

BLACKROCK CREDIT ALLOCATION INCOME TRUST

Form N-CSR

January 05, 2015

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: 811-21972

Name of Fund: BlackRock Credit Allocation Income Trust (BTZ)

Fund Address: 100 Bellevue Parkway, Wilmington, DE 19809

Name and address of agent for service: John M. Perlowski, Chief Executive Officer, BlackRock Credit Allocation 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: 10/31/2014

Date of reporting period: 10/31/2014

Item 1 Report to Stockholders

OCTOBER 31, 2014

ANNUAL REPORT

**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

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## Shareholder Letter

Dear Shareholder,

The final months of 2013 were generally positive for most risk assets such as equities and high yield bonds even as investors were grappling with uncertainty as to when and by how much the U.S. Federal Reserve would begin to gradually reduce (or taper) its asset purchase programs. Higher quality bonds and emerging market investments, however, struggled as Fed tapering became increasingly imminent. When the central bank ultimately announced its tapering plans in mid-December, equity investors reacted positively, as this action signaled the Fed's perception of real improvement in the economy.

Most asset classes moved higher in the first half of 2014 despite the pull back in Fed stimulus. The year got off to a rocky start, however, as a number of developing economies showed signs of stress and U.S. economic data weakened. Equities declined in January while bond markets found renewed strength from investors seeking relatively safer assets. Although these headwinds persisted, equities were back on the rise in February as investors were assuaged by increasing evidence that the soft patch in U.S. data was temporary and weather-related, and forecasts pointed to growth picking up later in the year.

In the months that followed, interest rates trended lower and bond prices climbed higher in the modest growth environment. Financial markets exhibited a remarkably low level of volatility despite rising tensions in Russia and Ukraine and signs of decelerating growth in China. Equity markets were resilient as investors focused on signs of improvement in the U.S. recovery, stronger corporate earnings, increased merger-and-acquisition activity and, perhaps most importantly, reassurance from the Fed that no changes to short-term interest rates were on the horizon.

In the ongoing low-yield environment, income-seeking investors moved into equities, pushing major indices to record levels. However, as stock prices continued to rise, investors became wary of high valuations and began shedding the stocks that had experienced significant price appreciation in 2013, particularly growth and momentum names. The broad rotation into cheaper valuations resulted in the strongest performers of 2013 struggling most in 2014, and vice versa. Especially hard hit were U.S. small cap and European stocks, where earnings growth had not kept pace with market gains. In contrast, emerging markets benefited from the trend after having suffered heavy selling pressure in early 2014.

Volatility ticked up in the middle of the summer. Markets came under pressure in July as geopolitical turmoil intensified in Gaza, Iraq and Ukraine and financial troubles boiled over in Argentina and Portugal. Investors regained some confidence in August, allowing markets to rebound briefly amid renewed comfort that the Fed would continue to keep rates low and hopes that the European Central Bank would increase stimulus. However, markets swiftly reversed in September as improving U.S. economic indicators raised concerns that the Fed would increase short-term interest rates sooner than previously anticipated. Global credit markets tightened as the U.S. dollar strengthened, ultimately putting a strain on investor flows. High valuations combined with impending rate hikes stoked increasing volatility in financial markets. Escalating geopolitical risks further fueled the fire. The U.S. renewed its involvement in Iraq and the European Union imposed additional sanctions against Russia, while Scottish voters contemplated separating from the United Kingdom.

U.S. risk assets made a comeback in October while other developed markets continued their descent. This divergence in market performance moved in tandem with economic momentum and central bank policy. As the U.S. economy continued to strengthen, the need for monetary policy accommodation diminished. Meanwhile, economies in other parts of the developed world decelerated and central banks in Europe and Japan implemented aggressive measures to stimulate growth.

U.S. large cap stocks were the strongest performers for the six- and 12-month periods ended October 31, 2014. U.S. small caps experienced significantly higher volatility than large caps, but nonetheless generated positive returns. International developed market equities broadly declined while emerging markets posted modest gains. Most fixed income assets produced positive results as rates generally fell. Tax-exempt municipal bonds benefited from a favorable supply-and-demand environment. Short-term interest rates remained near zero, keeping yields on money market securities close to historic lows.

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,

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Rob Kapito

President, BlackRock Advisors, LLC

*U.S. financial markets generally outperformed other parts of the world given stronger economic growth and corporate earnings, the continuation of low interest rates and the appeal of relative stability amid rising geopolitical uncertainty.*

Rob Kapito

President, BlackRock Advisors, LLC

## Total Returns as of October 31, 2014

	<b>6-month</b>	<b>12-month</b>
U.S. large cap equities (S&P 500® Index)	8.22%	17.27%
U.S. small cap equities (Russell 2000® Index)	4.83	8.06
International equities (MSCI Europe, Australasia, Far East Index)	(4.83)	(0.60)
Emerging market equities (MSCI Emerging Markets Index)	3.74	0.64
3-month Treasury bills (BofA Merrill Lynch 3-Month U.S. Treasury Bill Index)	0.02	0.05
U.S. Treasury securities (BofA Merrill Lynch 10-Year U.S. Treasury Index)	4.29	5.21
U.S. investment-grade bonds (Barclays U.S. Aggregate Bond Index)	2.35	4.14
Tax-exempt municipal bonds (S&P Municipal Bond Index)	3.54	7.94
U.S. high yield bonds  (Barclays U.S. Corporate High Yield 2% Issuer Capped Index)	1.05	5.82

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

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Trust Summary as of October 31, 2014

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 12-month period ended October 31, 2014, the Trust returned 12.18% based on market price and 10.11% based on NAV. For the same period, the closed-end Lipper Corporate BBB-Rated Debt Trusts (Leveraged) category posted an average return of 7.60% based on market price and 7.97% 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 performance based on NAV.

**What factors influenced performance?**

The Trust's favorable view on credit (corporate debt) prompted the Trust to maintain leverage near the high end of the permissible range, which aided performance at a time of positive market performance. A preference for companies generating cash flows sourced from the U.S. market also proved beneficial, as did holding large allocations to the higher-yielding credit sectors such as high yield bonds, subordinated financials and lower-quality investment grade bonds. The Trust's security selection in the industrials sector, along with its preference for capital trust securities in the financial sector, helped performance within the investment grade space. A yield curve-flattening bias further aided performance in March of 2014, as longer-term rates declined more than short-term rates.

There were no material detractors from the Trust's performance during the period.

**Describe recent portfolio activity.**

The Trust's allocations to investment grade credit, high yield bonds and bank capital securities stayed largely unchanged based on the investment advisor's continued positive outlook for corporate credit. Within the investment grade space, the Trust continued to favor financials and capital trust securities over industrials given the rising event risk in the industrial sector. The Trust modestly reduced leverage and tactically adjusted its duration positioning during the period. The Trust also looked for opportunities to increase its liquidity and overall credit quality where appropriate.

**Describe portfolio positioning at period end.**

As of period end, the Trust maintained its allocations to high yield debt and financials, with a preference for capital trust securities, and it retained a bias toward companies with U.S.-sourced cash flows.

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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 October 31, 2014 (\$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 October 31, 2014 <sup>3</sup>	31%

<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

	10/31/14	10/31/13	Change	High	Low
Market Price	\$13.54	\$12.97	4.39%	\$13.83	\$12.51
Net Asset Value	\$15.36	\$14.99	2.47%	\$15.64	\$14.75

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

## Overview of the Trust's Long-Term Investments

Portfolio Composition	10/31/14	10/31/13
Corporate Bonds	78%	84%
Preferred Securities	16	14
Asset-Backed Securities	3	1
U.S. Treasury Obligations	1	
Municipal Bonds	1	1
Foreign Agency Obligations	1	
Credit Quality Allocation <sup>1</sup>	10/31/14	10/31/13 <sup>2</sup>
AAA/Aaa <sup>3</sup>	2%	
AA/Aa	2	3%
A	17	17
BBB/Baa	45	44
BB/Ba	21	21
B	9	12
CCC/Caa	2	1
N/R	2	2

<sup>1</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>2</sup> Information has been revised to conform to current year presentation.

<sup>3</sup> Includes U.S. Government Sponsored Agency Securities and/or U.S. Treasury Obligations, which were deemed AAA by the investment advisor.

## Trust Summary as of October 31, 2014

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 12-month period ended October 31, 2014, the Trust returned (0.89)% based on market price and 4.60% based on NAV. For the same period, the closed-end Lipper Loan Participation Funds category posted an average return of (2.08)% based on market price and 4.07% 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 performance based on NAV.

**What factors influenced performance?**

Exposure to floating rate loan interests (i.e. bank loans) rated in the B- and CCC quality range contributed positively to results. On an industry level, positioning in the gaming, retailers and wirelines sectors aided performance. Tactical exposure to fixed rate high yield corporate bonds also helped results given the outperformance of the asset class relative to bank loans during the period.

Conversely, positioning in loan assets within the electric utility and media & entertainment sectors detracted from performance. Exposure to credit default swaps on individual names within the gaming sector also dampened returns.

**Describe recent portfolio activity.**

Throughout the 12-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. The Trust modestly decreased its exposure to fixed-coupon high yield bonds and modestly increased its exposure to CCC-rated loans during the period. Loan prices declined towards the end of the period, presenting improved risk/reward profiles and more attractive entry points for purchases. The Trust continued to concentrate its investments in strong companies with stable cash flows and backed by high quality assets.

**Describe portfolio positioning at period end.**

At period end, the Trust held 93% of its total portfolio in floating rate loan interests (bank loans), with the remainder in corporate bonds, common stocks and convertible bonds. The Trust's highest-conviction holdings included Level 3 Financing, Inc., Reynolds Group Issuer, Inc. and Alliance Boots Holdings Ltd.

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Trust Information	
Symbol on NYSE	BGT
Initial Offering Date	August 30, 2004
Current Distribution Rate on Closing Market Price as of October 31, 2014 (\$13.18) <sup>1</sup>	5.95%
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 October 31, 2014 <sup>3</sup>	30%

<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

	10/31/14	10/31/13	Change	High	Low
Market Price	\$ 13.18	\$ 14.12	(6.66)%	\$ 14.47	\$ 13.06
Net Asset Value	\$ 14.57	\$ 14.79	(1.49)%	\$ 14.92	\$ 14.29

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

## Overview of the Trust's Long-Term Investments

The following charts show the portfolio composition of the Trust's long-term investments and credit quality allocations of the Trust's corporate bonds:

Portfolio Composition	10/31/14	10/31/13
Floating Rate Loan Interests	93%	83%
Corporate Bonds	4	13
Asset-Backed Securities	2	3
Common Stocks	1	1

Credit Quality Allocation <sup>1</sup>	10/31/14	10/31/13 <sup>2</sup>
BBB/Baa	7%	7%
BB/Ba	38	36
B	43	49
CCC/Caa	4	3
N/R	8	5

<sup>1</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>2</sup> Information has been revised to conform to current year presentation.

## Trust Summary as of October 31, 2014

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 12-month period ended October 31, 2014, the Trust returned 12.91% based on market price and 13.40% based on NAV. For the same period, the closed-end Lipper General Bond Funds category posted an average return of 8.97% based on market price and 9.49% based on NAV. All returns reflect reinvestment of dividends. The Trust's discount to NAV, which widened slightly during the period, accounts for the difference between performance based on price and performance based on NAV. The following discussion relates to performance based on NAV.

**What factors influenced performance?**

The largest contributions to the Trust's positive performance came from exposure to high yield corporate bonds and asset-backed securities (ABS), in particular positions in home equity ABS. The Trust's holdings in non-agency mortgage-backed securities (MBS) and capital securities also contributed to returns. Other positive contributions came from the Trust's positions in commercial mortgage-backed securities (CMBS) and exposure to non-U.S. dollar securities.

The main detractor from the Trust's performance was its modest use of derivative strategies, in particular interest rate futures.

**Describe recent portfolio activity.**

To help balance the Trust's inherent bias towards a longer duration (sensitivity to interest rate movements) and significant concentration in high yield corporate bonds, the allocation to non-agency MBS and CMBS was increased during the second half of the reporting period. This was based on continued improvement in the real estate market and favorable supply/demand dynamics, particularly within the CMBS sector.

The Trust maintained a high level of leverage throughout the period in order to maximize its income generation potential. Given the low yield environment over the period, the Trust's distribution yield remained stable.

**Describe portfolio positioning at period end.**

As of period end, the Trust was positioned to benefit from a continuation of a positive market environment for risk assets, with a high exposure to spread sectors such as high yield debt, as well as non-agency MBS and asset-backed securities.

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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 October 31, 2014 (\$17.79) <sup>1</sup>	7.87%
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 October 31, 2014 <sup>3</sup>	48%

<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. See the financial highlights for the actual sources and character of distributions. 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

	10/31/14	10/31/13	Change	High	Low
Market Price	\$ 17.79	\$ 17.04	4.40%	\$ 18.67	\$ 16.39
Net Asset Value	\$ 19.87	\$ 18.95	4.85%	\$ 20.35	\$ 18.81

## Market Price and Net Asset Value History Since Inception

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

## Overview of the Trust's Long-Term Investments

Portfolio Composition	10/31/14	10/31/13
Corporate Bonds	35%	42%
Non-Agency Mortgage-Backed Securities	29	25
Asset-Backed Securities	16	18
Preferred Securities	14	9
Floating Rate Loan Interests	5	5
Foreign Agency Obligations	1	1

Credit Quality Allocation <sup>1</sup>	10/31/14	10/31/13 <sup>2</sup>
AAA/Aaa		1%
AA/Aa		1
A	3%	4
BBB/Baa	18	18
BB/Ba	25	23
B	17	20
CCC/Caa	21	22
CC/Ca	5	2
D		2
N/R	11	7

<sup>1</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>2</sup> Information has been revised to conform to current year presentation.





## 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, will normally be 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 will 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 such leverage proceeds, and therefore the holders of Common Shares ( Common Shareholders ) are the beneficiaries of the incremental net income.

However, in order to benefit 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 will 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 will incur expenses in connection with the use of leverage, all of which are borne by shareholders and may reduce income to the shares.

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 ), each Trust is permitted to issue debt up to 33 1/3% of their 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 which may constitute forms of economic leverage. Such 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 hedge market, equity, credit, interest rate and/or foreign currency exchange rate risks. Derivative financial instruments involve risks, including the imperfect correlation between the value of a derivative financial instrument and the underlying 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

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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 require a Trust to sell or purchase portfolio investments at inopportune times or for distressed values, may limit the amount of appreciation a Trust can realize on an investment, may result in lower distributions paid to shareholders or may cause a Trust to hold an investment that it might otherwise sell. The Trust's investments in these instruments are discussed in detail in the Notes to Financial Statements.

## Schedule of Investments October 31, 2014

## 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., Series 2014-1A, Class C, 3.13%, 7/18/26 (b)	USD	750	\$ 712,343
Adams Mill CLO Ltd., Series 2014-1A, Class D1, 3.70%, 7/15/26 (b)		1,250	1,182,875
ALM XIV Ltd., Series 2014-14A (b):			
Class B, 3.18%, 7/28/26		5,000	4,807,082
Class C, 3.68%, 7/28/26		5,000	4,596,620
Apidos CLO XVII, Series 2014-17A, Class B, 3.08%, 4/17/26 (b)		1,000	961,730
Apidos CLO XVIII, Series 2014-18A, Class C, 3.88%, 7/22/26 (b)		1,800	1,687,645
Atlas Senior Loan Fund V Ltd., Series 2014-1A (b):			
Class C, 3.25%, 7/16/26		1,000	956,238
Class D, 3.70%, 7/16/26		2,000	1,800,025
Atlas Senior Loan Fund VI Ltd., Series 2014-6A, Class D, 3.96%, 10/15/26 (b)		3,000	2,737,938
Atrium CDO Corp., Series 5A, Class A4, 0.62%, 7/20/20 (b)		9,000	8,599,601
Babson CLO Ltd., Series 2014-3A (b)(c):			
Class C1, 3.23%, 1/15/26		1,500	1,461,750
Class D1, 3.73%, 1/15/26		1,000	941,400
Battalion CLO VII Ltd., Series 2014-7A, Class C, 4.13%, 10/17/26 (b)(c)			
		1,000	943,100
Benefit Street Partners CLO V Ltd., Series 2014-VA, Class D, 3.55%, 10/20/26 (b)			
		1,500	1,413,750
BlueMountain CLO Ltd., Series 2011-1A, Class D, 4.23%, 8/16/22 (b)		2,000	1,994,817
CIFC Funding Ltd., Series 2014-3A (b):			
Class C1, 2.95%, 7/22/26		1,500	1,425,287
Class D, 3.55%, 7/22/26		1,400	1,271,262
Dryden 34 Senior Loan Fund, Series 2014-34A, Class C, 3.09%, 10/15/26 (b)		750	722,444
Galaxy CLO Ltd., Series 2014-18A, Class C1, 3.23%, 10/15/26 (b)		1,750	1,696,280
GoldenTree Loan Opportunities IX Ltd., Series 2014-9A, Class D, 3.82%, 10/29/26 (b)(c)			
		1,000	942,500
Jamestown CLO Ltd., Series 2014-4A, Class C, 3.73%, 7/15/26 (b)		3,250	2,999,614
Limerock CLO III LLC, Series 2014-3A, Class C, 3.83%, 10/20/26 (b)(c)		1,000	935,625
Madison Park Funding Ltd. (b):			
Series 2012-10A, Class D, 4.48%, 1/20/25		3,000	2,975,959
Series 2012-8AR, Class CR, 3.03%, 4/22/22		1,350	1,339,902
Series 2012-8AR, Class DR, 4.08%, 4/22/22		1,500	1,472,820
Series 2014-14A, Class D, 3.83%, 7/20/26		2,000	1,891,185
Octagon Investment Partners XX Ltd., Series 2014-1A (b):			
Class C, 3.04%, 8/12/26		1,000	953,133
Class D, 3.89%, 8/12/26		900	838,933
Octagon Loan Funding Ltd., Series 2014-1A, Class D, 3.85%, 11/18/26 (b)		1,500	1,397,489
OZLM VII Ltd., Series 2014-7A, Class C, 3.86%, 7/17/26 (b)		1,500	1,377,170
OZLM VIII Ltd., Series 2014-8A (b):			
Class B, 3.28%, 10/17/26		900	863,970
Class C, 3.78%, 10/17/26		850	775,429
Regatta IV Funding Ltd., Series 2014-1A (b):			
Class C, 3.18%, 7/25/26		1,500	1,442,005
Class D, 3.77%, 7/25/26		1,000	913,614
		<b>Par (000)</b>	<b>Value</b>
<b>Asset-Backed Securities (a)</b>			
Regatta V Funding Ltd., Series 2014-1A (b)(c):			
Class B, 3.23%, 10/25/26	USD	1,000	\$ 967,820
Class C, 3.68%, 10/25/26		1,000	925,390
Silver Spring CLO Ltd., Series 2014-1A, Class D, 3.72%, 10/15/26 (b)		750	677,334
SLM Student Loan Trust, Series 2004-B, Class A2, 0.43%, 6/15/21		2,973	2,957,725
Symphony CLO XV Ltd., Series 2014-15A (b)(c):			
Class C, 3.43%, 10/17/26		1,500	1,456,800
Class D, 3.98%, 10/17/26		1,000	941,300

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Venture CLO Ltd. (b):		
Series 2013-13A, Class D, 3.78%, 6/10/25	800	734,539
Series 2014-18A, Class C, 3.39%, 10/15/26	800	771,429
Voya CLO Ltd., Series 2014-3A, Class C, 3.83%, 7/25/26 (b)	1,250	1,166,949
WhiteHorse IX Ltd., Series 2014-9A, Class C, 2.92%, 7/17/26 (b)	1,500	1,406,728
<b>Total Asset-Backed Securities 4.4%</b>		<b>73,037,549</b>

### Corporate Bonds

<b>Aerospace &amp; Defense 0.7%</b>		
B/E Aerospace, Inc., 5.25%, 4/01/22	1,306	1,452,925
Huntington Ingalls Industries, Inc.:		
6.88%, 3/15/18	1,430	1,494,350
7.13%, 3/15/21	2,000	2,150,000
LSB Industries, Inc., 7.75%, 8/01/19	315	336,168
TransDigm, Inc.:		
6.00%, 7/15/22	4,585	4,636,581
6.50%, 7/15/24	2,140	2,204,200

12,274,224

### Air Freight & Logistics 0.1%

XPO Logistics, Inc., 7.88%, 9/01/19 (b)	1,115	1,167,963
<b>Airlines 0.9%</b>		
Continental Airlines Pass-Through Trust:		
Series 2009-2, Class B, 9.25%, 11/10/18	2,755	3,113,017
Series 2012-3, Class C, 6.13%, 4/29/18	2,040	2,152,200
Delta Air Lines Pass-Through Trust, Series 2002-1, Class G-1, 6.72%, 7/02/24	3,357	3,877,502
United Airlines Pass-Through Trust, Series 2014-1, Class B, 4.75%, 10/11/23	4,200	4,184,250
Virgin Australia Trust, Series 2013-1, Class B, 6.00%, 4/23/22 (b)	1,694	1,753,488

15,080,457

### Auto Components 1.4%

Delphi Corp., 6.13%, 5/15/21	870	946,125
Icahn Enterprises LP/Icahn Enterprises Finance Corp.:		
3.50%, 3/15/17	265	263,675
4.88%, 3/15/19	3,950	4,019,125
6.00%, 8/01/20	3,108	3,263,400
5.88%, 2/01/22	3,816	3,920,940
Schaeffler Finance BV, 4.75%, 5/15/21 (b)	2,470	2,463,825
Schaeffler Holding Finance BV (b)(d):		
6.25%, (6.25% Cash) 11/15/19	1,112	1,150,920
6.75%, (6.75% Cash) 11/15/22	2,417	2,568,063

### Portfolio Abbreviations

<b>ADS</b>	American Depositary Shares	<b>COP</b>	Certificates of Participation	<b>OTC</b>	Over-the-Counter
<b>ARB</b>	Airport Revenue Bonds	<b>DIP</b>	Debtor-In-Possession	<b>PIK</b>	Payment-In-Kind
<b>ARC</b>	Auction Rate Certificates	<b>EUR</b>	Euro	<b>RB</b>	Revenue Bonds
<b>BRL</b>	Brazilian Real	<b>GBP</b>	British Pound	<b>REMIC</b>	Real Estate Mortgage Investment Conduit
<b>BROIS</b>	Brazilian Overnight Indexed Swap	<b>LIBOR</b>	London Interbank Offered Rate	<b>USD</b>	U.S. Dollar
<b>CAD</b>	Canadian Dollar	<b>MXIBOR</b>	Mexican Interbank Offered Rate	<b>ZAR</b>	South African Rand
<b>CLO</b>	Collateralized Loan Obligation	<b>MXN</b>	Mexican Peso		

See Notes to Financial Statements.

## 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>Auto Components (concluded)</b>			
TRW Automotive, Inc. (b):			
4.50%, 3/01/21	USD	2,400	\$ 2,412,000
4.45%, 12/01/23		2,600	2,600,000
			23,608,073
<b>Automobiles 0.6%</b>			
Chrysler Group LLC/CG Co-Issuer, Inc., 8.25%, 6/15/21		2,272	2,538,960
Ford Motor Co., 7.45%, 7/16/31		3,660	4,901,907
<b>General Motors Co.:</b>			
4.88%, 10/02/23		1,875	2,008,594
6.25%, 10/02/43		940	1,118,600
			10,568,061
<b>Banks 5.4%</b>			
Associated Banc-Corp, 5.13%, 3/28/16 (e)		7,430	7,825,521
<b>CIT Group, Inc.:</b>			
4.25%, 8/15/17		4,600	4,726,500
5.25%, 3/15/18		4,030	4,251,650
6.63%, 4/01/18 (b)		335	366,825
5.50%, 2/15/19 (b)		5,147	5,491,206
City National Corp., 5.25%, 9/15/20 (e)		2,900	3,230,295
Cooperatieve Centrale Raiffeisen-Boerenleenbank BA, 3.95%, 11/09/22 (e)		3,775	3,837,299
Credit Suisse AG, 6.50%, 8/08/23 (b)		12,000	13,230,000
Credit Suisse Group AG, 7.50% (a)(b)(f)		3,250	3,454,100
Discover Bank, 8.70%, 11/18/19		748	928,940
Fifth Third Bancorp, 5.10% (a)(f)		5,000	4,725,000
HSBC Finance Corp., 6.68%, 1/15/21 (e)		5,150	6,069,187
Regions Financial Corp., 5.75%, 6/15/15		6,110	6,284,251
Royal Bank of Scotland Group PLC, 6.00%, 12/19/23		10,080	10,848,802
Santander Holdings USA, Inc., 3.00%, 9/24/15		3,750	3,813,304
<b>Wells Fargo &amp; Co. (e):</b>			
3.45%, 2/13/23		2,325	2,321,608
4.13%, 8/15/23		4,000	4,172,008
5.61%, 1/15/44		4,119	4,718,595
			90,295,091
<b>Building Products 0.3%</b>			
<b>Building Materials Corp. of America (b):</b>			
6.75%, 5/01/21		2,700	2,895,750
5.38%, 11/15/24 (c)		1,965	1,969,913
			4,865,663
<b>Cable Television Services 0.1%</b>			
SBA Communications Corp., 4.88%, 7/15/22 (b)		1,445	1,423,144
<b>Capital Markets 2.9%</b>			
<b>The Goldman Sachs Group, Inc. (e):</b>			
6.25%, 9/01/17		625	700,564
7.50%, 2/15/19		5,165	6,167,191
5.25%, 7/27/21		1,175	1,309,922
5.75%, 1/24/22		5,500	6,336,176
6.25%, 2/01/41		15,000	18,587,355
<b>Morgan Stanley (e):</b>			
5.63%, 9/23/19		6,770	7,668,880
5.50%, 7/28/21		2,695	3,072,780
UBS AG, 5.88%, 7/15/16 (e)		3,450	3,721,163
			47,564,031

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### Chemicals 1.9%

Ashland, Inc., 3.88%, 4/15/18	1,745	1,773,356
Axalta Coating Systems US Holdings, Inc./Axalta Coating Systems Dutch Holding BV, 7.38%, 5/01/21 (b)	617	667,903
Axiall Corp., 4.88%, 5/15/23	367	355,990
Basell Finance Co. BV, 8.10%, 3/15/27 (b)	6,000	8,044,020

	Par (000)	Value
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### Corporate Bonds

#### Chemicals (concluded)

Celanese US Holdings LLC, 5.88%, 6/15/21	USD 2,615	\$ 2,837,275
CF Industries, Inc., 5.38%, 3/15/44	2,500	2,659,200
Chemtura Corp., 5.75%, 7/15/21	632	630,420
Eagle Spinco, Inc., 4.63%, 2/15/21	2,370	2,298,900
Huntsman International LLC: 4.88%, 11/15/20	775	780,812
8.63%, 3/15/21	2,000	2,180,000
5.13%, 11/15/22 (b)(c)	2,495	2,510,594
Ineos Finance PLC, 8.38%, 2/15/19 (b)	255	273,488
NOVA Chemicals Corp. (b): 5.25%, 8/01/23	2,277	2,379,465
5.00%, 5/01/25	905	934,412
Rockwood Specialties Group, Inc., 4.63%, 10/15/20	3,275	3,419,100

31,744,935

### Commercial Services & Supplies 3.0%

ADS Waste Holdings, Inc., 8.25%, 10/01/20	1,003	1,050,642
Aviation Capital Group Corp. (b): 7.13%, 10/15/20 (e)	31,000	35,632,578
6.75%, 4/06/21	7,850	8,949,000
Brand Energy & Infrastructure Services, Inc., 8.50%, 12/01/21 (b)	591	588,784
Covanta Holding Corp., 6.38%, 10/01/22	2,245	2,390,925
Mobile Mini, Inc., 7.88%, 12/01/20	930	1,002,075

49,614,004

### Communications Equipment 0.8%

Brocade Communications Systems, Inc., 6.88%, 1/15/20	8,695	9,021,062
CommScope, Inc. (b): 5.00%, 6/15/21	527	525,683
5.50%, 6/15/24	564	570,345
Zayo Group LLC/Zayo Capital, Inc., 8.13%, 1/01/20	2,400	2,562,000

12,679,090

### Construction & Engineering 0.3%

AECOM Technology Corp. (b): 5.75%, 10/15/22	473	497,833
5.88%, 10/15/24	2,311	2,443,882
BlueLine Rental Finance Corp., 7.00%, 2/01/19 (b)	413	434,683
Safway Group Holding LLC/Safway Finance Corp., 7.00%, 5/15/18 (b)	673	694,872
Weekley Homes LLC/Weekley Finance Corp., 6.00%, 2/01/23	825	808,500

4,879,770

### Construction Materials 1.1%

Allegion US Holding Co., Inc., 5.75%, 10/01/21	1,907	1,997,583
HD Supply, Inc.: 8.13%, 4/15/19	7,300	7,884,000
11.00%, 4/15/20	2,740	3,144,150
7.50%, 7/15/20	2,905	3,093,825
Vulcan Materials Co., 7.00%, 6/15/18	1,380	1,535,250

17,654,808

### Consumer Finance 3.4%

Ally Financial, Inc.: 8.30%, 2/12/15	5,290	5,375,963
8.00%, 11/01/31	6,078	7,734,771

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Capital One Bank USA NA, 3.38%, 2/15/23 (e)	11,610	11,497,894
Countrywide Financial Corp., 6.25%, 5/15/16 (e)	8,069	8,667,994
Discover Financial Services, 3.85%, 11/21/22	3,252	3,290,165
Experian Finance PLC, 2.38%, 6/15/17 (b)(e)	2,550	2,593,531

See Notes to Financial Statements.

## 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>Consumer Finance (concluded)</b>			
Navient Corp.:			
3.88%, 9/10/15	USD	5,000	\$ 5,050,000
6.25%, 1/25/16		11,620	12,084,800
			56,295,118
<b>Containers &amp; Packaging 1.2%</b>			
Ardagh Packaging Finance PLC/Ardagh Holdings USA, Inc., 6.25%, 1/31/19 (b)		906	912,795
Ball Corp., 6.75%, 9/15/20		7,360	7,709,600
Beverage Packaging Holdings Luxembourg II SA, 5.63%, 12/15/16 (b)		3,944	3,953,860
Crown Americas LLC/Crown Americas Capital Corp. III, 6.25%, 2/01/21		3,128	3,292,220
Pactiv LLC, 7.95%, 12/15/25		163	170,742
Sealed Air Corp. (b):			
6.50%, 12/01/20		2,330	2,563,000
8.38%, 9/15/21		700	792,750
			19,394,967
<b>Diversified Consumer Services 0.3%</b>			
Service Corp. International, 4.50%, 11/15/20		4,382	4,294,360
<b>Diversified Financial Services 10.1%</b>			
Aircastle Ltd., 6.25%, 12/01/19		3,937	4,192,905
Bank of America Corp. (e):			
3.75%, 7/12/16		5,525	5,767,415
5.00%, 5/13/21		17,100	18,930,743
5.70%, 1/24/22		2,590	2,981,794
4.00%, 4/01/24		6,975	7,207,058
Bank of America NA, 5.30%, 3/15/17 (e)		13,440	14,573,274
Barclays PLC, 4.38%, 9/11/24		2,100	2,037,105
Citigroup, Inc. (e):			
4.45%, 1/10/17		4,800	5,109,672
8.50%, 5/22/19		464	582,190
6.68%, 9/13/43		4,125	5,245,156
Ford Motor Credit Co. LLC:			
8.00%, 12/15/16		4,000	4,533,240
5.88%, 8/02/21		9,420	10,887,269
General Motors Financial Co., Inc.:			
6.75%, 6/01/18		1,700	1,931,625
4.38%, 9/25/21		2,260	2,367,576
4.25%, 5/15/23		1,681	1,731,430
ING Bank NV, 5.00%, 6/09/21 (b)(e)		8,000	9,028,232
Intesa Sanpaolo SpA, 3.13%, 1/15/16		5,450	5,564,483
Jefferies Finance LLC/JFIN Co-Issuer Corp., 7.38%, 4/01/20 (b)		2,105	2,094,475
Jefferies Group LLC, 5.13%, 1/20/23		1,850	1,960,419
LeasePlan Corp. NV, 3.00%, 10/23/17 (b)(e)		6,775	6,974,083
Leucadia National Corp., 5.50%, 10/18/23		4,000	4,189,888
Lloyds Banking Group PLC, 4.50%, 11/04/24 (c)		6,875	6,880,521
Moody s Corp., 6.06%, 9/07/17		20,000	20,965,760
Resparcs Funding LP I, 8.00% (f)(g)(h)		4,000	1,520,000
Reynolds Group Issuer, Inc.:			
9.00%, 4/15/19		370	386,650
7.88%, 8/15/19		2,480	2,656,700
9.88%, 8/15/19		493	535,521
5.75%, 10/15/20		4,620	4,804,800
6.88%, 2/15/21		105	111,563
8.25%, 2/15/21		1,836	1,973,700
Royal Bank of Scotland Group PLC:			
6.13%, 12/15/22		425	460,070
6.10%, 6/10/23		2,500	2,702,840
5.13%, 5/28/24		5,250	5,319,174



166,207,331

		Par (000)	Value
<b>Corporate Bonds</b>			
<b>Diversified Telecommunication Services 5.5%</b>			
AT&T, Inc.:			
6.30%, 1/15/38 (e)	USD	12,000	\$ 14,500,044
4.30%, 12/15/42		265	247,158
4.35%, 6/15/45		367	342,557
CenturyLink, Inc.:			
5.63%, 4/01/20		1,375	1,457,500
6.45%, 6/15/21		285	312,075
Frontier Communications Corp.:			
6.25%, 9/15/21		980	1,012,463
7.63%, 4/15/24		2,400	2,580,000
Level 3 Financing, Inc.:			
8.13%, 7/01/19		11,171	11,952,970
8.63%, 7/15/20		2,240	2,464,000
Telefonica Emisiones SAU, 3.19%, 4/27/18		6,550	6,798,664
Verizon Communications, Inc. (e):			
5.15%, 9/15/23		8,775	9,827,017
6.40%, 9/15/33		9,475	11,541,157
7.35%, 4/01/39		7,825	10,549,642
6.55%, 9/15/43		13,225	16,671,514
Windstream Corp.:			
7.75%, 10/15/20		430	457,950
6.38%, 8/01/23		80	80,600
			90,795,311
<b>Electric Utilities 3.8%</b>			
CMS Energy Corp., 5.05%, 3/15/22			
		9,900	11,092,386
Duke Energy Corp., 3.55%, 9/15/21 (e)			
		3,650	3,799,077
Great Plains Energy, Inc., 5.29%, 6/15/22 (i)			
		5,550	6,377,144
Midland Cogeneration Venture LP, 5.25%, 3/15/25 (b)			
		4,935	5,089,742
Mirant Mid-Atlantic Pass-Through Trust:			
Series B, 9.13%, 6/30/17			
		1,039	1,117,000
Series C, 10.06%, 12/30/28			
		1,568	1,724,404
NiSource Finance Corp., 6.80%, 1/15/19			
		3,075	3,634,788
Oncor Electric Delivery Co. LLC (e):			
4.10%, 6/01/22			
		4,150	4,462,943
5.30%, 6/01/42			
		2,750	3,291,689
Progress Energy, Inc., 7.00%, 10/30/31 (e)			
		12,000	16,085,436
Puget Energy, Inc.:			
6.00%, 9/01/21			
		275	319,301
5.63%, 7/15/22			
		5,550	6,408,047
			63,401,957
<b>Electrical Equipment 0.1%</b>			
GrafTech International Ltd., 6.38%, 11/15/20			
		2,385	2,224,251
<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	482,125
Sanmina Corp., 4.38%, 6/01/19 (b)			
		1,415	1,416,769
WireCo WorldGroup, Inc., 9.50%, 5/15/17			
		1,605	1,637,100
			6,545,494
<b>Energy Equipment &amp; Services 1.5%</b>			
Atwood Oceanics, Inc., 6.50%, 2/01/20			
		375	376,875
Energy Transfer Partners LP, 5.20%, 2/01/22			
		10,200	11,160,881
EnSCO PLC, 4.50%, 10/01/24			
		2,930	2,967,319
Genesis Energy LP/Genesis Energy Finance Corp., 5.75%, 2/15/21			
		293	294,465
Transocean, Inc.:			
2.50%, 10/15/17			
		1,300	1,284,386
6.50%, 11/15/20			
		3,795	3,903,480
6.38%, 12/15/21			
		4,655	4,891,739

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6.80%, 3/15/38

720

674,460

25,553,605

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ANNUAL REPORT

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## 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>Food &amp; Staples Retailing 0.7%</b>			
HJ Heinz Finance Co., 7.13%, 8/01/39 (b)	USD	4,415	\$ 4,889,612
Rite Aid Corp., 6.75%, 6/15/21		1,170	1,248,975
Wal-Mart Stores, Inc., 5.25%, 9/01/35 (e)		5,150	6,085,508
			12,224,095
<b>Food Products 1.6%</b>			
Barry Callebaut Services NV, 5.50%, 6/15/23 (b)		2,600	2,730,260
Kellogg Co., Series B, 7.45%, 4/01/31 (e)		5,000	6,552,850
Kraft Foods Group, Inc., 5.00%, 6/04/42		5,000	5,334,610
Mondelez International, Inc.:			
6.50%, 8/11/17		4,450	5,020,428
6.13%, 8/23/18		4,840	5,587,068
Smithfield Foods, Inc., 5.88%, 8/01/21 (b)		715	757,900
			25,983,116
<b>Gas Utilities 0.2%</b>			
Targa Resources Partners LP/Targa Resources Partners Finance Corp.:			
7.88%, 10/15/18		2,355	2,455,088
6.88%, 2/01/21		1,265	1,359,875
			3,814,963
<b>Health Care Equipment &amp; Supplies 0.1%</b>			
Teleflex, Inc., 6.88%, 6/01/19		1,660	1,780,350
<b>Health Care Providers &amp; Services 3.8%</b>			
Acadia Healthcare Co., Inc., 5.13%, 7/01/22		435	431,738
Amsurg Corp., 5.63%, 7/15/22 (b)		1,856	1,923,048
Aviv Healthcare Properties LP/Aviv Healthcare Capital Corp., 7.75%, 2/15/19		1,550	1,627,500
CHS/Community Health Systems, Inc.:			
5.13%, 8/15/18		1,620	1,684,800
6.88%, 2/01/22		1,111	1,197,102
DaVita HealthCare Partners, Inc., 5.13%, 7/15/24		1,990	2,029,800
HCA Holdings, Inc., 7.75%, 5/15/21		4,549	4,901,547
HCA, Inc.:			
3.75%, 3/15/19		4,364	4,374,910
6.50%, 2/15/20		10,421	11,632,441
5.88%, 3/15/22		340	373,150
4.75%, 5/01/23		676	686,985
Tenet Healthcare Corp.:			
6.25%, 11/01/18		736	799,480
4.75%, 6/01/20		1,450	1,482,625
6.00%, 10/01/20		3,645	3,918,375
4.50%, 4/01/21		73	73,183
4.38%, 10/01/21		7,335	7,289,156
8.13%, 4/01/22		4,907	5,624,649
UnitedHealth Group, Inc., 6.88%, 2/15/38 (e)		10,000	13,707,510
			63,757,999
<b>Health Care Technology 0.4%</b>			
Amgen, Inc., 5.15%, 11/15/41 (e)		6,500	6,971,198
<b>Hotels, Restaurants &amp; Leisure 0.6%</b>			
Caesars Entertainment Operating Co., Inc., 9.00%, 2/15/20		5,243	3,939,375
CDW LLC/CDW Finance Corp., 6.00%, 8/15/22		1,380	1,455,900
New Red Finance, Inc., 6.00%, 4/01/22 (b)		2,215	2,245,456
Six Flags Entertainment Corp.,			
5.25%, 1/15/21 (b)		1,718	1,726,590
			9,367,321

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<b>Household Durables 1.3%</b>			
Beazer Homes USA, Inc., 6.63%, 4/15/18		2,330	2,429,025
Brookfield Residential Properties, Inc./Brookfield Residential US Corp., 6.13%, 7/01/22 (b)		1,647	1,749,938
K. Hovnanian Enterprises, Inc., 7.25%, 10/15/20 (b)		3,675	3,867,937
		<b>Par</b>	<b>Value</b>
		<b>(000)</b>	
<b>Corporate Bonds</b>			
<b>Household Durables (concluded)</b>			
KB Home, 7.25%, 6/15/18	USD	1,990	\$ 2,154,175
Standard Pacific Corp., 8.38%, 1/15/21		3,015	3,520,012
Taylor Morrison Communities, Inc./Monarch Communities, Inc., 5.25%, 4/15/21 (b)		1,537	1,547,959
United Rentals North America, Inc.:			
7.38%, 5/15/20		2,025	2,197,125
7.63%, 4/15/22		1,853	2,066,095
Tri Pointe Holdings, Inc. (b):			
4.38%, 6/15/19		920	915,400
5.88%, 6/15/24		625	637,500
			21,085,166
<b>Household Products 0.1%</b>			
Spectrum Brands, Inc.:			
6.38%, 11/15/20		810	858,600
6.63%, 11/15/22		1,110	1,190,475
			2,049,075
<b>Independent Power and Renewable Electricity Producers 0.7%</b>			
Baytex Energy Corp. (b):			
5.13%, 6/01/21		435	424,125
5.63%, 6/01/24		155	149,575
Calpine Corp.:			
6.00%, 1/15/22 (b)		878	946,045
5.38%, 1/15/23		2,333	2,356,330
5.88%, 1/15/24 (b)		823	884,725
5.75%, 1/15/25		1,770	1,792,125
Dynegy Finance I, Inc./Dynegy Finance II, Inc., 6.75%, 11/01/19 (b)		2,195	2,271,825
NRG REMA LLC, 9.68%, 7/02/26		1,130	1,220,400
QEP Resources, Inc., 5.38%, 10/01/22		1,927	1,898,095
			11,943,245
<b>Insurance 5.8%</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 (e)		8,710	10,401,046
Aon Corp., 5.00%, 9/30/20 (e)		7,700	8,638,468
Aon PLC, 4.25%, 12/12/42 (e)		6,500	6,036,069
Forethought Financial Group, Inc., 8.63%, 4/15/21 (b)		3,400	3,874,946
Genworth Holdings, Inc., 7.63%, 9/24/21		2,880	3,510,467
Manulife Financial Corp., 4.90%, 9/17/20 (e)		10,425	11,454,312
MPL 2 Acquisition Canco, Inc.,			
9.88%, 8/15/18 (b)		1,455	1,560,488
The Northwestern Mutual Life Insurance Co., 6.06%, 3/30/40 (b)(e)		12,000	14,904,924
Principal Financial Group, Inc., 8.88%, 5/15/19 (e)		2,825	3,584,668
Prudential Financial, Inc., 6.63%, 12/01/37 (e)		10,000	12,842,540
XLIT Ltd., 5.75%, 10/01/21 (e)		10,085	11,589,884
ZFS Finance USA Trust II, 6.45%, 12/15/65 (a)(b)(e)		6,800	7,242,000
			96,879,932
<b>IT Services 1.4%</b>			
Ceridian LLC, 8.88%, 7/15/19 (b)			
		12,085	13,353,925
Ceridian LLC/Comdata, Inc.,			
8.13%, 11/15/17 (b)		1,455	1,455,000
Epicor Software Corp., 8.63%, 5/01/19		2,400	2,553,000
First Data Corp. (b):			
7.38%, 6/15/19		2,905	3,079,300
6.75%, 11/01/20		1,768	1,891,760
8.25%, 1/15/21		250	271,250
			22,604,235

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## 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>Life Sciences Tools &amp; Services 0.8%</b>			
Life Technologies Corp., 6.00%, 3/01/20 (e)	USD	12,000	\$ 13,854,768
<b>Media 6.4%</b>			
21st Century Fox America, Inc., 6.15%, 3/01/37 (e)		9,575	11,691,898
A&E Television Networks LLC, 3.11%, 8/22/19		5,000	5,022,500
AMC Networks, Inc.:			
7.75%, 7/15/21		1,330	1,449,700
4.75%, 12/15/22		685	679,862
CBS Outdoor Americas Capital LLC/CBS Outdoor Americas Capital Corp. (b):			
5.25%, 2/15/22		249	257,093
5.63%, 2/15/24		122	127,185
CCOH Safari LLC (c):			
5.50%, 12/01/22		2,093	2,113,930
5.75%, 12/01/24		3,075	3,092,297
Cinemark USA, Inc., 5.13%, 12/15/22		349	349,000
Clear Channel Worldwide Holdings, Inc., 6.50%, 11/15/22		10,205	10,548,385
COX Communications, Inc.,			
8.38%, 3/01/39 (b)(e)		5,000	7,149,145
CSC Holdings LLC, 8.63%, 2/15/19		4,005	4,700,869
DIRECTV Holdings LLC/DIRECTV Financing Co., Inc., 5.00%, 3/01/21 (e)		8,575	9,441,478
Gray Television, Inc., 7.50%, 10/01/20		713	745,976
Grupo Televisa SAB, 5.00%, 5/13/45		3,345	3,328,944
Intelsat Jackson Holdings SA:			
7.25%, 4/01/19		710	745,500
5.50%, 8/01/23		2,909	2,916,272
The Interpublic Group of Cos., Inc., 3.75%, 2/15/23		6,025	6,001,430
Level 3 Escrow II, Inc., 5.38%, 8/15/22 (b)		2,250	2,289,375
Live Nation Entertainment, Inc., 7.00%, 9/01/20 (b)		463	491,938
NAI Entertainment Holdings/NAI Entertainment Holdings Finance Corp., 5.00%, 8/01/18 (b)		1,471	1,507,775
Numericable Group SA, 6.00%, 5/15/22 (b)		9,000	9,202,500
Sinclair Television Group, Inc.,			
5.63%, 8/01/24 (b)		657	648,788
Sirius XM Radio, Inc., 4.25%, 5/15/20 (b)		2,300	2,287,062
Time Warner Cable, Inc., 6.55%, 5/01/37		3,519	4,428,000
Unitymedia Hessen GmbH & Co. KG/Unitymedia NRW GmbH (b):			
7.50%, 3/15/19		3,530	3,715,325
5.50%, 1/15/23		1,000	1,042,500
Univision Communications, Inc.,			
5.13%, 5/15/23 (b)		4,793	5,056,615
Virgin Media Secured Finance PLC, 5.38%, 4/15/21 (b)		1,394	1,446,275
VTR Finance BV, 6.88%, 1/15/24 (b)		4,020	4,221,000
			106,698,617
<b>Metals &amp; Mining 2.9%</b>			
Alcoa, Inc., 5.13%, 10/01/24		2,451	2,587,562
AngloGold Ashanti Holdings PLC, 5.13%, 8/01/22		5,000	4,737,770
ArcelorMittal, 6.13%, 6/01/18		2,575	2,755,250
Commercial Metals Co., 4.88%, 5/15/23		2,194	2,139,150
Constellium NV:			
4.63%, 5/15/21	EUR	490	607,903
5.75%, 5/15/24 (b)	USD	1,178	1,166,220
Freeport-McMoRan Corp., 7.13%, 11/01/27		8,500	10,084,596
Freeport-McMoRan, Inc. (e):			
3.55%, 3/01/22		4,700	4,593,005
3.88%, 3/15/23		8,900	8,796,386
Novelis, Inc., 8.75%, 12/15/20		3,285	3,584,756
Peabody Energy Corp., 6.50%, 9/15/20		1,020	971,550
		<b>Par (000)</b>	<b>Value</b>
<b>Corporate Bonds</b>			
<b>Metals &amp; Mining (concluded)</b>			

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Steel Dynamics, Inc.:			
5.13%, 10/01/21 (b)	USD	1,105	\$ 1,143,675
6.38%, 8/15/22		1,430	1,555,125
5.25%, 4/15/23		163	171,150
Wise Metals Group LLC/Wise Alloys Finance Corp.,			
8.75%, 12/15/18 (b)		2,785	3,007,800
			47,901,898
<b>Multi-Utilities 1.9%</b>			
CenterPoint Energy, Inc.:			
5.95%, 2/01/17 (e)		9,000	9,923,796
6.50%, 5/01/18		9,675	11,132,084
Dominion Resources, Inc., 8.88%, 1/15/19 (e)			
		8,000	10,075,328
			31,131,208
<b>Multiline Retail 0.4%</b>			
Dollar General Corp., 3.25%, 4/15/23			
		2,500	2,244,825
Dufry Finance SCA, 5.50%, 10/15/20 (b)			
		3,460	3,529,546
			5,774,371
<b>Offshore Drilling &amp; Other Services 0.0%</b>			
Sensata Technologies BV, 5.63%, 11/01/24 (b)			
		695	733,659
<b>Oil, Gas &amp; Consumable Fuels 17.0%</b>			
Access Midstream Partners LP/ACMP Finance Corp.:			
5.88%, 4/15/21		2,657	2,809,777
6.13%, 7/15/22		1,668	1,813,950
4.88%, 5/15/23		343	358,435
Anadarko Petroleum Corp., 6.38%, 9/15/17			
		75	84,674
Antero Resources Finance Corp.,			
5.38%, 11/01/21		649	658,735
Athlon Holdings LP/Athlon Finance Corp.,			
7.38%, 4/15/21		656	718,320
Berry Petroleum Co., 6.38%, 9/15/22			
		3,207	2,982,510
Bonanza Creek Energy, Inc.:			
6.75%, 4/15/21		1,145	1,147,863
5.75%, 2/01/23		1,555	1,485,025
California Resources Corp., 6.00%, 11/15/24 (b)			
		2,345	2,391,900
Chesapeake Energy Corp.:			
6.63%, 8/15/20		3,171	3,575,302
6.88%, 11/15/20		493	563,253
6.13%, 2/15/21		1,857	2,061,270
5.75%, 3/15/23		1,974	2,161,530
Cimarex Energy Co., 4.38%, 6/01/24			
		527	535,564
Concho Resources, Inc.:			
5.50%, 10/01/22		226	238,430
5.50%, 4/01/23		1,995	2,109,712
CONSOL Energy, Inc., 5.88%, 4/15/22 (b)			
		6,131	6,222,965
Continental Resources, Inc.:			
5.00%, 9/15/22		11,232	11,905,920
4.50%, 4/15/23		469	491,270
DCP Midstream LLC, 4.75%, 9/30/21 (b)			
		1,074	1,156,537
DCP Midstream Operating LP, 3.88%, 3/15/23			
		2,690	2,692,776
Denbury Resources, Inc.:			
5.50%, 5/01/22		845	832,325
4.63%, 7/15/23		1,727	1,595,316
El Paso LLC:			
7.80%, 8/01/31		197	242,310
7.75%, 1/15/32		4,586	5,732,500
El Paso Natural Gas Co. LLC, 8.63%, 1/15/22			
		2,345	3,011,953
El Paso Pipeline Partners Operating Co. LLC,			
6.50%, 4/01/20		5,075	5,805,658
Enbridge Energy Partners LP, 9.88%, 3/01/19			
		6,000	7,762,188
Energy Transfer Equity LP, 5.88%, 1/15/24			
		3,913	4,108,650
Energy XXI Gulf Coast, Inc.:			
7.75%, 6/15/19		616	554,400
6.88%, 3/15/24 (b)		449	354,710

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## 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>Oil, Gas &amp; Consumable Fuels (continued)</b>			
Enterprise Products Operating LLC, Series N, 6.50%, 1/31/19 (e)	USD	12,000	\$ 14,044,596
EP Energy LLC/Everest Acquisition Finance, Inc., Series WI, 6.88%, 5/01/19		2,693	2,800,720
Hilcorp Energy I LP/Hilcorp Finance Co., 5.00%, 12/01/24 (b)		5,105	4,900,800
Kinder Morgan Energy Partners LP: 6.85%, 2/15/20 (e)		12,000	14,124,384
4.25%, 9/01/24		2,170	2,160,459
5.40%, 9/01/44		3,615	3,541,109
Kinder Morgan, Inc. (b): 5.00%, 2/15/21		496	523,280
5.63%, 11/15/23		504	554,400
Kodiak Oil & Gas Corp., 5.50%, 2/01/22		540	550,800
Laredo Petroleum, Inc., 7.38%, 5/01/22		231	240,240
Linn Energy LLC/Linn Energy Finance Corp.: 6.25%, 11/01/19		1,047	963,240
8.63%, 4/15/20		1,797	1,801,493
7.75%, 2/01/21		475	465,500
Marathon Petroleum Corp., 3.50%, 3/01/16		4,600	4,747,844
MarkWest Energy Partners LP/MarkWest Energy Finance Corp., 6.25%, 6/15/22		1,369	1,475,098
MEG Energy Corp. (b): 6.50%, 3/15/21		3,839	3,800,610
7.00%, 3/31/24		3,598	3,615,990
Memorial Production Partners LP/Memorial Production Finance Corp., 7.63%, 5/01/21		885	857,344
Midcontinent Express Pipeline LLC, 6.70%, 9/15/19 (b)		3,500	3,898,125
Nexen, Inc., 6.40%, 5/15/37 (e)		4,615	5,749,713
NGPL PipeCo LLC, 9.63%, 6/01/19 (b)		902	960,630
Oasis Petroleum, Inc.: 7.25%, 2/01/19		915	942,450
6.50%, 11/01/21		1,025	1,050,625
ONEOK Partners LP, 8.63%, 3/01/19 (e)		10,000	12,383,420
Pacific Drilling SA, 5.38%, 6/01/20 (b)		1,537	1,374,654
PDC Energy, Inc., 7.75%, 10/15/22		1,225	1,286,520
Peabody Energy Corp.: 6.00%, 11/15/18		2,527	2,444,872
6.25%, 11/15/21 (e)		1,483	1,404,216
Penn Virginia Resource Partners LP/Penn Virginia Resource Finance Corp. II, 8.38%, 6/01/20		2,221	2,454,205
Petrobras International Finance Co. SA (e): 3.88%, 1/27/16		12,550	12,792,817
5.38%, 1/27/21		3,385	3,465,766
Petroleos Mexicanos (e): 3.50%, 1/30/23		5,000	4,839,500
4.88%, 1/18/24		2,000	2,115,000
Petroleum Geo-Services ASA, 7.38%, 12/15/18 (b)		3,980	3,860,600
Pioneer Natural Resources Co., 6.88%, 5/01/18		1,665	1,908,809
Premier Oil PLC, 5.11%, 6/09/18		11,500	11,931,250
Range Resources Corp.: 6.75%, 8/01/20		1,760	1,861,200
5.00%, 8/15/22		32	33,560
5.00%, 3/15/23		75	78,375
Regency Energy Partners LP/Regency Energy Finance Corp., 4.50%, 11/01/23		4,351	4,318,367
RKI Exploration & Production LLC/RKI Finance Corp., 8.50%, 8/01/21 (b)		704	688,160
Rockies Express Pipeline LLC, 6.88%, 4/15/40 (b)		580	643,800
Rosetta Resources, Inc., 5.63%, 5/01/21		3,448	3,344,560
RSP Permian, Inc., 6.63%, 10/01/22 (b)		789	786,870

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Ruby Pipeline LLC, 6.00%, 4/01/22 (b)		10,000	11,086,680
Sabine Pass Liquefaction LLC (b):			
5.63%, 4/15/23		7,393	7,651,755
5.75%, 5/15/24		2,869	2,965,829
		<b>Par</b>	
<b>Corporate Bonds</b>		<b>(000)</b>	<b>Value</b>
<b>Oil, Gas &amp; Consumable Fuels (concluded)</b>			
Sabine Pass LNG LP, 7.50%, 11/30/16	USD	5,965	\$ 6,397,462
Sanchez Energy Corp., 6.13%, 1/15/23 (b)		1,141	1,086,803
SandRidge Energy, Inc.:			
8.75%, 1/15/20		114	105,450
7.50%, 2/15/23		1,291	1,148,990
Seventy Seven Energy, Inc., 6.50%, 7/15/22 (b)		526	494,440
SM Energy Co., 6.50%, 1/01/23		322	332,465
Summit Midstream Holdings LLC/Summit Midstream Finance Corp., 7.50%, 7/01/21		1,614	1,751,190
Tesoro Logistics LP/Tesoro Logistics Finance Corp.,			
6.25%, 10/15/22 (b)		1,519	1,572,165
Ultra Petroleum Corp., 5.75%, 12/15/18 (b)		293	290,070
Western Gas Partners LP, 5.38%, 6/01/21		5,125	5,728,976
Whiting Petroleum Corp.:			
5.00%, 3/15/19		3,550	3,674,250
5.75%, 3/15/21		2,341	2,469,755
The Williams Cos., Inc.:			
3.70%, 1/15/23		5,000	4,703,585
4.55%, 6/24/24		830	813,161
8.75%, 3/15/32		2,478	3,156,028
5.75%, 6/24/44		685	654,023
WPX Energy, Inc., 5.25%, 9/15/24		856	834,600
			282,869,376
<b>Paper &amp; Forest Products 2.3%</b>			
Ainsworth Lumber Co. Ltd., 7.50%, 12/15/17 (b)		1,473	1,524,555
Clearwater Paper Corp., 4.50%, 2/01/23		532	518,700
International Paper Co. (e):			
7.50%, 8/15/21		9,675	12,104,189
8.70%, 6/15/38		4,000	5,897,640
7.30%, 11/15/39		10,000	13,106,760
Louisiana-Pacific Corp., 7.50%, 6/01/20		2,130	2,279,100
Mercer International, Inc., 9.50%, 12/01/17		2,900	3,045,000
			38,475,944
<b>Pharmaceuticals 2.4%</b>			
AbbVie, Inc., 2.90%, 11/06/22 (e)		5,675	5,520,413
Endo Finance LLC/Endo Finco, Inc. (b):			
7.00%, 12/15/20		241	254,255
7.25%, 1/15/22		499	532,683
Forest Laboratories, Inc. (b):			
4.38%, 2/01/19		2,924	3,062,770
5.00%, 12/15/21		1,631	1,747,703
Grifols Worldwide Operations, Ltd., 5.25%, 4/01/22 (b)		1,613	1,653,325
Mallinckrodt International Finance SA, 5.75%, 8/01/22 (b)		2,130	2,231,175
Merck & Co., Inc., 6.50%, 12/01/33 (e)		6,420	8,841,598
Mylan, Inc., 6.00%, 11/15/18 (b)		3,250	3,348,296
Salix Pharmaceuticals, Ltd., 6.00%, 1/15/21 (b)		697	754,503
Valeant Pharmaceuticals International (b):			
6.75%, 8/15/18		6,955	7,398,381
6.38%, 10/15/20		2,355	2,416,819
5.63%, 12/01/21		1,615	1,598,850
			39,360,771
<b>Professional Services 0.5%</b>			
Ceridian HCM Holding, Inc., 11.00%, 3/15/21 (b)		2,158	2,433,145
The Dun & Bradstreet Corp., 3.25%, 12/01/17		5,750	5,962,100
			8,395,245
<b>Real Estate Investment Trusts (REITs) 2.9%</b>			
ARC Properties Operating Partnership LP/Clark Acquisition LLC, 4.60%, 2/06/24		5,000	4,863,785
		10,000	11,703,130

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AvalonBay Communities, Inc.,  
6.10%, 3/15/20 (e)

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## 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>Real Estate Investment Trusts (REITs) (concluded)</b>		
DDR Corp.:		
4.75%, 4/15/18	USD 2,140	\$ 2,313,486
7.88%, 9/01/20	2,650	3,289,967
ERP Operating LP, 5.75%, 6/15/17 (e)	10,000	11,118,650
Felcor Lodging LP, 5.63%, 3/01/23	999	996,502
HCP, Inc., 5.38%, 2/01/21 (e)	3,450	3,856,996
Host Hotels & Resorts LP, Series D, 3.75%, 10/15/23	3,600	3,564,871
iStar Financial, Inc.:		
4.00%, 11/01/17	825	817,163
5.00%, 7/01/19	580	577,100
Rayonier AM Products, Inc., 5.50%, 6/01/24 (b)	128	120,960
UDR, Inc., 4.25%, 6/01/18	5,225	5,611,258
		48,833,868
<b>Real Estate Management &amp; Development 0.7%</b>		
Lennar Corp., 4.75%, 11/15/22	1,805	1,777,925
Northwest Florida Timber Finance LLC, 4.75%, 3/04/29 (b)(e)	4,485	4,477,824
Realogy Corp., 7.63%, 1/15/20 (b)(e)	2,085	2,262,225
Realogy Group LLC/Realogy Co-Issuer Corp., 4.50%, 4/15/19 (b)	1,147	1,149,868
Shea Homes LP/Shea Homes Funding Corp., 8.63%, 5/15/19	1,625	1,730,625
		11,398,467
<b>Road &amp; Rail 1.5%</b>		
The Hertz Corp.:		
4.25%, 4/01/18	983	983,000
6.75%, 4/15/19	1,167	1,216,597
5.88%, 10/15/20	925	931,938
7.38%, 1/15/21	310	327,825
Norfolk Southern Corp., 6.00%, 3/15/05 (e)	17,200	21,009,473
		24,468,833
<b>Semiconductors &amp; Semiconductor Equipment 0.7%</b>		
KLA-Tencor Corp., 6.90%, 5/01/18 (e)	5,515	6,385,212
Micron Technology, Inc., 5.50%, 2/01/25 (b)	3,590	3,634,875
NXP BV/NXP Funding LLC, 5.75%, 2/15/21 (b)	1,655	1,746,025
		11,766,112
<b>Software 0.4%</b>		
Infor US, Inc., 9.38%, 4/01/19	2,190	2,381,625
Nuance Communications, Inc., 5.38%, 8/15/20 (b)	4,435	4,457,175
		6,838,800
<b>Specialty Retail 1.0%</b>		
AutoNation, Inc., 6.75%, 4/15/18	6,125	6,959,654
L Brands, Inc., 7.00%, 5/01/20	3,050	3,461,750
QVC, Inc., 7.38%, 10/15/20 (b)	355	375,412
VF Corp., 5.95%, 11/01/17 (e)	5,000	5,686,880
		16,483,696
<b>Textiles Apparel &amp; Shoes 0.1%</b>		
Springs Industries, Inc., 6.25%, 6/01/21	1,674	1,642,613
<b>Textiles, Apparel &amp; Luxury Goods 0.1%</b>		
The William Carter Co., 5.25%, 8/15/21	1,406	1,448,180
<b>Thrifths &amp; Mortgage Finance 0.1%</b>		
Radian Group, Inc., 5.50%, 6/01/19	1,378	1,412,450
<b>Tobacco 2.0%</b>		
Altria Group, Inc., 10.20%, 2/06/39 (e)	13,392	22,943,563

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Lorillard Tobacco Co., 3.50%, 8/04/16		8,375	8,684,732
Reynolds American, Inc.:			
3.25%, 11/01/22		970	947,272
4.85%, 9/15/23		1,120	1,207,733
			33,783,300
		<b>Par</b>	<b>Value</b>
		<b>(000)</b>	
<b>Corporate Bonds</b>			
<b>Trading Companies &amp; Distributors 0.4%</b>			
Doric Nimrod Air Alpha 2013-1 Pass-Through Trust (b):			
6.13%, 11/30/21	USD	3,713	\$ 3,954,463
5.25%, 5/30/25		2,871	3,021,680
			6,976,143
<b>Transportation Infrastructure 0.9%</b>			
CEVA Group PLC (b):			
4.00%, 5/01/18		3,310	3,061,750
7.00%, 3/01/21		1,067	1,037,658
Penske Truck Leasing Co. LP/PTL Finance Corp., 4.88%, 7/11/22 (b)		10,500	11,361,882
			15,461,290
<b>Wireless Telecommunication Services 5.4%</b>			
America Movil SAB de CV (e):			
2.38%, 9/08/16		12,495	12,792,256
3.13%, 7/16/22		1,275	1,253,185
American Tower Corp.:			
4.50%, 1/15/18		6,500	6,938,100
5.05%, 9/01/20		500	544,915
5.90%, 11/01/21 (e)		3,770	4,249,480
Crown Castle International Corp., 5.25%, 1/15/23		1,880	1,924,650
Crown Castle Towers LLC (b):			
5.50%, 1/15/37		4,000	4,255,472
4.17%, 8/15/37		3,000	3,148,170
6.11%, 1/15/40		4,555	5,262,688
Digicel Group Ltd. (b):			
8.25%, 9/30/20		2,615	2,732,675
7.13%, 4/01/22		825	829,125
Digicel Ltd., 6.00%, 4/15/21 (b)		1,285	1,297,850
SBA Tower Trust, 5.10%, 4/15/42 (b)		13,975	14,817,720
Sprint Communications, Inc. (b):			
9.00%, 11/15/18		5,290	6,222,362
7.00%, 3/01/20		9,302	10,376,381
Sprint Corp. (b):			
7.88%, 9/15/23		1,815	1,964,737
7.13%, 6/15/24		1,625	1,669,688
T-Mobile USA, Inc.:			
6.63%, 4/28/21		2,680	2,824,050
6.73%, 4/28/22		2,495	2,638,462
6.00%, 3/01/23		580	597,400
6.84%, 4/28/23		1,405	1,485,788
6.38%, 3/01/25		1,845	1,895,738
			89,720,892
<b>Total Corporate Bonds 113.3%</b>			1,882,022,904
<b>Foreign Agency Obligations</b>			
Brazilian Government International Bond, 5.00%, 1/27/45		5,000	4,900,000
Indonesia Government International Bond, 5.88%, 1/15/24 (b)		4,400	5,005,000
Mexico Government International Bond, 4.75%, 3/08/44		2,300	2,335,650
<b>Total Foreign Agency Obligations 0.7%</b>			12,240,650
<b>Municipal Bonds</b>			
City of Chicago Illinois, Refunding ARB, O Hare International Airport, General 3rd Lien, Build			
America Bonds, Series B, 6.85%, 1/01/38		5,000	5,612,150

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Metropolitan Transportation Authority, RB, Build America Bonds, Series B-1, 6.55%, 11/15/31	10,000	12,791,100
<b>Total Municipal Bonds 1.1%</b>		<b>18,403,250</b>

See Notes to Financial Statements.

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## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

	Par (000)	Value
<b>U.S. Government Sponsored Agency Securities</b>		
<b>Agency Obligations 0.2%</b>		
Fannie Mae, 0.00%, 10/09/19 (e)(j)	USD 3,945	\$ 3,536,314
<b>U.S. Treasury Obligations</b>		
U.S. Treasury Bond, 3.38%, 5/15/44 (e)	8,650	9,176,430
U.S. Treasury Notes (e):		
1.50%, 5/31/19	1,898	1,894,441
1.63%, 6/30/19	750	752,402
1.63%, 7/31/19	1,235	1,237,991
2.38%, 8/15/24	9,315	9,351,385
<b>Total U.S. Treasury Obligations 1.3%</b>		<b>22,412,649</b>
<b>Preferred Securities</b>		
<b>Capital Trusts</b>		
<b>Banks 2.8%</b>		
BNP Paribas SA, 7.20% (a)(b)(e)(f)	5,000	5,765,650
Credit Agricole SA, 8.38% (a)(b)(f)	5,000	5,793,750
Fifth Third Bancorp, Series J, 4.90% (a)(f)	2,035	2,001,626
HSBC Capital Funding LP, 10.18% (a)(b)(e)(f)	11,835	17,663,737
HSBC Holdings PLC, 5.63% (a)(f)	4,655	4,730,644
M&T Capital Trust II, 8.28%, 6/01/27	4,540	4,622,542
Nordea Bank AB, 6.13% (a)(b)(f)	5,540	5,551,634
Wells Fargo & Co., Series S, 5.90% (a)(f)	1,090	1,120,629
		47,250,212
<b>Capital Markets 1.6%</b>		
Ameriprise Financial, Inc., 7.52%, 6/01/66 (a)(e)	3,000	3,232,500
The Goldman Sachs Group, Inc., Series L, 5.70% (a)(e)(f)	2,950	3,016,375
Morgan Stanley, Series H, 5.45% (a)(f)	2,200	2,210,314
State Street Capital Trust IV, 1.23%, 6/15/37 (a)	20,845	17,770,362
		26,229,551
<b>Diversified Financial Services 3.7%</b>		
Bank of America Corp. (a)(f):		
Series K, 8.00%	2,420	2,604,525
Series U, 5.20%	6,685	6,200,337
Barclays PLC, 6.63% (a)(f)	4,885	4,674,945
Citigroup, Inc., 5.90% (a)(f)	2,210	2,198,950
General Electric Capital Corp. (a)(e)(f):		
Series B, 6.25%	9,100	9,953,489
Series C, 5.25%	1,200	1,203,000
JPMorgan Chase & Co. (a)(f)		
Series 1, 7.90%	3,650	3,955,688
Series Q, 5.15%	4,000	3,790,000
Series R, 6.00%	14,130	14,006,362
Series S, 6.75%	7,775	8,191,740
Societe Generale SA, 6.00% (a)(b)(f)	4,470	4,212,975
		60,992,011
<b>Electric Utilities 0.5%</b>		
PPL Capital Funding, Inc., Series A, 6.70%, 3/30/67 (a)	8,300	8,414,125
<b>Insurance 7.3%</b>		

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ACE Capital Trust II, 9.70%, 4/01/30 (e)		7,000	10,290,000
AIG Life Holdings, Inc., 8.50%, 7/01/30		500	658,750
The Allstate Corp., 6.50%, 5/15/67 (a)		10,400	11,511,500
American International Group, Inc., 8.18%, 5/15/68 (a)		3,755	5,097,413
AXA SA (a)(b)(f):			
6.38%		4,900	5,282,837
6.46%		6,000	6,266,280
		<b>Par</b>	<b>Value</b>
		<b>(000)</b>	
<b>Capital Trusts</b>			
<b>Insurance (concluded)</b>			
Bank One Capital III, 8.75%, 9/01/30 (e)	USD	2,000	\$ 2,815,712
The Chubb Corp., 6.38%, 3/29/67 (a)(e)		7,400	8,066,000
Equitable of Iowa Cos. Capital Trust II, Series B, 8.42%, 4/01/27		5,000	5,920,854
Farmers Exchange Capital II, 6.15%, 11/01/53 (a)(b)		4,890	5,347,015
Great-West Life & Annuity Insurance Capital LP II, 7.15%, 5/16/46 (a)(b)(e)		500	517,500
Hartford Financial Services Group, Inc., 8.13%, 6/15/68 (a)		5,050	5,858,000
ING US, Inc., 5.65%, 5/15/53 (a)		4,750	4,750,000
Liberty Mutual Group, Inc., 10.75%, 6/15/88 (a)(b)		8,325	12,799,687
MetLife, Inc., 6.40%, 12/15/36 (e)		9,775	10,984,656
Prudential Financial, Inc., 5.88%, 9/15/42 (a)		6,100	6,466,000
Reinsurance Group of America, Inc., 6.75%, 12/15/65 (a)		12,000	12,240,000
Swiss Re Capital I LP, 6.85% (a)(b)(f)		4,450	4,672,500
XL Group PLC, Series E, 6.50% (a)(f)		1,920	1,842,240
			121,386,944
<b>Multi-Utilities 0.3%</b>			
Dominion Resources, Inc., 7.50%, 6/30/66 (a)		4,400	4,662,667
<b>Oil, Gas &amp; Consumable Fuels 1.3%</b>			
Enterprise Products Operating LLC: (a)			
7.00%, 6/01/67		2,500	2,628,125
Series A, 8.38%, 8/01/66		9,325	10,187,562
TransCanada PipeLines Ltd., 6.35%, 5/15/67 (a)		9,400	9,494,000
			22,309,687
<b>Real Estate Investment Trusts (REITs) 0.6%</b>			
Sovereign Real Estate Investment Trust, 12.00% (b)		7	9,342,683
<b>Road &amp; Rail 0.4%</b>			
BNSF Funding Trust I, 6.61%, 12/15/55 (a)		6,125	6,838,618
<b>Total Capital Trusts 18.5%</b>			307,426,498
<b>Preferred Stocks</b>		<b>Shares</b>	
<b>Banks 0.9%</b>			
Wells Fargo & Co., 5.85% (a)		550,500	14,290,980
<b>Capital Markets 0.6%</b>			
The Goldman Sachs Group, Inc., Series J, 5.50% (a)		162,450	3,887,429
SCE Trust III, 5.75% (a)		31,650	855,816
State Street Corp., Series D, 5.90% (a)		220,495	5,754,919
			10,498,164
<b>Consumer Finance 0.0%</b>			
Ally Financial, Inc., Series A, 8.50% (a)		24,509	648,999
<b>Diversified Financial Services 0.8%</b>			
Citigroup, Inc., Series K, 6.88% (a)		488,320	13,067,443
<b>Electric Utilities 0.1%</b>			
Entergy Louisiana LLC, 5.25%		90,000	2,250,000
<b>Insurance 0.2%</b>			
The Allstate Corp., Series E, 6.63%		125,000	3,292,500
<b>Machinery 0.1%</b>			
Stanley Black & Decker, Inc., 6.25% (k)		11,107	1,288,745
<b>Media 0.4%</b>			
NBCUniversal Enterprise, Inc., 5.25% (b)(f)		5,600	5,833,481
<b>Real Estate Investment Trusts (REITs) 0.2%</b>			
Ventas Realty LP/Ventas Capital Corp., 5.45%		75,000	1,847,250



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Vornado Realty Trust, Series K, 5.70%	50,000	1,229,500
		3,076,750

See Notes to Financial Statements.

## Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust  
(BTZ)

(Percentages shown are based on Net Assets)

	Shares	Value
<b>Preferred Stocks</b>		
<b>Wireless Telecommunication Services 1.2%</b>		
Centaur Funding Corp., 9.08% (b)	15,143	\$ 19,004,465
<b>Total Preferred Stocks 4.5%</b>		73,251,527
<b>Trust Preferred 0.6%</b>		
<b>Diversified Financial Services 0.6%</b>		
GMAC Capital Trust I, Series 2, 8.13%, 2/15/40 (a)	353,111	9,287,236
<b>Total Preferred Securities 23.6%</b>		389,965,261
<b>Total Long-Term Investments</b>		
(Cost \$2,249,859,560) 144.6%		2,401,618,577
<b>Short-Term Securities</b>		
<b>BlackRock Liquidity Funds, TempFund, Institutional Class, 0.07% (l)(m)</b>		
	4,283,291	\$ 4,283,291
<b>Total Short-Term Securities</b>		
(Cost \$4,283,291) 0.3%		4,283,291
<b>Options Purchased</b>		
(Cost \$8,179,455) 0.2%		3,369,343
<b>Total Investments Before Options Written</b>		
(Cost \$2,262,322,306) 145.1%		2,409,271,211
<b>Options Written</b>		
(Premiums Received \$7,454,970) (0.1)%		(2,444,259)
<b>Total Investments, Net of Options Written</b>		
(Cost \$2,254,867,336) 145.0%		2,406,826,952
<b>Liabilities in Excess of Other Assets (45.0)%</b>		(746,384,987)
<b>Net Assets 100.0%</b>		\$ 1,660,441,965

## 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) When-issued security. Unsettled when-issued transactions were as follows:

Counterparty	Value	Unrealized Appreciation
Bank of America N.A.	\$ 4,283,700	
Citigroup Global Markets, Inc.	\$ 1,893,210	
Credit Suisse Securities (USA) LLC	\$ 935,625	
Deutsche Bank Securities, Inc.	\$ 1,969,913	\$ 4,912
J.P. Morgan Securities LLC	\$ 2,510,594	\$ 15,594
Morgan Stanley & Co. International PLC	\$ 2,403,150	

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- (d) 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.
  
- (e) All or a portion of security has been pledged as collateral in connection with outstanding reverse repurchase agreements.
  
- (f) Security is perpetual in nature and has no stated maturity date.
  
- (g) Non-income producing security.
  
- (h) Issuer filed for bankruptcy and/or is in default of principal and/or interest payments.
  
- (i) 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.
  
- (j) Zero-coupon bond.
  
- (k) Convertible security.
  
- (l) Investments in issuers considered to be an affiliate of the Trust during the year ended October 31, 2014, for purposes of Section 2(a)(3) of the 1940 Act, were as follows:

<b>Affiliate</b>	<b>Shares Held at October 31, 2013</b>	<b>Net Activity</b>	<b>Shares Held at October 31, 2014</b>	<b>Income</b>
BlackRock Liquidity Funds, TempFund, Institutional Class	3,999,467	283,824	4,283,291	\$ 2,660

- (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 sub-classifications for reporting ease.

See Notes to Financial Statements.

## Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

Reverse repurchase agreements outstanding as of October 31, 2014 were as follows:

Counterparty	Interest Rate	Trade Date	Maturity Date <sup>1</sup>	Face Value	Face Value Including Accrued Interest
Credit Suisse Securities (USA) LLC	0.35%	1/29/13	Open	\$ 14,670,000	\$ 14,761,423
Credit Suisse Securities (USA) LLC	0.35%	3/28/13	Open	10,309,437	10,367,872
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	10,825,000	10,885,725
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	7,353,912	7,395,166
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	8,703,625	8,752,450
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	1,143,000	1,149,412
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	7,339,594	7,380,767
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	2,639,763	2,654,571
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	15,710,962	15,799,097
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	6,912,937	6,951,717
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	5,351,062	5,381,080
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	1,252,295	1,259,320
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	7,590,500	7,633,081
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	3,747,562	3,768,585
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	3,633,656	3,654,040
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	860,781	865,610
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	4,077,375	4,100,248
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	8,587,500	8,635,673
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	3,567,375	3,587,387
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	11,181,744	11,244,470
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	2,285,625	2,298,447
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	2,915,000	2,931,352
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	6,173,719	6,208,352
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	20,623,680	20,739,373
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	12,448,144	12,517,974
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	3,007,500	3,024,371
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	5,154,000	5,182,913
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	837,900	842,600
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	872,969	877,866
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	2,880,000	2,896,156
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	3,664,406	3,684,963
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	8,018,569	8,063,551
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	597,400	600,751
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	3,695,812	3,716,545
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	476,875	479,550
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	4,197,375	4,220,921
Credit Suisse Securities (USA) LLC	0.35%	4/02/13	Open	532,125	535,110
Credit Suisse Securities (USA) LLC	0.35%	4/23/13	Open	7,076,875	7,115,198
Credit Suisse Securities (USA) LLC	0.35%	8/23/13	Open	2,055,000	2,063,691
Credit Suisse Securities (USA) LLC	0.35%	10/22/13	Open	17,741,250	17,805,759
Credit Suisse Securities (USA) LLC	0.35%	10/22/13	Open	16,593,750	16,654,087
UBS Securities LLC	0.32%	2/05/14	Open	956,709	958,997
UBS Securities LLC	0.33%	2/10/14	Open	6,197,000	6,211,940
Barclays Capital, Inc.	0.35%	2/28/14	Open	7,944,000	7,962,999
BNP Paribas Securities Corp.	0.34%	3/17/14	Open	9,813,000	9,834,223
Deutsche Bank Securities, Inc.	0.16%	4/16/14	Open	3,400,000	3,402,001
UBS Securities LLC	0.30%	5/08/14	Open	9,646,000	9,660,228
UBS Securities LLC	(0.50)%	5/13/14	Open	2,016,000	2,011,212
UBS Securities LLC	0.32%	5/13/14	Open	8,649,000	8,662,146
UBS Securities LLC	0.32%	5/13/14	Open	2,182,000	2,185,317
UBS Securities LLC	0.32%	5/13/14	Open	7,149,000	7,159,866
UBS Securities LLC	0.34%	5/13/14	Open	1,256,000	1,258,028
UBS Securities LLC	0.34%	5/13/14	Open	10,604,000	10,621,125

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UBS Securities LLC	0.34%	5/13/14	Open	683,000	684,103
UBS Securities LLC	0.34%	5/13/14	Open	5,229,000	5,237,445
UBS Securities LLC	0.34%	5/13/14	Open	4,668,000	4,675,539
UBS Securities LLC	0.35%	5/13/14	Open	10,880,000	10,898,088
UBS Securities LLC	0.35%	5/13/14	Open	6,046,000	6,056,051
UBS Securities LLC	0.35%	5/13/14	Open	1,115,000	1,116,854
UBS Securities LLC	0.35%	5/13/14	Open	6,061,000	6,071,076
UBS Securities LLC	0.35%	5/13/14	Open	5,546,000	5,555,220
UBS Securities LLC	0.35%	5/13/14	Open	3,255,000	3,260,411
UBS Securities LLC	0.35%	5/13/14	Open	23,285,000	23,323,711
UBS Securities LLC	0.35%	5/13/14	Open	11,160,000	11,178,554

See Notes to Financial Statements.

## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

Reverse repurchase agreements outstanding as of October 31, 2014 were as follows (concluded):

Counterparty	Interest Rate	Trade Date	Maturity Date <sup>1</sup>	Face Value	Face Value Including Accrued Interest
Barclays Capital, Inc.	0.35%	5/14/14	Open	\$ 6,234,000	\$ 6,247,247
Barclays Capital, Inc.	0.35%	5/14/14	Open	1,213,000	1,216,322
Barclays Capital, Inc.	0.35%	5/14/14	Open	2,791,000	2,798,908
Barclays Capital, Inc.	0.35%	5/14/14	Open	11,233,000	11,264,296
Deutsche Bank Securities, Inc.	0.40%	5/27/14	Open	6,792,000	6,803,924
RBC Capital Markets, LLC	0.34%	5/28/14	Open	6,960,000	6,970,320
RBC Capital Markets, LLC	0.34%	5/30/14	Open	3,510,000	3,515,138
Barclays Capital, Inc.	(1.75)%	6/25/14	Open	1,319,870	1,311,593
RBC Capital Markets, LLC	0.34%	6/26/14	Open	13,680,000	13,696,538
RBC Capital Markets, LLC	0.34%	6/30/14	Open	4,664,400	4,669,863
RBC Capital Markets, LLC	0.34%	6/30/14	Open	3,324,750	3,328,644
Barclays Capital, Inc.	0.40%	7/01/14	Open	10,010,000	10,023,680
BNP Paribas Securities Corp.	0.34%	7/07/14	Open	8,155,000	8,163,934
BNP Paribas Securities Corp.	0.34%	7/07/14	Open	12,217,000	12,230,384
BNP Paribas Securities Corp.	0.35%	7/07/14	Open	5,672,000	5,678,397
Deutsche Bank Securities, Inc.	0.10%	7/22/14	Open	349,563	349,662
BNP Paribas Securities Corp.	0.07%	7/28/14	Open	1,886,138	1,886,490
HSBC Securities (USA), Inc.	0.40%	7/31/14	Open	11,957,143	11,969,499
Merrill Lynch, Pierce, Fenner & Smith, Inc.	0.15%	7/31/14	Open	8,833,813	8,837,236
Deutsche Bank Securities, Inc.	0.42%	8/04/14	Open	5,936,000	5,942,164
Deutsche Bank Securities, Inc.	0.40%	8/08/14	Open	1,119,000	1,120,020
Merrill Lynch, Pierce, Fenner & Smith, Inc.	(0.30)%	8/08/14	Open	1,235,000	1,234,156
BNP Paribas Securities Corp.	0.34%	8/12/14	Open	5,675,000	5,679,341
BNP Paribas Securities Corp.	0.38%	8/12/14	Open	4,625,000	4,628,954
BNP Paribas Securities Corp.	0.38%	8/12/14	Open	2,035,000	2,036,740
RBC Capital Markets, LLC	(1.00)%	8/22/14	Open	2,817,250	2,811,694
RBC Capital Markets, LLC	0.34%	9/11/14	Open	10,797,300	10,802,501
RBC Capital Markets, LLC	0.09%	9/18/14	Open	5,092,688	5,093,248
BNP Paribas Securities Corp.	0.35%	9/23/14	Open	5,162,000	5,163,957
BNP Paribas Securities Corp.	0.35%	9/23/14	Open	4,782,000	4,783,813
RBC Capital Markets, LLC	0.34%	9/30/14	Open	10,459,250	10,462,411
Deutsche Bank Securities, Inc.	0.42%	10/02/14	Open	4,517,000	4,518,528
Deutsche Bank Securities, Inc.	0.42%	10/02/14	Open	2,848,000	2,848,964
Barclays Capital, Inc.	0.40%	10/07/14	Open	13,545,000	13,548,763
BNP Paribas Securities Corp.	0.35%	10/07/14	Open	11,991,000	11,993,914
BNP Paribas Securities Corp.	0.35%	10/07/14	Open	7,463,000	7,464,814
Credit Suisse Securities (USA) LLC	0.20%	10/07/14	Open	8,277,000	8,278,150
Credit Suisse Securities (USA) LLC	0.35%	10/07/14	Open	4,347,500	4,348,557
Deutsche Bank Securities, Inc.	0.42%	10/08/14	Open	3,985,000	3,986,116
BNP Paribas Securities Corp.	0.10%	10/28/14	Open	3,332,000	3,332,028
BNP Paribas Securities Corp.	0.33%	10/28/14	Open	5,630,000	5,630,155
BNP Paribas Securities Corp.	0.33%	10/28/14	Open	5,381,000	5,381,148
BNP Paribas Securities Corp.	0.34%	10/28/14	Open	9,428,000	9,428,267
BNP Paribas Securities Corp.	0.34%	10/28/14	Open	11,100,000	11,100,315
BNP Paribas Securities Corp.	0.34%	10/28/14	Open	15,615,000	15,615,442
BNP Paribas Securities Corp.	0.34%	10/28/14	Open	5,034,000	5,034,143
BNP Paribas Securities Corp.	0.34%	10/28/14	Open	3,288,000	3,288,093
BNP Paribas Securities Corp.	0.34%	10/28/14	Open	2,966,000	2,966,084
BNP Paribas Securities Corp.	0.34%	10/28/14	Open	6,361,000	6,361,180
Barclays Capital, Inc.	0.35%	10/29/14	Open	734,000	734,227
Barclays Capital, Inc.	0.35%	10/29/14	Open	9,152,000	9,152,231
Barclays Capital, Inc.	0.35%	10/29/14	Open	2,514,000	2,514,236
Barclays Capital, Inc.	0.35%	10/29/14	Open	4,668,000	4,668,240
Barclays Capital, Inc.	0.35%	10/29/14	Open	4,956,000	4,956,244
Barclays Capital, Inc.	0.35%	10/29/14	Open	4,995,000	4,995,248

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Barclays Capital, Inc.	0.35%	10/29/14	Open	5,182,000	5,182,253
RBC Capital Markets, LLC	0.34%	10/30/14	Open	3,480,000	3,480,033
RBC Capital Markets, LLC	0.34%	10/30/14	Open	3,389,025	3,389,057
RBC Capital Markets, LLC	0.34%	10/30/14	Open	8,162,000	8,162,077
<b>Total</b>				<b>\$ 757,925,453</b>	<b>\$ 759,751,939</b>

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

See Notes to Financial Statements.

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## Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

Financial futures contracts outstanding as of October 31, 2014 were as follows:

Contracts Purchased (Sold)	Issue	Exchange	Expiration	Notional Value	Unrealized Appreciation (Depreciation)
(1,350)	90-Day Euro-Dollar	Chicago Mercantile	March 2016	USD 333,871,875	\$ (778,342)
(283)	Ultra Long U.S. Treasury Bond	Chicago Board of Trade	December 2014	USD 44,377,938	119,028
(64)	Long U.S. Treasury Bond	Chicago Board of Trade	December 2014	USD 9,030,000	235,926
168	2-Year U.S. Treasury Note	Chicago Board of Trade	December 2014	USD 36,886,500	108,026
652	10-Year U.S. Treasury Note	Chicago Board of Trade	December 2014	USD 82,386,313	(189,900)
1,347	5-Year U.S. Treasury Note	Chicago Board of Trade	December 2014	USD 160,871,790	929,909
<b>Total</b>					\$ 424,647

Exchange-traded options purchased as of October 31, 2014 were as follows:

Description	Put/Call	Strike Price	Expiration Date	Contracts	Market Value
90-Day Euro-Dollar	Put	USD 98.00	12/14/15	1,698	\$ 106,125
90-Day Euro-Dollar	Put	USD 99.00	12/14/15	1,698	689,812
<b>Total</b>					\$ 795,937

OTC interest rate swaptions purchased as of October 31, 2014 were as follows:

Description	Counterparty	Put/Call	Exercise Rate	Pay/Receive Exercise Rate	Floating Rate Index	Expiration Date	Notional Amount (000)	Market Value
5-Year Interest Rate Swap	JPMorgan Chase Bank N.A.	Put	4.50%	Pay	3-month LIBOR	8/07/18	USD 203,300	\$ 2,573,406

Exchange-traded options written as of October 31, 2014 were as follows:

Description	Put/Call	Strike Price	Expiration Date	Contracts	Market Value
90-Day Euro-Dollar	Put	USD 98.50	12/14/15	3,396	\$ (530,625)

OTC interest rate swaptions written as of October 31, 2014 were as follows:

Description	Counterparty	Put/Call	Exercise Rate	Pay/Receive Exercise Rate	Floating Rate Index	Expiration Date	Notional Amount (000)	Market Value
5-Year Interest Rate Swap	JPMorgan Chase Bank N.A.	Put	6.00%	Receive	3-month LIBOR	8/07/18	USD 406,600	\$ (1,913,634)



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Centrally cleared interest rate swaps outstanding as of October 31, 2014 were as follows:

Fixed Rate	Floating Rate	Clearinghouse	Effective Date	Expiration Date	Notional Amount (000)	Unrealized Appreciation (Depreciation)
1.45% <sup>1</sup>	3-month LIBOR	Chicago Mercantile	N/A	10/28/18	USD 13,800	\$ 18,314
1.50% <sup>1</sup>	3-month LIBOR	Chicago Mercantile	N/A	11/30/18	USD 10,700	7,293
1.78% <sup>1</sup>	3-month LIBOR	Chicago Mercantile	N/A	1/17/19	USD 22,900	(217,704)
2.21% <sup>1</sup>	3-month LIBOR	Chicago Mercantile	N/A	10/18/20	USD 65,000	(926,871)
2.79% <sup>1</sup>	3-month LIBOR	Chicago Mercantile	N/A	10/11/23	USD 68,000	(2,337,123)
2.79% <sup>1</sup>	3-month LIBOR	Chicago Mercantile	N/A	11/18/23	USD 10,600	(355,037)
3.03% <sup>1</sup>	3-month LIBOR	Chicago Mercantile	N/A	1/08/24	USD 10,900	(579,680)
<b>Total</b>						\$ (4,390,808)

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

OTC credit default swaps buy protection outstanding as of October 31, 2014 were as follows:

Issuer	Pay Fixed Rate	Counterparty	Expiration Date	Notional Amount (000)	Market Value	Premiums Paid (Received)	Unrealized Depreciation
Southwest Airlines Co.	1.00%	Goldman Sachs Bank USA	12/20/16	USD 2,535	\$ (44,546)	\$ 51,583	\$ (96,129)
Southwest Airlines Co.	1.00%	Goldman Sachs International	12/20/16	USD 1,465	(25,743)	29,811	(55,554)
Southwest Airlines Co.	1.00%	Royal Bank of Scotland PLC	12/20/16	USD 4,000	(70,330)	88,521	(158,851)
STMicro Electronics	1.00%	Barclays Bank PLC	6/20/17	EUR 1,500	(8,716)	32,491	(41,207)
General Dynamic Corp.	1.00%	Credit Suisse International	9/20/17	USD 5,585	(140,057)	(80,104)	(59,953)
Lockheed Martin Corp.	1.00%	Credit Suisse International	9/20/17	USD 5,585	(145,133)	(27,873)	(117,260)

See Notes to Financial Statements.

## Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

OTC credit default swaps buy protection outstanding as of October 31, 2014 were as follows (concluded):

Issuer	Pay Fixed Rate	Counterparty	Expiration Date	Notional Amount (000)	Market Value	Premiums Paid (Received)	Unrealized Depreciation
Northrop Grumman Corp.	1.00%	Credit Suisse International	9/20/17	USD 4,715	\$ (122,592)	\$ (62,215)	\$ (60,377)
Raytheon Co.	1.00%	Credit Suisse International	9/20/17	USD 4,715	(121,659)	(66,271)	(55,388)
Humana, Inc.	1.00%	Goldman Sachs Bank USA	9/20/17	USD 4,500	(94,592)	42,792	(137,384)
Humana, Inc.	1.00%	Goldman Sachs International	9/20/17	USD 2,800	(58,857)	26,626	(85,483)
Cigna Corp.	1.00%	Goldman Sachs Bank USA	9/20/17	USD 4,500	(111,054)	(6,218)	(104,836)
Cigna Corp.	1.00%	Goldman Sachs International	9/20/17	USD 2,800	(69,100)	(3,869)	(65,231)
YUM! Brands, Inc.	1.00%	Deutsche Bank AG	3/20/19	USD 20,000	(493,299)	(327,708)	(165,591)
Citigroup, Inc.	1.00%	Deutsche Bank AG	3/20/19	USD 16,700	(281,372)	(62,490)	(218,882)
Kohl's Corp.	1.00%	JPMorgan Chase Bank N.A.	6/20/19	USD 5,345	3,809	99,169	(95,360)
<b>Total</b>					\$ (1,783,241)	\$ (265,755)	\$ (1,517,486)

OTC credit default swaps sold protection outstanding as of October 31, 2014 were as follows:

Issuer	Receive Fixed Rate	Counterparty	Expiration Date	Credit Rating <sup>1</sup>	Notional Amount (000) <sup>2</sup>	Market Value	Premiums Paid (Received)	Unrealized Appreciation (Depreciation)
Anadarko Petroleum Corp.	1.00%	Credit Suisse International	6/20/17	BBB	USD 2,425	\$ 36,354	\$ (63,939)	\$ 100,293
Anadarko Petroleum Corp.	1.00%	Morgan Stanley Capital Services LLC	6/20/17	BBB	USD 10	150	(291)	441
Anadarko Petroleum Corp.	1.00%	UBS AG	6/20/17	BBB	USD 994	14,901	(28,507)	43,408
Comcast Corp.	1.00%	Credit Suisse International	9/20/17	A-	USD 12,200	293,551	30,345	263,206
United Health Group, Inc.	1.00%	Goldman Sachs Bank USA	9/20/17	A+	USD 4,500	108,679	(6,191)	114,870
United Health Group, Inc.	1.00%	Goldman Sachs International	9/20/17	A+	USD 2,800	67,622	(3,853)	71,475
WellPoint, Inc.	1.00%	Goldman Sachs Bank USA	9/20/17	A-	USD 4,500	102,938	(24,609)	127,547
WellPoint, Inc.	1.00%	Goldman Sachs International	9/20/17	A-	USD 2,800	64,050	(15,312)	79,362
MetLife, Inc.	1.00%	Deutsche Bank AG	3/20/18	A-	USD 3,025	57,140	(83,014)	140,154
Bank of America Corp.	1.00%	Deutsche Bank AG	3/20/19	A-	USD 16,700	270,936	111,420	159,516
Valero Energy Corporation	1.00%	Citibank N.A.	9/20/19	BBB	USD 24	104	200	(96)
Valero Energy Corporation	1.00%	Barclays Bank PLC	9/20/19	BBB	USD 40	173	184	(11)
Valero Energy Corporation	1.00%	Barclays Bank PLC	9/20/19	BBB	USD 3	13	13	
Valero Energy Corporation	1.00%	Barclays Bank PLC	9/20/19	BBB	USD 110	480	457	23
Devon Energy Corp.	1.00%	BNP Paribas S.A.	12/20/19	BBB+	USD 13,014	24,607		24,607
Devon Energy Corp.	1.00%	BNP Paribas S.A.	12/20/19	BBB+	USD 190	360	276	84
<b>Total</b>						\$ 1,042,058	\$ (82,821)	\$ 1,124,879

<sup>1</sup> Using Standard & Poor's (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

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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, please refer to Note 2 of the Notes to Financial Statements.

See Notes to Financial Statements.

## Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

The following tables summarize the Trust's investments and derivative financial instruments categorized in the disclosure hierarchy as of October 31, 2014:

	Level 1	Level 2	Level 3	Total
<b>Assets:</b>				
Investments:				
Long-Term Investments:				
Asset-Backed Securities		\$ 67,107,199	\$ 5,930,350	\$ 73,037,549
Corporate Bonds		1,860,591,330	21,431,574	1,882,022,904
Foreign Agency Obligations		12,240,650		12,240,650
Municipal Bonds		18,403,250		18,403,250
U.S. Government Sponsored Agency Securities		3,536,314		3,536,314
U.S. Treasury Obligations		22,412,649		22,412,649
Preferred Securities	\$ 57,700,817	332,264,444		389,965,261
Short-Term Securities	4,283,291			4,283,291
Options Purchased:				
Interest rate contracts	795,937	2,573,406		3,369,343
<b>Total</b>	\$ 62,780,045	\$ 2,319,129,242	\$ 27,361,924	\$ 2,409,271,211

	Level 1	Level 2	Level 3	Total
Derivative Financial Instruments <sup>1</sup>				
<b>Assets:</b>				
Credit contracts		\$ 1,124,986		\$ 1,124,986
Interest rate contracts	\$ 1,392,889	25,607		1,418,496
<b>Liabilities:</b>				
Credit contracts		(1,517,593)		(1,517,593)
Interest rate contracts	(1,498,867)	(6,330,049)		(7,828,916)
<b>Total</b>	\$ (105,978)	\$ (6,697,049)		\$ (6,803,027)

<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 for financial statement purposes. As of October 31, 2014, 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	\$ 99			\$ 99
Cash pledged as collateral for OTC derivatives	500,000			500,000
Cash pledged for centrally cleared swaps	5,150,000			5,150,000
Cash pledged for financial futures contracts	353,000			353,000
<b>Liabilities:</b>				
Bank overdraft		\$ (26,363)		(26,363)
Cash received as collateral for OTC derivatives		(740,000)		(740,000)
Reverse repurchase agreements		(759,751,939)		(759,751,939)
<b>Total</b>	\$ 6,003,099	\$ (760,518,302)		\$ (754,515,203)

There were no transfers between Level 1 and Level 2 during the year ended October 31, 2014.

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:

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	Asset-Backed Securities	Corporate Bonds	Total
<b>Assets:</b>			
Opening Balance, as of October 31, 2013	\$ 8,505,000	\$ 16,746,250	\$ 25,251,250
Transfers into Level 3			
Transfers out of Level 3 <sup>1</sup>	(8,505,000)		(8,505,000)
Accrued discounts/premiums	906		906
Net realized gain (loss)			
Net change in unrealized appreciation/depreciation <sup>2,3</sup>	(6,781)	268,361	261,580
Purchases	5,936,225	4,416,963	10,353,188
Sales			
<b>Closing Balance, as of October 31, 2014</b>	<b>\$ 5,930,350</b>	<b>\$ 21,431,574</b>	<b>\$ 27,361,924</b>
Net change in unrealized appreciation/depreciation on investments still held at October 31, 2014 <sup>3</sup>	\$ (6,781)	\$ 268,361	\$ 261,580

<sup>1</sup> As of October 31, 2013, the Trust used significant unobservable inputs in determining the value of certain investments. As of October 31, 2014, the Trust used observable inputs in determining the value of the same investments. As a result, investments with a beginning of period value of \$8,505,000 transferred from Level 3 to Level 2 in the disclosure hierarchy.

See Notes to Financial Statements.

Schedule of Investments (concluded)

BlackRock Credit Allocation Income Trust (BTZ)

<sup>2</sup> Included in the related net change in unrealized appreciation/depreciation in the Statements of Operations.

<sup>3</sup> Any difference between Net change in unrealized appreciation/depreciation and Net change in unrealized appreciation/depreciation on investments still held at October 31, 2014 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.

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## Consolidated Schedule of Investments October 31, 2014

BlackRock Floating Rate Income Trust  
(BGT)

(Percentages shown are based on Net Assets)

Common Stocks	Shares	Value
<b>Auto Components 0.0%</b>		
Lear Corp.	402	\$ 37,185
<b>Construction &amp; Engineering 0.0%</b>		
USI United Subcontractors	8,067	153,282
<b>Diversified Consumer Services 0.6%</b>		
Cengage Thomson Learning	19,588	541,119
Houghton Mifflin Harcourt Co. (a)	75,047	1,501,690
		2,042,809
<b>Household Durables 0.0%</b>		
Berkline Benchcraft Equity LLC	6,155	
<b>Paper &amp; Forest Products 0.2%</b>		
Ainsworth Lumber Co. Ltd. (a)	220,483	508,634
Ainsworth Lumber Co. Ltd. (a)(b)	62,685	144,608
		653,242
<b>Total Common Stocks 0.8%</b>		2,886,518

Asset-Backed Securities	Par	
	(000)	
ALM Loan Funding, Series 2013-7RA (b)(c):		
Class C, 3.68%, 4/24/24	USD 630	588,337
Class D, 5.23%, 4/24/24	550	499,578
ALM XIV Ltd., Series 2014-14A (b)(c):		
Class B, 3.18%, 7/28/26	563	540,797
Class C, 3.68%, 7/28/26	713	655,018
Apidos CDO XI, Series 2012-11A, Class D, 4.48%, 1/17/23 (b)(c)	500	490,533
Atlas Senior Loan Fund Ltd., Series 2014-6A, Class D, 3.96%, 10/15/26 (b)(c)	525	479,139
Atrium CDO Corp., Series 9A, Class D, 3.74%, 2/28/24 (b)(c)	500	472,862
Carlyle Global Market Strategies CLO Ltd. (b)(c):		
Series 2012-4A, Class D, 4.73%, 1/20/25	450	449,989
Series 2013-1A, Class C, 4.23%, 2/14/25	250	240,701
Cent CLO 22, Ltd., Series 2014-22A, Class C, 3.98%, 11/07/26 (b)(c)	750	715,650
Fraser Sullivan CLO VII Ltd., Series 2012-7A, Class C, 4.23%, 4/20/23 (b)(c)		