

BLACKROCK INCOME TRUST INC.  
Form N-CSRS  
May 01, 2013

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 811-05542

Name of Fund: BlackRock Income Trust, Inc. (BKT)

Fund Address: 100 Bellevue Parkway, Wilmington, DE 19809

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Date of fiscal year end: 08/31/2013

Date of reporting period: 02/28/2013

Item 1 – Report to Stockholders

FEBRUARY 28, 2013

SEMI-ANNUAL REPORT (UNAUDITED)

**BlackRock Core Bond Trust (BHK)**

**BlackRock Corporate High Yield Fund V, Inc. (HYV)**

**BlackRock Corporate High Yield Fund VI, Inc. (HYT)**

**BlackRock High Income Shares (HIS)**

**BlackRock High Yield Trust (BHY)**

**BlackRock Income Opportunity Trust, Inc. (BNA)**

**BlackRock Income Trust, Inc. (BKT)**

**BlackRock Strategic Bond Trust (BHD)**

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

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Dear Shareholder

Despite a number of headwinds, risk assets generated strong returns during the 6- and 12-month periods as investors sought meaningful yields in the ongoing low-interest-rate environment. About this time one year ago, the European debt crisis returned to the headlines as unresolved policy decisions left it unclear as to how troubled peripheral countries would finance their sovereign debt, causing yields to soar. In the second quarter of 2012, political instability in Greece and severe deficit and liquidity problems in Spain raised the specter of a full-blown euro collapse. Alongside the drama in Europe, investors were discouraged by gloomy economic reports from various parts of the world. A slowdown in China, a key powerhouse for global growth, emerged as a particular concern. As the outlook for the global economy worsened, however, investors grew increasingly optimistic that the world's largest central banks would soon intervene to stimulate growth. This theme, along with the announcement of the European Central Bank's (ECB's) firm commitment to preserve the euro currency bloc, drove most asset classes higher through the summer. Policy relief came in early September, when the ECB announced its decision to support the eurozone's debt-laden countries with unlimited purchases of short term sovereign debt. Days later, the US Federal Reserve announced its own much-anticipated stimulus package.

Although financial markets world-wide were buoyed by accommodative monetary policies, risk assets weakened in the fall. Global trade began to slow as many European countries fell into recession and growth continued to decelerate in China, where a once-a-decade leadership change compounded uncertainty. In the United States, stocks slid on lackluster corporate earnings reports and market volatility rose in advance of the US Presidential election. In the post-election environment, investors grew increasingly concerned over the fiscal cliff, the automatic tax increases and spending cuts that had been scheduled to take effect at the beginning of 2013. There was widespread fear that the fiscal cliff would push the United States into recession unless politicians could agree upon alternate measures to reduce the deficit before the end of 2012. Worries that bipartisan gridlock would preclude a timely budget deal triggered higher levels of volatility in financial markets around the world in the months leading up to the last day of the year. Ultimately, the worst of the fiscal cliff was averted with a last-minute tax deal; however, decisions relating to spending cuts and the debt ceiling continued to weigh on investors' minds.

Investors shook off the nerve-racking finale to 2012 and began the New Year with a powerful equity rally. Money that had been pulled to the sidelines amid year-end tax-rate uncertainty poured back into the markets in January. Key indicators signaled modest but broad-based improvements in the world's major economies, particularly in China. Global equities soared through January while rising US Treasury yields pressured high-quality fixed income assets. However, bond markets strengthened in February when economic momentum slowed and investors toned down their risk appetite. US stocks continued to rise, but at a more moderate pace. Uncertainty about how long the Federal Reserve would maintain its easing bias drove high levels of volatility later in the month, but these fears abated as the budget sequester (automatic spending cuts scheduled to take effect March 1) began to appear imminent and was deemed likely to deter any near-term curtailment of monetary easing policies. Outside the United States, equities largely declined as political uncertainty escalated after the Italian presidential election ended in a stalemate.

On the whole, riskier asset classes outperformed lower-risk investments for the 6- and 12-month periods ended February 28, 2013. International, US small cap and emerging market equities were the leading asset classes for the 6-month period, while US stocks and high yield bonds generated the strongest returns for the 12-month period. US Treasury yields remained relatively low overall, but have inched higher in recent months, pressuring Treasuries and investment-grade bonds. Tax-exempt municipal bonds, however, continued to benefit from favorable supply-and-demand dynamics. Near-zero short term interest rates continued to keep yields on money market securities near their all-time lows.

Investors continue to face many of the same risks as in years past. But we see a world of possibilities. BlackRock was built to provide the global market insight, breadth of capabilities, unbiased investment advice and deep risk management expertise these times require. Investors everywhere are asking, *So what do I do with my money?* Visit [www.blackrock.com](http://www.blackrock.com) for answers.

Sincerely,

**Rob Kapito**

President, BlackRock Advisors, LLC

*Despite a number of headwinds, risk assets generated strong returns during the 6- and 12-month periods as investors sought meaningful yields in the ongoing low-interest-rate environment.*

**Rob Kapito**

President, BlackRock Advisors, LLC

**Total Returns as of February 28, 2013**

	<b>6-month</b>	<b>12-month</b>
US large cap equities (S&P 500® Index)	8.95 %	13.46%
US small cap equities (Russell 2000® Index)	13.02	14.02
International equities (MSCI Europe, Australasia, Far East Index)	14.41	9.84
Emerging market equities (MSCI Emerging Markets Index)	12.06	0.28
3-month Treasury bill (BofA Merrill Lynch 3-Month US Treasury Bill Index)	0.05	0.11
US Treasury securities (BofA Merrill Lynch 10-Year US Treasury Index)	(1.51 )	3.66
US investment grade bonds (Barclays US Aggregate Bond Index)	0.15	3.12
Tax-exempt municipal bonds (S&P Municipal Bond Index)	2.40	5.71
US high yield bonds (Barclays US Corporate High Yield 2% Issuer Capped Index)	6.67	11.79

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

THIS PAGE NOT PART OF YOUR FUND REPORT 3

Trust Summary as of February 28, 2013 **BlackRock Core Bond Trust**

## **Trust Overview**

**BlackRock Core Bond Trust s (BHK) (the Trust )** investment objective is to provide current income and capital appreciation. The Trust seeks to achieve its investment objective by investing at least 75% of its assets in bonds that are investment grade quality at the time of investment. The Trust s investments will include a broad range of bonds, including corporate bonds, US government and agency securities and mortgage-related securities. The Trust may invest directly in such securities or synthetically through the use of derivatives.

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

## **Portfolio Management Commentary**

### **How did the Trust perform?**

For the six-month period ended February 28, 2013, the Trust returned 0.49% based on market price and 3.30% based on net asset value ( NAV ). For the same period, the closed-end Lipper Corporate BBB-Rated Debt Funds (Leveraged) category posted an average return of 4.48% based on market price and 5.05% based on NAV. All returns reflect reinvestment of dividends. The Trust moved from a premium to NAV to a discount by period end, which 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?**

Spread sectors outperformed government-related debt for the six-month period as accommodative monetary policy in the United States and Europe along with the continued recovery of the US economy drove credit spreads tighter. The Trust s allocations to high yield and investment grade corporate credit were significant contributors to performance during the period. In particular, the Trust s preference for banking, insurance and communication-related names contributed meaningfully to returns.

Additionally, the Trust benefited from its exposure to structured products including commercial mortgage-backed securities ( CMBS ), asset-backed securities ( ABS ) and non-agency residential mortgage-backed securities ( MBS ). As interest rates generally trended higher during the period, the Trust s duration profile (sensitivity to interest rate movements) detracted from performance, as did its yield curve positioning.

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

During the six-month period, the Trust maintained a positive view on spread sectors and increased exposure to high yield credit and securitized products such as CMBS and ABS. Within investment grade credit, the Trust favored financials and industrials over utilities. In financials, the Trust rotated out of senior bank debt into subordinated bank debt to take advantage of the yield differential. In addition, the Trust added to positions in floating rate preferred securities to benefit from a potential rise in interest rates. Finally, the Trust shortened its duration profile in light of expectations that positive economic data may lead to a gradual increase in interest rates.

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

At period end, the Trust maintained diversified exposure to non-government spread sectors, including investment grade credit, high yield corporate credit, CMBS, ABS and non-agency residential MBS. The Trust also held allocations to government-related sectors such as US Treasuries, US agency debt and agency MBS.

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.

**BlackRock Core Bond Trust**  
**Trust Information**

Symbol on New York Stock Exchange ( NYSE )	BHK
Initial Offering Date	November 27, 2001
Yield on Closing Market Price as of February 28, 2013 (\$14.99) <sup>1</sup>	5.84%
Current Monthly Distribution per Common Share <sup>2</sup>	\$0.073
Current Annualized Distribution per Common Share <sup>2</sup>	\$0.876
Economic Leverage as of February 28, 2013 <sup>3</sup>	31%

<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 Trust (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 Trust, please see The Benefits and Risks of Leveraging on page 20.

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

	2/28/13	8/31/12	Change	High	Low
Market Price	\$14.99	\$15.41	(2.73)%	\$16.24	\$14.10
Net Asset Value	\$15.21	\$15.21	0.00%	\$15.57	\$14.96

The following charts show the portfolio composition of the Trust's long-term investments and credit quality allocation of the Trust's corporate bond and US Government securities:

**Portfolio Composition**

	2/28/13	8/31/12
Corporate Bonds	58%	52%
US Government Sponsored Agency Securities	12	13
Non-Agency Mortgage-Backed Securities	11	11
US Treasury Obligations	8	14
Asset-Backed Securities	6	5
Taxable Municipal Bonds	3	2
Preferred Securities	2	2
Foreign Agency Obligations		1

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

	2/28/13	8/31/12
AAA/Aaa <sup>5</sup>	26%	36%
AA/Aa	3	3
A	24	20
BBB/Baa	22	23
BB/Ba	12	7
B	11	9
CCC/Caa	2	2

<sup>4</sup> Using the higher of Standard & Poor's ( S&P's ) or Moody's Investors Service ( Moody's ) ratings.

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





Trust Summary as of February 28, 2013 **BlackRock Corporate High Yield Fund V, Inc.**

## **Trust Overview**

**BlackRock Corporate High Yield Fund V, Inc. s (HYV) (the Trust )** investment objective is to provide shareholders with current income by investing primarily in a diversified portfolio of fixed income securities that are rated in the lower rating categories of the established rating services (BB or lower by S&P or Ba or lower by Moody s) or in unrated securities considered by the Trust s investment adviser to be of comparable quality. The Trust also seeks to provide shareholders with capital appreciation. The Trust seeks to achieve its investment objective by investing, under normal market conditions, at least 80% of its assets in domestic and foreign high yield debt instruments, including high yield bonds (commonly referred to as junk bonds) and high yield corporate loans which are below investment grade quality. The Trust may invest directly in such securities or synthetically through the use of derivatives.

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

## **Portfolio Management Commentary**

### **How did the Trust perform?**

For the six-month period ended February 28, 2013, the Trust returned 1.78% based on market price and 9.62% based on NAV. For the same period, the closed-end Lipper High Yield Funds (Leveraged) category posted an average return of 4.30% based on market price and 8.66% based on NAV. All returns reflect reinvestment of dividends. The Fund moved from a premium to NAV to a discount by period-end, which 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 the lower quality tiers of high yield credit had a positive impact on performance. From an industry perspective, holdings within gaming, automotive and building materials boosted returns. The Trust s exposure to select common stocks and preferred securities also enhanced results.

Detracting from performance was security selection within middle quality tier credits, as well as within non-rated securities. On an industry basis, selection in metals, paper and wireless impaired results. The Trust s tactical allocation to floating rate loan interests (bank loans) hindered relative performance as the asset class underperformed high yield bonds during the period.

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

The Trust maintained its focus on higher-quality income-oriented credit names with stable fundamentals, good earnings/revenue visibility and an attractive coupon rate. The Trust remained generally cautious of cyclical credits that tend to be more vulnerable to slower economic growth and bouts of weakness, but allowed some risk in companies with positive growth catalysts or idiosyncratic characteristics. Also during the period, the Trust increased exposure to floating rate loan interests as valuations appeared increasingly attractive relative to certain segments of the high yield universe such as higher-quality short-dated paper.

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

At period end, the Trust held 73% of its total portfolio in corporate bonds and 19% in floating rate loan interests, with the remainder in common stocks and preferred stocks. The Trust held its largest industry exposures in healthcare, wirelines and consumer services (housing-related), while reflecting less emphasis on the riskier, more volatile segments of the market such as the banking sector and supermarkets and restaurants industries.

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**BlackRock Corporate High Yield Fund V, Inc.**  
**Trust Information**

Symbol on NYSE	HYV
Initial Offering Date	November 30, 2001
Yield on Closing Market Price as of February 28, 2013 (\$13.09) <sup>1</sup>	8.25%
Current Monthly Distribution per Common Share <sup>2</sup>	\$0.09
Current Annualized Distribution per Common Share <sup>2</sup>	\$1.08
Economic Leverage as of February 28, 2013 <sup>3</sup>	29%

<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 Trust (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 Trust, please see The Benefits and Risks of Leveraging on page 20.

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

	2/28/13	8/31/12	Change	High	Low
Market Price	\$13.09	\$13.51	(3.11)%	\$13.52	\$11.40
Net Asset Value	\$13.18	\$12.63	4.35%	\$13.26	\$12.60

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

**Portfolio Composition**

	2/28/13	8/31/12
Corporate Bonds	73%	75%
Floating Rate Loan Interests	19	17
Common Stocks	7	6
Preferred Stocks	1	2

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

	2/28/13	8/31/12
A	1%	1%
BBB/Baa	5	6
BB/Ba	36	35
B	46	43
CCC/Caa	10	13
Not Rated	2	2

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

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Trust Summary as of February 28, 2013

**BlackRock Corporate High Yield Fund VI, Inc.**

## **Trust Overview**

**BlackRock Corporate High Yield Fund VI, Inc. s (HYT) (the Trust )** primary investment objective is to provide shareholders with current income. The Trust s secondary investment objective is to provide shareholders with capital appreciation. The Trust seeks to achieve its objectives by investing, under normal market conditions, at least 80% of its assets in domestic and foreign high yield securities, including high yield bonds (commonly referred to as junk bonds), corporate loans, convertible debt securities and preferred securities which are below investment grade quality. The Trust may invest directly in such securities or synthetically through the use of derivatives.

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

## **Portfolio Management Commentary**

### **How did the Trust perform?**

For the six-month period ended February 28, 2013, the Trust returned 2.86% based on market price and 9.31% based on NAV. For the same period, the closed-end Lipper High Yield Funds (Leveraged) category posted an average return of 4.30% based on market price and 8.66% based on NAV. All returns reflect reinvestment of dividends. The Fund moved from a premium to NAV to a discount by period-end, which 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 the lower quality tiers of high yield credit had a positive impact on performance. From an industry perspective, holdings within gaming, automotive and building materials boosted returns. The Trust s exposure to select common stocks and equity-correlated instruments also enhanced results.

Detracting from performance was security selection within middle quality tier credits, where the Trust held its quality bias. On an industry basis, selection in metals, paper and wireless impaired results. The Trust s tactical allocation to floating rate loan interests (bank loans) hindered relative performance as the asset class underperformed high yield bonds during the period.

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

The Trust maintained its focus on higher-quality income-oriented credit names with stable fundamentals, good earnings/revenue visibility and an attractive coupon rate. The Trust remained generally cautious of cyclical credits that tend to be more vulnerable to slower economic growth and bouts of weakness, but allowed some risk in companies with positive growth catalysts or idiosyncratic characteristics. Also during the period, the Trust increased exposure to floating rate loan interests as valuations appeared increasingly attractive relative to certain segments of the high yield universe such as higher-quality short-dated paper.

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

At period end, the Trust held 73% of its total portfolio in corporate bonds and 19% in floating rate loan interests, with the remainder in common stocks and preferred stocks. The Trust held its largest industry exposures in healthcare, wirelines and consumer services (housing-related), while reflecting less emphasis on the riskier, more volatile segments of the market such as the banking sector and supermarkets and restaurants industries.

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## BlackRock Corporate High Yield Fund VI, Inc.

## Trust Information

Symbol on NYSE	HYT
Initial Offering Date	May 30, 2003
Yield on Closing Market Price as of February 28, 2013 (\$12.72) <sup>1</sup>	8.25%
Current Monthly Distribution per Common Share <sup>2</sup>	\$0.0875
Current Annualized Distribution per Common Share <sup>2</sup>	\$1.0500
Economic Leverage as of February 28, 2013 <sup>3</sup>	28%

<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 Trust (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 Trust, please see The Benefits and Risks of Leveraging on page 20.

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

	2/28/13	8/31/12	Change	High	Low
Market Price	\$12.72	\$12.96	(1.85)%	\$13.37	\$11.31
Net Asset Value	\$12.85	\$12.32	4.30%	\$12.94	\$12.28

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

## Portfolio Composition

	2/28/13	8/31/12
Corporate Bonds	73%	75%
Floating Rate Loan Interests	19	17
Common Stocks	7	6
Preferred Stocks	1	2

Credit Quality Allocation<sup>4</sup>

	2/28/13	8/31/12
A		1%
BBB/Baa	5%	6
BB/Ba	36	35
B	47	43
CCC/Caa	10	14
Not Rated	2	1

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

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Trust Summary as of February 28, 2013

BlackRock High Income Shares

**Trust Overview**

**BlackRock High Income Shares (HIS) (the Trust )** primary investment objective is to provide the highest current income attainable consistent with reasonable risk as determined by the Trust's investment adviser, through investment in a professionally managed, diversified portfolio of high yield, high risk fixed income securities (commonly referred to as junk bonds ). The Trust's secondary objective is to provide capital appreciation, but only when consistent with its primary objective. The Trust seeks to achieve its objectives by investing primarily in high yield, high risk debt instruments rated in the medium to lower categories by nationally recognized rating services (BBB or lower by S&P or Baa or lower by Moody's) or non-rated securities, which, in the investment adviser's opinion, are of comparable quality. Under normal market conditions, the average maturity of the Trust's portfolio is between eight and twelve years. The Trust may invest directly in such securities or synthetically through the use of derivatives.

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

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

For the six-month period ended February 28, 2013, the Trust returned 5.48% based on market price and 6.92% based on NAV. For the same period, the closed-end Lipper High Yield Funds (Leveraged) category posted an average return of 4.30% based on market price and 8.66% based on NAV. All returns reflect reinvestment of dividends. The Fund's premium 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 the lower quality tiers of high yield credit had a positive impact on performance. From an industry perspective, holdings within non-captive diversified (consumer credit-related businesses), automotive and building materials boosted returns. The Trust's exposure to select common stocks and preferred securities also enhanced results.

Detracting from performance was security selection within middle quality tier credits, where the Trust held its quality bias. On an industry basis, selection in metals, paper and wireless impaired results. The Trust's tactical allocation to floating rate loan interests (bank loans) hindered relative performance as the asset class underperformed high yield bonds during the period.

**Describe recent portfolio activity.**

The Trust maintained its focus on higher-quality income-oriented credit names with stable fundamentals, good earnings/revenue visibility and an attractive coupon rate. The Trust remained generally cautious of cyclical credits that tend to be more vulnerable to slower economic growth and bouts of weakness, but allowed some risk in companies with positive growth catalysts or idiosyncratic characteristics. Also during the period, the Trust increased exposure to floating rate loan interests as valuations appeared increasingly attractive relative to certain segments of the high yield universe such as higher-quality short-dated paper.

**Describe portfolio positioning at period end.**

At period end, the Trust held 78% of its total portfolio in corporate bonds and 19% in floating rate loan interests, with the remainder in preferred securities and common stocks. The Trust held its largest industry exposures in healthcare, wirelines and media non-cable, while reflecting less emphasis on the riskier, more volatile segments of the market such as the banking sector and supermarkets and restaurants industries.

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## BlackRock High Income Shares

## Trust Information

Symbol on NYSE	HIS
Initial Offering Date	August 10, 1988
Yield on Closing Market Price as of February 28, 2013 (\$2.42) <sup>1</sup>	7.54%
Current Monthly Distribution per Common Share <sup>2</sup>	\$0.0152
Current Annualized Distribution per Common Share <sup>2</sup>	\$0.1824
Economic Leverage as of February 28, 2013 <sup>3</sup>	26%

<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 Trust (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 Trust, please see The Benefits and Risks of Leveraging on page 20.

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

	2/28/13	8/31/12	Change	High	Low
Market Price	\$2.42	\$2.40	0.83%	\$2.49	\$2.04
Net Asset Value	\$2.31	\$2.26	2.21%	\$2.34	\$2.25

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

## Portfolio Composition

	2/28/13	8/31/12
Corporate Bonds	78%	79%
Floating Rate Loan Interests	19	18
Preferred Securities	2	2
Common Stocks	1	1
<b>Credit Quality Allocation<sup>4</sup></b>		

	2/28/13	8/31/12
A		1%
BBB/Baa	5%	7
BB/Ba	36	34
B	47	43
CCC/Caa	10	14
Not Rated	2	1

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

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Trust Summary as of February 28, 2013

**BlackRock High Yield Trust**

## **Trust Overview**

**BlackRock High Yield Trust s (BHY) (the Trust )** primary investment objective is to provide high current income. The Trust s secondary investment objective is to provide capital appreciation. The Trust seeks to achieve its objectives by investing, under normal market conditions, at least 80% of its assets in high-risk, high yield bonds and other such securities, such as preferred stocks, which are rated below investment grade. The Trust may invest directly in such securities or synthetically through the use of derivatives.

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

## **Portfolio Management Commentary**

### **How did the Trust perform?**

For the six-month period ended February 28, 2013, the Trust returned 4.11% based on market price and 8.14% based on NAV. For the same period, the closed-end Lipper High Yield Funds (Leveraged) category posted an average return of 4.30% based on market price and 8.66% based on NAV. All returns reflect reinvestment of dividends. The Trust s premium 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 the lower quality tiers of high yield credit had a positive impact on performance. From an industry perspective, holdings within gaming, non-captive diversified (consumer credit-related businesses) and building materials boosted returns. The Trust s exposure to select common stocks and preferred securities also enhanced results.

Detracting from performance was security selection within middle quality tier credits, where the Trust held its quality bias. On an industry basis, selection in metals, paper and wireless impaired results. The Trust s tactical allocation to floating rate loan interests (bank loans) hindered relative performance as the asset class underperformed high yield bonds during the period.

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

The Trust maintained its focus on higher-quality income-oriented credit names with stable fundamentals, good earnings/revenue visibility and an attractive coupon rate. The Trust remained generally cautious of cyclical credits that tend to be more vulnerable to slower economic growth and bouts of weakness, but allowed some risk in companies with positive growth catalysts or idiosyncratic characteristics. Also during the period, the Trust increased exposure to floating rate loan interests as valuations appeared increasingly attractive relative to certain segments of the high yield universe such as higher-quality short-dated paper.

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

At period end, the Trust held 76% of its total portfolio in corporate bonds and 19% in floating rate loan interests, with the remainder in common stocks and preferred securities. The Trust held its largest industry exposures in healthcare, media non-cable and wireless, while reflecting less emphasis on the riskier, more volatile segments of the market such as the banking sector and supermarkets and restaurants industries.

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## BlackRock High Yield Trust

## Trust Information

Symbol on NYSE	BHY
Initial Offering Date	December 23, 1998
Yield on Closing Market Price as of February 28, 2013 (\$8.08) <sup>1</sup>	6.61%
Current Monthly Distribution per Common Share <sup>2</sup>	\$0.0445
Current Annualized Distribution per Common Share <sup>2</sup>	\$0.5340
Economic Leverage as of February 28, 2013 <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 loan outstanding as a percentage of total managed assets, which is the total assets of the Trust (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 Trust, please see The Benefits and Risks of Leveraging on page 20.

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

	2/28/13	8/31/12	Change	High	Low
Market Price	\$8.08	\$8.04	0.50%	\$8.54	\$6.64
Net Asset Value	\$7.61	\$7.29	4.39%	\$7.66	\$7.26

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

## Portfolio Composition

	2/28/13	8/31/12
Corporate Bonds	76%	78%
Floating Rate Loan Interests	19	17
Common Stocks	4	3
Preferred Securities	1	2

Credit Quality Allocation<sup>4</sup>

	2/28/13	8/31/12
A	1%	1%
BBB/Baa	7	7
BB/Ba	33	35
B	47	44
CCC/Caa	10	12
Not Rated	2	1

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

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Trust Summary as of February 28, 2013

BlackRock Income Opportunity Trust, Inc.

**Trust Overview**

**BlackRock Income Opportunity Trust, Inc. s (BNA) (the Trust )** investment objective is to provide current income and capital appreciation. The Trust seeks to achieve its investment objective by investing at least 75% of its assets in bonds that are investment grade quality at the time of investment. The Trust s investments will include a broad range of bonds, including corporate bonds, US government and agency securities and mortgage-related securities. The Trust may invest directly in such securities or synthetically through the use of derivatives.

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

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

For the six-month period ended February 28, 2013, the Trust returned (0.39)% based on market price and 3.33% based on NAV. For the same period, the closed-end Lipper Corporate BBB-Rated Debt Funds (Leveraged) category posted an average return of 4.48% based on market price and 5.05% based on NAV. All returns reflect reinvestment of dividends. The Trust s discount to NAV, which widened during the period, accounts for the difference between performance based on price and performance based on NAV. The following discussion relates to performance based on NAV.

**What factors influenced performance?**

Spread sectors outperformed government-related debt for the six-month period as accommodative monetary policy in the United States and Europe along with the continued recovery of the US economy drove credit spreads tighter. The Trust s allocations to high yield and investment grade corporate credit were significant contributors to performance during the period. In particular, the Trust s preference for banking, insurance and communication-related names contributed meaningfully to returns.

Additionally, the Trust benefited from its exposure to structured products including commercial mortgage-backed securities ( CMBS ), asset-backed securities ( ABS ) and non-agency residential mortgage-backed securities ( MBS ). As interest rates generally trended higher during the period, the Trust s duration profile (sensitivity to interest rate movements) detracted from performance, as did its yield curve positioning.

**Describe recent portfolio activity.**

During the six-month period, the Trust maintained a positive view on spread sectors and increased exposure to high yield credit and securitized products such as CMBS and ABS. Within investment grade credit, the Trust favored financials and industrials over utilities. In financials, the Trust rotated out of senior bank debt into subordinated bank debt to take advantage of the yield differential. In addition, the Trust added to positions in floating rate preferred securities to benefit from a potential rise in interest rates. Finally, the Trust shortened its duration profile in light of expectations that positive economic data may lead to a gradual increase in interest rates.

**Describe portfolio positioning at period end.**

At period end, the Trust maintained diversified exposure to non-government spread sectors, including investment grade credit, high yield corporate credit, CMBS, ABS and non-agency residential MBS. The Trust also held allocations to government-related sectors such as US Treasuries, US agency debt and agency MBS.

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## BlackRock Income Opportunity Trust, Inc.

## Trust Information

Symbol on NYSE	BNA
Initial Offering Date	December 20, 1991
Yield on Closing Market Price as of February 28, 2013 (\$11.20) <sup>1</sup>	6.11%
Current Monthly Distribution per Common Share <sup>2</sup>	\$0.057
Current Annualized Distribution per Common Share <sup>2</sup>	\$0.684
Economic Leverage as of February 28, 2013 <sup>3</sup>	31%

<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 Trust (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 Trust, please see The Benefits and Risks of Leveraging on page 20.

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

	2/28/13	8/31/12	Change	High	Low
Market Price	\$11.20	\$11.58	(3.28)%	\$12.07	\$10.95
Net Asset Value	\$11.88	\$11.84	0.34%	\$12.12	\$11.63

The following charts show the portfolio composition of the Trust's long-term investments and credit quality allocation of the Trust's corporate bond and US Government securities:

## Portfolio Composition

	2/28/13	8/31/12
Corporate Bonds	58%	51%
US Government Sponsored Agency Securities	13	14
Non-Agency Mortgage-Backed Securities	12	11
US Treasury Obligations	7	15
Asset-Backed Securities	5	4
Preferred Securities	3	2
Taxable Municipal Bonds	2	2
Foreign Agency Obligations		1

Credit Quality Allocation<sup>4</sup>

	2/28/13	8/31/12
AAA/Aaa <sup>5</sup>	26%	37%
AA/Aa	3	3
A	22	19
BBB/Baa	24	23
BB/Ba	11	6
B	11	9
CCC/Caa	3	2
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, which were deemed AAA/Aaa by the investment advisor.  
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Trust Summary as of February 28, 2013

BlackRock Income Trust, Inc.

## Trust Overview

**BlackRock Income Trust, Inc. s (BKT) (the Trust )** investment objective is to manage a portfolio of high-quality securities to achieve both preservation of capital and high monthly income. The Trust seeks to achieve its investment objective by investing at least 65% of its assets in mortgage-backed securities. The Trust invests at least 80% of its assets in securities that are (i) issued or guaranteed by the US government or one of its agencies or instrumentalities or (ii) rated at the time of investment either AAA by S&P or Aaa by Moody s. Securities issued or guaranteed by the US government or its agencies or instrumentalities are generally considered to be of the same or higher credit or quality as privately issued securities rated AAA or Aaa. The Trust may invest directly in such securities or synthetically through the use of derivatives.

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

## Portfolio Management Commentary

### How did the Trust perform?

For the six-month period ended February 28, 2013, the Trust returned (3.47)% based on market price and (0.60)% based on NAV. For the same period, the closed-end Lipper US Mortgage Funds category posted an average return of 5.02% based on market price and 6.93% based on NAV. All returns reflect reinvestment of dividends. The Trust s discount to NAV, which widened during the period, accounts for the difference between performance based on price and performance based on NAV. The following discussion relates to performance based on NAV.

### What factors influenced performance?

The Trust s focus on high quality agency mortgage-backed securities ( MBS ) detracted from returns as the sector lagged other credit-sensitive fixed income assets during a period of rising interest rates. It should be noted that the Lipper US Mortgage Funds category experienced a wide dispersion of returns primarily determined by the extent to which a fund allocated to non-agency residential MBS.

Also detracting from performance during the period was the Trust s yield curve positioning. Exposure to the long end of the US Treasury curve hurt returns as the yield curve steepened and interest rates moved higher in early 2013. Contributing positively to performance was the Trust s leveraged exposure to agency pass-through MBS, despite uncertainty around how long the US Federal Reserve would maintain its accommodative monetary policy programs. Further enhancing performance was the Trust s positioning within the agency MBS coupon range, where heavier weightings in middle- and high-coupon issues proved beneficial. Higher coupons outperformed as rising interest rates led to reduced prepayment risk, making these issues more appealing to mortgage market participants. The Trust uses interest rate derivatives including futures, options, swaps and swaptions, mainly for the purpose of managing duration, convexity and yield curve positioning. During the period, the Trust held short positions in US Treasury futures in order to reduce the overall duration profile of the portfolio. These positions were beneficial to the Trust s performance during certain periods of rising interest rates.

### Describe recent portfolio activity.

During the six-month period, the economy continued to show signs of growth despite higher tax rates and reduced government spending. As the economy s resilience coupled with an improving housing market could cause interest rates to gradually move higher, the Trust increased exposure to agency MBS while reducing its strategic exposure to long-term US Treasuries.

The Trust maintained a strong level of yield by increasing exposure to stable-cash-flow collateralized mortgage obligations ( CMOs ), which tend to outperform pass-through agency MBS in a rising interest rate environment. The Trust also continued to maintain small allocations to commercial mortgage-backed securities ( CMBS ) and non-agency residential MBS, which have performed well primarily due to improving underlying fundamentals.

### Describe portfolio positioning at period end.

Despite higher prices in agency MBS, the backdrop for the sector continued to appear constructive given the presence of the US Federal Reserve's large asset purchase program, which has the effect of limiting net supply and is supportive of valuations. However, the Trust continued to maintain a cautious stance as prepayment risk for higher-coupon agency MBS still remains high as borrowers organically take advantage of historically low mortgage rates. As of period end, the Trust maintained leveraged exposure to high quality agency MBS with varying maturities and coupon rates. The Trust continued to hold positions in intermediate and longer dated stable-cash-flow CMOs as well as small allocations to non-agency MBS and CMBS.

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## BlackRock Income Trust, Inc.

## Trust Information

Symbol on NYSE	BKT
Initial Offering Date	July 22, 1988
Yield on Closing Market Price as of February 28, 2013 (\$7.13) <sup>1</sup>	6.82%
Current Monthly Distribution per Common Share <sup>2</sup>	\$0.0405
Current Annualized Distribution per Common Share <sup>2</sup>	\$0.4860
Economic Leverage as of February 28, 2013 <sup>3</sup>	30%

<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 Trust (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 Trust, please see the Benefits and Risks of Leveraging on page 20.

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

	2/28/13	8/31/12	Change	High	Low
Market Price	\$7.13	\$7.63	(6.55)%	\$7.74	\$7.07
Net Asset Value	\$7.64	\$7.94	(3.78)%	\$7.96	\$7.63

The following charts show the portfolio composition of the Trust's long-term investments and credit quality allocation of the Trust's US Government securities:

## Portfolio Composition

	2/28/13	8/31/12
US Government Sponsored Agency Securities	96%	86%
US Treasury Obligations	2	11
Non-Agency Mortgage-Backed Securities	1	2
Asset-Backed Securities	1	1

Credit Quality Allocation<sup>4</sup>

	2/28/13	8/31/12
AAA/Aaa <sup>5</sup>	100%	100%

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

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

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Trust Summary as of February 28, 2013

**BlackRock Strategic Bond Trust**

## **Trust Overview**

**BlackRock Strategic Bond Trust s (BHD) (the Trust )** investment objective is to provide total return through high current income and capital appreciation. The Trust seeks to achieve its investment objective by investing primarily in a diversified portfolio of fixed income securities including corporate bonds, US government and agency securities, mortgage-related and asset-backed securities and other types of fixed income securities. The Trust invests, under normal market conditions, a significant portion of its assets in corporate fixed income securities that are below investment grade quality, including high-risk, high yield bonds (commonly referred to as junk bonds) and other such securities, such as preferred stocks. The Trust may invest directly in such securities or synthetically through the use of derivatives.

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

## **Portfolio Management Commentary**

### **How did the Trust perform?**

For the six-month period ended February 28, 2013, the Trust returned 7.60% based on market price and 6.12% based on NAV. For the same period, the closed-end Lipper High Yield Funds (Leveraged) category posted an average return of 4.30% based on market price and 8.66% based on NAV. All returns reflect reinvestment of dividends. The Trust s premium 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 within investment-grade credits had a positive impact on performance. From an industry perspective, holdings within gaming, non-captive diversified (consumer credit-related businesses) and wirelines boosted returns. The Trust s exposure to select equity positions also enhanced results.

Detracting from performance was security selection within middle quality tier credits, where the Trust held its quality bias. On an industry basis, selection in metals, paper and wireless impaired results. The Trust s tactical allocation to floating rate loan interests (bank loans) hindered relative performance as the asset class underperformed high yield bonds during the period.

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

The Trust maintained its focus on higher-quality income-oriented credit names with stable fundamentals, good earnings/revenue visibility and an attractive coupon rate. The Trust remained generally cautious of cyclical credits that tend to be more vulnerable to slower economic growth and bouts of weakness, but allowed some risk in companies with positive growth catalysts or idiosyncratic characteristics. Also during the period, the Trust increased exposure to floating rate loan interests as valuations appeared increasingly attractive relative to certain segments of the high yield universe such as higher-quality short-dated paper.

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

At period end, the Trust held 79% of its total portfolio in corporate bonds and 19% in floating rate loan interests, with the remainder in preferred securities and US treasury obligations. The Trust held its largest industry exposures in healthcare, media non-cable and wireless, while reflecting less emphasis on the riskier, more volatile segments of the market such as the supermarkets and restaurants industries.

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## BlackRock Strategic Bond Trust

## Trust Information

Symbol on NYSE	BHD
Initial Offering Date	February 26, 2002
Yield on Closing Market Price as of February 28, 2013 (\$15.09) <sup>1</sup>	6.72%
Current Monthly Distribution per Common Share <sup>2</sup>	\$0.0845
Current Annualized Distribution per Common Share <sup>2</sup>	\$1.0140
Economic Leverage as of February 28, 2013 <sup>3</sup>	21%

<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 Trust (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 Trust, please see The Benefits and Risks of Leveraging on page 20.

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

	2/28/13	8/31/12	Change	High	Low
Market Price	\$15.09	\$14.52	3.93%	\$16.01	\$13.25
Net Asset Value	\$14.76	\$14.40	2.50%	\$14.89	\$14.40

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

## Portfolio Composition

	2/28/13	8/31/12
Corporate Bonds	79%	79%
Floating Rate Loan Interests	19	17
Preferred Securities	1	2
US Treasury Obligations	1	1
Common Stocks		1
<b>Credit Quality Allocation<sup>4</sup></b>		

	2/28/13	8/31/12
AAA/Aaa	1%	
AA/Aa	1	1%
A	14	12
BBB/Baa	19	21
BB/Ba	28	26
B	32	32
CCC/Caa	4	7
Not Rated	1	1

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

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### The Benefits and Risks of Leveraging

The Trusts 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 Trusts may utilize leverage through a credit facility, by entering into reverse repurchase agreements and/or treasury roll transactions. 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 Trust on its longer-term portfolio investments. To the extent that the total assets of each Trust (including the assets obtained from leverage) are invested in higher-yielding portfolio investments, each Trust's shareholders will benefit from the incremental net income.

The interest earned on securities purchased with the proceeds from leverage is paid to shareholders in the form of dividends, and the value of these portfolio holdings is reflected in the per share NAV. 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 Trusts had not used leverage.

To illustrate these concepts, assume a Trust'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 Trust 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 Trust 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 Trust's long-term investments, and therefore the Trust'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 Trust pays higher short-term interest rates whereas the Trust's total portfolio earns income based on lower long-term interest rates.

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

The use of leverage may enhance opportunities for increased income to the Trusts, 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 Trusts' 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 Trusts' 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 Trust'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 Trust may be required to sell portfolio securities at inopportune times or at distressed values in order to comply with regulatory requirements applicable to the use of leverage or as required by the terms of leverage instruments, which may cause a Trust to incur losses. The use of leverage may limit each Trust's ability to invest in certain types of securities or use certain types of hedging strategies. Each Trust 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 Trusts are permitted to issue senior securities representing indebtedness up to 33⅓% of their total managed assets (each Trust's net assets plus the proceeds of any outstanding borrowings). If the Trusts 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 Trust voluntarily limits its aggregate economic leverage to 50% of its managed assets. As of February 28, 2013, the Trusts had aggregate economic leverage from reverse repurchase agreements, treasury roll transactions and/or borrowings through a credit facility as a percentage of their total managed assets as follows:

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**Percent of  
Economic  
Leverage**

BHK	31%
HYV	29%
HYT	28%
HIS	26%
BHY	27%
BNA	31%
BKT	30%
BHD	21%

### Derivative Financial Instruments

The Trusts 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 security, index and/or market without owning or taking physical custody of securities or to hedge market, equity, credit, interest rate, foreign currency exchange rate and/or other risks. Derivative financial instruments involve risks, including the imperfect correlation between the value of a derivative financial instrument and the underlying asset, possible default of the counterparty to the transaction or illiquidity of the derivative financial instrument. The Trusts' ability to use a derivative financial instrument successfully depends on the investment advisor's ability to predict pertinent market movements accurately, which cannot be assured. The use of derivative financial instruments may result in losses greater than if they had not been used, may require a Trust to sell or purchase portfolio investments at inopportune times or for distressed values, may limit the amount of appreciation a Trust can realize on an investment, may result in lower dividends paid to shareholders or may cause a Trust to hold an investment that it might otherwise sell. The Trusts' investments in these instruments are discussed in detail in the Notes to Financial Statements.

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**BlackRock Core Bond Trust (BHK)**  
**(Percentages shown are based on Net Assets)**

Schedule of Investments February 28, 2013 (Unaudited)

<b>Asset-Backed Securities</b>	<b>Par (000)</b>	<b>Value</b>
<b>Asset-Backed Securities 8.1%</b>		
321 Henderson Receivables I LLC, Series 2010-3A, Class A, 3.82%, 12/15/48 (a)	USD 719	\$ 779,656
ACAS CLO Ltd., Series 2013-1A, Class C, 3.04%, 4/20/25 (a)(b)(c)	500	487,800
AH Mortgage Advance Co. Ltd., Series SART-3, Class 1A1, 2.98%, 3/13/43 (a)	630	631,104
AmeriCredit Automobile Receivables Trust, Series 2011-5, Class C, 3.44%, 10/08/17	400	419,704
Apidos CDO, Series 2012-11A, Class D, 4.74%, 1/17/23 (a)(b)	600	600,900
Atrium CDO Corp., Series 9A, Class D, 3.96%, 2/28/24 (a)(b)	500	483,500
CarMax Auto Owner Trust, Series 2012-1: Class B, 1.76%, 8/15/17	210	214,781
Class C, 2.20%, 10/16/17	125	127,980
Class D, 3.09%, 8/15/18	155	160,475
Cavalry CLO Ltd., Series 2A (a)(b): Class C, 3.23%, 1/17/24	1,035	1,014,300
Class D, 4.38%, 1/17/24	770	749,595
CenterPoint Energy Transition Bond Co. LLC, Series 2012-1, Class A3, 3.03%, 10/15/25	1,105	1,165,103
CIFC Funding Ltd. (a)(b): Series 2012-1A, Class B1L, 5.54%, 8/14/24	750	757,500
Series 2013-1A, Class B, 3.10%, 4/16/25 (c)	500	493,750
Series 2013-1A, Class C, 3.89%, 4/16/25 (c)	500	486,500
Countrywide Asset-Backed Certificates, Series 2006-13, Class 3AV2, 0.35%, 1/25/37 (b)	1,039	897,095
Credit Acceptance Auto Loan Trust, Series 2010-1, Class B, 3.63%, 10/15/18 (a)	1,980	1,991,739
DT Auto Owner Trust (a): Series 2011-2A, Class C, 3.05%, 2/16/16	1,500	1,504,674
Series 2011-3A, Class C, 4.03%, 2/15/17	255	259,733
Duane Street CLO IV Ltd., Series 2007-4A, Class D, 2.54%, 11/14/21 (a)(b)	500	445,000
Figueroa CLO Ltd., Series 2013-1A, Class C, 3.94%, 3/21/24 (a)(b)(c)	500	477,500
Ford Credit Floorplan Master Owner Trust: Series 2012-1, Class B, 1.10%, 1/15/16 (b)	180	180,720
Series 2012-1, Class C, 1.70%, 1/15/16 (b)	475	478,373
Series 2012-1, Class D, 2.30%, 1/15/16 (b)	445	447,953
Series 2012-2, Class B, 2.32%, 1/15/19	245	252,913
Series 2012-2, Class C, 2.86%, 1/15/19	105	110,368
Series 2012-2, Class D, 3.50%, 1/15/19	200	211,127
Galaxy CLO Ltd., Series 2013-15A, Class C, 2.89%, 4/15/25 (a)(b)(c)	500	490,510

Home Equity Asset Trust, Series 2007-2, Class 2A1, 0.31%, 7/25/37 (b)		36		36,026
Mountain Hawk I CLO Ltd., Series 2013-1A, Class C, 3.12%, 1/20/24 (a)(b)		750		723,750
Nelnet Student Loan Trust (b):				
Series 2006-1, Class A5, 0.40%, 8/23/27		525		514,436
Series 2008-3, Class A4, 1.94%, 11/25/24		615		654,947
OZLM Funding Ltd., Series 2013-3A (a)(b):				
Class B, 3.35%, 1/22/25		750		754,725
Class C, 4.15%, 1/22/25		500		488,850
		<b>Par</b>		
		<b>(000)</b>		<b>Value</b>
<b>Asset-Backed Securities</b>				
<b>Asset-Backed Securities (concluded)</b>				
PFS Financing Corp., Series 2012-AA, Class A, 1.40%, 2/15/16 (a)(b)	USD	480	\$	483,831
Santander Consumer Acquired Receivables Trust (a):				
Series 2011-S1A, Class B, 1.66%, 8/15/16		460		463,693
Series 2011-S1A, Class C, 2.01%, 8/15/16		311		314,223
Series 2011-S1A, Class D, 3.15%, 8/15/16		325		330,281
Series 2011-WO, Class C, 3.19%, 10/15/15		580		596,183
Santander Drive Auto Receivables Trust:				
Series 2010-2, Class B, 2.24%, 12/15/14		777		780,844
Series 2010-2, Class C, 3.89%, 7/17/17		1,010		1,044,275
Series 2010-B, Class B, 2.10%, 9/15/14 (a)		419		419,672
Series 2010-B, Class C, 3.02%, 10/17/16 (a)		740		752,697
Series 2011-1, Class D, 4.01%, 2/15/17		940		988,523
Series 2011-S1A, Class B, 1.48%, 5/15/17 (a)		197		198,187
Series 2011-S1A, Class D, 3.10%, 5/15/17 (a)		175		175,521
Series 2011-S2A, Class C, 2.86%, 6/15/17 (a)		511		515,497
Series 2012-1, Class B, 2.72%, 5/16/16		240		246,372
Series 2012-1, Class C, 3.78%, 11/15/17		325		341,443
SLM Student Loan Trust:				
Series 2004-B, Class A2, 0.51%, 6/15/21 (b)		171		167,923
Series 2008-5, Class A3, 1.60%, 1/25/18 (b)		515		524,047
Series 2008-5, Class A4, 2.00%, 7/25/23 (b)		615		648,482
Series 2012-A, Class A1, 1.60%, 8/15/25 (a)(b)		296		300,469
Series 2012-A, Class A2, 3.83%, 1/17/45 (a)		345		378,332
Small Business Administration, Class 1:				
Series 2003-P10B, 5.14%, 8/10/13		56		57,379
Series 2004-P10B, 4.75%, 8/10/14		96		98,780
Structured Asset Securities Corp., Series 2002-AL1, Class A2, 3.45%, 2/25/32		1,219		1,219,733
Symphony CLO VII Ltd., Series 2011-7A, Class E, 3.90%, 7/28/21 (a)(b)		750		727,500
Venture CDO Ltd., Series 2012-12A, Class D, 4.01%, 2/28/24 (a)(b)		770		723,800

World Financial Network Credit Card Master Trust, Series 2012-C, Class C, 4.55%, 8/15/22	1,180	1,286,930 33,277,704
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**Interest Only Asset-Backed Securities****0.2%**

Sterling Bank Trust, Series 2004-2, Class Note, 2.08%, 3/30/30 (a)	3,590	277,179
Sterling Coofs Trust, Series 2004-1, 2.36%, 4/15/29 (a)	5,591	408,845 686,024
<b>Total Asset-Backed Securities 8.3%</b>		<b>33,963,728</b>

**Common Stocks (d)****Shares****Paper & Forest Products 0.1%**

NewPage Corp.	1,720	146,200
<b>Software 0.0%</b>		
Bankruptcy Management Solutions, Inc.	135	1
<b>Total Common Stocks 0.1%</b>		<b>146,201</b>

**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 to the following list:	<b>AUD</b> Australian Dollar	<b>CAD</b> Canadian Dollar	<b>DIP</b> Debtor-In-Possession	<b>EBITDA</b> Earnings Before Interest, Taxes, Depreciation and Amortization	<b>EUR</b> Euro	<b>EURIBOR</b> Euro Interbank Offered Rate	<b>FKA</b> Formerly Known As	<b>FNMA</b> Federal National Mortgage Association	<b>GBP</b> British Pound	<b>GO</b> General Obligation Bonds	<b>LIBOR</b> London Interbank Offered Rate	<b>RB</b> Revenue Bonds	<b>TBA</b> To Be Announced	<b>USD</b> US Dollar
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See Notes to Financial Statements.

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**BlackRock Core Bond Trust (BHK)**  
**(Percentages shown are based on Net Assets)**

Schedule of Investments (continued)

		<b>Par (000)</b>	<b>Value</b>
<b>Corporate Bonds</b>			
<b>Aerospace &amp; Defense 0.7%</b>			
Bombardier, Inc., 4.25%, 1/15/16 (a)	USD	335	\$ 347,563
Huntington Ingalls Industries, Inc., 7.13%, 3/15/21		230	250,700
United Technologies Corp. (e):			
4.88%, 5/01/15		1,125	1,230,691
6.13%, 7/15/38		700	909,242
			2,738,196
<b>Airlines 0.7%</b>			
Continental Airlines Pass-Through Trust:			
Series 2010-1, Class B, 6.00%, 1/12/19		571	588,248
Series 2012-3, Class C, 6.13%, 4/29/18		500	498,750
US Airways Pass-Through Trust, Series 2012-1, Class C, 9.13%, 10/01/15		1,553	1,661,710
			2,748,708
<b>Auto Components 1.1%</b>			
Icahn Enterprises LP (b)(f):			
4.00%, 8/15/13		1,455	1,458,637
4.00%, 8/15/13 (a)		2,900	2,907,250
			4,365,887
<b>Automobiles 0.5%</b>			
Ford Motor Co., 4.75%, 1/15/43		1,995	1,894,813
<b>Beverages 0.1%</b>			
Crown European Holdings SA, 7.13%, 8/15/18 (a)	EUR	287	405,605
<b>Building Products 0.1%</b>			
Momentive Performance Materials, Inc., 8.88%, 10/15/20	USD	255	261,694
<b>Capital Markets 3.8%</b>			
CDP Financial, Inc., 5.60%, 11/25/39 (a)(e)		2,935	3,559,768
The Goldman Sachs Group, Inc.:			
5.38%, 3/15/20		1,220	1,402,524
5.25%, 7/27/21 (e)		3,165	3,602,254
5.75%, 1/24/22 (e)		1,800	2,111,742
Morgan Stanley:			
4.20%, 11/20/14		490	513,514
4.00%, 7/24/15		410	432,664
6.25%, 8/28/17 (e)		1,930	2,239,229
Murray Street Investment Trust I, 4.65%, 3/09/17 (g)		1,650	1,806,722
			15,668,417
<b>Chemicals 1.7%</b>			
Axiall Corp., 4.88%, 5/15/23 (a)		248	251,720
The Dow Chemical Co., 4.13%, 11/15/21		350	378,147
Eagle Spinco, Inc., 4.63%, 2/15/21 (a)		527	535,564
Huntsman International LLC, 4.88%, 11/15/20 (a)		727	719,730
Methanex Corp., 3.25%, 12/15/19		2,074	2,107,825
Nufarm Australia Ltd., 6.38%, 10/15/19 (a)		245	259,700



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Rockwood Specialties Group, Inc., 4.63%, 10/15/20	1,390	1,438,650
Tronox Finance LLC, 6.38%, 8/15/20 (a)	991	984,806
US Coatings Acquisition, Inc./Flash Dutch 2 BV, 7.38%, 5/01/21 (a)	151	156,285
		6,832,427

**Commercial Banks 3.0%**

CIT Group, Inc.:		
5.38%, 5/15/20	1,650	1,798,500
5.00%, 8/15/22	360	385,200
Depfa ACS Bank, 5.13%, 3/16/37 (a)	3,775	3,086,063
HSBC Bank Brasil SA Banco Multiplo, 4.00%, 5/11/16 (a)	1,400	1,456,000
HSBC Bank Plc, 3.10%, 5/24/16 (a)(e)	700	743,324
HSBC Holdings Plc, 6.10%, 1/14/42 (e)	305	392,960
Rabobank Nederland (e):		
3.88%, 2/08/22	1,390	1,476,819
3.95%, 11/09/22	1,500	1,524,342
Wells Fargo & Co., 3.50%, 3/08/22 (e)	1,390	1,466,087
		12,329,295

	<b>Par (000)</b>	<b>Value</b>
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**Commercial Services & Supplies 0.7%**

ADS Waste Holdings, Inc., 8.25%, 10/01/20 (a)	USD	246	\$ 264,450
The ADT Corp., 4.88%, 7/15/42 (a)		539	513,286
Aviation Capital Group Corp., 4.63%, 1/31/18 (a)		650	660,118
Clean Harbors, Inc., 5.25%, 8/01/20		391	402,730
HDTFS, Inc. (a):			
5.88%, 10/15/20		230	239,200
6.25%, 10/15/22		385	413,875
Mobile Mini, Inc., 7.88%, 12/01/20		320	356,000
			2,849,659

**Communications Equipment 1.2%**

ADC Telecommunications, Inc., 3.50%, 7/15/15 (f)		4,330	4,332,165
Zayo Group LLC/Zayo Capital, Inc., 8.13%, 1/01/20		530	592,275
			4,924,440

**Construction & Engineering 0.0%**

ABB Finance USA, Inc., 4.38%, 5/08/42		192	201,667
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**Construction Materials 0.6%**

HD Supply, Inc. (a):			
8.13%, 4/15/19		570	641,962
7.50%, 7/15/20		1,544	1,545,930
11.50%, 7/15/20		255	293,888
Lafarge SA, 7.13%, 7/15/36		135	141,075
			2,622,855

**Consumer Finance 1.1%**

Discover Financial Services, 3.85%, 11/21/22 (a)		250	255,733
Ford Motor Credit Co. LLC:			
8.13%, 1/15/20		1,265	1,593,667
4.25%, 9/20/22		800	824,824

SLM Corp.:			
6.25%, 1/25/16		661	715,533
Series A, 0.60%, 1/27/14 (b)		550	546,015
Toll Brothers Finance Corp., 5.88%, 2/15/22		345	384,940
			4,320,712
<b>Containers &amp; Packaging 1.1%</b>			
Ardagh Packaging Finance Plc (a):			
7.38%, 10/15/17	EUR	425	602,022
7.38%, 10/15/17	USD	200	217,750
4.88%, 11/15/22		209	205,865
Crown Americas LLC/Crown Americas Capital Corp. III, 6.25%, 2/01/21		61	66,490
Crown Americas LLC/Crown Americas Capital Corp. IV, 4.50%, 1/15/23 (a)		662	647,105
Sealed Air Corp. (a):			
6.50%, 12/01/20		550	598,125
8.38%, 9/15/21		225	256,500
Smurfit Kappa Acquisitions (a):			
7.25%, 11/15/17	EUR	725	1,008,047
4.88%, 9/15/18	USD	410	420,250
7.75%, 11/15/19	EUR	410	587,465
			4,609,619
<b>Diversified Consumer Services 0.5%</b>			
313 Group, Inc., 6.38%, 12/01/19 (a)	USD	636	620,100
Service Corp. International, 4.50%, 11/15/20		1,243	1,238,339
			1,858,439
<b>Diversified Financial Services 7.6%</b>			
Aircastle Ltd., 6.25%, 12/01/19		708	762,870
Ally Financial, Inc.:			
8.30%, 2/12/15		1,500	1,668,750
5.50%, 2/15/17		1,500	1,626,261
6.25%, 12/01/17		160	178,681
8.00%, 3/15/20		560	687,400
8.00%, 11/01/31		300	376,875
Bank of America Corp. (e):			
5.63%, 7/01/20		1,100	1,287,086
3.30%, 1/11/23		4,990	4,974,052
Capital One Financial Corp., 4.75%, 7/15/21		960	1,092,672
See Notes to Financial Statements.			

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**BlackRock Core Bond Trust (BHK)**  
**(Percentages shown are based on Net Assets)**

Schedule of Investments (continued)

		<b>Par (000)</b>	<b>Value</b>
<b>Corporate Bonds</b>			
<b>Diversified Financial Services (concluded)</b>			
FMR LLC, 4.95%, 2/01/33 (a)(e)	USD	1,150	\$ 1,167,765
General Electric Capital Corp. (e):			
6.15%, 8/07/37		2,150	2,611,308
6.88%, 1/10/39		135	177,972
JPMorgan Chase & Co.:			
3.70%, 1/20/15		3,425	3,606,957
6.30%, 4/23/19 (e)		2,000	2,449,740
JPMorgan Chase Bank NA, 6.00%, 10/01/17 (e)		2,050	2,427,040
Moody's Corp., 4.50%, 9/01/22		900	904,224
Reynolds Group Issuer, Inc.:			
7.88%, 8/15/19		560	618,800
5.75%, 10/15/20		1,000	1,032,500
6.88%, 2/15/21		680	725,900
Spirit Issuer Plc, 5.86%, 12/28/21	GBP	1,620	2,371,604
WMG Acquisition Corp., 11.50%, 10/01/18	USD	562	652,623
			31,401,080
<b>Diversified Telecommunication Services 2.3%</b>			
Level 3 Financing, Inc.:			
8.13%, 7/01/19		698	760,820
8.63%, 7/15/20		650	721,500
Lynx I Corp., 5.38%, 4/15/21 (a)		395	404,875
Telecom Italia Capital SA:			
4.95%, 9/30/14		1,075	1,112,625
6.00%, 9/30/34		1,550	1,420,790
Verizon Communications, Inc. (e):			
3.50%, 11/01/21		500	525,624
6.40%, 2/15/38		3,483	4,378,438
Windstream Corp., 7.88%, 11/01/17		40	45,300
			9,369,972
<b>Electric Utilities 6.1%</b>			
The Cleveland Electric Illuminating Co.:			
8.88%, 11/15/18		121	161,303
5.95%, 12/15/36		217	246,849
CMS Energy Corp., 5.05%, 3/15/22		915	1,029,661
Duke Energy Carolinas LLC:			
6.10%, 6/01/37		315	398,262
6.00%, 1/15/38 (e)		825	1,059,048
4.25%, 12/15/41 (e)		375	393,690
E.ON International Finance BV, 6.65%, 4/30/38 (a)(e)		1,525	2,042,539
Electricite de France SA, 5.60%, 1/27/40 (a)(e)		1,400	1,582,339
Florida Power Corp. (e):			
6.35%, 9/15/37		1,325	1,744,352
6.40%, 6/15/38		430	574,148
Hydro-Quebec (e):			

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9.40%, 2/01/21		390	582,362
8.40%, 1/15/22		730	1,043,297
8.05%, 7/07/24		1,900	2,773,230
Jersey Central Power & Light Co., 7.35%, 2/01/19		245	313,698
Nisource Finance Corp.:			
6.40%, 3/15/18		280	336,096
5.25%, 2/15/43		500	530,513
Ohio Power Co., Series D, 6.60%, 3/01/33		1,500	1,933,883
PacifiCorp., 6.25%, 10/15/37 (e)		575	770,007
Public Service Co. of Colorado, 6.25%, 9/01/37 (e)		1,200	1,617,247
Southern California Edison Co. (e):			
5.63%, 2/01/36		625	775,524
Series 08-A, 5.95%, 2/01/38		1,075	1,395,897
The Tokyo Electric Power Co., Inc., 4.50%, 3/24/14 (e)	EUR	1,000	1,333,358
Virginia Electric and Power Co., Series A, 6.00%, 5/15/37 (e)	USD	2,000	2,613,318
			25,250,621
<b>Electrical Equipment 0.1%</b>			
GrafTech International Ltd., 6.38%, 11/15/20 (a)		580	616,250
		<b>Par (000)</b>	<b>Value</b>
<b>Corporate Bonds</b>			
<b>Energy Equipment &amp; Services 3.0%</b>			
Calfrac Holdings LP, 7.50%, 12/01/20 (a)(e)	USD	565	\$ 567,825
Enesco Plc:			
3.25%, 3/15/16		160	170,029
4.70%, 3/15/21		1,745	1,952,852
EOG Resources, Inc., 2.63%, 3/15/23 (e)		1,902	1,886,556
FTS International Services LLC/FTS International Bonds, Inc., 8.13%, 11/15/18 (a)		807	835,245
Genesis Energy LP, 5.75%, 2/15/21 (a)		236	244,260
Noble Holding International Ltd., 5.25%, 3/15/42		350	353,231
Peabody Energy Corp.:			
6.00%, 11/15/18		429	455,812
6.25%, 11/15/21		2,171	2,257,840
Seadrill Ltd., 5.63%, 9/15/17 (a)		1,590	1,609,875
Tervita Corp., 8.00%, 11/15/18 (a)		516	531,480
Transocean, Inc.:			
5.05%, 12/15/16		850	946,873
6.50%, 11/15/20		350	407,990
			12,219,868
<b>Food Products 1.4%</b>			
Darling International, Inc., 8.50%, 12/15/18		335	381,063
Kraft Foods Group, Inc.:			
5.38%, 2/10/20		1,570	1,874,520
5.00%, 6/04/42		997	1,088,216
Mondelez International, Inc. (FKA Kraft Foods, Inc.), 5.38%, 2/10/20		1,430	1,705,346
Post Holdings, Inc., 7.38%, 2/15/22		749	808,920
			5,858,065

**Gas Utilities 0.5%**

CenterPoint Energy Resources Corp., 5.85%, 1/15/41	1,600	1,982,877
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**Health Care Equipment & Supplies 0.7%**

Boston Scientific Corp., 6.25%, 11/15/15	1,251	1,407,734
DJO Finance LLC, 7.75%, 4/15/18	735	731,325
Fresenius Medical Care US Finance II, Inc., 5.63%, 7/31/19 (a)	152	164,540
Teleflex, Inc., 6.88%, 6/01/19	385	418,688
		2,722,287

**Health Care Providers & Services 4.3%**

Aviv Healthcare Properties LP, 7.75%, 2/15/19	175	187,688
CHS/Community Health Systems, Inc., 5.13%, 8/15/18	400	420,500
ConvaTec Healthcare E SA, 7.38%, 12/15/17 (a)	EUR 494	683,638
HCA, Inc.:		
6.50%, 2/15/20	USD 1,990	2,228,800
7.88%, 2/15/20	205	227,294
7.25%, 9/15/20	900	999,000
4.75%, 5/01/23	1,289	1,285,777
IASIS Healthcare LLC, 8.38%, 5/15/19	550	566,500
INC Research LLC, 11.50%, 7/15/19 (a)	465	496,387
inVentiv Health, Inc. (a):		
9.00%, 1/15/18	310	323,175
11.00%, 8/15/18	40	34,700
Omnicare, Inc., 7.75%, 6/01/20	805	893,550
Symbion, Inc., 8.00%, 6/15/16	455	475,475
Tenet Healthcare Corp.:		
6.25%, 11/01/18	769	851,667
8.88%, 7/01/19	1,150	1,299,500
4.50%, 4/01/21 (a)	588	579,915
UnitedHealth Group, Inc., 2.88%, 3/15/22 (e)	2,000	2,019,720
WellPoint, Inc., 4.65%, 1/15/43 (e)	4,005	4,050,425
		17,623,711

See Notes to Financial Statements.

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**BlackRock Core Bond Trust (BHK)**  
**(Percentages shown are based on Net Assets)**

Schedule of Investments (continued)

		<b>Par (000)</b>	<b>Value</b>
<b>Corporate Bonds</b>			
<b>Health Care Technology 0.6%</b>			
Amgen, Inc. (e):			
6.40%, 2/01/39	USD	750	\$ 948,013
5.15%, 11/15/41		1,500	1,642,570
			2,590,583
<b>Hotels, Restaurants &amp; Leisure 1.7%</b>			
Caesars Operating Escrow LLC, 9.00%, 2/15/20 (a)		398	393,025
El Dorado Resorts LLC, 8.63%, 6/15/19 (a)		180	178,875
MCE Finance Ltd., 5.00%, 2/15/21 (a)		935	935,000
Six Flags Entertainment Corp., 5.25%, 1/15/21 (a)		865	847,700
The Unique Pub Finance Co. Plc:			
Series A3, 6.54%, 3/30/21	GBP	900	1,361,931
Series A4, 5.66%, 6/30/27		1,327	1,867,174
Series N, 6.46%, 3/30/32		1,195	1,350,592
			6,934,297
<b>Household Durables 0.8%</b>			
Beazer Homes USA, Inc., 6.63%, 4/15/18	USD	580	619,875
Standard Pacific Corp., 10.75%, 9/15/16		2,100	2,614,500
United Rentals North America, Inc., 5.75%, 7/15/18		194	208,792
			3,443,167
<b>Household Products 0.2%</b>			
Ontex IV SA, 7.50%, 4/15/18 (a)	EUR	190	257,977
Spectrum Brands Escrow Corp. (a):			
6.38%, 11/15/20	USD	200	212,750
6.63%, 11/15/22		275	296,312
			767,039
<b>Independent Power Producers &amp; Energy Traders 0.8%</b>			
Calpine Corp., 7.50%, 2/15/21 (a)		157	170,737
Energy Future Intermediate Holding Co. LLC:			
10.00%, 12/01/20		922	1,046,470
10.00%, 12/01/20 (a)		890	1,003,475
GenOn REMA LLC, Series C, 9.68%, 7/02/26		415	452,350
NRG Energy, Inc., 6.63%, 3/15/23 (a)		435	463,275
			3,136,307
<b>Industrial Conglomerates 0.0%</b>			
Smiths Group Plc, 3.63%, 10/12/22 (a)		180	178,797
<b>Insurance 4.5%</b>			
Alliant Holdings I, Inc., 7.88%, 12/15/20 (a)		613	616,065
Allianz Finance II BV, 5.75%, 7/08/41	EUR	500	733,220
American International Group, Inc. (e):			
3.80%, 3/22/17	USD	5,580	6,058,747

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5.45%, 5/18/17		800	917,591
AXA SA, 5.25%, 4/16/40	EUR	250	338,835
Hartford Financial Services Group, Inc.:			
6.00%, 1/15/19	USD	345	407,716
5.13%, 4/15/22		930	1,071,440
Hartford Life Global Funding Trusts, 0.49%, 6/16/14 (b)		425	424,730
Liberty Mutual Group, Inc., 6.50%, 5/01/42 (a)		1,000	1,135,115
Lincoln National Corp., 6.25%, 2/15/20		630	764,436
Manulife Financial Corp., 3.40%, 9/17/15		1,630	1,715,528
MetLife Global Funding I, 5.13%, 6/10/14 (a)(e)		775	819,711
Montpelier Re Holdings Ltd., 4.70%, 10/15/22		450	453,858
MPL 2 Acquisition Canco, Inc., 9.88%, 8/15/18 (a)		340	336,600
Muenchener Rueckversicherungs AG, 6.00%, 5/26/41 (b)	EUR	200	302,077
Prudential Financial, Inc. (e):			
7.38%, 6/15/19	USD	250	320,523
5.38%, 6/21/20		250	294,761
4.50%, 11/15/20		450	504,328
5.90%, 3/17/36		500	579,371
5.70%, 12/14/36		675	770,128
			18,564,780

		Par (000)	Value
<b>Corporate Bonds</b>			
<b>Internet Software &amp; Services 0.0%</b>			
Equinix, Inc., 4.88%, 4/01/20	USD	86	\$ 86,000
<b>IT Services 0.7%</b>			
First Data Corp. (a):			
7.38%, 6/15/19		775	814,719
6.75%, 11/01/20		680	697,850
8.25%, 1/15/21		30	30,675
SunGard Data Systems, Inc., 7.38%, 11/15/18		1,080	1,159,650
			2,702,894
<b>Life Sciences Tools &amp; Services 0.1%</b>			
Agilent Technologies, Inc., 3.20%, 10/01/22		250	249,832
<b>Machinery 0.3%</b>			
UR Merger Sub Corp.:			
7.38%, 5/15/20		495	542,025
7.63%, 4/15/22		452	500,590
			1,042,615
<b>Marine 0.3%</b>			
Nakilat, Inc., Series A, 6.07%, 12/31/33 (a)(e)		1,050	1,275,750
<b>Media 6.6%</b>			
Affinion Group, Inc., 7.88%, 12/15/18 (e)		507	385,320

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AMC Networks, Inc.:		
7.75%, 7/15/21	320	363,200
4.75%, 12/15/22	343	341,714
Cinemark USA, Inc., 5.13%, 12/15/22 (a)	175	175,875
Clear Channel Communications, Inc., 9.00%, 12/15/19 (a)	305	283,650
Clear Channel Worldwide Holdings, Inc. (a):		
6.50%, 11/15/22	674	704,330
6.50%, 11/15/22	1,821	1,916,603
Comcast Cable Communications Holdings, Inc., 9.46%, 11/15/22	600	910,124
Comcast Corp., 6.45%, 3/15/37	790	1,013,708
Cox Communications, Inc., 8.38%, 3/01/39 (a)	1,740	2,569,510
DIRECTV Holdings LLC:		
6.38%, 3/01/41	260	285,254
5.15%, 3/15/42	2,100	2,021,063
Intelsat Luxembourg SA:		
11.25%, 2/04/17	750	796,875
11.50%, 2/04/17	415	441,456
Interactive Data Corp., 10.25%, 8/01/18	1,330	1,507,888
NBC Universal Media LLC (e):		
5.15%, 4/30/20	1,983	2,354,009
4.38%, 4/01/21	1,015	1,143,202
The New York Times Co., 6.63%, 12/15/16	1,800	1,966,500
News America, Inc., 7.63%, 11/30/28	385	504,734
Omnicom Group, Inc., 3.63%, 5/01/22	2,355	2,398,544
TCI Communications, Inc., 7.88%, 2/15/26	610	841,889
Time Warner Cable, Inc.:		
7.30%, 7/01/38	930	1,164,988
5.88%, 11/15/40	465	499,450
5.50%, 9/01/41	920	963,869
Time Warner, Inc.:		
4.70%, 1/15/21	350	392,996
6.10%, 7/15/40	215	251,539
Unitymedia Hessen GmbH & Co. KG, 5.50%, 1/15/23 (a)	255	257,550
Virgin Media Secured Finance Plc, 6.50%, 1/15/18	525	560,438
		27,016,278
<b>Metals &amp; Mining 4.3%</b>		
Alcoa, Inc., 5.40%, 4/15/21	1,450	1,523,909
ArcelorMittal:		
9.50%, 2/15/15	410	462,788
4.25%, 2/25/15	174	179,660
4.25%, 8/05/15	233	241,235
4.25%, 3/01/16	175	180,250
5.00%, 2/25/17	243	252,842
See Notes to Financial Statements.		





**BlackRock Core Bond Trust (BHK)**  
**(Percentages shown are based on Net Assets)**

Schedule of Investments (continued)

		<b>Par (000)</b>	<b>Value</b>
<b>Corporate Bonds</b>			
<b>Metals &amp; Mining (concluded)</b>			
ArcelorMittal (concluded):			
6.13%, 6/01/18	USD	313	\$ 337,507
6.75%, 2/25/22 (e)		252	277,479
Barrick Gold Corp., 2.90%, 5/30/16		1,690	1,775,507
Corp. Nacional del Cobre de Chile, 3.00%, 7/17/22 (a)		1,565	1,543,799
Falconbridge Ltd., 6.20%, 6/15/35		1,250	1,361,800
Freeport-McMoRan Copper & Gold, Inc.:			
3.55%, 3/01/22		540	537,202
5.45%, 3/15/43 (a)		450	447,948
New Gold, Inc. (a):			
7.00%, 4/15/20		105	113,400
6.25%, 11/15/22		440	463,100
New World Resources NV, 7.88%, 5/01/18	EUR	165	220,904
Newcrest Finance Property Ltd., 4.45%, 11/15/21 (a)	USD	475	504,598
Novelis, Inc., 8.75%, 12/15/20		4,120	4,614,400
Teck Resources Ltd., 5.38%, 10/01/15		2,359	2,598,979
			17,637,307
<b>Multiline Retail 0.3%</b>			
Dufry Finance SCA, 5.50%, 10/15/20 (a)		1,260	1,313,550
<b>Oil, Gas &amp; Consumable Fuels 11.2%</b>			
Access Midstream Partners LP, 6.13%, 7/15/22		400	429,000
Anadarko Petroleum Corp., 5.95%, 9/15/16		1,916	2,203,042
BP Capital Markets Plc, 3.13%, 10/01/15 (e)		330	349,598
Burlington Resources Finance Co., 7.40%, 12/01/31 (e)		875	1,223,184
Carrizo Oil & Gas, Inc., 7.50%, 9/15/20		400	420,000
Cenovus Energy, Inc., 6.75%, 11/15/39		750	988,233
ConocoPhillips Canada Funding Co., 5.95%, 10/15/36 (e)		535	678,285
Continental Resources, Inc., 5.00%, 9/15/22		486	522,450
Denbury Resources, Inc., 4.63%, 7/15/23		623	611,319
El Paso Natural Gas Co. LLC, 8.38%, 6/15/32		275	390,763
El Paso Pipeline Partners Operating Co. LLC, 6.50%, 4/01/20		240	289,967
Energy Transfer Partners LP, 6.50%, 2/01/42		500	577,145
Energy XXI Gulf Coast, Inc., 9.25%, 12/15/17		455	514,150
Enterprise Products Operating LLC:			

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4.05%, 2/15/22	1,250	1,359,645
6.13%, 10/15/39	700	825,763
5.95%, 2/01/41	500	585,478
Series L, 6.30%, 9/15/17	575	693,642
KeySpan Gas East Corp., 5.82%, 4/01/41 (a)(e)	505	633,385
Kinder Morgan Energy Partners LP: 5.95%, 2/15/18	1,300	1,550,585
6.50%, 9/01/39	3,000	3,627,495
6.55%, 9/15/40	110	134,430
6.38%, 3/01/41	150	180,688
Kodiak Oil & Gas Corp., 8.13%, 12/01/19	110	123,750
Linn Energy LLC, 6.25%, 11/01/19 (a)	355	362,100
Marathon Petroleum Corp., 6.50%, 3/01/41	997	1,252,804
MarkWest Energy Partners LP: 5.50%, 2/15/23	160	168,000
4.50%, 7/15/23	206	201,365
MidAmerican Energy Co., 5.80%, 10/15/36	700	877,932
MidAmerican Energy Holdings Co.: 5.95%, 5/15/37	800	989,205
6.50%, 9/15/37	1,900	2,492,217
Newfield Exploration Co., 5.63%, 7/01/24	710	741,950
Nexen, Inc., 7.50%, 7/30/39	1,000	1,433,105
Offshore Group Investments Ltd., 11.50%, 8/01/15	163	177,670
PBF Holding Co. LLC, 8.25%, 2/15/20 (a)	110	119,625
PDC Energy, Inc., 7.75%, 10/15/22 (a)	300	317,250
Petrobras International Finance Co.: 3.88%, 1/27/16	1,340	1,400,741
5.75%, 1/20/20	1,725	1,914,862

	<b>Par (000)</b>	<b>Value</b>
<b>Corporate Bonds</b>		
<b>Oil, Gas &amp; Consumable Fuels</b>		
<b>(concluded)</b>		
Pioneer Natural Resources Co., 3.95%, 7/15/22	350	\$ 364,750
Plains Exploration & Production Co., 6.88%, 2/15/23	950	1,094,875
Premier Oil Plc, 5.00%, 6/09/18	1,900	1,992,625
Range Resources Corp., 5.75%, 6/01/21	935	995,775
Sabine Pass Liquefaction LLC, 5.63%, 2/01/21 (a)	2,246	2,318,995
Sabine Pass Liquefied Natural Gas LP: 7.50%, 11/30/16	1,475	1,629,875
6.50%, 11/01/20 (a)	475	501,125
SandRidge Energy, Inc., 7.50%, 2/15/23	588	615,930
Tennessee Gas Pipeline Co. LLC, 7.50%, 4/01/17	1,040	1,278,551
Western Gas Partners LP: 5.38%, 6/01/21	710	802,705

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4.00%, 7/01/22		200	207,069
The Williams Cos., Inc., Series A, 7.50%, 1/15/31		2,500	3,077,585
			46,240,683
<b>Paper &amp; Forest Products 0.3%</b>			
Boise Paper Holdings LLC:			
9.00%, 11/01/17		180	194,625
8.00%, 4/01/20		155	170,887
International Paper Co.:			
7.50%, 8/15/21		75	97,868
4.75%, 2/15/22		420	471,177
6.00%, 11/15/41		435	507,082
NewPage Corp., 11.38%, 12/31/14 (d)(h)		397	
			1,441,639
<b>Pharmaceuticals 0.4%</b>			
Capsugel Finance Co. SCA, 9.88%, 8/01/19 (a)	EUR	200	293,748
Jaguar Holding Co. II/Jaguar Merger Sub, Inc., 9.50%, 12/01/19 (a)	USD	520	596,700
Valeant Pharmaceuticals International, 6.38%, 10/15/20 (a)		575	618,844
			1,509,292
<b>Real Estate Investment Trusts (REITs) 0.7%</b>			
Felcor Lodging LP, 5.63%, 3/01/23 (a)		247	248,544
Simon Property Group LP, 4.75%, 3/15/42		835	885,314
Ventas Realty LP/Ventas Capital Corp., 4.75%, 6/01/21		275	304,264
Vornado Realty LP, 5.00%, 1/15/22		1,185	1,315,747
			2,753,869
<b>Real Estate Management &amp; Development 0.8%</b>			
Lennar Corp., 4.75%, 11/15/22 (a)		440	425,150
Mattamy Group Corp., 6.50%, 11/15/20 (a)		540	537,975
Punch Taverns Finance Plc, Series A2R, 6.82%, 7/15/20	GBP	704	1,076,013
Realogy Corp. (a)(e):			
7.88%, 2/15/19	USD	374	406,725
7.63%, 1/15/20		520	586,300
WEA Finance LLC, 4.63%, 5/10/21 (a)		305	338,649
			3,370,812
<b>Road &amp; Rail 0.4%</b>			
Burlington Northern Santa Fe LLC, 5.75%, 5/01/40		950	1,147,220
The Hertz Corp., 7.38%, 1/15/21		620	683,550
			1,830,770
<b>Semiconductors &amp; Semiconductor Equipment 0.2%</b>			
NXP BV/NXP Funding LLC, 5.75%, 2/15/21 (a)		470	480,575
Spansion LLC, 7.88%, 11/15/17		390	411,450
			892,025

**Software 0.5%**

IAC/InterActiveCorp, 4.75%, 12/15/22 (a)	598	584,545
Nuance Communications, Inc., 5.38%, 8/15/20 (a)	555	561,938
Oracle Corp., 5.38%, 7/15/40 (e)	775	935,416
		2,081,899

See Notes to Financial Statements.

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**BlackRock Core Bond Trust (BHK)**  
**(Percentages shown are based on Net Assets)**

Schedule of Investments (continued)

		<b>Par (000)</b>	<b>Value</b>
<b>Corporate Bonds</b>			
<b>Specialty Retail 0.5%</b>			
The Home Depot, Inc., 5.88%, 12/16/36 (e)	USD	830	\$ 1,052,685
New Academy Finance Co. LLC, 8.00%, 6/15/18 (a)(i)		244	251,930
QVC, Inc. (a): 7.50%, 10/01/19		395	435,958
7.38%, 10/15/20		275	304,821
5.13%, 7/02/22		35	37,009
			2,082,403
<b>Textiles, Apparel &amp; Luxury Goods 0.1%</b>			
PVH Corp., 4.50%, 12/15/22		490	483,262
<b>Thriffs &amp; Mortgage Finance 0.3%</b>			
Radian Group, Inc., 5.38%, 6/15/15		1,400	1,400,000
<b>Tobacco 1.1%</b>			
Altria Group, Inc.: 9.95%, 11/10/38		800	1,330,455
10.20%, 2/06/39		1,388	2,352,645
Reynolds American, Inc., 4.75%, 11/01/42		1,050	1,027,370
			4,710,470
<b>Wireless Telecommunication Services 2.2%</b>			
America Movil SAB de CV, 2.38%, 9/08/16		795	823,162
Crown Castle International Corp., 5.25%, 1/15/23 (a)		465	476,625
Crown Castle Towers LLC, 6.11%, 1/15/40 (a)		1,560	1,894,428
Digicel Group Ltd., 8.25%, 9/30/20 (a)		460	490,590
Digicel Ltd. (a): 8.25%, 9/01/17		150	158,250
6.00%, 4/15/21 (c)		445	443,887
MetroPCS Wireless, Inc., 6.63%, 11/15/20		660	690,525
Rogers Communications, Inc., 7.50%, 8/15/38		1,150	1,590,971
SBA Tower Trust, 5.10%, 4/15/42 (a)		360	403,894
Sprint Capital Corp., 6.88%, 11/15/28		570	575,700
Sprint Nextel Corp. (a): 9.00%, 11/15/18		530	657,200
7.00%, 3/01/20		770	900,900
			9,106,132
<b>Total Corporate Bonds 82.8%</b>			<b>340,519,616</b>
<hr/>			
<b>Foreign Agency Obligations 0.1%</b>			
Italy Government International Bond, 5.38%, 6/15/33		455	462,708
<hr/>			

**Non-Agency Mortgage-Backed Securities  
Collateralized Mortgage Obligations  
2.4%**

Banc of America Funding Corp., Series 2007-2, Class 1A2, 6.00%, 3/25/37	953	860,374
Countrywide Alternative Loan Trust: Series 2005-64CB, Class 1A15, 5.50%, 12/25/35	1,344	1,186,368
Series 2006-OA21, Class A1, 0.39%, 3/20/47 (b)	757	514,744
Series 2007-HY4, Class 4A1, 5.05%, 6/25/47 (b)	684	553,527
Countrywide Home Loan Mortgage Pass-Through Trust:		
Series 2006-OA5, Class 2A1, 0.40%, 4/25/46 (b)	306	206,062
Series 2007-10, Class A22, 6.00%, 7/25/37	528	471,869
Credit Suisse Mortgage Capital Certificates, Series 2011-2R, Class 2A1, 2.63%, 7/27/36 (a)(b)	1,204	1,185,366
GMAC Mortgage Corp. Loan Trust, Series 2005-AR3, Class 5A1, 5.20%, 6/19/35 (b)	911	924,132
GSR Mortgage Loan Trust:		
Series 2006-4F, Class 1A1, 5.00%, 5/25/36	484	463,503
Series 2007-4F, Class 3A1, 6.00%, 7/25/37	645	608,839

**Non-Agency Mortgage-Backed Securities  
Collateralized Mortgage Obligations (concluded)**

	<b>Par (000)</b>	<b>Value</b>
Homebanc Mortgage Trust, Series 2006-2, Class A1, 0.38%, 12/25/36 (b)	USD 557	\$ 451,768
IndyMac IMJA Mortgage Loan Trust, Series 2007-A1, Class A4, 6.00%, 8/25/37	771	658,967
JPMorgan Mortgage Trust, Series 2006-S3, Class 1A12, 6.50%, 8/25/36	232	212,285
Merrill Lynch Mortgage Investors, Inc., Series 2006-A3, Class 3A1, 2.97%, 5/25/36 (b)	619	493,468
Monastery BV, Series 2004-I, Class A2, 0.52%, 3/17/37 (b)	EUR 957	1,070,896
Wells Fargo Mortgage-Backed Securities Trust, Series 2007-10, Class 1A21, 6.00%, 7/25/37	USD 43	42,417
		9,904,585

**Commercial Mortgage-Backed Securities 12.3%**

Banc of America Merrill Lynch Commercial Mortgage, Inc., Class A4:		
Series 2007-1, 5.45%, 1/15/49	500	570,795
Series 2007-2, 5.63%, 4/10/49 (b)	750	868,175
Bear Stearns Commercial Mortgage Securities, Series 2005-PWR9, Class A4A, 4.87%, 9/11/42	800	867,762
Citigroup Commercial Mortgage Trust, Series 2008-C7, Class A4, 6.06%, 12/10/49 (b)	1,370	1,626,675
	1,093	1,228,286

Citigroup/Deutsche Bank Commercial Mortgage Trust, Series 2006-CD3, Class AM, 5.65%, 10/15/48		
Commercial Mortgage Pass-Through Certificates:		
Series 2006-C7, Class AM, 5.77%, 6/10/46 (b)	1,750	1,924,666
Series 2013-LC6, Class B, 3.74%, 1/10/46	695	715,320
Series 2013-LC6, Class D, 4.29%, 1/10/46 (a)(b)	835	762,006
Credit Suisse Mortgage Capital Certificates:		
Series 2006-C3, Class AM, 5.80%, 6/15/38 (b)	1,000	1,098,945
Series 2006-C5, Class AM, 5.34%, 12/15/39	1,750	1,925,779
Series 2010-RR2, Class 2A, 5.76%, 9/15/39 (a)(b)	1,010	1,159,595
CS First Boston Mortgage Securities Corp., Series 2005-C3, Class AJ, 4.77%, 7/15/37	705	730,171
DBRR Trust, Series 2011-C32, Class A3A, 5.74%, 6/17/49 (a)(b)	365	417,394
Greenwich Capital Commercial Funding Corp.:		
Series 2006-GG7, Class A4, 5.86%, 7/10/38 (b)	1,165	1,318,213
Series 2007-GG9, Class A4, 5.44%, 3/10/39	2,190	2,495,188
GS Mortgage Securities Corp. II:		
Series 2007-GG10, Class A4, 5.79%, 8/10/45 (b)(e)	435	497,085
Series 2013-GC10, Class B, 3.68%, 2/10/46 (a)	1,250	1,285,841
JPMorgan Chase Commercial Mortgage Securities Corp.:		
Series 2004-CB8, Class A1A, 4.16%, 1/12/39 (a)	2,248	2,298,647
Series 2004-LN2, Class A2, 5.12%, 7/15/41	820	859,954
Series 2006-CB14, Class AM, 5.45%, 12/12/44 (b)	330	356,979
Series 2006-CB16, Class AJ, 5.62%, 5/12/45	730	694,324
LB-UBS Commercial Mortgage Trust (b):		
Series 2004-C8, Class C, 4.93%, 12/15/39	1,385	1,456,181
Series 2007-C6, Class A4, 5.86%, 7/15/40	5,201	6,024,199
Series 2007-C7, Class A3, 5.87%, 9/15/45	1,460	1,685,532
Morgan Stanley Capital I Trust (b):		
Series 2007-HQ11, Class A4, 5.45%, 2/12/44	4,000	4,577,876
Series 2007-XLC1, Class A2, 0.56%, 7/17/17	124	119,282
Morgan Stanley Reremic Trust, Series 2011, Class A, 2.50%, 3/23/51 (a)	600	605,727
RCMC LLC, Series 2012-CRE1, Class A, 5.62%, 11/15/44 (a)	989	990,519
See Notes to Financial Statements.		

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**BlackRock Core Bond Trust (BHK)**  
**(Percentages shown are based on Net Assets)**

Schedule of Investments (continued)

		<b>Par (000)</b>	<b>Value</b>
<b>Non-Agency Mortgage-Backed Securities</b>			
<b>Commercial Mortgage-Backed Securities (concluded)</b>			
Titan Europe Plc, Series 2007-1X, Class A, 0.76%, 1/20/17 (b)	GBP	1,607	\$ 2,048,313
Wachovia Bank Commercial Mortgage Trust: Series 2006-C28, Class A2, 5.50%, 10/15/48	USD	4,203	4,247,949
Series 2007-C33, Class A4, 5.92%, 2/15/51 (b)		2,185	2,521,872
WF-RBS Commercial Mortgage Trust: Series 2012-C8, Class B, 4.31%, 8/15/45		695	753,349
Series 2012-C8, Class C, 4.88%, 8/15/45 (b)		895	978,836
Series 2013-C11, Class D, 4.19%, 3/15/45 (a)(b)		800	764,750
			50,476,185
<b>Interest Only Commercial Mortgage-Backed Securities</b>	<b>1.3%</b>		
Morgan Stanley Bank of America Merrill Lynch Trust, Series 2012-C5, Class XA, 1.93%, 8/15/45 (a)(b)		15,852	1,780,987
Morgan Stanley Capital I Trust, Series 2012-C4, Class XA, 2.69%, 3/15/45 (a)(b)		9,551	1,395,889
WF-RBS Commercial Mortgage Trust, Class XA (a)(b):			
Series 2012-C8, 2.25%, 8/15/45		6,065	824,576
Series 2012-C9, 2.28%, 11/15/45		10,842	1,552,528
			5,553,980
<b>Total Non-Agency Mortgage-Backed Securities</b>	<b>16.0%</b>		<b>65,934,750</b>
<hr/>			
<b>Preferred Securities</b>			
<b>Capital Trusts</b>			
<b>Capital Markets 0.0%</b>			
State Street Capital Trust IV, 1.31%, 6/01/67 (b)		70	56,175
<b>Commercial Banks 0.1%</b>			
Fifth Third Capital Trust IV, 6.50%, 4/15/67 (b)		505	505,631
<b>Diversified Financial Services 1.0%</b>			
JPMorgan Chase & Co., Series 1, 7.90% (b)(e)(j)		3,500	4,036,718
<b>Electric Utilities 0.5%</b>			
Electricite de France SA, 5.25% (a)(b)(j)		2,100	2,067,450
<b>Insurance 2.3%</b>			
The Allstate Corp., 6.50%, 5/15/67 (b)		1,950	2,106,000
American International Group, Inc., 8.18%, 5/15/68 (b)		195	257,644
Lincoln National Corp., 6.05%, 4/20/67 (b)		675	681,750
MetLife Capital Trust IV, 7.88%, 12/15/67 (a)		640	790,400
MetLife, Inc., 6.40%, 12/15/66		3,500	3,783,790
Swiss Re Capital I LP, 6.85% (a)(b)(j)		1,060	1,120,950
XL Group Plc, Series E, 6.50% (b)(j)		815	794,625
			9,535,159

<b>Total Capital Trusts</b>	<b>3.9%</b>		16,201,133
<hr/>			
<b>Preferred Stocks</b>		<b>Shares</b>	
<b>Commercial Banks</b>	<b>1.0%</b>		
US Bancorp, Series G, 6.00% (b)		150,000	4,057,500
<hr/>			
<b>Trust Preferreds</b>			
<b>Commercial Banks</b>	<b>0.1%</b>		
Citigroup Capital XIII, 7.88%, 10/30/40 (b)		14,773	414,914
<b>Total Preferred Securities</b>	<b>5.0%</b>		20,673,547
		<b>Par (000)</b>	<b>Value</b>
<b>Taxable Municipal Bonds</b>			
City of Detroit Michigan, GO, Capital Improvement, Limited Tax, Series A-2, 8.00%, 4/01/14	USD	1,525	\$ 1,454,347
District of Columbia, Refunding RB, Howard University, Series B, 7.63%, 10/01/35		1,000	1,233,940
East Bay Municipal Utility District, RB, Build America Bonds, 5.87%, 6/01/40		950	1,245,697
Indianapolis Local Public Improvement Bond Bank, RB, Build America Bonds, 6.12%, 1/15/40		1,275	1,665,456
Metropolitan Transportation Authority, RB, Build America Bonds, 7.34%, 11/15/39		625	920,669
Municipal Electric Authority of Georgia Plant Vogtle Units 3 & 4, Refunding RB, Build America Bonds, 7.06%, 4/01/57		1,000	1,144,870
New York City Municipal Water Finance Authority, Refunding RB, Second General Resolution:			
Series EE, 5.38%, 6/15/43		385	449,618
Series EE, 5.50%, 6/15/43		465	547,500
Series GG, Build America Bonds, 5.72%, 6/15/42		700	908,551
New York State Dormitory Authority, RB, Build America Bonds:			
5.63%, 3/15/39		550	668,624
5.60%, 3/15/40		950	1,188,821
Port Authority of New York & New Jersey, RB, Consolidated, 159th Series, 6.04%, 12/01/29		385	494,494
State of California, GO, Build America Bonds:			
7.63%, 3/01/40		860	1,252,968
Various Purpose, 7.55%, 4/01/39		140	203,202
State of Illinois, GO, Pension Funding, 5.10%, 6/01/33		1,000	991,140
University of California, RB, Build America Bonds, 5.95%, 5/15/45		445	543,803
<b>Total Taxable Municipal Bonds</b>	<b>3.6%</b>		14,913,700

**US Government Sponsored Agency Securities****Agency Obligations 3.3%**

Fannie Mae:

1.94%, 10/09/19 (e)(k)	7,055	6,212,577
5.63%, 7/15/37 (l)	775	1,085,216

Federal Home Loan Bank (e):

5.25%, 12/09/22	675	870,463
5.37%, 9/09/24	1,075	1,390,643

Resolution Funding Corp. (k):

1.13%, 7/15/18	525	492,272
1.20%, 10/15/18	525	492,826

Tennessee Valley Authority, 5.25%, 9/15/39

(e)	2,355	3,025,914
		13,569,911

**Collateralized Mortgage Obligations 0.2%**

Fannie Mae Mortgage-Backed Securities,

Series 2005-5, Class PK, 5.00%, 12/25/34	477	511,260
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Freddie Mac Mortgage-Backed Securities,

Series 2825, Class VP, 5.50%, 6/15/15	455	470,401
		981,661

**Commercial Mortgage-Backed Securities****0.7%**

Freddie Mac Mortgage-Backed Securities (b):

Series 2012-K706, Class C, 4.02%, 11/25/44		
(a)	165	167,604

Series 2013-K24, Class B, 3.50%, 11/25/45

(a)	1,750	1,742,442
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Series K013, Class A2, 3.97%, 1/25/21	940	1,063,116
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		2,973,162
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See Notes to Financial Statements.

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**BlackRock Core Bond Trust (BHK)**  
**(Percentages shown are based on Net Assets)**

Schedule of Investments (continued)

		Par (000)	Value
<b>US Government Sponsored Agency Securities</b>			
<b>Interest Only Collateralized Mortgage Obligations 2.7%</b>			
Fannie Mae Mortgage-Backed Securities:			
Series 2010-126, Class UI, 5.50%, 10/25/40	USD	5,342	\$ 785,430
Series 2012-47, Class NI, 4.50%, 4/25/42		5,749	885,314
Series 2012-96, Class DI, 4.00%, 2/25/27		8,614	964,773
Series 2012-M9, Class X1, 4.08%, 12/25/17 (b)		13,284	2,149,675
Freddie Mac Mortgage-Backed Securities:			
Series 2611, Class QI, 5.50%, 9/15/32		1,324	148,903
Series K021, Class X1, 1.51%, 6/25/22 (b)		7,081	788,308
Series K707, Class X1, 1.56%, 12/25/18 (b)		2,503	195,151
Series K710, Class X1, 1.78%, 5/25/19 (b)		8,637	814,000
Ginnie Mae Mortgage-Backed Securities (b):			
Series 2009-78, Class SD, 6.00%, 9/20/32		6,824	1,274,811
Series 2011-52, Class NS, 6.47%, 4/16/41		18,743	3,117,804
			11,124,169
<b>Mortgage-Backed Securities 11.4%</b>			
Fannie Mae Mortgage-Backed Securities:			
3.00%, 3/15/43 4/15/43 (m)		24,700	25,549,906
3.50%, 3/01/42		1,218	1,290,183
4.00%, 12/01/41		3,962	4,228,886
4.50%, 7/01/41		5,361	5,793,808
5.00%, 8/01/34		3,799	4,145,365
5.50%, 6/01/38		2,543	2,787,312
6.00%, 12/01/38		2,187	2,402,471
Freddie Mac Mortgage-Backed Securities, 6.00%, 11/01/13 12/01/18		451	486,020
Ginnie Mae Mortgage-Backed Securities, 5.50%, 8/15/33		65	72,810
			46,756,761
<b>Total US Government Sponsored Agency Securities 18.3%</b>			<b>75,405,664</b>

**US Treasury Obligations**

US Treasury Bonds (e):			
8.13%, 8/15/21		1,550	2,368,836
6.25%, 8/15/23		5,085	7,196,068
3.50%, 2/15/39		330	360,834
4.25%, 5/15/39		6,045	7,468,410
4.38%, 5/15/40		6,375	8,035,490
4.75%, 2/15/41		1,630	2,176,559
4.38%, 5/15/41		800	1,009,000
3.13%, 11/15/41		9,930	10,040,163
3.13%, 2/15/42		6,268	6,330,680
3.00%, 5/15/42		2,730	2,685,637
US Treasury Notes:			
2.25%, 7/31/18		495	531,274

2.00%, 2/15/22 (e)	1,826	1,871,223
1.75%, 5/15/22	156	155,854
<b>Total US Treasury Obligations 12.2%</b>		50,230,028

<b>Warrants (n)</b>	<b>Shares</b>	<b>Value</b>
<b>Software 0.0%</b>		
Bankruptcy Management Solutions, Inc. (Expires 9/28/17)	90	
<b>Total Long-Term Investments</b>		
<b>(Cost \$563,831,522) 146.4%</b>		\$ 602,249,942

<b>Short-Term Securities</b>		
BlackRock Liquidity Funds, TempFund, Institutional Class, 0.10% (o)(p)	2,677,125	2,677,125
<b>Total Short-Term Securities</b>		
<b>(Cost \$2,677,125) 0.7%</b>		2,677,125

<b>Options Purchased</b>		
<b>(Cost \$1,734,751) 0.3%</b>		1,321,160
<b>Total Investments Before TBA Sale</b>		
<b>Commitments and Options Written</b>		
<b>(Cost \$568,243,398) 147.4%</b>		606,248,227

<b>TBA Sale Commitments (m)</b>		<b>Par (000)</b>	
Fannie Mae Mortgage-Backed Securities, 3.00%, 3/15/43	USD	8,400	(8,696,625)
<b>Total TBA Sale Commitments</b>			
<b>(Proceeds \$8,690,719) (2.1)%</b>			(8,696,625)

<b>Options Written</b>		
<b>(Premiums Received \$3,446,258)</b>		
<b>(0.7)%</b>		(2,733,943)
<b>Total Investments, Net of TBA Sale</b>		
<b>Commitments</b>		
<b>and Options Written 144.6%</b>		594,817,659
<b>Liabilities in Excess of Other Assets</b>		
<b>(44.6)%</b>		(183,617,467)
<b>Net Assets 100.0%</b>		\$ 411,200,192

#### Notes to Schedule of Investments

- Security exempt from registration pursuant to Rule 144A under the Securities Act of 1933, as amended. These securities may be resold in transactions exempt from registration to qualified institutional investors.
- Variable rate security. Rate shown is as of report date.
- When-issued security. Unsettled when-issued transactions were as follows:

<b>Counterparty</b>	<b>— Value</b>
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		<b>Unrealized Depreciation</b>
Deutsche Bank Securities, Inc.	\$487,800	
JPMorgan Chase & Co.	\$493,750	
JPMorgan Chase & Co.	\$486,500	
Citigroup Global Markets	\$443,887	\$(1,113)
Bank of New York Mellon	\$477,500	
Goldman Sachs & Co.	\$490,510	
See Notes to Financial Statements.		

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## BlackRock Core Bond Trust (BHK)

## Schedule of Investments (continued)

- (d) Non-income producing security.
- (e) All or a portion of security has been pledged as collateral in connection with open reverse repurchase agreements.
- (f) Convertible security.
- (g) Represents a step-up bond that pays an initial coupon rate for the first period and then a higher coupon rate for the following periods. Rate shown is as of report date.
- (h) Issuer filed for bankruptcy and/or is in default of principal and/or interest payments.
- (i) Represents a payment-in-kind security which may pay interest/dividends in additional par/shares.
- (j) Security is perpetual in nature and has no stated maturity date.
- (k) Represents a zero-coupon bond. Rate shown reflects the current yield as of report date.
- (l) All or a portion of security has been pledged as collateral in connection with open financial futures contracts.
- (m) Represents or includes a TBA transaction. Unsettled TBA transactions as of February 28, 2013 were as follows:

Counterparty	Value	Unrealized Appreciation (Depreciation)
Goldman Sachs Group, Inc.	\$16,875,594	\$53,484
Deutsche Bank AG	\$ (22,313)	\$ (984)

- (n) Warrants entitle the Trust to purchase a predetermined number of shares of common stock and are non-income producing. The purchase price and number of shares are subject to adjustment under certain conditions until the expiration date of the warrants, if any.
- (o) Investments in issuers considered to be an affiliate of the Trust during the six months ended February 28, 2013, for purposes of Section 2(a)(3) of the 1940 Act, were as follows:

Affiliate	Shares Held at August 31, 2012	Net Activity	Shares Held at February 28, 2013	Income	Realized Gain
BlackRock Liquidity Funds, TempFund, Institutional Class	534,025	2,143,100	2,677,125	\$ 1,715	\$ 72

- (p) Represents the current yield as of report date.  
For Trust compliance purposes, the Trust's industry classifications refer to any one or more of the industry sub-classifications used by one or more widely recognized market indexes or ratings group indexes, and/or as defined by Trust management. These definitions may not apply for purposes of this report, which may combine such industry sub-classifications for reporting ease.  
Reverse repurchase agreements outstanding as of February 28, 2013 were as follows:

Counterparty	— Interest Rate	— Trade Date	— Maturity Date	Face Value	Face Value Including Accrued
	—	—	—		

			<u>Interest</u>
BNP Paribas Securities Corp.	0.18% <del>5</del> /09/12Open	\$ 1,039,000	\$ 1,040,538
BNP Paribas Securities Corp.	0.19% <del>5</del> /09/12Open	367,950	368,525
BNP Paribas Securities Corp.	0.17% <del>7</del> /18/12Open	7,051,500	7,059,025
Barclays Capital, Inc.	0.35% <del>8</del> /09/12Open	4,342,543	4,351,156
Barclays Capital, Inc.	0.35% <del>8</del> /21/12Open	5,635,800	5,640,049
BNP Paribas Securities Corp.	0.11% <del>8</del> /21/12Open	2,791,425	2,793,063
Credit Suisse Securities (USA) LLC	0.25% <del>9</del> /06/12Open	1,903,605	1,905,932
Barclays Capital, Inc.	0.35% <del>9</del> /18/12Open	3,346,988	3,352,324
Deutsche Bank Securities	(0.63)% <del>10</del> /24/12Open	345,482	344,715
Bank of America Merrill Lynch	0.21% <del>12</del> /10/12Open	15,392,700	15,399,973
Bank of America Merrill Lynch	0.24% <del>12</del> /10/12Open	2,309,750	2,310,997
Credit Suisse Securities (USA) LLC	0.37% <del>12</del> /17/12Open	19,400,364	19,415,117
BNP Paribas Securities Corp.	0.35% <del>1</del> /11/13Open	4,741,000	4,743,259
Credit Suisse Securities (USA) LLC	0.35% <del>1</del> /14/13Open	2,166,425	2,167,394
UBS Securities LLC	(0.50)% <del>1</del> /15/13Open	496,600	496,290
UBS Securities LLC	(0.25)% <del>1</del> /15/13Open	484,487	484,336
UBS Securities LLC	0.28% <del>1</del> /15/13Open	3,529,338	3,530,573
UBS Securities LLC	0.32% <del>1</del> /15/13Open	16,979,175	16,985,966
UBS Securities LLC	0.33% <del>1</del> /15/13Open	2,483,125	2,484,150
UBS Securities LLC	0.34% <del>1</del> /15/13Open	20,680,084	20,688,874
UBS Securities LLC	0.35% <del>1</del> /15/13Open	941,250	941,662
BNP Paribas Securities Corp.	0.35% <del>1</del> /22/13Open	2,126,000	2,126,785
Credit Suisse Securities (USA) LLC	0.35% <del>2</del> /01/13Open	3,673,140	3,674,140
Deutsche Bank Securities, Inc.	(0.75)% <del>2</del> /06/13Open	257,040	256,917
Credit Suisse Securities (USA) LLC	0.20% <del>2</del> /07/13Open	2,418,000	2,418,148
Credit Suisse Securities (USA) LLC	0.22% <del>2</del> /07/13Open	2,949,638	2,949,854
Deutsche Bank Securities, Inc.	0.17% <del>2</del> /07/13Open	2,194,387	2,194,589
Deutsche Bank Securities, Inc.	0.23% <del>2</del> /07/13Open	6,155,488	6,156,089
Bank of America Merrill Lynch	0.20% <del>2</del> /07/13Open	8,032,500	8,033,236
UBS Securities LLC	0.34% <del>2</del> /07/13Open	1,737,375	1,737,736
BNP Paribas Securities Corp.	0.32% <del>2</del> /08/13Open	2,473,000	2,473,461

See Notes to Financial Statements.

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## BlackRock Core Bond Trust (BHK)

## Schedule of Investments (continued)

Reverse repurchase agreements outstanding as of February 28, 2013 were as follows (concluded):

Counterparty	Interest Rate	Start Date	Maturity Date	Face Value	Face Value Including Accrued Interest
HSBC Holdings Plc	0.27%	2/11/13	3/12/13	\$ 20,276,909	\$ 20,279,647
BNP Paribas Securities Corp.	0.20%	2/14/13	Open	9,942,413	9,943,034
BNP Paribas Securities Corp.	0.33%	2/14/13	Open	1,020,000	1,020,140
Barclays Capital, Inc.	(0.50)%	2/28/13	Open	371,377	371,372
BNP Paribas Securities Corp.	0.34%	2/28/13	Open	3,378,000	3,378,032
<b>Total</b>				<b>\$183,433,858</b>	<b>\$183,517,098</b>

Financial futures contracts as of February 28, 2013 were as follows:

Contracts Purchased (1)	Issue	Exchange	Expiration	Notional Value	Unrealized Appreciation (Depreciation)
	5-Year US Treasury Note	Chicago Board of Trade	June 2013	USD 6,199,219	\$11,842
	30-Year US Treasury Bond	Chicago Board of Trade	June 2013	USD 57,368,719	21,143
	Ultra Long US Treasury Bond	Chicago Board of Trade	June 2013	USD 6,320,000	(35,585)
	90-Day Euro-Dollar	Chicago Mercantile	March 2015	USD 74,538,750	28,703
	90-Day Euro-Dollar	Chicago Mercantile	March 2016	USD 86,320,787	25,076
	90-Day Euro-Dollar	Chicago Mercantile	March 2013	USD 3,738,938	(6,038)
	2-Year US Treasury Note	Chicago Board of Trade	June 2013	USD 12,125,781	(6,426)
	10-Year US Treasury Note	Chicago Board of Trade	June 2013	USD 79,980,500	(282,000)
	90-Day Euro-Dollar	Chicago Mercantile	June 2013	USD 2,990,700	(3,780)
	90-Day Euro-Dollar	Chicago Mercantile	September 2013	USD 2,990,100	(7,059)
	90-Day Euro-Dollar	Chicago Mercantile	December 2013	USD 3,985,800	(13,342)
	90-Day Euro-Dollar	Chicago Mercantile	March 2014	USD 2,988,600	(9,354)
	90-Day Euro-Dollar	Chicago Mercantile	June 2014	USD 2,240,550	(5,348)
	90-Day Euro-Dollar	Chicago Mercantile	September 2014	USD 2,239,425	(8,900)
	90-Day Euro-Dollar	Chicago Mercantile	December 2014	USD 2,237,850	(9,848)
	90-Day Euro-Dollar	Chicago Mercantile	June 2015	USD 9,930,000	(51,783)
	90-Day Euro-Dollar	Chicago Mercantile	September 2015	USD 69,688,000	(29,294)
	90-Day Euro-Dollar	Chicago Mercantile	December 2015	USD 9,907,500	(63,610)
	90-Day Euro-Dollar	Chicago Mercantile	September 2016	USD 86,037,225	(2,617)
					\$ (448,220)

Foreign currency exchange contracts as of February 28, 2013 were as follows:

Currency Purchased	-Currency Sold	Counterparty	Settlement Date	Unrealized Appreciation (Depreciation)
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GBP	421,000	USD	662,122	Royal Bank of Scotland Group Plc	4/17/13	\$ (23,595)
USD	803,177	EUR	610,000	BNP Paribas SA	4/17/13	6,541
USD	1,465,115	GBP	960,000	BNP Paribas SA	4/17/13	9,091
USD	425,257	GBP	268,237	Citigroup, Inc.	4/17/13	18,424
USD	159,501	GBP	99,323	Credit Suisse Group AG	4/17/13	8,858
USD	642,575	GBP	400,147	Credit Suisse Group AG	4/17/13	35,675
USD	111,188	GBP	69,600	Credit Suisse Group AG	4/17/13	5,626
USD	5,898,999	GBP	3,654,000	Deutsche Bank AG	4/17/13	357,008
USD	473,431	GBP	302,366	Deutsche Bank AG	4/17/13	14,836
USD	2,071,135	GBP	1,353,000	Deutsche Bank AG	4/17/13	19,051
USD	7,400,705	EUR	5,554,000	Citigroup, Inc.	4/23/13	147,073
<b>Total</b>						\$ 598,588

See Notes to Financial Statements.

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## BlackRock Core Bond Trust (BHK)

## Schedule of Investments (continued)

Over-the-counter interest rate swaptions purchased as of February 28, 2013 were as follows:

	Counterparty	Put/ Call	Exercise Rate	Pay/Receive Exercise Rate	Floating Rate Index	Expiration Date	Notional Amount (000)	Ma Va
Interest Rate Swap	Citigroup, Inc.	Call	1.20%	Receive	3-month LIBOR	7/08/13	USD 11,700	\$
Interest Rate Swap	Deutsche Bank AG	Call	1.30%	Receive	3-month LIBOR	8/21/13	USD 9,900	
Interest Rate Swap	JPMorgan Chase & Co.	Call	1.39%	Receive	3-month LIBOR	10/06/14	USD 21,700	
Interest Rate Swap	JPMorgan Chase & Co.	Put	3.75%	Pay	3-month LIBOR	6/03/13	USD 2,400	
Interest Rate Swap	Citigroup, Inc.	Put	1.70%	Pay	3-month LIBOR	7/08/13	USD 16,700	
Interest Rate Swap	Deutsche Bank AG	Put	1.80%	Pay	3-month LIBOR	8/21/13	USD 13,200	
Interest Rate Swap	Deutsche Bank AG	Put	3.15%	Pay	3-month LIBOR	1/25/16	USD 2,500	
Interest Rate Swap	Deutsche Bank AG	Put	3.75%	Pay	3-month LIBOR	2/16/16	USD 9,300	
Interest Rate Swap	Deutsche Bank AG	Put	3.50%	Pay	3-month LIBOR	2/22/16	USD 10,000	
Interest Rate Swap	Deutsche Bank AG	Put	4.50%	Pay	3-month LIBOR	3/16/17	USD 6,300	\$

Over-the-counter interest rate swaptions written as of February 28, 2013 were as follows:

	Counterparty	Put/ Call	Exercise Rate	Pay/Receive Exercise Rate	Floating Rate Index	Expiration Date	Notional Amount (000)	Marke Value
Interest Rate Swap	Morgan Stanley	Call	1.45%	Pay	3-month LIBOR	4/05/13	USD 10,000	\$(45,8
Interest Rate Swap	Citigroup, Inc.	Call	1.45%	Pay	3-month LIBOR	7/08/13	USD 11,700	(74,3
Interest Rate Swap	Deutsche Bank AG	Call	1.55%	Pay	3-month LIBOR	8/21/13	USD 9,900	(98,3
Interest Rate Swap	JPMorgan Chase & Co.	Call	2.06%	Pay	3-month LIBOR	4/09/14	USD 16,100	(601
Interest Rate Swap	BNP Paribas SA	Call	1.15%	Pay	3-month LIBOR	6/09/14	USD 30,300	(207
Interest Rate Swap	JPMorgan Chase & Co.	Call	1.00%	Pay	3-month LIBOR	7/11/14	USD 15,500	(65,9
Interest Rate Swap	JPMorgan Chase & Co.	Call	1.48%	Pay	3-month LIBOR	7/31/14	USD 10,000	(140
Interest Rate Swap	Deutsche Bank AG	Call	1.00%	Pay	3-month LIBOR	8/01/14	USD 9,700	(41,3
Interest Rate Swap	Goldman Sachs Group, Inc.	Call	1.25%	Pay	3-month LIBOR	2/04/15	USD 6,200	(47,3
Interest Rate Swap	Citigroup, Inc.	Put	1.95%	Receive	3-month LIBOR	7/08/13	USD 16,700	(48,7
Interest Rate Swap	Deutsche Bank AG	Put	2.05%	Receive	3-month LIBOR	8/21/13	USD 13,200	(50,7
Interest Rate Swap	JPMorgan Chase & Co.	Put	2.06%	Receive	3-month LIBOR	4/09/14	USD 16,100	(85,2
Interest Rate Swap	BNP Paribas SA	Put	2.15%	Receive	3-month LIBOR	6/09/14	USD 30,300	(193

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Interest Rate Swap	JPMorgan Chase & Co.	Put	2.00%	Receive	3-month LIBOR	7/11/14	USD	15,500	(136)
Interest Rate Swap	JPMorgan Chase & Co.	Put	1.48%	Receive	3-month LIBOR	7/31/14	USD	10,000	(176)
Interest Rate Swap	Deutsche Bank AG	Put	2.00%	Receive	3-month LIBOR	8/01/14	USD	9,700	(92,6)
Interest Rate Swap	JPMorgan Chase & Co.	Put	2.39%	Receive	3-month LIBOR	10/06/14	USD	21,700	(402)
Interest Rate Swap	Goldman Sachs Group, Inc.	Put	2.25%	Receive	3-month LIBOR	2/04/15	USD	6,200	(82,4)
Interest Rate Swap	Deutsche Bank AG	Put	6.00%	Receive	3-month LIBOR	3/16/17	USD	12,600	(143)
									\$ (2,73)

Credit default swaps buy protection outstanding as of February 28, 2013 were as follows:

Issuer	Pay Fixed Rate	Counterparty	Expiration Date	Notional Amount (000)	Unrealized Depreciation
Canadian Group, Inc.	5.00%	Citigroup, Inc.	6/20/15	USD 1,400	\$(83,197)
The New York Times Co.	1.00%	Barclays Plc	12/20/16	USD 1,800	(40,920)
Australia & New Zealand Banking Group Ltd.	1.00%	Deutsche Bank AG	9/20/17	USD 1	(17)
Westpac Banking Corp.	1.00%	Deutsche Bank AG	9/20/17	USD 1	(17)
<b>Total</b>					<b>\$ (124,151)</b>

See Notes to Financial Statements.

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## BlackRock Core Bond Trust (BHK)

## Schedule of Investments (continued)

Credit default swaps sold protection outstanding as of February 28, 2013 were as follows:

	Receive Fixed Rate	Counterparty	Expiration Date	Credit Rating <sup>1</sup>	Notional Amount (000) <sup>2</sup>	Un- Ap
	1.00%	Credit Suisse Group AG	9/20/16	A-	USD 535	\$
	1.00%	Deutsche Bank AG	9/20/16	A-	USD 730	
	1.00%	Goldman Sachs Group, Inc.	9/20/16	A-	USD 500	
	1.00%	Morgan Stanley	9/20/16	A-	USD 900	
	1.00%	Morgan Stanley	9/20/16	A-	USD 275	
	1.00%	Citigroup, Inc.	12/20/16	A-	USD 298	
	1.00%	Citigroup, Inc.	12/20/16	A-	USD 285	
North America AAA Index Series 3	0.08%	Morgan Stanley	12/13/49	AA	USD 525	
North America AAA Index Series 4	0.35%	Morgan Stanley	2/17/51	A	USD 525	

<sup>1</sup> Using S&P's rating of the issuer or the underlying securities of the index, as applicable.

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

Interest rate swaps outstanding as of February 28, 2013 were as follows:

Fixed Rate	Floating Rate	Counterparty	Expiration Date	Notional Amount (000)	Unrealized Appreciation (Depreciation)
0.39% <sup>3</sup>	3-month LIBOR	JPMorgan Chase & Co.	11/29/14	USD 50,000	\$(18,750 )
0.40% <sup>3</sup>	3-month LIBOR	Goldman Sachs Group, Inc.	12/27/14	USD 30,000	(12,195 )
0.66% <sup>4</sup>	6-month EURIBOR	Deutsche Bank AG	2/05/15	EUR 5,000	22,054
1.18% <sup>3</sup>	3-month LIBOR	JPMorgan Chase & Co.	10/05/19	USD 15,800	147,065
1.48% <sup>4</sup>	3-month LIBOR	Deutsche Bank AG	2/25/20	USD 4,600	20,806
1.41% <sup>4</sup>	3-month LIBOR	Bank of America Corp.	2/28/20	USD 5,800	(2,290 )
1.41% <sup>4</sup>	3-month LIBOR	JPMorgan Chase & Co.	3/01/20	USD 2,400	(1,056 )
1.41% <sup>4</sup>	3-month LIBOR	JPMorgan Chase & Co.	3/04/20	USD 18,000	(11,750 )
1.89% <sup>3</sup>	3-month LIBOR	JPMorgan Chase & Co.	10/08/21	USD 11,900	146,395
1.89% <sup>4</sup>	6-month EURIBOR	Citigroup, Inc.	6/27/22	EUR 1,800	46,955
1.90% <sup>3</sup>	3-month LIBOR	Royal Bank of Scotland Group Plc	1/28/23	USD 400	2,298
1.72% <sup>4</sup>	6-month EURIBOR	Deutsche Bank AG	1/28/23	EUR 1,200	(2,872 )
1.97% <sup>4</sup>	3-month LIBOR	Deutsche Bank AG	1/29/23	USD 1,000	736
2.08% <sup>4</sup>	3-month LIBOR	Deutsche Bank AG	2/19/23	USD 2,800	28,509
2.06% <sup>4</sup>	3-month LIBOR	Deutsche Bank AG	2/25/23	USD 3,400	27,406
2.58% <sup>3</sup>	6-month EURIBOR	Deutsche Bank AG	11/11/41	EUR 350	(17,925 )
2.68% <sup>3</sup>	6-month EURIBOR	Deutsche Bank AG	11/18/41	EUR 745	(58,915 )
3.07% <sup>3</sup>	3-month LIBOR	Barclays Plc	3/21/42	USD 4,000	(106,193 )
2.15% <sup>3</sup>	6-month EURIBOR	Citigroup, Inc.	6/27/42	EUR 770	48,886
2.49% <sup>3</sup>	3-month LIBOR	Deutsche Bank AG	7/05/42	USD 2,900	272,061
2.52% <sup>3</sup>	3-month LIBOR	Citigroup, Inc.	9/04/42	USD 1,600	139,724

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2.49% <sup>3</sup>	6-month EURIBOR	Citigroup, Inc.	1/15/43	EUR	500	(13,085 )
3.05% <sup>3</sup>	3-month LIBOR	Deutsche Bank AG	2/07/43	USD	4,800	(97,771 )
2.95% <sup>3</sup>	3-month LIBOR	JPMorgan Chase & Co.	3/04/43	USD	2,600	1,070
<b>Total</b>						<b>\$ 561,163</b>

3 Trust pays the fixed rate and receives the floating rate.

4 Trust pays the floating rate and receives the fixed rate.

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

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

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

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

The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3. The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the level in the fair value hierarchy within which the fair value measurement falls in its entirety is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

See Notes to Financial Statements.

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## BlackRock Core Bond Trust (BHK)

## Schedule of Investments (continued)

Changes in valuation techniques may result in transfers into or out of an assigned level within the disclosure hierarchy. In accordance with the Trust's policy, transfers between different levels of the fair value disclosure hierarchy are deemed to have occurred as of the beginning of the reporting period. The categorization of a value determined for investments and derivative financial instruments is based on the pricing transparency of the investment and derivative financial instrument and is not necessarily an indication of the risks associated with investing in those securities. For information about the Trust'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 Trust's investments and derivative financial instruments categorized in the disclosure hierarchy as of February 28, 2013:

	Level 1	Level 2	Level 3	Total
<b>Assets:</b>				
Investments:				
Long-Term				
Investments:				
Asset-Backed				
Securities		\$ 26,235,503	\$ 7,728,225	\$ 33,963,728
Common Stocks			146,201	146,201
Corporate Bonds		334,194,826	6,324,790	340,519,616
Foreign Agency				
Obligations		462,708		462,708
Non-Agency				
Mortgage-Backed				
Securities		65,050,718	884,032	65,934,750
Preferred Securities	\$ 4,472,414	16,201,133		20,673,547
Taxable Municipal				
Bonds		14,913,700		14,913,700
US Government				
Sponsored Agency				
Securities		75,405,664		75,405,664
US Treasury				
Obligations		50,230,028		50,230,028
Short-Term Securities	2,677,125			2,677,125
Options Purchased:				
Interest Rate				
Contracts		1,321,160		1,321,160
<b>Liabilities:</b>				
Investments:				
TBA Sale				
Commitments		(8,696,625)		(8,696,625)
<b>Total</b>	\$ 7,149,539	\$ 575,318,815	\$ 15,083,248	\$ 597,551,602

Derivative financial instruments are swaps, financial futures contracts, foreign currency exchange contracts and options written. Swaps, financial futures contracts and foreign currency exchange contracts are valued at the unrealized appreciation/depreciation on the instrument and options written are shown at value.

Certain of the Trust's assets and liabilities are held at carrying amount or face value, which approximates fair value for financial statement purposes. As of February 28, 2013, such assets and liabilities are categorized within the disclosure

hierarchy as follows:

	Level 1	Level 2	Level 3	Total
<b>Assets:</b>				
Cash	\$ 60,313			\$ 60,313
Foreign currency at value	159,393			159,393
Cash pledged as collateral for financial futures contracts	882,000			882,000
Cash pledged as collateral for reverse repurchase agreements	1,615,619			1,615,619
Cash pledged as collateral for swaps	3,210,000			3,210,000
<b>Liabilities:</b>				
Reverse repurchase agreements		\$(183,433,858)		(183,433,858)
Cash received as collateral for swaps		(1,100,000)		(1,100,000)
<b>Total</b>	<b>\$ 5,927,325</b>	<b>\$(184,533,858)</b>		<b>\$(178,606,533)</b>

There were no transfers between Level 1 and Level 2 during the six months ended February 28, 2013.

See Notes to Financial Statements.

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## BlackRock Core Bond Trust (BHK)

## Schedule of Investments (concluded)

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

	Asset-Backed Securities	Common Stocks	Corporate Bonds	Non-Agency Mortgage-Backed Securities	Total
<b>Assets:</b>					
Opening Balance, as of August 31, 2012	\$1,505,315	\$ 1	\$ 5,224,808	\$ 511,457	\$ 7,241,581
Transfers into Level 3 <sup>1</sup>			4,712,948		4,712,948
Transfers out of Level 3 <sup>2</sup>	(365,529)				(365,529)
Accrued discounts/premiums	(212,482)		(11,673)	2,052	(222,103)
Net realized gain (loss)	6		1,445	27,721	29,172
Net change in unrealized appreciation/depreciation <sup>3</sup>	254,004	146,200	(304,989)	7,530	102,745
Purchases	6,603,254			755,446	7,358,700
Sales	(56,343)		(3,297,749)	(420,174)	(3,774,266)
<b>Closing Balance, as of February 28, 2013</b>	<b>\$7,728,225</b>	<b>\$146,201</b>	<b>\$ 6,324,790</b>	<b>\$ 884,032</b>	<b>\$15,083,248</b>

As of August 31, 2012, the Trust used observable inputs in determining the value of certain investments. As of February 28, 2013, the Trust used significant unobservable inputs in determining the value of the same investments.

<sup>1</sup> As a result, investments with a beginning of period value of \$4,712,948 transferred from Level 2 to Level 3 in the disclosure hierarchy.

As of August 31, 2012, the Trust used significant unobservable inputs in determining the value of certain investments. As of February 28, 2013, the Trust used observable inputs in determining the value of the same investments. As a result, investments with a beginning of period value of \$365,529 transferred from Level 3 to Level 2 in the disclosure hierarchy.

<sup>3</sup> Included in the related net change in unrealized appreciation/depreciation in the Statements of Operations. The change in unrealized appreciation/depreciation on investments still held as of February 28, 2013 was \$365,574.

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

See Notes to Financial Statements.

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Consolidated Schedule of Investments  
February 28, 2013 (Unaudited)

**BlackRock Corporate High Yield Fund V, Inc. (HYV)**  
**(Percentages shown are based on Net Assets)**

	Shares	Value
<b>Common Stocks</b>		
<b>Auto Components 0.5%</b>		
Dana Holding Corp.	91,707	\$ 1,534,258
Delphi Automotive Plc	13,100	543,998
		2,078,256
<b>Biotechnology 0.0%</b>		
Ironwood Pharmaceuticals, Inc. (a)	10,590	158,109
<b>Capital Markets 1.7%</b>		
American Capital Ltd. (a)	412,530	5,767,169
E*Trade Financial Corp. (a)	109,400	1,171,674
Uranium Participation Corp. (a)	53,140	275,169
		7,214,012
<b>Chemicals 0.5%</b>		
ADA-ES, Inc. (a)	2,690	71,473
CF Industries Holdings, Inc.	5,300	1,064,399
Huntsman Corp.	51,100	880,453
		2,016,325
<b>Commercial Banks 0.6%</b>		
CIT Group, Inc. (a)	57,665	2,413,857
<b>Communications Equipment 0.3%</b>		
Loral Space & Communications Ltd.	19,132	1,114,248
<b>Diversified Financial Services 0.7%</b>		
Bank of America Corp.	35,400	397,542
Kcad Holdings I Ltd. (a)	422,854,200	2,854,266
		3,251,808
<b>Diversified Telecommunication Services 0.2%</b>		
Broadview Networks Holdings, Inc. (a)	49,725	332,660
Level 3 Communications, Inc. (a)	33,620	671,728
		1,004,388
<b>Electrical Equipment 0.0%</b>		
Medis Technologies Ltd. (a)	109,685	1
<b>Energy Equipment &amp; Services 0.9%</b>		
Laricina Energy Ltd. (a)	70,588	2,395,714
Osum Oil Sands Corp. (a)	120,000	1,585,454
		3,981,168
<b>Hotels, Restaurants &amp; Leisure 0.2%</b>		
Caesars Entertainment Corp. (a)	59,623	745,288
Travelport LLC (a)	113,632	1,136
		746,424
<b>Insurance 1.0%</b>		
American International Group, Inc. (a)	117,041	4,448,728

**Media 1.3%**

Belo Corp., Class A	32,921	284,438
Charter Communications, Inc., Class A (a)	63,429	5,479,631
Clear Channel Outdoor Holdings, Inc., Class A (a)	14,202	107,935
		5,872,004

**Metals & Mining 0.1%**

African Minerals Ltd. (a)	65,551	280,079
Peninsula Energy Ltd. (a)	11,250,902	375,911
		655,990

**Oil, Gas & Consumable Fuels****0.0%**

African Petroleum Corp. Ltd. (a)	294,600	57,175
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**Paper & Forest Products 1.0%**

Ainsworth Lumber Co. Ltd. (a)	728,451	2,309,852
Ainsworth Lumber Co. Ltd. (a)(b)	208,741	659,875
NewPage Corp. (a)	12,520	1,064,200
Western Forest Products, Inc. (a)	74,889	95,483
Western Forest Products, Inc. (a)	74,936	90,831
		4,220,241

**Semiconductors & Semiconductor Equipment 0.3%**

Freescale Semiconductor Ltd. (a)	6,695	103,304
NXP Semiconductors NV (a)	14,053	454,193
Spansion, Inc., Class A (a)	58,263	685,173

**Common Stocks****Semiconductors & Semiconductor Equipment (concluded)**

	Par (000)	Value
SunPower Corp. (a)	200	\$ 2,348
		1,245,018

**Software 0.1%**

Bankruptcy Management Solutions, Inc. (a)	737	7
HMH Holdings/EduMedia (a)	30,127	552,312
		552,319
<b>Total Common Stocks 9.4%</b>		<b>41,030,071</b>

**Corporate Bonds****Aerospace & Defense 1.0%**

	Par (000)	
Bombardier, Inc., 4.25%, 1/15/16 (b)	900	933,750
Huntington Ingalls Industries, Inc.: 6.88%, 3/15/18	240	261,450
7.13%, 3/15/21	375	408,750
Kratos Defense & Security Solutions, Inc., 10.00%, 6/01/17	1,244	1,373,065
Meccanica Holdings USA, Inc., 6.25%, 7/15/19 (b)	690	709,030
Spirit Aerosystems, Inc., 7.50%, 10/01/17	498	527,880
		4,213,925

**Air Freight & Logistics 0.4%**

National Air Cargo Group, Inc.:

Series 1, 12.38%, 9/02/15	822	826,775
Series 2, 12.38%, 8/16/15	833	837,101
		1,663,876

**Airlines 1.7%**

American Airlines Pass-Through Trust,

Series 2011-2, Class A, 8.63%, 4/15/23	999	1,039,334
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Continental Airlines Pass-Through Trust:

Series 1997-4, Class B, 6.90%, 7/02/18	34	33,989
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Series 2010-1, Class B, 6.00%, 7/12/20	571	588,248
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Series 2012-3, Class C, 6.13%, 4/29/18	1,370	1,366,575
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Delta Air Lines Pass-Through Trust:

Series 2002-1, Class G-1, 6.72%, 7/02/24	867	959,763
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Series 2009-1, Class B, 9.75%, 6/17/18	257	285,173
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Series 2010-1, Class B, 6.38%, 7/02/17	800	834,000
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US Airways Pass-Through Trust:

Series 2011-1, Class C, 10.88%, 10/22/14	837	883,006
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Series 2012-1, Class C, 9.13%, 10/01/15	622	665,540
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Series 2012-2, Class B, 6.75%, 12/03/22	600	627,000
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7,282,628

**Auto Components 2.0%**

Continental Rubber of America Corp.,

4.50%, 9/15/19 (b)	300	306,000
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Dana Holding Corp., 6.75%, 2/15/21	660	
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