   | 6.48%        | 6.43%                  | 6.53%              | 6.25% <sup>8</sup> | 6.33% <sup>8</sup> |  |
| Distributions to Preferred Shareholders  |  |              |                        |                    | 0.09%              | 0.50%              |  |
| Net investment income to Common Shareholders   | 6.42% <sup>5</sup>                                   | 6.48%        | 6.43%                  | 6.53%              | 6.16%              | 5.83%              |  |
| <b>Supplemental Data</b>   |  |              |                        |                    |                    |                    |  |
| Net assets Applicable to Common Shareholders, end of period (000)                    | \$ 1,645,194   | \$ 1,660,442 | \$ 1,619,703           | \$ 796,836         | \$ 722,337         | \$ 749,360         |  |
| Preferred Shares outstanding at \$25,000 liquidation preference, end of period (000) |  |              |                        |                    |                    | \$ 231,000         |  |
| Asset coverage per Preferred Share at \$25,000 liquidation preference, end of period |  |              |                        |                    |                    | \$ 106,104         |  |

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|   |    |         |    |         |    |         |    |         |    |         |     |
|---|----|---------|----|---------|----|---------|----|---------|----|---------|-----|
| Borrowings outstanding, end of period (000) | \$ | 789,871 | \$ | 759,752 | \$ | 812,028 | \$ | 373,716 | \$ | 339,303 |     |
| Asset coverage, end of period \$1,000       | \$ | 3,083   | \$ | 3,186   | \$ | 2,995   | \$ | 3,132   | \$ | 3,129   |     |
| Portfolio turnover rate                     |    | 10%     |    | 29%     |    | 43%     |    | 37%     |    | 54%     | 64% |

<sup>1</sup> Based on average shares outstanding.

<sup>2</sup> Distributions for annual periods determined in accordance with federal income tax regulations.

<sup>3</sup> Total returns based on market price, which can be significantly greater or less than the net asset value, may result in substantially different returns. Where applicable, excludes the effects of any sales charges and assumes the reinvestment of distributions.

<sup>4</sup> Aggregate total return.

<sup>5</sup> Annualized.

<sup>6</sup> Includes reorganization costs associated with the Trust's merger. Without these costs, total expenses, total expenses after fees waived and paid indirectly, and total expenses after fees waived and paid indirectly and excluding interest expense would have been 1.15%, 1.15% and 1.00%, respectively.

<sup>7</sup> Includes reorganization costs associated with the Trust's merger. Without these costs, total expenses, total expenses after fees waived and paid indirectly, and total expenses after fees waived and paid indirectly and excluding interest expense would have been 1.16%, 1.16% and 1.02%, respectively.

<sup>8</sup> Does not reflect the effect of distributions to Preferred Shareholders.

See Notes to Financial Statements.

## Financial Highlights

BlackRock Floating Rate Income Trust  
(BGT)

|  | Six Months Ended<br>April 30,<br>2015 <sup>1</sup> |                   | Year Ended October 31, |                    |                     |                    |
|--|--|-------------------|------------------------|--------------------|---------------------|--------------------|
|  | (Unaudited)  | 2014 <sup>1</sup> | 2013 <sup>1</sup>      | 2012 <sup>1</sup>  | 2011                | 2010               |
| <b>Per Share Operating Performance</b>   |  |                   |                        |                    |                     |                    |
| Net asset value, beginning of period   | \$ 14.57   | \$ 14.79          | \$ 14.52               | \$ 13.97           | \$ 14.48            | \$ 13.29           |
| Net investment income <sup>2</sup>   | 0.39   | 0.84              | 0.94                   | 0.97               | 1.00                | 0.97               |
| Net realized and unrealized gain (loss)  | 0.14   | (0.22)            | 0.38                   | 0.68               | (0.42)              | 1.09               |
| Distributions to Preferred Shareholders from net investment income                         |  |                   |                        |                    | (0.00) <sup>3</sup> | (0.04)             |
| Net increase from investment operations  | 0.53   | 0.62              | 1.32                   | 1.65               | 0.58                | 2.02               |
| Distributions to Common Shareholders from net investment income <sup>4</sup>               | (0.43)   | (0.84)            | (1.05)                 | (1.10)             | (1.09)              | (0.83)             |
| Net asset value, end of period   | \$ 14.67   | \$ 14.57          | \$ 14.79               | \$ 14.52           | \$ 13.97            | \$ 14.48           |
| Market price, end of period  | \$ 13.50   | \$ 13.18          | \$ 14.12               | \$ 15.07           | \$ 13.00            | \$ 14.52           |
| <b>Total Return Applicable to Common Shareholders<sup>5</sup></b>                          |  |                   |                        |                    |                     |                    |
| Based on net asset value   | 3.98% <sup>6</sup>                                 | 4.60%             | 9.37%                  | 12.37%             | 4.03%               | 15.55%             |
| Based on market price  | 5.78% <sup>6</sup>                                 | (0.89)%           | 0.60%                  | 25.33%             | (3.46)%             | 22.41%             |
| <b>Ratios to Average Net Assets Applicable to Common Shareholders</b>                      |  |                   |                        |                    |                     |                    |
| Total expenses   | 1.60% <sup>7</sup>                                 | 1.52%             | 1.57%                  | 1.66%              | 1.73% <sup>8</sup>  | 1.43% <sup>8</sup> |
| Total expenses after fees waived and paid indirectly                                       | 1.60% <sup>7</sup>                                 | 1.52%             | 1.57%                  | 1.61%              | 1.60% <sup>8</sup>  | 1.25% <sup>8</sup> |
| Total expenses after fees waived and paid indirectly and excluding interest expense        | 1.21% <sup>7</sup>                                 | 1.18%             | 1.19%                  | 1.25% <sup>9</sup> | 1.24% <sup>8</sup>  | 1.15% <sup>8</sup> |
| Net investment income  | 5.41% <sup>7</sup>                                 | 5.71%             | 6.39%                  | 6.87%              | 6.95% <sup>8</sup>  | 7.01% <sup>8</sup> |
| Distributions to Preferred Shareholders  |  |                   |                        |                    | 0.03%               | 0.27%              |
| Net investment income to Common Shareholders   | 5.41% <sup>7</sup>                                 | 5.71%             | 6.39%                  | 6.87%              | 6.92%               | 6.74%              |
| <b>Supplemental Data</b>   |  |                   |                        |                    |                     |                    |
| Net assets applicable to Common Shareholders, end of period (000)                          | \$ 347,042   | \$ 344,668        | \$ 349,941             | \$ 343,282         | \$ 329,831          | \$ 341,436         |
| Preferred Shares outstanding at \$25,000 liquidation preference, end of period (000)       |  |                   |                        |                    |                     | \$ 58,800          |
| Asset coverage per Preferred Share at \$25,000 liquidation preference, end of period (000) |  |                   |                        |                    |                     | \$ 170,174         |
| Borrowings outstanding, end of period (000)  | \$ 141,000   | \$ 145,000        | \$ 152,000             | \$ 145,000         | \$ 122,000          | \$ 38,000          |
| Asset coverage, end of period \$1,000  | \$ 3,461   | \$ 3,377          | \$ 3,302               | \$ 3,367           | \$ 3,704            |                    |

## Edgar Filing: BlackRock Multi-Sector Income Trust - Form N-CSRS

Portfolio turnover rate 20% 64% 72% 65% 89% 87%

<sup>1</sup> Consolidated Financial Highlights.

<sup>2</sup> Based on average shares outstanding.

<sup>3</sup> Amount is greater than \$(0.005) per share.

<sup>4</sup> Distributions for annual periods determined in accordance with federal income tax regulations.

<sup>5</sup> Total returns based on market price, which can be significantly greater or less than the net asset value, may result in substantially different returns. Where applicable, excludes the effects of any sales charges and assumes the reinvestment of distributions.

<sup>6</sup> Aggregate total return.

<sup>7</sup> Annualized.

<sup>8</sup> Does not reflect the effect of distributions to Preferred Shareholders.

<sup>9</sup> For the year ended October 31, 2012, the total expense ratio after fees waived and paid indirectly and excluding interest expense and borrowing costs was 1.14%.

See Notes to Financial Statements.

60 SEMI-ANNUAL REPORT

APRIL 30, 2015



## Financial Highlights

## BlackRock Multi-Sector Income Trust (BIT)

|   | Six Months Ended<br>April 30,<br>2015<br>(Unaudited) | Year<br>Ended<br>October 31,<br>2014 | Period<br>February 27, 2013 <sup>1</sup><br>to October 31,<br>2013 |
|---|--|--------------------------------------|--|
| <b>Per Share Operating Performance</b>  |  |                                      |  |
| Net asset value, beginning of period  | \$ 19.87   | \$ 18.95                             | \$ 19.10 <sup>2</sup>  |
| Net investment income <sup>3</sup>  | 0.79   | 1.62                                 | 1.02   |
| Net realized and unrealized gain (loss)   | (0.17)   | 0.70                                 | (0.35)   |
| Net increase from investment operations   | 0.62   | 2.32                                 | 0.67   |
| Distributions from <sup>4</sup> :   |  |                                      |  |
| Net investment income   | (0.71)   | (1.40)                               | (0.70)   |
| Net realized gain   | (0.07)   |                                      |  |
| Return of capital   |  |                                      | (0.12)   |
| Total distributions   | (0.78)   | (1.40)                               | (0.82)   |
| Net asset value, end of period  | \$ 19.71   | \$ 19.87                             | \$ 18.95   |
| Market price, end of period   | \$ 17.59   | \$ 17.79                             | \$ 17.04   |
| <b>Total Return<sup>5</sup></b>   |  |                                      |  |
| Based on net asset value  | 3.75% <sup>6</sup>                                   | 13.40%                               | 4.04% <sup>6</sup>   |
| Based on market price   | 3.42% <sup>6</sup>                                   | 12.91%                               | (10.66)% <sup>6</sup>  |
| <b>Ratios to Average Net Assets</b>   |  |                                      |  |
| Total expenses  | 2.10% <sup>7</sup>                                   | 2.04%                                | 1.67% <sup>7</sup>   |
| Total expenses after fees waived and paid indirectly                                | 2.10% <sup>7</sup>                                   | 2.04%                                | 1.67% <sup>7</sup>   |
| Total expenses after fees waived and paid indirectly and excluding interest expense | 1.54% <sup>7</sup>                                   | 1.52%                                | 1.33% <sup>7</sup>   |
| Net investment income   | 8.13% <sup>7</sup>                                   | 8.27%                                | 8.05% <sup>7</sup>   |
| <b>Supplemental Data</b>  |  |                                      |  |
| Net assets, end of period (000)   | \$ 757,146   | \$ 763,360                           | \$ 727,908   |
| Borrowings outstanding, end of period (000)   | \$ 581,931   | \$ 707,294                           | \$ 552,040   |
| Asset coverage, end of period \$1,000   | \$ 2,301   | \$ 2,079                             | \$ 2,319   |
| Portfolio turnover rate   | 7%   | 29%                                  | 77% <sup>8</sup>   |

<sup>1</sup> Commencement of operations.

<sup>2</sup> Net asset value, beginning of period, reflects a deduction of \$0.90 per share sales charge from the initial offering price of \$20.00 per share.

## Edgar Filing: BlackRock Multi-Sector Income Trust - Form N-CSRS

<sup>3</sup> Based on average shares outstanding.

<sup>4</sup> Distributions for annual periods determined in accordance with federal income tax regulations.

<sup>5</sup> Total returns based on market price, which can be significantly greater or less than the net asset value, may result in substantially different returns. Where applicable, excludes the effects of any sales charges and assumes the reinvestment of distributions.

<sup>6</sup> Aggregate total return.

<sup>7</sup> Annualized.

<sup>8</sup> Includes mortgage dollar roll transactions. Excluding these transactions, the portfolio turnover rate would have been 54%.

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2015

61

## Notes to Financial Statements (Unaudited)

**1. Organization:**

The following are registered under the 1940 Act as closed-end management investment companies and referred to herein collectively as the Trusts :

| Trust Name                               | Herein         |           | Diversification |
|--|----------------|-----------|-----------------|
|  | Referred To As | Organized | Classification  |
| BlackRock Credit Allocation Income Trust | BTZ            | Delaware  | Non-diversified |
| BlackRock Floating Rate Income Trust     | BGT            | Delaware  | Non-diversified |
| BlackRock Multi-Sector Income Trust      | BIT            | Delaware  | Non-diversified |

The Boards of Directors and Board of Trustees of the Trusts are collectively referred to throughout this report as the Board of Trustees or the Board , and the directors/trustees thereof are collectively referred to throughout this report as Trustees . The Trusts determine and make available for publication the NAVs of their Common Shares on a daily basis.

**Basis of Consolidation:** The accompanying consolidated financial statements of BGT include the accounts of BGT Subsidiary, LLC (the Taxable Subsidiary ). As of December 19, 2014, the Taxable Subsidiary, which was wholly owned by the Trust, was dissolved. The Taxable Subsidiary enabled BGT to hold an investment in an operating company and satisfy Regulated Investment Company ( RIC ) tax requirements. Income earned and gains realized on the investment held by the Taxable Subsidiary were taxable to such subsidiary. There was no tax provision required for income or realized gains during the period.

**2. Significant Accounting Policies:**

The Trusts financial statements are prepared in conformity with accounting principles generally accepted in the United States of America ( U.S. GAAP ), which may require management to make estimates and assumptions that affect the reported amounts of assets and liabilities in the financial statements and the reported amounts of increases and decreases in net assets from operations during the reporting period. Actual results could differ from those estimates. Each Trust is considered an investment company under U.S. GAAP and follows the accounting and reporting guidance applicable to investment companies. The following is a summary of significant accounting policies followed by the Trusts:

**Valuation:** The Trusts investments are valued at fair value as of the close of trading on the New York Stock Exchange ( NYSE ) (generally 4:00 p.m., Eastern time). U.S. GAAP defines fair value as the price the Trusts would receive to sell an asset or pay to transfer a liability in an orderly transaction between market participants at the measurement date. The Trusts determine the fair values of their financial instruments at market value using independent dealers or pricing services under policies approved by the Board. The BlackRock Global Valuation Methodologies Committee (the Global Valuation Committee ) is the committee formed by management to develop global pricing policies and procedures and to provide oversight of the pricing function for the Trusts for all financial instruments.

Bond investments are valued on the basis of last available bid prices or current market quotations provided by dealers or pricing services. Floating rate loan interests are valued at the mean of the bid prices from one or more brokers or dealers as obtained from a pricing service. In determining the value of a particular investment, pricing services may use certain information with respect to transactions in such investments, quotations from dealers, pricing matrixes, market transactions in comparable investments, various relationships observed in the market between investments and calculated yield measures. Asset-backed and mortgage-backed securities are valued by independent pricing services using models that consider estimated cash flows of each tranche of the security, establish a benchmark yield and develop an estimated tranche-specific spread to the benchmark yield based on the unique attributes of the tranche. Financial futures contracts traded on exchanges are valued at their last sale price. Swap agreements are valued utilizing quotes received daily by the Trusts pricing service or through brokers, which are derived using daily swap curves and models that incorporate a number of market data factors, such as discounted cash flows, trades and values of the underlying reference instruments. Certain centrally cleared swaps are valued at the price determined by the relevant exchange or clearinghouse. Investments in open-end registered investment companies are valued at NAV each business day.

Municipal investments (including commitments to purchase such investments on a when-issued basis) are valued on the basis of prices provided by dealers or pricing services. In determining the value of a particular investment, pricing services may use certain information with respect to transactions in such investments, quotations from dealers, pricing matrixes, market transactions in comparable investments and information with respect to various relationships between investments.

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Equity investments traded on a recognized securities exchange are valued at the official close price each day, if available. For equity investments traded on more than one exchange, the official close price on the exchange where the stock is primarily traded is used. Equity investments traded on a recognized exchange for which there were no sales on that day may be valued at the last available bid price.

Securities and other assets and liabilities denominated in foreign currencies are translated into U.S. dollars using exchange rates determined as of the close of business on the NYSE. Forward foreign currency exchange contracts are valued at the mean between the bid and ask prices and are determined as of the close of business on the NYSE. Interpolated values are derived when the settlement date of the contract is an interim date for which quotations are not available.

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## Notes to Financial Statements (continued)

Exchange-traded options are valued at the mean between the last bid and ask prices at the close of the options market in which the options trade. An exchange-traded option for which there is no mean price is valued at the last bid (long positions) or ask (short positions) price. If no bid or ask price is available, the prior day's price will be used, unless it is determined that the prior day's price no longer reflects the fair value of the option. Over-the-counter (OTC) options and options on swaps (swaptions) are valued by an independent pricing service using a mathematical model, which incorporates a number of market data factors, such as the trades and prices of the underlying instruments.

In the event that the application of these methods of valuation results in a price for an investment that is deemed not to be representative of the market value of such investment, or if a price is not available, the investment will be valued by the Global Valuation Committee, or its delegate, in accordance with a policy approved by the Board as reflecting fair value (Fair Value Investments). When determining the price for Fair Value Investments, the Global Valuation Committee, or its delegate, seeks to determine the price that each Trust might reasonably expect to receive or pay from the current sale or purchase of that asset or liability in an arm's-length transaction. Fair value determinations shall be based upon all available factors that the Global Valuation Committee, or its delegate, deems relevant consistent with the principles of fair value measurement, which include the market approach, income approach and/or in the case of recent investments, the cost approach, as appropriate. The market approach generally consists of using comparable market transactions. The income approach generally is used to discount future cash flows to present value and is adjusted for liquidity as appropriate. These factors include but are not limited to: (i) attributes specific to the investment or asset; (ii) the principal market for the investment or asset; (iii) the customary participants in the principal market for the investment or asset; (iv) data assumptions by market participants for the investment or asset, if reasonably available; (v) quoted prices for similar investments or assets in active markets; and (vi) other factors, such as future cash flows, interest rates, yield curves, volatilities, prepayment speeds, loss severities, credit risks, recovery rates, liquidation amounts and/or default rates. Due to the inherent uncertainty of valuations of such investments, the fair values may differ from the values that would have been used had an active market existed. The Global Valuation Committee, or its delegate, employs various methods for calibrating valuation approaches for investments where an active market does not exist, including regular due diligence of the Trusts' pricing vendors, regular reviews of key inputs and assumptions, transactional back-testing or disposition analysis to compare unrealized gains and losses to realized gains and losses, reviews of missing or stale prices and large movements in market values and reviews of any market related activity. The pricing of all Fair Value Investments is subsequently reported to the Board or a committee thereof on a quarterly basis.

Generally, trading in foreign instruments is substantially completed each day at various times prior to the close of business on the NYSE. Occasionally, events affecting the values of such instruments may occur between the foreign market close and the close of business on the NYSE that may not be reflected in the computation of the Trusts' net assets. If events (e.g., a company announcement, market volatility or a natural disaster) occur during such periods that are expected to materially affect the value of such instruments, those instruments may be Fair Value Investments and be valued at their fair value, as determined in good faith by the Global Valuation Committee, or its delegate, using a pricing service and/or policies approved by the Board.

Foreign Currency: Each Trust's books and records are maintained in U.S. dollars. Purchases and sales of investment securities are recorded at the rates of exchange prevailing on the respective date of such transactions. Generally, when the U.S. dollar rises in value against a foreign currency, each Trust's investments denominated in that currency will lose value because that currency is worth fewer U.S. dollars; the opposite effect occurs if the U.S. dollar falls in relative value.

Each Trust does not isolate the portion of the results of operations arising as a result of changes in the foreign exchange rates from the changes in the market prices of investments held or sold for financial reporting purposes. Accordingly, the effects of changes in foreign currency exchange rates on investments are not segregated in the Statements of Operations from the effects of changes in market prices of those investments but are included as a component of net realized and unrealized gain (loss) from investments. The Trusts report realized currency gains (losses) on foreign currency related transactions as components of net realized gain (loss) for financial reporting purposes, whereas such components are generally treated as ordinary income for federal income tax purposes.

Segregation and Collateralization: In cases where a Trust enters into certain investments (e.g., financial futures contracts, forward foreign currency exchange contracts, swaps and options written) or certain borrowings (e.g., reverse repurchase transactions) that would be senior securities for 1940 Act purposes, the Trusts may segregate or designate on their books and records cash or liquid securities having a market value at least equal to the amount of the Trusts' future obligations under such investments or borrowings. Doing so allows the investment or borrowing to be excluded from treatment as a senior security. Furthermore, if required by an exchange or counterparty agreement, the Trusts may be required to deliver/deposit cash and/or securities to/with an exchange, or broker-dealer or custodian as collateral for certain investments or obligations.

Investment Transactions and Investment Income: For financial reporting purposes, investment transactions are recorded on the dates the transactions are entered into (the trade dates). Realized gains and losses on investment transactions are determined on the identified cost basis. Dividend income is recorded on the ex-dividend date. Dividends from foreign securities where the ex-dividend date may have passed are

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subsequently recorded when the Trusts are informed of the ex-dividend date. Under the applicable foreign tax laws, a withholding tax at various rates may be imposed on capital gains, dividends and interest. Upon notification from issuers, some of the dividend income received from a real estate investment trust may be redesignated as a reduction of cost of the related investment and/or realized gain. Interest income, including amortization and accretion of premiums and discounts on debt securities, is recognized on the accrual basis.

SEMI-ANNUAL REPORT

APRIL 30, 2015

63

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## Notes to Financial Statements (continued)

**Distributions:** Distributions from net investment income are declared and paid monthly. Distributions of capital gains are recorded on the ex-dividend date. Portions of return of capital distributions under U.S. GAAP may be taxed at ordinary income rates. The character of distributions is determined in accordance with federal income tax regulations, which may differ from U.S. GAAP. The portion of distributions that exceeds a Trust's current and accumulated earnings and profits, which are measured on a tax basis, will constitute a non-taxable return of capital. Realized net capital gains can be offset by capital losses carried forward from prior years. However, certain Trusts have capital loss carryforwards from pre-2012 tax years that offset realized net capital gains but do not offset current and accumulated earnings and profits. Consequently, if distributions in any tax year are less than the Trust's current earnings and profits but greater than net investment income and net realized capital gains (taxable income), distributions in excess of taxable income are not treated as non-taxable return of capital, but rather may be taxable to shareholders at ordinary income rates. Under certain circumstances, taxable excess distributions could be significant.

**Deferred Compensation Plan:** Under the Deferred Compensation Plan (the "Plan") approved by each Trust's Board, the independent Trustees ( "Independent Trustees") may defer a portion of their annual complex-wide compensation. Deferred amounts earn an approximate return as though equivalent dollar amounts had been invested in common shares of certain other BlackRock Closed-End Funds selected by the Independent Trustees. This has the same economic effect for the Independent Trustees as if the Independent Trustees had invested the deferred amounts directly in certain other BlackRock Closed-End Funds.

The Plan is not funded and obligations thereunder represent general unsecured claims against the general assets of each Trust. Deferred compensation liabilities are included in officer's and trustees' fees payable in the Statements of Assets and Liabilities and will remain as a liability of the Trusts until such amounts are distributed in accordance with the Plan.

**Recent Accounting Standard:** In June 2014, the Financial Accounting Standards Board issued guidance to improve the financial reporting of reverse repurchase agreements and other similar transactions. The guidance will require expanded disclosure for entities that enter into reverse repurchase agreements and similar transactions accounted for as secured borrowings. It is effective for financial statements with fiscal years beginning on or after December 15, 2014 and interim periods beginning after March 15, 2015. Management is evaluating the impact, if any, of this guidance on the Trusts' financial statement disclosures.

**Other:** Expenses directly related to a Trust are charged to that Trust. Other operating expenses shared by several funds are prorated among those funds on the basis of relative net assets or other appropriate methods.

The Trusts have an arrangement with their custodian whereby fees may be reduced by credits earned on uninvested cash balances, which, if applicable, are shown as fees paid indirectly in the Statements of Operations. The custodian imposes fees on overdrawn cash balances, which can be offset by accumulated credits earned or may result in additional custody charges.

### 3. Securities and Other Investments:

**Asset-Backed and Mortgage-Backed Securities:** The Trusts may invest in asset-backed securities. Asset-backed securities are generally issued as pass-through certificates, which represent undivided fractional ownership interests in an underlying pool of assets, or as debt instruments, which are also known as collateralized obligations, and are generally issued as the debt of a special purpose entity organized solely for the purpose of owning such assets and issuing such debt. Asset-backed securities are often backed by a pool of assets representing the obligations of a number of different parties. The yield characteristics of certain asset-backed securities may differ from traditional debt securities. One such major difference is that all or a principal part of the obligations may be prepaid at any time because the underlying assets (i.e., loans) may be prepaid at any time. As a result, a decrease in interest rates in the market may result in increases in the level of prepayments as borrowers, particularly mortgagors, refinance and repay their loans. An increased prepayment rate with respect to an asset-backed security subject to such a prepayment feature will have the effect of shortening the maturity of the security. In addition, the Trusts may subsequently have to reinvest the proceeds at lower interest rates. If the Trusts have purchased such an asset-backed security at a premium, a faster than anticipated prepayment rate could result in a loss of principal to the extent of the premium paid.

The Trusts may purchase certain mortgage pass-through securities. There are a number of important differences among the agencies and instrumentalities of the U.S. Government that issue mortgage-related securities and among the securities that they issue. For example, mortgage-related securities guaranteed by Ginnie Mae are guaranteed as to the timely payment of principal and interest by Ginnie Mae and such guarantee is backed by the full faith and credit of the United States. However, mortgage-related securities issued by Freddie Mac and Fannie Mae, including Freddie Mac and Fannie Mae guaranteed mortgage pass-through certificates, which are solely the obligations of Freddie Mac and Fannie Mae, are not backed by or entitled to the full faith and credit of the United States, but are supported by the right of the issuer to borrow from the U.S. Treasury.

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Collateralized Debt Obligations: The Trusts may invest in collateralized debt obligations ( CDOs ), which include collateralized bond obligations ( CBOs ) and collateralized loan obligations ( CLOs ). CBOs and CLOs are types of asset-backed securities. A CDO is an entity that is backed by a diversified pool of debt securities (CBOs) or syndicated bank loans (CLOs). The cash flows of the CDO can be split into multiple segments, called tranches, which will vary in risk profile and yield. The riskiest segment is the subordinated or equity tranche. This tranche bears the greatest risk of defaults from the underlying assets in the CDO and serves to protect the other, more senior, tranches from default in all but the most severe circumstances. Since it is shielded from



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## Notes to Financial Statements (continued)

defaults by the more junior tranches, a senior tranche will typically have higher credit ratings and lower yields than their underlying securities, and often receive investment grade ratings from one or more of the nationally recognized rating agencies. Despite the protection from the more junior tranches, senior tranches can experience substantial losses due to actual defaults, increased sensitivity to future defaults and the disappearance of one or more protecting tranches as a result of changes in the credit profile of the underlying pool of assets.

**Multiple Class Pass-Through Securities:** The Trusts may invest in multiple class pass-through securities, including collateralized mortgage obligations ( CMOs ) and commercial mortgage-backed securities. These multiple class securities may be issued by Ginnie Mae, U.S. Government agencies or instrumentalities or by trusts formed by private originators of, or investors in, mortgage loans. In general, CMOs are debt obligations of a legal entity that are collateralized by, and multiple class pass-through securities represent direct ownership interests in, a pool of residential or commercial mortgage loans or mortgage pass-through securities (the Mortgage Assets ), the payments on which are used to make payments on the CMOs or multiple pass-through securities. Classes of CMOs include interest only ( IOs ), principal only ( POs ), planned amortization classes and targeted amortization classes. IOs and POs are stripped mortgage-backed securities representing interests in a pool of mortgages, the cash flow from which has been separated into interest and principal components. IOs receive the interest portion of the cash flow while POs receive the principal portion. IOs and POs can be extremely volatile in response to changes in interest rates. As interest rates rise and fall, the value of IOs tends to move in the same direction as interest rates. POs perform best when prepayments on the underlying mortgages rise since this increases the rate at which the principal is returned and the yield to maturity on the PO. When payments on mortgages underlying a PO are slower than anticipated, the life of the PO is lengthened and the yield to maturity is reduced. If the underlying Mortgage Assets experience greater than anticipated prepayments of principal, the Trusts may not fully recoup their initial investment in IOs.

**Zero-Coupon Bonds:** The Trusts may invest in zero-coupon bonds, which are normally issued at a significant discount from face value and do not provide for periodic interest payments. Zero-coupon bonds may experience greater volatility in market value than other debt obligations of similar maturity which provide for regular interest payments.

**Capital Trusts and Trust Preferred Securities:** The Trusts may invest in capital trusts and/or trust preferred securities. These securities are typically issued by corporations, generally in the form of interest-bearing notes with preferred securities characteristics, or by an affiliated business trust of a corporation, generally in the form of beneficial interests in subordinated debentures or similarly structured securities. The securities can be structured as either fixed or adjustable coupon securities that can have either a perpetual or stated maturity date. For trust preferred securities, the issuing bank or corporation will pay interest to the trust, which will then be distributed to holders of the trust preferred securities as a dividend. Dividends can be deferred without creating an event of default or acceleration, although maturity cannot take place unless all cumulative payment obligations have been met. The deferral of payments does not affect the purchase or sale of these securities in the open market. Payments on these securities are treated as interest rather than dividends for federal income tax purposes. These securities generally are rated below that of the issuing company's senior debt securities and are freely callable at the issuer's option.

**Preferred Stock:** The Trusts may invest in preferred stock. Preferred stock has a preference over common stock in liquidation (and generally in receiving dividends as well) but is subordinated to the liabilities of the issuer in all respects. As a general rule, the market value of preferred stock with a fixed dividend rate and no conversion element varies inversely with interest rates and perceived credit risk, while the market price of convertible preferred stock generally also reflects some element of conversion value. Because preferred stock is junior to debt securities and other obligations of the issuer, deterioration in the credit quality of the issuer will cause greater changes in the value of a preferred stock than in a more senior debt security with similar stated yield characteristics. Unlike interest payments on debt securities, preferred stock dividends are payable only if declared by the issuer's board of directors. Preferred stock also may be subject to optional or mandatory redemption provisions.

**Floating Rate Loan Interests:** The Trusts may invest in floating rate loan interests. The floating rate loan interests held by the Trusts are typically issued to companies (the borrower ) by banks, other financial institutions, and privately and publicly offered corporations (the lender ). Floating rate loan interests are generally non-investment grade, often involve borrowers whose financial condition is troubled or uncertain and companies that are highly leveraged. The Trusts may invest in obligations of borrowers who are in bankruptcy proceedings. Floating rate loan interests may include fully funded term loans or revolving lines of credit. Floating rate loan interests are typically senior in the corporate capital structure of the borrower. Floating rate loan interests generally pay interest at rates that are periodically determined by reference to a base lending rate plus a premium. The base lending rates are generally the lending rate offered by one or more European banks, such as the London Interbank Offered Rate ( LIBOR ), the prime rate offered by one or more U.S. banks or the certificate of deposit rate. Floating rate loan interests may involve foreign borrowers, and investments may be denominated in foreign currencies. The Trusts consider these investments to be investments in debt securities for purposes of their investment policies.

When the Trusts purchase a floating rate loan interest, they may receive a facility fee and when they sell a floating rate loan interest, they may pay a facility fee. On an ongoing basis, the Trusts may receive a commitment fee based on the undrawn portion of the underlying line of credit amount of a floating rate loan interest. Facility and commitment fees are typically amortized to income over the term of the loan or term of the commitment, respectively. Consent and amendment fees are recorded to income as earned. Prepayment penalty fees, which may be received by

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the Trusts upon the prepayment of a floating rate loan interest by a borrower, are recorded as realized gains. The Trusts may invest in multiple series or tranches of a loan. A different series or tranche may have varying terms and carry different associated risks.

SEMI-ANNUAL REPORT

APRIL 30, 2015

65

## Notes to Financial Statements (continued)

Floating rate loan interests are usually freely callable at the borrower's option. The Trusts may invest in such loans in the form of participations in loans ( Participations ) or assignments ( Assignments ) of all or a portion of loans from third parties. Participations typically will result in the Trusts having a contractual relationship only with the lender, not with the borrower. The Trusts will have the right to receive payments of principal, interest and any fees to which it is entitled only from the lender selling the Participation and only upon receipt by the lender of the payments from the borrower. In connection with purchasing Participations, the Trusts generally will have no right to enforce compliance by the borrower with the terms of the loan agreement, nor any rights of offset against the borrower, and the Trusts may not benefit directly from any collateral supporting the loan in which it has purchased the Participation. As a result, the Trusts will assume the credit risk of both the borrower and the lender that is selling the Participation. The Trusts' investment in loan participation interests involves the risk of insolvency of the financial intermediaries who are parties to the transactions. In the event of the insolvency of the lender selling the Participation, the Trusts may be treated as a general creditor of the lender and may not benefit from any offset between the lender and the borrower. Assignments typically result in the Trusts having a direct contractual relationship with the borrower, and the Trusts may enforce compliance by the borrower with the terms of the loan agreement.

In connection with floating rate loan interests, the Trusts may also enter into unfunded floating rate loan interests ( commitments ). In connection with these commitments, the Trusts earn a commitment fee, typically set as a percentage of the commitment amount. Such fee income, which is included in interest income in the Statements of Operations, is recognized ratably over the commitment period. Unfunded floating rate loan interests are marked-to-market daily, and any unrealized appreciation (depreciation) is included in the Statements of Assets and Liabilities and Statements of Operations. As of April 30, 2015, the Trusts had no outstanding unfunded floating rate loan interests.

**Forward Commitments and When-Issued Delayed Delivery Securities:** The Trusts may purchase securities on a when-issued basis and may purchase or sell securities on a forward commitment basis. Settlement of such transactions normally occurs within a month or more after the purchase or sale commitment is made. The Trusts may purchase securities under such conditions with the intention of actually acquiring them, but may enter into a separate agreement to sell the securities before the settlement date. Since the value of securities purchased may fluctuate prior to settlement, the Trusts may be required to pay more at settlement than the security is worth. In addition, the Trusts are not entitled to any of the interest earned prior to settlement. When purchasing a security on a delayed delivery basis, the Trusts assume the rights and risks of ownership of the security, including the risk of price and yield fluctuations. In the event of default by the counterparty, the Trusts' maximum amount of loss is the unrealized appreciation of unsettled when-issued transactions, which is shown in the Schedules of Investments.

**Reverse Repurchase Agreements:** The Trusts may enter into reverse repurchase agreements with qualified third party broker-dealers. In a reverse repurchase agreement, the Trusts sell securities to a bank or broker-dealer and agree to repurchase the same securities at a mutually agreed upon date and price. During the term of the reverse repurchase agreement, the Trusts continue to receive the principal and interest payments on the securities sold. Certain agreements have no stated maturity and can be terminated by either party at any time. Interest on the value of the reverse repurchase agreements issued and outstanding is based upon competitive market rates determined at the time of issuance. The Trusts may utilize reverse repurchase agreements when it is anticipated that the interest income to be earned from the investment of the proceeds of the transaction is greater than the interest expense of the transaction. Reverse repurchase agreements involve leverage risk and also the risk that the market value of the securities to be repurchased may decline below the repurchase price.

For financial reporting purposes, cash received in exchange for securities delivered plus accrued interest due to the counterparty is recorded as a liability in the Statements of Assets and Liabilities at face value including accrued interest. Due to the short-term nature of the reverse repurchase agreements, face value approximates fair value. Interest payments made by the Trusts to the counterparties are recorded as a component of interest expense in the Statements of Operations. In periods of increased demand for the security, the Trusts may receive a fee for use of the security by the counterparty, which may result in interest income to the Trusts.

For the six months ended April 30, 2015, the average amount of reverse repurchase agreements outstanding and the daily weighted average interest rates were as follows:

|     | Average        | Daily<br>Weighted |
|-----|----------------|-------------------|
|     | Amount         | Average           |
|     | Outstanding    | Interest Rate     |
| BTZ | \$ 741,444,579 | 0.38%             |

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BIT

\$ 614,114,435

0.68%

Reverse repurchase transactions are entered into by the Trusts under Master Repurchase Agreements (each, an "MRA"), which permit the Trusts, under certain circumstances, including an event of default (such as bankruptcy or insolvency), to offset payables and/or receivables under the MRA with collateral held and/or posted to the counterparty and create one single net payment due to or from the Trusts. With reverse repurchase transactions, typically the Trusts and the counterparties are permitted to sell, re-pledge, or use the collateral associated with the transaction. Bankruptcy or insolvency laws of a particular jurisdiction may impose restrictions on or prohibitions against such a right of offset in the event of the MRA counterparty's bankruptcy or insolvency. Pursuant to the terms of the MRA, the Trusts receive or post securities as collateral with a market value in excess of the repurchase price to be

## Notes to Financial Statements (continued)

paid or received by the Trusts upon the maturity of the transaction. Upon a bankruptcy or insolvency of the MRA counterparty, the Trusts are considered an unsecured creditor with respect to excess collateral and, as such, the return of excess collateral may be delayed.

As of April 30, 2015, the following table is a summary of the Trusts' open reverse repurchase agreements by counterparty which are subject to offset under an MRA on a net basis:

| Counterparty                                | Fair Value of Non-cash        |  |                         | Net Amount |
|---|-------------------------------|--|-------------------------|------------|
|   | Reverse Repurchase Agreements | Collateral Pledged Including Accrued Interest <sup>1</sup> | Cash Collateral Pledged |            |
| Barclays Capital, Inc.                      | \$ 86,837,155                 | \$ (86,837,155)  |                         |            |
| BNP Paribas Securities Corp.                | 156,701,064                   | (156,701,064)  |                         |            |
| Credit Suisse Securities (USA) LLC          | 133,607,499                   | (133,607,499)  |                         |            |
| Deutsche Bank Securities, Inc.              | 6,236,027                     | (6,236,027)  |                         |            |
| HSBC Securities (USA), Inc.                 | 20,238,361                    | (20,238,361)   |                         |            |
| Merrill Lynch, Pierce, Fenner & Smith, Inc. | 10,076,190                    | (10,076,190)   |                         |            |
| RBC Capital Markets LLC                     | 239,732,478                   | (239,732,478)  |                         |            |
| UBS Securities LLC                          | 136,441,987                   | (136,441,987)  |                         |            |
| <b>Total</b>                                | <b>\$ 789,870,761</b>         | <b>\$ (789,870,761)</b>                                    |                         |            |

| Counterparty                       | Fair Value of Non-cash        |  |                         | Net Amount |
|------------------------------------|-------------------------------|--|-------------------------|------------|
|                                    | Reverse Repurchase Agreements | Collateral Pledged Including Accrued Interest <sup>1</sup> | Cash Collateral Pledged |            |
| Barclays Bank PLC                  | \$ 12,451,500                 | \$ (12,451,500)  |                         |            |
| Barclays Capital, Inc.             | 132,590,109                   | (132,590,109)  |                         |            |
| BNP Paribas Securities Corp.       | 74,227,046                    | (74,227,046)   |                         |            |
| Credit Suisse Securities (USA) LLC | 2,203,921                     | (2,203,921)  |                         |            |
| Deutsche Bank Securities, Inc.     | 171,438,516                   | (171,438,516)  |                         |            |
| HSBC Securities (USA), Inc.        | 2,793,632                     | (2,793,632)  |                         |            |
| JPMorgan Securities LLC            | 9,812,547                     | (9,812,547)  |                         |            |
| Morgan Stanley & Co. LLC           | 5,468,538                     | (5,468,538)  |                         |            |
| RBC Capital Markets, LLC           | 3,002,076                     | (3,002,076)  |                         |            |
| UBS Limited                        | 3,023,347                     | (3,023,347)  |                         |            |
| UBS Securities LLC                 | 164,920,212                   | (164,920,212)  |                         |            |
| <b>Total</b>                       | <b>\$ 581,931,444</b>         | <b>\$ (581,931,444)</b>                                    |                         |            |

<sup>1</sup> Net collateral with a value of \$833,588,045 for BTZ and \$661,858,839 for BIT has been pledged in connection with open reverse repurchase agreements. Excess of net collateral pledged to the individual counterparty is not shown for financial reporting purposes.

In the event the counterparty of securities under an MRA files for bankruptcy or becomes insolvent, the Trusts' use of the proceeds from the agreement may be restricted while the counterparty, or its trustee or receiver, determines whether or not to enforce the Trusts' obligation to repurchase the securities.

#### 4. Derivative Financial Instruments:

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The Trusts engage in various portfolio investment strategies using derivative contracts both to increase the returns of the Trusts and/or to economically manage their exposure to certain risks such as credit risk, equity risk, interest rate risk and foreign currency exchange rate risk. These contracts may be transacted on an exchange or OTC.

**Financial Futures Contracts:** The Trusts invest in long and/or short positions in financial futures contracts and options on financial futures contracts to gain exposure to, or economically hedge against, changes in interest rates (interest rate risk) or changes in the value of equity securities (equity risk). Financial futures contracts are agreements between the Trusts and a counterparty to buy or sell a specific quantity of an underlying instrument at a specified price and at a specified date. Depending on the terms of the particular contract, financial futures contracts are settled either through physical delivery of the underlying instrument on the settlement date or by payment of a cash settlement amount on the settlement date.

Upon entering into a financial futures contract, the Trusts are required to deposit initial margin with the broker in the form of cash or securities in an amount that varies depending on a contract's size and risk profile. The initial margin deposit must then be maintained at an established level over the life of the contract. Securities deposited as initial margin are designated on the Schedules of Investments and cash deposited, if any, is recorded on the Statements of Assets and Liabilities as cash pledged for financial futures contracts. Pursuant to the contract, the Trusts agree to receive from or pay to the broker an amount of cash equal to the daily fluctuation in value of the contract. Such receipts or payments are known as variation margin. Variation margin is recorded by the Trusts as unrealized appreciation (depreciation) and, if applicable, as a receivable or payable for variation margin in the Statements of Assets and Liabilities.

## Notes to Financial Statements (continued)

When the contract is closed, the Trusts record a realized gain or loss equal to the difference between the value of the contract at the time it was opened and the value at the time it was closed. The use of financial futures contracts involves the risk of an imperfect correlation in the movements in the price of financial futures contracts, interest or foreign currency exchange rates and the underlying assets.

**Forward Foreign Currency Exchange Contracts:** The Trusts enter into forward foreign currency exchange contracts as an economic hedge against either specific transactions or portfolio instruments or to obtain exposure to, or hedge exposure away from, foreign currencies (foreign currency exchange rate risk). A forward foreign currency exchange contract is an agreement between two parties to buy and sell a currency at a set exchange rate on a future date. Forward foreign currency exchange contracts, when used by the Trusts, help to manage the overall exposure to the currencies in which some of the investments held by the Trusts are denominated. The contract is marked-to-market daily and the change in market value is recorded by the Trusts as an unrealized gain or loss. When the contract is closed, the Trusts record a realized gain or loss equal to the difference between the value at the time it was opened and the value at the time it was closed. The use of forward foreign currency exchange contracts involves the risk that the value of a forward foreign currency exchange contract changes unfavorably due to movements in the value of the referenced foreign currencies.

**Options:** The Trusts purchase and write call and put options to increase or decrease their exposure to underlying instruments including interest rate risk and/or, in the case of options written, to generate gains from options premiums. A call option gives the purchaser (holder) of the option the right (but not the obligation) to buy, and obligates the seller (writer) to sell (when the option is exercised) the underlying instrument at the exercise or strike price at any time or at a specified time during the option period. A put option gives the holder the right to sell and obligates the writer to buy the underlying instrument at the exercise or strike price at any time or at a specified time during the option period. When the Trusts purchase (write) an option, an amount equal to the premium paid (received) by the Trusts is reflected as an asset (liability). The amount of the asset (liability) is subsequently marked-to-market to reflect the current market value of the option purchased (written). When an instrument is purchased or sold through an exercise of an option, the related premium paid (or received) is added to (or deducted from) the basis of the instrument acquired or deducted from (or added to) the proceeds of the instrument sold. When an option expires (or the Trusts enter into a closing transaction), the Trusts realize a gain or loss on the option to the extent of the premiums received or paid (or gain or loss to the extent the cost of the closing transaction exceeds the premiums received or paid). When the Trusts write a call option, such option is covered, meaning that the Trusts hold the underlying instrument subject to being called by the option counterparty. When the Trusts write a put option, such option is covered by cash in an amount sufficient to cover the obligation.

Options on swaps (swaptions) are similar to options on securities except that instead of selling or purchasing the right to buy or sell a security, the writer or purchaser of the swaptions is granting or buying the right to enter into a previously agreed upon interest rate or credit default swap agreement (interest rate risk and/or credit risk) at any time before the expiration of the option.

In purchasing and writing options, the Trusts bear the risk of an unfavorable change in the value of the underlying instrument or the risk that the Trusts may not be able to enter into a closing transaction due to an illiquid market. Exercise of a written option could result in the Trusts purchasing or selling a security when they otherwise would not, or at a price different from the current market value.

For the six months ended April 30, 2015, transactions in options written were as follows:

|  |                  | <b>Calls</b>    |                 | <b>Puts</b>      |                 |
|--|------------------|-----------------|-----------------|------------------|-----------------|
|  | <b>Contracts</b> | <b>Notional</b> | <b>Premiums</b> | <b>Contracts</b> | <b>Premiums</b> |
| <b>BTZ</b>                               |                  | <b>(000)</b>    | <b>Received</b> |                  | <b>Received</b> |
| Outstanding options, beginning of period |                  |                 |                 | 3,396            | \$ 7,454,970    |
| Options written                          |                  | \$ 44,200       | \$ 901,516      | 850              | 1,646,648       |
| Options exercised                        |                  |                 |                 |                  |                 |
| Options expired                          |                  |                 |                 | (850)            | (327,114)       |
| Options closed                           |                  | (44,200)        | (901,516)       |                  | (1,319,534)     |
| Outstanding options, end of period       |                  |                 |                 | 3,396            | \$ 7,454,970    |

|  |                  | <b>Calls</b>    |                 | <b>Puts</b>      |                 |
|--|------------------|-----------------|-----------------|------------------|-----------------|
|  | <b>Contracts</b> | <b>Notional</b> | <b>Premiums</b> | <b>Contracts</b> | <b>Premiums</b> |
| <b>BIT</b>                               |                  | <b>(000)</b>    | <b>Received</b> |                  | <b>Received</b> |
| Outstanding options, beginning of period |                  |                 |                 | 40               | \$ 5,938        |

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|                   |     |          |      |         |
|-------------------|-----|----------|------|---------|
| Options written   | 25  | \$ 7,910 | 30   | 5,427   |
| Options exercised | (5) | (617)    |      |         |
| Options expired   |     |          | (52) | (7,569) |
| Options closed    |     |          | (18) | (3,796) |

|                                    |    |          |
|------------------------------------|----|----------|
| Outstanding options, end of period | 20 | \$ 7,293 |
|------------------------------------|----|----------|

Swaps: The Trusts enter into swap agreements in which the Trusts and a counterparty agree either to make periodic net payments on a specified notional amount or a net payment upon termination. Swap agreements are privately negotiated in the OTC market and may be entered into as a bilateral contract ( OTC swaps ) or centrally cleared ( centrally cleared swaps ). Swaps are marked-to-market daily and changes in value are recorded as unrealized appreciation (depreciation).



## Notes to Financial Statements (continued)

For OTC swaps, any upfront premiums paid are recorded as assets and any upfront fees received are recorded as liabilities and are shown as swap premiums paid and swap premiums received, respectively, in the Statements of Assets and Liabilities and amortized over the term of the OTC swap. Payments received or made by the Trusts for OTC swaps are recorded in the Statements of Operations as realized gains or losses, respectively. When an OTC swap is terminated, the Trusts will record a realized gain or loss equal to the difference between the proceeds from (or cost of) the closing transaction and the Trusts' basis in the contract, if any. Generally, the basis of the contract is the premium received or paid.

In a centrally cleared swap, immediately following execution of the swap agreement, the swap agreement is novated to a central counterparty (the CCP) and the Trusts' counterparty on the swap agreement becomes the CCP. The Trusts are required to interface with the CCP through a broker. Upon entering into a centrally cleared swap, the Trusts are required to deposit initial margin with the broker in the form of cash or securities in an amount that varies depending on the size and risk profile of the particular swap. Securities deposited as initial margin are designated on the Schedules of Investments and cash deposited is recorded on the Statements of Assets and Liabilities as cash pledged for centrally cleared swaps. The daily change in valuation of centrally cleared swaps is recorded as a receivable or payable for variation margin in the Statements of Assets and Liabilities. Payments received from (paid to) the counterparty, including at termination, are recorded as realized gain (loss) in the Statements of Operations.

Swap transactions involve, to varying degrees, elements of interest rate, credit and market risk in excess of the amounts recognized in the Statements of Assets and Liabilities. Such risks involve the possibility that there will be no liquid market for these agreements, that the counterparty to the agreements may default on its obligation to perform or disagree as to the meaning of the contractual terms in the agreements, and that there may be unfavorable changes in interest rates and/or market values associated with these transactions.

**Credit default swaps** The Trusts enter into credit default swaps to manage their exposure to the market or certain sectors of the market, to reduce their risk exposure to defaults of corporate and/or sovereign issuers or to create exposure to corporate and/or sovereign issuers to which they are not otherwise exposed (credit risk). The Trusts may either buy or sell (write) credit default swaps on single-name issuers (corporate or sovereign), a combination or basket of single-name issuers or traded indexes. Credit default swaps on single-name issuers are agreements in which the protection buyer pays fixed periodic payments to the seller in consideration for a guarantee from the protection seller to make a specific payment should a negative credit event take place with respect to the referenced entity (e.g., bankruptcy, failure to pay, obligation accelerators, repudiation, moratorium or restructuring). Credit default swaps on traded indexes are agreements in which the buyer pays fixed periodic payments to the seller in consideration for a guarantee from the seller to make a specific payment should a write-down, principal or interest shortfall or default of all or individual underlying securities included in the index occur. As a buyer, if an underlying credit event occurs, the Trusts will either (i) receive from the seller an amount equal to the notional amount of the swap and deliver the referenced security or underlying securities comprising the index, or (ii) receive a net settlement of cash equal to the notional amount of the swap less the recovery value of the security or underlying securities comprising the index. As a seller (writer), if an underlying credit event occurs, the Trusts will either pay the buyer an amount equal to the notional amount of the swap and take delivery of the referenced security or underlying securities comprising the index or pay a net settlement of cash equal to the notional amount of the swap less the recovery value of the security or underlying securities comprising the index.

**Interest rate swaps** The Trusts enter into interest rate swaps to gain or reduce exposure to interest rates or to manage duration, the yield curve or interest rate risk by economically hedging the value of the fixed rate bonds, which may decrease when interest rates rise (interest rate risk). Interest rate swaps are agreements in which one party pays a stream of interest payments, either fixed or floating, for another party's stream of interest payments, either fixed or floating, on the same notional amount for a specified period of time. In more complex swaps, the notional principal amount may decline (or amortize) over time.

The following is a summary of the Trusts' derivative financial instruments categorized by risk exposure:

## Fair Values of Derivative Financial Instruments as of April 30, 2015

|                  | Statements of Assets and Liabilities Location | Value             |                        |                   |                        |                   |                        |
|------------------|---|-------------------|------------------------|-------------------|------------------------|-------------------|------------------------|
|                  |   | BTZ               |                        | BGT               |                        | BIT               |                        |
|                  |   | Derivative Assets | Derivative Liabilities | Derivative Assets | Derivative Liabilities | Derivative Assets | Derivative Liabilities |
| Equity contracts | Investments at value unaffiliated             | \$ 757,500        |                        |                   |                        |                   |                        |

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|  |  |                     |                        |                 |                     |                     |
|--|--|---------------------|------------------------|-----------------|---------------------|---------------------|
| Interest rate contracts                | Net unrealized appreciation (depreciation) <sup>1</sup> ;<br>Unrealized appreciation (depreciation) on OTC<br>swaps; Swap premiums received; Investments<br>at value unaffiliated Options written at value | 7,438,000           | \$ (19,453,238)        |                 | \$ 79,742           | \$ (684,550)        |
| Foreign currency<br>exchange contracts | Unrealized appreciation (depreciation) on<br>forward foreign currency exchange contracts   |                     | \$ 3,592               | \$ (217,236)    | 333,940             | (1,702,671)         |
| Credit contracts                       | Unrealized appreciation (depreciation) on OTC<br>swaps; Swap premiums paid   | 1,385,013           | (2,061,556)            |                 | 1,279,564           | (518,757)           |
| <b>Total</b>                           |  | <b>\$ 9,580,513</b> | <b>\$ (21,514,794)</b> | <b>\$ 3,592</b> | <b>\$ (217,236)</b> | <b>\$ 1,693,246</b> |

<sup>1</sup> Includes cumulative appreciation (depreciation) on financial futures contracts and centrally cleared swaps, if any, as reported in the Schedules of Investments. Only current day's variation margin is reported within the Statements of Assets and Liabilities.

<sup>2</sup> Includes options purchased at value as reported in the Schedules of Investments.

SEMI-ANNUAL REPORT

APRIL 30, 2015

69

## Notes to Financial Statements (continued)

## The Effect of Derivative Financial Instruments in the Statements of Operations

Six Months Ended April 30, 2015

|   | BTZ                           | BGT                 | BIT                 | BTZ   | BGT                 | BIT                   |
|---|-------------------------------|---------------------|---------------------|---|---------------------|-----------------------|
|   | Net Realized Gain (Loss) from |                     |                     | Net Change in Unrealized Appreciation (Depreciation) on |                     |                       |
| Interest rate contracts:                    |                               |                     |                     |   |                     |                       |
| Financial futures contracts                 | \$ 2,008,768                  |                     | \$ (1,638,229)      | \$ (4,319,793)  |                     | \$ 148,735            |
| Swaps                                       | (2,248,281)                   |                     | (100,149)           | (6,729,690)   |                     | 27,619                |
| Options <sup>3</sup>                        | 556,668                       |                     | (12,758)            | (2,254,962)   |                     | (1,401)               |
| Foreign currency exchange contracts :       |                               |                     |                     |   |                     |                       |
| Foreign currency transactions/ translations |                               | \$ 2,130,645        | 3,479,397           |   | \$ (404,735)        | (1,399,705)           |
| Credit contracts :                          |                               |                     |                     |   |                     |                       |
| Swaps                                       | (378,670)                     |                     | 65,028              | 114,821   |                     | 182,683               |
| Equity contracts :                          |                               |                     |                     |   |                     |                       |
| Options <sup>3</sup>                        |                               |                     |                     | 80,904  |                     |                       |
| <b>Total</b>                                | <b>\$ (61,515)</b>            | <b>\$ 2,130,645</b> | <b>\$ 1,793,289</b> | <b>\$ (13,108,720)</b>                                  | <b>\$ (404,735)</b> | <b>\$ (1,042,069)</b> |

<sup>3</sup> Options purchased are included in the net realized gain (loss) from investments and net change in unrealized appreciation (depreciation) on investments. For the six months ended April 30, 2015, the average quarterly balances of outstanding derivative financial instruments were as follows:

|  | BTZ              | BGT          | BIT            |
|--|------------------|--------------|----------------|
| Financial futures contracts:                           |                  |              |                |
| Average notional value of contracts long               | \$ 346,380,364   |              | \$ 5,707,953   |
| Average notional value of contracts short              | \$ 1,017,256,297 |              | \$ 126,196,876 |
| Forward foreign currency exchange contracts:           |                  |              |                |
| Average amounts purchased in USD                       | \$               | \$ 9,996,073 | \$ 56,950,000  |
| Average amounts sold in USD                            | \$               | \$ 349,664   | \$ 16,945,199  |
| Options:   |                  |              |                |
| Average value of option contracts purchased            | \$ 629,563       |              | \$ 2,803       |
| Average value of option contracts written              | \$ 116,738       |              | \$ 4,219       |
| Average notional value of swaption contracts purchased | \$ 296,450,000   |              |                |
| Average notional value of swaption contracts written   | \$ 406,600,000   |              |                |
| Credit default swaps:                                  |                  |              |                |
| Average notional value buy protection                  | \$ 84,262,362    |              | \$ 2,065,420   |
| Average notional value sell protection                 | \$ 51,556,350    |              | \$ 10,438,500  |
| Interest rate swaps:                                   |                  |              |                |
| Average notional value pays fixed rate                 | \$ 255,555,000   |              | \$ 1,991,709   |
| Average notional value receives fixed rate             | \$ 23,600,000    |              | \$ 9,260,846   |

Counterparty Credit Risk: A derivative contract may suffer a mark-to-market loss if the value of the contract decreases due to an unfavorable change in the market rates or values of the underlying instrument. Losses can also occur if the counterparty does not perform under the contract.

A Trust's risk of loss from counterparty credit risk on OTC derivatives is generally limited to the aggregate unrealized gain less the value of any collateral held by such Trust. For OTC options purchased, each Trust bears the risk of loss of the amount of the premiums paid plus the positive change in market values net of any collateral held by such Trust should the counterparty fail to perform under the contracts. Options written by the Trusts do not typically give rise to counterparty credit risk, as options written generally obligate the Trusts, and not the counterparty, to perform.

With exchange-traded options purchased, futures and centrally cleared swaps, there is less counterparty credit risk to the Trusts since the exchange or clearinghouse, as counterparty to such instruments, guarantees against a possible default. The clearinghouse stands between the buyer and the seller of the contract; therefore, credit risk is limited to failure of the clearinghouse. While offset rights may exist under applicable law, a Trust does not have a contractual right of offset against a clearing broker or clearinghouse in the event of a default (including the

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bankruptcy or insolvency) of the clearing broker or clearinghouse. Additionally, credit risk exists in exchange-traded futures and centrally cleared swaps with respect to initial and variation margin that is held in a clearing broker's customer accounts. While clearing brokers are required to segregate customer margin from their own assets, in the event that a clearing broker becomes insolvent or goes into bankruptcy and at that time there is a shortfall in the aggregate amount of margin held by the clearing broker for all its clients, typically the shortfall would be allocated on a pro rata basis across all the clearing broker's customers, potentially resulting in losses to the Trusts.

In order to better define their contractual rights and to secure rights that will help the Trusts mitigate their counterparty risk, the Trusts may enter into an International Swaps and Derivatives Association, Inc. Master Agreement ( ISDA Master Agreement ) or similar agreement with their counterparties. An ISDA Master Agreement is a bilateral agreement between each Trust and a counterparty that governs certain OTC derivatives and typically contains, among other things, collateral posting terms and netting provisions in the event of a default and/or termination event. Under an ISDA Master Agreement, each Trust may, under certain circumstances, offset with the counterparty certain derivative financial instruments payables and/or receivables with collateral held and/or posted and create one single net payment. The provisions of the ISDA Master Agreement typically permit a single net payment in the event of

## Notes to Financial Statements (continued)

default including the bankruptcy or insolvency of the counterparty. Bankruptcy or insolvency laws of a particular jurisdiction may restrict or prohibit the right of offset in bankruptcy, insolvency or other events. In addition, certain ISDA Master Agreements allow counterparties to terminate derivative contracts prior to maturity in the event the Trusts' net assets decline by a stated percentage or the Trusts fail to meet the terms of its ISDA Master Agreements. The result would cause the Trusts to accelerate payment of any net liability owed to the counterparty.

**Collateral Requirements:** For derivatives traded under an ISDA Master Agreement, the collateral requirements are typically calculated by netting the mark-to-market amount for each transaction under such agreement and comparing that amount to the value of any collateral currently pledged by the Trusts and the counterparty.

Cash collateral that has been pledged to cover obligations of the Trusts and cash collateral received from the counterparty, if any, is reported separately on the Statements of Assets and Liabilities as cash pledged as collateral and cash received as collateral, respectively. Non-cash collateral pledged by the Trusts, if any, is noted in the Schedules of Investments. Generally, the amount of collateral due from or to a party has to exceed a minimum transfer amount threshold (typically either \$250,000 or \$500,000) before a transfer is required, which is determined at the close of business of the Trusts. Any additional required collateral is delivered to/pledged by the Trusts on the next business day. Typically, the Trusts and counterparties are not permitted to sell, re-pledge or use the collateral they receive. To the extent amounts due to the Trusts from their counterparties are not fully collateralized, the Trusts bear the risk of loss from counterparty non-performance. Likewise, to the extent the Trusts have delivered collateral to a counterparty and stands ready to perform under the terms of their agreement with such counterparty, the Trusts bear the risk of loss from a counterparty in the amount of the value of the collateral in the event the counterparty fails to return such collateral.

For financial reporting purposes, the Trusts do not offset derivative assets and derivative liabilities that are subject to netting arrangements, if any, in the Statements of Assets and Liabilities.

As of April 30, 2015, the Trusts' derivative assets and liabilities (by type) are as follows:

|  | BTZ          |              | BGT      |             | BIT          |              |
|--|--------------|--------------|----------|-------------|--------------|--------------|
|  | Assets       | Liabilities  | Assets   | Liabilities | Assets       | Liabilities  |
| <b>Derivative Financial Instruments:</b>   |              |              |          |             |              |              |
| Financial futures contracts  | \$ 509,179   | \$ 443,193   |          |             | \$ 64,218    | \$ 2,844     |
| Forward foreign currency exchange contracts  |              |              | \$ 3,592 | \$ 217,236  | 333,940      | 1,702,671    |
| Options <sup>1</sup>   | 4,565,541    | 807,635      |          |             | 5,381        | 8,363        |
| Swaps - Centrally cleared  | 180,347      |              |          |             | 4,213        |              |
| Swaps - OTC  |              |              |          |             |              |              |
|  | 1,385,013    | 2,061,556    |          |             | 1,289,699    | 560,964      |
| <b>Total derivative assets and liabilities in the Statements of Assets and Liabilities</b> |              |              |          |             |              |              |
|  | \$ 6,640,080 | \$ 3,312,384 | \$ 3,592 | \$ 217,236  | \$ 1,697,451 | \$ 2,274,842 |

Derivatives not subject to an master netting agreement of similar agreement ( MNA )

|             |           |          |          |
|-------------|-----------|----------|----------|
| (1,598,439) | (506,868) | (73,812) | (11,207) |
|-------------|-----------|----------|----------|

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|   |              |              |          |            |              |              |
|---|--------------|--------------|----------|------------|--------------|--------------|
| Total derivative assets and liabilities subject to an MNA |              |              |          |            |              | \$ 2,263,635 |
|   | \$ 5,041,641 | \$ 2,805,516 | \$ 3,592 | \$ 217,236 | \$ 1,623,639 |              |

<sup>1</sup> Includes options purchased at value which is included in Investments at value unaffiliated in the Statements of Assets and Liabilities and reported in the Schedules of Investments.

<sup>2</sup> Includes unrealized appreciation (depreciation) on OTC swaps and swap premiums paid/received in the Statements of Assets and Liabilities. As of April 30, 2015, the following tables present the Trusts derivative assets and liabilities by counterparty net of amounts available for offset under an MNA and net of the related collateral received and pledged by the Trust:

| Counterparty                        | Derivative Assets<br>Subject to an MNA<br>by<br>Counterparty | Derivatives<br>Available for<br>Offset <sup>1</sup> | Non-cash Collateral<br>Received | Cash Collateral<br>Received <sup>2</sup> | Net<br>Amount of<br>Derivative<br>Assets <sup>3,4</sup> |
|-------------------------------------|--|---|---------------------------------|--|---|
| Barclays Bank PLC                   | \$ 543,137   | \$ (55,536)   |                                 |  | \$ 487,601  |
| Citibank N.A.                       | 263  |   |                                 |  | 263   |
| Credit Suisse International         | 871,370  | (509,676)   |                                 |  | 361,694   |
| Deutsche Bank AG                    | 1,839,975  | (826,463)   |                                 |  | 1,013,512   |
| Goldman Sachs Bank USA              | 286,841  | (286,841)   |                                 |  |   |
| Goldman Sachs International         | 176,719  | (176,719)   |                                 |  |   |
| JPMorgan Chase Bank N.A.            | 1,216,360  | (743,960)   |                                 | \$ (472,400)                             |   |
| Morgan Stanley Capital Services LLC | 391  | (237)   |                                 |  | 154   |
| Royal Bank of Scotland PLC          | 68,135   | (68,135)  |                                 |  |   |
| UBS AG                              | 38,450   | (23,196)  |                                 |  | 15,254  |
| <b>Total</b>                        | \$ 5,041,641   | \$ (2,690,763)                                      |                                 | \$ (472,400)                             | \$ 1,878,478  |

## Notes to Financial Statements (continued)

| Counterparty                        | Derivative Liabilities<br>Subject to an MNA<br>by |   | Non-cash Collateral<br>Pledged | Cash Collateral<br>Pledged | Net<br>Amount of<br>Derivative<br>Liabilities <sup>6</sup> |
|-------------------------------------|---|---|--------------------------------|----------------------------|--|
|                                     | Counterparty                                      | Derivatives<br>Available for<br>Offset <sup>1</sup> |                                |                            |  |
| Barclays Bank PLC                   | \$ 55,536   | \$ (55,536)   |                                |                            |  |
| Credit Suisse International         | 509,676   | (509,676)   |                                |                            |  |
| Deutsche Bank AG                    | 826,463   | (826,463)   |                                |                            |  |
| Goldman Sachs Bank USA              | 324,239   | (286,841)   |                                |                            | \$ 37,398  |
| Goldman Sachs International         | 198,417   | (176,719)   |                                |                            | 21,698   |
| JPMorgan Chase Bank N.A.            | 743,960   | (743,960)   |                                |                            |  |
| Morgan Stanley Capital Services LLC | 237   | (237)   |                                |                            |  |
| Royal Bank of Scotland PLC          | 123,792   | (68,135)  |                                |                            | 55,657   |
| UBS AG                              | 23,196  | (23,196)  |                                |                            |  |
| <b>Total</b>                        | <b>\$ 2,805,516</b>                               | <b>\$ (2,690,763)</b>                               |                                |                            | <b>\$ 114,753</b>  |

| Counterparty             | Derivative Assets<br>Subject to an MNA<br>by |  | Non-cash Collateral<br>Received | Cash Collateral<br>Received | Net<br>Amount of<br>Derivative<br>Assets <sup>3</sup> |
|--------------------------|--|--|---------------------------------|-----------------------------|---|
|                          | Counterparty                                 | Derivatives<br>Available for<br>Offset |                                 |                             |   |
| JPMorgan Chase Bank N.A. | \$ 3,592                                     |  |                                 |                             | \$ 3,592  |

| Counterparty         | Derivative Liabilities<br>Subject to an MNA<br>by |  | Non-cash Collateral<br>Pledged | Cash Collateral<br>Pledged | Net<br>Amount of<br>Derivative<br>Liabilities <sup>6</sup> |
|----------------------|---|--|--------------------------------|----------------------------|--|
|                      | Counterparty                                      | Derivatives<br>Available for<br>Offset |                                |                            |  |
| Barclays Bank PLC    | \$ 73,244   |  |                                |                            | \$ 73,244  |
| Royal Bank of Canada | 26,815  |  |                                |                            | 26,815   |
| UBS AG               | 117,177   |  |                                |                            | 117,177  |
| <b>Total</b>         | <b>\$ 217,236</b>                                 |  |                                |                            | <b>\$ 217,236</b>  |

| Counterparty                        | Derivative Assets<br>Subject to an MNA<br>by |   | Non-cash Collateral<br>Received | Cash<br>Collateral<br>Received <sup>2</sup> | Net<br>Amount of<br>Derivative<br>Assets <sup>3,4</sup> |
|-------------------------------------|--|---|---------------------------------|---|---|
|                                     | Counterparty                                 | Derivatives<br>Available for<br>Offset <sup>1</sup> |                                 |   |   |
| Bank of America N.A.                | \$ 1,243,216                                 | \$ (494,390)  |                                 | \$ (660,000)                                | \$ 88,826   |
| BNP Paribas S.A.                    | 30,974                                       | (14,958)  |                                 |   | 16,016  |
| Citibank N.A.                       | 139,121                                      | (114,686)   |                                 |   | 24,435  |
| Credit Suisse International         | 2  | (2)   |                                 |   |   |
| Deutsche Bank AG                    | 78,132                                       | (78,132)  |                                 |   |   |
| Goldman Sachs International         | 74,313                                       | (74,313)  |                                 |   |   |
| HSBC Bank PLC                       | 2,361  | (1,934)   |                                 |   | 427   |
| JPMorgan Chase Bank N.A.            | 29,225                                       | (3,983)   |                                 |   | 25,242  |
| Morgan Stanley Capital Services LLC | 1,724  | (1,724)   |                                 |   |   |
| Royal Bank of Scotland PLC          | 7,793  | (7,793)   |                                 |   |   |
| Standard Chartered Bank             | 757  | (757)   |                                 |   |   |
| State Street Bank and Trust Co.     | 1,947  |   |                                 |   | 1,947   |
| UBS AG                              | 14,074                                       | (14,074)  |                                 |   |   |
| <b>Total</b>                        | <b>\$ 1,623,639</b>                          | <b>\$(806,746)</b>                                  |                                 | <b>\$(660,000)</b>                          | <b>\$ 156,893</b>                                       |





## Notes to Financial Statements (continued)

**BIT**

| Counterparty                        | Derivative Liabilities<br>Subject to an MNA<br>by<br>Counterparty | Derivatives<br>Available for<br>Offset <sup>1</sup> | Non-cash Collateral<br>Pledged | Cash Collateral<br>Pledged | Net<br>Amount of<br>Derivative<br>Liabilities <sup>6</sup> |
|-------------------------------------|---|---|--------------------------------|----------------------------|--|
| Bank of America N.A.                | \$ 494,390  | \$ (494,390)  |                                |                            |  |
| Barclays Bank PLC                   | 1,101,112   |   |                                |                            | \$ 1,101,112   |
| BNP Paribas S.A.                    | 14,958  | (14,958)  |                                |                            |  |
| Citibank N.A.                       | 114,686   | (114,686)   |                                |                            |  |
| Credit Suisse International         | 7,615   | (2)   |                                |                            | 7,613  |
| Deutsche Bank AG                    | 106,960   | (78,132)  |                                |                            | 28,828   |
| Goldman Sachs International         | 115,828   | (74,313)  |                                |                            | 41,515   |
| HSBC Bank PLC                       | 1,934   | (1,934)   |                                |                            |  |
| JPMorgan Chase Bank N.A.            | 3,983   | (3,983)   |                                |                            |  |
| Morgan Stanley Capital Services LLC | 13,453  | (1,724)   |                                |                            | 11,729   |
| Royal Bank of Scotland PLC          | 22,585  | (7,793)   |                                |                            | 14,792   |
| Standard Chartered Bank             | 1,439   | (757)   |                                |                            | 682  |
| UBS AG                              | 264,692   | (14,074)  |                                |                            | 250,618  |
| <b>Total</b>                        | <b>\$ 2,263,635</b>   | <b>\$(806,746)</b>                                  |                                |                            | <b>\$ 1,456,889</b>  |

<sup>1</sup> The amount of derivatives available for offset is limited to the amount of the assets and/or liabilities that are subject to an MNA.

<sup>2</sup> Excess of the collateral received from the individual counterparty is not shown for financial reporting purposes.

<sup>3</sup> Net amount represents the net amount receivable from the counterparty in the event of default.

<sup>4</sup> Net amount represents the net amount payable due to the counterparty in the event of default. Net amount may be offset further by the options written receivable/payable on the Statement of Assets and Liabilities.

<sup>5</sup> Excess of the collateral pledge to the individual counterparty is not shown for financial reporting purposes.

<sup>6</sup> Net amount represents the net amount payable due to the counterparty in the event of default.

**5. Investment Advisory Agreement and Other Transactions with Affiliates:**

The PNC Financial Services Group, Inc. is the largest stockholder and an affiliate, of BlackRock, Inc. ( BlackRock ) for 1940 Act purposes.

Each Trust entered into an Investment Advisory Agreement with BlackRock Advisors, LLC (the Manager ), the Trusts investment advisor, an indirect, wholly owned subsidiary of BlackRock, to provide investment advisory and administration services. The Manager is responsible for the management of each Trust s portfolio and provides the necessary personnel, facilities, equipment and certain other services to the operations of each Trust. For such services, each Trust pays the Manager a monthly fee based on a percentage of BTZ s and BGT s average weekly (average daily for BIT s) net assets (including any assets attributable to borrowings) at the following annual rates:

|     |       |
|-----|-------|
| BTZ | 0.62% |
| BGT | 0.75% |
| BIT | 0.80% |

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The Manager voluntarily agreed to waive its investment advisory fees by the amount of investment advisory fees each Trust pays to the Manager indirectly through its investment in affiliated money market funds. However, the Manager does not waive its investment advisory fees by the amount of investment advisory fees paid in connection with each Trust's investments in other affiliated investment companies, if any. These amounts are shown as fees waived by the Manager in the Statements of Operations.

The Manager provided investment management and other services to the Taxable Subsidiary. The Manager did not receive separate compensation from the Taxable Subsidiary for providing investment management or administrative services. However, BGT paid the Manager based on BGT's net assets, which included the assets of the Taxable Subsidiary.

The Manager entered into a sub-advisory agreement with BlackRock (Singapore) Limited (BRS), an affiliate of the Manager, to serve as sub-advisor for BIT. The Manager pays BRS, for services it provides, a monthly fee that is a percentage of the investment advisory fees paid by BIT to the Manager.

Certain officers and/or Trustees of the Trusts are officers and/or directors of BlackRock or its affiliates. The Trusts reimburse the Manager for a portion of the compensation paid to the Trusts' Chief Compliance Officer, which is included in officer and trustees in the Statements of Operations.

The Trusts may purchase securities from, or sell securities to, an affiliated fund provided the affiliation is due solely to having a common investment advisor, common officers, or common trustees. For the six months ended April 30, 2015, the purchase and sale transactions with an affiliated fund in compliance with Rule 17a-7 under the 1940 Act were as follows:

|     | Purchases | Sales     |
|-----|-----------|-----------|
| BIT |           | \$ 24,861 |

## Notes to Financial Statements (continued)

**6. Purchases and Sales:**

For the six months ended April 30, 2015, purchases and sales of investments, including paydowns and excluding short-term securities and U.S. government securities were as follows:

| <b>Purchases</b>               | <b>BTZ</b>            | <b>BGT</b>           | <b>BIT</b>           |
|--------------------------------|-----------------------|----------------------|----------------------|
| Non-U.S. Government Securities | \$ 190,005,929        | \$ 99,712,970        | \$ 87,222,213        |
| U.S. Government Securities     | 43,126,409            |                      |                      |
| <b>Total Purchases</b>         | <b>\$ 233,132,338</b> | <b>\$ 99,712,970</b> | <b>\$ 87,222,213</b> |

| <b>Sales</b>                                       | <b>BTZ</b>            | <b>BGT</b>            | <b>BIT</b>            |
|--|-----------------------|-----------------------|-----------------------|
| Non-U.S. Government Securities (includes paydowns) | \$ 228,888,829        | \$ 105,209,102        | \$ 181,843,956        |
| U.S. Government Securities                         | 4,780,419             |                       |                       |
| <b>Total Sales</b>                                 | <b>\$ 233,669,248</b> | <b>\$ 105,209,102</b> | <b>\$ 181,843,956</b> |

**7. Income Tax Information:**

It is the Trusts' policy to comply with the requirements of the Internal Revenue Code of 1986, as amended, applicable to RICs, and to distribute substantially all of their taxable income to their shareholders. Therefore, no federal income tax provision is required, except with respect to any taxes related to the Taxable Subsidiary.

Each Trust files U.S. federal and various state and local tax returns. No income tax returns are currently under examination. The statute of limitations on BTZ's and BGT's U.S. federal tax returns remains open for each of the four years ended October 31, 2014. The statute of limitations on BIT's U.S. federal tax returns remains open for the period ended October 31, 2013 and the year ended October 31, 2014. The statutes of limitations on the Trusts' state and local tax returns may remain open for an additional year depending upon the jurisdiction.

Management has analyzed tax laws and regulations and their application to the Trusts as of April 30, 2015, inclusive of the open tax return years, and does not believe there are any uncertain tax positions that require recognition of a tax liability in the Trusts' financial statements.

As of October 31, 2014, the Trusts had capital loss carryforwards available to offset future realized capital gains through the indicated expiration dates as follows:

| <b>Expires October 31,</b> | <b>BTZ</b>            | <b>BGT</b>           |
|----------------------------|-----------------------|----------------------|
| 2015                       | \$ 56,798,160         |                      |
| 2016                       | 121,634,930           | \$ 14,130,109        |
| 2017                       | 158,120,431           | 45,385,443           |
| 2018                       | 31,756,723            | 16,526,601           |
| 2019                       | 10,353,275            | 409,424              |
| <b>Total</b>               | <b>\$ 378,663,519</b> | <b>\$ 76,451,577</b> |

As of April 30, 2015, gross unrealized appreciation and depreciation based on cost for federal income tax purposes were as follows:

|          | <b>BTZ</b>       | <b>BGT</b>     | <b>BIT</b>       |
|----------|------------------|----------------|------------------|
| Tax cost | \$ 2,261,432,911 | \$ 492,655,434 | \$ 1,307,399,056 |

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|  |    |                |    |                |    |               |
|--|----|----------------|----|----------------|----|---------------|
| Gross unrealized appreciation              | \$ | 166,119,099    | \$ | 4,501,332      | \$ | 38,783,178    |
| Gross unrealized depreciation              |    | (25,578,420)   |    | (6,876,219)    |    | (13,553,173)  |
| Net unrealized appreciation (depreciation) |    | \$ 140,540,679 |    | \$ (2,374,887) |    | \$ 25,230,005 |

### 8. Borrowings:

BGT is party to a senior committed secured, 360-day rolling line of credit facility and a separate security agreement (the SSB Agreement) with State Street Bank and Trust Company (SSB). SSB may elect to terminate its commitment upon 360-days written notice to BGT. As of April 30, 2015, BGT has not received any notice to terminate. BGT has granted a security interest in substantially all of their assets to SSB.

The SSB Agreement allows for the following maximum commitment amounts of \$172,000,000.

Advances will be made by SSB to BGT, at BGT's option of (a) the higher of (i) 0.80% above the Fed Funds rate and (ii) 0.80% above the Overnight LIBOR or (b) 0.80% above 7-day, 30-day, 60-day or 90-day LIBOR.

## Notes to Financial Statements (continued)

In addition, BGT pays a facility fee and utilization fee (based on the daily unused portion of the commitments). The commitment fees are waived if the BGT meets certain conditions. The fees associated with each of the agreements are included in the Statements of Operations as borrowing costs, if any. Advances to BGT as of April 30, 2015 are shown in the Statements of Assets and Liabilities as bank borrowings payable. Based on the short-term nature of the borrowings under the line of credit and the variable interest rate, the carrying amount of the borrowings approximates fair value.

BGT may not declare dividends or make other distributions on shares or purchase any such shares if, at the time of the declaration, distribution or purchase, asset coverage with respect to the outstanding short-term borrowings is less than 300%.

For the six months ended April 30, 2015, the average amount of bank borrowings and daily weighted average interest rates for BGT with loans under the revolving credit agreements, were \$139,773,481 and 0.94%, respectively.

### 9. Principal Risks:

In the normal course of business, the Trusts invest in securities and enter into transactions where risks exist due to fluctuations in the market (market risk) or failure of the issuer of a security to meet all its obligations (issuer credit risk). The value of securities held by the Trusts may decline in response to certain events, including those directly involving the issuers whose securities are owned by the Trusts; conditions affecting the general economy; overall market changes; local, regional or global political, social or economic instability; and currency, interest rate and price fluctuations. Similar to issuer credit risk, the Trusts may be exposed to counterparty credit risk, or the risk that an entity with which the Trusts have unsettled or open transactions may fail to or be unable to perform on its commitments. The Trusts manage counterparty credit risk by entering into transactions only with counterparties that they believe have the financial resources to honor their obligations and by monitoring the financial stability of those counterparties. Financial assets, which potentially expose the Trusts to market, issuer and counterparty credit risks, consist principally of financial instruments and receivables due from counterparties. The extent of the Trusts' exposure to market, issuer and counterparty credit risks with respect to these financial assets is generally approximated by their value recorded in the Statements of Assets and Liabilities, less any collateral held by the Trusts.

The Trusts invest a significant portion of their assets in fixed-income securities and/or use derivatives tied to the fixed-income markets. Changes in market interest rates or economic conditions may affect the value and/or liquidity of such investments. Interest rate risk is the risk that prices of bonds and other fixed-income securities will increase as interest rates fall and decrease as interest rates rise. The Trusts may be subject to a greater risk of rising interest rates due to the current period of historically low rates.

As of April 30, 2015, BIT invested a significant portion of its assets in securities in the financials sector. Changes in economic conditions affecting such sector would have a greater impact on the Trust and could affect the value, income and/or liquidity of positions in such securities.

### 10. Capital Share Transactions:

The Trusts are each authorized to issue an unlimited number of \$0.001 par value shares, which may be issued as either Common Shares or Preferred Shares.

#### Common Shares

Shares issued and outstanding remained constant during the six months ended April 30, 2015 and year ended October 31, 2014 for each Trust.

For BIT, at April 30, 2015, 6,964 shares were owned by affiliates.

### 11. Subsequent Events:

Management's evaluation of the impact of all subsequent events on the Trusts' financial statements was completed through the date the financial statements were issued and the following items were noted:

Each Trust paid a net investment income dividend in the following amounts per share on May 29, 2015 shareholders of record on May 15, 2015:

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|     | <b>Common<br/>Dividend<br/>Per Share</b> |
|-----|--|
| BTZ | \$ 0.0805                                |
| BGT | \$ 0.0653                                |
| BIT | \$ 0.1167                                |

Additionally, the Trusts declared a net investment income dividend on June 1, 2015 payable to Common Shareholders of record on June 15, 2015 for the same amounts noted above.

## Officers and Trustees

Richard E. Cavanagh, Chair of the Board and Trustee

Karen P. Robards, Vice Chairperson of the Board, Chairperson of the Audit Committee and Trustee

Michael J. Castellano, Trustee and Member of the Audit Committee

Frank J. Fabozzi, Trustee and Member of the Audit Committee

Kathleen F. Feldstein, Trustee

James T. Flynn, Trustee and Member of the Audit Committee

Jerrold B. Harris, Trustee

R. Glenn Hubbard, Trustee

W. Carl Kester, Trustee and Member of the Audit Committee

Barbara G. Novick, Trustee

John M. Perlowski, Trustee, President and Chief Executive Officer

Robert W. Crothers, Vice President

Neal Andrews, Chief Financial Officer

Jay Fife, Treasurer

Charles Park, Chief Compliance Officer

Janey Ahn, Secretary

Effective December 31, 2014, Paul L. Audet and Henry Gabbay resigned as Trustees of the Trusts. Effective December 31, 2014, Barbara G. Novick and John M. Perlowski were appointed to serve as Trustees of the Trusts.

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| <b>Investment Advisor</b>                                      | <b>Custodian and Accounting Agent</b>                                  | <b>Independent Registered Public Accounting Firm</b>         | <b>Address of the Trusts</b>                 |
|--|--|--|--|
| BlackRock Advisors, LLC<br>Wilmington, DE 19809                | State Street Bank and Trust Company<br>Boston, MA 02110                | Deloitte & Touche LLP<br>Boston, MA 02116                    | 100 Bellevue Parkway<br>Wilmington, DE 19809 |
| <b>Sub-Advisor</b>   | <b>Transfer Agent</b>  | <b>Legal Counsel</b>   |  |
| BlackRock (Singapore) Limited <sup>1</sup><br>079912 Singapore | Common Shares<br>Computershare Trust Company, N.A.<br>Canton, MA 02021 | Skadden, Arps, Slate, Meagher & Flom LLP<br>Boston, MA 02116 |  |

<sup>1</sup> For BIT.



## Additional Information

### Trust Certification

Each Trust is listed for trading on the NYSE and have filed with the NYSE their annual chief executive officer certification regarding compliance with the NYSE's listing standards. The Trusts filed with the SEC the certification of their chief executive officer and chief financial officer required by section 302 of the Sarbanes-Oxley Act.

### Dividend Policy

Each Trust's dividend policy is to distribute all or a portion of its net investment income to its shareholders on a monthly basis. In order to provide shareholders with a more stable level of distributions, the distributions paid by the Trusts for any particular month may be more or less than the amount of net investment income earned by the Trusts during such month. The portion of distributions that exceeds a Trust's current and accumulated earnings and profits, which are measured on a tax basis, will constitute a nontaxable return of capital. Distributions in excess of a Trust's taxable income and net capital gains, but not in excess of a Trust's earnings and profits, will be taxable to shareholders as ordinary income and will not constitute a nontaxable return of capital. The Trusts' current accumulated but undistributed net investment income, if any, is disclosed in the Statements of Assets and Liabilities, which comprises part of the financial information included in this report.

### General Information

The Trusts do not make available copies of their Statements of Additional Information because the Trusts' shares are not continuously offered, which means that the Statement of Additional Information of each Trust has not been updated after completion of the respective Trust's offerings and the information contained in each Trust's Statement of Additional Information may have become outdated.

During the period there were no material changes in the Trusts' investment objectives or policies or to the Trusts' charters or by-laws that would delay or prevent a change of control of the Trusts that were not approved by the shareholders or in the principal risk factors associated with investment in the Trusts. There have been no changes in the persons who are primarily responsible for the day-to-day management of the Trusts' portfolios.

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

### Electronic Delivery

Shareholders can sign up for e-mail notifications of quarterly statements, annual and semi-annual shareholder by enrolling in the electronic delivery program. Electronic copies of shareholder reports are available on BlackRock's website.

### Shareholders Who Hold Accounts with Investment Advisors, Banks or Brokerages:

Please contact your financial advisor. Please note that not all investment advisors, banks or brokerages may offer this service.

### Householding

The Trusts will mail only one copy of shareholder documents, including annual and semi-annual reports and proxy statements, to shareholders with multiple accounts at the same address. This practice is commonly called "householding" and is intended to reduce expenses and eliminate duplicate mailings of shareholder documents. Mailings of your shareholder documents may be househanded indefinitely unless you instruct us otherwise. If you do not want the mailing of these documents to be combined with those for other members of your household, please call the Trusts at (800) 882-0052.

## Additional Information (continued)

### Availability of Quarterly Schedule of Investments

The Trusts file their complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year on Form N-Q. The Trusts' Forms N-Q are available on the SEC's website at <http://www.sec.gov> and may also be reviewed and copied at the SEC's Public Reference Room in Washington, D.C. Information on how to access documents on the SEC's website without charge may be obtained by calling (800) SEC-0330. The Trusts' Forms N-Q may also be obtained upon request and without charge by calling (800) 882-0052.

### Availability of Proxy Voting Policies and Procedures

A description of the policies and procedures that the Trusts use to determine how to vote proxies relating to portfolio securities is available upon request and without charge (1) by calling (800) 882-0052; (2) at <http://www.blackrock.com>; and (3) on the SEC's website at <http://www.sec.gov>.

### Availability of Proxy Voting Record

Information about how the Trusts voted proxies relating to securities held in the Trusts' portfolios during the most recent 12-month period ended June 30 is available upon request and without charge (1) at <http://www.blackrock.com> or by calling (800) 882-0052 and (2) on the SEC's website at <http://www.sec.gov>.

### Availability of Trust Updates

BlackRock will update performance and certain other data for the Trusts on a monthly basis on its website in the "Closed-end Funds" section of <http://www.blackrock.com> as well as certain other material information as necessary from time to time. Investors and others are advised to periodically check the website for updated performance information and the release of other material information about the Trusts. This reference to BlackRock's website is intended to allow investors public access to information regarding the Trusts and does not, and is not intended to, incorporate BlackRock's website in this report.

### Section 19(a) Notice

These amounts and sources of distributions reported are estimates and are provided to you pursuant to regulatory requirements and are not being provided for tax reporting purposes. The actual amounts and sources for tax reporting purposes will depend upon each Trust's investment experience during the year and may be subject to changes based on the tax regulations. Each Trust will provide a Form 1099-DIV each calendar year that will tell you how to report these distributions for federal income tax purposes. Section 19(a) notices for the Trusts, as applicable, are available on the BlackRock website at <http://www.blackrock.com>.

April 30, 2015

|     | Total Cumulative Distributions<br>for the Fiscal Year-to-Date |                               |                      |                           | % Breakdown of the Total Cumulative<br>Distributions for the Fiscal Year-to-Date |                               |                      |                           |
|-----|---|-------------------------------|----------------------|---------------------------|--|-------------------------------|----------------------|---------------------------|
|     | Net Investment<br>Income                                      | Net Realized<br>Capital Gains | Return of<br>Capital | Total Per<br>Common Share | Net Investment<br>Income   | Net Realized<br>Capital Gains | Return of<br>Capital | Total Per<br>Common Share |
| BTZ | \$ 0.483000   |                               |                      | \$ 0.483000               | 100%   | 0%                            | 0%                   | 100%                      |
| BIT | \$ 0.784200   |                               |                      | \$ 0.784200               | 100%   | 0%                            | 0%                   | 100%                      |

The Trusts estimate that they have distributed more than the amount of earned income and net realized gains; therefore, a portion of the distribution may be a return of capital. A return of capital may occur, for example, when some or all of the shareholder's investment in the Trusts are returned to the shareholder. A return of capital does not necessarily reflect the Trusts' investment performance and should not be confused with yield or income. When distributions exceed total return performance, the difference will incrementally reduce the Trusts' net asset value per share.



## Additional Information (concluded)

### **BlackRock Privacy Principles**

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

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

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

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

We may share information with our affiliates to service your account or to provide you with information about other BlackRock products or services that may be of interest to you. In addition, BlackRock restricts access to non-public personal information about its Clients to those BlackRock employees with a legitimate business need for the information. BlackRock maintains physical, electronic and procedural safeguards that are designed to protect the non-public personal information of its Clients, including procedures relating to the proper storage and disposal of such information.

This report is intended for current holders. It is not a prospectus. Past performance results shown in this report should not be considered a representation of future performance. The Trusts have leveraged their Common Shares, which creates risk for Common Shareholders, including the likelihood of greater volatility of net asset value and market price of Common Shares, and the risk that fluctuations in short-term interest rates may reduce the Common Shares yield. Statements and other information herein are as dated and are subject to change.

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- Item 2 Code of Ethics Not Applicable to this semi-annual report
- Item 3 Audit Committee Financial Expert Not Applicable to this semi-annual report
- Item 4 Principal Accountant Fees and Services Not Applicable to this semi-annual report
- Item 5 Audit Committee of Listed Registrants Not Applicable to this semi-annual report
- Item 6 Investments
- (a) The registrant's Schedule of Investments is included as part of the Report to Stockholders filed under Item 1 of this Form.
- (b) Not Applicable due to no such divestments during the semi-annual period covered since the previous Form N-CSR filing.
- Item 7 Disclosure of Proxy Voting Policies and Procedures for Closed-End Management Investment Companies Not Applicable to this semi-annual report
- Item 8 Portfolio Managers of Closed-End Management Investment Companies
- (a) Not Applicable to this semi-annual report
- (a) As of the date of this filing, there have been no changes in any of the portfolio managers identified in the most recent annual report on Form N-CSR.
- Item 9 Purchases of Equity Securities by Closed-End Management Investment Company and Affiliated Purchasers Not Applicable
- Item 10 Submission of Matters to a Vote of Security Holders There have been no material changes to these procedures.
- Item 11 Controls and Procedures
- (a) The registrant's principal executive and principal financial officers, or persons performing similar functions, have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940, as amended (the 1940 Act )) are effective as of a date within 90 days of the filing of this report based on the evaluation of these controls and procedures required by Rule 30a-3(b) under the 1940 Act and Rule 13a-15(b) under the Securities Exchange Act of 1934, as amended.
- (b) There were no changes in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the 1940 Act) that occurred during the second fiscal quarter of the period covered by this report that have materially affected, or are reasonably likely to materially affect, the registrant's internal control over financial reporting.
- Item 12 Exhibits attached hereto
- (a)(1) Code of Ethics Not Applicable to this semi-annual report
- (a)(2) Certifications Attached hereto
- (a)(3) Not Applicable
- (b) Certifications Attached hereto

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

BlackRock Multi-Sector Income Trust

By: /s/ John M. Perlowski  
John M. Perlowski  
Chief Executive Officer (principal executive officer) of  
BlackRock Multi-Sector Income Trust

Date: July 1, 2015

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By: /s/ John M. Perlowski  
John M. Perlowski  
Chief Executive Officer (principal executive officer) of  
BlackRock Multi-Sector Income Trust

Date: July 1, 2015

By: /s/ Neal J. Andrews  
Neal J. Andrews  
Chief Financial Officer (principal financial officer) of  
BlackRock Multi-Sector Income Trust

Date: July 1, 2015