

BLACKROCK FLOATING RATE INCOME STRATEGIES FUND INC

Form N-CSRS

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UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

**FORM N-CSR**

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

Investment Company Act file number 811-21413

Name of Fund: BlackRock Floating Rate Income Strategies Fund, Inc. (FRA)

Fund Address: 100 Bellevue Parkway, Wilmington, DE 19809

Name and address of agent for service: John M. Perlowski, Chief Executive Officer, BlackRock Floating Rate Income Strategies Fund, Inc., 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: 08/31/2012

Date of reporting period: 02/29/2012

Item 1 – Report to Stockholders

**February 29, 2012**

Semi-Annual Report (Unaudited)

BlackRock Defined Opportunity Credit Trust (BHL)

BlackRock Diversified Income Strategies Fund, Inc. (DVF)

BlackRock Floating Rate Income Strategies Fund, Inc. (FRA)

BlackRock Limited Duration Income Trust (BLW)

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

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Dear Shareholder

Risk assets were advancing at this time last year despite a wave of geopolitical revolutions, soaring oil prices and natural disasters in Japan. Markets reversed sharply in May, however, when escalating political strife in Greece rekindled fears about sovereign debt problems spreading across Europe. Concurrently, global economic indicators signaled that the recovery had slowed. Confidence was further shaken by the prolonged debt ceiling debate in Washington, DC. On August 5, 2011, Standard & Poor's downgraded the US government's credit rating and turmoil erupted in financial markets around the world. Extraordinary levels of volatility persisted in the months that followed as Greece teetered on the brink of default, debt problems escalated in Italy and Spain, and exposure to European sovereign bonds stressed banks globally. Financial markets whipsawed on hopes and fears. Macro news flow became a greater influence on trading decisions than the fundamentals of the securities traded. By the end of the third quarter, equity markets had fallen nearly 20% from their April peak while safe-haven assets such as US Treasuries and gold had rallied to historic highs.

October brought enough positive economic data to assuage fears of a global double-dip recession. Additionally, European leaders began to show progress toward stemming the region's debt crisis. Investors began to reenter the markets and risk assets recovered through the month. But a lack of definitive details about Europe's rescue plan eventually raised doubts among investors and thwarted the rally at the end of October. The last two months of 2011 saw more political instability in Greece, unsustainable yields on Italian government bonds, and US policymakers in gridlock over budget issues. Global central bank actions and improving economic data invigorated the markets, but investor confidence was easily tempered by sobering news flow.

Investors showed more optimism at the start of 2012. Risk assets rallied through January and February as economic data grew stronger and debt problems in Europe stabilized. In the United States, jobs data signaled solid improvement in the labor market and the Federal Reserve indicated that it would keep short-term interest rates low through 2014. In Europe, policymakers made significant progress toward securing a Greek bailout plan and restructuring the nation's debt. Nevertheless, considerable headwinds remain. Europe faces a prolonged recession, the US economy still remains somewhat shaky and the risks of additional flare ups of euro-zone debt problems and slowing growth in China weigh heavily on the future of the global economy.

Risk assets, including equities and high yield bonds, recovered their late-summer losses and posted strong returns for the 6-month period ended February 29, 2012. On a 12-month basis, US large-cap stocks and high yield bonds delivered positive results, while small-cap and emerging-market stocks finished slightly negative. International markets, which experienced some significant downturns in 2011, lagged the broader rebound. Fixed income securities, which benefited from declining yields, advanced over the 6- and 12-month periods. Despite their quality rating downgrade, US Treasury bonds performed particularly well. Municipal bonds also delivered superior results. Continued low short-term interest rates kept yields on money market securities near their all-time lows.

Many of the themes that caused uncertainty in 2011 remain. For investors, the risks appear daunting, but this challenging environment offers new opportunities. BlackRock was built for these times. Visit [blackrock.com/newworld](http://blackrock.com/newworld) for more information.

Sincerely,

**Rob Kapito**

President, BlackRock Advisors, LLC

*For investors, the risks appear daunting, but this challenging environment offers new opportunities. BlackRock was built for these times.*

**Rob Kapito**

President, BlackRock Advisors, LLC

**Total Returns as of February 29, 2012**

	██████████	██████████
US large cap equities (S&P 500® Index)	13.31 %	5.12 %
US small cap equities (Russell 2000® Index)	12.40	(0.15 )
International equities (MSCI Europe, Australasia, Far East Index)	4.13	(7.45 )
Emerging market equities (MSCI Emerging Markets Index)	5.27	(0.11 )
3-month Treasury bill (BofA Merrill Lynch 3-Month Treasury Bill Index)	0.00	0.08
US Treasury securities (BofA Merrill Lynch 10- Year US Treasury Index)	3.70	17.22
US investment grade bonds (Barclays US Aggregate Bond Index)	2.73	8.37
Tax-exempt municipal bonds (S&P Municipal Bond Index)	5.93	12.88
US high yield bonds (Barclays US Corporate High Yield 2% Issuer Capped Index)	8.62	6.92

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

THIS PAGE NOT PART OF YOUR FUND REPORT 3

Fund Summary as of February 29, 2012

## **BlackRock Defined Opportunity Credit Trust**

### **Investment Objective**

**BlackRock Defined Opportunity Credit Trust** s (BHL) (the **Fund** ) primary investment objective is to provide high current income, with a secondary objective of long-term capital appreciation. The Fund seeks to achieve its investment objectives by investing substantially all of its assets in loan and debt instruments and loan-related and debt-related instruments (collectively "credit securities"). The Fund invests, under normal market conditions, at least 80% of its assets in any combination of the following credit securities: (i) senior secured floating rate and fixed rate loans; (ii) second lien or other subordinated or unsecured floating rate and fixed rate loans or debt; (iii) credit securities that are rated below investment grade quality; and (iv) investment grade corporate bonds. The Fund may invest directly in such securities or synthetically through the use of derivatives.

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

### **Portfolio Management Commentary**

#### **How did the Fund perform?**

For the six months ended February 29, 2012, the Fund returned 9.69% based on market price and 8.88% based on net asset value ( NAV ). For the same period, the closed-end Lipper Loan Participation Funds category posted an average return of 12.07% based on market price and 8.96% based on NAV. All returns reflect reinvestment of dividends. The Fund'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?**

Security selection among higher-quality and non-rated floating rate loans and common stock had a positive impact on the Fund s performance. Selection in the chemicals and electric sectors also boosted returns. The Fund s tactical exposure to high yield bonds contributed positively as the asset class outperformed loans given improving investor demand for riskier assets over the six-month period.

Detracting from performance was security selection among lower-quality loan instruments, an area of the market that generally carried a less favorable risk-return profile during the period. The Fund s exposure to the paper sector had a negative effect on returns, as did a tactical allocation to asset-backed securities via collateralized loan obligations.

#### **Describe recent portfolio activity.**

The period began with severe market volatility in reaction to headwinds from Europe s debt crisis and a possible US government shut-down. However, the environment shifted in December when the European Central Bank announced a long-term refinancing operation. This liquidity program provided a much-needed short-term solution for the financial markets and mitigated the risk of a collapse in the European banking system. Moreover, it was the catalyst for a positive turn in the valuation of risk assets.

During the period, the Fund maintained its focus on the higher quality portions of the loan market in terms of loan structure, liquidity and overall credit quality. Given the weak outlook for global growth, the Fund remained cautious of lower-rated less-liquid loans. The Fund sought issuers with attractive risk-reward characteristics and superior fundamentals. While the developments during the period bode well for the posture of risk markets going forward, the Fund continues to maintain a high quality bias.

#### **Describe portfolio positioning at period end.**



At period end, the Fund held 87% of its total portfolio in floating rate loan interests (bank loans), 10% in corporate bonds, with the remainder in asset-backed securities and common stocks. The Fund's largest sector exposures included wireless, non-captive diversified financials and chemicals. The Fund ended the period with economic leverage at 22% of its total managed assets.

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

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**BlackRock Defined Opportunity Credit Trust**

**Fund Information**

Symbol on New York Stock Exchange ( NYSE )	BHL
Initial Offering Date	January 31, 2008
Yield on Closing Market Price as of February 29, 2012 (\$13.45) <sup>1</sup>	5.89%
Current Monthly Distribution per Common Share <sup>2</sup>	\$0.066
Current Annualized Distribution per Common Share <sup>2</sup>	\$0.792
Economic Leverage as of February 29, 2012 <sup>3</sup>	22%

<sup>1</sup> Yield on closing market price is calculated by dividing the current annualized distribution per share by the closing market price. Past performance does not guarantee future results.

<sup>2</sup> The distribution rate is not constant and is subject to change.

<sup>3</sup> Represents loan outstanding as a percentage of total managed assets, which is the total assets of the Fund (including any assets attributable to borrowings) minus the sum of liabilities (other than borrowings representing financial leverage). For a discussion of leveraging techniques utilized by the Fund, please see The Benefits and Risks of Leveraging on page 12.

The table below summarizes the changes in the Fund's market price and NAV per share:

	<b>2/29/12</b>	<b>8/31/11</b>	<b>Change</b>	<b>High</b>	<b>Low</b>
Market Price	\$13.45	\$12.65	6.32%	\$13.58	\$11.59
Net Asset Value	\$13.90	\$13.17	5.54%	\$13.90	\$12.93

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

**Portfolio Composition**

	<b>2/29/12</b>	<b>8/31/11</b>
Floating Rate Loan Interests	87 %	86 %
Corporate Bonds	10	11
Asset-Backed Securities	2	2
Common Stocks	1	—
Other Interests	—	1

**Credit Quality Allocations<sup>4</sup>**

	<b>2/29/12</b>	<b>8/31/11</b>
BBB/Baa	11 %	12 %
BB/Ba	44	33
B	45	55

<sup>4</sup>Using the higher of Standard & Poor's (S&P's) or Moody's Investors Service (Moody's) ratings.  
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Fund Summary as of February 29, 2012

**BlackRock Diversified Income Strategies Fund, Inc.**

## **Investment Objective**

**BlackRock Diversified Income Strategies Fund, Inc. s (DVF) (the Fund )** investment objective is to provide shareholders with high current income. The Fund seeks to achieve its investment objective by investing primarily in floating rate debt securities and instruments, including floating rate loans, bonds, certain preferred securities (including certain convertible preferred securities), notes or other debt securities or instruments which pay a floating or variable rate of interest until maturity. The Fund considers floating rate debt securities to include fixed rate debt securities held by the Fund where the Fund has entered into certain derivative transactions at either the portfolio level or with respect to an individual security held by the Fund, including interest rate swap agreements, in an attempt to convert the fixed rate payments it receives with respect to such securities into floating rate payments. The Fund may invest, under normal market conditions, a substantial portion of its assets in below investment grade quality securities. The Fund may invest directly in such securities or synthetically through the use of derivatives.

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

## **Portfolio Management Commentary**

### **How did the Fund perform?**

For the six months ended February 29, 2012, the Fund returned 6.70% based on market price and 8.73% based on NAV. For the same period, the closed-end Lipper Loan Participation Funds category posted an average return of 12.07% based on market price and 8.96% based on NAV. All returns reflect reinvestment of dividends. The Fund'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?**

Security selection among higher-quality loan instruments had a positive impact on the Fund s performance. The Fund s tactical exposure to high yield bonds also contributed positively as the asset class outperformed loans during the period. Selection in the electric, chemicals and transportation services sectors boosted returns. The Fund s use of leverage was an additional contributor.

Detracting from performance was security selection among lower-quality loan instruments, an area of the market that generally carried a less favorable risk-return profile during the period. Selection within the independent energy and non-cable media sectors also had a negative impact on returns.

### **Describe recent portfolio activity.**

The period began with severe market volatility in reaction to headwinds from Europe s debt crisis and a possible US government shut-down. However, the environment shifted in December when the European Central Bank announced a long-term refinancing operation. This liquidity program provided a much-needed short-term solution for the financial markets and mitigated the risk of a collapse in the European banking system. Moreover, it was the catalyst for a positive turn in the valuation of risk assets.

During the period, the Fund maintained its focus on the higher quality portions of the loan market in terms of loan structure, liquidity and overall credit quality. Given the weak outlook for global growth, the Fund remained cautious of lower-rated less-liquid loans. The Fund sought issuers with attractive risk-reward characteristics and superior fundamentals. While the developments during the period bode well for the posture of risk markets going forward, the Fund continues to maintain a high quality bias.

**Describe portfolio positioning at period end.**

At period end, the Fund held 83% of its total portfolio in floating rate loan interests (bank loans), 12% in corporate bonds, with the remainder in asset-backed securities, common stocks and other interests. The Fund's largest sector exposures included cable media, chemicals and wireless. The Fund ended the period with economic leverage at 23% of its total managed assets.

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

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**BlackRock Diversified Income Strategies Fund, Inc.****Fund Information**

Symbol on NYSE	DVF
Initial Offering Date	January 31, 2005
Yield on Closing Market Price as of February 29, 2012 (\$10.12) <sup>1</sup>	6.94%
Current Monthly Distribution per Common Share <sup>2</sup>	\$0.0585
Current Annualized Distribution per Common Share <sup>2</sup>	\$0.7020
Economic Leverage as of February 29, 2012 <sup>3</sup>	23%

<sup>1</sup> Yield on closing market price is calculated by dividing the current annualized distribution per share by the closing market price. Past performance does not guarantee future results.

<sup>2</sup> The distribution rate is not constant and is subject to change.

<sup>3</sup> Represents loan outstanding as a percentage of total managed assets, which is the total assets of the Fund (including any assets attributable to borrowings) minus the sum of liabilities (other than borrowings representing financial leverage). For a discussion of leveraging techniques utilized by the Fund, please see The Benefits and Risks of Leveraging on page 12.

The table below summarizes the changes in the Fund's market price and NAV per share:

	<b>2/29/12</b>	<b>8/31/11</b>	<b>Change</b>	<b>High</b>	<b>Low</b>
Market Price	\$10.12	\$ 9.84	2.85%	\$10.22	\$8.84
Net Asset Value	\$10.68	\$10.19	4.81%	\$10.68	\$9.95

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

**Portfolio Composition**

	<b>2/29/12</b>	<b>8/31/11</b>
Floating Rate Loan Interests	83 %	80 %
Corporate Bonds	12	14
Asset-Backed Securities	2	2
Common Stocks	2	2
Other Interests	1	2

**Credit Quality Allocations<sup>4</sup>**

	<b>2/29/12</b>	<b>8/31/11</b>
BBB/Baa	8 %	8 %
BB/Ba	44	30

B	36	47
CCC/Caa	7	8
Not Rated	5	7

<sup>4</sup>Using the higher of S&P's or Moody's ratings.  
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Fund Summary as of February 29, 2012

**BlackRock Floating Rate Income Strategies Fund,  
Inc.**

**Investment Objective**

**BlackRock Floating Rate Income Strategies Fund, Inc. s (FRA) (the Fund )** investment objective is to provide shareholders with high current income and such preservation of capital as is consistent with investment in a diversified, leveraged portfolio consisting primarily of floating rate debt securities and instruments. The Fund seeks to achieve its investment objective by investing, under normal market conditions, at least 80% of its assets in floating rate debt securities, including floating or variable rate debt securities that pay interest at rates that adjust whenever a specified interest rate changes and/or which reset on predetermined dates (such as the last day of a month or calendar quarter). The Fund invests a substantial portion of its investments in floating rate debt securities consisting of secured or unsecured senior floating rate loans that are rated below investment grade. The Fund may invest directly in such securities or synthetically through the use of derivatives.

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

**Portfolio Management Commentary**

**How did the Fund perform?**

For the six months ended February 29, 2012, the Fund returned 12.69% based on market price and 8.76% based on NAV. For the same period, the closed-end Lipper Loan Participation Funds category posted an average return of 12.07% based on market price and 8.96% based on NAV. All returns reflect reinvestment of dividends. The Fund'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?**

Security selection among higher-quality and non-rated floating rate loans and common stock had a positive impact on the Fund s performance. Selection in the chemicals and electric sectors also boosted returns. The Fund s tactical exposure to high yield bonds contributed positively as the asset class outperformed loans given improving investor demand for riskier assets over the six-month period.

Detracting from performance was security selection among lower-quality loan instruments, an area of the market that generally carried a less favorable risk-return profile during the period. The Fund s exposure to the paper sector had a negative effect on returns, as did a tactical allocation to asset-backed securities via collateralized loan obligations.

**Describe recent portfolio activity.**

The period began with severe market volatility in reaction to headwinds from Europe s debt crisis and a possible US government shut-down. However, the environment shifted in December when the European Central Bank announced a long-term refinancing operation. This liquidity program provided a much-needed short-term solution for the financial markets and mitigated the risk of a collapse in the European banking system. Moreover, it was the catalyst for a positive turn in the valuation of risk assets.

During the period, the Fund maintained its focus on the higher quality portions of the loan market in terms of loan structure, liquidity and overall credit quality. Given the weak outlook for global growth, the Fund remained cautious of lower-rated less-liquid loans. The Fund sought issuers with attractive risk-reward characteristics and superior fundamentals. While the developments during the period bode well for the posture of risk markets going forward, the



Fund continues to maintain a high quality bias.

**Describe portfolio positioning at period end.**

At period end, the Fund held 83% of its total portfolio in floating rate loan interests (bank loans), 13% in corporate bonds, with the remainder in asset-backed securities and common stocks. The Fund's largest sector exposures included wireless, non-captive diversified financials and chemicals. The Fund ended the period with economic leverage at 22% of its total managed assets.

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

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**BlackRock Floating Rate Income Strategies Fund, Inc.****Fund Information**

Symbol on NYSE	FRA
Initial Offering Date	October 31, 2003
Yield on Closing Market Price as of February 29, 2012 (\$14.52) <sup>1</sup>	6.36%
Current Monthly Distribution per Common Share <sup>2</sup>	\$0.077
Current Annualized Distribution per Common Share <sup>2</sup>	\$0.924
Economic Leverage as of February 29, 2012 <sup>3</sup>	22%

<sup>1</sup> Yield on closing market price is calculated by dividing the current annualized distribution per share by the closing market price. Past performance does not guarantee future results.

<sup>2</sup> The distribution rate is not constant and is subject to change.

<sup>3</sup> Represents loan outstanding as a percentage of total managed assets, which is the total assets of the Fund (including any assets attributable to borrowings) minus the sum of liabilities (other than borrowings representing financial leverage). For a discussion of leveraging techniques utilized by the Fund, please see The Benefits and Risks of Leveraging on page 12.

The table below summarizes the changes in the Fund's market price and NAV per share:

	<b>2/29/12</b>	<b>8/31/11</b>	<b>Change</b>	<b>High</b>	<b>Low</b>
Market Price	\$14.52	\$13.33	8.93%	\$14.60	\$12.33
Net Asset Value	\$14.76	\$14.04	5.13%	\$14.76	\$13.74

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

**Portfolio Composition**

	<b>2/29/12</b>	<b>8/31/11</b>
Floating Rate Loan Interests	83 %	81 %
Corporate Bonds	13	15
Asset-Backed Securities	3	3
Common Stocks	1	—
Other Interests	—	1

**Credit Quality Allocations<sup>4</sup>**

	<b>2/29/12</b>	<b>8/31/11</b>
BBB/Baa	9 %	9 %
BB/Ba	39	36
B	43	49
CCC/Caa	4	3

Not Rated 5 3

<sup>4</sup> Using the higher of S&P's or Moody's ratings.

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Fund Summary as of February 29, 2012

**BlackRock Limited Duration Income Trust**

**Investment Objective**

**BlackRock Limited Duration Income Trust s (BLW) (the Fund )** investment objective is to provide current income and capital appreciation. The Fund seeks to achieve its investment objective by investing primarily in three distinct asset classes:

intermediate duration, investment grade corporate bonds, mortgage-related securities and asset-backed securities and US Government and agency securities;  
senior, secured floating rate loans made to corporate and other business entities; and  
US dollar-denominated securities of US and non-US issuers rated below investment grade, and to a limited extent, non-US dollar denominated securities of non-US issuers rated below investment grade.  
The Fund s portfolio normally has an average portfolio duration of less than five years (including the effect of anticipated leverage), although it may be longer from time to time depending on market conditions. The Fund may invest directly in such securities or synthetically through the use of derivatives.

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

**Portfolio Management Commentary**

**How did the Fund perform?**

For the six months ended February 29, 2012, the Fund returned 10.48% based on market price and 8.20% based on NAV. For the same period, the closed-end Lipper High Current Yield Funds (Leveraged) category posted an average return of 13.38% based on market price and 10.05% based on NAV. All returns reflect reinvestment of dividends. The Fund'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?**

Security selection among higher-quality credit instruments had a positive impact on the Fund s performance. Selection in the consumer services and electric sectors also boosted returns. The Fund s tactical exposure to equity securities was rewarding as equities outperformed high yield debt amid improving investor demand for riskier assets over the six-month period.

The Fund differs from its Lipper category competitors, which invest primarily in high yield bonds, in that the Fund also invests in floating rate loan interests (bank loans), investment grade credits and securitized assets. While the Fund s allocations to these other asset classes did not detract from performance on an absolute basis, they underperformed high yield bonds for the period. Security selection in the non-cable media and paper sectors pared the Fund s gains for the period.

**Describe recent portfolio activity.**

In the early part of the period, as the outlook for global growth worsened and the potential for further spreading of the ongoing debt crisis in Europe increased, the Fund shifted its positioning to a more conservative posture. Specifically, the Fund reduced positions in the more cyclical credits and increased exposure to market sectors with more stable cash flows.

However, the environment shifted in December when the European Central Bank announced a long-term refinancing operation. This liquidity program provided a much-needed short-term solution for the financial markets and mitigated

the risk of a collapse in the European banking system. Moreover, it was the catalyst for a positive turn in the valuation of risk assets. Given these developments, the Fund maintained its higher-quality income-oriented bias, but started selectively adding back some risk in names with appealing risk-reward characteristics. Despite this modest shift to risk-on, the Fund continued to seek issuers with superior fundamentals while avoiding higher-beta credits (i.e., those with higher sensitivity to market volatility) and the more economically sensitive areas of the market.

**Describe portfolio positioning at period end.**

At period end, the Fund held 45% of its total portfolio in corporate bonds, 31% in floating rate loan interests (bank loans), 11% in non-agency mortgage-backed securities, with the remainder in US Government sponsored agency securities, asset-backed securities, common stocks and taxable municipal bonds. The Fund's largest sector exposures included cable media, independent energy and chemicals. The Fund ended the period with economic leverage at 27% of its total managed assets.

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

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**BlackRock Limited Duration Income Trust****Fund Information**

Symbol on NYSE	BLW
Initial Offering Date	July 30, 2003
Yield on Closing Market Price as of February 29, 2012 (\$16.96) <sup>1</sup>	7.43%
Current Monthly Distribution per Common Share <sup>2</sup>	\$0.105
Current Annualized Distribution per Common Share <sup>2</sup>	\$1.260
Economic Leverage as of February 29, 2012 <sup>3</sup>	27%

<sup>1</sup> Yield on closing market price is calculated by dividing the current annualized distribution per share by the closing market price. Past performance does not guarantee future results.

<sup>2</sup> The distribution rate is not constant and is subject to change.

<sup>3</sup> Represents reverse repurchase agreements outstanding as a percentage of total managed assets, which is the total assets of the Fund (including any assets attributable to borrowing) minus the sum of liabilities (other than borrowings representing financial leverage). For a discussion of leveraging techniques utilized by the Fund, please see The Benefits and Risks of Leveraging on page 12.

The table below summarizes the changes in the Fund's market price and NAV per share:

	<b>2/29/12</b>	<b>8/31/11</b>	<b>Change</b>	<b>High</b>	<b>Low</b>
Market Price	\$16.96	\$16.01	5.93%	\$17.33	\$15.00
Net Asset Value	\$17.14	\$16.52	3.75%	\$17.14	\$15.92

The following charts show the portfolio composition of the Fund's long-term investments and credit quality allocations of the Fund's corporate bond and US government securities investments:

**Portfolio Composition**

	<b>2/29/12</b>	<b>8/31/11</b>
Corporate Bonds	45 %	40 %
Floating Rate Loan Interests	31	31
Non-Agency Mortgage-Backed Securities	11	10
US Government Sponsored Agency Securities	6	11
Asset-Backed Securities	4	5
Common Stocks	2	1
Taxable Municipal Bonds	1	1
Other Interests	—	1

**Credit Quality Allocations<sup>4</sup>**

	<b>2/29/12</b>	<b>8/31/11</b>
AAA/Aaa <sup>5</sup>	12	% 17
AA/Aa	2	2
A	7	5
BBB/Baa	15	15
BB/Ba	33	26
B	25	27
CCC/Caa	5	7
D	—	1
Not Rated	1	—

<sup>4</sup>Using the higher of S&P's or Moody's ratings.

<sup>5</sup>Includes US Government Sponsored Agency securities and US Treasury Obligations, which were deemed AAA/Aaa by the investment advisor.

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### The Benefits and Risks of Leveraging

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

The Funds may utilize leverage by borrowing through a credit facility or through entering into reverse repurchase agreements. In general, the concept of leveraging is based on the premise that the financing cost of assets to be obtained from leverage, which will be based on short-term interest rates, will normally be lower than the income earned by each Fund on its longer-term portfolio investments. To the extent that the total assets of each Fund (including the assets obtained from leverage) are invested in higher-yielding portfolio investments, each Fund'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. However, in order to benefit shareholders, the yield curve must be positively sloped; that is, short-term interest rates must be lower than long-term interest rates. If the yield curve becomes negatively sloped, meaning short-term interest rates exceed long-term interest rates, income to shareholders will be lower than if the Funds had not used leverage.

To illustrate these concepts, assume a Fund's capitalization is \$100 million and it borrows for an additional \$30 million, creating a total value of \$130 million available for investment in long-term securities. If prevailing short-term interest rates are 3% and long-term interest rates are 6%, the yield curve has a strongly positive slope. In this case, the Fund pays borrowing costs and interest expense on the \$30 million of borrowings based on the lower short-term interest rates. At the same time, the securities purchased by the Fund with assets received from the borrowings earn income based on long-term interest rates. In this case, the borrowing costs and interest expense of the borrowings is significantly lower than the income earned on the Fund's long-term investments, and therefore the Fund's shareholders are the beneficiaries of the incremental net income.

If short-term interest rates rise, narrowing the differential between short-term and long-term interest rates, the incremental net income pickup will be reduced or eliminated completely. Furthermore, if prevailing short-term interest rates rise above long-term interest rates, the yield curve has a negative slope. In this case, the Fund pays higher short-term interest rates whereas the Fund's total portfolio earns income based on lower long-term interest rates.

Furthermore, the value of the Funds' 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 redemption value of the Funds' borrowings does not fluctuate in relation to interest rates. As a result, changes in interest rates can influence the Funds' NAVs positively or negatively in addition to the impact on Fund performance from leverage from borrowings discussed above.

The use of leverage may enhance opportunities for increased income to the Funds, but as described above, it also creates risks as short- or long-term interest rates fluctuate. Leverage also will generally cause greater changes in the Funds' NAVs, market prices and dividend rates than comparable portfolios without leverage. If the income derived from securities purchased with assets received from leverage exceeds the cost of leverage, the Funds' net income will be greater than if leverage had not been used. Conversely, if the income from the securities purchased is not sufficient to cover the cost of leverage, each Fund's net income will be less than if leverage had not been used, and therefore the amount available for distribution to shareholders will be reduced. Each Fund 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 a Fund to incur losses. The use of leverage may limit each Fund's ability to invest in certain types of securities or use certain types of hedging



strategies. Each Fund will incur expenses in connection with the use of leverage, all of which are borne by shareholders and may reduce income.

Under the Investment Company Act of 1940, as amended (the 1940 Act ), the Funds are permitted to issue senior securities representing indebtedness up to 33 1/3% of their total managed assets (each Fund's net assets plus the proceeds of any outstanding borrowings). If the Funds segregate liquid assets having a value not less than the repurchase price (including accrued interest), a reverse repurchase agreement will not be considered a senior security and therefore will not be subject to this limitation. In addition, each Fund voluntarily limits its aggregate economic leverage to 50% of its managed assets. As of February 29, 2012, the Funds had aggregate economic leverage from any reverse repurchase agreements and borrowings through a credit facility as a percentage of their total managed assets as follows:

	<b>Percent of Economic Leverage</b>	
BHL		22%
DVF		23%
FRA		22%
BLW		27%

#### Derivative Financial Instruments

The Funds may invest in various derivative financial instruments, including financial futures contracts, foreign currency exchange contracts, options and swaps as specified in Note 2 of the Notes to Financial Statements, which may constitute forms of economic leverage. Such derivative financial instruments are used to obtain exposure to a 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 Funds' ability to use a derivative financial instrument successfully depends on the investment advisor's ability to predict pertinent market movements accurately, which cannot be assured. The use of derivative financial instruments may result in losses greater than if they had not been used, may require a Fund to sell or purchase portfolio investments at inopportune times or for distressed values, may limit the amount of appreciation a Fund can realize on an investment, may result in lower dividends paid to shareholders or may cause a Fund to hold an investment that it might otherwise sell. The Funds' investments in these instruments are discussed in detail in the Notes to Financial Statements.

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Schedule of Investments February 29, 2012 (Unaudited) **BlackRock Defined Opportunity Credit Trust (BHL)**  
**(Percentages shown are based on Net Assets)**

<b>Asset-Backed Securities</b>	<b>Par (000)</b>	<b>Value</b>
ARES CLO Funds, Series 2005-10A, Class B, 0.95%, 9/18/17 (a)(b)	USD 250	\$ 231,345
Canaras Summit CLO Ltd., Series 2007-1A, Class B, 1.04%, 6/19/21 (a)(b)	345	293,350
Flagship CLO, Series 2006-1A, Class B, 0.91%, 9/20/19 (a)(b)	1,000	772,500
Fraser Sullivan CLO Ltd., Series 2006-2A, Class B, 0.96%, 12/20/20 (a)(b)	500	425,000
Gannett Peak CLO Ltd., Series 2006-1X, Class A2, 0.92%, 10/27/20 (b)	265	213,988
Goldman Sachs Asset Management CLO Plc, Series 2007-1A, Class B, 1.00%, 8/01/22 (a)(b)	580	464,000
Landmark CDO Ltd., Series 2006-8A, Class B, 0.92%, 10/19/20 (a)(b)	495	414,404
MAPS CLO Fund LLC, Series 2005-1A, Class C, 1.52%, 12/21/17 (a)(b)	260	234,260
Portola CLO Ltd., Series 2007-1X, Class B1, 1.95%, 11/15/21 (b)	350	300,125
T2 Income Fund CLO Ltd., Series 2007-1A, Class B, 1.17%, 7/15/19 (a)(b)	300	260,175
<b>Total Asset-Backed Securities 2.9%</b>		<b>3,609,147</b>

<b>Common Stocks (c)</b>	<b>Shares</b>
<b>Auto Components 0.8%</b>	
Delphi Automotive Plc (180-day lock) (acquired 11/17/11, cost \$176,777) (d)	30,737 958,994
<b>Hotels, Restaurants &amp; Leisure 0.1%</b>	
BLB Worldwide Holdings, Inc.	20,020 196,180
<b>Software 0.0%</b>	
HMH Holdings/EduMedia	53,267 13,317
<b>Total Common Stocks 0.9%</b>	<b>1,168,491</b>

	<b>Par (000)</b>	
<b>Corporate Bonds</b>		
<b>Airlines 0.2%</b>		
American Airlines Pass-Through Trust, Series 2011-2, Class A, 8.63%, 4/15/23	USD 129	136,740
Delta Air Lines, Inc., Series 2009-1-B, Class B, 9.75%, 6/17/18	55	58,663 195,403
<b>Auto Components 0.9%</b>		
Icahn Enterprises LP: 7.75%, 1/15/16	785	822,287
8.00%, 1/15/18 (a)	340	360,400 1,182,687
<b>Chemicals 0.6%</b>		
CF Industries, Inc., 6.88%, 5/01/18	415	488,662
Ineos Finance Plc, 8.38%, 2/15/19 (a)	110	116,875
Lyondell Chemical Co., 11.00%, 5/01/18	130	142,256
LyondellBasell Industries NV, 6.00%, 11/15/21 (a)	45	49,388 797,181

	<b>Par (000) Value</b>	
<b>Corporate Bonds</b>		
<b>Commercial Banks 0.2%</b>		
CIT Group, Inc.: 7.00%, 5/02/16 (a)	USD 180	\$ 180,225
7.00%, 5/02/17 (a)	130	130,163 310,388
<b>Commercial Services &amp; Supplies 0.3%</b>		
ARAMARK Corp., 4.05%, 2/01/15 (b)	65	64,756
AWAS Aviation Capital Ltd., 7.00%, 10/17/16 (a)	340	355,200 419,956
<b>Consumer Finance 0.3%</b>		
Inmarsat Finance Plc, 7.38%, 12/01/17 (a)	325	347,750
<b>Containers &amp; Packaging 0.1%</b>		
Graphic Packaging International, Inc., 9.50%, 6/15/17	100	111,250
<b>Diversified Financial Services 1.1%</b>		
Ally Financial, Inc., 2.73%, 12/01/14 (b)	1,025	959,330
FCE Bank Plc, 7.13%, 1/15/13	EUR 50	69,113
Reynolds Group Issuer, Inc. (a):		

7.13%, 4/15/19	USD	120	126,900
6.88%, 2/15/21		185	196,100
			1,351,443
<b>Diversified Telecommunication Services 0.1%</b>			
ITC Deltacom, Inc., 10.50%, 4/01/16		140	145,950
<b>Health Care Providers &amp; Services 0.5%</b>			
HCA, Inc., 6.50%, 2/15/20		400	429,000
Tenet Healthcare Corp., 6.25%, 11/01/18 (a)		185	197,256
			626,256
<b>Health Care Technology 0.8%</b>			
IMS Health, Inc., 12.50%, 3/01/18 (a)		850	1,011,500
<b>Hotels, Restaurants &amp; Leisure 0.5%</b>			
MGM Resorts International:			
10.38%, 5/15/14		175	199,062
11.13%, 11/15/17		390	443,625
			642,687
<b>Household Durables 0.6%</b>			
Beazer Homes USA, Inc., 12.00%, 10/15/17		715	779,350
<b>Independent Power Producers &amp; Energy Traders 2.0%</b>			
Calpine Corp., 7.25%, 10/15/17 (a)		545	577,700
Energy Future Holdings Corp., 10.00%, 1/15/20		370	400,062
Energy Future Intermediate Holding Co. LLC, 10.00%, 12/01/20		1,355	1,471,869
			2,449,631
<b>Machinery 0.1%</b>			
UR Financing Escrow Corp., 5.75%, 7/15/18 (a)(e)		80	82,200
<b>Media 1.9%</b>			
AMC Networks, Inc., 7.75%, 7/15/21 (a)		105	117,075
CCH II LLC, 13.50%, 11/30/16		500	575,000
Clear Channel Worldwide Holdings, Inc.:			
9.25%, 12/15/17		185	202,575
Series B, 9.25%, 12/15/17		850	935,000
Unitymedia Hessen GmbH & Co. KG, 8.13%, 12/01/17 (a)		500	542,500
			2,372,150

**Portfolio Abbreviations**

To simplify the listings of portfolio holdings in the Schedules of Investments, the names and descriptions of many of the securities have been abbreviated according

**CAD** Canadian Dollar    **GO** General Obligation Bonds  
**EUR** Euro                    **USD** US Dollar  
**GBP** British Pound

to the following list:

See Notes to Financial Statements.

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Schedule of Investments (continued)

**BlackRock Defined Opportunity Credit Trust  
(BHL)****(Percentages shown are based on Net Assets)**

<b>Corporate Bonds</b>	<b>Par (000) Value</b>
<b>Oil, Gas &amp; Consumable Fuels 0.1%</b>	
Coffeyville Resources LLC, 9.00%, 4/01/15 (a)	USD 126 \$ 134,820
<b>Paper &amp; Forest Products 0.3%</b>	
Longview Fibre Paper & Packaging, Inc., 8.00%, 6/01/16 (a)	155 159,263
Verso Paper Holdings LLC, 11.50%, 7/01/14	180 183,600 342,863
<b>Pharmaceuticals 0.1%</b>	
Valeant Pharmaceuticals International, 6.50%, 7/15/16 (a)	185 188,700
<b>Real Estate Management &amp; Development 0.1%</b>	
Realogy Corp., 7.63%, 1/15/20 (a)	165 170,363
<b>Wireless Telecommunication Services 1.7%</b>	
Cricket Communications, Inc., 7.75%, 5/15/16	1,125 1,198,125
Sprint Nextel Corp. (a):	
9.00%, 11/15/18	290 323,350
7.00%, 3/01/20	550 558,937 2,080,412
<b>Total Corporate Bonds 12.5%</b>	<b>15,742,940</b>

**Floating Rate Loan Interests (b)****Aerospace & Defense 1.6%**

DynCorp International, Term Loan B, 6.25%, 7/07/16	326 324,524
SI Organization, Inc., New Term Loan B, 4.50%, 11/22/16	419 401,072
TransDigm, Inc.:	
Add on Term Loan B2, 4.00%, 2/14/17	180 180,149
Term Loan (First Lien), 4.00%, 2/14/17	842 840,759
Wesco Aircraft Hardware Corp., Term Loan B, 4.25%, 4/07/17	294 293,325 2,039,829

**Airlines 0.8%**

Delta Air Lines, Inc., Credit New Term Loan B, 5.50%, 4/20/17	1,067	1,041,761
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**Auto Components 2.6%**

Allison Transmission, Inc., Term Loan B, 2.75%, 8/07/14	1,419	1,402,833
Autoparts Holdings Ltd., First Lien Term Loan, 6.50%, 7/28/17	648	649,996
Federal-Mogul Corp.:		
Term Loan B, 2.19% 2.20%, 12/29/14	275	262,844
Term Loan C, 2.19% 2.20%, 12/28/15	140	134,104
Schaeffler AG, Term Loan C2, 6.00%, 1/27/17	480	481,402
UCI International, Inc., Term Loan, 5.50%, 7/26/17	347	347,366
		3,278,545

**Biotechnology 0.7%**

Grifols SA, Term Loan B, 4.50%, 6/1/17	868	866,443
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**Building Products 3.2%**

Armstrong World Industries, Inc., Term Loan B, 4.00%, 3/19/18	447	444,812
CPG International, Inc., Term Loan B, 6.00%, 2/18/17	792	748,440
Goodman Global, Inc., Initial Term Loan (First Lien), 5.75%, 10/28/16	2,094	2,104,553
Momentive Performance Materials, Inc. (Blitz 06-103 GmbH), Tranche B-2B Term Loan, 4.08%, 5/05/15	EUR 563	710,195
		4,008,000

**Capital Markets 1.8%**

American Capital Ltd., Term Loan B, 7.50%, 12/31/13	USD 61	61,446
HarbourVest Partners, Term Loan (First Lien), 6.25%, 12/16/16	838	838,853

**Par  
(000) Value**

**Floating Rate Loan Interests (b)****Capital Markets (concluded)**

Nuveen Investments, Inc., Incremental Term Loan, 7.25%, 5/13/17	USD 160	\$ 161,120
Nuveen Investments, Inc. (First Lien):		
3.30% 3.58%, 11/13/14	391	388,468
5.74% 5.83%, 5/12/17	782	780,021
		2,229,908

**Chemicals 5.0%**

American Rock Salt Holdings LLC, Term Loan B,		
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5.50%, 4/25/17	610	567,273
Ashland, Inc., Term Loan B, 3.75%, 8/23/18	429	430,341
Chemtura Corp., Exit Term Loan B, 5.50%, 8/27/16	750	752,347
Gentek, Inc., Term Loan B, 5.00% 5.75%, 10/06/15	491	488,055
MDI Holdings LLC, Term Loan B, 2.24%, 4/11/14	446	443,147
Nexeo Solutions LLC, Term Loan B, 5.00%, 9/08/17	571	561,888
Polyone Corp., Term Loan, 5.00%, 12/20/17	185	185,278
PQ Corp., Original Term Loan (First Lien), 3.50%, 7/30/14	706	688,474
Styron Sarl LLC, Term Loan B, 6.00% 6.75%, 8/02/17	506	456,469
Tronox Worldwide LLC: Delayed Draw Term Loan, 1.00%, 2/09/18	176	175,517
Term Loan B, 4.25%, 2/08/18	644	643,564
Univar, Inc., Term Loan B, 5.00%, 6/30/17	934	926,108
		6,318,461

**Commercial Services & Supplies 3.9%**

Altegrity, Inc., Tranche D Term Loan, 7.75%, 2/20/15	697	696,257
ARAMARK Corp.: Letter of Credit, 3.55%, 7/26/16	23	23,012
Term Loan B, 3.83%, 7/26/16	327	323,984
AWAS Finance Luxembourg Sarl, Term Loan B, 5.25%, 6/10/16	370	368,427
Delos Aircraft, Inc., Term Loan B2, 7.00%, 3/17/16	825	825,883
International Lease Finance Corp., Term Loan B1, 6.75%, 3/17/15	35	35,058
KAR Auction Services, Inc., Term Loan B, 5.00%, 5/19/17	1,194	1,192,508
Synagro Technologies, Inc., Term Loan B, 2.25% 2.26%, 4/02/14	866	774,796
Volume Services America, Inc., Term Loan B, 10.50% 10.75%, 9/16/16	494	495,809
West Corp., Term Loan B4, 4.49% 4.50%, 7/15/16	197	196,891
		4,932,625

**Communications Equipment 1.3%**

Avaya, Inc.: Term Loan B1, 3.24%, 10/26/14	513	501,799
Term Loan B3, 4.99%, 10/26/17	315	305,478
CommScope, Inc., Term Loan B, 5.00%, 1/14/18	818	817,813
		1,625,090

**Construction & Engineering 0.9%**

BakerCorp. International, Inc., Term Loan B,		
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5.00%, 6/01/18	363	362,692
Safway Services, LLC, First Out Tranche Loan, 9.00%, 12/16/17	750	750,000 1,112,692
<b>Consumer Finance 1.6%</b>		
Springleaf Finance Corp, Term Loan, 5.50%, 5/10/17	2,135	1,946,287
<b>Containers &amp; Packaging 1.0%</b>		
Berry Plastics Holding Corp., Term Loan C, 2.25%, 4/03/15	500	486,620
Sealed Air Corp., Term Loan B, 4.75%, 10/03/18	719	725,996 1,212,616

See Notes to Financial Statements.

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## Schedule of Investments (continued)

**BlackRock Defined Opportunity Credit Trust  
(BHL)****(Percentages shown are based on Net Assets)**

<b>Floating Rate Loan Interests (b)</b>	<b>Par (000) Value</b>
<b>Diversified Consumer Services 3.3%</b>	
Coinmach Corp., Delayed Draw Term Loan, 3.41%, 11/20/14	USD 243 \$ 223,902
Coinmach Service Corp., Term Loan, 3.41%, 11/20/14	1,021 940,249
Laureate Education, Inc., Extended Term Loan, 5.25%, 8/15/18	1,955 1,866,229
ServiceMaster Co.:	
Delayed Draw Term Loan, 2.75%, 7/24/14	108 106,332
Term Loan, 2.77% 3.03%, 7/24/14	1,081 1,067,749 4,204,461
<b>Diversified Financial Services 1.9%</b>	
Reynolds Group Holdings, Inc.:	
Tranche B Term Loan, 6.50%, 2/09/18	1,217 1,228,416
Tranche C Term Loan, 5.25% 6.50%, 8/09/18	1,184 1,196,493 2,424,909
<b>Diversified Telecommunication Services 4.4%</b>	
Hawaiian Telcom Communications, Inc., Term Loan B, 7.00%, 2/25/17	530 528,675
Integra Telecom Holdings, Inc., Term Loan, 9.25%, 4/15/15	813 715,110
Level 3 Financing, Inc.:	
Term Loan B2, 5.75%, 9/03/18	1,800 1,812,384
Term Loan B3, 5.75%, 8/31/18	550 553,784
Tranche A Term Loan, 2.50% 2.83%, 3/13/14	1,200 1,180,200
US Telepacific Corp., Term Loan B, 5.75%, 2/23/17	745 705,845 5,495,998
<b>Electronic Equipment, Instruments &amp; Components 1.2%</b>	
CDW LLC (FKA CDW Corp.), Extended Term Loan, 4.00%, 7/14/17	816 797,620
Sensata Technologies Finance Co. LLC, Term Loan, 4.00%, 5/11/18	700 698,787 1,496,407

**Energy Equipment & Services 3.0%**

CCS Corp.:

Incremental Term Loan, 6.50%, 10/17/14	350	350,350
Term Loan B, 3.24%, 11/14/14	746	721,878
Dynegy Midwest Generation LLC, Coal Co. Term Loan, 9.25%, 8/04/16	517	513,801
Dynegy Power LLC, Gas Co. Term Loan, 9.25%, 8/04/16	581	598,832
MEG Energy Corp., Term Loan B, 4.00%, 3/16/18	1,546	1,542,956
		3,727,817

**Food & Staples Retailing 2.0%**

AB Acquisitions UK Topco 2 Ltd., Facility B1, 3.60%, 7/09/15	GBP 900	1,307,801
B&G Foods, Inc., Term Loan B, 4.50%, 11/30/18	USD 175	175,394
Bolthouse Farms, Inc., Term Loan (First Lien), 5.50% 5.75%, 2/11/16	215	215,615
U.S. Foodservice, Inc., Term Loan B, 2.74% 2.75%, 7/03/14	789	760,976
		2,459,786

**Food Products 3.2%**

Advance Pierre Foods, Term Loan (Second Lien): 7.00%, 9/30/16	948	948,000
11.25%, 9/29/17	550	550,456
Del Monte Corp., Term Loan, 4.50%, 3/08/18	1,170	1,147,571
Michaels Foods Group, Inc., Term Loan B, 4.25%, 2/23/18	126	126,084
Pinnacle Foods Finance LLC: Tranche B Term Loan, 2.76% 3.08%, 4/02/14	40	39,569
Tranche D Term Loan, 6.00% 6.50%, 4/02/14	452	454,616
Solvest Ltd. (Dole): Tranche B-2 Term Loan, 5.00% 6.00%, 7/06/18	280	281,275
Tranche C-2 Term Loan, 5.00% 6.00%, 7/06/18	521	522,367
		4,069,938

	<b>Par</b>
<b>Floating Rate Loan Interests (b)</b>	<b>(000) Value</b>

**Health Care Equipment & Supplies 1.8%**

Biomet, Inc., Term Loan B, 3.24% 3.57%, 3/25/15	USD 313	\$ 309,873
DJO Finance LLC, Term Loan, 3.24%, 5/20/14	465	458,692
Hupah Finance, Inc., Term Loan B, 6.25%, 1/21/19	355	354,780
Iasis Healthcare LLC, Term Loan, 5.00%, 5/03/18	349	347,188

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Immucor, Inc., Term Loan B, 7.25%, 8/17/18	823	828,492
		2,299,025

**Health Care Providers & Services 4.6%**

CHS/Community Health Systems, Inc.:

Non-Extended Delayed Draw Term Loan,

3.25%, 7/25/14	32	31,999
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Non-Extended Term Loan, 2.49% 4.50%, 7/25/14	639	630,085
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ConvaTec, Inc., Term Loan, 5.75%, 12/22/16	594	592,331
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DaVita, Inc., Term Loan B, 4.50%, 10/20/16	891	893,040
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Emergency Medical Services, Term Loan,

5.25%, 5/25/18	773	770,968
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Harden Healthcare LLC:

Term Loan A, 8.50%, 3/02/15	328	321,325
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Tranche A Additional Term Loan, 7.75%, 3/02/15	494	484,188
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HCA, Inc., Tranche B-3 Term Loan, 3.49%, 5/01/18	225	221,286
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Health Management Associates, Inc., Term Loan B,

4.50%, 11/16/18	270	268,245
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inVentiv Health, Inc.:

Combined Term Loan, 6.50%, 8/04/16	642	616,734
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Incremental Term Loan B-3, 6.75%, 5/15/18	347	333,600
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Medpace, Inc., Term Loan, 6.50% 7.25%, 6/16/17	547	525,360
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Vanguard Health Holding Co. II, LLC (Vanguard Health

Systems, Inc.), Term Loan B, 5.00%, 1/29/16	60	59,700
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5,748,861

**Health Care Technology 1.3%**

IMS Health, Inc., Term Loan B, 4.50%, 8/25/17	553	552,978
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Kinetic Concepts, Inc., Term Loan B, 7.00%, 5/04/18	695	706,294
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MedAssets, Inc., Term Loan, 5.25%, 11/16/16	399	399,422
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1,658,694

**Hotels, Restaurants & Leisure 5.7%**

Ameristar Casinos, Inc., Term Loan B, 4.00%, 4/13/18	570	571,540
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Boyd Gaming Corp., Incremental Term Loan,

6.00%, 12/17/15	395	395,924
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Caesars Entertainment Operating Co., Inc.:

Incremental Term Loan B4, 9.50%, 10/31/16	495	508,895
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Term Loan B1, 3.24%, 1/28/15	272	254,623
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Term Loan B3, 3.24% 3.47%, 1/28/15	2,272	2,128,487
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Dunkin Brands, Inc., Term Loan B,

4.00% 5.25%, 11/23/17	898	894,849
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Golden Living, Term Loan, 5.00%, 5/04/18	148	138,807
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OSI Restaurant Partners LLC:

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Revolver, 2.56% 2.79%, 6/14/13	4	4,378
Term Loan B, 2.56%, 6/14/14	46	44,413
Seaworld Parks & Entertainment, Inc., Term Loan B, 4.00%, 8/17/17	619	617,866
Six Flags Theme Parks, Inc., Tranche B Term Loan (First Lien), 4.25%, 12/20/18	690	686,985
Station Casinos, Inc., Term Loan B1, 3.24%, 6/17/16	475	428,293
Twin River Worldwide Holdings, Inc., Term Loan, 8.50%, 11/05/15	519	518,890
		7,193,950
<b>Household Products 0.6%</b>		
Prestige Brands, Inc., Term Loan, 5.25%, 1/31/19	690	692,588
<b>Independent Power Producers &amp; Energy Traders 1.0%</b>		
The AES Corp., Term Loan, 4.25%, 6/01/18	993	991,508
Texas Competitive Electric Holdings Co. LLC, Extended Term Loan, 4.76%, 10/10/17	574	320,236
		1,311,744

See Notes to Financial Statements.

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Schedule of Investments (continued)

**BlackRock Defined Opportunity Credit Trust  
(BHL)****(Percentages shown are based on Net Assets)**

<b>Floating Rate Loan Interests (b)</b>	<b>Par (000) Value</b>
<b>Industrial Conglomerates 1.6%</b>	
Sequa Corp.:	
Incremental Term Loan, 6.25%, 12/03/14	USD 305 \$ 306,016
Term Loan, 3.76% 3.84%, 12/03/14	1,763 1,744,049
	2,050,065
<b>Insurance 0.7%</b>	
CNO Financial Group, Inc., Term Loan, 6.25%, 9/30/16	817 820,345
<b>Internet Software &amp; Services 0.4%</b>	
Web.com Group, Inc., Term Loan B, 7.00%, 10/27/17	545 532,463
<b>IT Services 5.4%</b>	
Ceridian Corp., Term Loan, 3.24%, 11/10/14	656 620,748
First Data Corp.:	
Extended Term Loan B, 4.24%, 3/23/18	3,125 2,803,749
Term Loan B-1, 2.99%, 9/24/14	408 390,334
Term Loan B-3, 2.99%, 9/24/14	149 142,569
infoGROUP, Inc., Term Loan B, 5.75%, 5/25/18	345 322,382
iPayment, Inc., Term Loan B, 5.75%, 5/08/17	494 491,279
NeuStar, Inc., Term Loan B, 5.00%, 11/08/18	409 409,997
SunGard Data Systems, Inc. (Solar Capital Corp.), Tranche B Term Loan, 3.99% 5.86%, 2/26/16	143 142,470
TransUnion LLC, Term Loan B, 4.75%, 2/12/18	1,457 1,458,471
	6,781,999
<b>Leisure Equipment &amp; Products 0.2%</b>	
Eastman Kodak Co., DIP Term Loan B, 1.00%, 7/20/13	275 278,352
<b>Machinery 1.5%</b>	
Terex Corp.:	
Term Loan, 6.00%, 4/28/17	EUR 60 79,140
Term Loan B, 5.50%, 4/28/17	USD 604 608,025
Tomkins LLC, Term Loan B, 4.25%, 9/23/16	1,169 1,167,792
	1,854,957
<b>Media 19.2%</b>	
Acosta, Inc., Term Loan, 4.75%, 3/01/18	312 310,119

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Affinion Group, Inc., Term Loan B, 5.00%, 10/10/16	735	688,050
AMC Entertainment, Inc., Term Loan B3, 4.25%, 2/22/18	325	320,674
AMC Networks, Inc., Term Loan B, 4.00%, 12/31/18	796	791,025
Atlantic Broadband Finance LLC, Term Loan B, 4.00%, 3/08/16	416	413,990
Bresnan Telecommunications Co., LLC, Term Loan, 4.50% 5.25%, 12/14/17	1,436	1,430,720
Capsugel Healthcare Ltd., Term Loan, 5.25%, 8/01/18	599	601,917
Catalina Marketing Corp., Term Loan B, 2.99%, 10/01/14	633	615,290
Cengage Learning Acquisitions, Inc.:		
Term Loan, 2.49%, 7/03/14	425	394,098
Tranche 1 Incremental Term Loan, 7.50%, 7/03/14	371	359,138
Cequel Communications LLC, Term Loan B, 4.00%, 2/11/19	1,095	1,083,798
Charter Communications Operating LLC:		
Term Loan B, 7.25%, 3/06/14	12	12,302
Term Loan C, 3.83%, 9/06/16	1,046	1,038,206
Clarke American Corp., Term Facility B, 2.74% 3.08%, 6/30/14	227	207,076
Clear Channel Communications:		
Term Loan B, 3.89%, 1/28/16	1,185	972,506
Term Loan C, 3.89%, 1/28/16	160	126,800
Cumulus Media, Inc., Term Loan, 5.75%, 9/17/18	615	615,510
Gray Television, Inc., Term Loan B, 3.77%, 12/31/14	640	632,734
HMH Publishing Co. Ltd., Tranche A Term Loan, 6.51%, 6/12/14	604	373,459
Hubbard Broadcasting, Term Loan B (Second Lien), 5.25%, 4/28/17	498	497,913
Intelsat Jackson Holdings SA, Tranche B Term Loan, 5.25%, 4/02/18	2,978	2,972,438
Interactive Data Corp., Term Loan B, 4.50%, 2/12/18	1,315	1,312,104

**Par  
(000) Value**

**Floating Rate Loan Interests (b)**

**Media (concluded)**

Kabel Deutschland GmbH, Term Loan F, 4.25%, 2/01/19	USD 640	\$ 636,800
Knology, Inc., Term Loan B, 4.00%, 8/18/17	246	243,670
Lavena Holding 4 GmbH (Prosiebensat.1 Media AG):		
Term Loan B, 3.81%, 3/06/15	EUR 460	533,050

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Term Loan C, 4.06%, 3/04/16		460	536,118
LIN Television Corp., Term Loan B, 5.00%, 12/21/18	USD	325	326,625
Mediacom LLC, Term Loan E, 4.50%, 10/23/17		493	487,452
Newsday LLC, Fixed Rate Term Loan:			
6.82%, 8/01/13		500	502,710
10.50%, 8/01/13		800	823,000
Nielsen Finance LLC, Class B Dollar Term Loan, 4.01%, 5/02/16		634	635,918
Sinclair Television Group, Inc.:			
Incremental Term Loan B3, 4.00%, 10/28/16		130	129,390
Tranche B Term Loan, 4.00%, 10/28/16		421	418,935
Univision Communications, Inc., Extended First Lien Term Loan, 4.49%, 3/31/17		988	917,193
UPC Broadband Holding B.V., Term Loan U, 4.72%, 12/29/17	EUR	196	256,005
UPC Financing Partnership:			
Term Loan, 4.75%, 12/29/17	USD	585	583,976
Term Loan T, 3.77%, 12/30/16		80	78,660
WC Luxco Sarl, Term Loan B3, 4.25%, 3/15/18		218	217,837
Weather Channel, Term Loan B, 4.25%, 2/13/17		962	962,960
			24,060,166
<b>Metals &amp; Mining 2.6%</b>			
Novelis, Inc., Term Loan, 4.00%, 3/10/17		1,321	1,314,720
SunCoke Energy, Inc., Term Loan B, 4.00% 5.25%, 7/26/18		448	446,631
Walter Energy, Inc., Term Loan B, 4.00%, 4/02/18		1,514	1,507,007
			3,268,358
<b>Multi-Utilities 0.1%</b>			
FirstLight Power Resources, Inc., Term B Advance (First Lien), 2.75%, 11/01/13		160	150,569
<b>Multiline Retail 2.5%</b>			
99 Cents Only Stores, Term Loan B, 6.00% 7.00%, 1/11/19		525	528,376
Dollar General Corp., Tranche B-2 Term Loan, 3.00% 3.33%, 7/07/14		316	315,720
Hema Holding BV, Second Lien Term Loan, 5.69%, 1/05/17	EUR	1,800	2,086,381
The Neiman Marcus Group, Inc., Term Loan, 4.75%, 5/16/18	USD	175	173,600
			3,104,077
<b>Oil, Gas &amp; Consumable Fuels 1.8%</b>			



EquiPower Resources Holdings LLC, Term Loan B, 5.75%, 1/26/18	699	656,731
Gibson Energy, Term Loan B, 5.75%, 6/15/18	796	796,828
Obsidian Natural Gas Trust, Term Loan, 7.00%, 11/02/15	848	852,184 2,305,743
<b>Paper &amp; Forest Products 0.2%</b>		
NewPage Corp., Term Loan, 8.00%, 3/07/13	200	201,500
<b>Pharmaceuticals 3.9%</b>		
Aptalis Pharma, Inc., Term Loan B, 5.50%, 2/10/17	990	981,585
Endo Pharmaceuticals Holdings, Inc., Term Loan B, 4.00%, 6/18/18	162	161,811
Pharmaceutical Product Development, Inc., Term Loan B, 6.25%, 12/05/18	830	837,262
Quintiles Transnational Corp., Term Loan B, 5.00%, 6/08/18	592	588,112
RPI Finance Trust, Term Loan Tranche 2, 4.00%, 5/09/18	498	496,624
Taminco Global Chemical Corp., New Term Loan, 6.25%, 2/15/19	290	291,192

See Notes to Financial Statements.

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Schedule of Investments (continued)

**BlackRock Defined Opportunity Credit Trust  
(BHL)****(Percentages shown are based on Net Assets)**

<b>Floating Rate Loan Interests (b)</b>	<b>Par (000) Value</b>
<b>Pharmaceuticals (concluded)</b>	
Valeant Pharmaceuticals International, Add on Term Loan B, 3.75%, 2/08/19	USD 1,050 \$ 1,046,724
Warner Chilcott Corp.:	
Term Loan B-1, 4.25%, 3/15/18	318 316,854
Term Loan B-2, 4.25%, 3/15/18	159 158,427
	4,878,591
<b>Professional Services 1.5%</b>	
Booz Allen Hamilton, Inc., Tranche B Term Loan, 4.00%, 8/03/17	273 274,000
Emdeon, Inc., Term Loan B, 6.75%, 11/02/18	850 859,715
Fifth Third Processing Solutions LLC, Term Loan B (First Lien), 4.50%, 11/03/16	707 707,517
	1,841,232
<b>Real Estate Investment Trusts (REITs) 0.7%</b>	
iStar Financial, Inc., Term Loan A1, 5.00%, 6/28/13	847 842,917
<b>Real Estate Management &amp; Development 0.8%</b>	
Realogy Corp.:	
Extended Synthetic Letter of Credit, 3.25%, 10/10/13	25 23,868
Extended Synthetic Letter of Credit, 4.53%, 10/10/16	46 42,868
Extended Term Loan, 4.77%, 10/10/16	1,060 983,229
	1,049,965
<b>Road &amp; Rail 0.8%</b>	
Avis Budget Car Rental LLC, Incremental Term Loan, 6.25%, 9/21/18	484 488,504
RailAmerica, Inc., Term Loan B, 4.00%, 2/27/19	480 478,800
	967,304
<b>Semiconductors &amp; Semiconductor Equipment 0.8%</b>	
Freescale Semiconductor, Inc., Extended Term Loan B, 4.52%, 12/01/16	439 427,524

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NXP B.V., Term Loan A-2, 5.50%, 3/03/17	524	520,020	
		947,544	
<b>Software 1.5%</b>			
Blackboard, Inc., Term Loan B, 7.50%, 10/04/18	255	251,601	
Infor Enterprise Solutions Holdings, Inc.:			
Extended Delayed Draw Term Loan, 6.29%, 7/28/15	17	16,953	
Extended Initial Term Loan, 6.29%, 7/28/15	33	31,922	
Extended Initial Term Loan, 6.68%, 7/28/15	EUR 195	244,860	
Rovi Corp., Tranche B Term Loan, 4.00%, 2/07/18	USD 447	446,067	
Sophia, LP, Term Loan B, 6.25%, 7/19/18	525	530,470	
Vertafore, Inc., Term Loan B, 5.25%, 7/29/16	307	304,292	
		1,826,165	
<b>Specialty Retail 4.5%</b>			
Academy Ltd., Term Loan, 6.00%, 8/03/18	800	799,912	
Bass Pro Group LLC, Term Loan, 5.25%, 6/13/17	60	59,743	
Burlington Coat Factory Warehouse Corp., Term Loan B, 6.25%, 2/23/17	431	430,875	
Claire s Stores, Inc., Term Loan B, 2.29% 3.30%, 5/29/14	197	186,683	
General Nutrition Centers, Inc., Term Loan B, 4.25%, 3/02/18	835	832,528	
The Gymboree Corp., Term Loan, 5.00%, 2/23/18	300	282,075	
Jo-Ann Stores, Inc., Term Loan B, 4.75%, 3/16/18	293	288,586	
Michaels Stores, Inc.:			
Extended Term Loan B3, 5.13%, 7/29/16	334	332,407	
Term Loan B-2, 5.13%, 7/29/16	641	637,137	
Petco Animal Supplies, Inc., Term Loan B, 4.50%, 11/24/17	943	938,672	
Toys R Us Delaware, Inc., Term Loan B1, 6.00%, 9/01/16	907	907,443	
		5,696,061	

	Par	
Floating Rate Loan	(000)	Value
Interests (b)		

**Wireless  
Telecommunication  
Services 2.4%**

Crown Castle  
International Corp.,  
Term Loan B,

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4.00%, 1/31/19 USD	695	\$ 691,838
Digicel International, Tranche A, 3.13%, 3/30/12	235	233,541
MetroPCS Wireless, Inc., Tranche B-2 Term Loan, 4.07% 4.13%, 11/03/16	765	758,400
Vodafone Americas Finance 2, Inc.: Term Loan, 6.88%, 8/11/15	934	934,121
Term Loan B, 6.25%, 7/11/16	413	411,469
		3,029,369
<b>Total Floating Rate Loan Interests</b>		
<b>111.5%</b>		139,884,177
<b>Total Long-Term Investments</b>		
<b>(Cost \$159,479,952)</b>		
<b>127.8%</b>		160,404,755
<b>Short-Term Securities</b>	<b>Shares</b>	
BlackRock Liquidity Funds, TempFund, Institutional Class, 0.11% (f)(g)	2,243,014	2,243,014
<b>Total Short-Term Securities</b>		
<b>(Cost \$2,243,014)</b>		
<b>1.8%</b>	2,243,014	
<b>Total Investments</b>		
<b>(Cost \$161,722,966)</b>		
<b>129.6%</b>		\$ 162,647,769
<b>Liabilities in Excess of Other Assets</b>		
<b>(29.6)%</b>		(37,172,337)
<b>Net Assets 100.0%</b>		\$ 125,475,432

(a) Security exempt from registration pursuant to Rule 144A under the Securities Act of 1933. These securities may be resold in transactions exempt from registration to qualified institutional investors.

(b) Variable rate security. Rate shown is as of report date.

(c) Non-income producing security.

(d) Restricted security as to resale. As of report date the Portfolio held 0.8% of its net assets, with a current value of \$958,994 and an original cost of \$176,777 in these securities.

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

<b>Counterparty</b>	<b>Value</b>	<b>Unrealized Appreciation</b>
Morgan Stanley Co.	\$82,200	\$ 2,200

(f) Investments in companies considered to be an affiliate of the Fund during the period, for purposes of Section 2(a)(3) of the 1940 Act, were as follows:

<b>Affiliate</b>	<b>Shares Held at August 31, 2011</b>	<b>Net Activity</b>	<b>Shares Held at February 29, 2012</b>	<b>Income</b>
BlackRock Liquidity Funds, TempFund, Institutional Class	2,230,753	12,261	2,243,014	\$ 278

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

Foreign currency exchange contracts as of February 29, 2012 were as follows:

<b>Currency Purchased</b>	<b>Currency Sold</b>	<b>Counterparty</b>	<b>Settlement Date</b>	<b>Unrealized Appreciation (Depreciation)</b>
USD 99,390	CAD 101,500	Royal Bank of Scotland Plc	4/11/12	\$ (3,101)
USD 1,181,882	GBP 771,000	UBS AG	4/11/12	(44,353)
EUR 200,000	USD 265,156	Deutsche Bank AG London	4/18/12	1,356
EUR 190,000	USD 247,648	Royal Bank of Scotland Plc	4/18/12	5,538
USD 4,093,702	EUR 3,187,000	Citibank NA	4/18/12	(153,170)
USD 455,932	EUR 350,000	Royal Bank of Scotland Plc	4/18/12	(10,464)
<b>Total</b>				\$ (204,194)

See Notes to Financial Statements.

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**BlackRock Defined Opportunity Credit Trust  
(BHL)**

## Schedule of Investments (concluded)

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

**Fair Value Measurements** Various inputs are used in determining the fair value of investments and derivative financial instruments. These inputs are categorized into a disclosure hierarchy consisting of three broad levels for financial statement purposes as follows:

**Level 1** unadjusted price quotations in active markets/exchanges for identical assets and liabilities

**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 Fund's own assumptions used in determining the fair value of investments and derivative financial instruments)

Changes in valuation techniques may result in transfers in or out of an assigned level within the disclosure hierarchy. 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 does not necessarily correspond to the Fund's perceived risk of investing in those securities. For information about the Fund's policy regarding valuation of investments and derivative financial instruments and other significant accounting policies, please refer to Note 1 of the Notes to Financial Statements.

The following tables summarize the inputs used as of February 29, 2012 in determining the fair valuation of the Fund's investments and derivative financial instruments:

Valuation Inputs	Level 1	Level 2	Level 3	Total
Assets:				
Investments:				
Long-Term				
Investments:				
Asset-Backed				
Securities	—	\$1,199,274	\$2,409,873	\$3,609,147
Common Stocks	—	958,995	209,496	1,168,491
Corporate Bonds	—	15,742,940	—	15,742,940
Floating Rate				
Loan Interests	—	132,579,459	7,304,718	139,884,177
Short-Term				
Securities	\$2,243,014	—	—	2,243,014
Total	\$2,243,014	\$150,480,668	\$9,924,087	\$162,647,769

Valuation Inputs	Level 1	Level 2	Level 3	Total
Derivative Financial Instruments <sup>1</sup>				
Assets:				
Foreign currency				
exchange				

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contracts	—	\$6,894	—	\$6,894
Liabilities:				
Foreign currency exchange contracts	—	(211,088 )	—	(211,088 )
Total	—	\$(204,194 )	—	\$(204,194 )

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

The following table is a reconciliation of Level 3 investments for which significant unobservable inputs were used in determining fair value:

	Asset-Backed Securities	Common Stocks	Floating Rate Loan Interests	Total
Assets/Liabilities:				
Balance, as of August 31, 2011	\$ 2,378,561	\$ 106,534	\$ 10,822,191	\$ 13,307,286
Accrued discounts/premiums	20,234	—	9,960	30,194
Net realized gain (loss)	—	—	8,884	8,884
Net change in unrealized appreciation/depreciation <sup>2</sup>	11,078	(105,493)	(86,118 )	(180,533 )
Purchases	—	—	515,497	515,497
Sales	—	—	(542,817 )	(542,817 )
Transfers in <sup>3</sup>	—	208,455	1,773,414	1,981,869
Transfers out <sup>3</sup>	—	—	(5,196,293 )	(5,196,293 )
Balance, as of February 29, 2012	\$ 2,409,873	\$ 209,496	\$ 7,304,718	\$ 9,924,087

<sup>2</sup> Included in the related net change in unrealized appreciation/depreciation in the Statements of Operations. The change in unrealized appreciation/depreciation on investments still held at February 29, 2012 was \$(179,643).

<sup>3</sup> The Fund's policy is to recognize transfers in and transfers out as of the beginning of the period of the event or the change in circumstances that caused the transfer.

A reconciliation of Level 3 investments and derivative financial instruments is presented when the Fund had a significant amount of Level 3 investments and derivative financial instruments at the beginning and/or end of the year in relation to net assets.

See Notes to Financial Statements.

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Consolidated Schedule of Investments  
February 29, 2012 (Unaudited)

**BlackRock Diversified Income Strategies Fund,  
Inc. (DVF)**  
**(Percentages shown are based on Net Assets)**

<b>Asset-Backed Securities</b>	<b>Par (000)</b>	<b>Value</b>
ARES CLO Funds, Series 2005-10A, Class B, 0.95%, 9/18/17 (a)(b)	USD 250	\$ 231,345
Canaras Summit CLO Ltd., Series 2007-1A, Class B, 1.04%, 6/19/21 (a)(b)	365	310,356
Chatham Light CLO Ltd., Series 2005-2A, Class A2, 0.94%, 8/03/19 (a)(b)	850	728,875
Flagship CLO, Series 2006-1A, Class B, 0.91%, 9/20/19 (a)(b)	1,000	772,500
Fraser Sullivan CLO Ltd., Series 2006-2A, Class B, 0.96%, 12/20/20 (a)(b)	500	425,000
Gannett Peak CLO Ltd., Series 2006-1X, Class A2, 0.92%, 10/27/20 (b)	280	226,100
Landmark CDO Ltd., Series 2006-8A, Class B, 0.92%, 10/19/20 (a)(b)	525	439,519
MAPS CLO Fund LLC, Series 2005-1A, Class C, 1.52%, 12/21/17 (a)(b)	275	247,775
Portola CLO Ltd., Series 2007-1X, Class B1, 1.95%, 11/15/21 (b)	370	317,275
T2 Income Fund CLO Ltd., Series 2007-1A, Class B, 1.17%, 7/15/19 (a)(b)	320	277,520
<b>Total Asset-Backed Securities 3.0%</b>		<b>3,976,265</b>

<b>Common Stocks (c)</b>	<b>Shares</b>
<b>Auto Components 0.8%</b>	
Delphi Automotive Plc (180-day lock) (acquired 11/17/11, cost \$189,716) (d)	32,726 1,021,064
<b>Diversified Financial Services 1.0%</b>	
Kcad Holdings I Ltd.	144,281,996 1,320,902
<b>Electrical Equipment 0.0%</b>	



Medis Technologies Ltd.	176,126	881
<b>Hotels, Restaurants &amp; Leisure 0.0%</b>		
Buffets Restaurants Holdings, Inc.	688	69
<b>Metals &amp; Mining 0.1%</b>		
Euramax International	468	135,575
<b>Paper &amp; Forest Products 0.3%</b>		
Ainsworth Lumber Co. Ltd. (a)	275,167	433,837
<b>Software 0.0%</b>		
Bankruptcy Management Solutions, Inc.	536	11
HMH Holdings/EduMedia	45,526	11,381
		11,392
<b>Total Common Stocks 2.2%</b>		2,923,720

	<b>Par</b>	
<b>Corporate Bonds</b>	<b>(000)</b>	
<b>Airlines 0.4%</b>		
American Airlines Pass-Through Trust, Series 2011-2, Class A, 8.63%, 4/15/23	USD 133	140,980
Delta Air Lines, Inc., Series 2009-1-B, 9.75%, 6/17/18	55	58,663
United Air Lines, Inc., 12.75%, 7/15/12	295	304,936
		504,579

<b>Auto Components 0.9%</b>		
Icahn Enterprises LP: 7.75%, 1/15/16	735	769,912
8.00%, 1/15/18 (a)	330	349,800
		1,119,712

<b>Corporate Bonds</b>	<b>Par</b>	<b>(000) Value</b>
------------------------	------------	--------------------

<b>Capital Markets 0.1%</b>		
E*Trade Financial Corp., 3.98%, 8/31/19 (a)(e)(f)	USD 83	\$ 78,539
KKR Group Finance Co., 6.38%, 9/29/20 (a)	80	85,137
		163,676

<b>Chemicals 0.6%</b>		
CF Industries, Inc., 6.88%, 5/01/18	445	523,987
Ineos Finance Plc, 8.38%, 2/15/19 (a)	115	122,188
Lyondell Chemical Co., 11.00%, 5/01/18	137	150,463

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LyondellBasell Industries NV, 6.00%, 11/15/21 (a)	40	43,900	
			840,538
<b>Commercial Banks 0.2%</b>			
CIT Group, Inc.:			
7.00%, 5/01/16	27	26,628	
7.00%, 5/02/16 (a)	130	130,162	
7.00%, 5/02/17 (a)	140	140,175	
Glitnir Banki HF, 6.38%, 9/25/12 (c)(f)(g)	365		
			296,965
<b>Commercial Services &amp; Supplies 0.3%</b>			
ARAMARK Corp., 4.05%, 2/01/15 (b)	65	64,756	
AWAS Aviation Capital Ltd., 7.00%, 10/17/16 (a)	343	358,034	
Brickman Group Holdings, Inc., 9.13%, 11/01/18 (a)	14	13,300	
			436,090
<b>Consumer Finance 0.3%</b>			
Inmarsat Finance Plc, 7.38%, 12/01/17 (a)	350	374,500	
<b>Containers &amp; Packaging 0.4%</b>			
Graphic Packaging International, Inc., 9.50%, 6/15/17	105	116,812	
Smurfit Kappa Acquisitions (a):			
7.25%, 11/15/17	EUR 160	228,090	
7.75%, 11/15/19	135	193,800	
			538,702
<b>Diversified Financial Services 1.5%</b>			
Ally Financial, Inc.:			
7.50%, 12/31/13	USD 20	21,300	
2.73%, 12/01/14 (b)	750	701,949	
7.50%, 9/15/20	160	176,200	
8.00%, 11/01/31	70	78,137	
8.00%, 11/01/31	80	86,804	
Axcan Intermediate Holdings, Inc., 12.75%, 3/01/16	66	70,373	
Reynolds Group Issuer, Inc. (a):			
8.75%, 10/15/16	300	319,500	
8.75%, 10/15/16	EUR 200	283,114	
6.88%, 2/15/21	USD 195	206,700	
			1,944,077
<b>Diversified Telecommunication Services 0.1%</b>			
ITC Deltacom, Inc., 10.50%, 4/01/16	180	187,650	
<b>Health Care Providers &amp; Services 0.5%</b>			
HCA, Inc., 6.50%, 2/15/20	420	450,450	
Tenet Healthcare Corp., 6.25%, 11/01/18 (a)	195	207,919	
			658,369

**Health Care Technology 0.6%**

IMS Health, Inc., 12.50%, 3/01/18 (a)	700	833,000
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**Hotels, Restaurants & Leisure 1.1%**

Little Traverse Bay Bands of Odawa Indians, 9.00%, 8/31/20 (a)	192	168,960
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MGM Resorts International:

10.38%, 5/15/14	390	443,625
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11.13%, 11/15/17	390	443,625
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See Notes to Financial Statements.

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Consolidated Schedule of Investments (continued)

**BlackRock Diversified Income  
Strategies Fund, Inc. (DVF)**  
(Percentages shown are based on Net  
Assets)

<b>Corporate Bonds</b>	<b>Par (000) Value</b>
<b>Hotels, Restaurants &amp; Leisure (concluded)</b>	
Travelport LLC:	
5.15%, 9/01/14 (b)	USD 665 \$ 340,812
9.88%, 9/01/14	145 83,013
Tropicana Entertainment LLC, Series WI, 9.63%, 12/15/14 (c)(g)	120 1,480,035
<b>Household Durables 0.4%</b>	
Beazer Homes USA, Inc., 12.00%, 10/15/17	500 545,000
<b>Independent Power Producers &amp; Energy Traders 1.9%</b>	
Calpine Corp., 7.25%, 10/15/17 (a)	575 609,500
Energy Future Holdings Corp., 10.00%, 1/15/20	370 400,062
Energy Future Intermediate Holding Co. LLC, 10.00%, 12/01/20	1,355 1,471,869 2,481,431
<b>Industrial Conglomerates 0.6%</b>	
Sequa Corp., 13.50%, 12/01/15 (a)	722 770,275
<b>Machinery 0.1%</b>	
UR Financing Escrow Corp., 5.75%, 7/15/18 (a)(h)	85 87,338
<b>Media 2.6%</b>	
AMC Networks, Inc., 7.75%, 7/15/21 (a)	110 122,650
CCH II LLC, 13.50%, 11/30/16	500 575,000
Checkout Holding Corp., 10.68%, 11/15/15 (a)(e)	325 146,250
Clear Channel Worldwide Holdings, Inc., Series B, 9.25%, 12/15/17	884 972,400
CSC Holdings LLC, 8.50%, 4/15/14	180 199,800
NAI Entertainment Holdings LLC, 8.25%, 12/15/17 (a)	300 330,000
Unitymedia Hessen GmbH & Co. KG, 8.13%, 12/01/17 (a)	1,000 1,085,000 3,431,100
<b>Metals &amp; Mining 0.0%</b>	

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RathGibson, Inc., 11.25%, 2/15/14 (c)(g)	1,390	
<b>Multiline Retail 0.2%</b>		
Dollar General Corp., 11.88%, 7/15/17 (b)	215	235,965
<b>Oil, Gas &amp; Consumable Fuels 0.1%</b>		
Coffeyville Resources LLC, 9.00%, 4/01/15 (a)	135	144,450
<b>Paper &amp; Forest Products 0.7%</b>		
Ainsworth Lumber Co. Ltd., 11.00%, 7/29/15 (a)(i)	296	215,867
Clearwater Paper Corp., 10.63%, 6/15/16	190	215,887
Longview Fibre Paper & Packaging, Inc., 8.00%, 6/01/16 (a)	165	169,538
Verso Paper Holdings LLC: 11.50%, 7/01/14	144	146,880
Series B, 4.30%, 8/01/14 (b)	170	117,725
		865,897
<b>Pharmaceuticals 0.2%</b>		
Valeant Pharmaceuticals International, 6.50%, 7/15/16 (a)	195	198,900
<b>Real Estate Management &amp; Development 0.1%</b>		
Realogy Corp., 7.63%, 1/15/20 (a)	175	180,687
<b>Wireless Telecommunication Services 2.0%</b>		
Cricket Communications, Inc., 7.75%, 5/15/16	850	905,250
Digicel Group Ltd. (a): 9.13%, 1/15/15	279	284,580
8.25%, 9/01/17	255	270,300
iPCS, Inc., 2.67%, 5/01/13 (b)	200	192,500
Sprint Nextel Corp. (a): 9.00%, 11/15/18	390	434,850
7.00%, 3/01/20	585	594,506
		2,681,986
<b>Total Corporate Bonds 15.9%</b>		21,000,922
	<b>Par</b>	
<b>Floating Rate Loan Interests (b)</b>	<b>(000)</b>	<b>Value</b>
<b>Aerospace &amp; Defense 1.6%</b>		
DynCorp International, Term Loan B, 6.25% 6.75%, 7/07/16	USD 324	\$ 322,665
SI Organization, Inc., New Term Loan B, 4.50%, 11/22/16	418	400,118
TransDigm, Inc.: Add on Term Loan B2, 4.00%, 2/14/17	190	190,158

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Term Loan (First Lien), 4.00%, 2/14/17	891	890,216
Wesco Aircraft Hardware Corp., Term Loan B, 4.25%, 4/07/17	337	336,469
		2,139,626
<b>Airlines 0.8%</b>		
Delta Air Lines, Inc., Credit New Term Loan B, 5.50%, 4/20/17	1,063	1,037,421
<b>Auto Components 2.6%</b>		
Allison Transmission, Inc., Term Loan B, 2.75%, 8/07/14	1,467	1,450,330
Autoparts Holdings, Ltd., First Lien Term Loan, 6.50%, 7/28/17	698	699,996
Federal-Mogul Corp.:		
Term Loan B, 2.19% 2.20%, 12/29/14	313	299,323
Term Loan C, 2.19% 2.20%, 12/28/15	160	152,716
Schaeffler AG, Term Loan C2, 6.00%, 1/27/17	480	481,402
UCI International, Inc., Term Loan, 5.50%, 7/26/17	347	347,366
		3,431,133
<b>Biotechnology 0.7%</b>		
Grifols Inc., Term Loan B, 4.50%, 6/1/17	918	916,374
<b>Building Products 2.9%</b>		
Armstrong World Industries, Inc., Term Loan B, 4.00%, 3/09/18	571	568,370
CPG International, Inc., Term Loan B, 6.00%, 2/18/17	842	795,217
Goodman Global Holdings, Inc., Initial Term Loan (First Lien), 5.75%, 10/28/16	2,094	2,104,554
Momentive Performance Materials, Inc. (Blitz 06-103 GmbH), Tranche B-2B Term Loan, 4.08%, 5/05/15	EUR 315	397,326
		3,865,467
<b>Capital Markets 1.7%</b>		
American Capital Ltd., Term Loan B, 7.50%, 12/31/13	USD 70	70,154
HarbourVest Partners, Term Loan (First Lien), 6.25%, 12/16/16	838	838,853
Nuveen Investments, Inc.:		
(First Lien), Term Loan, 3.30% 3.58%, 11/13/14	438	435,132
Extended Term Loan, 5.74% 5.83%, 5/12/17	862	859,685
Incremental Term Loan, 7.25%, 5/13/17	85	85,595
		2,289,419
<b>Chemicals 4.7%</b>		
American Rock Salt Holdings LLC, Term Loan B, 5.50%, 4/25/17	605	562,615
Ashland, Inc., Term Loan B, 3.75%, 8/23/18	419	420,333

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Chemtura Corp., Exit Term Loan B, 5.50%, 8/27/16	700	702,191
Gentek, Inc., Term Loan B, 5.00% 5.75%, 10/06/15	518	514,752
MDI Holdings LLC, Tranche C Term Loan, 2.76%, 4/11/14	EUR 219	283,687
Nexeo Solutions LLC, Term Loan B, 5.00%, 9/08/17	USD 596	586,317
PolyOne Corp., Term Loan, 5.00%, 12/20/17	195	195,293
PQ Corp., Original Term Loan (First Lien), 3.50%, 7/30/14	697	679,573
Styron Sarl LLC, Term Loan B, 6.00% 6.75%, 8/02/17	541	487,487
Tronox Worldwide LLC: Delayed Draw Term Loan, 1.00%, 2/09/18	185	185,150
Term Loan B, 4.25%, 2/08/18	680	678,882
Univar, Inc., Term Loan B, 5.00%, 6/30/17	988	979,784
		6,276,064

See Notes to Financial Statements.

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Consolidated Schedule of Investments (continued)

**BlackRock Diversified Income  
Strategies Fund, Inc. (DVF)**  
(Percentages shown are based on Net  
Assets)

<b>Floating Rate Loan Interests (b)</b>	<b>Par (000) Value</b>
<b>Commercial Services &amp; Supplies 3.6%</b>	
Altegrity, Inc., Tranche D Term Loan, 7.75%, 2/20/15	USD 790 \$ 789,091
ARAMARK Corp.:	
Letter of Credit, 3.55%, 7/26/16	17 16,503
Extended Term Loan B, 3.83%, 7/26/16	234 231,786
AWAS Finance Luxembourg Sarl, Term Loan B, 5.25%, 6/10/16	413 411,650
Delos Aircraft, Inc., Term Loan B2, 7.00%, 3/17/16	925 925,990
International Lease Finance Corp., Term Loan B1, 6.75%, 3/17/15	40 40,067
KAR Auction Services, Inc., Term Loan B, 5.00%, 5/19/17	1,244 1,242,195
Synagro Technologies, Inc., Term Loan B, 2.25% 2.26%, 4/02/14	636 568,892
Volume Services America, Inc., Term Loan B, 10.50% 10.75%, 9/16/16	494 495,809 4,721,983
<b>Communications Equipment 1.2%</b>	
Avaya, Inc.:	
Term Loan B1, 3.24%, 10/24/14	548 535,749
Term Loan B3, 4.99%, 10/26/17	330 320,024
CommScope, Inc., Term Loan B, 5.00%, 1/14/18	768 768,024 1,623,797
<b>Construction &amp; Engineering 0.9%</b>	
BakerCorp. International, Inc., Term Loan B, 5.00%, 6/01/18	433 432,176
Safeway Services, LLC, First Out Tranche Loan, 9.00%, 12/16/17	800 800,000 1,232,176
<b>Consumer Finance 1.6%</b>	
Springleaf Finance Corp., Term Loan, 5.50%, 5/10/17	2,270 2,069,355
<b>Containers &amp; Packaging 0.6%</b>	



Sealed Air Corp., Term Loan B, 4.75%, 10/03/18	763	770,749
<b>Diversified Consumer Services 3.1%</b>		
Coinmach Service Corp., Term Loan B, 3.41%, 11/20/14	1,336	1,230,110
Laureate Education, Inc., Extended Term Loan, 5.25%, 8/15/18	1,903	1,816,711
ServiceMaster Co.:		
Delayed Draw Term Loan, 2.75%, 7/24/14	103	101,514
Term Loan, 2.77% 3.03%, 7/24/14	1,032	1,019,372
		4,167,707

**Diversified Financial Services 1.5%**

Reynolds Group Holdings, Inc.:		
Tranche B Term Loan, 6.50%, 2/09/18	565	569,629
Tranche C Term Loan, 5.25% 6.50%, 8/09/18	1,382	1,395,908
		1,965,537

**Diversified Telecommunication Services 4.6%**

Hawaiian Telcom Communications, Inc., Term Loan B, 9.00%, 2/25/17	1,105	1,102,238
Integra Telecom Holdings, Inc., Term Loan B, 9.25%, 4/15/15	813	715,110
Level 3 Financing, Inc.:		
Term Loan B2, 5.75%, 9/03/18	1,700	1,711,696
Term Loan B3, 5.75%, 8/31/18	750	755,160
Tranche A Term Loan, 2.51% 2.83%, 3/13/14	1,175	1,155,612
US Telepacific Corp., Term Loan B, 5.75%, 2/23/17	745	705,845
		6,145,661

**Par  
(000) Value**

**Floating Rate Loan Interests (b)**

**Electronic Equipment, Instruments & Components 1.2%**

CDW LLC (FKA CDW Corp.), Extended Term Loan, 4.00%, 7/14/17	USD 851	\$ 831,620
Flextronics International Ltd., Delayed Draw:		
Term Loan A-2, 2.52%, 10/01/14	24	23,590
Term Loan A-3, 2.49%, 10/01/14	20	20,220
Sensata Technologies Finance Co., LLC, Term Loan, 4.00%, 5/11/18	740	738,453
		1,613,883

**Energy Equipment & Services 2.9%**

CCS Corp.:

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Incremental Term Loan, 6.50%, 10/17/14	370	370,370
Term Loan B, 3.24%, 11/14/14	796	770,516
Dynegy Midwest Generation LLC., Coal Co. Term Loan, 9.25%, 8/04/16	484	481,730
Dynegy Power LLC., Gas Co. Term Loan, 9.25%, 8/04/16	613	632,101
MEG Energy Corp., Term Loan B, 4.00%, 3/16/18	1,596	1,592,728
		3,847,445

**Food & Staples Retailing 1.8%**

AB Acquisitions UK Topco 2 Ltd., Facility B1, 3.60%, 7/09/15	GBP 750	1,089,834
B&G Foods, Inc., Term Loan B, 4.50%, 11/30/18	USD 185	185,416
Bolthouse Farms, Inc., Term Loan (First Lien), 5.50%, 2/11/16	245	245,122
U.S. Foodservice, Inc., Term Loan B, 2.74% 2.75%, 7/03/14	834	805,262
		2,325,634

**Food Products 3.1%**

Advance Pierre Foods:		
Term Loan (First Lien), 5.50%, 9/30/16	919	918,536
Term Loan (Second Lien), 11.25%, 9/29/17	550	550,456
Del Monte Corp., Term Loan, 4.50%, 3/08/18	1,235	1,210,716
Michaels Foods Group, Inc., Term Loan B, 4.25%, 2/23/18	107	106,843
Pinnacle Foods Finance LLC:		
Tranche B Term Loan, 2.76% 3.08%, 4/02/14	45	44,515
Tranche D Term Loan, 6.00% 6.50%, 4/02/14	494	496,950
Solvest, Ltd. (Dole):		
Tranche B-2 Term Loan, 5.00%, 7/06/18	266	267,241
Tranche C-2 Term Loan, 5.00% 6.00%, 7/06/18	495	496,306
		4,091,563

**Health Care Equipment & Supplies 1.7%**

Biomet, Inc., Term Loan B, 3.24% 3.57%, 3/25/15	194	191,826
DJO Finance LLC, Term Loan B, 3.24%, 5/20/14	488	481,261
Hupah Finance, Inc., Term Loan B, 6.25%, 1/21/19	380	379,764
Iasis Healthcare LLC, Term Loan, 5.00%, 5/03/18	369	367,063
Immucor, Inc., Term Loan B, 7.25%, 8/17/18	873	878,704
		2,298,618

**Health Care Providers & Services 4.3%**

CHS/Community Health Systems, Inc.:		
Delayed Draw Term Loan, 3.25%, 7/25/14	28	27,718
Non-Extended Term Loan, 2.49% 4.50%, 7/25/14	545	537,660

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ConvaTec, Inc., Term Loan, 5.75%, 12/22/16	594	592,331
DaVita, Inc., Term Loan B, 4.50%, 10/20/16	792	793,814
Emergency Medical Services, Term Loan, 5.25%, 5/25/18	813	810,117
Harden Healthcare LLC:		
Term Loan A, 8.50%, 3/02/15	328	321,325
Tranche A Additional Term Loan, 7.75%, 3/02/15	523	512,432
HCA, Inc.:		
Tranche B-1 Term Loan, 3.49%, 5/01/18	104	101,827
Tranche B-2 Term Loan, 3.83%, 3/31/17	57	55,951
Health Management Associates, Inc., Term Loan B, 4.50%, 11/16/18	275	273,212

See Notes to Financial Statements.

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Consolidated Schedule of Investments (continued)

**BlackRock Diversified Income  
Strategies Fund, Inc. (DVF)**  
(Percentages shown are based on Net  
Assets)

<b>Floating Rate Loan Interests (b)</b>	<b>Par (000) Value</b>
<b>Health Care Providers &amp; Services (concluded)</b>	
inVentiv Health, Inc.:	
Combined Term Loan B, 6.50%, 8/04/16	USD 579 \$ 556,606
Incremental Term Loan B-3, 6.75%, 5/15/18	496 476,400
Medpace, Inc., Term Loan, 6.50% 7.25%, 6/16/17	597 573,120
Vanguard Health Holding Co. II, LLC (Vanguard Health Systems, Inc.), Term Loan B, 5.00%, 1/29/16	65 64,675
	5,697,188
<b>Health Care Technology 1.3%</b>	
IMS Health, Inc., Term Loan B, 4.50%, 8/25/17	583 583,711
Kinetic Concepts, Inc., Term Loan B, 7.00%, 5/04/18	765 777,431
MedAssets, Inc., Term Loan, 5.25%, 11/16/16	395 394,666
	1,755,808
<b>Hotels, Restaurants &amp; Leisure 5.6%</b>	
Ameristar Casinos, Inc., Term Loan B, 4.00%, 4/13/18	595 596,341
Boyd Gaming Corp., Incremental Term Loan, 6.00%, 12/17/15	425 425,995
Caesars Entertainment Operating Co., Inc.:	
Incremental Term Loan B4, 9.50%, 10/31/16	637 655,050
Term Loan B-3, 3.24%, 1/28/15	103 96,899
Term Loan B-3, 3.24% 3.47%, 1/28/15	2,556 2,395,108
Dunkin' Brands, Inc., Term Loan B, 4.00% 5.25%, 11/23/17	917 914,582
Golden Living, Term Loan, 5.00%, 5/04/18	153 143,500
OSI Restaurant Partners LLC:	
Revolver, 2.56% 2.79%, 6/14/13	4 4,378
Term Loan B, 2.56%, 6/14/14	46 44,412
SeaWorld Parks & Entertainment, Inc., Term Loan B, 4.00%, 8/17/17	657 656,133
Six Flags Theme Parks, Inc., Tranche B Term Loan (First Lien), 4.25%, 12/20/18	735 731,788
Station Casinos, Inc., Term Loan B1, 3.24%, 6/17/16	500 450,835

Twin River Worldwide Holdings, Inc., Term Loan, 8.50%, 11/05/15	363	363,484	
			7,478,505

**Household Products 0.5%**

Prestige Brands, Inc., Term Loan, 5.25%, 1/31/19	725	727,719	
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**Independent Power Producers & Energy Traders 1.0%**

The AES Corp., Term Loan, 4.25%, 6/01/18	993	991,508	
Texas Competitive Electric Holdings Co. LLC, Extended Term Loan, 4.76%, 10/10/17	594	331,427	1,322,935

**Industrial Conglomerates 1.4%**

Sequa Corp.:

Incremental Term Loan, 6.25%, 12/03/14	320	321,066	
Term Loan, 3.76% 3.84%, 12/03/14	1,597	1,579,316	1,900,382

**Insurance 0.6%**

CNO Financial Group, Inc., Term Loan B, 6.25%, 9/30/16	817	820,345	
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**Internet Software & Services 0.4%**

Web.com Group, Inc., Term Loan B, 7.00%, 10/27/17	575	561,507	
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**IT Services 5.1%**

Ceridian Corp., Term Loan, 3.24%, 11/10/14	694	656,062	
First Data Corp.:			
Extended Term Loan B, 4.24%, 3/23/18	3,284	2,947,233	
Term Loan B-1, 2.99%, 9/24/14	407	389,471	
Term Loan B-3, 2.99%, 9/24/14	80	76,022	
infoGROUP, Inc., Term Loan B, 5.75%, 5/25/18	345	322,382	
iPayment, Inc., Term Loan B, 5.75%, 5/08/17	330	329,013	
NeuStar, Inc., Term Loan B, 5.00%, 11/08/18	434	434,997	

	<b>Par</b>		
<b>Floating Rate Loan Interests (b)</b>	<b>(000)</b>	<b>Value</b>	

**IT Services (concluded)**

SunGard Data Systems, Inc. (Solar Capital Corp.), Tranche B Term Loan, 3.99% 5.88%, 2/26/16	USD 150	\$ 149,593	
TransUnion LLC, Term Loan B, 4.75%, 2/12/18	1,457	1,458,472	6,763,245

**Leisure Equipment & Products 0.6%**

Eastman Kodak Co., DIP Term Loan B, 8.50, 7/20/13	290	293,535	
EB Sports Corp., Term Loan, 11.50%, 12/31/15	531	520,750	

814,285

**Machinery 1.6%**

Terex Corp.:

Term Loan, 6.00%, 4/28/17	EUR 65	85,735
Term Loan B, 5.50%, 4/28/17	USD 639	643,272
Tomkins LLC, Term Loan B, 4.25%, 9/29/16	1,349	1,347,453
		2,076,460

**Media 18.4%**

Acosta, Inc., Term Loan, 4.75%, 3/01/18	327	324,943
Affinion Group, Inc., Term Loan B, 5.00%, 10/10/16	761	711,790
AMC Entertainment, Inc., Term Loan B3, 4.25%, 2/22/18	350	345,341
AMC Networks, Inc., Term Loan B, 4.00%, 12/31/18	796	791,025
Atlantic Broadband Finance LLC, Term Loan B, 4.00%, 3/08/16	438	435,779
Bresnan Telecommunications Co., LLC, Term Loan B, 4.50% 5.25%, 12/14/17	1,361	1,356,717
Capsugel Healthcare Ltd., Term Loan, 5.25%, 8/01/18	633	636,866
Catalina Marketing Corp., Term Loan B, 2.99%, 10/01/14	668	649,193
Cengage Learning Acquisitions, Inc.:		
Term Loan, 2.49%, 7/03/14	160	148,300
Tranche 1 Incremental Term Loan, 7.50%, 7/03/14	477	461,868
Cequel Communications LLC, Term Loan B, 4.00%, 2/11/19	1,155	1,143,184
Charter Communications Operating LLC:		
Term Loan B, 7.25%, 3/06/14	14	14,353
Term Loan C, 3.83%, 9/06/16	1,021	1,012,963
Clarke American Corp., Term Facility B, 2.74% 3.08%, 6/30/14	197	179,625
Clear Channel Communication:		
Term Loan B, 3.89%, 1/28/16	1,565	1,284,349
Term Loan C, 3.89%, 1/28/16	170	134,725
Cumulus Media, Inc., Term Loan, 5.75%, 9/17/18	550	550,456
Gray Television, Inc., Term Loan B, 3.77%, 12/31/14	680	671,972
HMH Publishing Co., Ltd., Term Loan, 6.51%, 6/12/14	718	443,796
Hubbard Broadcasting, Term Loan B (Second Lien), 5.25%, 4/28/17	498	497,913
Intelsat Jackson Holdings SA, Tranche B Term Loan, 5.25%, 4/02/18	2,978	2,972,438
Interactive Data Corp., Term Loan B, 4.50%, 2/12/18	1,414	1,411,130

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Kabel Deutschland GmbH, Term Loan F, 4.25%, 2/01/19	675	671,625
Knology, Inc., Term Loan B, 4.00%, 8/18/17	320	317,338
Lavena Holding 3 GmbH (Prosiebensat.1 Media AG), Facility B1, 3.81%, 3/06/15	EUR 304	351,749
LIN Television Corp., Term Loan B, 5.00%, 12/21/18	USD 345	346,725
Newsday LLC, Fixed Rate Term Loan, 10.50%, 8/01/13	2,000	2,057,500
Nielsen Finance LLC, Class B Dollar Term Loan, 4.00%, 5/02/16	675	676,875
Sinclair Television Group, Inc.:		
Incremental Term Loan B3, 1.00%, 10/28/16	140	139,343
New Tranche B Term Loan, 4.00%, 10/28/16	579	576,149
Univision Communications, Inc., Extended First Lien Term Loan, 4.49%, 3/31/17	1,034	960,620
UPC Broadband Holding B.V., Term Loan U, 4.72%, 12/29/17	EUR 209	273,794

See Notes to Financial Statements.

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Consolidated Schedule of Investments (continued)

**BlackRock Diversified Income  
Strategies Fund, Inc. (DVF)**  
(Percentages shown are based on Net  
Assets)

<b>Floating Rate Loan Interests (b)</b>	<b>Par (000) Value</b>
<b>Media (concluded)</b>	
UPC Financing Partnership:	
Term Loan, 4.75%, 12/29/17	USD 415 \$ 414,274
Term Loan T, 3.77%, 12/30/16	88 86,860
WC Luxco Sarl, Term Loan B3, 4.25%, 3/15/18	218 217,837
Weather Channel, Term Loan B, 4.25%, 2/13/17	1,027 1,027,556
	24,296,971
<b>Metals &amp; Mining 2.6%</b>	
Novelis, Inc., Incremental Term Loan B2, 4.00%, 3/10/17	1,420 1,413,225
SunCoke Energy, Inc., Term Loan B, 4.00% 5.25%, 7/26/18	448 446,631
Walter Energy, Inc., Term Loan B, 4.00%, 4/02/18	1,566 1,558,824
	3,418,680
<b>Multi-Utilities 0.1%</b>	
FirstLight Power Resources, Inc., Term B Advance (First Lien), 2.75%, 11/01/13	174 163,466
<b>Multiline Retail 2.0%</b>	
99 Cents Only Stores, Term Loan B, 6.00% 7.00%, 1/11/19	550 553,536
Dollar General Corp., Tranche B-2 Term Loan, 3.00% 3.33%, 7/07/14	270 270,423
Hema Holding BV, Second Lien Term Loan, 5.69%, 1/05/17	EUR 1,400 1,622,741
The Neiman Marcus Group, Inc., New Term Loan, 4.75%, 5/16/18	USD 185 183,520
	2,630,220
<b>Oil, Gas &amp; Consumable Fuels 1.9%</b>	
EquiPower Resources Holdings LLC, Term Loan B, 5.75%, 1/26/18	771 724,669
Gibson Energy, Term Loan B, 5.75%, 6/15/18	846 846,629
Obsidian Natural Gas Trust, Term Loan,	



7.00%, 11/02/15	914	919,049
		2,490,347

**Paper & Forest Products 0.2%**

NewPage Corp., Term Loan, 8.00%, 3/07/13	200	201,500
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**Pharmaceuticals 3.9%**

Aptalis Pharma, Inc., Term Loan B, 0.75% 5.50%, 2/10/17	1,040	1,030,664
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Endo Pharmaceuticals Holdings, Inc., Term Loan B, 4.00%, 6/18/18	172	171,820
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Pharmaceutical Product Development, Inc., Term Loan B, 6.25%, 12/05/18	875	882,656
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Quintiles Transnational Corp., Term Loan, 5.00%, 6/08/18	687	682,012
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RPI Finance Trust, Term Loan Tranche 2, 4.00%, 5/09/18	498	496,624
--	-----	---------

Taminco Global Chemical Corp., New Term Loan, 6.25%, 2/15/19	305	306,254
---	-----	---------

Valeant Pharmaceuticals International, Add on Term Loan B, 3.75%, 2/08/19	1,115	1,111,521
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Warner Chilcott Corp.: Term Loan B-1, 4.25%, 3/15/18	318	316,854
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Term Loan B-2, 4.25%, 3/15/18	159	158,427
		5,156,832

**Professional Services 1.3%**

Booz Allen Hamilton, Inc., Tranche B Term Loan, 4.00%, 8/03/17	132	132,136
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Emdeon, Inc., Term Loan B, 6.75%, 11/02/18	925	935,573
--	-----	---------

Fifth Third Processing Solutions LLC, Term Loan B (First Lien), 4.50%, 11/03/16	623	623,455
		1,691,164

**Par**  
**(000) Value**

**Floating Rate Loan Interests (b)****Real Estate Investment Trusts (REITs) 0.7%**

Istar Financial, Inc., Term Loan A1, 5.00%, 6/28/13	USD 877	\$ 873,021
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**Real Estate Management & Development 0.8%**

Realogy Corp.: Extended Letter of Credit Term Loan, 4.53%, 10/10/16 (h)	24	21,809
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Extended Synthetic Letter of Credit, 3.25%, 10/10/13	27	25,194
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Extended Term Loan, 4.77%, 10/10/16	1,133	1,051,026
		1,098,029

**Road & Rail 0.8%**

Avis Budget Car Rental LLC, Incremental Term Loan, 6.25%, 9/21/18	514	518,721
RailAmerica, Inc., Term Loan B, 4.00%, 2/27/19	500	498,750
		1,017,471

**Semiconductors & Semiconductor Equipment 0.7%**

Freescale Semiconductor, Inc., Extended Term Loan B, 4.52%, 12/01/16	365	355,652
NXP B.V., Term Loan A-2, 5.50%, 3/03/17	554	549,733
		905,385

**Software 1.5%**

Blackboard, Inc., Term Loan B, 7.50%, 10/04/18	245	241,734
Infor Enterprise Solutions Holdings, Inc.:		
Extended Delayed Draw Term Loan, 0.00%, 7/28/15	19	18,648
Extended Initial Term Loan, 0.00%, 7/28/15	36	35,114
Extended Initial Term Loan, 1.00%, 7/28/15	EUR 205	257,417
Rovi Corp., Tranche B Term Loan, 4.00%, 2/07/18	USD 496	495,630
Sophia, LP, Term Loan B, 6.25%, 7/19/18	555	560,783
Vertafore, Inc., Term Loan B, 5.25%, 7/29/16	332	328,832
		1,938,158

**Specialty Retail 4.6%**

Academy Ltd., Term Loan, 6.00%, 8/03/18	900	899,901
Bass Pro Group LLC, Term Loan, 5.25%, 6/13/17	65	64,721
Burlington Coat Factory Warehouse Corp., Term Loan B, 6.25%, 2/23/17	407	406,937
Claire s Stores, Inc., Term Loan B, 2.99% 3.30%, 5/29/14	212	200,827
General Nutrition Centers, Inc., Term Loan B, 4.25%, 3/02/18	895	892,351
The Gymboree Corp., Term Loan B, 5.00%, 2/23/18	310	291,477
Jo-Ann Stores, Inc., Term Loan B, 4.75%, 3/16/18	283	278,770
Michaels Stores, Inc.:		
Extended Term Loan B3, 5.13%, 7/29/16	223	221,228
Term Loan B-2, 5.13%, 7/29/16	791	786,045
Petco Animal Supplies, Inc., Term Loan B, 4.50%, 11/24/17	992	987,447
Toys R Us Delaware, Inc.:		
Term Loan B1, 6.00%, 9/01/16	813	813,815
Term Loan B2, 5.25%, 5/25/18	199	196,144
		6,039,663

**Wireless Telecommunication Services 2.3%**

Crown Castle International Corp., Term Loan B, 4.00%, 1/31/19	985	980,518
MetroPCS Wireless, Inc.:		
Term Loan B-3, 4.00% 4.06%, 3/16/18	148	146,784
Tranche B-2 Term Loan, 4.07% 4.13%, 11/03/16	501	496,666
Vodafone Americas Finance 2, Inc. (i):		
Term Loan, 6.88%, 8/11/15	1,211	1,211,003
Term Loan B, 6.25%, 7/11/16	206	205,734
		3,040,705
<b>Total Floating Rate Loan Interests 107.0%</b>		<b>141,709,603</b>

See Notes to Financial Statements.

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**BlackRock Diversified Income  
Strategies Fund, Inc. (DVF)**  
(Percentages shown are based on Net  
Assets)

Consolidated Schedule of Investments (continued)

<b>Other Interests (j)</b>	<b>Beneficial Interest (000)</b>	<b>Value</b>
<b>Auto Components 0.0%</b>		
Intermet Liquidating Trust, Class A (c)	USD 256	
<b>Chemicals 0.0%</b>		
Wellman Holdings, Inc., Litigation Trust Certificate	3,000	\$ 30
<b>Diversified Financial Services 0.5%</b>		
JG Wentworth LLC Preferred Equity Interests (c)	(k)	620,752
<b>Hotels, Restaurants &amp; Leisure 0.0%</b>		
Buffets, Inc. (c)	360	4
<b>Household Durables 0.9%</b>		
Stanley Martin, Class B Membership Units	1	1,206,250
<b>Total Other Interests 1.4%</b>		1,827,036
<b>Preferred Securities</b>		
<b>Preferred Stocks 0.0%</b>	<b>Shares</b>	
<b>Diversified Financial Services 0.0%</b>		
Ally Financial, Inc., 7.00% (a)	50	43,384
<b>Trust Preferred 0.1%</b>		
<b>Diversified Financial Services 0.1%</b>		
GMAC Capital Trust I, Series 2, 8.13%, 2/15/40 (b)(f)	79	73,913
<b>Total Preferred Securities 0.1%</b>		117,297
<b>Warrants (l)</b>		
<b>Hotels, Restaurants &amp; Leisure 0.0%</b>		
Buffets Restaurants Holdings, Inc. (Expires 4/29/14)	304	
<b>Software 0.0%</b>		
Bankruptcy Management Solutions, Inc. (Expires 9/29/17)	357	
HMH Holdings/EduMedia (Expires 3/09/17)	4,970	

**Total Warrants 0.0%**  
**Total Long-Term Investments**  
 (Cost \$179,001,250) 129.6% 171,554,843

**Short-Term Securities**

BlackRock Liquidity Funds, TempFund,  
 Institutional Class, 0.11% (m)(n) 1,820,693 1,820,693

**Total Short-Term Securities**  
 (Cost \$1,820,693) 1.4% 1,820,693

**Options Purchased**

**Contracts**

**Over-the-Counter Call Options 0.0%**

Marsico Parent Superholdco LLC,  
 Strike Price USD 942.86, Expires 12/14/19,  
 Broker Goldman Sachs Bank USA 13

**Total Options Purchased**

(Cost \$12,711) 0.0%

**Total Investments (Cost \$180,834,654) 131.0%** \$ 173,375,536

**Liabilities in Excess of Other Assets (31.0)%** (40,975,549)

**Net Assets 100.0%** \$ 132,399,987

(a) Security exempt from registration pursuant to Rule 144A under the Securities Act of 1933. These securities may be resold in transactions exempt from registration to qualified institutional investors.

(b) Variable rate security. Rate shown is as of report date.

(c) Non-income producing security.

(d) Restricted security as to resale. As of report date the Portfolio held 0.8% of its net assets, with a current value of \$ 1,021,064 and an original cost of \$ 189,176 in this security.

(e) Represents a zero-coupon bond. Rate shown reflects the current yield as of report date.

(f) Convertible security.

(g) Issuer filed for bankruptcy and/or is in default of interest payments.

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

Counterparty	Unrealized	
	Value	Appreciation (Depreciation)
JPMorgan Securities Inc.	\$21,809	\$ (630 )
Morgan Stanley Co.	\$87,338	\$ 2,338

(i) Represents a payment-in-kind security which may pay interest/dividends in additional par/shares.

(j) Other interests represent beneficial interests in liquidation trusts and other reorganization or private entities.

(k) Amount is less than \$500.

(l) Warrants entitle the Fund to purchase a predetermined number of shares of common stock and are non-income

producing. The purchase price and number of shares are subject to adjustment under certain conditions until the expiration date, if any.

(m) Investments in companies considered to be an affiliate of the Fund during the period, for purposes of Section 2(a)(3) of the 1940 Act, were as follows:

<b>Affiliate</b>	<b>Shares Held at August 31, 2011</b>	<b>Net Activity</b>	<b>Shares Held at February 29, 2012</b>	<b>Income</b>
BlackRock Liquidity Funds, TempFund, Institutional Class		1,820,693	1,820,693	\$ 221

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

Foreign currency exchange contracts as of February 29, 2012 were as follows:

<b>Currency Purchased</b>	<b>Currency Sold</b>	<b>Counterparty</b>	<b>Settlement Date</b>	<b>Unrealized Appreciation (Depreciation)</b>
USD 983,369	GBP 641,500	UBS AG	4/11/12	\$ (36,904 )
EUR 189,000	USD 250,572	Deutsche Bank AG	4/18/12	1,282
EUR 198,000	USD 258,076	Royal Bank of Scotland Plc	4/18/12	5,771
USD 3,766,154	EUR 2,932,000	Citibank NA	4/18/12	(140,914 )
USD 397,919	EUR 300,000	Citibank NA	4/18/12	(1,850 )
<b>Total</b>				<b>\$ (172,615 )</b>

For Fund compliance purposes, the Fund's industry classifications refer to any one or more of the industry sub-classifications used by one or more widely recognized market indexes or rating group indexes and/or as defined by Fund management. 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.

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**BlackRock Diversified Income  
Strategies Fund, Inc. (DVF)**

## Consolidated Schedule of Investments (concluded)

**Fair Value Measurements** Various inputs are used in determining the fair value of investments and derivative financial instruments. These inputs are categorized into a disclosure hierarchy consisting of three broad levels for financial statement purposes as follows:

Level 1 unadjusted price quotations in active markets/exchanges for identical assets and liabilities

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 Fund's own assumptions used in determining the fair value of investments and derivative financial instruments)

Changes in valuation techniques may result in transfers in or out of an assigned level within the disclosure hierarchy. 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 does not necessarily correspond to Fund's perceived risk of investing in those securities. For information about the Fund's policy regarding valuation of investments and derivative financial instruments and other significant accounting policies, please refer to Note 1 of the Notes to Financial Statements.

The following tables summarize the inputs used as of February 29, 2012 in determining the fair valuation of Fund's investments and derivative financial instruments:

Valuation Inputs	Level 1	Level 2	Level 3	Total
Assets:				
Investments:				
Long-Term				
Investments:				
Asset-Backed				
Securities	—	\$1,258,740	\$2,717,525	\$3,976,265
Common Stocks	\$434,787	1,021,064	1,467,869	2,923,720
Corporate Bonds	—	20,831,962	168,960	21,000,922
Floating Rate				
Loan Interests	—	133,256,863	8,452,740	141,709,603
Other Interests	—	—	1,827,036	1,827,036
Preferred				
Securities	73,913	43,384	—	117,297
Short-Term				
Securities	1,820,693	—	—	1,820,693
Total	\$2,329,393	\$156,412,013	\$14,634,130	\$173,375,536

Valuation Inputs	Level 1	Level 2	Level 3	Total
Derivative Financial Instruments <sup>1</sup>				
Assets:				
Foreign currency				
exchange				
contracts	—	\$7,053	—	\$7,053

Liabilities:

Foreign currency exchange contracts	—	(179,668 )	—	(179,668 )
Total	—	\$(172,615 )	—	\$(172,615 )

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

The following table is a reconciliation of Level 3 investments for which significant unobservable inputs were used in determining fair value:

	Asset-Backed Securities	Common Stocks	Corporate Bonds	Floating Rate Loan Interests	Other Interests	Warrants	Total
Assets/Liabilities:							
Balance, as of August 31, 2011	\$2,753,115	\$1,701,248	\$1,621,040	\$12,355,482	\$2,550,707	\$7	\$20,981,599
Accrued discounts/premiums	21,568	—	1,158	13,125	—	—	35,851
Net realized gain (loss)	—	5,599	(2,483,821)	350,703	553,994	—	(1,573,525 )
Net change in unrealized appreciation/depreciation <sup>2</sup>	(57,158 )	(381,072 )	2,532,042	(90,580 )	(205,745 )	(7)	1,797,480
Purchases	—	18,367	—	176,280	9,832	—	204,479
Sales	—	(7,175 )	(1,501,459)	(586,949 )	(1,081,752)	—	(3,177,335 )
Transfers in <sup>3</sup>	—	130,902	—	2,161,572	—	—	2,292,474
Transfers out <sup>3</sup>	—	—	—	(5,926,893 )	—	—	(5,926,893 )
Balance, as of February 29, 2012	\$2,717,525	\$1,467,869	\$168,960	\$8,452,740	\$1,827,036	—	\$14,634,130

<sup>2</sup> Included in the related net change in unrealized appreciation/depreciation in the Statements of Operations. The change in unrealized appreciation/depreciation on investments still held on February 29, 2012 was \$(185,417).

<sup>3</sup> The Fund's policy is to recognize transfers in and transfers out as of the beginning of the period of the event or the change in circumstances that caused the transfer.

A reconciliation of Level 3 investments and derivative financial instruments is presented when the Fund had a significant amount of Level 3 investments and derivative financial instruments at the beginning and/or end of the year in relation to net assets.

See Notes to Financial Statements.

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Consolidated Schedule of Investments  
February 29, 2012 (Unaudited)

**BlackRock Floating Rate Income Strategies Fund,  
Inc. (FRA)**  
**(Percentages shown are based on Net Assets)**

<b>Asset-Backed Securities</b>	<b>Par (000)</b>	<b>Value</b>
ARES CLO Funds, Series 2005-10A, Class B, 0.95%, 9/18/17 (a)(b)	USD 750	\$ 694,035
Ballyrock CDO Ltd., Series 2006-1A, Class B, 0.84%, 8/28/19 (a)(b)	1,000	837,500
Canaras Summit CLO Ltd., Series 2007-1A, Class B, 1.04%, 6/19/21 (a)(b)	750	637,718
Chatham Light CLO Ltd., Series 2005-2A, Class A2, 0.94%, 8/03/19 (a)(b)	1,000	857,500
Flagship CLO, Series 2006-1A, Class B, 0.91%, 9/20/19 (a)(b)	1,304	1,007,340
Franklin CLO Ltd., Series 6A, Class B, 0.97%, 8/09/19 (a)(b)	1,910	1,623,118
Fraser Sullivan CLO Ltd., Series 2006-2A, Class B, 0.96%, 12/20/20 (a)(b)	500	425,000
Gannett Peak CLO Ltd., Series 2006-1X, Class A2, 0.92%, 10/27/20 (b)	575	464,313
Goldman Sachs Asset Management CLO Plc, Series 2007-1A, Class B, 1.00%, 8/01/22 (a)(b)	1,255	1,004,000
Landmark CDO Ltd., Series 2006-8A, Class B, 0.92%, 10/19/20 (a)(b)	1,075	899,968
MAPS CLO Fund LLC, Series 2005-1A, Class C, 1.52%, 12/21/17 (a)(b)	575	518,075
Portola CLO Ltd., Series 2007-1X, Class B1, 1.95%, 11/15/21 (b)	765	655,987
T2 Income Fund CLO Ltd., Series 2007-1A, Class B, 1.17%, 7/15/19 (a)(b)	655	568,049
<b>Total Asset-Backed Securities 3.8%</b>		<b>10,192,603</b>
 <b>Common Stocks (c)</b>		 <b>Shares</b>
<b>Auto Components 0.8%</b>		
Delphi Automotive Plc (180-Day lock) (acquired 11/17/11, cost \$396,662) (d)	69,876	2,180,134

**Chemicals 0.0%**

GEO Specialty Chemicals, Inc. (a) 13,117 6,034

**Electrical Equipment 0.0%**

Medis Technologies Ltd. 71,654 358

**Paper & Forest Products 0.2%**

Ainsworth Lumber Co. Ltd. (a) 152,951 241,148

Ainsworth Lumber Co. Ltd. 133,089 209,833

Western Forest Products, Inc. 84,448 81,934  
532,915

**Software 0.0%**

HMH Holdings/EduMedia 92,606 23,152

**Total Common Stocks 1.0%** 2,742,593

**Corporate Bonds** **Par (000)**

**Airlines 0.1%**

American Airlines Pass-Through Trust, Series 2011-2,  
Class A, 8.63%, 4/15/23 USD 276 292,560

Delta Air Lines, Inc., Series 2009-1-B, 9.75%,  
6/17/18 111 117,326  
409,886

**Auto Components 0.9%**

Icahn Enterprises LP:  
7.75%, 1/15/16 1,535 1,607,912  
8.00%, 1/15/18 (a) 680 720,800  
2,328,712

**Corporate Bonds** **Par (000) Value**

**Chemicals 1.3%**

CF Industries, Inc., 6.88%, 5/01/18 USD 905 \$ 1,065,637

GEO Specialty Chemicals, Inc.:  
7.50%, 3/31/15 857 1,019,815

10.00%, 3/31/15 844 844,160

Ineos Finance Plc, 8.38%, 2/15/19 (a) 230 244,375

Lyondell Chemical Co., 11.00%, 5/01/18 292 320,075

LyondellBasell Industries NV, 6.00%, 11/15/21 (a) 95 104,263  
3,598,325

**Commercial Banks 0.2%**

## CIT Group, Inc.:

7.00%, 5/01/16	213	213,022
7.00%, 5/02/17 (a)	250	250,313
		463,335

**Commercial Services & Supplies 0.3%**

ARAMARK Corp., 4.05%, 2/01/15 (b)	135	134,494
AWAS Aviation Capital Ltd., 7.00%, 10/17/16 (a)	700	731,182
Brickman Group Holdings, Inc., 9.13%, 11/01/18 (a)	26	24,700
		890,376

**Consumer Finance 0.3%**

Inmarsat Finance Plc, 7.38%, 12/01/17 (a)	775	829,250
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**Containers & Packaging 0.4%**

Graphic Packaging International, Inc., 9.50%, 6/15/17	220	244,750
OI European Group BV, 6.88%, 3/31/17	EUR 143	198,140
Smurfit Kappa Acquisitions (a):		
7.25%, 11/15/17	104	148,258
7.75%, 11/15/19	338	485,217
		1,076,365

**Diversified Financial Services 1.6%**

Ally Financial, Inc., 2.73%, 12/01/14 (b)	USD 2,600	2,433,423
Axcan Intermediate Holdings, Inc., 12.75%, 3/01/16	133	141,811
Reynolds Group Issuer, Inc.:		
8.75%, 10/15/16 (a)	597	635,805
8.75%, 10/15/16 (a)	EUR 400	566,228
8.75%, 10/15/16	72	101,921
6.88%, 2/15/21 (a)	USD 395	418,700
		4,297,888

**Diversified Telecommunication Services 0.4%**

ITC Deltacom, Inc., 10.50%, 4/01/16	430	448,275
Qwest Communications International, Inc., 8.00%, 10/01/15	600	644,063
		1,092,338

**Health Care Equipment & Supplies 0.5%**

## DJO Finance LLC:

10.88%, 11/15/14	1,175	1,195,562
7.75%, 4/15/18	210	180,600
		1,376,162

**Health Care Providers & Services 0.5%**

HCA, Inc., 6.50%, 2/15/20	865	927,712
Tenet Healthcare Corp., 8.88%, 7/01/19	380	433,200
		1,360,912

**Health Care Technology 0.8%**

IMS Health, Inc., 12.50%, 3/01/18 (a) 1,860 2,213,400

**Hotels, Restaurants & Leisure 0.6%**

Little Traverse Bay Bands of Odawa Indians, 9.00%,  
8/31/20 (a) 373 328,240

MGM Resorts International:

10.38%, 5/15/14 865 983,937

11.13%, 11/15/17 400 455,000  
1,767,177

See Notes to Financial Statements.

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Consolidated Schedule of Investments (continued)	<b>BlackRock Floating Rate Income Strategies Fund, Inc. (FRA)</b> (Percentages shown are based on Net Assets)	
<b>Corporate Bonds</b>	<b>Par (000) Value</b>	
<b>Household Durables 0.5%</b>		
Beazer Homes USA, Inc., 12.00%, 10/15/17	USD 1,200	\$ 1,308,000
<b>Independent Power Producers &amp; Energy Traders 1.9%</b>		
Calpine Corp., 7.25%, 10/15/17 (a)	1,180	1,250,800
Energy Future Holdings Corp., 10.00%, 1/15/20	935	1,010,969
Energy Future Intermediate Holding Co. LLC, 10.00%, 12/01/20	2,760	2,998,050
		5,259,819
<b>Industrial Conglomerates 0.6%</b>		
Sequa Corp., 13.50%, 12/01/15 (a)	1,557	1,662,456
<b>Machinery 0.1%</b>		
UR Financing Escrow Corp., 5.75%, 7/15/18 (a)(e)	175	179,813
<b>Media 2.8%</b>		
AMC Networks, Inc., 7.75%, 7/15/21 (a)	225	250,875
CCH II LLC, 13.50%, 11/30/16	1,050	1,207,500
Checkout Holding Corp., 10.68%, 11/15/15 (a)(f)	665	299,250
Clear Channel Worldwide Holdings, Inc.: 9.25%, 12/15/17	401	439,095
Series B, 9.25%, 12/15/17	1,834	2,017,400
CSC Holdings LLC, 8.50%, 4/15/14	420	466,200
NAI Entertainment Holdings LLC, 8.25%, 12/15/17 (a)	615	676,500
Unitymedia Hessen GmbH & Co. KG, 8.13%, 12/01/17 (a)	2,000	2,170,000
		7,526,820
<b>Multiline Retail 0.2%</b>		
Dollar General Corp., 11.88%, 7/15/17 (b)	445	488,392
<b>Oil, Gas &amp; Consumable Fuels 0.1%</b>		
Coffeyville Resources LLC, 9.00%, 4/01/15 (a)	275	294,250
<b>Paper &amp; Forest Products 0.4%</b>		
Ainsworth Lumber Co. Ltd., 11.00%, 7/29/15 (a)(g)	562	409,981
Longview Fibre Paper & Packaging, Inc., 8.00%, 6/01/16 (a)	340	349,350

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Verso Paper Holdings LLC, Series B, 4.30%, 8/01/14 (b)	340	235,450	994,781
<b>Pharmaceuticals 0.1%</b>			
Valeant Pharmaceuticals International, 6.50%, 7/15/16 (a)	395	402,900	
<b>Real Estate Management &amp; Development 0.1%</b>			
Realogy Corp., 7.63%, 1/15/20 (a)	365	376,862	
<b>Wireless Telecommunication Services 2.2%</b>			
Cricket Communications, Inc., 7.75%, 5/15/16	1,700	1,810,500	
Digicel Group Ltd. (a):			
9.13%, 1/15/15	278	283,560	
8.25%, 9/01/17	315	333,900	
iPCS, Inc., 2.67%, 5/01/13 (b)	1,500	1,443,750	
Sprint Nextel Corp. (a):			
9.00%, 11/15/18	780	869,700	
7.00%, 3/01/20	1,195	1,214,419	5,955,829
<b>Total Corporate Bonds 16.9%</b>			46,154,048

**Floating Rate Loan Interests (b)**

**Aerospace & Defense 1.6%**

DynCorp International, Term Loan B, 6.25% 6.75%, 7/07/16	757	754,760	
SI Organization, Inc., New Term Loan B, 4.50%, 11/22/16	836	801,310	
TransDigm, Inc.:			
Add on Term Loan B2, 4.00%, 2/14/17	445	445,369	
Term Loan (First Lien), 4.00%, 2/14/17	1,782	1,780,432	
Wesco Aircraft Hardware Corp., Term Loan B, 4.25%, 4/07/17	650	649,195	4,431,066

**Par  
(000) Value**

**Floating Rate Loan Interests (b)**

**Airlines 0.8%**

Delta Air Lines, Inc., Credit New Term Loan B, 5.50%, 4/20/17	USD 2,221	\$ 2,167,640	
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**Auto Components 2.5%**

Allison Transmission, Inc., Term Loan B, 2.75%, 8/07/14	2,801	2,769,342	
Autoparts Holdings Ltd., First Lien Term Loan, 6.50%, 7/28/17	1,446	1,449,991	

## Federal-Mogul Corp.:

Term Loan B, 2.19% 2.20%, 12/29/14	597	570,622
Term Loan C, 2.19% 2.20%, 12/28/15	304	291,134
GPX International Tire Corp. (c)(h):		
2.00%, 3/31/12	549	
7.25%, 3/31/12	9	
Schaeffler AG, Term Loan C2, 6.00%, 1/27/17	990	992,891
UCI International, Inc., Term Loan, 5.50%, 7/26/17	743	744,356
		6,818,336

**Biotechnology 0.7%**

Grifols SA, Term Loan B, 4.50%, 6/1/17	1,890	1,887,596
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**Building Products 3.0%**

Armstrong World Industries, Inc., Term Loan B, 4.00%, 3/09/18	1,166	1,161,453
CPG International, Inc., Term Loan B, 6.00%, 2/18/17	1,782	1,683,990
Goodman Global Holdings, Inc., Initial Term Loan (First Lien), 5.75%, 10/28/16	4,421	4,442,947
Momentive Performance Materials, Inc. (Blitz 06-103 GmbH), Tranche B-2B Term Loan, 4.08%, 5/05/15	EUR 645	813,276
		8,101,666

**Capital Markets 1.8%**

American Capital Ltd., Term Loan B, 7.50%, 12/31/13	USD 138	138,317
HarbourVest Partners, Term Loan (First Lien), 6.25%, 12/16/16	1,677	1,677,706
Nuveen Investments, Inc.:		
(First Lien) Term Loan, 3.30% 3.58%, 11/13/14	897	891,243
Extended Term Loan, 5.74% 5.83%, 5/12/17	1,753	1,748,176
Incremental Term Loan, 7.25%, 5/13/17	345	347,415
		4,802,857

**Chemicals 4.8%**

American Rock Salt Holdings LLC, Term Loan B, 5.50%, 4/25/17	1,216	1,129,842
Ashland, Inc., Term Loan B, 3.75%, 8/23/18	932	935,741
Chemtura Corp., Exit Term Loan B, 5.50%, 8/27/16	1,400	1,404,382
Gentek, Inc., Term Loan B, 5.00% 5.75%, 10/06/15	1,068	1,060,636
MDI Holdings LLC, Tranche C Term Loan, 2.76%, 4/11/14	EUR 503	652,479
Nexeo Solutions LLC, Term Loan B, 5.00%, 9/08/17	USD 1,191	1,172,635
Polyone Corp., Term Loan, 5.00%, 12/20/17	405	405,608
PQ Corp., Original Term Loan (First Lien), 3.50%, 7/30/14	1,590	1,550,821

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Styron Sarl LLC, Term Loan B, 6.00% 6.75%, 8/02/17	1,106	996,999
Tronox Worldwide LLC:		
Delayed Draw Term Loan, 1.00%, 2/09/18	380	379,931
Term Loan B, 4.25%, 2/08/18	1,395	1,393,081
Univar, Inc., Term Loan B, 5.00%, 6/30/17	2,030	2,013,246
		13,095,401
<b>Commercial Services &amp; Supplies 3.8%</b>		
Altegrity, Inc., Tranche D Term Loan, 7.75%, 2/20/15	1,627	1,624,600
ARAMARK Corp.:		
Letter of Credit, 3.55%, 7/26/16	40	39,482
Term Loan B, 3.83%, 7/26/16	560	555,162
AWAS Finance Luxembourg Sarl, Term Loan B, 5.25%, 6/10/16	849	846,096
Delos Aircraft, Inc., Term Loan B2, 7.00%, 3/17/16	1,875	1,877,006
International Lease Finance Corp., Term Loan B1, 6.75%, 3/17/15	75	75,125
KAR Auction Services, Inc., Term Loan B, 5.00%, 5/19/17	2,587	2,583,766

See Notes to Financial Statements.

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**BlackRock Floating Rate Income  
Strategies Fund, Inc. (FRA)**

**(Percentages shown are based on Net Assets)**

Consolidated Schedule of Investments (continued)

<b>Floating Rate Loan Interests (b)</b>	<b>Par (000) Value</b>
<b>Commercial Services &amp; Supplies (concluded)</b>	
Synagro Technologies, Inc., Term Loan B, 2.25% 2.26%, 4/02/14	USD 1,512 \$ 1,353,043
Volume Services America, Inc., Term Loan B, 10.50% 10.75%, 9/16/16	988 991,618
West Corp.:	
Term Loan B4, 4.49% 4.78%, 7/15/16	152 152,408
Term Loan B5, 4.49% 4.51%, 7/15/16	294 294,270
	10,392,576
<b>Communications Equipment 1.2%</b>	
Avaya, Inc.:	
Term Loan B1, 3.24%, 10/24/14	1,151 1,126,204
Term Loan B3, 4.99%, 10/26/17	680 659,443
CommScope, Inc., Term Loan B, 5.00%, 1/14/18	1,587 1,585,838
	3,371,485
<b>Construction &amp; Engineering 0.9%</b>	
BakerCorp. International, Inc., Term Loan B, 5.00%, 6/01/18	861 859,384
Safway Services, LLC, First Out Tranche Loan, 9.00%, 12/16/17	1,700 1,700,000
	2,559,384
<b>Consumer Finance 1.6%</b>	
Springleaf Finance Corp, Term Loan, 5.50%, 5/10/17	4,665 4,252,661
<b>Containers &amp; Packaging 0.7%</b>	
Berry Plastics Holding Corp., Term Loan C, 2.25%, 4/03/15	275 267,778
Sealed Air Corp., Term Loan B, 4.75%, 10/03/18	1,566 1,581,279
	1,849,057
<b>Diversified Consumer Services 3.0%</b>	

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Coinmach Service Corp., Term Loan, 3.41%, 11/20/14	2,465	2,270,482
Laureate Education, Inc., Extended Term Loan, 5.25%, 8/15/18	3,765	3,594,143
ServiceMaster Co.:		
Delayed Draw Term Loan, 2.75%, 7/24/14	216	213,607
Term Loan, 2.77% 3.03%, 7/24/14	2,171	2,144,976
		8,223,208
<b>Diversified Financial Services 1.4%</b>		
Reynolds Group Holdings, Inc.:		
Tranche B Term Loan, 6.50%, 2/09/18	1,404	1,416,641
Tranche C Term Loan, 5.25% 6.50%, 8/09/18	2,368	2,392,986
		3,809,627
<b>Diversified Telecommunication Services 4.2%</b>		
Hawaiian Telcom Communications, Inc., Term Loan B, 7.00%, 2/25/17	1,095	1,092,262
Integra Telecom Holdings, Inc., Term Loan, 9.25%, 4/15/15	1,601	1,408,550
Level 3 Financing, Inc.:		
Term Loan B2, 5.75%, 9/03/18	3,450	3,473,736
Term Loan B3, 5.75%, 8/31/18	1,475	1,485,148
Tranche A Term Loan, 2.50% 2.83%, 3/13/14	2,525	2,483,337
US Telepacific Corp., Term Loan B, 5.75%, 2/23/17	1,490	1,411,690
		11,354,723
<b>Electronic Equipment, Instruments &amp; Components 1.2%</b>		
CDW LLC (FKA CDW Corp.), Extended Term Loan, 4.00%, 7/14/17	1,766	1,725,940
Flextronics International Ltd., Delayed Draw:		
Term Loan A-2, 2.49%, 10/01/14	45	44,558
Term Loan A-3, 2.52%, 10/01/14	39	38,193
Sensata Technologies Finance Co. LLC, Term Loan, 4.00%, 5/11/18	1,545	1,541,272
		3,349,963

<b>Floating Rate Loan Interests (b)</b>	<b>Par</b>	<b>(000) Value</b>
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**Energy Equipment & Services 2.9%**

CCS Corp.:

Incremental Term Loan, 6.50%, 10/17/14	USD 765	\$ 765,765
Term Loan B, 3.24%, 11/14/14	1,609	1,556,820
Dynegy Midwest Generation LLC, Coal Co. Term Loan, 9.25%, 8/04/16	937	931,388
Dynegy Power LLC, Gas Co. Term Loan, 9.25%, 8/04/16	1,258	1,297,470
MEG Energy Corp., Term Loan B, 4.00%, 3/16/18	3,342	3,334,775
		7,886,218

**Food & Staples Retailing 1.9%**AB Acquisitions UK Topco 2 Ltd., Facility B1, 3.60%,  
7/09/15

GBP 1,825 2,651,930

B&amp;G Foods, Inc., Term Loan B, 4.50%, 11/30/18

USD 375 375,844

Bolthouse Farms, Inc., Term Loan (First Lien),  
5.50% 5.75%, 2/11/16

481 480,893

U.S. Foodservice, Inc., Term Loan B, 2.74% 2.75%,  
7/03/141,709 1,648,835  
5,157,502**Food Products 3.2%**

Advance Pierre Foods:

Term Loan (First Lien), 7.00%, 9/30/16

1,946 1,945,709

Term Loan (Second Lien), 11.25%, 9/29/17

1,205 1,206,000

Del Monte Corp., Term Loan, 4.50%, 3/08/18

2,544 2,494,457

Michaels Foods Group, Inc., Term Loan B, 4.25%, 2/23/18

281 280,974

Pinnacle Foods Finance LLC:

Tranche B Term Loan, 2.76% 3.08%, 4/02/14

90 89,030

Tranche D Term Loan, 6.00% 6.50%, 4/02/14

1,031 1,036,589

Solvest Ltd. (Dole):

Tranche B-2 Term Loan, 5.00% 6.00%, 7/06/18

555 557,309

Tranche C-2 Term Loan, 5.00% 6.00%, 7/06/18

1,032 1,035,001  
8,645,069**Health Care Equipment & Supplies 1.9%**

Biomet, Inc., Term Loan B, 3.24% 3.57%, 3/25/15

681 673,850

DJO Finance LLC, Term Loan, 3.24%, 5/20/14

1,070 1,055,062

Hupah Finance, Inc., Term Loan B, 6.25%, 1/21/19

775 774,519

Iasis Healthcare LLC, Term Loan, 5.00%, 5/03/18

763 758,449

Immucor, Inc., Term Loan B, 7.25%, 8/17/18

1,800 1,812,641  
5,074,521**Health Care Providers & Services 4.7%**

CHS/Community Health Systems, Inc.:

Non-Extended Delayed Draw Term Loan, 3.25%,

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7/25/14	72	71,424
Non-Extended Term Loan, 2.49% 4.50%, 7/25/14	1,397	1,378,212
ConvaTec, Inc., Term Loan, 5.75%, 12/22/16	1,287	1,283,383
DaVita, Inc., Term Loan B, 4.50%, 10/20/16	1,683	1,686,854
Emergency Medical Services, Term Loan, 5.25%, 5/25/18	1,680	1,675,032
Harden Healthcare LLC:		
Term Loan A, 8.50%, 3/02/15	656	642,650
Tranche A Additional Term Loan, 7.75%, 3/02/15	1,070	1,049,074
HCA, Inc.:		
Tranche B-2 Term Loan, 3.83%, 3/31/17	787	776,468
Tranche B-3 Term Loan, 3.49%, 5/01/18	306	300,911
Health Management Associates, Inc., Term Loan B, 4.50%, 11/16/18	580	576,230
inVentiv Health, Inc.:		
Combined Term Loan, 6.50%, 8/04/16	1,317	1,266,174
Incremental Term Loan B-3, 6.75%, 5/15/18	898	862,535
Medpace, Inc., Term Loan, 6.50% 7.25%, 6/16/17	1,244	1,194,000
Vanguard Health Holding Co. II, LLC (Vanguard Health Systems, Inc.), Term Loan B, 5.00%, 1/29/16	135	134,326
		12,897,273
<b>Health Care Technology 1.3%</b>		
IMS Health, Inc., Term Loan B, 4.50%, 8/25/17	1,201	1,201,217
Kinetic Concepts, Inc., Term Loan B, 7.00%, 5/04/18	1,580	1,605,675
MedAssets, Inc., Term Loan, 5.25%, 11/16/16	775	775,062
		3,581,954

See Notes to Financial Statements.

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Consolidated Schedule of Investments (continued)

**BlackRock Floating Rate Income  
Strategies Fund, Inc. (FRA)**  
(Percentages shown are based on Net Assets)

<b>Floating Rate Loan Interests (b)</b>	<b>Par (000) Value</b>
<b>Hotels, Restaurants &amp; Leisure 5.7%</b>	
Ameristar Casinos, Inc., Term Loan B, 4.00%, 4/13/18	USD 1,240 \$ 1,242,408
Boyd Gaming Corp., Incremental Term Loan, 6.00%, 12/17/15	860 862,012
Caesars Entertainment Operating Co., Inc.: Incremental Term Loan B4, 9.50%, 10/31/16	1,105 1,137,070
Term Loan B1, 3.24%, 1/28/15	402 377,035
Term Loan B3, 3.24% 3.47%, 1/28/15	5,345 5,008,601
Dunkin' Brands, Inc., Term Loan B, 4.00% 5.25%, 11/23/17	1,933 1,927,077
Golden Living, Term Loan, 5.00%, 5/04/18	325 305,566
OSI Restaurant Partners LLC: Revolver, 2.56% 2.79%, 6/14/13	9 9,194
Term Loan B, 2.56%, 6/14/14	96 93,266
Seaworld Parks & Entertainment, Inc., Term Loan B, 4.00%, 8/17/17	1,351 1,349,939
Six Flags Theme Parks, Inc., Tranche B Term Loan (First Lien), 4.25%, 12/20/18	1,510 1,503,401
Station Casinos, Inc., Term Loan B1, 3.24%, 6/17/16	1,025 924,212
Twin River Worldwide Holdings, Inc., Term Loan, 8.50%, 11/05/15	757 757,635 15,497,416
<b>Household Products 0.5%</b>	
Prestige Brands, Inc., Term Loan, 5.25%, 1/31/19	1,500 1,505,625
<b>Independent Power Producers &amp; Energy Traders 1.0%</b>	
The AES Corp., Term Loan, 4.25%, 6/01/18	1,985 1,983,015
Texas Competitive Electric Holdings Co. LLC, Extended Term Loan, 4.76%, 10/10/17	1,238 690,554 2,673,569
<b>Industrial Conglomerates 1.4%</b>	
Sequa Corp.: Incremental Term Loan, 6.25%, 12/03/14	660 662,198

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Term Loan, 3.76%	3.84%, 12/03/14	3,318	3,281,806
			3,944,004

**Insurance 0.6%**

CNO Financial Group, Inc., Term Loan, 6.25%, 9/30/16	1,650	1,657,780
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**Internet Software & Services 0.4%**

Web.com Group, Inc., Term Loan B, 7.00%, 10/27/17	1,185	1,156,897
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**IT Services 5.1%**

Ceridian Corp., Term Loan, 3.24%, 11/10/14	1,231	1,164,760
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First Data Corp.:

Extended Term Loan B, 4.24%, 3/23/18	6,706	6,017,255
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Term Loan B-1, 2.99%, 9/24/14	870	831,787
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Term Loan B-3, 2.99%, 9/24/14	115	109,593
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infoGROUP, Inc., Term Loan B, 5.75%, 5/25/18	707	661,297
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iPayment, Inc., Term Loan B, 5.75%, 5/08/17	681	677,936
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NeuStar, Inc., Term Loan B, 5.00%, 11/08/18	888	889,994
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SunGard Data Systems, Inc. (Solar Capital Corp.),

Tranche B Term Loan, 3.99%	5.88%, 2/26/16	307	306,311
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TransUnion LLC, Term Loan B, 4.75%, 2/12/18	3,211	3,213,592
		13,872,525

**Leisure Equipment & Products 0.2%**

Eastman Kodak Co., DIP Term Loan B, 1.00%, 7/20/13	595	602,253
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**Machinery 1.5%**

Terex Corp.:

Term Loan, 6.00%, 4/28/17	EUR 135	178,065
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Term Loan B, 5.50%, 4/28/17	USD 1,313	1,321,793
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Tomkins LLC, Term Loan B, 4.25%, 9/29/16	2,697	2,694,905
		4,194,763

**Media 17.9%**

Acosta, Inc., Term Loan, 4.75%, 3/01/18	675	669,616
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Affinion Group, Inc., Term Loan B, 5.00%, 10/10/16	1,596	1,492,930
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AMC Entertainment, Inc., Term Loan B3, 4.25%, 2/22/18	700	690,683
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AMC Networks, Inc., Term Loan B, 4.00%, 12/31/18	1,692	1,680,928
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**Par**

**Floating Rate Loan Interests (b)**

**(000) Value**

**Media (concluded)**

Atlantic Broadband Finance LLC, Term Loan B, 4.00%, 3/08/16	USD 941	\$ 936,924
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Bresnan Telecommunications Co., LLC, Term Loan, 4.50%	5.25%, 12/14/17	2,896	2,886,107
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Capsugel Healthcare Ltd., Term Loan, 5.25%, 8/01/18	1,297	1,304,154
Catalina Marketing Corp., Term Loan B, 2.99%, 10/01/14	1,376	1,337,148
Cengage Learning Acquisitions, Inc.:		
Term Loan, 2.49%, 7/03/14	993	921,743
Tranche 1 Incremental Term Loan, 7.50%, 7/03/14	763	738,243
Cequel Communications LLC, Term Loan B, 4.00%, 2/11/19	2,385	2,360,601
Charter Communications Operating LLC:		
Term Loan B, 7.25%, 3/06/14	28	28,022
Term Loan C, 3.83%, 9/06/16	2,124	2,107,508
Clarke American Corp., Term Facility B, 2.74% 3.08%, 6/30/14	439	401,288
Clear Channel Communications:		
Term Loan B, 3.89%, 1/28/16	2,600	2,133,769
Term Loan C, 3.89%, 1/28/16	345	273,413
Cumulus Media, Inc., Term Loan, 5.75%, 9/17/18	1,400	1,401,162
Gray Television, Inc., Term Loan B, 3.77%, 12/31/14	1,395	1,378,254
HMH Publishing Co. Ltd., Term Loan, 6.51%, 6/12/14	1,441	890,248
Hubbard Broadcasting, Term Loan B (Second Lien), 5.25%, 4/28/17	995	995,826
Intelsat Jackson Holdings SA, Tranche B Term Loan, 5.25%, 4/02/18	6,451	6,440,283
Interactive Data Corp., Term Loan B, 4.50%, 2/12/18	2,903	2,896,531
Kabel Deutschland GmbH, Term Loan F, 4.25%, 2/01/19	1,390	1,383,050
Knology, Inc., Term Loan B, 4.00%, 8/18/17	616	610,038
Lavena Holding 4 GmbH (Prosiebensat.1 Media AG):		
Term Loan B, 3.81%, 3/06/15	EUR 304	351,749
Term Loan C, 4.06%, 3/04/16	304	353,773
LIN Television Corp., Term Loan B, 5.00%, 12/21/18	USD 705	708,525
Newsday LLC, Fixed Rate Term Loan, 10.50%, 8/01/13	2,500	2,571,875
Nielsen Finance LLC, Class B Dollar Term Loan, 4.01%, 5/02/16	1,384	1,388,016
Sinclair Television Group, Inc.:		
Incremental Term Loan B3, 1.00%, 10/28/16	285	283,663
Tranche B Term Loan, 4.00%, 10/28/16	1,010	1,005,037
Univision Communications, Inc., Extended First Lien Term Loan, 4.49%, 3/31/17	2,113	1,962,673
UPC Broadband Holding B.V., Term Loan U, 4.72%, 12/29/17	EUR 494	645,797
UPC Financing Partnership:		

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Term Loan, 4.75%, 12/29/17	USD 895	893,434
Term Loan T, 3.77%, 12/30/16	165	162,236
WC Luxco Sarl, Term Loan B3, 4.25%, 3/15/18	437	435,674
Weather Channel, Term Loan B, 4.25%, 2/13/17	2,103	2,104,648
		48,825,569
<b>Metals &amp; Mining 2.6%</b>		
Novelis, Inc., Term Loan, 4.00%, 3/10/17	2,836	2,821,500
SunCoke Energy, Inc., Term Loan B, 4.00% 5.25%, 7/26/18	945	942,887
Walter Energy, Inc., Term Loan B, 4.00%, 4/02/18	3,289	3,273,740
		7,038,127
<b>Multi-Utilities 0.1%</b>		
FirstLight Power Resources, Inc., Term B Advance (First Lien), 2.75%, 11/01/13	329	309,763
<b>Multiline Retail 1.1%</b>		
99 Cents Only Stores, Term Loan B, 6.00% 7.00%, 1/11/19	1,135	1,142,298
Dollar General Corp., Tranche B-2 Term Loan, 3.00% 3.33%, 7/07/14	616	616,394

See Notes to Financial Statements.

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**BlackRock Floating Rate Income  
Strategies Fund, Inc. (FRA)**

**(Percentages shown are based on Net Assets)**

Consolidated Schedule of Investments (continued)

<b>Floating Rate Loan Interests (b)</b>	<b>Par (000)</b>	<b>Value</b>
<b>Multiline Retail (concluded)</b>		
Hema Holding BV:		
Term Loan B, 2.69%, 7/05/15	EUR 399	\$ 511,674
Term Loan C, 3.44%, 7/06/16	399	509,017
The Neiman Marcus Group, Inc., Term Loan, 4.75%, 5/16/18	USD 380	376,960
		3,156,343
<b>Oil, Gas &amp; Consumable Fuels 1.9%</b>		
EquiPower Resources Holdings LLC, Term Loan B, 5.75%, 1/26/18	1,590	1,494,630
Gibson Energy, Term Loan B, 5.75%, 6/15/18	1,791	1,792,863
Obsidian Natural Gas Trust, Term Loan, 7.00%, 11/02/15	1,863	1,872,132
		5,159,625
<b>Paper &amp; Forest Products 0.6%</b>		
NewPage Corp., Term Loan, 8.00%, 3/07/13	450	453,375
Verso Paper Finance Holdings LLC, Term Loan, 6.79% 7.54%, 2/01/13 (f)	2,346	1,173,190
		1,626,565
<b>Pharmaceuticals 3.9%</b>		
Aptalis Pharma, Inc., Term Loan B, 5.50%, 2/10/17	2,178	2,159,487
Endo Pharmaceuticals Holdings, Inc., Term Loan B, 4.00%, 6/18/18	353	353,649
Pharmaceutical Product Development, Inc., Term Loan B, 6.25%, 12/05/18	1,800	1,815,750
Quintiles Transnational Corp., Term Loan B, 5.00%, 6/08/18	1,353	1,344,255
RPI Finance Trust, Term Loan Tranche 2, 4.00%, 5/09/18	995	993,249
Taminco Global Chemical Corp., New Term Loan, 6.25%, 2/15/19	635	637,610
Valeant Pharmaceuticals International, Add on Term Loan B, 3.75%, 2/08/19	2,290	2,282,855
Warner Chilcott Corp.:		
Term Loan B-1, 4.25%, 3/15/18	635	633,707

Term Loan B-2, 4.25%, 3/15/18	318	316,854
		10,537,416

**Professional Services 1.4%**

Booz Allen Hamilton, Inc., Tranche B Term Loan, 4.00%, 8/03/17	620	621,561
Emdeon, Inc., Term Loan B, 6.75%, 11/02/18	1,900	1,921,717
Fifth Third Processing Solutions LLC, Term Loan B (First Lien), 4.50%, 11/03/16	1,335	1,335,976
		3,879,254

**Real Estate Investment Trusts (REITs) 0.7%**

iStar Financial, Inc., Term Loan A1, 5.00%, 6/28/13	1,830	1,821,302
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**Real Estate Management & Development 1.0%**

Mattamy Funding Partnership, Term Loan B, 2.75%, 4/11/13	403	382,400
Realogy Corp.:		
Extended Synthetic Letter of Credit, 3.25%, 10/10/13	55	52,155
Extended Synthetic Letter of Credit, 4.53%, 10/10/16	9	8,118
Extended Term Loan, 4.77%, 10/10/16	2,338	2,168,912
		2,611,585

**Road & Rail 0.8%**

Avis Budget Car Rental LLC, Incremental Term Loan, 6.25%, 9/21/18	1,057	1,067,659
RailAmerica, Inc., Term Loan B, 4.00%, 2/27/19	1,030	1,027,425
		2,095,084

**Semiconductors & Semiconductor Equipment 0.7%**

Freescale Semiconductor, Inc., Extended Term Loan B, 4.52%, 12/01/16	848	826,286
NXP B.V., Term Loan A-2, 5.50%, 3/03/17	1,143	1,134,142
		1,960,428

	<b>Par</b>	
<b>Floating Rate Loan Interests (b)</b>	<b>(000)</b>	<b>Value</b>

**Software 1.5%**

Blackboard, Inc., Term Loan B, 7.50%, 10/04/18	USD 555	\$ 547,602
Infor Enterprise Solutions Holdings, Inc.:		
Extended Delayed Draw Term Loan, 1.00%, 7/28/15	38	37,297
Extended Initial Term Loan, 1.00%, 7/28/15	72	70,228
Extended Initial Term Loan, 1.00%, 7/28/15	EUR 425	533,669
Rovi Corp., Tranche B Term Loan, 4.00%, 2/07/18	USD 993	991,259
Sophia, LP, Term Loan B, 6.25%, 7/19/18	1,150	1,161,983

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Vertafore, Inc., Term Loan B, 5.25%, 7/29/16	678	672,388 4,014,426
<b>Specialty Retail 4.6%</b>		
Academy Ltd., Term Loan, 6.00%, 8/03/18	1,700	1,699,813
Bass Pro Group LLC, Term Loan, 5.25%, 6/13/17	135	134,421
Burlington Coat Factory Warehouse Corp., Term Loan B, 6.25%, 2/23/17	910	909,625
Claire's Stores, Inc., Term Loan B, 2.99% 3.30%, 5/29/14	436	412,597
General Nutrition Centers, Inc., Term Loan B, 4.25%, 3/02/18	1,770	1,764,761
The Gymboree Corp., Term Loan, 5.00%, 2/23/18	650	611,162
Jo-Ann Stores, Inc., Term Loan B, 4.75%, 3/16/18	659	650,545
Michaels Stores, Inc.:		
Extended Term Loan B3, 5.13%, 7/29/16	736	731,634
Term Loan B-2, 5.13%, 7/29/16	1,470	1,461,262
Petco Animal Supplies, Inc., Term Loan B, 4.50%, 11/24/17	2,048	2,038,102
Toys R Us Delaware, Inc.:		
Term Loan B1, 6.00%, 9/01/16	1,734	1,736,121
Term Loan B2, 5.25%, 5/25/18	397	392,288
		12,542,331
<b>Wireless Telecommunication Services 2.2%</b>		
Crown Castle International Corp., Term Loan B, 4.00%, 1/31/19	2,060	2,050,627
MetroPCS Wireless, Inc.:		
Term Loan B-3, 4.00% 4.06%, 3/16/18	246	244,229
Tranche B-2 Term Loan, 4.07% 4.13%, 11/03/16	976	967,724
Vodafone Americas Finance 2, Inc.:		
Term Loan, 6.88%, 8/11/15	2,093	2,093,387
Term Loan B, 6.25%, 7/11/16	722	720,070
		6,076,037
<b>Total Floating Rate Loan Interests 106.5%</b>		290,468,470

**Beneficial  
Interest  
(000)**

**Other Interests (i)**

**Chemicals 0.0%**

Wellman Holdings, Inc., Litigation Trust Certificate

4,750 48

**Diversified Financial Services 0.3%**

JG Wentworth LLC Preferred Equity Interests (c)

(j) 711,907

<b>Total Other Interests</b>	<b>0.3%</b>		711,955
<b>Warrants (k)</b>	<b>0.0%</b>		
<b>Software</b>	<b>0.0%</b>		
HMH Holdings/EduMedia (Expires 3/09/17)			11,690
<b>Total Long-Term Investments</b>			
<b>(Cost \$354,193,944)</b>	<b>128.5%</b>		350,269,669
<b>Short-Term Securities</b>			
BlackRock Liquidity Funds, TempFund, Institutional Class, 0.11% (l)(m)			
		3,253,818	3,253,818
<b>Total Short-Term Securities</b>			
<b>(Cost \$3,253,818)</b>	<b>1.2%</b>		3,253,818

See Notes to Financial Statements.

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**BlackRock Floating Rate Income  
Strategies Fund, Inc. (FRA)**  
(Percentages shown are based on Net Assets)

Consolidated Schedule of Investments (continued)

Options Purchased	Contracts	Value
<b>Over-the-Counter Call Options 0.0%</b>		
Marsico Parent Superholdco LLC, Strike Price		
USD 942.86, Expires 12/14/19, Broker		
Goldman Sachs Bank USA	20	
<b>Total Options Purchased</b>		
<b>(Cost \$19,556) 0.0%</b>		
<b>Total Investments (Cost \$357,467,318) 129.7%</b>		\$ 353,523,487
<b>Liabilities in Excess of Other Assets (29.7)%</b>		(80,871,597)
<b>Net Assets 100.0%</b>		\$ 272,651,890

(a) Security exempt from registration pursuant to Rule 144A under the Securities Act of 1933. These securities may be resold in transactions exempt from registration to qualified institutional investors.

(b) Variable rate security. Rate shown is as of report date.

(c) Non-income producing security.

(d) Restricted security as to resale. As of report date the Fund held 0.8% of its net assets, with a current value of \$2,180,134 and an original cost of \$396,662 in these securities.

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

Counterparty	Value	Unrealized Appreciation
Morgan Stanley Co.	\$ 179,813	\$ 4,813

(f) Represents a zero-coupon bond. Rate shown reflects the current yield as of report date.

(g) Represents a payment-in-kind security which may pay interest/dividends in additional par/shares.

(h) Issuer filed for bankruptcy and/or is in default of interest payments.

(i) Other interests represent beneficial interests in liquidation trusts and other reorganization or private entities.

(j) Amount is less than \$500.

Warrants entitle the Fund to purchase a predetermined number of shares of common stock and are non-income producing. The purchase price and number of shares are subject to adjustment under certain conditions until the expiration date, if any.

(l) Investments in companies considered to be an affiliate of the Fund during the period, for purposes of Section 2(a)(3) of the 1940 Act, were as follows:

Affiliate	Shares Held at August 31, 2011	Net Activity	Shares Held at February 29, 2012	Income
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BlackRock Liquidity  
Funds, TempFund,

Institutional Class	5,396,667	(2,142,849)	3,253,818	\$ 469
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(m) Represents the current yield as of report date.

Foreign currency exchange contracts as of February 29, 2012 were as follows:

<b>Currency Purchased</b>	<b>Currency Sold</b>	<b>Counterparty</b>	<b>Settlement Date</b>	<b>Unrealized Appreciation (Depreciation)</b>
USD 203,186	CAD 207,500	Royal Bank of Scotland Plc	4/11/12	\$ (6,340)
USD 2,395,189	GBP 1,562,500	UBS AG	4/11/12	(89,886)
EUR 250,000	USD 336,583	Deutsche Bank AG	4/18/12	(3,443)
EUR 410,000	USD 543,569	Deutsche Bank AG	4/18/12	2,781
EUR 312,000	USD 406,665	Royal Bank of Scotland Plc	4/18/12	9,094
USD 5,965,860	EUR 4,644,500	Citibank NA	4/18/12	(223,218)
USD 543,822	EUR 410,000	Citibank NA	4/18/12	(2,528)
<b>Total</b>				\$ (313,540)

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

**Fair Value Measurements** Various inputs are used in determining the fair value of investments and derivative financial instruments. These inputs are categorized into a disclosure hierarchy consisting of three broad levels for financial statement purposes as follows:

Level 1 unadjusted price quotations in active markets/exchanges for identical assets and liabilities

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 Fund's own assumptions used in determining the fair value of investments and derivative financial instruments)

Changes in valuation techniques may result in transfers in or out of an assigned level within the disclosure hierarchy. 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 does not necessarily correspond to the Fund's perceived risk of investing in those securities. For information about the Fund's policy regarding valuation of investments and derivative financial instruments and other significant accounting policies, please refer to Note 1 of the Notes to Financial Statements.

See Notes to Financial Statements.

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**BlackRock Floating Rate Income  
Strategies Fund, Inc. (FRA)**

Consolidated Schedule of Investments (concluded)

The following tables summarize the inputs used as of February 29, 2012 in determining the fair valuation of the Fund's investments and derivative financial instruments:

<b>Valuation Inputs</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
<b>Assets:</b>				
Investments:				
Long-Term				
Investments:				
Asset-Backed				
Securities		\$ 2,799,770	\$ 7,392,833	\$ 10,192,603
Common Stocks	\$ 533,273	2,180,134	29,186	2,742,593
Corporate Bonds		43,961,833	2,192,215	46,154,048
Floating Rate				
Loan Interests		272,742,370	17,726,100	290,468,470
Other				
Interests			711,955	711,955
Short-Term				
Securities	3,253,818			3,253,818
<b>Total</b>	<b>\$ 3,787,091</b>	<b>\$ 321,684,107</b>	<b>\$ 28,052,289</b>	<b>\$ 353,523,487</b>

<b>Valuation Inputs</b>	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
Derivative Financial Instruments <sup>1</sup>				
<b>Assets:</b>				
Foreign currency exchange contracts				
		\$ 11,875		\$ 11,875
<b>Liabilities:</b>				
Foreign currency exchange contracts				
		(325,415)		(325,415)
<b>Total</b>		<b>\$ (313,540)</b>		<b>\$ (313,540)</b>

<sup>1</sup> Derivative financial instruments are foreign currency exchange contracts, which are valued at the unrealized appreciation/depreciation of the instruments.

The following table is a reconciliation of Level 3 investments for which significant unobservable inputs were used in determining fair value:

	Asset-Backed Securities	Common Stocks	Corporate Bonds	Floating Rate Loan Interests	Other Interests	Total
Assets/Liabilities:						
Balance, as of August 31, 2011	\$ 7,328,370	\$ 191,645	\$ 2,293,544	\$ 23,078,475	\$ 742,860	\$ 33,634,894
Accrued discounts/premiums	59,461	—	39,200	52,171	—	150,832
Net realized gain (loss)	—	27	(4,362,357)	18,143	—	(4,344,187 )
Net change in unrealized appreciation/depreciation <sup>2</sup>	5,002	(160,573)	4,620,344	(1,084,360 )	(40,737 )	3,339,676
Purchases	—	—	—	1,123,628	9,832	1,133,460
Sales	—	(1,913 )	(398,516 )	(1,179,883 )	—	(1,580,312 )
Transfers in <sup>3</sup>	—	—	—	6,136,364	—	6,136,364
Transfers out <sup>3</sup>	—	—	—	(10,418,438)	—	(10,418,438)
Balance, as of February 29, 2012	\$ 7,392,833	\$ 29,186	\$ 2,192,215	\$ 17,726,100	\$ 711,955	\$ 28,052,289

<sup>2</sup> Included in the related net change in unrealized appreciation/depreciation in the Statements of Operations. The change in unrealized appreciation/depreciation on investments still held on February 29, 2012 was \$2,935,504.

<sup>3</sup> The Fund's policy is to recognize transfers in and transfers out as of the beginning of the period of the event or the change in circumstances that caused the transfer.

A reconciliation of Level 3 investments and derivative financial instruments is presented when the Fund had a significant amount of Level 3 investments and derivatives at the beginning and/or end of the period in relation to net assets.

See Notes to Financial Statements.

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Consolidated Schedule of Investments  
February 29, 2012 (Unaudited)

**BlackRock Limited Duration Income Trust  
(BLW)**

**(Percentages shown are based on Net Assets)**

<b>Asset-Backed Securities</b>	<b>Par (000)</b>	<b>Value</b>
<b>Asset-Backed Securities 5.4%</b>		
321 Henderson Receivables I LLC, Series 2010-3A, Class A, 3.82%, 12/15/48 (a)	USD 4,641	\$ 4,676,209
ARES CLO Funds, Series 2005-10A, Class B, 0.95%, 9/18/17 (a)(b)	1,500	1,388,070
Ballyrock CDO Ltd., Series 2006-1A, Class B, 0.84%, 8/28/19 (a)(b)	1,500	1,256,250
Canaras Summit CLO Ltd., Series 2007-1A, Class B, 1.04%, 6/19/21 (a)(b)	1,735	1,475,253
Capital One Multi-Asset Execution Trust, Series 4-3C, 6.63%, 4/19/17 (b)	GBP 2,650	4,300,215
Conseco Financial Corp., Series 1995-5, Class M1, 7.65%, 9/15/26 (b)	USD 966	991,695
Countrywide Asset-Backed Certificates (b):		
Series 2007-6, Class 2A1, 0.34%, 9/25/37	63	62,430
Series 2007-7, Class 2A2, 0.40%, 10/25/47	3,230	2,490,459
Series 2007-10, Class 2A1, 0.29%, 6/25/47	1,290	1,264,814
Series 2007-12, Class 2A1, 0.59%, 8/25/47	1,609	1,546,200
CSAM Funding, Series 2A, Class B1, 7.05%, 10/15/16	750	754,725
Gannett Peak CLO Ltd., Series 2006-1X, Class A2, 0.92%, 10/27/20 (b)	1,330	1,073,975
GSAA Trust, Series 2007-3, Class 1A2, 0.41%, 3/25/47 (b)	3,213	1,363,875
Portola CLO Ltd., Series 2007-1X, Class B1, 1.95%, 11/15/21 (b)	1,770	1,517,775
Santander Consumer Acquired Receivables Trust, Series 2011-S1A, Class D, 3.15%, 8/15/16 (a)	2,760	2,757,264
Santander Drive Auto Receivables Trust (a):		
Series 2011-S1A, Class D, 3.10%, 5/15/17	1,414	1,401,866
Series 2011-S2A, Class B, 2.06%, 6/15/17	742	740,730
Series 2011-S2A, Class C, 2.86%, 6/15/17	769	769,293
SLC Student Loan Trust, Series 2006-A, Class A4,		

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0.69%, 1/15/19 (b)	1,338	1,319,302
Spirit Issuer Plc, Series A2, 3.78%, 12/28/31 (b)	GBP 1,800	1,961,580
T2 Income Fund CLO Ltd., Series 2007-1A, Class B, 1.17%, 7/15/19 (a)(b)	USD 1,515	1,313,884 34,425,864

**Interest Only Asset-Backed Securities 0.3%**

Sterling Bank Trust, Series 2004-2, Class Note, 2.08%, 3/30/30 (a)	12,367	958,472
Sterling Coofs Trust, Series 1, 2.36%, 4/15/29	11,022	854,225 1,812,697
<b>Total Asset-Backed Securities 5.7%</b>		36,238,561

**Common Stocks (c)**

**Shares**

**Auto Components 1.3%**

Delphi Automotive Plc (180-day lock) (acquired 11/17/11, cost \$4,028,721) (d)	267,741	8,353,516
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**Construction & Engineering 0.0%**

USI United Subcontractors	6,116	12,231
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**Diversified Financial Services 0.4%**

Kcad Holdings I Ltd.	254,615,288	2,331,003
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**Hotels, Restaurants & Leisure 0.1%**

BLB Worldwide Holdings, Inc.	51,947	484,821
Travelport Worldwide Ltd.	176,501	88,251 573,072

**Metals & Mining 0.0%**

Euramax International	234	67,773
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**Software 0.0%**

**Common Stocks (c)**

**Shares Value**

Bankruptcy Management Solutions, Inc.	USD 880	\$ 18
HMH Holdings/EduMedia	238,664	59,666 59,684
<b>Total Common Stocks 1.8%</b>		11,397,279

**Corporate Bonds**

**Par  
(000)**

**Aerospace & Defense 0.4%**

Huntington Ingalls Industries, Inc., 7.13%, 3/15/21	650	696,313
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## Kratos Defense &amp; Security Solutions, Inc.,

10.00%, 6/01/17	1,966	2,118,365
		2,814,678

**Airlines 1.1%**

## American Airlines Pass-Through Trust, Series 2011-2,

Class A, 8.63%, 4/15/23 (e)	898	951,880
Continental Airlines, Inc., 6.75%, 9/15/15 (a)(e)	1,350	1,363,500
Delta Air Lines, Inc., Series 2009-1-B, 9.75%, 6/17/18 (e)	262	278,062
United Air Lines, Inc., 12.75%, 7/15/12 (e)	2,455	2,541,132
US Airways Pass-Through Trust, 10.88%, 10/22/14	1,625	1,625,000
		6,759,574

**Auto Components 0.4%**

B-Corp Merger Sub, Inc., 8.25%, 6/01/19 (a)	240	244,800
Delphi Corp., 6.13%, 5/15/21 (a)(e)	780	836,550
Titan International, Inc., 7.88%, 10/01/17	1,330	1,413,125
		2,494,475

**Beverages 0.7%**

## Crown European Holdings SA:

7.13%, 8/15/18	EUR 657	937,687
7.13%, 8/15/18 (a)	716	1,021,894
SABMiller Holdings, Inc., 2.45%, 1/15/17 (a)(e)	USD 2,560	2,610,099
		4,569,680

**Building Products 0.4%**

## Building Materials Corp. of America (a)(e):

7.00%, 2/15/20	1,345	1,459,325
6.75%, 5/01/21	910	989,625
		2,448,950

**Capital Markets 1.2%**

## American Capital Ltd., 7.96%, 12/31/13 (f)

Deutsche Bank AG, 3.63%, 3/09/17	EUR 1,020	1,209,461
E*Trade Financial Corp.:		
12.50%, 11/30/17	USD 2,515	2,929,975
3.98%, 8/31/19 (a)(g)(h)	249	235,616
SteelRiver Transmission Co. LLC, 4.71%, 6/30/17 (a)	1,245	1,283,225
		7,364,332

**Chemicals 2.4%**

American Pacific Corp., 9.00%, 2/01/15	1,100	1,072,500
Celanese US Holdings LLC, 5.88%, 6/15/21 (e)	805	877,450
Hexion U.S. Finance Corp., 9.00%, 11/15/20	735	720,300
Ineos Finance Plc, 8.38%, 2/15/19 (a)	540	573,750

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Kinove German Bondco GmbH, 9.63%, 6/15/18 (a)	1,000	1,022,500
Lyondell Chemical Co., 11.00%, 5/01/18 (e)	2,714	2,974,689
LyondellBasell Industries NV, 6.00%, 11/15/21 (a)	200	219,500
Nova Chemicals Corp., 8.38%, 11/01/16 (e)	5,500	6,132,500
Solutia, Inc., 7.88%, 3/15/20 (e)	1,155	1,354,237
		14,947,426
<b>Commercial Banks 4.2%</b>		
ABN Amro Bank NV, 6.38%, 4/27/21	EUR 1,020	1,404,867
Barclays Bank Plc, 6.00%, 1/14/21	1,020	1,288,971

See Notes to Financial Statements.

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## Consolidated Schedule of Investments (continued)

**BlackRock Limited Duration Income Trust (BLW)**  
**(Percentages shown are based on Net Assets)**

<b>Corporate Bonds</b>	<b>Par (000) Value</b>
<b>Commercial Banks (concluded)</b>	
CIT Group, Inc. (a):	
5.25%, 4/01/14 (e)	USD 3,614 \$ 3,695,315
4.75%, 2/15/15	2,409 2,445,135
5.50%, 2/15/19	1,390 1,419,537
Commerzbank AG, 6.38%, 3/22/19	EUR 1,020 1,193,698
HSBC Bank Plc, 3.10%, 5/24/16 (a)(e)	USD 2,560 2,618,637
HSBC Holdings Plc, 6.25%, 3/19/18	EUR 1,000 1,470,800
ING Bank NV, 5.13%, 5/01/15 (a)(e)	USD 2,936 2,877,712
Lloyds TSB Bank Plc, 6.50%, 3/24/20	EUR 1,020 1,238,189
Nordea Bank AB, 4.50%, 3/26/20	1,020 1,355,108
Regions Financial Corp.:	
6.38%, 5/15/12 (e)	USD 4,590 4,624,884
4.88%, 4/26/13	907 920,605
	26,553,458
<b>Commercial Services &amp; Supplies 0.9%</b>	
ACCO Brands Corp., 10.63%, 3/15/15 (e)	1,425 1,572,858
ARAMARK Corp., 8.50%, 2/01/15	980 1,005,735
Brickman Group Holdings, Inc., 9.13%, 11/01/18 (a)	63 59,850
Iron Mountain, Inc., 7.75%, 10/01/19	760 839,800
Mobile Mini, Inc., 7.88%, 12/01/20	915 960,750
Verisure Holding AB:	
8.75%, 9/01/18	EUR 526 707,797
8.75%, 12/01/18	221 262,050
West Corp., 8.63%, 10/01/18	USD 165 181,088
	5,589,928
<b>Communications Equipment 0.2%</b>	
Avaya, Inc., 9.75%, 11/01/15	510 510,000
Hughes Satellite Systems Corp., 6.50%, 6/15/19	850 901,000
	1,411,000
<b>Consumer Finance 1.1%</b>	
Ford Motor Credit Co. LLC (e):	
7.80%, 6/01/12	1,665 1,685,524

3.88%, 1/15/15	2,475	2,537,303
7.00%, 4/15/15	400	444,000
6.63%, 8/15/17	1,066	1,207,953
Hyundai Capital America, 3.75%, 4/06/16 (a)(e)	1,285	1,299,765
		7,174,545

**Containers & Packaging 1.0%**

Ardagh Packaging Finance Plc:

7.38%, 10/15/17	EUR 100	140,558
7.38%, 10/15/17 (a)	587	825,073
Ball Corp., 5.00%, 3/15/22 (i)	USD 1,460	1,492,850

Berry Plastics Corp.:

4.42%, 9/15/14 (b)	700	670,250
8.25%, 11/15/15 (e)	695	747,125
9.75%, 1/15/21	625	668,750
Sealed Air Corp., 8.38%, 9/15/21 (a)	295	337,775

Smurfit Kappa Acquisitions (a):

7.25%, 11/15/17	EUR 111	158,237
7.75%, 11/15/19	726	1,042,211
		6,082,829

**Diversified Financial Services 5.3%**

Ally Financial, Inc.:

8.30%, 2/12/15 (e)	USD 2,460	2,718,300
7.50%, 9/15/20	1,630	1,795,038
8.00%, 11/01/31 (e)	1,630	1,819,488
8.00%, 11/01/31	950	1,030,802
Banque Paribas, 6.95%, 7/22/13 (e)	2,100	2,208,312
Citigroup, Inc., 4.75%, 5/19/15 (e)	3,000	3,178,992
The Goldman Sachs Group, Inc., 5.13%, 1/15/15 (e)	565	600,537
Intesa Sanpaolo SpA, 2.38%, 12/21/12 (e)	3,335	3,274,566
JPMorgan Chase & Co., 3.40%, 6/24/15 (e)	6,000	6,312,306

**Corporate Bonds** **Par  
(000) Value**

**Diversified Financial Services (concluded)**

Morgan Stanley (e):

5.25%, 11/02/12	USD 795	\$ 814,114
5.30%, 3/01/13	825	849,353
Reynolds Group Issuer, Inc.:		
8.75%, 10/15/16	EUR 340	481,293
8.75%, 10/15/16 (a)(e)	USD 2,125	2,263,125

7.13%, 4/15/19 (a)(e)	1,990	2,104,425
9.88%, 8/15/19 (a)	1,820	1,881,425
6.88%, 2/15/21 (a)(e)	1,475	1,563,500
SLM Corp., Series A, 5.00%, 10/01/13	150	153,600
WMG Acquisition Corp., 9.50%, 6/15/16 (a)	280	309,400
		33,358,576

**Diversified Telecommunication Services 2.7%**

ITC Deltacom, Inc., 10.50%, 4/01/16	1,350	1,407,375
Level 3 Escrow, Inc., 8.13%, 7/01/19 (a)	3,083	3,229,442
Level 3 Financing, Inc., 4.51%, 2/15/15 (b)(e)	1,725	1,673,250
Qwest Communications International, Inc. (e):		
7.50%, 2/15/14	610	612,135
8.00%, 10/01/15	2,500	2,683,595
Series B, 7.50%, 2/15/14	3,470	3,482,145
Qwest Corp., 8.38%, 5/01/16 (e)	2,590	3,033,177
TW Telecom Holdings, Inc., 8.00%, 3/01/18	250	274,063
Windstream Corp., 8.13%, 8/01/13	590	632,775
		17,027,957

**Electronic Equipment, Instruments & Components 1.2%**

Agilent Technologies, Inc., 4.45%, 9/14/12 (e)	7,325	7,454,989
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**Energy Equipment & Services 1.1%**

Calfrac Holdings LP, 7.50%, 12/01/20 (a)	280	280,000
Compagnie Generale de Geophysique Veritas, 7.75%, 5/15/17	330	343,613
Frac Tech Services LLC, 7.63%, 11/15/18 (a)(e)	1,690	1,804,075
Key Energy Services, Inc., 6.75%, 3/01/21 (e)	1,040	1,089,400
Oil States International, Inc., 6.50%, 6/01/19	465	499,875
Peabody Energy Corp., 6.25%, 11/15/21 (a)(e)	3,080	3,226,300
		7,243,263

**Gas Utilities 0.4%**

Florida Gas Transmission Co. LLC, 4.00%, 7/15/15 (a)(e)	2,000	2,085,376
Targa Resources Partners LP, 6.88%, 2/01/21 (e)	690	736,575
		2,821,951

**Health Care Equipment & Supplies 1.1%**

CareFusion Corp., 5.13%, 8/01/14 (e)	3,000	3,237,366
DJO Finance LLC:		
10.88%, 11/15/14	2,625	2,670,937
7.75%, 4/15/18	540	464,400
Teleflex, Inc., 6.88%, 6/01/19	675	727,313
		7,100,016

**Health Care Providers & Services 2.2%**

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Aviv Healthcare Properties LP, 7.75%, 2/15/19	645	659,513
HCA, Inc.:		
6.50%, 2/15/20 (e)	2,845	3,051,262
5.88%, 3/15/22	4,210	4,315,250
Omnicare, Inc., 7.75%, 6/01/20 (e)	2,260	2,517,075
Tenet Healthcare Corp., 10.00%, 5/01/18 (e)	3,032	3,532,280
		14,075,380
<b>Health Care Technology 0.8%</b>		
IMS Health, Inc., 12.50%, 3/01/18 (a)	4,300	5,117,000
<b>Hotels, Restaurants &amp; Leisure 3.3%</b>		
Caesars Operating Escrow, LLC., 8.50%, 2/15/20 (a)(e)	1,300	1,326,000
Enterprise Inns Plc:		
6.50%, 12/06/18	GBP 2,232	2,876,220
6.88%, 2/15/21	2,070	2,338,146
MGM Resorts International:		
10.38%, 5/15/14	USD 1,135	1,291,062
11.13%, 11/15/17	1,720	1,956,500

See Notes to Financial Statements.

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## Consolidated Schedule of Investments (continued)

**BlackRock Limited Duration Income Trust (BLW)**  
**(Percentages shown are based on Net Assets)**

<b>Corporate Bonds</b>	<b>Par (000) Value</b>
<b>Hotels, Restaurants &amp; Leisure (concluded)</b>	
Punch Taverns Finance B Ltd., Series A7, 4.77%, 6/30/33	GBP 1,275 \$ 1,455,601
Spirit Issuer Plc (b):	
1.63%, 12/28/28	3,325 3,438,333
5.47%, 12/28/34	4,500 5,226,107
Travelport LLC, 6.58%, 12/01/16 (a)(b)(j)	USD 931 656,037
Tropicana Entertainment LLC, Series WI, 9.63%, 12/15/14 (c)(k)	375 20,564,006
<b>Household Durables 0.8%</b>	
Beazer Homes USA, Inc., 12.00%, 10/15/17	3,800 4,142,000
Berkline/Benchcraft LLC, 4.50%, 11/03/12 (c)(k)	200
Standard Pacific Corp., 8.38%, 1/15/21	860 913,750 5,055,750
<b>Independent Power Producers &amp; Energy Traders 2.4%</b>	
AES Corp.:	
7.75%, 10/15/15 (e)	2,440 2,757,200
9.75%, 4/15/16	710 844,900
7.38%, 7/01/21 (a)	440 501,600
Calpine Corp. (a)(e):	
7.25%, 10/15/17	405 429,300
7.50%, 2/15/21	530 575,050
Energy Future Holdings Corp., 10.00%, 1/15/20	3,625 3,919,531
Energy Future Intermediate Holding Co. LLC:	
10.00%, 12/01/20	3,650 3,964,812
11.75%, 3/01/22 (a)(e)	1,495 1,532,375
Laredo Petroleum, Inc., 9.50%, 2/15/19	395 435,488
QEP Resources, Inc., 5.38%, 10/01/22 (i)	476 480,760 15,441,016
<b>Industrial Conglomerates 1.5%</b>	
Sequa Corp. (a):	
11.75%, 12/01/15	2,950 3,134,375

13.50%, 12/01/15	5,870	6,266,224
		9,400,599

**Insurance 1.4%**

Allied World Assurance Co. Holdings, Ltd.,

7.50%, 8/01/16 (e)	3,000	3,414,273
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CNO Financial Group, Inc., 9.00%, 1/15/18 (a)	2,353	2,532,416
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Forethought Financial Group, Inc., 8.63%,

4/15/21 (a)(e)	750	753,406
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Genworth Financial, Inc., 7.63%, 9/24/21 (e)	990	1,027,149
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MPL 2 Acquisition Canco, Inc., 9.88%, 8/15/18 (a)	595	531,038
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Muenchener Rueckversicherungs AG, 6.00%,

5/26/41 (b)	EUR 400	540,930
		8,799,212

**IT Services 0.4%**

Eagle Parent Canada, Inc., 8.63%, 5/01/19 (a)	USD 1,260	1,304,100
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First Data Corp.:

7.38%, 6/15/19 (a)(e)	255	257,869
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8.25%, 1/15/21 (a)	95	91,912
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12.63%, 1/15/21	1,088	1,142,400
		2,796,281

**Machinery 0.5%**

Navistar International Corp., 8.25%, 11/01/21	400	437,500
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UR Financing Escrow Corp. (a)(i):

5.75%, 7/15/18	1,244	1,278,210
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7.38%, 5/15/20	805	826,131
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7.63%, 4/15/22	733	758,655
		3,300,496

	<b>Par</b>	
<b>Corporate Bonds</b>	<b>(000)</b>	<b>Value</b>

**Media 5.6%**

AMC Networks, Inc., 7.75%, 7/15/21 (a)	USD 525	\$ 585,375
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CCH II LLC, 13.50%, 11/30/16	4,106	4,721,944
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CCO Holdings LLC, 7.88%, 4/30/18	1,525	1,666,062
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Checkout Holding Corp., 10.68%, 11/15/15 (a)(g)	1,570	706,500
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Clear Channel Worldwide Holdings, Inc.:

9.25%, 12/15/17	933	1,021,635
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7.63%, 3/15/20 (a)(i)	1,995	1,995,000
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Series B, 9.25%, 12/15/17	5,272	5,799,200
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DIRECTV Holdings LLC, 3.13%, 2/15/16 (e)	3,000	3,131,439
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DISH DBS Corp.:		
7.00%, 10/01/13 (e)	1,450	1,556,938
7.13%, 2/01/16	200	221,000
6.75%, 6/01/21	515	571,650
Intelsat Luxemburg SA, 11.50%, 2/04/17 (j)	280	288,400
Interactive Data Corp., 10.25%, 8/01/18	2,210	2,491,775
Kabel BW Erste Beteiligungs GmbH, 7.50%, 3/15/19 (a)	1,440	1,555,200
Lamar Media Corp., 5.88%, 2/01/22 (a)	675	704,531
NAI Entertainment Holdings LLC, 8.25%, 12/15/17 (a)(e)	1,445	1,589,500
Nielsen Finance LLC, 7.75%, 10/15/18	1,400	1,557,500
ProtoStar I Ltd., 18.00%, 10/15/12 (a)(c)(h)(k)	3,454	1,727
Unitymedia Hessen GmbH & Co. KG, 8.13%, 12/01/17 (a)(e)	4,090	4,437,650
Virgin Media Secured Finance Plc, 6.50%, 1/15/18 (e)	1,000	1,090,000
		35,693,026

**Metals & Mining 2.0%**

Freeport-McMoRan Copper & Gold, Inc. (e):		
1.40%, 2/13/15	1,310	1,312,254
8.38%, 4/01/17	3,000	3,140,343
New World Resources NV, 7.88%, 5/01/18	EUR 995	1,345,523
Novelis, Inc., 8.75%, 12/15/20 (e)	USD 3,875	4,320,625
Xstrata Canada Financial Corp., 2.85%, 11/10/14 (a)(e)	2,450	2,500,762
		12,619,507

**Multiline Retail 0.4%**

Dollar General Corp., 11.88%, 7/15/17 (b)(e)	2,458	2,697,680
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**Oil, Gas & Consumable Fuels 6.3%**

Anadarko Petroleum Corp., 5.95%, 9/15/16 (e)	719	832,403
Arch Coal, Inc., 7.00%, 6/15/19 (a)	305	305,000
Berry Petroleum Co., 8.25%, 11/01/16	550	573,375
BP Capital Markets Plc, 5.25%, 11/07/13 (e)	6,000	6,445,590
Chesapeake Midstream Partners LP, 6.13%, 7/15/22 (a)	510	527,850
Chesapeake Oilfield Operating LLC, 6.63%, 11/15/19 (a)	45	45,900
Coffeyville Resources LLC, 9.00%, 4/01/15 (a)(e)	634	678,380
Consol Energy, Inc., 8.25%, 4/01/20 (e)	2,150	2,343,500
Crosstex Energy LP, 8.88%, 2/15/18	135	146,475
Denbury Resources, Inc.:		
8.25%, 2/15/20 (e)	971	1,106,940
6.38%, 8/15/21	810	893,025

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El Paso Corp., 7.00%, 6/15/17	2,265	2,530,999
Forest Oil Corp., 8.50%, 2/15/14	125	135,625
Holly Energy Partners LP, 6.50%, 3/01/20 (a)(i)	215	219,569
Linn Energy LLC:		
6.25%, 11/01/19 (a)	2,210	2,207,238
8.63%, 4/15/20	515	571,650
7.75%, 2/01/21	695	747,125
Niska Gas Storage US LLC, 8.88%, 3/15/18	350	336,000
Oasis Petroleum, Inc.:		
7.25%, 2/01/19	475	503,500
6.50%, 11/01/21	410	422,300
OGX Petroleo e Gas Participacoes SA, 8.50%, 6/01/18 (a)	7,230	7,537,275
PetroBakken Energy, Ltd., 8.63%, 2/01/20 (a)	930	988,125
Petrohawk Energy Corp. (e):		
10.50%, 8/01/14	840	933,450
7.88%, 6/01/15	1,130	1,193,563
7.25%, 8/15/18	740	846,375

See Notes to Financial Statements.

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## Consolidated Schedule of Investments (continued)

**BlackRock Limited Duration Income Trust (BLW)**  
**(Percentages shown are based on Net Assets)**

<b>Corporate Bonds</b>	<b>Par (000) Value</b>
<b>Oil, Gas &amp; Consumable Fuels (concluded)</b>	
Plains Exploration & Production Co., 6.75%, 2/01/22 (e)	USD 1,035 \$ 1,133,325
Range Resources Corp.:	
5.75%, 6/01/21 (e)	1,735 1,856,450
5.00%, 8/15/22 (i)	805 813,050
Ruby Pipeline LLC (a):	
4.50%, 4/01/17 (e)	1,215 1,212,006
6.00%, 4/01/22	895 893,205
SandRidge Energy, Inc., 7.50%, 3/15/21	575 580,750
	39,560,018
<b>Paper &amp; Forest Products 0.4%</b>	
Longview Fibre Paper & Packaging, Inc., 8.00%, 6/01/16 (a)	395 405,863
NewPage Corp., 11.38%, 12/31/14 (c)(e)(k)	3,445 2,075,612
	2,481,475
<b>Pharmaceuticals 0.7%</b>	
Aristotle Holding, Inc., 2.65%, 2/15/17 (a)(e)	2,710 2,713,087
Valeant Pharmaceuticals International, 6.50%, 7/15/16 (a)(e)	1,470 1,499,400
	4,212,487
<b>Real Estate Investment Trusts (REITs) 0.5%</b>	
Felcor Lodging LP, 6.75%, 6/01/19	1,610 1,646,225
Ventas Realty LP/Ventas Capital Corp., 4.75%, 6/01/21 (e)	1,300 1,339,433
	2,985,658
<b>Real Estate Management &amp; Development 1.9%</b>	
Realogy Corp.:	
11.50%, 4/15/17 (e)	215 196,725
12.00%, 4/15/17	225 207,000
7.88%, 2/15/19 (a)(e)	2,865 2,779,050
7.63%, 1/15/20 (a)(e)	1,675 1,729,437
9.00%, 1/15/20 (a)(e)	480 482,400

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Shea Homes LP, 8.63%, 5/15/19 (a)	1,165	1,176,650
The Unique Pub Finance Co. Plc.:		
Series A3, 6.54%, 3/30/21	GBP 1,700	2,217,715
Series A4, 5.66%, 6/30/27	509	607,326
Series M, 7.40%, 3/28/24	2,750	2,624,985
		12,021,288

**Road & Rail 1.4%**

Asciano Finance Ltd., 3.13%, 9/23/15 (a)(e)	USD 3,400	3,358,299
Avis Budget Car Rental LLC, 8.25%, 1/15/19	60	62,550
Florida East Coast Railway Corp., 8.13%, 2/01/17	530	535,300
Hertz Corp.,:		
7.50%, 10/15/18 (i)	635	685,006
6.75%, 4/15/19	1,030	1,078,925
6.75%, 4/15/19 (a)	405	424,238
7.38%, 1/15/21	2,585	2,798,262
		8,942,580

**Tobacco 0.5%**

Reynolds American, Inc., 7.63%, 6/01/16 (e)	2,500	3,014,940
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**Transportation Infrastructure 0.3%**

Aguila 3 SA, 7.88%, 1/31/18 (a)	498	523,522
Federal Express Corp. 2012 Pass Through Trust, 2.63%, 1/15/18 (a)(e)	1,468	1,466,936
		1,990,458

**Wireless Telecommunication Services 2.6%**

Cricket Communications, Inc., 7.75%, 5/15/16 (e)	2,250	2,396,250
Crown Castle Towers LLC, 4.52%, 1/15/35 (a)	3,000	3,123,021
Digicel Group Ltd. (a):		
8.88%, 1/15/15	720	732,600
9.13%, 1/15/15	2,267	2,312,340
8.25%, 9/01/17	1,335	1,415,100
Sprint Capital Corp., 6.88%, 11/15/28	1,470	1,146,600

**Corporate Bonds** **Par**  
**(000) Value**

**Wireless Telecommunication Services (concluded)**

Sprint Nextel Corp. (a):		
9.00%, 11/15/18 (e)	USD 3,070	\$ 3,423,050
7.00%, 3/01/20 (i)	1,620	1,646,325
		16,195,286
<b>Total Corporate Bonds 61.7%</b>		<b>390,181,770</b>

**Floating Rate Loan Interests (b)**

**Aerospace & Defense 0.2%**

TransDigm, Inc., Term Loan (First Lien), 4.00%, 2/14/17