

HESS CORP  
Form 10-Q  
May 08, 2009

**Table of Contents**

**UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, D.C. 20549**

**Form 10-Q**

**QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES  
EXCHANGE ACT OF 1934**

**For the quarter ended *March 31, 2009***

**or**

**TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES  
EXCHANGE ACT OF 1934**

**For the transition period from \_\_\_\_\_ to \_\_\_\_\_**

**Commission File Number 1-1204**

**HESS CORPORATION**

(Exact Name of Registrant as Specified in Its Charter)

**DELAWARE**

(State or Other Jurisdiction of Incorporation or Organization)

**13-4921002**

(I.R.S. Employer Identification Number)

**1185 AVENUE OF THE AMERICAS, NEW YORK, N.Y.**

(Address of Principal Executive Offices)

**10036**

(Zip Code)

(Registrant's Telephone Number, Including Area Code is (212) 997-8500)

Indicate by check mark whether the registrant: (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes  No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes  No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of large accelerated filer, accelerated filer and smaller reporting company in Rule 12b-2 of the Exchange Act.

Large Accelerated Filer  Accelerated Filer  Non-Accelerated Filer  Smaller Reporting Company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).

Yes  No

At March 31, 2009, there were 327,038,143 shares of Common Stock outstanding.

**TABLE OF CONTENTS**

	<b>Page</b>
<b><u>PART I FINANCIAL INFORMATION</u></b>	
<u>Item 1. Financial Statements</u>	1
<u>Item 2. Management's Discussion and Analysis of Results of Operations and Financial Condition</u>	12
<u>Item 3. Quantitative and Qualitative Disclosures about Market Risk</u>	23
<u>Item 4. Controls and Procedures</u>	23
<b><u>PART II OTHER INFORMATION</u></b>	
<u>Item 1. Legal Proceedings</u>	24
<u>Item 6. Exhibits and Reports on Form 8-K</u>	24
<b><u>SIGNATURES</u></b>	25
<u>EX-10.1</u>	
<u>EX-31.1</u>	
<u>EX-31.2</u>	
<u>EX-32.1</u>	
<u>EX-32.2</u>	

---

Table of ContentsPART I FINANCIAL INFORMATION

## Item 1. Financial Statements.

**HESS CORPORATION AND CONSOLIDATED SUBSIDIARIES**  
**STATEMENT OF CONSOLIDATED INCOME (UNAUDITED)**  
(In millions, except per share data)

	<b>Three Months Ended March 31,</b>	
	<b>2009</b>	<b>2008</b>
<b>REVENUES AND NON-OPERATING INCOME</b>		
Sales (excluding excise taxes) and other operating revenues	<b>\$ 6,915</b>	\$ 10,647
Equity in income (loss) of HOVENSA L.L.C.	<b>(41)</b>	(10)
Other, net	<b>(2)</b>	63
Total revenues and non-operating income	<b>6,872</b>	10,700
<b>COSTS AND EXPENSES</b>		
Cost of products sold (excluding items shown separately below)	<b>5,182</b>	7,705
Production expenses	<b>409</b>	424
Marketing expenses	<b>257</b>	233
Exploration expenses, including dry holes and lease impairment	<b>193</b>	152
Other operating expenses	<b>48</b>	45
General and administrative expenses	<b>160</b>	152
Interest expense	<b>77</b>	67
Depreciation, depletion and amortization	<b>486</b>	452
Total costs and expenses	<b>6,812</b>	9,230
<b>INCOME BEFORE INCOME TAXES</b>		
Provision for income taxes	<b>60</b>	1,470
	<b>77</b>	718
<b>NET INCOME (LOSS)</b>		
Less: Net income (loss) attributable to noncontrolling interests	<b>(17)</b>	752
	<b>42</b>	(7)
<b>NET INCOME (LOSS) ATTRIBUTABLE TO HESS CORPORATION</b>	<b>\$ (59)</b>	\$ 759
<b>NET INCOME (LOSS) PER SHARE ATTRIBUTABLE TO HESS CORPORATION</b>		
<b>BASIC</b>	<b>\$ (.18)</b>	\$ 2.39
<b>DILUTED</b>	<b>(.18)</b>	2.34
<b>WEIGHTED AVERAGE NUMBER OF COMMON SHARES OUTSTANDING (DILUTED)</b>		
	<b>323.4</b>	323.8
<b>COMMON STOCK DIVIDENDS PER SHARE</b>	<b>\$ .10</b>	\$ .10

See accompanying notes to consolidated financial statements.

**Table of Contents**

**PART I FINANCIAL INFORMATION (CONT. D.)**  
**HESS CORPORATION AND CONSOLIDATED SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEET (UNAUDITED)**  
(In millions of dollars, thousands of shares)

	March 31, 2009	December 31, 2008
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 1,157	\$ 908
Accounts receivable	3,899	4,297
Inventories	1,102	1,308
Other current assets	979	819
Total current assets	7,137	7,332
<b>INVESTMENTS IN AFFILIATES</b>		
HOVENSA L.L.C.	878	919
Other	206	208
Total investments in affiliates	1,084	1,127
<b>PROPERTY, PLANT AND EQUIPMENT</b>		
Total at cost	27,690	27,437
Less reserves for depreciation, depletion, amortization and lease impairment	11,334	11,166
Property, plant and equipment net	16,356	16,271
<b>GOODWILL</b>	1,225	1,225
<b>DEFERRED INCOME TAXES</b>	2,298	2,292
<b>OTHER ASSETS</b>	333	342
<b>TOTAL ASSETS</b>	<b>\$ 28,433</b>	<b>\$ 28,589</b>
<b>LIABILITIES AND EQUITY</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable	\$ 5,089	\$ 5,045
Accrued liabilities	1,616	1,905
Taxes payable	604	637
Current maturities of long-term debt	135	143
Total current liabilities	7,444	7,730
<b>LONG-TERM DEBT</b>	4,193	3,812
<b>DEFERRED INCOME TAXES</b>	2,286	2,241

<b>ASSET RETIREMENT OBLIGATIONS</b>	<b>1,158</b>	1,164
<b>OTHER LIABILITIES</b>	<b>1,221</b>	1,251
Total liabilities	<b>16,302</b>	16,198
<b>EQUITY</b>		
Hess Corporation Stockholders' Equity		
Common stock, par value \$1.00		
Authorized 600,000 shares		
Issued 327,038 shares at March 31, 2009; 326,133 shares at December 31, 2008	<b>327</b>	326
Capital in excess of par value	<b>2,381</b>	2,347
Retained earnings	<b>11,550</b>	11,642
Accumulated other comprehensive income (loss)	<b>(2,238)</b>	(2,008)
Total Hess Corporation stockholders' equity	<b>12,020</b>	12,307
Noncontrolling interests	<b>111</b>	84
Total equity	<b>12,131</b>	12,391
<b>TOTAL LIABILITIES AND EQUITY</b>	<b>\$ 28,433</b>	\$ 28,589

See accompanying notes to consolidated financial statements.

Table of Contents

**PART I FINANCIAL INFORMATION (CONT. D.)**  
**HESS CORPORATION AND CONSOLIDATED SUBSIDIARIES**  
**STATEMENT OF CONSOLIDATED CASH FLOWS (UNAUDITED)**  
(In millions of dollars)

	<b>Three Months Ended</b>	
	<b>March 31,</b>	
	<b>2009</b>	<b>2008</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Net income (loss)	\$ (17)	\$ 752
Adjustments to reconcile net income to net cash provided by operating activities		
Depreciation, depletion and amortization	486	452
Exploratory dry hole costs and lease impairment	92	31
Benefit for deferred income taxes	(57)	(9)
Equity in (income) loss of HOVENSA L.L.C., net of distributions	41	35
Changes in other operating assets and liabilities	80	(78)
Net cash provided by operating activities	625	1,183
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Capital expenditures	(704)	(849)
Other, net	14	14
Net cash used in investing activities	(690)	(835)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Debt with maturities of greater than 90 days		
Borrowings	1,246	521
Repayments	(873)	(541)
Cash dividends paid	(65)	(64)
Employee stock options exercised and other	6	31
Net cash provided by (used in) financing activities	314	(53)
<b>NET INCREASE IN CASH AND CASH EQUIVALENTS</b>	<b>249</b>	<b>295</b>
<b>CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR</b>	<b>908</b>	<b>607</b>
<b>CASH AND CASH EQUIVALENTS AT END OF PERIOD</b>	<b>\$ 1,157</b>	<b>\$ 902</b>

See accompanying notes to consolidated financial statements.

Table of Contents

**PART I FINANCIAL INFORMATION (CONT. D.)**  
**HESS CORPORATION AND CONSOLIDATED SUBSIDIARIES**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)**

**1. Basis of Presentation**

The financial statements included in this report reflect all normal and recurring adjustments which, in the opinion of management, are necessary for a fair presentation of Hess Corporation's (the Corporation) consolidated financial position at March 31, 2009 and December 31, 2008 and the consolidated results of operations and the consolidated cash flows for the three-month periods ended March 31, 2009 and 2008. The unaudited results of operations for the interim periods reported are not necessarily indicative of results to be expected for the full year.

The financial statements were prepared in accordance with the requirements of the Securities and Exchange Commission (SEC) for interim reporting. As permitted under those rules, certain notes or other financial information that are normally required by U.S. generally accepted accounting principles (GAAP) have been condensed or omitted from these interim financial statements. These statements, therefore, should be read in conjunction with the consolidated financial statements and related notes included in the Corporation's Form 10-K for the year ended December 31, 2008.

Effective January 1, 2009, the Corporation adopted Financial Accounting Standards Board (FASB) Statement No. 160, *Noncontrolling Interests in Consolidated Financial Statements, an amendment of ARB No. 51* (FAS 160), which changes the accounting for and reporting of noncontrolling interests in a consolidated subsidiary. As required, the Corporation retrospectively applied the presentation and disclosure requirements of FAS 160. At March 31, 2009 and December 31, 2008 noncontrolling interests of \$111 million and \$84 million, respectively, have been classified as a component of equity. Previously the noncontrolling interests had been classified in other liabilities. Net income (losses) attributable to the noncontrolling interests of \$42 million for the three months ended March 31, 2009 and \$(7) million for the three months ended March 31, 2008 are included in net income. Additionally, certain amounts in the consolidated statement of cash flows and footnotes have been reclassified to conform with the presentation requirements of FAS 160.

Effective January 1, 2009, the Corporation also adopted FASB Statement No. 161, *Disclosures about Derivative Instruments and Hedging Activities*, which expands the disclosure requirements for an entity's use of derivative instruments. See Note 8, Derivative Instruments, Hedging, and Trading Activities, for these disclosures.

The Corporation adopted FASB Staff Position FAS No. 157-2, *Effective Date of FASB Statement No. 157*, effective January 1, 2009, which requires the application of the fair value measurement and disclosure provisions of FAS 157 to nonfinancial assets and nonfinancial liabilities that are measured at fair value on a nonrecurring basis. The impact of adoption was not material to the Corporation's consolidated financial statements.

**2. Inventories**

Inventories consist of the following (in millions):

	March 31, 2009	December 31, 2008
Crude oil and other charge stocks	\$ 402	\$ 383
Refined products and natural gas	721	988
Less: LIFO adjustment	(457)	(500)
	666	871
Merchandise, materials and supplies	436	437
Total inventories	\$ 1,102	\$ 1,308



**Table of Contents**

**PART I FINANCIAL INFORMATION (CONT. D.)**  
**HESS CORPORATION AND CONSOLIDATED SUBSIDIARIES**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)**

**3. Refining Joint Venture**

The Corporation accounts for its investment in HOVENSA L.L.C. (HOVENSA) using the equity method. Summarized financial information for HOVENSA follows (in millions):

	March 31, 2009	December 31, 2008
Summarized balance sheet		
Cash and short-term investments	\$ 178	\$ 75
Other current assets	552	664
Net fixed assets	2,118	2,136
Other assets	55	58
Current liabilities	(726)	(679)
Long-term debt	(356)	(356)
Deferred liabilities and credits	(108)	(104)
Partners' equity	\$ 1,713	\$ 1,794

	Three months ended March 31,	
	2009	2008
Summarized income statement		
Total sales	\$ 2,016	\$ 4,301
Cost and expenses	(2,097)	(4,319)
Net loss	\$ (81)	\$ (18)
Hess Corporation's share, before income taxes	\$ (41)	\$ (10)

During the first quarter of 2008, the Corporation received a cash distribution of \$25 million from HOVENSA.

**4. Capitalized Exploratory Well Costs**

The following table discloses the net changes in capitalized exploratory well costs pending determination of proved reserves for the three months ended March 31, 2009 (in millions):

Beginning balance at January 1	\$ 1,094
Additions to capitalized exploratory well costs pending the determination of proved reserves	156
Reclassifications to wells, facilities, and equipment based on the determination of proved reserves	(10)
Capitalized exploratory wells charged to expense	(10)
Ending balance at March 31	\$ 1,230

The preceding table excludes costs related to exploratory dry holes of \$12 million which were incurred and subsequently expensed in 2009. Capitalized exploratory well costs greater than one year old after completion of drilling were \$604 million as of March 31, 2009 and \$381 million as of December 31, 2008. This increase is related to

the Pony and Tubular Bells projects in the deepwater Gulf of Mexico, where development options are being evaluated.

**Table of Contents**

**PART I FINANCIAL INFORMATION (CONT. D.)**  
**HESS CORPORATION AND CONSOLIDATED SUBSIDIARIES**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)**

**5. Long-Term Debt**

In February 2009, the Corporation issued \$250 million of 5 year senior unsecured notes with a coupon of 7% and \$1 billion of 10 year senior unsecured notes with a coupon of 8.125%. The majority of the proceeds were used to repay revolving credit debt and outstanding borrowings on other credit facilities.

**6. Foreign Currency**

The Corporation had foreign currency gains (losses), before income taxes, of \$(3) million for the quarter ended March 31, 2009 and \$33 million for the quarter ended March 31, 2008.

**7. Retirement Plans**

Components of net periodic pension cost consisted of the following (in millions):

	Three months ended March 31,	
	2009	2008
Service cost	\$ 10	\$ 10
Interest cost	20	20
Expected return on plan assets	(15)	(20)
Amortization of net loss	14	3
Pension expense	\$ 29	\$ 13

In 2009, the Corporation expects to contribute approximately \$50 million to its pension plans. Through March 31, 2009, the Corporation had contributed \$33 million to its pension plans.

**8. Derivative Instruments, Hedging, and Trading Activities**

The Corporation utilizes derivative instruments for both non-trading and trading activities. In non-trading activities, the Corporation uses futures, forwards, options and swaps individually or in combination, to mitigate its exposure to fluctuations in prices of crude oil, natural gas, refined products and electricity, and changes in foreign currency exchange rates. In trading activities, the Corporation, principally through a consolidated partnership (in which the Corporation has a 50% voting interest), trades energy commodities and energy derivatives, including futures, forwards, options and swaps, based on expectations of future market conditions. The following information includes 100% of the trading partnership's accounts.

The Corporation maintains a control environment under the direction of its chief risk officer and through its corporate risk policy, which the Corporation's senior management has approved. Controls include volumetric, term and value-at-risk limits. Risk limits are monitored daily and exceptions are reported to business units and to senior management. The Corporation's risk management department also performs independent verifications of sources of fair values and validations of valuation models. These controls apply to all of the Corporation's non-trading and trading activities, including the consolidated trading partnership.

**Table of Contents**

**PART I FINANCIAL INFORMATION (CONT. D.)**  
**HESS CORPORATION AND CONSOLIDATED SUBSIDIARIES**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)**

The table below shows the total volume of the Corporation's trading and non-trading derivative instruments outstanding at March 31, 2009:

	<b>Volume*</b>
Commodity contracts (thousands of barrels of oil equivalent)	3,565,000
Foreign exchange contracts (thousands of dollars)	1,661,000

\* *Gross notional amounts represent both long and short positions. Gross notional amounts do not quantify risk or represent assets or liabilities of the Corporation, but are used in the calculation of cash settlements under the contracts.*

In accordance with FASB Statement No. 133, *Accounting for Derivative Instruments and Hedging Activities* (FAS 133), the Corporation records all derivative instruments on the balance sheet at fair value (see Note 9, Fair Value Measurements, for more information on how the Corporation measures fair value). The table below reflects the gross and net fair values of the Corporation's derivative instruments as of March 31, 2009 (in millions):

	<b>Accounts Receivable</b>	<b>Accounts Payable</b>
Derivative contracts designated as hedging instruments under FAS 133		
Commodity	\$ 1,140	\$ (2,039)
Derivative contracts not designated as hedging instruments under FAS 133*		
Commodity	13,975	(15,034)
Foreign exchange	13	(72)
Other	11	(17)
Total derivative contracts not designated as hedging instruments under FAS 133	13,999	(15,123)
Gross fair value of derivative contracts	15,139	(17,162)
Master netting arrangements	(12,778)	12,778
Cash collateral (received) posted	(525)	293

Net fair value of derivative contracts	\$ 1,836	\$ (4,091)
--	----------	------------

\* *Includes trading derivatives and derivatives used for risk management purposes that are not designated as hedging instruments under FAS 133.*

The Corporation generally enters into master netting arrangements to mitigate counterparty credit risk. Master netting arrangements are standardized contracts that govern all specified transactions with the same counterparty and allow the Corporation to terminate all contracts upon occurrence of certain events, such as a counterparty's default or bankruptcy. Because these arrangements provide the right of offset, and the Corporation's intent and practice is to offset amounts in the case of contract terminations, the Corporation records fair value on a net basis, in accordance with FASB Interpretation No. 39, *Offsetting of Amounts Related to Certain Contracts*.

**Non-trading activities**

**Cash Flow Hedges:** The Corporation uses commodity contracts to hedge variability of expected future cash flows and forecasted transactions (cash flow hedges). At March 31, 2009, the Corporation used cash flow hedges principally to fix the cost of supply in its energy marketing business. The length of time over which the Corporation hedges exposure to variability in future cash flows is predominantly two years or less. For contracts outstanding at March 31, 2009, the maximum length of time was five years.

The Corporation records the effective portion of changes in the fair value of cash flow hedges as a component of other comprehensive income. Amounts recorded in accumulated other comprehensive income are reclassified into cost of products sold in the same period that the hedged item is recognized in earnings. The ineffective portion of changes in the fair value of cash flow hedges is recognized immediately in cost of products sold.

**Table of Contents**

**PART I FINANCIAL INFORMATION (CONT. D.)**  
**HESS CORPORATION AND CONSOLIDATED SUBSIDIARIES**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)**

The Corporation may use futures and swaps to hedge crude oil and natural gas production in its Exploration & Production business. In October 2008, the Corporation closed its Brent crude oil cash flow hedges by entering into offsetting contracts with the same counterparty, covering 24,000 barrels per day from 2009 through 2012. As a result, the Corporation no longer accounts for these contracts as cash flow hedges under FAS 133 and all subsequent changes in the fair value of the original contracts and the offsetting positions are recorded in sales and other operating revenues. Because the underlying cash flows from the originally hedged production are still probable, the deferred losses within accumulated other comprehensive income as of the date the contracts were closed will be recorded in sales and other operating revenues as the contracts mature. There were no open hedges of crude oil or natural gas production at March 31, 2009.

At March 31, 2009, the after-tax deferred losses in accumulated other comprehensive income relating to cash flow hedges were \$1,672 million. The Corporation estimates that approximately \$720 million of this amount will be reclassified into earnings over the next twelve months. See also Note 11, Comprehensive Income, for disclosure of the impact of cash flow hedges on comprehensive income.

**Other Risk Management Derivatives:** The Corporation also mitigates certain risks by using commodity and foreign exchange contracts that it does not designate as hedges under FAS 133. The commodity contracts represent forward purchases and sales of energy marketing products. Changes in the fair value of the sales contracts are recognized immediately in sales and other operating revenues and changes in the fair value of the purchase contracts are recognized immediately in cost of products sold. The Corporation also uses foreign exchange contracts to reduce its exposure to fluctuations in foreign exchange rates. Changes in the fair value of the foreign exchange contracts are recognized immediately in other non-operating income and are intended to mitigate exposure to changes in foreign exchange rates. The table below shows the net pre-tax gains (losses) on these derivative contracts for the three months ended March 31, 2009 (in millions):

Commodity	\$ 82
Foreign exchange	(3)
Total	\$ 79

**Trading Activities**

The Corporation, principally through a consolidated partnership, trades energy commodities and derivatives based on its expectations of future market conditions. The Corporation also takes trading positions for its own account. In trading activities, the Corporation is primarily exposed to changes in crude oil, natural gas, and refined product prices. The table below summarizes the pre-tax gains (losses) recorded in sales and other operating revenues from its trading activities for the three months ended March 31, 2009 (in millions):

Commodity	\$ 111
Foreign exchange	7
Other	7
Total	\$ 125

Table of Contents

**PART I FINANCIAL INFORMATION (CONT. D.)**  
**HESS CORPORATION AND CONSOLIDATED SUBSIDIARIES**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)**

**Credit Risk**

The Corporation's financial instruments, primarily trade receivables and derivative contracts, expose it to credit risks that may at times be concentrated with certain counterparties or groups of counterparties. Trade receivables are generated from a diverse domestic and international customer base. The Corporation reduces its risk related to certain counterparties by using master netting arrangements and requiring collateral, generally cash or letters of credit. The Corporation records the cash collateral received or posted as an offset of the fair value of derivatives executed with the same counterparty.

At March 31, 2009, the Corporation had a total of \$4,449 million of outstanding letters of credit, primarily issued to satisfy collateral requirements. Certain of the Corporation's agreements also contain contingent collateral provisions that could require the Corporation to post additional collateral if the Corporation's credit rating declines. As of March 31, 2009, the net liability related to derivatives with contingent collateral provisions was approximately \$3,300 million before cash collateral posted of approximately \$40 million. At March 31, 2009, all three major credit rating agencies that rate the Corporation's debt had assigned an investment grade rating. As of March 31, 2009 if two of the three agencies were to downgrade the Corporation's rating to below investment grade, the Corporation would be required to post additional collateral of approximately \$370 million.

**9. Fair Value Measurements**

The Corporation measures fair value in accordance with the provisions of FASB Statement No. 157, *Fair Value Measurements*, (FAS 157). FAS 157 establishes a hierarchy for the inputs used to measure fair value based on the source of the input, which generally range from quoted prices for identical instruments in a principal trading market (Level 1) to estimates determined using related market data (Level 3). Multiple inputs may be used to measure fair value, however, the level of fair value for each financial asset or liability presented below is based on the lowest significant input level within this fair value hierarchy. The following table provides the fair value of the Corporation's financial assets and (liabilities) based on this hierarchy (in millions):

	Level 1	Level 2	Level 3	Collateral and counterparty netting	Balance at March 31, 2009
Supplemental pension plan investments	\$ 48	\$	\$ 11	\$	\$ 59
Derivative contracts					
Assets	371	1,557	690	(782)	1,836
Liabilities	(255)	(3,519)	(866)	550	(4,091)

The following table provides changes in financial assets and liabilities that are measured at fair value based on Level 3 inputs for the first quarter of 2009 (in millions):

Balance at January 1, 2009	\$ 149
Unrealized gains (losses)*	
Included in earnings	221
Included in other comprehensive income (loss)	(285)
Purchases, sales or other settlements during the period	16
Net transfers in to (out of) Level 3	(266)
Balance at March 31, 2009	\$ (165)

\* *Reflected in  
sales and other  
operating  
revenues.*



**Table of Contents**

**PART I FINANCIAL INFORMATION (CONT. D.)**  
**HESS CORPORATION AND CONSOLIDATED SUBSIDIARIES**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)**

**10. Weighted Average Common Shares**

The weighted average numbers of common shares used in the basic and diluted earnings per share computations are as follows:

	2009	Three months ended March 31, (Thousands of shares)	2008
Common shares basic	323,431		317,506
Effect of dilutive securities			
Restricted common stock			2,242
Stock options			3,553
Convertible preferred stock			534
Common shares diluted	323,431	&nbsp;center width="18%">21%	
Industrial & Pollution Control	14	12	
Hospital	14	22	
Education	12	9	
Water & Sewer	11	8	
Transportation	11	10	
Lease Revenue	10	12	
Sales Tax	4	3	
Power	2	2	
Housing	1	1	

**Credit Quality Allocations\***

Credit Rating	4/30/08	10/31/07
AAA/Aaa	69%	83%
AA/Aa	18	4
A/A	7	11
BBB/Baa	4	2
Not Rated**	2	

\* Using the higher of Standard & Poor's or Moody's Investors Service ratings.

\*\* The investment advisor has deemed certain of these non-rated securities to be of investment grade quality. As of April 30, 2008, the market value of these securities was \$6,667,221 represent-

ing 2% of the Trust's long-term investments.

8 SEMI-ANNUAL REPORT

APRIL 30, 2008

## Fund Summary as of April 30, 2008 (Unaudited)

### BlackRock MuniYield New York Insured Fund, Inc.

#### Investment Objective

**BlackRock MuniYield New York Insured Fund, Inc. (MYN)** seeks to provide shareholders with as high a level of current income exempt from federal income tax and New York State and New York City personal income taxes as is consistent with its investment policies and prudent investment management by investing primarily in a portfolio of long-term municipal obligations the interest on which, in the opinion of bond counsel to the issuer, is exempt from federal income tax and New York State and New York City personal income taxes.

#### Performance

For the six months ended April 30, 2008, the Fund returned 0.36% based on market price, with dividends reinvested. The Fund's return based on net asset value was 0.56%, with dividends reinvested. For the same period, the closed-end Lipper New York Insured Municipal Debt Funds category posted a return of 0.68% on a NAV basis. The Fund's above-average distribution yield and neutral duration position during a period of rising interest rates in the municipal market benefited comparative performance for the period. Conversely, the relative return was hampered by the Fund's longer-dated portfolio which proved more volatile as risk spreads increased and the municipal yield curve steepened.

#### Fund Information

Symbol on New York Stock Exchange	MYN
Initial Offering Date	February 28, 1992
Yield on Closing Market Price as of April 30, 2008 (\$12.43)*	5.21%
Tax Equivalent Yield**	8.02%
Current Monthly Distribution per share of Common Stock***	\$0.054
Current Annualized Distribution per share of Common Stock***	\$0.648
Leverage as of April 30, 2008****	41%

\* 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.

\*\* Tax equivalent yield assumes the maximum federal tax rate of 35%.

\*\*\* A change in the distribution rate was declared on June 2, 2008. The Monthly Distribution per Common Stock was decreased to \$0.0525.

The Yield on Closing Market Price, Current Monthly Distribution and Current Annualized Distribution do not reflect the new distribution rate.

The new distribution rate is not constant and is subject to further change in the future.

\*\*\*\* As a percentage of managed assets, which is the total assets of the Fund (including any assets attributable to Preferred Stock and TOBs) minus the sum of accrued liabilities (other than debt representing financial leverage).

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

	4/30/08	10/31/07	Change	High	Low
--	---------	----------	--------	------	-----

## Edgar Filing: HESS CORP - Form 10-Q

Market Price	\$12.43	\$12.80	(2.89%)	\$13.29	\$11.71
Net Asset Value	\$13.51	\$13.94	(3.08%)	\$14.26	\$12.67

---

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

### Portfolio Composition

Sector	4/30/08	10/31/07
Transportation	37%	38%
City, County & State	17	15
Sales Tax	10	10
Water & Sewer	8	8
Power	7	7
Housing	6	6
Education	5	6
Industrial & Pollution Control	4	4
Lease Revenue	3	3
Hospital	2	2
Tobacco	1	1

---

### Credit Quality Allocations\*

Credit Rating	4/30/08	10/31/07
AAA/Aaa	82%	94%
AA/Aa	6	4
A/A	8	2
BBB/Baa	4	

---

\* Using the higher of Standard & Poor's or Moody's Investors Service ratings.

SEMI-ANNUAL REPORT

APRIL 30, 2008

9

## The Benefits and Risks of Leveraging

BlackRock MuniYield Arizona Fund, Inc., BlackRock MuniYield California Fund, Inc., BlackRock MuniYield California Insured Fund, Inc., BlackRock MuniYield Florida Fund, BlackRock MuniYield Michigan Insured Fund II, Inc. and BlackRock MuniYield New York Insured Fund, Inc. (each a Fund and, collectively, the Funds ) utilize leverage to seek to enhance the yield and NAV of their Common Stock or Shares. However, these objectives cannot be achieved in all interest rate environments.

To leverage, the Funds issue Preferred Stock or Shares, which pay dividends at prevailing short-term interest rates, and invest the proceeds in long-term municipal bonds. The interest earned on these investments is paid to Common Stock Shareholders or Common Shareholders in the form of dividends, and the value of these portfolio holdings is reflected in the per share net asset value of the Funds Common Stock or Shares. However, in order to benefit Common Stock Shareholders or Common Shareholders, the yield curve must be positively sloped; that is, short-term interest rates must be lower than long-term interest rates. At the same time, a period of generally declining interest rates will benefit Common Stock Shareholders or Common Shareholders. **If either of these conditions change, then the risks of leveraging will begin to outweigh the benefits.**

To illustrate these concepts, assume a fund s Common Stock or Shares capitalization of \$100 million and the issuance of Preferred Stock or Shares for an additional \$50 million, creating a total value of \$150 million available for investment in long-term municipal bonds. If prevailing short-term interest rates are approximately 3% and long-term interest rates are approximately 6%, the yield curve has a strongly positive slope. The fund pays dividends on the \$50 million of Preferred Stock or Shares based on the lower short-term interest rates. At the same time, the fund s total portfolio of \$150 million earns the income based on long-term interest rates.

In this case, the dividends paid to Preferred Stock Shareholders or Preferred Shareholders are significantly lower than the income earned on the fund s long-term investments, and therefore the Common Stock Shareholders or Common Shareholders are the beneficiaries of the incremental yield. However, **if short-term interest rates rise**, narrowing the differential between short-term and long-term interest rates, **the incremental yield pickup on the Common Stock or Shares will be reduced or eliminated completely.** At the same time, the market value

of the fund s Common Stock or Shares (that is, its price as listed on the New York Stock Exchange or the American Stock Exchange) may, as a result, decline. Furthermore, **if long-term interest rates rise, the Common Stocks or Shares NAV will reflect the full decline in the price of the portfolio s investments, since the value of the fund s Preferred Stock or Shares does not fluctuate.** In addition to the decline in NAV, the market value of the fund s Common Stock or Shares may also decline.

In addition, the Funds may from time to time leverage their assets through the use of tender option bond ( TOB ) programs. In a typical TOB program, the Fund transfers one or more municipal bonds to a TOB trust, which issues short-term variable rate securities to third-party investors and a residual interest to the Fund. The cash received by the TOB trust from the issuance of the short-term securities (less transaction expenses) is paid to the Fund, which invests the cash in additional portfolio securities. The distribution rate on the short-term securities is reset periodically (typically every seven days) through a remarketing of the short-term securities. Any income earned on the bonds in the TOB trust, net of expenses incurred by the TOB trust, that is not paid to the holders of the short-term securities is paid to the Fund. In connection with managing the Funds' assets, the Funds' investment advisor may at any time retrieve the bonds out of the TOB trust typically within seven days. **TOB investments generally will provide a Fund with economic benefits in periods of declining short-term interest rates, but expose the Fund to risks during periods of rising short-term interest rates similar to those associated with Preferred Stock or Shares issued by the Fund, as described above. Additionally, fluctuations in the market value of municipal securities deposited into the TOB trust may adversely affect the Funds' NAVs per share**(See Note 1 of the Notes to Financial Statements for details of municipal bonds transferred to TOB trusts.)

**Under the Investment Company Act of 1940, the Funds are permitted to issue Preferred Stock or Shares in an amount of up to 50% of their total managed assets at the time of issuance. Each Fund also anticipates that its total economic leverage will not exceed 50% of its total managed assets. Economic leverage includes Preferred Stock or Shares and TOBs. As of April 30, 2008, BlackRock MuniYield Arizona Fund, Inc., BlackRock MuniYield California Fund, Inc., BlackRock MuniYield California Insured Fund, Inc., BlackRock MuniYield Florida Fund, BlackRock MuniYield Michigan Insured Fund II, Inc. and BlackRock MuniYield New York Insured Fund, Inc. had economic leverage of 43%, 41%, 40%, 40%, 41% and 41% of managed assets, respectively.**

#### Swap Agreements

The Funds may invest in swap agreements, which are over-the-counter contracts in which one party agrees to make periodic payments based on the change in market value of a specified bond, basket of bonds, or index in return for periodic payments based on a fixed or variable interest rate or the change in market value of a different bond, basket of bonds or index. Swap agreements may be used to obtain exposure to a

bond or market without owning or taking physical custody of securities. Swap agreements involve the risk that the party with whom each Fund has entered into a swap will default on its obligation to pay the Fund and the risk that the Fund will not be able to meet its obligation to pay the other party to the agreement.

10 SEMI-ANNUAL REPORT APRIL 30, 2008

## Schedule of Investments April 30, 2008 (Unaudited) BlackRock MuniYield Arizona Fund, Inc.

(Percentages shown are based on Net Assets)

Municipal Bonds	Par (000)	Value
<b>Arizona 129.2%</b>		
Arizona Educational Loan Marketing Corporation, Educational Loan Revenue Refunding Bonds, AMT, Junior Sub-Series, 6.30%, 12/01/08	\$ 1,000	\$ 1,005,720
Arizona Health Facilities Authority Revenue Bonds, Series A: (Banner Health System), 5%, 1/01/25 (Catholic Healthcare West), 6.625%, 7/01/20	1,750 1,435	1,762,127 1,572,129
Arizona Student Loan Acquisition Authority, Student Loan Revenue Refunding Bonds, AMT: Junior Subordinated Series B-1, 6.15%, 5/01/29 Senior-Series A-1, 5.90%, 5/01/24	3,285 1,000	3,404,410 1,036,280
Arizona Tourism and Sports Authority, Tax Revenue Bonds (Baseball Training Facilities Project), 5%, 7/01/16	1,000	1,008,990
Downtown Phoenix Hotel Corporation, Arizona, Revenue Bonds (a): Senior Series A, 5%, 7/01/36 Sub-Series B, 5%, 7/01/36	1,500 1,500	1,407,360 1,430,220
Gila County, Arizona, Unified School District Number 10 (Payson), GO (School Improvement Project of 2006), Series A, 1%, 7/01/27 (b)(c)	1,000	974,890
Gilbert, Arizona, Water Resource Municipal Property Corporation, Water System Development Fee and Utility Revenue Bonds, Subordinated Lien, 5%, 10/01/29 (d)	1,000	1,014,220
Gladden Farms Community Facilities District, Arizona, GO, 5.50%, 7/15/31	750	655,822
Greater Arizona Development Authority, Infrastructure Revenue Bonds, Series B, 5%, 8/01/30 (d)	2,000	2,020,440

Edgar Filing: HESS CORP - Form 10-Q

Maricopa County, Arizona, IDA, Education Revenue Bonds (Arizona Charter Schools Project 1), Series A, 6.625%, 7/01/20	900	820,026
Maricopa County, Arizona, IDA, Health Facilities Revenue Refunding Bonds (Catholic Healthcare West Project), Series A, 5.25%, 7/01/32	2,000	1,954,340
Maricopa County, Arizona, IDA, Hospital Facility Revenue Refunding Bonds (Samaritan Health Services), Series A, 7%, 12/01/16 (d)(e)	2,400	2,874,048
Maricopa County, Arizona, IDA, S/F Mortgage Revenue Bonds, AMT, Series 3-B, 5.25%, 8/01/38 (f)(g)	1,934	1,846,798
Maricopa County, Arizona, Peoria Unified School District Number 11, GO, Second Series, 5%, 7/01/25 (a)	1,000	1,017,410
	<b>Par (000)</b>	<b>Value</b>
<b>Municipal Bonds</b>		
<b>Arizona (continued)</b>		
Maricopa County, Arizona, Scottsdale Unified School District Number 48, GO, 6.60%, 7/01/12	\$ 1,000	\$ 1,140,900
Maricopa County, Arizona, Tempe Elementary Unified School District Number 3, GO, Refunding, 7.50%, 7/01/10 (a)	500	547,940
Maricopa County, Arizona, Unified School District Number 090, School Improvement, GO (Saddle Mountain), Series A, 5%, 7/01/14	1,000	1,031,020
Mesa, Arizona, IDA Revenue Bonds (Discovery Health Systems), Series A, 5.625%, 1/01/10 (d)(h)	1,000	1,060,000
Phoenix and Pima County, Arizona, IDA, S/F Mortgage Revenue Refunding Bonds, AMT, Series 2007-1, 5.25%, 8/01/38 (f)(g)	1,946	1,942,381
Phoenix, Arizona, Civic Improvement Corporation, Excise Tax Revenue Bonds (Civic Plaza Expansion Project), Sub-Series A, 5%, 7/01/35 (a)	3,325	3,376,804

## Edgar Filing: HESS CORP - Form 10-Q

Phoenix, Arizona, Civic Improvement Corporation, Senior Lien Airport Revenue Bonds, AMT, Series B, 5.25%, 7/01/32 (a)	600	576,930
Phoenix, Arizona, Civic Improvement Corporation, Water System Revenue Refunding Bonds, Junior Lien, 5.50%, 7/01/20 (a)	2,500	2,645,500
Phoenix, Arizona, IDA, S/F Mortgage Revenue Bonds, AMT, Series 2007-2, 5.50%, 8/01/38 (f)(g)	1,942	1,950,970
Pima County, Arizona, IDA, Education Revenue Bonds: (American Charter Schools Foundation), Series A, 5.625%, 7/01/38	500	451,215
(Arizona Charter Schools Project), Series C, 6.70%, 7/01/21	740	757,279
(Arizona Charter Schools Project), Series C, 6.75%, 7/01/31	990	1,000,811
Pima County, Arizona, IDA, Education Revenue Refunding Bonds: (Arizona Charter Schools Project II), Series A, 6.75%, 7/01/21	575	589,214
(Arizona Charter Schools Project), Series O, 5%, 7/01/26	1,000	858,480
Pinal County, Arizona, IDA, Wastewater Revenue Bonds (San Manuel Facilities Project), AMT, 6.25%, 6/01/26	500	488,860
Pima County, Arizona, Unified School District Number 1 (Tucson), GO, Refunding, 7.50%, 7/01/09 (a)	3,050	3,223,484
Pima County, Arizona, Unified School District Number 1 (Tucson), GO, Series C, 5%, 7/01/27 (a)	1,000	1,002,850

### Portfolio Abbreviations

To simplify the listings of portfolio holdings in each Fund's Schedule of Investments, we have abbreviated the names of many of the securities according to the list on the right.

<b>AMT</b>	Alternative Minimum Tax (subject to)	<b>IDA</b>	Industrial Development Authority
<b>ARS</b>	Auction Rate Securities	<b>IDR</b>	Industrial Development Revenue Bonds
<b>CABS</b>	Capital Appreciation Bonds	<b>M/F</b>	Multi Family
<b>COP</b>	Certificates of Participation	<b>PILOT</b>	Payment in lieu of taxes
<b>DRIVERS</b>	Derivative Inverse Tax-Exempt Receipts	<b>PCR</b>	Pollution Control Revenue Bonds
<b>EDA</b>	Economic Development Authority	<b>RIB</b>	Residual Interest Bonds



Edgar Filing: HESS CORP - Form 10-Q

<b>GO</b>	General Obligation Bonds	<b>S/F</b>	Single-Family
<b>HDA</b>	Housing Development Authority	<b>SIFMA</b>	Securities Industry and Financial Markets Association
<b>HFA</b>	Housing Finance Agency	<b>VRDN</b>	Variable Rate Demand Notes

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2008

11

## Schedule of Investments BlackRock MuniYield Arizona Fund, Inc.

(Percentages shown are based on Net Assets)

Municipal Bonds	Par (000)	Value
<b>Arizona (concluded)</b>		
Pinal County, Arizona, COP:		
5%, 12/01/26	\$ 1,250	\$ 1,254,812
5%, 12/01/29	1,250	1,236,925
Queen Creek Improvement District Number 001, Arizona, Special Assessment Bonds, 5%, 1/01/32	2,000	1,795,260
Salt River Project, Arizona, Agriculture Improvement and Power District, Electric System Revenue Bonds, Series A, 5%, 1/01/24	1,000	1,054,030
Salt River Project, Arizona, Agriculture Improvement and Power District, Electric System Revenue Refunding Bonds, Series A, 5%, 1/01/35	1,500	1,536,360
Salt Verde Financial Corporation, Arizona, Senior Gas Revenue Bonds, 5%, 12/01/37	2,750	2,458,198
Scottsdale, Arizona, IDA, Hospital Revenue Bonds (Scottsdale Healthcare), 5.80%, 12/01/11 (h)	2,250	2,495,025
Show Low, Arizona, IDA, Hospital Revenue Bonds (Navapache Regional Medical Center),		

Edgar Filing: HESS CORP - Form 10-Q

5%, 12/01/35 (i)	1,195	1,117,050
South Campus Group LLC, Arizona Student Housing Revenue Bonds (Arizona State University South Campus Project), Series 2003, 5.625%, 9/01/35 (d)	1,500	1,534,860
Surprise Municipal Property Corporation, Arizona, Wastewater Development Impact Fee Revenue Bonds, 4.90%, 4/01/32	1,500	1,312,440
Tucson and Pima County, Arizona, IDA, S/F Mortgage Revenue Refunding Bonds, AMT, Series B, 5.35%, 6/01/47 (f)(g)	1,000	940,910
Tucson, Arizona, IDA, Joint S/F Mortgage Revenue Refunding Bonds, AMT, Series A-1, 5.10%, 7/01/38 (f)(g)	1,000	968,380
Tucson, Arizona, IDA, Senior Living Facilities Revenue Bonds (Christian Care Tucson Inc. Project), Series A, 6.125%, 7/01/10 (h)(i)	1,000	1,086,630
University of Arizona, COP, Refunding, Series A, 5.125%, 6/01/29 (b)	1,105	1,132,084
University of Arizona, COP, Series B, 5%, 6/01/28 (b)	2,000	2,033,120
Vistancia Community Facilities District, Arizona, GO: 6.75%, 7/15/22	1,275	1,323,361
5.75%, 7/15/24	750	743,685
Yavapai County, Arizona, IDA, Hospital Facility Revenue Bonds (Yavapai Regional Medical Center), Series A, 6%, 8/01/33	2,000	2,013,180
Yavapai County, Arizona, IDA, Solid Waste Disposal Revenue Bonds (Waste Management Inc. Project), AMT, Series A-1, 4.90%, 3/01/28	1,000	820,460
Yuma County, Arizona, Library District, GO, 5%, 7/01/26 (j)	1,775	1,780,059
		77,086,697
<b>Municipal Bonds</b>	<b>Par (000)</b>	<b>Value</b>

Edgar Filing: HESS CORP - Form 10-Q

**Guam 1.6%**

Guam Government Waterworks Authority, Water and  
Wastewater System, Revenue Refunding Bonds,  
5.875%, 7/01/35

\$ 1,000

\$ 966,370

**Puerto Rico 22.8%**

Puerto Rico Commonwealth Aqueduct and Sewer  
Authority, Senior Lien Revenue Bonds, Series A,  
6%, 7/01/44 (i)

2,500

2,631,975

Puerto Rico Commonwealth Highway and  
Transportation Authority, Highway Revenue  
Refunding Bonds, Series CC, 5.50%, 7/01/31

1,000

1,015,700

Puerto Rico Commonwealth Highway and  
Transportation Authority, Transportation Revenue  
Bonds, Series G, 5%, 7/01/33

560

531,541

Puerto Rico Commonwealth Highway and  
Transportation Authority, Transportation Revenue  
Refunding Bonds, Series N, 5.25%, 7/01/39 (a)

1,000

991,580

Puerto Rico Commonwealth, Public Improvement, GO, :  
5.75%, 7/01/10 (d)  
Series A, 5.125%, 7/01/31

1,000

1,051,480

2,000

1,907,300

Puerto Rico Electric Power Authority, Power Revenue  
Bonds, Series TT, 5%, 7/01/37

1,000

957,060

Puerto Rico Industrial, Tourist, Educational, Medical  
and Environmental Control Facilities Revenue  
Bonds (Cogeneration Facility-AES Puerto Rico  
Project), AMT, 6.625%, 6/01/26

1,500

1,540,365

Puerto Rico Public Buildings Authority, Government  
Facilities Revenue Bonds, Series I (k):  
5.25%, 7/01/14 (h)  
5.25%, 7/01/33

35

38,289

1,965

1,900,921

Puerto Rico Public Buildings Authority, Government  
Facilities Revenue Refunding Bonds, Series N,  
5.50%, 7/01/27 (k)

1,000

1,011,400

13,577,611

<b>Total Municipal Bonds</b> (Cost \$92,808,888) 153.6%		91,630,678
<b>Municipal Bonds Transferred to Tender Option Bond Trusts (I)</b>		
<b>Arizona 16.0%</b>		
Arizona State University Revenue Bonds, 5.50%, 7/1/12 (a)(h)	8,670	9,534,572
<b>Total Municipal Bonds Transferred to Tender Option Bond Trusts (Cost \$9,031,135) 16.0%</b>		9,534,572

See Notes to Financial Statements.

12 SEMI-ANNUAL REPORT

APRIL 30, 2008

## Schedule of Investments (concluded) BlackRock MuniYield Arizona Fund, Inc.

(Percentages shown are based on Net Assets)

Short-Term Securities	Shares	Value
CMA Arizona Municipal Money Fund, 2.19% (m)(n)	1,665,672	\$ 1,665,672
<b>Total Short-Term Securities</b> (Cost \$1,665,672) 2.8%		1,665,672
<b>Total Investments (Cost \$103,505,695*) 172.4%</b>		102,830,922
<b>Other Assets Less Liabilities 2.5%</b>		1,501,493
<b>Liability for Trust Certificates, Including Interest Expense and Fees Payable (7.3%)</b>		(4,375,922)
<b>Preferred Stock, at Redemption Value (67.6*)%</b>		(40,315,670)
<b>Net Assets Applicable to Common Stock 100.0%</b>		\$ 59,640,823

\* The cost and unrealized appreciation (depreciation) of investments as of April 30, 2008, as computed for federal income tax purposes, were as follows:

Edgar Filing: HESS CORP - Form 10-Q

Aggregate cost	\$ 99,368,575
Gross unrealized appreciation	\$ 2,131,957
Gross unrealized depreciation	(3,004,610)
Net unrealized depreciation	\$ (872,653)

- (a) FGIC Insured.
- (b) AMBAC Insured.
- (c) Represents a step bond. Rate shown reflects the effective yield at the time of purchase.
- (d) MBIA Insured.
- (e) Security is collateralized by municipal or U.S. Treasury obligations.
- (f) FHLMC Collateralized.
- (g) FNMA/GNMA Collateralized.
- (h) U.S. government securities, held in escrow, are used to pay interest on this security as well as to retire the bond in full at the date indicated, typically at a premium to par.
- (i) Radian Insured.
- (j) XL Capital Insured.
- (k) Commonwealth Guaranteed.
- (l) Securities represent bonds transferred to a tender option bond trust in exchange for which the Fund acquired residual interest certificates. These securities serve as collateral in a financing transaction. See Note 1 of the Notes to Financial Statements for details of municipal bonds transferred to tender option bond trusts.
- (m) Represents the current yield as of report date.
- (n) Investments in companies considered to be an affiliate of the Fund, for purposes of Section 2(a)(3) of the Investment Company Act of 1940, were as follows:

Affiliate	Net Activity	Dividend Income
CMA Arizona Municipal Money Fund	1,014,394	\$13,311

Forward interest rate swap outstanding as of April 30, 2008 was as follows:

	Notional Amount (000)	Unrealized Depreciation
Pay a fixed rate of 3.665% and receive a floating rate based on 1-week SIFMA Municipal Swap Index Rate Broker, Citibank NA Expires, July 2023	\$2,500	\$(36,533)

See Notes to Financial Statements.

SEMI-ANNUAL REPORT APRIL 30, 2008 13

**Schedule of Investments** April 30, 2008 (Unaudited) **BlackRock MuniYield California Fund, Inc.**  
 (Percentages shown are based on Net Assets)

Municipal Bonds	Par (000)	Value
<b>California 132.1%</b>		
ABAG Finance Authority for Nonprofit Corporations, California, Revenue Refunding Bonds (Redwood Senior Homes and Services), 6%, 11/15/22	\$ 1,730	\$ 1,789,079
Arcata, California, Joint Powers Financing Authority, Tax Allocation Revenue Refunding Bonds (Community Development Project Loan), Series A, 6%, 8/01/23 (a)	2,725	2,730,068
California Health Facilities Financing Authority Revenue Bonds: (Kaiser Permanente), Series A, 5.50%, 6/01/22 (b)(c) (Sutter Health), Series A, 5.25%, 11/15/46	10,000 10,000	10,217,000 10,024,300
California Infrastructure and Economic Development Bank Revenue Bonds (J. David Gladstone Institute Project), 5.50%, 10/01/22	4,990	5,151,426
California Pollution Control Financing Authority, Solid Waste Disposal Revenue Bonds: (Republic Services Inc. Project), AMT, Series B, 5.25%, 6/01/23 (Waste Management Inc. Project), AMT, Series A-2, 5.40%, 4/01/25	2,700 3,000	2,572,749 2,712,630
California Pollution Control Financing Authority, Solid Waste Disposal Revenue Refunding Bonds: (Republic Services Inc. Project), AMT, Series C, 5.25%, 6/01/23 (Waste Management Inc. Project), AMT, Series B, 5%, 7/01/27	2,000 4,500	1,905,740 3,794,130
California Rural Home Mortgage Finance Authority, S/F Mortgage Revenue Bonds (Mortgage-Backed		

Edgar Filing: HESS CORP - Form 10-Q

Securities Program), AMT:			
Series A, 5.40%, 12/01/36 (d)(e)		1,980	1,966,180
Series B, 6.15%, 6/01/20 (d)		35	35,924
Sub-Series FH-1, 5.50%, 8/01/47		420	394,241
<hr/>			
California State Enterprise Authority, Sewer Facility Revenue Bonds (Anheuser-Busch Project), AMT, 5.30%, 9/01/47		2,500	2,255,975
<hr/>			
California State, GO:			
5.125%, 4/01/25		5,000	5,105,900
5.50%, 4/01/30		5	5,165
<hr/>			
California State, GO, Refunding, 5.75%, 5/01/30		450	469,436
<hr/>			
California State, GO, Refunding (Veterans), AMT, Series BJ, 5.70%, 12/01/32		2,785	2,792,547
<hr/>			
California State Public Works Board, Lease Revenue Bonds:			
(California State University), Series C, 5.40%, 10/01/22 (f)		2,000	2,042,560
(Department of Corrections), Series C, 5.50%, 6/01/23		5,000	5,262,000
(Department of Health Services), Series A, 5.75%, 11/01/09 (f)(g)		4,000	4,241,720
<hr/>			
		<b>Par</b>	
<b>Municipal Bonds</b>		<b>(000)</b>	<b>Value</b>
<hr/>			
<b>California (continued)</b>			
<hr/>			
California State University, Systemwide Revenue Bonds, Series A, 5%, 11/01/39 (b)		\$ 4,850	\$ 4,981,435
<hr/>			
California State, Various Purpose, GO, 5.50%, 11/01/33		6,850	7,066,117
<hr/>			
California Statewide Communities Development Authority, COP (John Muir/Mount Diablo Health System), 5.125%, 8/15/22 (f)		5,250	5,331,270
<hr/>			
California Statewide Communities Development Authority, Health Facility Revenue Bonds (Memorial Health Services), Series A:			
5.50%, 10/01/33		3,000	3,024,240
6%, 10/01/23		3,270	3,431,211

Edgar Filing: HESS CORP - Form 10-Q

California Statewide Communities Development Authority Revenue Bonds (Daughters of Charity National Health System), Series A, 5.25%, 7/01/30	3,665	3,376,418
California Statewide Communities Development Authority, Revenue Refunding Bonds: (Kaiser Hospital Asset Management, Inc.), Series C, 5.25%, 8/01/31	6,975	6,928,128
(Kaiser Permanente), Series A, 5%, 4/01/31	3,500	3,402,175
(Kaiser Permanente), Series A, 4.75%, 4/01/33	5,000	4,583,050
California Statewide Communities Development Authority, Water Revenue Bonds (Pooled Financing Program), Series C, 5.25%, 10/01/28 (b)	2,380	2,468,393
Chino Basin, California, Regional Financing Authority, Revenue Refunding Bonds (Inland Empire Utility Agency), Series A, 5%, 11/01/33 (a)	2,015	2,053,164
Contra Costa County, California, Public Financing Authority, Lease Revenue Refunding Bonds (Various Capital Facilities), Series A, 5.30%, 8/01/20 (f)	2,705	2,743,736
Cucamonga, California, County Water District, COP, 5.125%, 9/01/35 (h)	3,750	3,759,113
El Monte, California, Unified School District, GO (Election of 2002), Series C, 5.25%, 6/01/32 (b)	10,120	10,712,728
Etiwanda School District, California, Public Financing Authority, Local Agency Revenue Refunding Bonds, 5%, 9/15/32 (i)	2,200	2,251,766
Fontana Unified School District, California, GO, Series A, 5.25%, 8/01/28 (b)	7,000	7,302,260
Fremont, California, Unified School District, Alameda County, GO (Election of 2002), Series B, 5%, 8/01/30 (b)	4,000	4,102,400
Grant Joint Union High School District, California, GO (Election of 2006), 5%, 8/01/29 (b)	9,390	9,622,215
La Quinta, California, Financing Authority, Local Agency Revenue Bonds, Series A, 5.125%, 9/01/34 (a)	6,020	6,074,662
Long Beach, California, Harbor Revenue Bonds, AMT, Series A, 5.25%, 5/15/23 (h)	5,195	5,211,728



See Notes to Financial Statements.

14 SEMI-ANNUAL REPORT

APRIL 30, 2008

## Schedule of Investments (continued)

### BlackRock MuniYield California Fund, Inc.

(Percentages shown are based on Net Assets)

Municipal Bonds	Par (000)	Value
<b>California (continued)</b>		
Los Angeles, California, COP (Sonnenblick Del Rio West Los Angeles), 6.20%, 11/01/31 (a)	\$ 2,000	\$ 2,120,940
Los Angeles, California, Community College District, GO (Election of 2003), Series E, 5%, 8/01/31 (b)	10,000	10,278,300
Los Angeles, California, Wastewater System Revenue Bonds, Series A, 5%, 6/01/08 (g)(h)	7,000	7,087,430
Los Angeles, California, Wastewater System Revenue Refunding Bonds, Sub-Series A, 5%, 6/01/27 (f)	4,500	4,552,155
Los Angeles County, California, Metropolitan Transportation Authority, Sales Tax Revenue Refunding Bonds, Proposition A, First Tier Senior-Series A, 5%, 7/01/27 (a)	3,780	3,892,153
Los Angeles County, California, Public Works Financing Authority, Lease Revenue Bonds (Multiple Capital Facilities Project VI), Series A, 5.625%, 5/01/10 (a)(g)	5,000	5,319,550
Los Angeles County, California, Sanitation Districts Financing Authority, Revenue Refunding Bonds (Capital Projects District Number 14), Sub-Series B, 5%, 10/01/30 (h)	2,550	2,516,060

Edgar Filing: HESS CORP - Form 10-Q

Marin, California, Community College District, GO (Election of 2004), Series A, 5%, 8/01/28 (f)	5,885	6,042,953
Metropolitan Water District of Southern California, Waterworks Revenue Bonds, Series A: 5%, 7/01/30 (b)	1,000	1,027,820
5%, 7/01/32	1,240	1,281,379
Metropolitan Water District of Southern California, Waterworks Revenue Refunding Bonds, Series B, 5%, 7/01/35	2,625	2,697,476
Morgan Hill, California, Unified School District, GO, 5%, 8/01/26 (c)(h)(j)	7,570	3,100,899
Mount Diablo, California, Unified School District, GO (Election of 2002), 5%, 6/01/28 (f)	2,000	2,035,720
Murrieta Valley, California, Unified School District, Public Financing Authority, Special Tax Revenue Bonds, Series A, 5.125%, 9/01/26 (i)	6,675	6,952,480
Oakland, California, Alameda County Unified School District, GO (f): (Election of 2000), 5%, 8/01/27 (c)	6,240	6,250,795
Series F, 5.50%, 8/01/10 (g)	7,060	7,539,445
Orange County, California, Sanitation District, COP, 5%, 2/01/33 (h)	5,250	5,302,710
Oxnard, California, Financing Authority, Wastewater Revenue Bonds (Redwood Trunk Sewer and Headworks Projects), Series A, 5.25%, 6/01/34 (h)	3,000	3,040,380
Palm Springs, California, Financing Authority, Lease Revenue Refunding Bonds (Convention Center Project), Series A, 5.50%, 11/01/35 (f)	1,000	1,041,310
	<b>Par</b>	
<b>Municipal Bonds</b>	<b>(000)</b>	<b>Value</b>
<b>California (continued)</b>		
Palomar Pomerado Health Care District, California, GO (Election of 2004), Series A, 5.125%, 8/01/37 (f)	\$ 18,500	\$ 19,041,125
Peralta, California, Community College District, GO		

Edgar Filing: HESS CORP - Form 10-Q

(Election of 2000), Series D, 5%, 8/01/30 (b)	2,000	2,051,200
Pleasant Valley, California, School District, Ventura County, GO, Series C, 5.75%, 8/01/25 (c)(f)	1,750	1,794,800
Port of Oakland, California, Revenue Refunding Bonds, AMT, Series L, 5.375%, 11/01/27 (f)	11,615	11,663,318
Rancho Cucamonga, California, Redevelopment Agency, Tax Allocation Refunding Bonds (Rancho Redevelopment Project), 5.25%, 9/01/20 (b)	4,315	4,454,288
Richmond, California, Redevelopment Agency, Tax Allocation Refunding Bonds (Harbour Redevelopment Project), Series A, 5.50%, 7/01/18 (f)	2,345	2,399,146
Sacramento, California, Municipal Utility District, Electric Revenue Refunding Bonds, Series L, 5.125%, 7/01/22 (f)	5,000	5,037,150
Sacramento, California, Municipal Utility District, Financing Authority Revenue Bonds (Consumers Project), 5.125%, 7/01/29 (f)	18,500	18,251,730
Sacramento County, California, Airport System Revenue Bonds, AMT, Senior Series B, 5.25%, 7/01/33	1,750	1,735,370
Sacramento County, California, Sanitation District Financing Authority, Revenue Refunding Bonds: (County Sanitation District Number 1), 5%, 8/01/35 (f)	5,375	5,472,771
Series A, 5.60%, 12/01/17	3,455	3,463,845
Salinas Valley, California, Solid Waste Authority, Revenue Refunding Bonds, AMT, 5.125%, 8/01/22 (a)	2,110	2,100,336
San Bernardino, California, City Unified School District, GO, Refunding, Series A, 5.875%, 8/01/09 (g)(h)	8,000	8,444,320
San Bernardino, California, Joint Powers Financing Authority, Lease Revenue Bonds (Department of Transportation Lease), Series A, 5.50%, 12/01/20 (f)	3,000	3,005,280
San Diego County, California, Water Authority, Water Revenue Bonds, COP, Series A, 5%, 5/01/31 (h)	5,010	5,101,783
San Jose, California, Airport Revenue Bonds, Series D, 5%, 3/01/28 (f)	4,615	4,637,890

Edgar Filing: HESS CORP - Form 10-Q

San Jose, California, Unified School District, Santa Clara County, GO (Election of 2002), Series B, 5%, 8/01/29 (h)	1,855	1,895,606
San Jose-Evergreen, California, Community College District, Capital Appreciation, GO (Election of 2004), Refunding, Series A, 5.12%, 9/01/23 (f)(j)	10,005	4,600,999
San Juan, California, Unified School District, GO (Election of 2002), 5%, 8/01/28 (f)	5,000	5,068,750

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2008

15

**Schedule of Investments (continued) BlackRock MuniYield California Fund, Inc.**

(Percentages shown are based on Net Assets)

<b>Municipal Bonds</b>	<b>Par (000)</b>	<b>Value</b>
<b>California (concluded)</b>		
Santa Clara, California, Unified School District, GO, 5.50%, 7/01/21 (h)	\$ 2,020	\$ 2,121,020
Santa Clarita, California, Community College District, GO (Election 2001), 5%, 8/01/28 (b)	2,170	2,236,359
Santa Clara County, California, Housing Authority, M/F Housing Revenue Bonds (John Burns Gardens Apartments Project), AMT, Series A, 6%, 8/01/41	3,500	3,563,175
Santa Monica, California, Redevelopment Agency, Tax Allocation Bonds (Earthquake Recovery Redevelopment Project), 6%, 7/01/09 (a)(g)	4,000	4,217,200
Sequoia, California, Unified High School District,		

Edgar Filing: HESS CORP - Form 10-Q

GO, Refunding, 5%, 7/01/28 (b)	2,500	2,584,500
Shasta-Tehama-Trinity Joint Community College District, California, GO (Election of 2002), Series B, 5.25%, 8/01/24 (b)	1,675	1,784,461
Sonoma County, California, Junior College District, GO (Election 2002), Refunding, Series B, 5%, 8/01/28 (b)	6,875	7,085,238
South Bayside, California, Waste Management Authority, Waste System Revenue Bonds, 5.75%, 3/01/20 (a)	2,265	2,350,708
Southern California HFA, S/F Mortgage Revenue Bonds, AMT, Series A, 5.80%, 12/01/49 (d)(e)	3,000	2,997,960
Stockton, California, Public Financing Authority, Water Revenue Bonds (Water System Capital Improvement Projects), Series A, 5%, 10/01/31 (f)	1,600	1,615,728
Taft, California, Public Financing Authority, Lease Revenue Bonds (Community Correctional Facility), Series A, 6.05%, 1/01/17 (f)	3,235	3,475,361
Torrance, California, Hospital Revenue Refunding Bonds (Torrance Memorial Medical Center), Series A, 6%, 6/01/22	1,310	1,390,762
Vacaville, California, Unified School District, GO (Election of 2001), 5%, 8/01/30 (f)	4,745	4,819,639
Ventura, California, Unified School District, GO (Election of 1997), Series H, 5.125%, 8/01/34 (b)	1,000	1,024,350
		397,461,102
<b>Puerto Rico 0.3%</b>		
Puerto Rico Commonwealth, Public Improvement, GO, Series A, 5.25%, 7/01/30	875	853,668
<b>Municipal Bonds</b>	<b>Par (000)</b>	<b>Value</b>

**U.S. Virgin Islands 1.0%**

Virgin Islands Government Refinery Facilities, Revenue Refunding Bonds (Hovensa Coker Project), AMT, 6.50%, 7/01/21	\$ 3,000	\$ 3,077,130
<b>Total Municipal Bonds</b> <b>(Cost \$401,172,305) 133.4%</b>		401,391,900

**Municipal Bonds Transferred to  
Tender Option Bond Trusts (k)****California 24.0%**

Anaheim, California, Public Financing Authority, Electric System District Facilities Revenue Bonds, Series A, 5%, 10/01/31 (b)	9,000	9,124,200
Contra Costa County, California, Community College District, GO (Election of 2002), 5%, 8/01/30 (b)	10,210	10,440,133
Metropolitan Water District of Southern California, Waterworks Revenue Bonds, Series A, 5%, 7/01/37	20,000	20,576,600
San Francisco, California, Bay Area Rapid Transit District, Sales Tax Revenue Refunding Bonds, Series A: 5%, 7/01/30 (f) 5%, 7/01/34	6,000 5,430	6,130,080 5,534,473
University of California, Limited Project Revenue Bonds, Series B, 5%, 5/15/33 (b)	8,490	8,662,687
University of California Revenue Bonds, Series L, 5%, 5/15/40	11,600	11,870,860
<b>Total Municipal Bonds Transferred to Tender Option Bond Trusts (Cost \$72,342,992) 24.0%</b>		72,339,033

**Short-Term Securities****Shares**

## Edgar Filing: HESS CORP - Form 10-Q

CMA California Municipal Money Fund, 2.08% (l)(m) 23,493,715	23,493,715
<hr/>	
<b>Total Short-Term Securities</b>	
(Cost \$23,493,715) 7.8%	23,493,715
<hr/>	
<b>Total Investments (Cost \$497,009,012*) 165.2%</b>	497,224,648
<b>Other Assets Less Liabilities 4.8%</b>	14,330,323
<b>Liability for Trust Certificates, Including Interest Expense and Fees Payable (11.8%)</b>	(35,523,967)
<b>Preferred Stock, at Redemption Value (58.2%)</b>	(175,150,164)
<hr/>	
<b>Net Assets Applicable to Common Stock 100.0%</b>	<b>\$300,880,840</b>
<hr/>	

See Notes to Financial Statements.

16 SEMI-ANNUAL REPORT

APRIL 30, 2008

### Schedule of Investments (concluded) BlackRock MuniYield California Fund, Inc.

\* The cost and unrealized appreciation (depreciation) of investments as of April 30, 2008, as computed for federal income tax purposes, were as follows:

Aggregate cost	\$ 461,533,569
<hr/>	
Gross unrealized appreciation	\$ 7,613,874
Gross unrealized depreciation	(7,287,795)
<hr/>	
Net unrealized appreciation	\$ 326,079
<hr/>	

- (a) AMBAC Insured.
- (b) FSA Insured.
- (c) Security is collateralized by municipal or U.S. Treasury obligations.
- (d) FNMA/GNMA Collateralized.
- (e) FHLMC Collateralized.
- (f) MBIA Insured.
- (g) U.S. government securities, held in escrow, are used to pay interest on this security as well as to retire the bond in full at the date indicated, typically at a premium to par.
- (h) FGIC Insured.
- (i) Assured Guaranty Insured.
- (j) Represents a zero coupon bond. Rate shown is the effective yield at time of purchase.
- (k) Securities represent bonds transferred to a tender option bond trust in exchange

## Edgar Filing: HESS CORP - Form 10-Q

for which the Fund acquired residual interest certificates. These securities serve as collateral in a financing transaction. See Note 1 of the Notes to Financial Statements for details of municipal bonds transferred to tender option bond trusts.

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

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

Affiliate	Net Activity	Dividend Income
CMA California Municipal Money Fund	15,648,903	\$254,774

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2008

17

## Schedule of Investments April 30, 2008 (Unaudited) BlackRock MuniYield California Insured Fund, Inc.

(Percentages shown are based on Net Assets)

Municipal Bonds	Par (000)	Value
<b>California 138.3%</b>		
ABAG Finance Authority for Nonprofit Corporations, California, COP (Children s Hospital Medical Center), 6%, 12/01/09 (a)(b)	\$ 7,000	\$ 7,471,100
Alameda, California, GO, 5%, 8/01/33 (c)	2,350	2,388,916
Alameda County, California, Joint Powers Authority, Lease Revenue Refunding Bonds, 5%, 12/01/34 (d)	2,950	3,022,600
Alhambra, California, Unified School District, GO (Election of 2004), Series A, 5%, 8/01/29 (e)	5,665	5,698,820
Anaheim, California, Public Financing Authority, Electric System Distribution Facilities Revenue Bonds, Series A, 5%, 10/01/31 (d)	3,580	3,629,404



Edgar Filing: HESS CORP - Form 10-Q

Anaheim, California, Union High School District, GO (Election of 2002), 5%, 8/01/27 (c)	2,400	2,434,104
Bay Area Government Association, California, Tax Allocation Revenue Refunding Bonds (California Redevelopment Agency Pool), Series A, 6%, 12/15/24 (d)	255	255,765
Brentwood, California, Infrastructure Refinancing Authority, Infrastructure Revenue Refunding Bonds, Series A, 5.20%, 9/02/29 (d)	3,980	4,083,440
California Community College Financing Authority, Lease Revenue Bonds, Series A (a)(c): 5.95%, 12/01/09 6%, 12/01/09	3,215 1,100	3,459,887 1,184,645
California Educational Facilities Authority Revenue Bonds (University of San Diego), Series A, 5.50%, 10/01/32	5,000	5,190,050
California Educational Facilities Authority, Student Loan Revenue Bonds (CalEdge Loan Program), AMT, 5.55%, 4/01/28 (b)	8,035	8,064,970
California Health Facilities Financing Authority Revenue Bonds (Kaiser Permanente), Series A, 5.50%, 6/01/22 (d)(f)	2,750	2,809,675
California Rural Home Mortgage Finance Authority, S/F Mortgage Revenue Bonds (Mortgage-Backed Securities Program), AMT (g): Series A, 6.35%, 12/01/29 (h) Series B, 6.25%, 12/01/31	265 120	272,513 123,281
California State Department of Veteran Affairs, Home Purchase Revenue Refunding Bonds, Series A, 5.35%, 12/01/27 (b)	12,680	13,176,295
California State, GO, 6.25%, 10/01/19 (c)	860	870,621
California State, GO, Refunding, 5.25%, 2/01/29	3,000	3,064,320
California State, GO, Refunding, Veterans, AMT, Series B, 5.70%, 12/01/32 (b)	19,865	19,923,403
California State Public Works Board, Lease Revenue Bonds (Department of Corrections-Ten Administrative Segregation Housing Units),		

Edgar Filing: HESS CORP - Form 10-Q

Series A, 5.25%, 3/01/20 (b)	4,530	4,722,706
<hr/>		
	<b>Par</b>	
<b>Municipal Bonds</b>	<b>(000)</b>	<b>Value</b>
<hr/>		
<b>California (continued)</b>		
<hr/>		
California State University, Systemwide Revenue Bonds, Series A, 5%, 11/01/39 (d)	\$ 4,850	\$ 4,981,435
<hr/>		
California State University, Systemwide Revenue Refunding Bonds, Series A, 5.125%, 11/01/26 (b)	2,720	2,756,502
<hr/>		
California State, Various Purpose, GO, 5.50%, 11/01/33	5,950	6,137,722
<hr/>		
California Statewide Communities Development Authority, COP (Kaiser Permanente), 5.30%, 12/01/15 (d)(f)	4,100	4,311,273
<hr/>		
California Statewide Communities Development Authority, Health Facility Revenue Bonds (Memorial Health Services), Series A, 6%, 10/01/23	3,685	3,866,670
<hr/>		
California Statewide Communities Development Authority Revenue Bonds (Sutter Health), Series D, 5.05%, 8/15/38 (d)	7,925	7,981,347
<hr/>		
California Statewide Communities Development Authority, Revenue Refunding Bonds (Kaiser Permanente), Series A, 5%, 4/01/31	2,650	2,575,932
<hr/>		
Capistrano, California, Unified School District, Community Facility District, Special Tax Refunding Bonds, 5%, 9/01/29 (e)	7,000	6,882,330
<hr/>		
Chabot-Las Positas, California, Community College District, GO (Election of 2004), Series B, 5.17%, 8/01/26 (b)(i)	6,705	2,566,942
<hr/>		
Chaffey, California, Union High School District, GO, Series C, 5.375%, 5/01/23 (d)	6,000	6,404,040
<hr/>		
Chino Valley, California, Unified School District, GO (Election of 2002), Series C, 5.25%, 8/01/30 (c)	3,000	3,094,620
<hr/>		
Chula Vista, California, Elementary School District,		

Edgar Filing: HESS CORP - Form 10-Q

COP, 5%, 9/01/29 (c)	3,910	3,924,467
Coachella Valley, California, Unified School District, COP, 5%, 9/01/36 (b)	10,000	9,820,900
Coachella Valley, California, Unified School District, GO (Election of 2005), Series A, 5%, 8/01/25 (e)	3,275	3,296,517
Contra Costa, California, Water District, Water Revenue Refunding Bonds:		
Series L, 5%, 10/01/32 (d)	4,135	4,192,063
Series O, 5%, 10/01/24 (b)	1,735	1,819,963
Corona, California, COP (Clearwater Cogeneration Project), 5%, 9/01/28 (c)	6,000	6,007,920
Desert, California, Community College District, GO, CABS, Series C, 5.45%, 8/01/30 (d)	8,855	2,613,288
Desert, California, Community College District, GO, Series C, 5%, 8/01/37 (d)(i)	6,000	6,156,000
East Bay, California, Municipal Utility District, Wasterwater System Revenue Refunding Bonds, Sub-Series A (b):		
5%, 6/01/33	4,000	4,093,680
5%, 6/01/37	1,485	1,515,368

See Notes to Financial Statements.

18 SEMI-ANNUAL REPORT

APRIL 30, 2008

**Schedule of Investments (continued) BlackRock MuniYield California Insured Fund, Inc.**

(Percentages shown are based on Net Assets)

<b>Municipal Bonds</b>	<b>Par (000)</b>	<b>Value</b>
<b>California (continued)</b>		
El Centro, California, Financing Authority, Water Revenue Bonds, Series A, 5.25%, 10/01/35 (d)	\$ 1,100	\$ 1,145,507

Edgar Filing: HESS CORP - Form 10-Q

Fremont, California, Unified School District, Alameda County, GO: (Election of 2002), Series B, 5%, 8/01/30 (d)	6,000	6,153,600
Series A, 5.50%, 8/01/26 (e)	10,755	11,274,251
Fresno, California, Joint Powers Financing Authority, Lease Revenue Bonds, Series A, 5.75%, 6/01/26 (d)	4,295	4,526,329
Fullerton, California, Public Financing Authority, Tax Allocation Revenue Bonds, 5%, 9/01/27 (b)	6,930	6,984,539
Glendale, California, Electric Revenue Bonds, 5%, 2/01/32 (c)	4,390	4,426,613
Glendora, California, Unified School District, GO (Election of 2005), Series A (c): 5%, 8/01/27	1,350	1,378,269
5.25%, 8/01/30	2,700	2,794,797
Hanford, California, Joint Unified High School District, GO (Election of 2004), Series A, 4.75%, 8/01/29 (d)	5,710	5,746,201
Hemet, California, Unified School District, GO, Series B, 5.125%, 8/01/37 (j)	4,500	4,664,970
Hollister, California, Joint Powers Finance Authority, Wastewater Revenue Refunding Bonds (Refining and Improvement Project), Series 1 (d): 5%, 6/01/32	5,000	5,130,200
5%, 6/01/37	6,000	6,131,820
Imperial, California, Community College District, GO (Election of 2004), 5%, 8/01/29 (e)	3,090	3,081,750
La Quinta, California, Financing Authority, Local Agency Revenue Bonds, Series A, 5.25%, 9/01/24 (b)	2,500	2,593,850
Lodi, California, Unified School District, GO (Election of 2002), 5%, 8/01/29 (d)	10,260	10,453,606
Los Angeles, California, Community College District, GO (Election of 2003), Series E, 5%, 8/01/31 (d)	7,500	7,708,725
Los Angeles, California, Community Redevelopment Agency, Community Redevelopment Financing Authority Revenue Bonds (Bunker Hill Project),		

Edgar Filing: HESS CORP - Form 10-Q

Series A, 5%, 12/01/27 (d)	10,000	10,264,700
Los Angeles, California, Department of Airports, Airport Revenue Bonds (Los Angeles International Airport), AMT, Series D, 5.625%, 5/15/12 (e)	290	290,284
Los Angeles, California, Unified School District, GO (Election of 2004) (e):		
Series C, 5%, 7/01/27	2,880	2,944,195
Series F, 4.75%, 7/01/27	5,365	5,411,676
Series F, 5%, 7/01/30	5,000	5,103,850
	<b>Par</b>	
<b>Municipal Bonds</b>	<b>(000)</b>	<b>Value</b>
<b>California (continued)</b>		
Los Angeles County, California, Metropolitan Transportation Authority, Sales Tax Revenue Refunding Bonds, Proposition A, First Tier Senior-Series A (b):		
5%, 7/01/27	\$ 5,240	\$ 5,395,471
5%, 7/01/35	6,500	6,617,130
Los Angeles County, California, Public Works Financing Authority, Lease Revenue Refunding Bonds (Master Refunding Project), Series A, 5%, 12/01/28 (c)	6,000	6,010,980
Los Angeles, California, Unified School District, GO, Series E, 5%, 7/01/30 (b)	7,000	7,143,220
Los Angeles, California, Water and Power Revenue Bonds (Power System), Sub-Series A-1:		
5%, 7/01/31 (d)	5,000	5,123,700
5%, 7/01/37 (b)	5,000	5,102,900
Los Angeles, California, Water and Power Revenue Refunding Bonds (Power System), Series A-A-2, 5.375%, 7/01/21 (c)	3,165	3,310,432
Los Rios, California, Community College District, GO (Election of 2002), Series B, 5%, 8/01/27 (c)	3,000	3,049,680
Madera, California, Public Financing Authority, Water and Wastewater Revenue Refunding Bonds, 5%, 3/01/36 (c)	2,010	2,024,110

Edgar Filing: HESS CORP - Form 10-Q

Merced, California, Community College District, GO (School Facilities District Number 1), 5%, 8/01/31 (c)	6,865	6,980,538
Metropolitan Water District of Southern California, Waterworks Revenue Bonds, Series B-1, 5%, 10/01/33 (e)	5,370	5,458,927
Murrieta Valley, California, Unified School District, Public Financing Authority, Special Tax Revenue Bonds, Series A, 5.125%, 9/01/26 (j)	8,000	8,332,560
Napa, California, Water Revenue Bonds, 5%, 5/01/35 (b)	9,070	9,267,817
Natomas Unified School District, California, GO (Election of 2006), 5%, 8/01/28 (e)	6,015	6,058,188
Nevada County, California, COP, Refunding, 5.25%, 10/01/19 (c)	4,245	4,429,403
Oakland, California, Sewer Revenue Bonds, Series A, 5%, 6/15/29 (d)	4,270	4,373,804
Orange County, California, Public Financing Authority, Lease Revenue Refunding Bonds (Juvenile Justice Center Facility), 5.375%, 6/01/18 (b)	6,360	6,728,626
Oxnard, California, Financing Authority, Wastewater Revenue Bonds (Redwood Trunk Sewer and Headworks Projects), Series A, 5.25%, 6/01/34 (e)	10,000	10,134,600
Oxnard, California, Unified High School District, GO, Refunding, Series A, 6.20%, 8/01/30 (c)	9,645	10,129,468

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2008

19

**Schedule of Investments (continued) BlackRock MuniYield California Insured Fund, Inc.**

(Percentages shown are based on Net Assets)

Table of Contents

46

Edgar Filing: HESS CORP - Form 10-Q

Municipal Bonds	Par (000)	Value
<b>California (continued)</b>		
Palm Springs, California, Financing Authority, Lease Revenue Refunding Bonds (Convention Center Project), Series A, 5.50%, 11/01/35 (c)	\$ 1,275	\$ 1,327,670
Palmdale, California, Water District Public Facility Corporation, COP, 5%, 10/01/29 (e)	4,640	4,615,640
Palomar Pomerado Health Care District, California, GO (Election of 2004), Series A, 5.125%, 8/01/37 (c)	9,300	9,572,025
Peralta, California, Community College District, GO (Election of 2007), Series B, 5%, 8/01/37 (d)	6,695	6,869,070
Placentia-Yorba Linda, California, Unified School District, COP, 5%, 10/01/30 (e)	5,000	4,979,750
Port of Oakland, California, Revenue Bonds, AMT, Series K (e):		
5.75%, 11/01/12	5,450	5,581,399
5.75%, 11/01/13	5,920	6,047,931
5.75%, 11/01/14	2,150	2,191,431
5.75%, 11/01/16	3,735	3,788,896
5.875%, 11/01/17	2,745	2,783,567
5.75%, 11/01/29	7,500	7,540,725
Port of Oakland, California, Revenue Refunding Bonds, AMT, Series L, 5.375%, 11/01/27 (c)(e)	19,040	19,119,206
Poway, California, Unified School District, School Facilities Improvement, GO (Election of 2002), Series 1-B, 5%, 8/01/30 (d)	10,000	10,285,200
Rancho, California, Water District Financing Authority, Revenue Refunding Bonds, Series A, 5%, 8/01/34 (d)	9,285	9,569,121
Riverside, California, COP, 5%, 9/01/28 (b)	3,000	3,015,150
Riverside, California, Unified School District, GO (Election of 2001):		
Series A, 5.25%, 2/01/23 (e)	6,000	6,268,500
Series B, 5%, 8/01/30 (c)	7,515	7,646,663

Edgar Filing: HESS CORP - Form 10-Q

Riverside County, California, Asset Leasing Corporation, Leasehold Revenue Refunding Bonds (Riverside County Hospital Project), Series B, 5.70%, 6/01/16 (c)	4,500	4,914,585
Sacramento, California, City Financing Authority, Capital Improvement Revenue Bonds (Community Rein Capital Program), Series A, 5%, 12/01/36 (b)	3,000	3,058,620
Sacramento, California, City Financing Authority, Tax Allocation Revenue Bonds (Merged Downtown and Oak Park Projects), Series A, 5.03%, 12/01/32 (e)(i)	6,590	1,504,102
Sacramento, California, Municipal Utility District Financing Authority Revenue Bonds (Consumers Project), 5%, 7/01/21 (c)	4,500	4,546,305
Sacramento County, California, Airport System Revenue Bonds, AMT, Senior Series B, 5.25%, 7/01/33 (d)	2,775	2,751,801
<b>Municipal Bonds</b>	<b>Par (000)</b>	<b>Value</b>
<b>California (continued)</b>		
Saddleback Valley, California, Unified School District, GO, 5%, 8/01/29 (d)	\$ 2,565	\$ 2,628,432
San Bernardino, California, City Unified School District, GO, Series A, 5%, 8/01/28 (d)	5,000	5,134,600
San Bernardino County, California, S/F Home Mortgage Revenue Refunding Bonds, AMT, Series A-1, 6.25%, 12/01/31 (g)	235	241,408
San Diego, California, Redevelopment Agency, Subordinate Tax Allocation Bonds (Centre City Redevelopment Project), Series A (b):		
5.25%, 9/01/24	2,720	2,789,931
5.25%, 9/01/25	2,860	2,921,747
San Diego, California, Unified Port District, Revenue Refunding Bonds, AMT, Series A, 5.25%, 9/01/19 (c)	5,400	5,450,004



Edgar Filing: HESS CORP - Form 10-Q

San Diego County, California, (Salk Institute for Bio Studies), COP (c):			
5.75%, 7/01/22		3,570	3,785,414
5.75%, 7/01/31		5,200	5,493,592
<hr/>			
San Diego County, California, Water Authority, Water Revenue Bonds, COP, Series A (d):			
5%, 5/01/30		7,350	7,489,062
5%, 5/01/31		10,000	10,183,200
<hr/>			
San Francisco, California, City and County Airport Commission, International Airport Revenue Refunding Bonds, AMT, Second Series, Issue 34E (d):			
5.75%, 5/01/24		5,000	5,232,250
5.75%, 5/01/25		3,500	3,654,210
<hr/>			
San Francisco, California, City and County Airport Commission, International Airport, Special Facilities Lease Revenue Bonds (SFO Fuel Company LLC), AMT, Series A (a):			
6.10%, 1/01/20		1,000	1,021,650
6.125%, 1/01/27		985	1,006,345
<hr/>			
San Francisco, California, Community College District, GO, Refunding, Series A (e):			
5.375%, 6/15/19		1,735	1,831,015
5.375%, 6/15/20		1,730	1,825,738
5.375%, 6/15/21		1,925	2,031,530
<hr/>			
San Jose, California, Airport Revenue Bonds, Series D, 5%, 3/01/28 (c)		4,135	4,155,510
<hr/>			
San Jose, California, Financing Authority, Lease Revenue Refunding Bonds, DRIVERS, VRDN, Series 1280Z, 7.049%, 12/01/10 (b)(k)		1,632	1,672,406
<hr/>			
San Jose, California, GO (Libraries, Parks and Public Safety Projects), 5%, 9/01/27 (c)		7,910	8,102,846
<hr/>			
San Jose, California, Redevelopment Agency, Tax Allocation Bonds (Housing Set-Aside Merged Area), AMT, Series E, 5.85%, 8/01/27 (c)		7,300	7,346,793
<hr/>			

See Notes to Financial Statements.

20 SEMI-ANNUAL REPORT

APRIL 30, 2008

## Schedule of Investments (continued) BlackRock MuniYield California Insured Fund, Inc.

(Percentages shown are based on Net Assets)

Municipal Bonds	Par (000)	Value
<b>California (concluded)</b>		
San Juan, California, Unified School District, GO (Election of 2002), 5%, 8/01/28 (c)	\$ 4,250	\$ 4,308,437
San Mateo County, California, Transit District, Sales Tax Revenue Refunding Bonds, Series A, 5%, 6/01/29 (c)	4,350	4,454,052
San Ysidro, California, School District, Capital Appreciation, GO (Election of 1997), Series E, 5.22%, 8/01/30 (d)	4,825	1,506,462
Santa Clara, California, Subordinated Electric Revenue Bonds, Series A, 5%, 7/01/28 (c)	5,500	5,549,445
Santa Rosa, California, High School District, GO: (Election of 2002), 5%, 8/01/28 (c) 5.375%, 8/01/26 (d)	2,500 3,000	2,523,950 3,162,120
South Tahoe, California, Joint Powers Financing Authority, Revenue Refunding Bonds (South Tahoe Redevelopment Project Area Number 1), Series A, 5%, 10/01/29 (d)	1,645	1,679,315
Stockton, California, Public Financing Authority, Water Revenue Bonds (Water System Capital Improvement Projects), Series A, 5%, 10/01/31 (c)	2,600	2,625,558
Tehachapi, California, COP, Refunding (Installment Sale), 5.75%, 11/01/16 (d)	1,500	1,638,135
Turlock, California, Public Finance Authority, Sewer Revenue Bonds, Series A, 5%, 9/15/33 (e)	3,000	2,978,490
Vallecitos Water District and Wastewater Enterprise, California, COP, Refunding, Series A, 5%, 7/01/27 (d)	2,000	2,078,900

Edgar Filing: HESS CORP - Form 10-Q

Ventura County, California, Community College District, GO, Refunding, Series A, 5%, 8/01/27 (c)	3,395	3,470,199
Vista, California, COP (Community Projects), 5%, 5/01/37 (c)	6,750	6,793,740
Vista, California, Unified School District, GO, Series B, 5%, 8/01/28 (e)	2,550	2,552,142
Walnut, California, Public Financing Authority, Tax Allocation Revenue Bonds (Walnut Improvement Project), 5.375%, 9/01/21 (b)	2,185	2,289,203
West Contra Costa, California, Unified School District, GO (Election of 2002), Series B, 5%, 8/01/32 (d)	6,690	6,794,431
		677,106,399
	<b>Par (000)</b>	<b>Value</b>
<b>Municipal Bonds</b>		
<b>Puerto Rico 3.7%</b>		
Puerto Rico Electric Power Authority, Power Revenue Refunding Bonds, Series UU, 5%, 7/01/24 (d)	\$ 7,000	\$ 7,238,910
Puerto Rico Municipal Finance Agency, GO, RIB, Series 225, 8.78%, 8/01/12 (d)(k)	10,000	10,841,000
		18,079,910
<b>Total Municipal Bonds</b> <b>(Cost \$691,911,726) 142.0%</b>		695,186,309
<b>Municipal Bonds Transferred to Tender Option Bond Trusts (I)</b>		
<b>California 21.2%</b>		
East Bay Municipal Utility District, California, Water System Revenue Bonds, Sub-Series A,		

Edgar Filing: HESS CORP - Form 10-Q

5%, 6/1/35 (a)	10,000	10,184,700
Long Beach, California, Harbor Revenue Bonds, AMT, Series A, 5.375%, 5/15/24	15,150	15,322,104
Los Angeles, California, Department of Water and Power, Power System Revenue Refunding Bonds, Series A, Sub-Series A-2, 5%, 7/1/27 (a)	16,000	16,349,600
Metropolitan Water District, Southern California Waterworks Revenue Bonds, Series A, 5%, 7/1/37	15,000	15,432,450
San Francisco California Bay Area Rapid Transit District Sales Tax Revenue Refunding Bonds, Series A (a): 5%, 7/1/30	19,630	20,055,578
5%, 7/1/34	10,500	10,702,020
San Jose, California, Financing Authority, Lease Revenue Refunding Bonds (Civic Center Project), Series B, 5%, 6/1/32 (e)	8,137	8,238,187
University of California Revenue Bonds, Series L, 5%, 5/15/40	7,400	7,572,790
<b>Total Municipal Bonds Transferred to Tender Option Bond Trusts (Cost \$104,825,966) 21.2%</b>		103,857,429

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2008

21

## Schedule of Investments (concluded) BlackRock MuniYield California Insured Fund, Inc.

(Percentages shown are based on Net Assets)

Short-Term Securities	Shares	Value
CMA California Municipal Money Fund, 2.08% (m)(n)	16,433,157	\$ 16,433,157
<b>Total Short-Term Securities (Cost \$16,433,157) 3.4%</b>		16,433,157

Edgar Filing: HESS CORP - Form 10-Q

<b>Total Investments (Cost \$813,170,849*)</b>	<b>166.6%</b>	815,476,895
<b>Other Assets Less Liabilities</b>	<b>0.1%</b>	439,010
<b>Liability for Trust Certificates, Including Interest Expense and Fees Payable</b>	<b>(10.5%)</b>	(51,292,808)
<b>Preferred Stock, at Redemption Value</b>	<b>(56.2*%)</b>	(275,196,564)
<b>Net Assets Applicable to Common Stock</b>	<b>100.0%</b>	\$489,426,533

\* The cost and unrealized appreciation (depreciation) of investments as of April 30, 2008, as computed for federal income tax purposes, were as follows:

Aggregate cost	\$ 761,822,332
Gross unrealized appreciation	\$ 10,528,976
Gross unrealized depreciation	(7,769,778)
Net unrealized appreciation	\$ 2,759,018

(a) U.S. government securities, held in escrow, are used to pay interest on this security as well as to retire the bond in full at the date indicated, typically at a premium to par.

(b) AMBAC Insured.

(c) MBIA Insured.

(d) FSA Insured.

(e) FGIC Insured.

(f) Security is collateralized by municipal or U.S. Treasury obligations.

(g) FNMA/GNMA Collateralized.

(h) FHLMC Collateralized.

(i) Represents a zero coupon bond. Rate shown is the effective yield at time of purchase.

(j) Assured Guaranty Insured.

(k) Variable rate security. Rate shown is as of report date. Maturity shown is the final maturity date.

(l) Securities represent bonds transferred to a tender option bond trust in exchange for which the Fund acquired residual interest certificates. These securities serve as collateral in a financing transaction. See Note 1 of the Notes to Financial Statements for details of municipal bonds transferred to tender option bond trusts.

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

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

<b>Affiliate</b>	<b>Net Activity</b>	<b>Dividend Income</b>
------------------	---------------------	------------------------

Edgar Filing: HESS CORP - Form 10-Q

CMA California Municipal Money Fund

16,384,107

\$193,663

See Notes to Financial Statements.

22 SEMI-ANNUAL REPORT

APRIL 30, 2008

**Schedule of Investments** April 30, 2008 (Unaudited) **BlackRock MuniYield Florida Fund**

(Percentages shown are based on Net Assets)

Municipal Bonds	Par (000)	Value
<b>Florida 133.0%</b>		
Alachua County, Florida, School Board, COP, 5.25%, 7/01/29 (a)	\$ 2,100	\$ 2,118,543
Arbor Greene Community Development District, Florida, Special Assessment Revenue Refunding Bonds, 5%, 5/01/19	1,410	1,388,906
Beacon Tradeport Community Development District, Florida, Special Assessment Revenue Refunding Bonds (Commercial Project), Series A, 5.625%, 5/01/32 (b)	2,000	2,004,540
Brevard County, Florida, Health Facilities Authority, Healthcare Facilities Revenue Bonds (Health First Inc. Project), 5%, 4/01/36	3,000	2,795,160
Broward County, Florida, Airport System Revenue Bonds, AMT, Series I, 5.75%, 10/01/18 (a)	2,870	2,947,404
Broward County, Florida, Educational Facilities Authority Revenue Bonds (Nova Southeastern University): 5%, 4/01/31 (c)	2,750	2,794,825
Series B, 5.625%, 4/01/34	1,000	974,010
Broward County, Florida, HFA, S/F Mortgage Revenue Refunding Bonds, AMT, Series E, 5.90%, 10/01/39 (d)(e)	1,470	1,490,506

Edgar Filing: HESS CORP - Form 10-Q

Citrus County, Florida, Hospital Board Revenue Refunding Bonds (Citrus Memorial Hospital):			
6.25%, 8/15/23	2,240		2,330,586
6.375%, 8/15/32	2,850		2,928,660
Collier County, Florida, IDA, IDR, Refunding (Southern States Utilities), AMT, 6.50%, 10/01/25	460		460,051
Duval County, Florida, HFA, S/F Mortgage Revenue Refunding Bonds, AMT (e):			
5.40%, 10/01/21	645		650,379
5.85%, 10/01/27 (f)	1,430		1,482,023
Escambia County, Florida, Environmental Improvement Revenue Refunding Bonds (International Paper Company Projects), AMT, Series A, 5%, 8/01/26	4,000		3,300,480
Florida Housing Finance Corporation, Homeowner Mortgage Revenue Bonds, AMT, Series 1, 6%, 7/01/39	840		850,542
Florida Housing Finance Corporation, Homeowner Mortgage Revenue Refunding Bonds, AMT, Series 4, 6.25%, 7/01/22 (g)	415		433,791
Florida Municipal Loan Council Revenue Bonds (f):			
Series A-1, 5.125%, 7/01/34	1,580		1,601,567
Series B, 5.375%, 11/01/30	4,250		4,342,267
Florida State Board of Education, GO (Public Education Capital Outlay), Series J, 5%, 6/01/31	2,500		2,540,525
Florida State Governmental Utility Authority, Utility Revenue Bonds (Lehigh Utility System), 5.125%, 10/01/33 (a)	1,000		1,010,320
Fort Myers, Florida, Utility System Revenue Refunding Bonds, 5%, 10/01/31 (f)	2,750		2,780,030
		<b>Par</b>	
<b>Municipal Bonds</b>		<b>(000)</b>	<b>Value</b>
<b>Florida (continued)</b>			

Halifax Hospital Medical Center, Florida, Hospital Revenue Refunding and Improvement Bonds,

Edgar Filing: HESS CORP - Form 10-Q

Series A, 5.25%, 6/01/26		\$ 4,500	\$ 4,386,960
<hr/>			
Highlands County, Florida, Health Facilities Authority, Hospital Revenue Bonds (Adventist Health System):			
Series C, 5.25%, 11/15/36		2,000	1,950,840
Series F, ARS, VRDN, 4.25%, 11/15/35 (g)(h)		2,675	2,675,000
<hr/>			
Hillsborough County, Florida, Aviation Authority Revenue Bonds, AMT, Series A, 5.50%, 10/01/38 (c)		3,930	3,957,706
<hr/>			
Hillsborough County, Florida, Court Facilities Revenue Bonds, 5.40%, 11/01/12 (a)(i)		1,055	1,163,707
<hr/>			
Hillsborough County, Florida, IDA, Exempt Facilities Revenue Bonds (National Gypsum Company), AMT:			
Series A, 7.125%, 4/01/30		2,500	2,423,150
Series B, 7.125%, 4/01/30		3,750	3,634,725
<hr/>			
Hillsborough County, Florida, IDA, Hospital Revenue Bonds (H. Lee Moffitt Cancer Center Project):			
Series A, 5.25%, 7/01/37		4,575	4,383,811
Series C, 5.50%, 7/01/32		1,000	1,000,650
<hr/>			
Hillsborough County, Florida, IDA, PCR, Refunding (Tampa Electric Company Project), Series A, 5.65%, 5/15/18		1,450	1,460,556
<hr/>			
Hillsborough County, Florida, School Board, COP, 5%, 7/01/29 (f)		1,500	1,512,120
<hr/>			
Jacksonville Electric Authority, Florida, Saint John's River Power Park System Revenue Bonds, Issue Three, Series 2, 5%, 10/01/37		2,100	2,129,862
<hr/>			
Jacksonville, Florida, Economic Development Commission, Health Care Facilities Revenue Bonds (Mayo Clinic-Jacksonville), Series A, 5.50%, 11/15/36 (f)		1,000	1,035,690
<hr/>			
Jacksonville, Florida, Economic Development Commission, IDR (Metropolitan Parking Solutions Project), AMT (j):			
5.50%, 10/01/30		1,140	1,023,652
5.875%, 6/01/31		2,800	2,636,620
<hr/>			
Jacksonville, Florida, Excise Taxes Revenue Bonds, Series B, 5.125%, 10/01/32 (k)		1,500	1,505,820
<hr/>			
Jacksonville, Florida, Guaranteed Entitlement			



Edgar Filing: HESS CORP - Form 10-Q

Revenue Refunding and Improvement Bonds, 5.25%, 10/01/32 (k)		2,315	2,349,493
Jacksonville, Florida, HFA, Homeowner Mortgage Revenue Refunding Bonds, AMT, Series A-1, 5.625%, 10/01/39 (d)(e)		1,000	994,890
Jacksonville, Florida, Health Facilities Authority, Hospital Revenue Bonds (Baptist Medical Center Project), 5%, 8/15/37 (g)		3,145	3,158,681
Jacksonville, Florida Port Authority Revenue Bond AMT, 6%, 11/01/2038		600	618,564
Jacksonville, Florida, Sales Tax Revenue Bonds, 5%, 10/01/27 (f)		2,700	2,761,587

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2008

23

## Schedule of Investments (continued) BlackRock MuniYield Florida Fund

(Percentages shown are based on Net Assets)

Municipal Bonds	Par (000)	Value
<b>Florida (continued)</b>		
Lakeland, Florida, Hospital System Revenue Bonds (Lakeland Regional Health System), Series A, 5.50%, 11/15/09 (f)(i)	\$ 3,500	\$ 3,695,615
Lee County, Florida, Capital Revenue Bonds, 5.25%, 10/01/23 (a)	1,375	1,427,717
Lee County, Florida, HFA, S/F Mortgage Revenue Bonds (Multi-County Program), AMT (e):		
Series A-1, 7.125%, 3/01/28	30	30,496
Series A-2, 6%, 9/01/40 (d)	2,500	2,596,525

Edgar Filing: HESS CORP - Form 10-Q

Lee County, Florida, IDA, Health Care Facilities, Revenue Refunding Bonds (Shell Point/Alliance Obligor Group), 5%, 11/15/32 (s)	1,380	1,160,359
Lee Memorial Health System, Florida, Hospital Revenue Bonds, Series A, 5%, 4/01/32 (a)	3,000	3,004,140
Leon County, Florida, HFA, S/F Mortgage Revenue Bonds (Multi-County Program), AMT, Series B, 7.30%, 1/01/28 (d)(l)	65	67,449
Manatee County, Florida, HFA, Homeowner Revenue Bonds, AMT, Series A, 5.90%, 9/01/40 (d)(e)	1,400	1,396,794
Manatee County, Florida, HFA, S/F Mortgage Revenue Refunding Bonds, AMT, Sub-Series 1, 6.25%, 11/01/28 (l)	115	116,564
Martin County, Florida, Health Facilities Authority, Hospital Revenue Bonds (Martin Memorial Medical Center), Series A (i): 5.75%, 11/15/12 5.875%, 11/15/12	1,350 3,535	1,512,796 3,979,880
Miami Beach, Florida, Water and Sewer Revenue Bonds, 5.75%, 9/01/25 (a)	3,000	3,140,400
Miami, Florida, Special Obligation Revenue Bonds (Street and Sidewalk Improvement Program), 5%, 1/01/37 (f)	2,000	2,002,900
Miami-Dade County, Florida, Aviation Revenue Bonds, AMT, Series A: 5%, 10/01/33 (g) (Miami International Airport), 6%, 10/01/29 (k)	1,440 4,300	1,360,800 4,381,442
Miami-Dade County, Florida, Aviation Revenue Bonds, DRIVERS, VRDN, AMT, Series A, 7.222%, 10/01/11 (g)(h)	10	9,026
Miami-Dade County, Florida, Educational Facilities Authority Revenue Bonds (University of Miami), Series A, 5.75%, 4/01/10 (a)(i)	1,750	1,876,350
Miami-Dade County, Florida, Expressway Authority, Toll System Revenue Bonds, Series B, 5%, 7/01/33 (k)	4,750	4,702,690
Miami-Dade County, Florida, HFA, Home Ownership		

Edgar Filing: HESS CORP - Form 10-Q

Mortgage Revenue Bonds, AMT, Series A, 5.55%, 10/01/49 (d)(e)	1,800	1,780,920
Miami-Dade County, Florida, HFA, Home Ownership Mortgage Revenue Refunding Bonds, AMT, Series A-1, 6.30%, 10/01/20 (e)	385	389,304
	<b>Par</b>	
<b>Municipal Bonds</b>	<b>(000)</b>	<b>Value</b>
<b>Florida (continued)</b>		
Miami-Dade County, Florida, School Board, COP: Series A, 5.50%, 10/01/09 (g)(i)	\$ 3,200	\$ 3,344,896
Series B, 5%, 11/01/31 (a)	2,500	2,486,325
Miami-Dade County, Florida, Solid Waste System Revenue Bonds, 5.25%, 10/01/30 (f)	2,800	2,842,840
Orange County, Florida, Educational Facilities Authority, Educational Facilities Revenue Bonds (Rollins College Project), 5.25%, 12/01/32 (a)	1,500	1,530,510
Orange County, Florida, Health Facilities Authority, Hospital Revenue Bonds (Orlando Regional Healthcare), 6%, 12/01/12 (i)	5,140	5,774,841
Orange County, Florida, School Board, COP, Series A, 5.25%, 8/01/09 (f)(i)	10,500	11,001,840
Orange County, Florida, Tourist Development, Tax Revenue Refunding Bonds, 5%, 10/01/29 (a)	3,500	3,519,250
Orlando and Orange County, Florida, Expressway Authority Revenue Bonds, Series B (a): 5%, 7/01/30	3,000	3,016,080
5%, 7/01/35	8,085	8,113,621
Orlando, Florida, Senior Tourist Development Tax Revenue Bonds (6th Cent Contract Payments), Series A, 5.25%, 11/01/38 (c)	2,000	2,066,480
Orlando, Florida, Utilities Commission, Water and Electric Revenue Refunding Bonds, Series C: 5.25%, 10/01/12 (i)	860	941,752
5.25%, 10/01/23	140	147,833

Edgar Filing: HESS CORP - Form 10-Q

Orlando-Orange County Expressway Authority, Florida, Expressway Revenue Bonds, VRDN, Sub-Series D, 3.34%, 7/01/40 (a)(h)	3,280	3,280,000
Osceola County, Florida, Tourist Development Tax Revenue Bonds, Series A, 5.50%, 10/01/27 (k)	1,760	1,821,794
Palm Beach County, Florida, Airport System Revenue Bonds, AMT, Series A, 5%, 10/01/34 (f)	5,000	4,653,650
Palm Beach County, Florida, Criminal Justice Facilities Revenue Bonds, 7.20%, 6/01/15 (k)	3,390	4,158,344
Palm Beach County, Florida, School Board, COP, Series A:		
6.25%, 8/01/10 (i)(k)	6,000	6,531,960
5%, 8/01/29 (f)(k)	1,000	1,005,250
5%, 8/01/31 (g)	2,200	2,232,516
Pinellas County, Florida, HFA, S/F Housing Revenue Refunding Bonds (Multi-County Program), AMT, Series A-1 (e):		
6.30%, 9/01/20	270	273,578
6.35%, 9/01/25	405	410,455
Polk County, Florida, School Board COP, Master Lease, Series A, 5.50%, 1/01/25 (g)	4,385	4,589,166
Port Everglades Authority, Florida, Port Revenue Bonds, 7.125%, 11/01/16 (r)	1,105	1,276,618

See Notes to Financial Statements.

24 SEMI-ANNUAL REPORT

APRIL 30, 2008

**Schedule of Investments (continued) BlackRock MuniYield Florida Fund**  
(Percentages shown are based on Net Assets)

Municipal Bonds		Par (000)	Value
<b>Florida (concluded)</b>			

Port St. Lucie, Florida, Utility Revenue Bonds,

Edgar Filing: HESS CORP - Form 10-Q

5.25%, 9/01/25 (f)		\$ 1,215	\$ 1,246,481
<hr/>			
Saint Johns County, Florida, Ponte Vedra Utility System Revenue Bonds, 5%, 10/01/35 (g)		1,000	1,016,070
<hr/>			
Saint Johns County, Florida, Sales Tax Revenue Bonds (a):			
Series A, 5.25%, 10/01/32		2,400	2,452,968
Series A, 5.25%, 10/01/34		1,200	1,225,632
Series B, 5.25%, 10/01/32		1,015	1,037,401
<hr/>			
Santa Rosa County, Florida, School Board, COP, Refunding, Series 2 (k):			
5.25%, 2/01/26		1,180	1,202,467
5.25%, 2/01/31		1,820	1,846,463
<hr/>			
Seminole County, Florida, Water and Sewer Revenue Bonds, 5%, 10/01/31		5,000	5,089,200
<hr/>			
South Lake County, Florida, Hospital District Revenue Bonds (South Lake Hospital Inc.):			
5.80%, 10/01/34		1,000	1,008,460
6.375%, 10/01/34		1,150	1,166,974
<hr/>			
Sumter County, Florida, Capital Improvement Revenue Bonds (a):			
5%, 6/01/26		2,190	2,220,441
5%, 6/01/30		3,500	3,527,650
<hr/>			
Tampa Bay, Florida, Water Utility System Revenue Bonds, 5.75%, 10/01/11 (i)(k)		5,000	5,477,650
<hr/>			
University of Central Florida Athletics Association Inc., COP, Series A, 5.25%, 10/01/34 (k)		3,235	3,234,838
<hr/>			
University of Central Florida, COP (UCF Convocation Center), Series A, 5%, 10/01/35 (k)		4,400	4,078,448
<hr/>			
Village Center Community Development District, Florida, Recreational Revenue Bonds, Series A (f):			
5.375%, 11/01/34		1,995	2,066,820
5.125%, 11/01/36		1,000	1,021,540
<hr/>			
Village Center Community Development District, Florida, Utility Revenue Bonds, 5.125%, 10/01/28 (f)		5,040	5,162,926
<hr/>			
Volusia County, Florida, IDA, Student Housing Revenue Bonds (Stetson University Project), Series A, 5%, 6/01/35 (n)		1,000	1,004,100

Edgar Filing: HESS CORP - Form 10-Q

Volusia County, Florida, School Board, COP (Master Lease Program), 5.50%, 8/01/24 (g)	5,000	5,233,800
		251,961,294
<b>Georgia 1.8%</b>		
Atlanta, Georgia, Airport Passenger Facility Charge and Subordinate Lien General Revenue Refunding Bonds, Series C, 5%, 1/01/33 (g)	3,270	3,316,565
	<b>Par (000)</b>	<b>Value</b>
<b>Municipal Bonds</b>		
<b>New Jersey 1.8%</b>		
New Jersey EDA, Cigarette Tax Revenue Bonds:		
5.75%, 6/15/29	\$ 1,735	\$ 1,695,477
5.50%, 6/15/31	505	474,801
Tobacco Settlement Financing Corporation of New Jersey, Asset-Backed Revenue Bonds, 7%, 6/01/13 (i)	1,000	1,174,710
		3,344,988
<b>Puerto Rico 4.7%</b>		
Puerto Rico Commonwealth Aqueduct and Sewer Authority, Senior Lien Revenue Bonds, Series A, 6%, 7/01/44	4,200	4,388,160
Puerto Rico Commonwealth, Public Improvement, GO, Series A, 5.25%, 7/01/26	1,000	991,830
Puerto Rico Public Buildings Authority, Government Facilities Revenue Refunding Bonds, Series I, 5%, 7/01/36 (o)	2,000	1,876,480
Puerto Rico Public Finance Corporation, Commonwealth Appropriation Revenue Bonds, Series E, 5.70%, 2/01/10 (i)	1,715	1,800,613

		9,057,083
<b>Total Municipal Bonds</b>		
(Cost \$263,772,262) 141.3%		267,679,930
<b>Municipal Bonds Transferred to Tender Option Bond Trusts (p)</b>		
<b>Florida 19.2%</b>		
Miami-Dade County, Florida, Aviation Revenue Bonds, Airport and Marina Imports, Series A, 5.0%, 10/01/33 (g)	2,435	2,278,330
Miami-Dade County, Florida, Expressway Authority, Toll System Revenue Bonds, 6.375%, 7/1/10 (i)(k)	16,000	17,455,840
Miami-Dade County, Florida, Health Facilities Authority, Hospital Revenue Refunding Bonds (Miami Children s Hospital), Series A, 5.625%, 8/15/17 (a)	6,595	7,234,649
South Broward, Florida, Hospital District, Hospital Revenue Bonds, 5.625%, 5/1/32 (f)	8,500	9,415,535
<b>Total Municipal Bonds Transferred to Tender Option Bond Trusts (Cost \$34,828,768) 19.2%</b>		36,384,354

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2008

25

## Schedule of Investments (concluded) BlackRock MuniYield Florida Fund

(Percentages shown are based on Net Assets)

Short-Term Securities	Shares	Value
-----------------------	--------	-------

Edgar Filing: HESS CORP - Form 10-Q

CMA Florida Municipal Money Fund, 2.01% (m)(q)	13,344,227	\$ 13,344,227
<hr/>		
<b>Total Short-Term Securities</b>		
(Cost \$13,344,227) 7.0%		13,344,227
<hr/>		
<b>Total Investments (Cost \$311,945,257*) 167.5%</b>		317,408,511
<b>Liabilities in Excess of Other Assets (0.5%)</b>		(1,018,256)
<b>Liability for Trust Certificates, Including Interest Expense and Fees Payable (8.9%)</b>		(16,919,670)
<b>Preferred Shares, at Redemption Value (58.1%)</b>		(110,060,225)
<hr/>		
<b>Net Assets Applicable to Common Shares 100.0%</b>		\$189,410,360
<hr/>		

\* The cost and unrealized appreciation (depreciation) of investments as of April 30, 2008, as computed for federal income tax purposes, were as follows:

Aggregate cost	\$ 296,476,549
<hr/>	
Gross unrealized appreciation	\$ 8,871,833
Gross unrealized depreciation	(4,697,827)
<hr/>	
Net unrealized appreciation	\$ 4,174,006
<hr/>	

- (a) AMBAC Insured.
- (b) Radian Insured.
- (c) Assured Guaranty Insured.
- (d) FHLMC Collateralized.
- (e) FNMA/GNMA Collateralized.
- (f) MBIA Insured.
- (g) FSA Insured.
- (h) Variable rate security. Rate shown is interest rate as of report date. Maturity shown is the final maturity date.
- (i) U.S. government securities, held in escrow, are used to pay interest on this security as well as to retire the bond in full at the date indicated, typically at a premium to par.
- (j) ACA Insured.
- (k) FGIC Insured.
- (l) GNMA Collateralized.
- (m) Represents the current yield as of report date.
- (n) CIFG Insured.
- (o) Commonwealth Guaranteed.
- (p) Securities represent bonds transferred to a tender option bond trust in exchange for which the Fund acquired residual interest certificates. These securities serve as collateral in a financing transaction. See Note 1 of the Notes to Financial Statements for details of municipal bonds transferred to tender option bond trusts.
- (q) Investments in companies considered to be an affiliate of the Fund, for purposes



## Edgar Filing: HESS CORP - Form 10-Q

of Section 2(a)(3) of the Investment Company Act of 1940, were as follows:

Affiliate	Net Activity	Dividend Income
CMA Florida Municipal Money Fund	7,266,346	\$67,138

(r) Security is collateralized by municipal or U.S. Treasury obligations.

(s) Illiquid security.

See Notes to Financial Statements.

26 SEMI-ANNUAL REPORT

APRIL 30, 2008

### Schedule of Investments April 30, 2008 (Unaudited) **BlackRock MuniYield Michigan Insured Fund II, Inc.**

(Percentages shown are based on Net Assets)

Municipal Bonds	Par (000)	Value
<b>Michigan 141.3%</b>		
Adrian, Michigan, City School District, GO, 5%, 5/01/14 (f)(i)	\$ 2,400	\$ 2,632,440
Anchor Bay, Michigan, School District, School Building and Site, GO, Series II, 5.75%, 5/01/10 (c)(f)	3,165	3,370,472
Bay City, Michigan, School District, School Building and Site, GO, 5%, 5/01/31 (i)	2,275	2,326,165
Bullock Creek, Michigan, School District, GO, 5.50%, 5/01/10 (b)(f)	2,150	2,279,129
Charlotte, Michigan, Public School District, GO, 5.375%, 5/01/09 (c)(f)	3,850	3,973,700
Delta County, Michigan, Economic Development Corporation, Environmental Improvement Revenue Refunding Bonds (Mead Westvaco-Escanaba), Series A, 6.25%, 4/15/12 (f)	2,420	2,708,948

Edgar Filing: HESS CORP - Form 10-Q

Detroit, Michigan, City School District, GO (School Building and Site Improvement) (c):		
Series A, 5.0%, 5/01/13 (f)	2,000	2,177,740
Series A, 5.375%, 5/01/13 (f)	1,480	1,637,087
Series B, 5%, 5/01/28	1,900	1,929,374
<hr/>		
Detroit, Michigan, City School District, GO, Series A, 5.50%, 5/01/12 (f)(i)	1,700	1,862,741
<hr/>		
Detroit, Michigan, Water Supply System Revenue Bonds:		
Second Lien, Series B, 5%, 7/01/13 (b)(f)	1,780	1,942,105
Second Lien, Series B, 5%, 7/01/34 (b)	2,620	2,626,917
Senior Lien, Series A, 5%, 7/01/13 (b)(f)	1,250	1,363,838
Senior Lien, Series A, 5%, 7/01/25 (i)	3,460	3,591,342
Senior Lien, Series A, 5%, 7/01/34 (b)	4,600	4,612,144
<hr/>		
Detroit, Michigan, Water Supply System, Revenue Refunding Bonds, Second Lien, Series C, 5%, 7/01/29	6,475	6,644,904
<hr/>		
Dickinson County, Michigan, Economic Development Corporation, Environmental Improvement Revenue Refunding Bonds (International Paper Company Project), Series A, 5.75%, 6/01/16	2,500	2,536,125
<hr/>		
Dickinson County, Michigan, Healthcare System, Hospital Revenue Refunding Bonds, 5.80%, 11/01/24 (d)	2,170	2,161,797
<hr/>		
East Grand Rapids, Michigan, Public School District, GO, 6%, 5/01/09 (f)(i)	6,300	6,541,290
<hr/>		
Eaton Rapids, Michigan, Public Schools, School Building and Site, GO (i):		
5%, 5/01/14 (f)	880	965,228
5%, 5/01/26	1,000	1,027,100
5%, 5/01/29	370	377,493
5.25%, 5/01/23	2,000	2,113,040
<hr/>		
Flint, Michigan, Hospital Building Authority, Revenue Refunding Bonds (Hurley Medical Center) (d):		
Series A, 5.375%, 7/01/20	385	353,626
Series A, 6%, 7/01/20	775	752,161
<hr/>		
	<b>Par</b>	
<b>Municipal Bonds</b>	<b>(000)</b>	<b>Value</b>
<hr/>		

Edgar Filing: HESS CORP - Form 10-Q

Michigan (continued)

Gibraltar, Michigan, School District, GO (School Building and Site) (c):		
5%, 5/01/14 (f)	\$ 3,065	\$ 3,361,845
5%, 5/01/28	585	595,004
Grand Blanc, Michigan, Community Schools, GO (c):		
5.625%, 5/01/17	1,000	1,071,800
5.625%, 5/01/18	1,000	1,052,620
5.625%, 5/01/19	1,100	1,157,882
Grand Rapids, Michigan, Building Authority Revenue Bonds (g):		
Series A, 5.50%, 10/01/12 (f)	535	591,127
Series A, 5.50%, 10/01/12 (f)	130	143,638
Series A, 5.50%, 10/01/18	805	858,146
Series A, 5.50%, 10/01/19	190	202,544
Grand Rapids, Michigan, Sanitation Sewer System Revenue Refunding and Improvement Bonds, Series A, 5.50%, 1/01/22 (c)	1,500	1,664,790
Harper Woods, Michigan, City School District, School Building and Site, GO, Refunding (c):		
5%, 5/01/14 (f)	215	235,823
5%, 5/01/34	10	10,155
Hartland, Michigan, Consolidated School District, GO, 6%, 5/01/10 (c)(f)	4,500	4,814,009
Haslett, Michigan, Public School District, School Building and Site, GO, 5.625%, 11/01/11 (b)(f)	1,275	1,396,163
Hudsonville, Michigan, Public Schools, School Building and Site, GO, 5%, 5/01/29 (i)	2,660	2,713,865
Jackson, Michigan, Public Schools, GO, 5.375%, 5/01/10 (c)(f)	3,975	4,204,079
Kent, Michigan, Hospital Finance Authority Revenue Bonds (Spectrum Health), Series A, 5.50%, 7/15/11 (b)(f)	3,000	3,266,850
Lapeer, Michigan, Community Schools, School Building and Site, GO, 5%, 5/01/37 (i)	1,235	1,265,282
Ludington, Michigan, Area School District, GO, 5.25%, 5/01/23 (b)	1,440	1,520,842

Edgar Filing: HESS CORP - Form 10-Q

Michigan Higher Education Facilities Authority, Limited Obligation Revenue Bonds (Hillsdale College Project), 5%, 3/01/35	1,125	1,086,255
Michigan Higher Education Facilities Authority, Limited Obligation Revenue Refunding Bonds (Hope College), Series A, 5.90%, 4/01/32	1,000	1,002,360
Michigan Higher Education Facilities Authority, Revenue Refunding Bonds (College for Creative Studies):		
5.85%, 12/01/22	550	560,956
5.90%, 12/01/27	1,000	1,014,770
Michigan Higher Education Student Loan Authority, Student Loan Revenue Bonds, AMT (g):		
Series XVII-B, 5.40%, 6/01/18	3,000	3,018,210
Series XVII-Q, 5%, 3/01/31	500	462,780

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2008

27

## Schedule of Investments (continued) BlackRock MuniYield Michigan Insured Fund II, Inc.

(Percentages shown are based on Net Assets)

Municipal Bonds	Par (000)	Value
<b>Michigan (continued)</b>		
Michigan State Building Authority Revenue Bonds (Facilities Program), Series II (e)(g)(l):		
4.67%, 10/15/09	\$ 1,185	\$ 1,143,454
4.77%, 10/15/10	1,675	1,568,386
Michigan State Building Authority, Revenue Refunding Bonds, (Facilities Program), Series II, 5%, 10/15/29 (b)	2,000	2,018,000

Edgar Filing: HESS CORP - Form 10-Q

Michigan State, COP, 5.50%, 6/01/10 (f)(g)	3,870	4,110,985
Michigan State, Comprehensive Transportation Revenue Refunding Bonds, 5%, 5/15/26 (i)	1,000	1,035,450
Michigan State, HDA, Limited Obligation M/F Housing Revenue Bonds (Deaconess Towers Apartments), AMT, 5.25%, 2/20/48 (j)	1,000	934,290
Michigan State, HDA, Rental Housing Revenue Bonds, AMT:		
Series A, 5.30%, 10/01/37 (b)	25	23,888
Series B, 4.85%, 10/01/37 (i)	1,500	1,346,550
Series D, 5.125%, 4/01/31 (i)	1,500	1,444,155
Michigan State Hospital Finance Authority, Hospital Revenue Bonds (Mid-Michigan Obligation Group), Series A, 5.50%, 4/15/18 (g)	1,000	1,044,190
Michigan State Hospital Finance Authority, Hospital Revenue Refunding Bonds:		
(Crittenton Hospital), Series A, 5.625%, 3/01/27 (Oakwood Obligated Group), Series A, 5%, 7/15/37 (Sparrow Obligated Group), 5%, 11/15/31	1,300	1,323,816
	3,340	3,135,191
	2,145	2,084,254
Michigan State Hospital Finance Authority Revenue Bonds:		
(McLaren Health Care Corporation), Series C, 5%, 8/01/35 (Mercy Health Services), Series R, 5.375%, 8/15/26 (g)(l)	1,585	1,482,102
	2,000	2,009,360
Michigan State Hospital Finance Authority, Revenue Refunding Bonds:		
(Ascension Health Credit), Series A, 6.25%, 11/15/09 (b)(f) (Mercy Health Services), Series X, 6%, 8/15/09 (b)(f) (Mercy-Mount Clemens), Series A, 5.75%, 5/15/09 (b)(f) (Trinity Health), Series A, 6%, 12/01/27 (g) (Trinity Health Credit Group), Series D, 5%, 8/15/34 (Trinity Health Credit), Series C, 5.375%, 12/01/23 (Trinity Health Credit), Series C, 5.375%, 12/01/30	3,760	4,016,733
	3,215	3,366,684
	2,000	2,092,780
	5,500	5,833,850
	1,650	1,628,484
	1,000	1,025,030
	1,950	1,980,342
Michigan State Strategic Fund, Limited Obligation		

Edgar Filing: HESS CORP - Form 10-Q

Revenue Refunding Bonds:

(Detroit Edison Company Pollution Control Project), AMT, Series A, 5.55%, 9/01/29 (b)	9,500	9,539,330
(Detroit Edison Company Pollution Control Project), Series AA, 6.95%, 5/01/11 (c)	2,000	2,200,880
(Dow Chemical Company Project), AMT, 5.50%, 12/01/28	1,375	1,371,617

<b>Municipal Bonds</b>	<b>Par (000)</b>	<b>Value</b>
<b>Michigan (continued)</b>		
Monroe County, Michigan, Economic Development Corporation, Limited Obligation Revenue Refunding Bonds (Detroit Edison Co. Project), Series AA, 6.95%, 9/01/22 (c)	\$ 6,500	\$ 8,211,320
New Lothrop, Michigan, Area Public Schools, School Building and Site, GO, 5%, 5/01/35 (i)	1,200	1,224,816
Oak Park, Michigan, Street Improvement, GO, 5%, 5/01/30 (b)	600	606,702
Plainwell, Michigan, Community Schools, School District, School Building and Site, GO, 5.50%, 11/01/12 (f)(i)	1,000	1,105,900
Pontiac, Michigan, Tax Increment Finance Authority, Revenue Refunding Bonds (Development Area Number 3), 5.375%, 6/01/12 (d)(f)	640	699,866
Portage, Michigan, Public Schools, School Building and Site, GO, 5%, 5/01/31 (i)	2,850	2,933,676
Reed, Michigan, City Public Schools, School Building and Site, GO, 5%, 5/01/14 (f)(i)	1,000	1,096,850
Romulus, Michigan, Community Schools, GO, 5.75%, 5/01/09 (c)(f)	1,500	1,553,745
Roseville, Michigan, School District, School Building and Site, GO, Refunding, 5%, 5/01/31 (i)	1,050	1,073,614
Saginaw Valley State University, Michigan, General Revenue Refunding Bonds, 5%, 7/01/24 (c)	1,450	1,457,540

Edgar Filing: HESS CORP - Form 10-Q

Saint Clair County, Michigan, Economic Revenue Refunding Bonds (Detroit Edison Co. Project), Series AA, 6.40%, 8/01/24 (g)		13,000	13,342,425
South Lyon, Michigan, Community Schools, GO, Series A, 5.75%, 5/01/10 (b)(f)		2,650	2,822,038
Southfield, Michigan, Public Schools, School Building and Site, GO, Series A, (f)(i):			
5%, 5/01/14		1,000	1,096,850
5.25%, 5/01/14		1,950	2,165,280
Sparta, Michigan, Area Schools, School Building and Site, GO, 5%, 5/01/14 (f)(i)		1,000	1,096,850
Thornapple Kellogg School District, Michigan, GO, Refunding, 5%, 5/01/32 (b)		1,500	1,538,265
Wayne Charter County, Michigan, Airport Revenue Bonds (Detroit Metropolitan Wayne County), AMT, Series A, 5.375%, 12/01/15 (b)		6,500	6,588,725
Wayne Charter County, Michigan, Detroit Metropolitan Airport, GO, Airport Hotel, Series A, 5%, 12/01/30 (b)		1,180	1,188,118
Wayne County, Michigan, Airport Authority Revenue Bonds (Detroit Metropolitan Wayne County Airport), AMT, (b):			
5.25%, 12/01/25		4,475	4,449,403
5.25%, 12/01/26		3,700	3,678,133
5%, 12/01/34		5,200	4,838,756

See Notes to Financial Statements.

28 SEMI-ANNUAL REPORT

APRIL 30, 2008

## Schedule of Investments (concluded) BlackRock MuniYield Michigan Insured Fund II, Inc.

(Percentages shown are based on Net Assets)

Municipal Bonds	Par (000)	Value
-----------------	--------------	-------

**Michigan (concluded)**

Wayne County, Michigan, Airport Authority, Revenue

Refunding Bonds, AMT (m):

5.75%, 12/01/26

5.375%, 12/01/32

\$ 3,060

\$ 3,177,841

4,300

4,262,117

Wyoming, Michigan, Sewage Disposal System

Revenue Bonds, 5%, 6/01/30 (b)

5,300

5,353,318

Zeeland, Michigan, Public Schools, School Building

and Site, GO, 5%, 5/01/29 (b)

1,330

1,356,932

234,457,582

**Puerto Rico 3.9%**

Puerto Rico Commonwealth Highway and

Transportation Authority, Transportation Revenue

Refunding Bonds, Series N, 5.25%, 7/01/39 (c)

1,250

1,239,475

Puerto Rico Sales Tax Financing Corporation, Sales

Tax Revenue Refunding Bonds, Series A, (b)(e):

5.20%, 8/01/43

4.99%, 8/01/46

12,500

1,735,500

30,000

3,500,100

6,475,075

**Total Municipal Bonds****(Cost \$234,151,100) 145.2%**

240,932,657

**Municipal Bonds Transferred to  
Tender Option Bond Trusts (k)****Michigan 19.9%**

Detroit, Michigan, Water Supply System, Senior Lien

Revenue Bonds, Series A, 5.75%, 7/01/11 (c)(f)

2,700

2,964,573

Lakewood Michigan Public Schools, 5%, 5/01/2037 (i)

4,150

4,060,247

Michigan State, COP, Refunding (New Center

Development Inc.) (b)(l):



Edgar Filing: HESS CORP - Form 10-Q

5.75%, 9/01/10		5,715	6,194,689
5.75%, 9/01/11		5,045	5,468,452
<hr/>			
Michigan State Building Authority, Revenue Refunding Bonds (Facilities Program), Series I, 5.50%, 10/15/10 (i)		7,000	7,554,120
<hr/>			
Saginaw Valley State University Michigan Revenue Bonds, 5%, 7/01/2031 (i)		2,500	2,557,900
<hr/>			
Wayne State University, Michigan, University Revenue Refunding Bonds, 5%, 11/15/2035 (i)		4,000	4,108,840
<hr/>			
<b>Puerto Rico 2.9%</b>			
<hr/>			
Puerto Rico Electric Power Authority, Power Revenue Bonds (f)(i): Series HH, 5.75%, 7/01/10		4,540	4,861,568
<hr/>			
<b>Total Municipal Bonds Transferred to Tender Option Bond Trusts (Cost \$37,646,548) 22.8%</b>			37,770,389
<hr/>			
<b>Short-Term Securities</b>		<b>Shares</b>	<b>Value</b>
<hr/>			
CMA Michigan Municipal Money Fund, 2.15% (a)(h)		554,971	\$ 554,971
<hr/>			
<b>Total Short-Term Securities (Cost \$554,971) 0.3%</b>			554,971
<hr/>			
<b>Total Investments (Cost \$272,352,619*) 168.3%</b>			279,258,017
<b>Other Assets Less Liabilities 2.4%</b>			3,919,115
<b>Liability for Trust Certificates, Including Interest Expense and Fees Payable (11.0%)</b>			(18,227,397)
<b>Preferred Stock, at Redemption Value (59.7%)</b>			(99,022,539)
<hr/>			
<b>Net Assets Applicable to Common Stock 100.0%</b>			\$165,927,196
<hr/>			

\* The cost and unrealized appreciation (depreciation) of investments as of April 30, 2008, as computed for federal income tax purposes, were as follows:

Aggregate cost		\$ 254,167,685
<hr/>		
Gross unrealized appreciation		\$ 10,712,601
Gross unrealized depreciation		(3,775,862)

Net unrealized appreciation

\$ 6,936,739

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

Affiliate	Net Activity	Dividend Income
CMA Michigan Municipal Money Fund	(3,330,844)	\$73,207

(b) MBIA Insured.

(c) FGIC Insured.

(d) ACA Insured.

(e) Represents a zero coupon bond. Rate shown reflects the effective yield at the time of purchase.

(f) U.S. government securities, held in escrow, are used to pay interest on this security as well as to retire the bond in full at the date indicated, typically at a premium to par.

(g) AMBAC Insured.

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

(i) FSA Insured.

(j) GNMA Collateralized.

(k) Securities represent bonds transferred to a tender option bond trust in exchange for which the Fund acquired residual interest certificates. These securities serve as collateral in a financing transaction. See Note 1 of the Notes to Financial Statements for details of municipal bonds transferred to tender option bond trusts.

(l) Security is collateralized by municipal or U.S. Treasury Obligations.

(m) Assured Guarantee Insured.

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2008

29

**Schedule of Investments** April 30, 2008 (Unaudited) **BlackRock MuniYield New York Insured Fund, Inc.**  
 (Percentages shown are based on Net Assets)

Municipal Bonds	Par (000)	Value
-----------------	--------------	-------

Edgar Filing: HESS CORP - Form 10-Q

New York 123.3%

Buffalo, New York, School, GO, Series D (a):		
5.50%, 12/15/14	\$ 1,250	\$ 1,337,087
5.50%, 12/15/16	1,500	1,603,980
Buffalo, New York, Sewer Authority, Revenue Refunding Bonds, Series F, 6%, 7/01/13 (a)	4,300	4,648,042
Dutchess County, New York, Resource Recovery Agency Revenue Bonds (Solid Waste System-Forward), Series A, 5.40%, 1/01/13 (b)	1,700	1,793,976
Erie County, New York, IDA, School Facility Revenue Bonds (City of Buffalo Project) (c):		
5.75%, 5/01/20	1,900	2,051,753
5.75%, 5/01/24	4,250	4,440,952
Hudson Yards Infrastructure Corporation, New York, Revenue Bonds, Series A:		
4.50%, 2/15/47 (b)	11,275	10,463,313
5%, 2/15/47 (a)	12,150	11,830,455
Huntington, New York, GO, Refunding:(d)		
5.50%, 4/15/11	485	523,169
5.50%, 4/15/12	460	505,374
5.50%, 4/15/13	455	504,581
5.50%, 4/15/14	450	504,000
5.50%, 4/15/15	450	507,609
Ilion, New York, Central School District, GO, Series B, 5.50%, 6/15/10 (a)	1,675	1,799,821
Long Island Power Authority, New York, Electric System Revenue Bonds, Series A (d):		
5%, 9/01/29	7,000	7,086,730
5%, 9/01/34	7,950	8,026,797
Long Island Power Authority, New York, Electric System Revenue Refunding Bonds, Series B, 5%, 12/01/35 (c)	4,000	4,090,600
Madison County, New York, IDA, Civic Facility Revenue Bonds (Colgate University Project), Series A, 5%, 7/01/35 (d)	4,250	4,331,770
Metropolitan Transportation Authority, New York, Commuter Facilities Revenue Refunding Bonds, Series B, 4.875%, 7/01/18 (a)(e)	10,000	10,118,300

Edgar Filing: HESS CORP - Form 10-Q

Metropolitan Transportation Authority, New York, Dedicated Tax Fund Revenue Bonds:		
Series A, 5%, 11/15/31 (b)	3,905	3,994,815
Series A, 5%, 11/15/35 (b)	5,000	5,100,900
VRDN, Series D-2, 3.50%, 11/01/34 (d)(f)	4,000	4,000,000
Metropolitan Transportation Authority, New York, Dedicated Tax Fund, Revenue Refunding Bonds, Series A:		
5%, 11/15/30 (b)	6,600	6,717,810
5%, 11/15/32 (c)	1,015	1,029,372
Metropolitan Transportation Authority, New York, Revenue Bonds:		
GO, VRDN, Sub-Series A-2, 6%, 11/01/34 (f)(g)	8,000	8,000,000
Series B, 4.50%, 11/15/37	3,150	2,917,309
	<b>Par</b>	
<b>Municipal Bonds</b>	<b>(000)</b>	<b>Value</b>
<b>New York (continued)</b>		
Metropolitan Transportation Authority, New York, Revenue Refunding Bonds:		
RIB, Series 724X, 8.81%, 11/15/32 (c)(f)	\$ 3,900	\$ 4,478,370
Series A, 5.125%, 11/15/22 (a)	1,740	1,772,729
Series A, 5%, 11/15/30 (c)	8,455	8,588,589
Series A, 5.25%, 11/15/31 (a)	2,500	2,528,075
Series B, 5%, 11/15/28 (b)	1,500	1,518,045
Metropolitan Transportation Authority, New York, Transit Facilities Revenue Refunding Bonds, Series C (c)(h):		
5.125%, 1/01/12	2,885	3,107,837
5.125%, 7/01/12	1,640	1,782,270
Metropolitan Transportation Authority, New York, Transportation Revenue Bonds, Series A, 5%, 11/15/32 (a)		
	3,000	3,002,790
Metropolitan Transportation Authority, New York, Transportation Revenue Refunding Bonds, Series F (b):		
5.25%, 11/15/12 (h)	6,235	6,848,649
5%, 11/15/31	5,000	5,042,300
Monroe County, New York, IDA, Revenue Bonds		

Edgar Filing: HESS CORP - Form 10-Q

(Southview Towers Project), AMT:		
6.125%, 2/01/20	1,400	1,443,582
6.25%, 2/01/31	1,125	1,155,667
<hr/>		
Nassau Health Care Corporation, New York, Health System Revenue Bonds, 5.75%, 8/01/09 (c)(h)	10,830	11,516,514
<hr/>		
New York City, New York, City Housing Development Corporation, M/F Housing Revenue Bonds, AMT:		
Series C, 5%, 11/01/26	1,500	1,442,220
Series C, 5.05%, 11/01/36	2,000	1,893,200
Series H-1, 4.70%, 11/01/40	1,340	1,184,198
<hr/>		
New York City, New York, City IDA, Civic Facility Revenue Refunding Bonds (Nightingale-Bamford School), 5.25%, 1/15/18 (d)	1,275	1,338,240
<hr/>		
New York City, New York, City IDA, IDR (Japan Airlines Company), AMT, 6%, 11/01/15 (c)	6,550	6,627,552
<hr/>		
New York City, New York, City IDA, PILOT Revenue Bonds:		
(Queens Baseball Stadium Project), 5%, 1/01/36 (d)	14,000	14,038,080
(Queens Baseball Stadium Project), 5%, 1/01/39 (d)	5,750	5,773,690
(Queens Baseball Stadium Project), 5%, 1/01/46 (d)	9,900	9,865,944
(Yankee Stadium Project), 5%, 3/01/36 (b)	5,150	5,191,561
(Yankee Stadium Project), 5%, 3/01/46 (a)	13,250	12,579,948
<hr/>		
New York City, New York, City IDA, Parking Facility Revenue Bonds (Royal Charter Properties Inc.-The New York and Pennsylvania Hospital Leasehold Project), 5.75%, 12/15/29 (c)	7,970	8,607,759
<hr/>		
New York City, New York, City IDA, Special Facility Revenue Refunding Bonds (Terminal One Group Association Project), AMT, 5.50%, 1/01/24	1,500	1,520,475
<hr/>		

See Notes to Financial Statements.

30 SEMI-ANNUAL REPORT

APRIL 30, 2008

**Schedule of Investments (continued) BlackRock MuniYield New York Insured Fund, Inc.**

Edgar Filing: HESS CORP - Form 10-Q

(Percentages shown are based on Net Assets)

Municipal Bonds	Par (000)	Value
<b>New York (continued)</b>		
New York City, New York, City Municipal Water Finance Authority, Water and Sewer System Revenue Bonds, Series A:		
5.75%, 6/15/09 (a)(h)	\$ 2,850	\$ 2,991,674
4.25%, 6/15/39 (c)	1,050	962,031
New York City, New York, City Municipal Water Finance Authority, Water and Sewer System, Revenue Refunding Bonds:		
5.50%, 6/15/10 (b)(h)(s)	5,000	5,372,600
Series A, 5.125%, 6/15/34 (b)	1,250	1,270,113
Series A, 5%, 6/15/35 (d)	3,500	3,547,145
Series C, 5%, 6/15/35 (b)	1,125	1,143,923
Series F, 5%, 6/15/29 (c)	500	505,880
New York City, New York, City Transit Authority, Metropolitan Transportation Authority, Triborough, COP, Series A, 5.625%, 1/01/12 (d)		
	1,020	1,070,378
New York City, New York, City Transitional Finance Authority, Building Aid Revenue Bonds, Series S-2 (a):		
4.25%, 1/15/34	5,980	5,431,156
5%, 1/15/37 (c)	5,000	5,113,000
New York City, New York, City Transitional Finance Authority, Future Tax Secured Revenue Bonds:		
Series B, 6.25%, 5/15/10 (h)	800	869,880
Series C, 5%, 2/01/33 (a)	16,195	16,436,306
Series E, 5.25%, 2/01/22 (b)	2,500	2,625,050
New York City, New York, City Transitional Finance Authority, Future Tax Secured, Revenue Refunding Bonds:		
Series A, 5%, 11/15/26 (a)	1,000	1,021,130
Series D, 5.25%, 2/01/21 (b)	3,000	3,156,720
New York City, New York, GO:		
Series A, 5.75%, 5/15/10 (a)(h)	3,000	3,231,690
Series B, 5.75%, 8/01/13 (b)	1,280	1,366,259
Series D, 5.25%, 10/15/13 (h)	3,750	4,164,675
Series D1, 5.125%, 12/01/23	1,000	1,047,400

Edgar Filing: HESS CORP - Form 10-Q

Series D1, 5.125%, 12/01/27	2,000	2,075,860
Series D1, 5.125%, 12/01/28	2,150	2,224,820
Series J, 5%, 5/15/23	8,000	8,205,120
Sub-Series C-1, 5.25%, 8/15/26	1,150	1,192,262
<hr/>		
New York City, New York, GO, Refunding:		
Series A, 6.375%, 5/15/10 (a)(h)	895	975,210
Series B, 7%, 2/01/18 (d)	70	70,578
<hr/>		
New York City, New York, IDA, Civic Facility Revenue Refunding Bonds (Polytechnic University), 5.25%, 11/01/37 (i)	2,480	2,205,464
<hr/>		
New York City, New York, Sales Tax Asset Receivable Corporation Revenue Bonds, Series A, 5%, 10/15/32 (d)	11,200	11,416,272
<hr/>		
New York City, New York, Trust for Cultural Resources, Revenue Refunding Bonds (American Museum of Natural History), Series A, 5%, 7/01/36 (b)	4,250	4,319,615
<hr/>		
	<b>Par</b>	
<b>Municipal Bonds</b>	<b>(000)</b>	<b>Value</b>
<hr/>		
<b>New York (continued)</b>		
<hr/>		
New York Convention Center Development Corporation, New York, Revenue Bonds (Hotel Unit Fee Secured) (d):		
5%, 11/15/30	\$ 1,500	\$ 1,509,330
5%, 11/15/35	33,750	33,896,475
5%, 11/15/44	13,470	13,438,211
<hr/>		
New York State Dormitory Authority, Lease Revenue Bonds (State University Dormitory Facilities), 5%, 7/01/37 (d)	2,800	2,861,824
<hr/>		
New York State Dormitory Authority, Non-State Supported Debt Revenue Bonds (School District Financing Program) (c):		
Series A, 5%, 10/01/35	700	717,955
Series C, 5%, 10/01/37	4,050	4,147,646
<hr/>		
New York State Dormitory Authority, Non-State Supported Debt, Revenue Refunding Bonds (Mount Sinai School of Medicine of New York University), 5%, 7/01/35 (b)	2,100	2,126,061

Edgar Filing: HESS CORP - Form 10-Q

New York State Dormitory Authority Revenue Bonds:		
(Eger Health Care and Rehabilitation Center), 6.10%, 8/01/37 (r)	3,195	3,408,522
(New York State Rehabilitation Association), Series A, 5.25%, 7/01/19 (g)	1,180	1,226,952
(New York State Rehabilitation Association), Series A, 5.125%, 7/01/23 (g)	1,000	1,030,340
(School Districts Financing Program), Series E, 5.75%, 10/01/30 (b)	6,900	7,364,301
Series B, 6.50%, 2/15/11 (b)(e)	1,000	1,104,740
(State University Adult Facilities), Series B, 5.75%, 5/15/10 (c)(h)	3,560	3,834,939
(Upstate Community Colleges), Series A, 6%, 7/01/10 (c)(h)	1,780	1,933,489
New York State Dormitory Authority, Revenue Refunding Bonds:		
(City University System), Series C, 7.50%, 7/01/10 (a)	2,465	2,594,092
(School District Financing Program), Series I, 5.75%, 10/01/18 (b)	1,370	1,486,806
New York State Dormitory Authority, Supported Debt Revenue Bonds (Mental Health Facilities), Series B, 5.25%, 2/15/14 (h)		
	1,570	1,742,794
New York State Energy Research and Development Authority, Gas Facilities Revenue Refunding Bonds (Brooklyn Union Gas Company/Keyspan), AMT, Series A, 4.70%, 2/01/24 (a)		
	18,750	17,345,438
New York State Environmental Facilities Corporation, Special Obligation Revenue Refunding Bonds (Riverbank State Park), 6.25%, 4/01/12 (d)		
	3,500	3,750,670
New York State, HFA, Housing Revenue Bonds (Tri-Senior Development Project), AMT, Series A, 5.40%, 11/15/42 (k)		
	1,000	971,040
New York State, HFA, M/F Housing Revenue Bonds (Saint Philips Housing), AMT, Series A, 4.65%, 11/15/38 (k)		
	3,750	3,409,388

See Notes to Financial Statements.

SEMI-ANNUAL REPORT



APRIL 30, 2008

31

## Schedule of Investments (continued) BlackRock MuniYield New York Insured Fund, Inc.

(Percentages shown are based on Net Assets)

Municipal Bonds	Par (000)	Value
<b>New York (continued)</b>		
New York State, HFA, State Personal Income Tax Revenue Bonds (Economic Development and Housing), Series A, 5%, 9/15/23 (b)	\$ 800	\$ 830,152
New York State Mortgage Agency, Homeowner Mortgage Revenue Bonds, AMT, Series 143, 4.90%, 10/01/37	1,000	911,620
New York State Mortgage Agency, Homeowner Mortgage Revenue Refunding Bonds, AMT, Series 133, 4.95%, 10/01/21	1,540	1,523,291
New York State Thruway Authority, General Revenue Bonds, Series F, 5%, 1/01/30 (d)	6,000	6,125,760
New York State Thruway Authority, General Revenue Refunding Bonds (c):		
Series G, 4.75%, 1/01/29	8,000	8,057,520
Series G, 4.75%, 1/01/30	10,015	10,068,781
Series H, 5%, 1/01/37	10,000	10,246,000
New York State Thruway Authority, Highway and Bridge Trust Fund Revenue Bonds, Series A, 6.25%, 4/01/11 (c)	2,820	3,031,246
New York State Thruway Authority, Local Highway and Bridge Service Contract Revenue Bonds, 5.75%, 4/01/10 (d)(h)	3,000	3,220,710
New York State Thruway Authority, Second General Highway and Bridge Trust Fund Revenue Bonds, Series A, 5%, 4/01/26 (d)	4,380	4,533,256
New York State Urban Development Corporation,		

Edgar Filing: HESS CORP - Form 10-Q

Personal Income Tax Revenue Bonds:		
Series B, 5%, 3/15/37	1,500	1,532,265
Series C-1, 5%, 3/15/13 (b)(h)	3,000	3,268,440
(State Facilities), Series A-1, 5%, 3/15/29 (a)	5,000	5,088,800
<hr/>		
New York State Urban Development Corporation, Revenue Refunding Bonds (Correctional Capital Facilities), Series A, 6.50%, 1/01/11 (c)	3,190	3,498,314
<hr/>		
Niagara Falls, New York, GO (Water Treatment Plant), AMT, 7.25%, 11/01/10 (b)	1,000	1,111,100
<hr/>		
Niagara, New York, Frontier Authority, Airport Revenue Bonds (Buffalo Niagara International Airport), Series B, 5.50%, 4/01/19 (b)	2,705	2,780,632
<hr/>		
North Country, New York, Development Authority, Solid Waste Management System, Revenue Refunding Bonds, 6%, 5/15/15 (c)	1,260	1,390,649
<hr/>		
North Hempstead, New York, GO, Refunding: (a)		
Series B, 6.40%, 4/01/13	1,745	2,001,358
Series B, 6.40%, 4/01/17	555	667,848
<hr/>		
Oneida County, New York, IDA, Civic Facilities Revenue Bonds (Mohawk Valley), Series A, 5.20%, 2/01/13 (c)	1,665	1,707,724
<hr/>		
	<b>Par</b>	
<b>Municipal Bonds</b>	<b>(000)</b>	<b>Value</b>
<hr/>		
<b>New York (continued)</b>		
<hr/>		
Port Authority of New York and New Jersey, Consolidated Revenue Bonds, AMT:		
137th Series, 5.125%, 7/15/30 (c)	\$ 2,500	\$ 2,488,325
141st Series, 4.50%, 9/01/35 (g)	1,000	882,490
<hr/>		
Port Authority of New York and New Jersey, Special Obligation Revenue Bonds, ATM: (b)		
(JFK International Air Terminal), Series 6, 5.75%, 12/01/22	10,160	10,189,870
(JFK International Air Terminal LLC), Series 6, 6.25%, 12/01/10	14,750	15,604,320
(JFK International Air Terminal LLC), Series 6, 6.25%, 12/01/11	7,175	7,695,690
(JFK International Air Terminal LLC), Series 6,		

Edgar Filing: HESS CORP - Form 10-Q

5.75%, 12/01/25 (Special Project-JFK International Air Terminal), Series 6, 6.25%, 12/01/13 (Special Project-JFK International Air Terminal), Series 6, 6.25%, 12/01/14	3,500 4,425 7,380	3,499,720 4,823,117 8,093,351
Rensselaer County, New York, IDA, Civic Facility Revenue Bonds (Rensselaer Polytechnic Institute), Series B, 5.50%, 8/01/22 (d)	1,255	1,296,666
Rochester, New York, Housing Authority, Mortgage Revenue Bonds (Andrews Terrace Apartments Project), AMT, 4.70%, 12/20/38 (l)	1,500	1,317,090
Suffolk County, New York, IDA, IDR (Keyspan-Port Jefferson), AMT, 5.25%, 6/01/27	4,625	4,410,400
Suffolk County, New York, IDA, Solid Waste Disposal Facility, Revenue Refunding Bonds (Ogden Martin System Huntington Project), AMT (d): 6%, 10/01/10 6.15%, 10/01/11 6.25%, 10/01/12	8,530 9,170 6,470	8,962,215 9,802,088 6,998,858
Syracuse, New York, IDA, PILOT Revenue Bonds (Carousel Center Project), AMT, Series A, 5%, 1/01/36 (m)	11,500	10,671,310
Tobacco Settlement Financing Corporation of New York Revenue Bonds: Series A-1, 5.25%, 6/01/20 (d) Series A-1, 5.25%, 6/01/22 (d) Series C-1, 5.50%, 6/01/21 Series C-1, 5.50%, 6/01/22	5,000 2,000 2,000 1,900	5,180,100 2,058,280 2,087,540 1,979,306
Triborough Bridge and Tunnel Authority, New York, General Purpose Revenue Refunding Bonds, Series Y, 6%, 1/01/12 (b)(e)	2,305	2,462,685
Triborough Bridge and Tunnel Authority, New York, Revenue Refunding Bonds (b): 5.25%, 11/15/23 5%, 11/15/32 Series A, 5%, 1/01/12 (h)	7,000 19,675 2,265	7,349,930 19,841,451 2,430,164
Triborough Bridge and Tunnel Authority, New York, Subordinate Revenue Bonds: 5%, 11/15/28 (d) Series A, 5.25%, 11/15/30 (b)	2,465 6,000	2,488,689 6,203,580

See Notes to Financial Statements.

32 SEMI-ANNUAL REPORT

APRIL 30, 2008

## Schedule of Investments (continued) BlackRock MuniYield New York Insured Fund, Inc.

(Percentages shown are based on Net Assets)

Municipal Bonds	Par (000)	Value
<b>New York (concluded)</b>		
Yonkers, New York, GO, Series A, 5.75%, 10/01/10 (a)	\$ 2,010	\$ 2,185,292
		657,288,016
<b>Guam 0.8%</b>		
A.B. Won Guam International Airport Authority, General Revenue Refunding Bonds, AMT, Series C (b):		
5.25%, 10/01/21	2,240	2,243,786
5.25%, 10/01/22	2,050	2,052,214
		4,296,000
<b>Puerto Rico 12.5%</b>		
Puerto Rico Commonwealth Aqueduct and Sewer Authority, Senior Lien Revenue Bonds, Series A, 5.125%, 7/01/47 (n)	10,980	11,217,607
Puerto Rico Commonwealth Highway and Transportation Authority, Transportation Revenue Bonds:		
Series G, 5.25%, 7/01/13 (a)(h)	655	723,074
Series G, 5.25%, 7/01/19 (a)	2,265	2,277,027
Series G, 5.25%, 7/01/21 (a)	345	357,679

Edgar Filing: HESS CORP - Form 10-Q

Trust Receipts, Class R, Series B, 8.911%, 7/01/35 (b)	1250	1,457,325
<hr/>		
Puerto Rico Commonwealth Highway and Transportation Authority, Transportation Revenue Refunding Bonds:		
Series D, 5.75%, 7/01/12 (h)	3,000	3,290,100
Series N, 5.25%, 7/01/39 (a)	4,100	4,065,478
<hr/>		
Puerto Rico Commonwealth Infrastructure Financing Authority, Special Tax and Capital Appreciation Revenue Bonds, Series A (o):		
4.62%, 7/01/31 (a)	22,030	5,776,046
4.67%, 7/01/35 (d)	3,900	856,479
4.77%, 7/01/43 (d)	8,000	1,086,560
<hr/>		
Puerto Rico Commonwealth, Public Improvement, GO, Series A, 5.25%, 7/01/16 (h)	640	717,984
<hr/>		
Puerto Rico Convention Center District Authority, Hotel Occupancy Tax Revenue Bonds, Series A, 5%, 7/01/31 (d)	4,000	4,034,440
<hr/>		
Puerto Rico Electric Power Authority, Power Revenue Bonds (h):		
Series NN, 5.125%, 7/01/13	975	1,070,550
Series NN, 5.125%, 7/01/13	2,775	3,046,950
Series RR, 5%, 7/01/15 (g)	5,000	5,525,100
Series RR, 5%, 7/01/15 (m)	7,095	7,840,117
Series RR, 5%, 7/01/15 (a)	7,100	7,845,641
<hr/>		
Puerto Rico Municipal Finance Agency, GO, Series A, 5%, 8/01/30 (c)	2,000	2,032,680
<hr/>		
Puerto Rico Public Finance Corporation, Commonwealth Appropriation Revenue Bonds, Series E, 5.50%, 2/01/12 (h)	3,000	3,237,390
<hr/>		
		66,458,227
<hr/>		
<b>Total Municipal Bonds</b> <b>(Cost \$723,030,969) 136.6%</b>		728,042,243
<hr/>		
<b>Municipal Bonds Transferred to Tender Option Bond Trusts (p)</b>	<b>Par (000)</b>	<b>Value</b>
<hr/>		
<b>New York 25.4%</b>		
<hr/>		

Edgar Filing: HESS CORP - Form 10-Q

Metropolitan Transportation Authority, New York, Revenue Refunding Bonds, Series A, 5.75%, 11/15/32 (c)	\$ 50,000	\$ 53,707,500
New York City, New York, City Municipal Water Finance Authority, Water and Sewer System Revenue Bonds, Series A, 5.75%, 6/15/11 (b)(h)	25,000	27,280,500
New York City, New York, GO, Series C, 5.75%, 3/15/27 (c)	22,085	24,380,515
New York City, New York, Sales Tax Asset Receivable Corporation Revenue Bonds, Series A, 5.25%, 10/15/27 (d)	29,000	30,050,235
		135,418,750
<b>Municipal Bonds Transferred to Tender Option Bonds Trusts (Cost \$131,356,126) 25.4%</b>		135,418,750
<b>Short-Term Securities</b>	<b>Shares</b>	
CMA New York Municipal Money Fund, 1.93% (j)(q) 25,342,741		25,342,741
<b>Total Short-Term Securities (Cost \$25,342,741) 4.8%</b>		25,342,741
<b>Total Investments (Cost \$879,729,836*) 166.8%</b>		888,803,734
<b>Other Assets Less Liabilities 2.2%</b>		11,716,965
<b>Liability for Trust Certificates, Including Interest Expense and Fees Payable (11.9%)</b>		(63,553,333)
<b>Preferred Stock, at Redemption Value (57.1%)</b>		(304,111,588)
<b>Net Assets Applicable to Common Stock 100.0%</b>		\$532,855,778

\* The cost and unrealized appreciation (depreciation) of investments as of April 30, 2008, as computed for federal income tax purposes, were as follows:

Aggregate cost	\$ 818,509,245
Gross unrealized appreciation	\$ 20,464,206
Gross unrealized depreciation	(13,198,165)
Net unrealized appreciation	\$ 7,266,041

- (a) FGIC Insured.
- (b) MBIA Insured.
- (c) FSA Insured.
- (d) AMBAC Insured.
- (e) Security is collateralized by municipal or U.S. Treasury obligations.
- (f) Variable rate security. Rate shown is as of report date. Maturity shown is the final maturity date.
- (g) CIFG Insured.
- (h) U.S. government securities, held in escrow, are used to pay interest on this security as well as to retire the bond in full at the date indicated, typically at a premium to par.
- (i) ACA Insured.
- (j) Represents the current yield as of report date.
- (k) FNMA Collateralized.
- (l) GNMA Collateralized.

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2008

33

## Schedule of Investments (concluded) BlackRock MuniYield New York Insured Fund, Inc.

- (m) XL Capital Insured.
- (n) Assured Guaranty Insured.
- (o) Represents a zero coupon bond. Rate shown reflects the effective yield at the time of purchase.
- (p) Securities represent bonds transferred to a tender option bond trust in exchange for which the Fund acquired residual interest certificates. These securities serve as collateral in a financing transaction. See Note 1 of the Notes to Financial Statements for details of municipal bonds transferred to tender option bond trusts.
- (q) Investments in companies considered to be an affiliate of the Fund, for purposes of Section 2(a)(3) of the Investment Company Act of 1940, were as follows:

Affiliate	Net Activity	Dividend Income
CMA New York Municipal Money Fund	20,046,965	\$250,854

- (r) FHA Insured.
- (s) Illiquid security.

## Edgar Filing: HESS CORP - Form 10-Q

Forward interest rate swap outstanding as of April 30, 2008 was as follows:

	<b>Notional Amount (000)</b>	<b>Unrealized Depreciation</b>
Pay a fixed rate of 3.984% and receive a floating rate based on 1-week SIFMA Municipal Swap Index Broker JPMorgan Chase Expires June 2028	\$4,000	\$(176,552)

See Notes to Financial Statements.

34 SEMI-ANNUAL REPORT

APRIL 30, 2008

## Statements of Assets and Liabilities

	<b>BlackRock MuniYield Arizona Fund, Inc.</b>	<b>BlackRock MuniYield California Fund, Inc.</b>	<b>BlackRock MuniYield California Insured Fund, Inc.</b>
<b>April 30, 2008 (Unaudited)</b>			
<b>Assets</b>			
Investments at value unaffiliated <sup>1</sup>	\$ 101,165,250	\$ 473,730,933	\$ 799,043
Investments at value affiliated <sup>2</sup>	1,665,672	23,493,715	16,433
Cash	59,084	79,220	1
Investments sold receivable	57,541	10,579,104	5,113
Interest receivable	1,768,665	6,855,012	12,445
Prepaid expenses	3,702	2,275	3
Other assets			12
<b>Total assets</b>	<b>104,719,914</b>	<b>514,740,259</b>	<b>833,052</b>
<b>Accrued Liabilities</b>			
Unrealized depreciation on forward interest rate swaps	36,533		
Officers and Trustees /Directors fees payable			13
Investments purchased payable		1,725,815	14,820
Interest expense and fees payable	40,922	158,967	384
Income dividends payable Common Stock shareholders	258,678	1,171,239	1,924
Investment advisory fees payable	40,358	184,163	304



Edgar Filing: HESS CORP - Form 10-Q

Other affiliates payable	573	2,766	7
Other accrued expenses payable	51,357	101,305	67
<b>Total accrued liabilities</b>	<b>428,421</b>	<b>3,344,255</b>	<b>17,521</b>
<b>Other Liabilities</b>			
Trust certificates <sup>3</sup>	4,335,000	35,365,000	50,908
<b>Total Liabilities</b>	<b>4,763,421</b>	<b>38,709,255</b>	<b>68,429</b>
<b>Preferred Stock/Shares</b>			
Preferred Stock/Shares, at redemption value at \$25,000 per share liquidation preference <sup>4</sup>	40,315,670	175,150,164	275,196
<b>Net Assets Applicable to Common Stock/Shares</b>			
Net assets applicable to Common Stock/Shares	\$ 59,640,823	\$ 300,880,840	\$ 489,426
<b>Net Assets Applicable to Common Stock Shareholders/Common Shareholders Consist of</b>			
Common Stock/Shares, par value \$0.10 per share <sup>5</sup>	\$ 453,832	\$ 2,129,526	\$ 3,436
Paid-in capital in excess of par	59,884,314	299,468,879	494,224
Undistributed net investment income	376,781	1,057,300	329
Accumulated net realized loss	(362,798)	(1,990,501)	(10,882)
Net unrealized appreciation/depreciation	(711,306)	215,636	2,318
<b>Net Assets Applicable to Common Stock Shareholders/Common Shareholders</b>	<b>\$ 59,640,823</b>	<b>\$ 300,880,840</b>	<b>\$ 489,426</b>
Net asset value per share of Common Stock/Shares	\$ 13.14	\$ 14.13	\$ 14.13
<sup>1</sup> Investments at cost unaffiliated	\$ 101,840,023	\$ 473,515,297	\$ 796,737
<sup>2</sup> Investments at cost affiliated	\$ 1,665,672	\$ 23,493,715	\$ 16,433
<sup>3</sup> Represents short-term floating rate certificates issued by tender option bond trusts.			
<sup>4</sup> Preferred Stock/Shares authorized, issued and outstanding:			
Series A Shares, par value \$0.10 per share	518	2,400	1
Series B Shares, par value \$0.10 per share	694	2,400	1
Series C Shares, par value \$0.10 per share	400	800	1
Series D Shares, par value \$0.10 per share		1,400	2

Edgar Filing: HESS CORP - Form 10-Q

Series E Shares, par value \$0.10 per share

2

Series F Shares, par value \$0.10 per share

1

<sup>5</sup> Common Stock/Shares issued and outstanding

4,538,315

21,295,255

34,361

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2008

35

## Statements of Assets and Liabilities (concluded)

April 30, 2008 (Unaudited)	BlackRock MuniYield Florida Fund	BlackRock MuniYield Michigan Insured Fund II, Inc.	Black MuniY York In Fund
<b>Assets</b>			
Investments at value unaffiliated <sup>1</sup>	\$ 304,064,284	\$ 278,703,046	\$ 863
Investments at value affiliated <sup>2</sup>	13,344,227	554,971	25
Cash	651,571	69,066	
Interest receivable	3,923,798	4,709,729	13
Investments sold receivable	90,000		
Prepaid expenses	4,120	1,640	
Other assets			
<b>Total assets</b>	<b>322,078,000</b>	<b>284,038,452</b>	<b>903</b>
<b>Accrued Liabilities</b>			
Unrealized depreciation on forward interest rate swaps			
Investments purchased payable	4,700,618		
Income dividends payable Common Stock shareholders/Common Shareholders	786,366	675,904	2
Interest expense and fees payable	161,714	73,804	
Investment advisory fees payable	117,589	103,267	
Other affiliates fees payable	7,147	1,495	
Officer s and Trustees /Directors fees payable	266	235	
Other accrued expenses payable	75,759	80,419	
<b>Total accrued liabilities</b>	<b>5,849,459</b>	<b>935,124</b>	<b>3</b>

<b>Other Liabilities</b>			
Trust certificates <sup>3</sup>	16,757,956	18,153,593	63
<b>Total Liabilities</b>	<b>22,607,415</b>	<b>19,088,717</b>	<b>66</b>
<b>Preferred Stock/Shares</b>			
Preferred Stock/Shares, at redemption value at \$25,000 per share liquidation preference <sup>4</sup>	110,060,225	99,022,539	304
<b>Net Assets Applicable to Common Stock/Shares</b>			
Net assets applicable to Common Stock/Shares	\$ 189,410,360	\$ 165,927,196	\$ 532
<b>Net Assets Applicable to Common Stock Shareholders/Common Shareholders Consist of</b>			
Common Stock/Shares, par value \$0.10 per share <sup>5</sup>	\$ 1,355,802	\$ 1,206,972	\$ 3
Paid-in capital in excess of par	194,529,999	164,164,711	557
Undistributed (distributions in excess of) net investment income	889,123	736,002	(
Accumulated net realized loss	(12,827,818)	(7,085,887)	(36,
Net unrealized appreciation/depreciation	5,463,254	6,905,398	8
<b>Net Assets Applicable to Common Shareholders</b>	<b>\$ 189,410,360</b>	<b>\$ 165,927,196</b>	<b>\$ 532</b>
Net asset value per share of Common Stock/Shares	\$ 13.97	\$ 13.75	
<sup>1</sup> Investments at cost unaffiliated	\$ 298,601,030	\$ 271,797,648	\$ 854
<sup>2</sup> Investments at cost affiliated	\$ 13,344,227	\$ 554,971	\$ 25
<sup>3</sup> Represents short-term floating rate certificates issued by tender option bond trusts.			
<sup>4</sup> Preferred Stock/Shares authorized, issued and outstanding:			
Series A Shares, par value \$0.05 per share	2,200	2,200	
Series B Shares, par value \$0.05 per share	1,600		
Series B Shares, par value \$0.10 per share		1,360	
Series C Shares, par value \$0.05 per share	600		
Series C Shares, par value \$0.10 per share		400	
Series D Shares, par value \$0.05 per share			
Series E Shares, par value \$0.05 per share			

Series F Shares, par value \$0.05 per share

<sup>5</sup> Common Stock/Shares issued and outstanding

13,558,024	12,069,721	39
------------	------------	----

See Notes to Financial Statements.

36 SEMI-ANNUAL REPORT

APRIL 30, 2008

## Statements of Operations

Six Months Ended April 30, 2008 (Unaudited)	BlackRock MuniYield Arizona Fund, Inc.	BlackRock MuniYield California Fund, Inc.	BlackRock MuniYield California Insured Fund, Inc.
<b>Investment Income</b>			
Interest	\$ 2,658,789	\$ 11,789,779	\$ 18,525,779
Dividends from affiliates	13,311	254,774	193,774
Total income	2,672,100	12,044,553	18,718,774
<b>Expenses</b>			
Investment advisory	252,259	1,192,524	1,911,111
Commissions for Preferred Stock/Shares	52,881	225,726	337,726
Accounting services	32,222	78,493	95,493
Transfer agent	20,785	24,281	37,281
Professional	25,677	36,673	55,673
Printing	5,329	15,504	22,504
Registration	555	4,345	5,345
Custodian	3,295	13,663	19,663
Officer and Trustees/Directors	3,459	12,915	24,915
Miscellaneous	21,549	46,209	51,209
Total expenses excluding interest expense and fees	418,011	1,650,333	2,561,333
Interest expense and fees <sup>1</sup>	68,555	608,975	677,975

Edgar Filing: HESS CORP - Form 10-Q

Total expenses	486,566	2,259,308	3,239,308
Less fees waived by advisor	(3,415)	(45,974)	(35,974)
Total expenses after waiver	483,151	2,213,334	3,203,334
Net investment income	2,188,949	9,831,219	15,515,219

**Realized and Unrealized Gain (Loss)**

Net realized gain (loss) from:			
Investments	(53,562)	(681,611)	3,473,308
Futures and swaps	(76,400)		
	(129,962)	(681,611)	3,473,308
Net change in unrealized appreciation/depreciation on:			
Investments	(2,832,593)	(9,079,306)	(15,988,306)
Futures and swaps	(44,300)		
	(2,876,893)	(9,079,306)	(15,988,306)
Total realized and unrealized loss	(3,006,855)	(9,760,917)	(12,514,306)

**Dividends and Distributions to Preferred Stock Shareholders/Preferred Shareholders From**

Net investment income	(573,278)	(3,095,698)	(4,883,306)
Net realized gain	(228,921)		
Total dividends and distributions to Preferred Stock shareholders/Preferred shareholders	(802,199)	(3,095,698)	(4,883,306)
<b>Net Decrease in Net Assets Resulting from Operations</b>	<b>\$ (1,620,105)</b>	<b>\$ (3,025,396)</b>	<b>\$ (1,882,306)</b>

<sup>1</sup> Related to tender option bond trusts.

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2008

37

## Statements of Operations (concluded)

Six Months Ended April 30, 2008 (Unaudited)	BlackRock MuniYield Florida Fund	BlackRock MuniYield Michigan Insured Fund II, Inc.	BlackRock MuniYield New York Insured Fund, Inc.
<b>Investment Income</b>			
Interest	\$ 7,948,160	\$ 6,888,828	\$ 21,374,481
Dividends from affiliates	67,138	73,207	250,854
Total income	8,015,298	6,962,035	21,625,335
<b>Expenses</b>			
Investment advisory	753,504	664,228	2,100,946
Commissions for Preferred Stock/Shares	143,039	125,726	378,039
Professional	30,783	29,318	53,948
Accounting services	51,503	52,785	123,318
Transfer agent	21,472	24,057	39,580
Officer and Trustees/Directors	10,224	8,608	27,046
Printing	10,152	9,961	12,541
Custodian	9,398	8,162	20,883
Registration	4,442	4,401	6,349
Miscellaneous	35,380	28,287	54,929
Total expenses excluding interest expense and fees	1,069,897	955,533	2,817,579
Interest expense and fees <sup>1</sup>	291,976	313,652	1,269,881
Total expenses	1,361,873	1,269,185	4,087,460
Less fees waived by advisor	(17,407)	(18,207)	(51,644)
Total expenses after waiver	1,344,466	1,250,978	4,035,816
Net investment income	6,670,832	5,711,057	17,589,519
<b>Realized and Unrealized Gain (Loss)</b>			
Net realized loss:			
Investments	(2,441,231)	(1,162,400)	(1,598,578)
Futures and swaps	(435,661)		(1,098,236)
	(2,876,892)	(1,162,400)	(2,696,814)
Net change in unrealized appreciation/depreciation on:			
Investments	(4,792,908)	(3,299,668)	(13,353,026)
Futures and swaps	152,476		(482,642)

Edgar Filing: HESS CORP - Form 10-Q

	(4,640,432)	(3,299,668)	(13,835,668)
Total realized and unrealized loss	(7,517,324)	(4,462,068)	(16,532,482)

**Dividends to Preferred Stock Shareholders/Preferred Shareholders From**

Net investment income	(2,038,893)	(1,825,747)	(5,330,789)
<b>Net Decrease in Net Assets Resulting from Operations</b>	<b>\$ (2,885,385)</b>	<b>\$ (576,758)</b>	<b>\$ (4,273,752)</b>

<sup>1</sup> Related to tender option bond trusts.

See Notes to Financial Statements.

38 SEMI-ANNUAL REPORT

APRIL 30, 2008

## Statements of Changes in Net Assets

	BlackRock MuniYield Arizona Fund, Inc.		BlackRock MuniYield California Fund, Inc.	
	Six Months Ended April 30, 2008 (Unaudited)	Year Ended October 31, 2007	Six Months Ended April 30, 2008 (Unaudited)	Year Ended October 31, 2007
<b>Increase (Decrease) in Net Assets:</b>				
<b>Operations</b>				
Net investment income	\$ 2,188,949	\$ 4,276,021	\$ 9,831,219	\$ 19,831,219
Net realized gain (loss)	(129,962)	813,164	(681,611)	(1,311,611)
Net change in unrealized appreciation/depreciation	(2,876,893)	(2,857,872)	(9,079,306)	(18,079,306)
Dividends and distributions to Preferred Stock shareholders from:				
Net investment income	(573,278)	(1,310,529)	(3,095,698)	(6,401,326)
Net realized gain	(228,921)	(102,456)		
Net increase (decrease) in net assets applicable to Common Stock shareholders resulting from operations	(1,620,105)	818,328	(3,025,396)	(6,781,963)
<b>Dividends to Common Stock Shareholders From</b>				
Net investment income	(1,550,458)	(3,117,045)	(7,027,434)	(13,161,534)
Net realized gain	(533,903)	(285,146)		
Decrease in net assets resulting from dividends and distributions to Common Stock shareholders	(2,084,361)	(3,402,191)	(7,027,434)	(13,161,534)

<b>Capital Stock/Share Transactions</b>				
Reinvestment of common dividends		116,851	201,509	
<b>Net Assets Applicable to Common Stock</b>				
Total decrease in net assets applicable to Common Stock		(3,587,615)	(2,382,354)	(10,052,830)
Beginning of period		63,228,438	65,610,792	310,933,670
End of period		\$ 59,640,823	\$ 63,228,438	\$ 300,880,840
End of period undistributed net investment income		\$ 376,781	\$ 311,568	\$ 1,057,300

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2008

39

## Statements of Changes in Net Assets (continued)

	<b>BlackRock MuniYield California Insured Fund, Inc.</b>		<b>BlackRock MuniYield Florida Fund</b>	
	<b>Six Months Ended April 30, 2008 (Unaudited)</b>	<b>Year Ended October 31, 2007</b>	<b>Six Months Ended April 30, 2008 (Unaudited)</b>	<b>Year Ended October 2007</b>
<b>Increase (Decrease) in Net Assets:</b>				
<b>Operations</b>				
Net investment income	\$ 15,515,435	\$ 31,671,735	\$ 6,670,832	\$ 13,471,735
Net realized gain (loss)	3,473,973	(691,224)	(2,876,892)	369,146
Net change in unrealized appreciation/depreciation	(15,988,546)	(14,047,467)	(4,640,432)	(8,146,892)
Dividends to Preferred Stock shareholders/Preferred Shareholders from net investment income	(4,883,737)	(9,517,264)	(2,038,893)	(4,025,892)
Net increase (decrease) in net assets applicable to Common Stock shareholders/ Common Shareholders resulting from operations	(1,882,875)	7,415,780	(2,885,385)	1,668,100
<b>Dividends to Common Stock Shareholders From</b>				
Net investment income	(11,545,363)	(23,228,171)	(4,718,192)	(9,517,192)





40 SEMI-ANNUAL REPORT

APRIL 30, 2008

## Financial Highlights

BlackRock MuniYield  
Arizona Fund, Inc.

## Six Months Ended

## For the Year Ended

	April 30, 2008 (Unaudited)	2007	2006	2005	2004	2003
<b>Per Share Operating Performance</b>						
Net asset value, beginning of period	\$ 13.96	\$ 14.53	\$ 14.39	\$ 15.04	\$ 14.64	\$ 14.53
Net investment income <sup>1</sup>	0.48	0.95	0.98	0.97	0.98	1.00
Net realized and unrealized gain (loss)	(0.66)	(0.46)	0.36	(0.49)	0.40	0.05
Dividends to Preferred Stock shareholders from:						
Net investment income	(0.13)	(0.29)	(0.26)	(0.14)	(0.06)	(0.06)
Net realized gain	(0.05)	(0.02)	(0.02)	<sup>2</sup>		
Net increase (decrease) from investment operations	(0.36)	0.18	1.06	0.34	1.32	0.99
Dividends and distributions to Common Stock shareholders from:						
Net investment income	(0.34)	(0.69)	(0.80)	(0.92)	(0.92)	(0.88)
Net realized gain	(0.12)	(0.06)	(0.12)	(0.02)		
Total dividends and distributions	(0.46)	(0.75)	(0.92)	(0.94)	(0.92)	(0.88)
Capital charges with respect to issuance of Preferred Stock			<sup>3</sup>	(0.05)		
Net asset value, end of period	\$ 13.14	\$ 13.96	\$ 14.53	\$ 14.39	\$ 15.04	\$ 14.64
Market price, end of period	\$ 13.32	\$ 13.66	\$ 14.79	\$ 16.03	\$ 15.10	\$ 14.13
<b>Total Investment Return<sup>4</sup></b>						
Based on net asset value	(2.59%) <sup>5</sup>	1.29%	7.47%	1.91%	9.40%	7.19%
Based on market price	0.91% <sup>5</sup>	(2.63%)	(1.80%)	13.07%	13.80%	13.45%
<b>Ratios to Average Net Assets Applicable to Common Stock</b>						
Total expenses after waiver and excluding interest expense and fees <sup>6,7</sup>	1.36% <sup>8</sup>	1.37%	1.33%	1.20%	1.19%	1.18%
Total expenses after waiver <sup>6</sup>	1.58% <sup>8</sup>	1.75%	1.70%	1.51%	1.39%	1.37%
Total expenses <sup>6</sup>	1.60% <sup>8</sup>	1.76%	1.71%	1.52%	1.40%	1.38%
Net investment income <sup>6</sup>	7.18% <sup>8</sup>	6.65%	6.90%	6.54%	6.65%	6.79%

Edgar Filing: HESS CORP - Form 10-Q

Amount of dividends to Preferred Stock shareholders	1.88% <sup>8</sup>	2.04%	1.83%	0.91%	0.42%	0.42%
Net investment income to Common Stock shareholders	5.30% <sup>8</sup>	4.61%	5.07%	5.63%	6.23%	6.37%

**Supplemental Data**

Net assets applicable to Common Stock, end of period (000)	\$ 59,641	\$ 63,228	\$ 65,611	\$ 64,630	\$ 67,217	\$ 65,234
Preferred Stock outstanding at liquidation preference, end of period (000)	\$ 40,300	\$ 40,300	\$ 40,300	\$ 40,300	\$ 30,300	\$ 30,300
Portfolio turnover	5%	31%	31%	28%	21%	24%
Asset coverage per \$1,000	\$ 2,480	\$ 2,569	\$ 2,628	\$ 2,604	\$ 3,218	\$ 3,153

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

<sup>2</sup> Amount is less than \$(0.01) per share.

<sup>3</sup> Amount is less than \$0.01 per share.

<sup>4</sup> Total investment returns based on market value, which can be significantly greater or lesser than the net asset value, may result in substantially different results than net asset value. Total investment returns exclude the effects of sales charges.

<sup>5</sup> Aggregate total investment return.

<sup>6</sup> Do not reflect the effect of dividends to Preferred Stock shareholders.

<sup>7</sup> Interest expense and fees relate to tender option bond trusts. See Note 1 of the Notes to Financial Statements for details of municipal bonds transferred to tender option bond trusts.

<sup>8</sup> Annualized.

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2008

41

**BlackRock MuniYield California Fund, Inc.**

**Financial Highlights**

**Six Months Ended**

**For the Year Ended October**

	<b>April 30, 2008 (Unaudited)</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>	<b>2003</b>
<b>Per Share Operating Performance</b>						
Net asset value, beginning of period	\$ 14.60	\$ 15.11	\$ 14.73	\$ 15.27	\$ 15.17	\$ 14.73
Net investment income <sup>1</sup>	0.46	0.93	0.96	0.93	1.02	1.02
Net realized and unrealized gain (loss)	(0.45)	(0.49)	0.37	(0.46)	0.12	0.12
Dividends and distributions to Preferred Stock shareholders from:						
Net investment income	(0.15)	(0.29)	(0.25)	(0.13)	(0.07)	(0.07)

Edgar Filing: HESS CORP - Form 10-Q

Net realized gain						
Net increase (decrease) from investment operations	(0.14)	0.15	1.08	0.34	1.07	1.07
Dividends and distributions to Common Stock shareholders from:						
Net investment income	(0.33)	(0.66)	(0.70)	(0.86)	(0.97)	(0.97)
Net realized gain						
Total dividends and distributions	(0.33)	(0.66)	(0.70)	(0.86)	(0.97)	(0.97)
Capital charges with respect to issuance of Preferred Stock			3	(0.02)		
Net asset value, end of period	\$ 14.13	\$ 14.60	\$ 15.11	\$ 14.73	\$ 15.27	\$ 15.27
Market price, end of period	\$ 13.23	\$ 13.25	\$ 14.00	\$ 13.37	\$ 14.43	\$ 14.43

**Total Investment Return<sup>4</sup>**

Based on net asset value	(0.81%) <sup>5</sup>	1.36%	8.03%	2.59%	7.74%	7.74%
Based on market price	2.33% <sup>5</sup>	(0.72%)	10.28%	(1.46%)	9.16%	4.98%

**Ratios to Average Net Assets Applicable to Common Stock**

Total expenses after waiver and excluding interest expenses and fees <sup>6,7</sup>	1.06% <sup>8</sup>	1.06%	1.06%	0.98%	0.96%	0.96%
Expenses after waiver <sup>6</sup>	1.46% <sup>8</sup>	1.75%	1.51%	1.13%	1.12%	1.12%
Total expenses <sup>6</sup>	1.49% <sup>8</sup>	1.77%	1.52%	1.13%	1.12%	1.12%
Net investment income <sup>6</sup>	6.47% <sup>8</sup>	6.29%	6.51%	6.16%	6.79%	6.51%
Amount of dividends to Preferred Stock shareholders	2.04% <sup>8</sup>	1.93%	1.70%	0.84%	0.44%	0.44%
Net investment income to Common Stock shareholders	4.43% <sup>8</sup>	4.36%	4.81%	5.32%	6.35%	6.35%

**Supplemental Data**

Net assets applicable to Common Stock, end of period (000)	\$300,881	\$310,934	\$321,701	\$313,708	\$325,204	\$323,000
Preferred Stock outstanding at liquidation preference, end of period (000)	\$175,000	\$175,000	\$175,000	\$175,000	\$140,000	\$140,000
Portfolio turnover	23%	41%	39%	53%	29%	29%
Asset coverage per \$1,000	\$ 2,719	\$ 2,777	\$ 2,838	\$ 2,793	\$ 3,323	\$ 3,323

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

<sup>2</sup> Amount is less than \$(0.01) per share.

<sup>3</sup> Amount is less than \$0.01 per share.

<sup>4</sup> Total investment returns based on market value, which can be significantly greater or lesser than the net asset value, may result in substantially different net investment returns.

Total investment returns exclude the effects of sales charges.

<sup>5</sup> Aggregate total investment return.

<sup>6</sup> Do not reflect the effect of dividends to Preferred Stock shareholders.

<sup>7</sup> Interest expense and fees relate to tender option bond trusts. See Note 1 of the Notes to Financial Statements for details of municipal bonds transferred to tender option bond trusts.

<sup>8</sup> Annualized.

See Notes to Financial Statements.

42 SEMI-ANNUAL REPORT

APRIL 30, 2008

## Financial Highlights

BlackRock MuniYield California Insurance Fund, Inc.

	Six Months Ended		For the Year Ended October 31,			
	April 30, 2008 (Unaudited)	2007	2006	2005	2004	2003
<b>Per Share Operating Performance</b>						
Net asset value, beginning of period	\$ 14.63	\$ 15.09	\$ 14.82	\$ 15.23	\$ 15.10	\$ 15.00
Net investment income <sup>1</sup>	0.45	0.92	0.96	0.95	0.94	0.94
Net realized and unrealized gain (loss)	(0.36)	(0.42)	0.35	(0.33)	0.13	(0.13)
Dividends to Preferred Stock shareholders from net investment income	(0.14)	(0.28)	(0.24)	(0.13)	(0.06)	(0.06)
Net increase (decrease) from investment operations	(0.05)	0.22	1.07	0.49	1.01	0.94
Dividends to Common Stock shareholders from net investment income	(0.34)	(0.68)	(0.80)	(0.88)	(0.88)	(0.88)
Capital charges with respect to issuance of Preferred Stock			<sup>2</sup>	(0.02)		
Net asset value, end of period	\$ 14.24	\$ 14.63	\$ 15.09	\$ 14.82	\$ 15.23	\$ 15.00
Market price, end of period	\$ 12.99	\$ 13.16	\$ 14.64	\$ 14.16	\$ 13.73	\$ 13.73
<b>Total Investment Return<sup>3</sup></b>						
Based on net asset value	(0.13%) <sup>4</sup>	1.76%	7.57%	3.55%	7.54%	5.29%
Based on market price	1.28% <sup>4</sup>	(5.65%)	9.22%	9.75%	5.93%	7.50%

### Ratios to Average Net Assets Applicable to Common Stock

Edgar Filing: HESS CORP - Form 10-Q

Total expenses after waiver and excluding interest expense and fees <sup>5,6</sup>	1.03% <sup>7</sup>	1.03%	1.03%	0.96%	0.95%	0.94%
Total expenses after waiver <sup>5</sup>	1.30% <sup>7</sup>	1.53%	1.59%	1.27%	1.08%	1.08%
Total expenses <sup>5</sup>	1.32% <sup>7</sup>	1.53%	1.60%	1.27%	1.08%	1.08%
Net investment income <sup>5</sup>	6.30% <sup>7</sup>	6.22%	6.46%	6.29%	6.29%	6.29%
Amount of dividends to Preferred Stock shareholders	1.98% <sup>7</sup>	1.87%	1.62%	0.84%	0.43%	0.31%
Net investment income to Common Stock shareholders	4.32% <sup>7</sup>	4.35%	4.84%	5.45%	5.86%	5.83%

**Supplemental Data**

Net assets applicable to Common Stock, end of period (000)	\$489,427	\$ 502,855	\$ 518,667	\$ 509,066	\$523,206	\$518,700
Preferred Stock outstanding at liquidation preference, end of period (000)	\$275,000	\$ 275,000	\$ 275,000	\$ 275,000	\$230,000	\$230,000
Portfolio turnover	20%	25%	27%	39%	63%	47%
Asset coverage per \$1,000	\$ 2,780	\$ 2,829	\$ 2,886	\$ 2,851	\$ 3,275	\$ 3,275

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

<sup>2</sup> Amount is less than \$(0.01) per share.

<sup>3</sup> Total investment returns based on market value, which can be significantly greater or lesser than the net asset value, may result in substantially different results than net asset value. Total investment returns exclude the effects of sales charges.

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

<sup>5</sup> Do not reflect the effect of dividends to Preferred Stock shareholders.

<sup>6</sup> Interest expense and fees relate to tender option bond trusts. See Note 1 of the Notes to Financial Statements for details of municipal bonds transferred to tender option bond trusts.

<sup>7</sup> Annualized.

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2008

43

**Financial Highlights**

**BlackRock MuniYield  
Florida Fund**

**Six Months Ended**

**April 30, 2008**

**For the Year Ended October**

**31,**

Edgar Filing: HESS CORP - Form 10-Q

	(Unaudited)	2007	2006	2005	2004	2003
<b>Per Share Operating Performance</b>						
Net asset value, beginning of period	\$ 14.53	\$ 15.11	\$ 14.91	\$ 15.27	\$ 14.97	\$ 14.97
Net investment income <sup>1</sup>	0.49	0.99	0.99	0.98	1.00	1.00
Net realized and unrealized gain (loss)	(0.55)	(0.57)	0.28	(0.26)	0.29	(0.07)
Dividends to Preferred Stock shareholders from net investment income	(0.15)	(0.30)	(0.26)	(0.14)	(0.07)	(0.07)
Net increase (decrease) from investment operations	(0.21)	0.12	1.01	0.58	1.22	0.99
Dividends to Common Shareholders from net investment income	(0.35)	(0.70)	(0.81)	(0.92)	(0.92)	(0.92)
Capital charges with respect to issuance of Preferred Shares			<sup>2</sup>	(0.02)		
Net asset value, end of period	\$ 13.97	\$ 14.53	\$ 15.11	\$ 14.91	\$ 15.27	\$ 14.97
Market price, end of period	\$ 12.75	\$ 12.86	\$ 14.35	\$ 14.93	\$ 14.28	\$ 13.80
<b>Total Investment Return<sup>3</sup></b>						
Based on net asset value	(1.21%) <sup>4</sup>	1.21%	7.24%	3.98%	8.99%	6.76%
Based on market price	1.87% <sup>4</sup>	(5.68%)	1.71%	11.34%	10.57%	10.44%
<b>Ratios to Average Net Assets Applicable to Common Shares</b>						
Total expenses after waiver and excluding interest expense and fees <sup>5,6</sup>	1.09% <sup>7</sup>	1.10%	1.09%	1.05%	1.03%	1.04%
Total expenses after waiver <sup>5</sup>	1.40% <sup>7</sup>	1.46%	1.42%	1.25%	1.18%	1.18%
Total expenses <sup>5</sup>	1.41% <sup>7</sup>	1.47%	1.44%	1.25%	1.19%	1.19%
Net investment income <sup>5</sup>	6.93% <sup>7</sup>	6.72%	6.63%	6.46%	6.67%	7.01%
Amount of dividends to Preferred Shareholders	2.12% <sup>7</sup>	2.01%	1.75%	0.95%	0.48%	0.45%
Net investment income to Common Shareholders	4.81% <sup>7</sup>	4.71%	4.88%	5.51%	6.19%	6.56%
<b>Supplemental Data</b>						
Net assets applicable to Common Shares, end of period (000)	\$189,410	\$197,014	\$204,865	\$202,042	\$206,895	\$202,895
Preferred Shares outstanding at liquidation preference, end of period (000)	\$110,000	\$110,000	\$110,000	\$110,000	\$ 95,000	\$ 95,000
Portfolio turnover	15%	25%	46%	42%	33%	35%

Asset coverage per \$1,000	\$ 2,722	\$ 2,791	\$ 2,862	\$ 2,837	\$ 3,178	\$ 3,13
----------------------------	----------	----------	----------	----------	----------	---------

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

<sup>2</sup> Amount is less than \$(0.01) per share.

<sup>3</sup> Total investment returns based on market value, which can be significantly greater or lesser than the net asset value, may result in substantially different results. Total investment returns exclude the effects of sales charges.

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

<sup>5</sup> Do not reflect the effect of dividends to Preferred Shareholders.

<sup>6</sup> Interest expense and fees relate to tender option bond trusts. See Note 1 of the Notes to Financial Statements for details of municipal bonds transferred to tender option bond trusts.

<sup>7</sup> Annualized.

See Notes to Financial Statements.

44 SEMI-ANNUAL REPORT

APRIL 30, 2008

## Financial Highlights

BlackRock MuniYield Michigan Insurance Fund II, Inc.

	Six Months Ended		For the Year Ended October 31,			
	April 30, 2008 (Unaudited)	2007	2006	2005	2004	2003
<b>Per Share Operating Performance</b>						
Net asset value, beginning of period	\$ 14.13	\$ 14.60	\$ 14.54	\$ 15.21	\$ 15.21	\$ 14.60
Net investment income <sup>1</sup>	0.47	0.97	0.97	0.99	1.00	1.00
Net realized and unrealized gain (loss)	(0.36)	(0.47)	0.13	(0.58)	<sup>2</sup>	0.00
Dividends to Preferred Stock shareholders from net investment income	(0.15)	(0.29)	(0.26)	(0.15)	(0.07)	(0.00)
Net increase (decrease) from investment operations	(0.04)	0.21	0.84	0.26	0.93	1.00
Dividends to Common Stock shareholders from net investment income	(0.34)	(0.68)	(0.78)	(0.91)	(0.93)	(0.80)
Capital charges with respect to issuance of Preferred Stock			<sup>3</sup>	(0.02)		
Net asset value, end of period	\$ 13.75	\$ 14.13	\$ 14.60	\$ 14.54	\$ 15.21	\$ 15.21
Market price, end of period	\$ 12.47	\$ 12.61	\$ 13.97	\$ 14.41	\$ 14.54	\$ 13.97
<b>Total Investment Return<sup>4</sup></b>						
Based on net asset value	(0.08%) <sup>5</sup>	1.78%	6.09%	1.73%	6.78%	8.82%
Based on market price	1.54% <sup>5</sup>	(5.07%)	2.42%	5.47%	12.91%	9.00%



**Ratios to Average Net Assets Applicable to Common Stock**

Total expenses after waiver and excluding interest expense and fees <sup>6,7</sup>	1.12% <sup>8</sup>	1.14%	1.13%	1.07%	1.05%	1.07%
Total expenses after waiver <sup>6</sup>	1.49% <sup>8</sup>	1.68%	1.64%	1.46%	1.26%	1.20%
Total expenses <sup>6</sup>	1.51% <sup>8</sup>	1.69%	1.65%	1.47%	1.28%	1.22%
Net investment income <sup>6</sup>	6.81% <sup>8</sup>	6.77%	6.72%	6.57%	6.61%	6.73%
Amount of dividends to Preferred Stock shareholders	2.18% <sup>8</sup>	2.05%	1.78%	0.97%	0.47%	0.47%
Net investment income to Common Stock shareholders	4.63% <sup>8</sup>	4.72%	4.94%	5.60%	6.14%	6.26%

**Supplemental Data**

Net assets applicable to Common Stock, end of period (000)	\$165,927	\$ 170,559	\$ 176,216	\$ 175,264	\$183,224	\$183,224
Preferred Stock outstanding at liquidation preference, end of period (000)	\$ 99,000	\$ 99,000	\$ 99,000	\$ 99,000	\$ 89,000	\$ 89,000
Portfolio turnover	16%	10%	14%	19%	35%	27%
Asset coverage per \$1,000	\$ 2,676	\$ 2,723	\$ 2,780	\$ 2,770	\$ 3,059	\$ 3,000

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

<sup>2</sup> Amount is less than \$(0.01) per share.

<sup>3</sup> Amount is less than \$0.01 per share.

<sup>4</sup> Total investment returns based on market value, which can be significantly greater or lesser than the net asset value, may result in substantially different results than net asset value.

Total investment returns exclude the effects of sales charges.

<sup>5</sup> Aggregate total investment return.

<sup>6</sup> Do not reflect the effect of dividends to Preferred Stock shareholders.

<sup>7</sup> Interest expense and fees relate to tender option bond trusts. See Note 1 of the Notes to Financial Statements for details of municipal bonds transferred to tender option bond trusts.

<sup>8</sup> Annualized.

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2008

45

**Financial Highlights**

**BlackRock MuniYield New York  
Insured Fund, Inc.**

Six Months Ended

Edgar Filing: HESS CORP - Form 10-Q

	April 30, 2008 (Unaudited)	2007	2006	For the Year Ended October 31,		
				2005	2004	2003
<b>Per Share Operating Performance</b>						
Net asset value, beginning of period	\$ 13.94	\$ 14.40	\$ 14.26	\$ 14.81	\$ 14.81	\$ 14.83
Net investment income <sup>1</sup>	0.45	0.84	0.92	0.94	0.91	0.97
Net realized and unrealized gain (loss)	(0.42)	(0.38)	0.23	(0.50)	(0.01)	(0.09)
Dividends to Preferred Stock shareholders from net investment income	(0.14)	(0.27)	(0.24)	(0.13)	(0.06)	(0.07)
Net increase (decrease) from investment operations	(0.11)	0.19	0.91	0.31	0.84	0.81
Dividends to Common Stock shareholders from net investment income	(0.32)	(0.65)	(0.77)	(0.84)	(0.84)	(0.83)
Capital charges with respect to issuance of Preferred Stock			<sup>2</sup>	(0.02)		
Net asset value, end of period	\$ 13.51	\$ 13.94	\$ 14.40	\$ 14.26	\$ 14.81	\$ 14.81
Market price, end of period	\$ 12.43	\$ 12.80	\$ 14.10	\$ 13.17	\$ 13.20	\$ 13.25
<b>Total Investment Return<sup>3</sup></b>						
Based on net asset value	(0.56%) <sup>4</sup>	1.66%	6.71%	2.53%	6.53%	6.19%
Based on market price	(0.36%) <sup>4</sup>	(4.67%)	13.13%	6.24%	6.13%	5.45%
<b>Ratios to Average Net Assets Applicable to Common Stock</b>						
Total expenses after waiver and excluding interest expense and fees <sup>5,6</sup>	1.03% <sup>7</sup>	1.04%	1.03%	0.96%	0.94%	0.94%
Total expenses after waiver <sup>5</sup>	1.50% <sup>7</sup>	1.63%	1.56%	1.31%	1.13%	1.15%
Total expenses <sup>5</sup>	1.52% <sup>7</sup>	1.64%	1.56%	1.31%	1.13%	1.16%
Net investment income <sup>5</sup>	6.52% <sup>7</sup>	5.96%	6.50%	6.37%	6.23%	6.49%
Amount of dividends to Preferred Stock shareholders	1.98% <sup>7</sup>	1.88%	1.68%	0.87%	0.42%	0.50%
Net investment income to Common Stock shareholders	4.54% <sup>7</sup>	4.08%	4.82%	5.50%	5.81%	5.99%
<b>Supplemental Data</b>						
Net assets applicable to Common Stock, end of period (000)	\$532,856	\$549,910	\$567,954	\$562,474	\$584,248	\$584,025
Preferred Stock outstanding at liquidation preference, end of period (000)	\$304,000	\$304,000	\$304,000	\$304,000	\$259,000	\$259,000
Portfolio turnover	10%	25%	43%	35%	18%	45%

Asset coverage per \$1,000	\$ 2,753	\$ 2,809	\$ 2,868	\$ 2,850	\$ 3,256	\$ 3,255
----------------------------	----------	----------	----------	----------	----------	----------

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

<sup>2</sup> Amount is less than \$(0.01) per share.

<sup>3</sup> Total investment returns based on market value, which can be significantly greater or lesser than the net asset value, may result in substantially different results. Total investment returns exclude the effects of sales charges.

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

<sup>5</sup> Do not reflect the effect of dividends to Preferred Stock shareholders.

<sup>6</sup> Interest expense and fees relate to tender option bond trusts. See Note 1 of the Notes to Financial Statements for details of municipal bonds transferred to tender option bond trusts.

<sup>7</sup> Annualized.

See Notes to Financial Statements.

46 SEMI-ANNUAL REPORT

APRIL 30, 2008

## Notes to Financial Statements (Unaudited)

### 1. Significant Accounting Policies:

BlackRock MuniYield Arizona Fund, Inc., BlackRock MuniYield California Fund, Inc., BlackRock MuniYield California Insured Fund, Inc., BlackRock MuniYield Florida Fund, BlackRock MuniYield Michigan Insured Fund II, Inc. and BlackRock MuniYield New York Insured Fund, Inc. (the Funds or individually as the Fund ), are registered under the Investment Company Act of 1940, as amended (the 1940 Act ), as non-diversified, closed-end management investment companies. The Funds financial statements are prepared in conformity with accounting principles generally accepted in the United States of America, which may require the use of management accruals and estimates. Actual results may differ from these estimates. Each Fund determines and makes available for publication the net asset value of their Common Stock/Shares on a daily basis.

The following is a summary of significant accounting policies followed by the Funds:

**Valuation of Investments:** Municipal investments (including commitments to purchase such investments on a when-issued basis) are valued on the basis of prices provided by dealers or pricing services selected under the supervision of each Fund s Board of Directors or Trustees, as appropriate (the Board ). In determining the value of a particular investment, pricing services may use certain information with respect to transactions in such investments, quotations from bond dealers, pricing matrixes, market transactions in comparable investments and

various relationships between investments. Financial futures contracts are traded on exchanges and are valued at their last sale price. Swap agreements are valued by quoted fair values received daily by the Funds pricing service. Short-term securities are valued at amortized cost.

In the event that application of these methods of valuation results in a price for an investment which is deemed not to be representative of the market value of such investment, the investment will be valued by a method approved by the Board as reflecting fair value ( Fair Value Assets ). When determining the price for Fair Value Assets, the investment advisor and/or sub-advisor seeks to determine the price that each Fund might reasonably expect to receive from the current sale of that asset in an arm s-length transaction. Fair value determinations shall be based upon all available factors that the investment advisor and/or sub-advisor deems relevant. The pricing of all Fair Value Assets is subsequently reported to the Board or a committee thereof.

**Derivative Financial Instruments:** The Funds may engage in various portfolio investment strategies to increase the return of the Fund and to hedge, or protect, their exposure to interest rate movements and movements in the securities markets. Losses may arise if the value of the contract decreases due to an unfavorable change in the price of the underlying security, or if the counterparty does not perform under the contract.

Financial futures contracts The Funds may purchase or sell financial futures contracts and options on such financial futures contracts. Financial futures contracts are contracts for delayed delivery of securities at a specific future date and at a specific price or yield. Upon entering into a contract, a Fund deposits, and maintains as collateral, such initial margin as required by the exchange on which the transaction is effected. Pursuant to the contract, a Fund agrees to receive from or pay to the broker an amount of cash equal to the daily fluctuation in value of the contract. Such receipts or payments are known as variation margin and are recorded by each Fund as unrealized gains or losses. When the contract is closed, each Fund records a realized gain or loss equal to the difference between the value of the contract at the time it was opened and the value at the time it was closed.

Forward interest rate swaps The Funds may enter into forward interest rate swaps. In a forward interest rate swap, the Fund and the counterparty agree to make periodic net payments on a specified notional contract amount, commencing on a specified future effective date, unless terminated earlier. These periodic payments received or made by the Fund are recorded in the accompanying Statements of Operations as realized gains or losses, respectively. Gains or losses are also realized upon termination of the swap agreements. Swaps are marked-to-market daily and changes in value are recorded as unrealized appreciation (depreciation). The Funds generally intend to close each forward interest rate swap before the accrual date speci-

fied in the agreement and therefore avoid entering into the interest rate swap underlying each forward interest rate swap.

**Forward Commitments and When-Issued Delayed Delivery Securities:**

The Funds may purchase securities on a when-issued basis and may purchase or sell securities on a forward commitment basis. Settlement of such transactions normally occurs within a month or more after the purchase or sale commitment is made. The Funds may purchase securities under such conditions only with the intention of actually acquiring them, but may enter into a separate agreement to sell the securities before the settlement date. Since the value of securities purchased may fluctuate prior to settlement, the Funds may be required to pay more at settlement than the security is worth. In addition, the purchaser is not entitled to any of the interest earned prior to settlement. Upon making a commitment to purchase a security on a when-issued basis, the Fund will hold liquid assets worth at least the equivalent of the amount due.

**Municipal Bonds Transferred to Tender Option Bond Trusts:** The Funds leverage their assets through the use of tender option bond trusts ( TOBs ). A TOB is established by a third party sponsor forming a special purpose entity, into which one or more funds, or an agent on behalf of the funds, transfers municipal securities. Other funds managed by the

SEMI-ANNUAL REPORT

APRIL 30, 2008

47

---

## Notes to Financial Statements (continued)

investment advisor may also contribute municipal securities to a TOB into which the Funds have contributed securities. A TOB typically issues two classes of beneficial interests: short-term floating rate certificates, which are sold to third party investors, and residual certificates ( TOB Residuals ), which are generally issued to the participating funds that made the transfer or to affiliates of the Fund. The TOB Residuals held by a Fund include the right of the Fund (1) to cause the holders of a proportional share of the floating rate certificates to tender their certificates at par, and (2) to transfer, within seven days, a corresponding share of the municipal securities from the TOB to the Fund. The cash received by the TOB from the sale of the short-term floating rate certificates, less transaction expenses, is paid to the Fund, which typically invests the cash in additional municipal securities. Each Fund's transfer of the municipal securities to a TOB is accounted for as a secured borrowing, therefore the municipal securities deposited into a TOB are presented in the Fund's Schedule of Investments and the proceeds from the transaction are reported as a liability of the Fund. Similarly, proceeds from

residual certificates issued to affiliates, if any, from the transaction are included in liability for trust certificates.

Interest income from the underlying securities is recorded by the Funds on an accrual basis. Interest expense incurred on the secured borrowing and other expenses related to remarketing, administration and trustee services to a TOB are reported as expenses of the Funds. The floating rate certificates have interest rates that generally reset weekly and their holders have the option to tender certificates to the TOB for redemption at par at each reset date. As of April 30, 2008, the aggregate value of the underlying municipal securities transferred to TOBs, the related liability for trust certificates and the range of interest rates on trust certificates during the period were as follows:

	<b>Underlying Municipal Bonds Transferred to TOBs</b>	<b>Liability for Trust Certificates</b>	<b>Range of Interest Rates</b>
BlackRock MuniYield Arizona Fund, Inc	\$ 9,534,572	\$ 4,335,000	2.832% 3.258%
Blackrock MuniYield California Fund, Inc.	\$ 72,339,033	\$35,365,000	2.21% 3.271%
BlackRock MuniYield California Insured Fund, Inc	\$103,857,429	\$50,908,321	2.21% 3.043%
BlackRock MuniYield Florida Fund	\$ 36,384,354	\$16,757,956	2.61% 2.91%
BlackRock MuniYield Michigan Insured Fund II, Inc	\$ 37,770,389	\$18,153,593	2.166% 2.987%
BlackRock MuniYield New York Insured Fund	\$135,418,750	\$63,042,500	2.778% 3.06%

Financial transactions executed through TOBs generally will underperform the market for fixed rate municipal bonds in a rising interest rate environment, but tend to outperform the market for fixed rate bonds when interest rates decline or remain relatively stable. Should short-term interest rates rise, the Funds' investment in TOBs likely will adversely affect the Funds' net investment income and distributions to shareholders. Fluctuations in the market value of municipal securities deposited into the TOB may adversely affect the Funds' net asset values per share.

**Segregation:** In cases in which the 1940 Act and the interpretive positions of the Securities and Exchange Commission ( SEC ) require that each Fund segregate assets in connection with certain investments (e.g., when-issued securities or swaps), each Fund will, consistent with certain interpretive letters issued by the SEC, designate on its books and records cash or other liquid debt securities having a market value at least equal to the amount that would otherwise be required to be physically segregated.

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

**Investment Transactions and Investment Income:** Investment transactions are recorded on the dates the transactions are entered into (the trade dates). Realized gains and losses on security transactions are determined on the identified cost basis. Dividend income is recorded on the ex-dividend dates. Interest income is recognized on the accrual method. The Funds amortize all premiums and discounts on debt securities.

**Dividends and Distributions:** Dividends from net investment income are declared daily and paid monthly. Distributions of capital gains are recorded on the ex-dividend dates. Dividends and distributions to Preferred shareholders are accrued and determined as described in Note 4.

**Income Taxes:** It is each Fund's policy to comply with the requirements of the Internal Revenue Code applicable to regulated investment companies and to distribute substantially all of its taxable income to its shareholders/stockholders. Therefore, no federal income tax provision is required.

Effective April 30, 2008 the Funds implemented Financial Accounting Standards Board ( FASB ) Interpretation No. 48, Accounting for Uncertainty in Income Taxes an interpretation of FASB Statement No.109 ( FIN 48 ). FIN 48 prescribes the minimum recognition threshold a tax position must meet in connection with accounting for uncertainties in income tax positions taken or expected to be taken by an entity, including investment companies, before being measured and recognized in the financial statements. The investment advisor has

48 SEMI-ANNUAL REPORT

APRIL 30, 2008

---

## Notes to Financial Statements (continued)

evaluated the application of FIN 48 to the Funds, and has determined that the adoption of FIN 48 does not have a material impact on any of the Fund's financial statements. The Funds file U.S. federal and various state and local tax returns. No income tax returns are currently under examination. The statute of limitations on the Funds' U.S. federal tax returns remain open for the years ended October 31, 2004 through October 31, 2006. The statutes of limitations on the Funds' state and local tax returns may remain open for an additional year depending upon the jurisdiction.

**Recent Accounting Pronouncements:** In September 2006, Statement of Financial Accounting Standards No. 157, Fair Value Measurements ( FAS 157 ), was issued and is effective for fiscal years beginning after November 15, 2007. FAS 157 defines fair value, establishes a framework for measuring fair value and expands disclosures about fair value measurements. The impact on the Funds' financial statement disclosures, if any, is currently being assessed.

In addition, in February 2007, Statement of Financial Accounting Standards No. 159, The Fair Value Option for Financial Assets and Financial Liabilities ( FAS 159 ), was issued and is effective for fiscal years beginning after November 15, 2007. Early adoption is permitted as of the beginning of a fiscal year that begins on or before November 15, 2007, provided the entity also elects to apply the provisions of FAS 157. FAS 159 permits entities to choose to measure many financial instruments and certain other items at fair value that are not currently required to be measured at fair value. FAS 159 also establishes presentation and disclosure requirements designed to facilitate comparisons between entities that choose different measurement attributes for similar types of assets and liabilities. The impact on the Funds' financial statement disclosures, if any, is currently being assessed.

In March 2008, Statement of Financial Accounting Standards No. 161, Disclosures about Derivative Instruments and Hedging Activities an amendment of FASB Statement No. 133 ( FAS 161 ) was issued and is effective for fiscal years beginning after November 15, 2008. FAS 161 is intended to improve financial reporting for derivative instruments by requiring enhanced disclosure that enables investors to understand how and why an entity uses derivatives, how derivatives are accounted for, and how derivative instruments affect an entity's results of operations and financial position. The investment advisor is currently evaluating the implications of FAS 161 and the impact on the Funds' financial statement disclosures, if any, is currently being assessed.

**Deferred Compensation and BlackRock Closed-End Share Equivalent Investment Plan:** Under the deferred compensation plan approved by the Funds' Board, non-interested Directors or Trustees, ( Independent Directors/Trustees ) may defer a portion of their annual complex-wide compensation. Deferred amounts earn an approximate return as though equivalent dollar amounts had been invested in common shares of



other certain BlackRock Closed-End Funds selected by the Independent Directors/Trustees. This has approximately the same economic effect for the Independent Directors or Trustees as if the Independent Directors/Trustees had invested the deferred amounts directly in the other certain BlackRock Closed-End Funds.

The deferred compensation plan is not funded and obligations thereunder represent general unsecured claims against the general assets of each Fund. Each Fund may, however, elect to invest in common stock of the other certain BlackRock Closed-End Funds selected by the Independent Directors/Trustees in order to match its deferred compensation obligations. Investments to cover the Funds' deferred compensation liability, if any, are included in other assets on the Statements of Assets and Liabilities.

**Other:** Expenses directly related to one of the Funds is charged to that Fund. Other operating expenses shared by several funds are pro-rated among those funds on the basis of relative net assets or other appropriate methods.

## 2. Investment Advisory Agreement and Other Transactions with Affiliates:

The Funds have entered into an Investment Advisory Agreement with BlackRock Advisors, LLC (the Advisor), an indirect, wholly owned subsidiary of BlackRock, Inc. Merrill Lynch & Co., Inc. (Merrill Lynch) and The PNC Financial Services Group, Inc. are principal owners of BlackRock, Inc.

The Advisor is responsible for the management of each of the Funds' portfolios and provides the necessary personnel, facilities, equipment and certain other services necessary to the operations of each Fund. For such services, each Fund pays a monthly fee at an annual rate of 0.50% of the Funds' average daily net assets, including proceeds from the issuance of Preferred Stock or Shares and TOBs.

The Advisor has agreed to waive its advisory fee by the amount of investment advisory fees each Fund pays to the Advisor indirectly through its investment in affiliated money market funds. These amounts are included in the fees waived by advisor in the Statements of Operations. For the six months ended April 30, 2008, the amounts were as follows:

	<b>Waived by the Advisor</b>
BlackRock MuniYield Arizona Fund, Inc	\$ 3,415
BlackRock MuniYield California Fund, Inc	\$45,974
BlackRock MuniYield California Insured Fund, Inc	\$35,642
BlackRock MuniYield Florida Fund	\$17,407
BlackRock MuniYield Michigan Insured Fund II, Inc	\$18,207
BlackRock MuniYield New York Insured Fund, Inc	\$51,644

SEMI-ANNUAL REPORT

APRIL 30, 2008

49

## Notes to Financial Statements (continued)

The Advisor has entered into a separate sub-advisory agreement with BlackRock Investment Management, LLC ( BIM ), an affiliate of the Advisor, with respect to each Fund, under which the Advisor pays BIM for services it provides, a monthly fee that is a percentage of the investment advisory fee paid by each Fund to the Advisor.

For the six months ended April 30, 2008, each of the Funds reimbursed the Advisor for certain accounting services expenses which is included in accounting services in the Statements of Operations. The reimbursements were as follows:

	Reimbursement to the Advisor
BlackRock MuniYield Arizona Fund, Inc	\$ 898
BlackRock MuniYield California Fund, Inc	\$4,135
BlackRock MuniYield California Insured Fund, Inc	\$6,423
BlackRock MuniYield Florida Fund	\$2,578
BlackRock MuniYield Michigan Insured Fund II, Inc	\$2,282
BlackRock MuniYield New York Insured Fund, Inc	\$6,930

Certain officers and/or directors or trustees of the Funds are officers and/or directors of BlackRock, Inc. or its affiliates.

### 3. Investments:

Purchases and sales of investments, excluding short-term securities, for the six months ended April 30, 2008, were as follows:

	Total Purchases	Total Sales
BlackRock MuniYield Arizona Fund, Inc	\$ 5,841,232	\$ 7,970,922
BlackRock MuniYield California Fund, Inc	\$112,552,062	\$124,309,914
BlackRock MuniYield California Insured Fund, Inc	\$156,983,649	\$160,360,654

## Edgar Filing: HESS CORP - Form 10-Q

BlackRock MuniYield Florida Fund	\$ 47,330,854	\$ 64,299,684
BlackRock MuniYield Michigan Insured Fund II, Inc	\$ 44,601,989	\$ 43,893,674
BlackRock MuniYield New York Insured Fund, Inc	\$ 94,008,403	\$147,845,163

---

#### 4. Capital Stock Transactions:

BlackRock MuniYield Arizona Fund, Inc., BlackRock MuniYield California Fund, Inc., BlackRock MuniYield California Insured Fund, Inc., BlackRock MuniYield Michigan Insured Fund II, Inc. and BlackRock MuniYield New York Insured Fund, Inc. are authorized to issue 200,000,000 shares of stock, all of which were initially classified as Common Stock, with a par value of \$0.10 per share. Each Board is authorized, however, to reclassify any unissued shares of stock without approval of the holders

of Common Stock. BlackRock MuniYield Florida Fund is authorized to issue an unlimited number of common shares of beneficial interest, all of which were initially classified as Common Shares. The Board of Trustees is authorized, however, to reclassify any unissued shares of beneficial interest without approval of holders of Common shares.

#### Common Stock or Shares

##### **BlackRock Arizona Fund, Inc.**

Shares issued and outstanding during the six months ended April 30, 2008 and the year ended October 31, 2007 increased by 8,724 and 13,972, respectively, as a result of dividend reinvestment.

##### **BlackRock MuniYield California Fund, Inc.**

Shares issued and outstanding during the six months ended April 30, 2008 and the year ended October 31, 2007 remained constant.

##### **BlackRock MuniYield California Insured Fund, Inc.**

Shares issued and outstanding during the six months ended April 30, 2008 and the year ended October 31, 2007 remained constant.

##### **BlackRock MuniYield Florida Fund**

Shares issued and outstanding during the six months ended April 30, 2008 and the year ended October 31, 2007 remained constant.

##### **BlackRock MuniYield Michigan Insured Fund II, Inc.**

Shares issued and outstanding during the six months ended April 30,

2008 and the year ended October 31, 2007 remained constant.

**BlackRock MuniYield New York Insured Fund, Inc.**

Shares issued and outstanding during the six months ended April 30, 2008 and the year ended October 31, 2007 remained constant.

**Preferred Stock or Shares**

Preferred Stock or Shares of the Funds have a liquidation preference of \$25,000 per share, plus accrued and unpaid dividends that entitle their holders to receive cash dividends at an annual rate that may vary for the successive dividend periods. The yields in effect at April 30, 2008 were as follows:

	<b>BlackRock MuniYield Arizona Fund, Inc.</b>	<b>BlackRock MuniYield California Fund, Inc.</b>	<b>BlackRock MuniYield California Insured Fund, Inc.</b>
Series A	3.488% <sup>1</sup>	3.031% <sup>1</sup>	2.778% <sup>1</sup>
Series B	3.584% <sup>1</sup>	3.488% <sup>1</sup>	3.594% <sup>1</sup>
Series C	4.368% <sup>2</sup>	2.772% <sup>1</sup>	3.777% <sup>1</sup>
Series D		4.368% <sup>2</sup>	3.061% <sup>1</sup>
Series E			3.594% <sup>1</sup>
Series F			4.271% <sup>2</sup>

50 SEMI-ANNUAL REPORT

APRIL 30, 2008

**Notes to Financial Statements (continued)**

	<b>BlackRock MuniYield Florida Fund</b>	<b>BlackRock MuniYield Michigan Insured II Fund, Inc.</b>	<b>BlackRock MuniYield New York Insured Fund, Inc.</b>
Series A	3.488% <sup>1</sup>	3.594% <sup>1</sup>	3.594% <sup>1</sup>
Series B	3.594% <sup>1</sup>	3.777% <sup>1</sup>	3.594% <sup>1</sup>
Series C	4.534% <sup>2</sup>	4.271% <sup>2</sup>	3.594% <sup>1</sup>
Series D			3.777% <sup>1</sup>
Series E			3.488% <sup>1</sup>
Series F			4.368% <sup>2</sup>

## Edgar Filing: HESS CORP - Form 10-Q

<sup>1</sup> The maximum applicable rate on this series of Preferred Stock is the higher of 110% of the AA commercial paper rate or 110% of 90% of the Kenny S&P 30-day High Grade Index rate divided by 1.00 minus the marginal tax rate.

<sup>2</sup> The maximum applicable rate on this series of Preferred Stock is the higher of 110% of the Telerate/BBA LIBOR rate or 110% of 90% of the Kenny S&P 30-day High Grade Index rate divided by 1.00 minus the marginal tax rate.

Shares issued and outstanding for each of the Funds during the six months ended April 30, 2008 and October 31, 2007 remained constant.

Each Fund pays commissions to certain broker-dealers at the end of each auction at an annual rate of 0.25% calculated on the aggregate principal amount. For the six months ended April 30, 2008, Merrill Lynch, Pierce, Fenner & Smith Incorporated, a wholly owned subsidiary of Merrill Lynch, earned commissions as follows:

	Commissions
BlackRock MuniYield Arizona Fund, Inc	\$ 29,242
BlackRock MuniYield California Fund, Inc	\$ 75,229
BlackRock MuniYield California Insured Fund, Inc	\$133,019
BlackRock MuniYield Florida Fund	\$ 85,774
BlackRock MuniYield Michigan Insured Fund II, Inc	\$ 66,953
BlackRock MuniYield New York Insured Fund, Inc	\$213,608

Dividends on seven-day Preferred Stock or Shares are cumulative at a rate which is reset every seven days based on the results of an auction. If the Preferred Stock or Shares fails to clear the auction on an auction date, each Fund is required to pay the maximum applicable rate on the Preferred Stock or Shares to holders of such shares for each successive dividend period until such time as the stock is successfully auctioned. The maximum applicable rate on the Preferred Stock or Shares is foot-noted as applicable, on the above chart. During the six months ended April 30, 2008, the Preferred Stock or Shares of each Fund was successfully auctioned at each auction date until February 13, 2008. The low, high and average dividend rates on the Preferred Stock or Shares for each Fund for the six months ended April 30, 2008 were as follows:

**BlackRock MuniYield Arizona Fund, Inc.**

	Low	High	Average
Series A	2.600%	4.326%	3.403%
Series B	2.756%	4.508%	3.464%
Series C	2.585%	5.198%	3.833%

**BlackRock MuniYield California Fund, Inc.**

	Low	High	Average

Edgar Filing: HESS CORP - Form 10-Q

Series A	2.890%	4.500%	3.578%
Series B	2.772%	4.356%	3.504%
Series C	2.792%	3.990%	3.209%
Series D	2.890%	5.198%	3.765%

**BlackRock MuniYield California Fund Insured Fund, Inc.**

	<b>Low</b>	<b>High</b>	<b>Average</b>
Series A	2.778%	4.200%	3.502%
Series B	2.750%	4.508%	3.378%
Series C	2.500%	4.356%	3.413%
Series D	2.700%	4.600%	3.554%
Series E	2.866%	4.508%	3.559%
Series F	2.900%	5.060%	3.834%

**BlackRock MuniYield Florida Fund**

	<b>Low</b>	<b>High</b>	<b>Average</b>
Series A	2.772%	4.600%	3.697%
Series B	2.866%	4.600%	3.665%
Series C	3.000%	5.060%	3.932%

**BlackRock MuniYield Michigan Insured Fund II, Inc.**

	<b>Low</b>	<b>High</b>	<b>Average</b>
Series A	2.756%	4.600%	3.679%
Series B	2.833%	4.400%	3.653%
Series C	3.100%	5.060%	3.966%

**BlackRock MuniYield New York Insured Fund, Inc.**

	<b>Low</b>	<b>High</b>	<b>Average</b>
Series A	2.950%	4.508%	3.614%
Series B	2.740%	4.508%	3.487%
Series C	2.390%	4.508%	3.421%
Series D	2.000%	4.356%	3.388%
Series E	2.400%	4.356%	3.508%

Series F

2.390%

5.198%

3.756%

Since February 13, 2008, the Preferred Stock or Shares of the Funds failed to clear any auctions. As a result, the Preferred Stock or Share dividend rates were reset to the maximum applicable rate, which ranged from 2.756% to 5.198%. A failed auction is not an event of default for the Funds but it is a liquidity event for the holders of the Preferred Stock or Shares. A failed auction occurs when there are more sellers of a Fund's auction rate Preferred Stock or Shares than buyers. It is impossible to predict how long this imbalance will last. An auction for each Fund's Preferred Stock or Shares may not occur for some time, if ever, and even if liquidity does resume, holders of the Preferred Stock or Shares may not have the ability to sell the Preferred Stock or Shares at its liquidation preference.

SEMI-ANNUAL REPORT

APRIL 30, 2008

51

## Notes to Financial Statements (continued)

The Funds may not declare dividends or make other distributions on Common Stock or Shares or purchase any such shares if, at the time of declaration, distribution or purchase, asset coverage with respect to the outstanding Preferred Stock or Shares would be less than 200%.

The Preferred Stock or Shares are redeemable at the option of each Fund, in whole or in part, on any dividend payment date at \$25,000 per Stock or Share plus any accumulated unpaid dividends whether or not declared. The Preferred Stock or Shares are also subject to mandatory redemption at \$25,000 per Stock or Share plus any accumulated or unpaid dividends, whether or not declared, if certain requirements relating to the composition of the assets and liabilities of a Fund, as set forth in each Fund's Certificate of Designation/Articles Supplementary, are not satisfied.

The holders of Preferred Stock or Shares have voting rights equal to the holders of Common Stock or Shares (one vote per share) and will vote together with holders of Common Stock or Shares as a single class. However, holders of Preferred Stock or Shares, voting as a separate class, are also entitled to elect two Directors/Trustees for each Fund. In addition, the 1940 Act requires that, along with approval by shareholders that might otherwise be required, the approval of the holders of a majority of any outstanding Preferred Stock or Shares, voting separately as a class would be required to (a) adopt any plan of reorganization that

would adversely affect the Preferred Stock or Shares (b) change each Fund's subclassification as a closed-end investment company or change its fundamental investment restrictions or (c) change its business so as to cease to be an investment company.

**5. Concentration Risk:**

Each Fund's investments are concentrated in certain states, which may be affected by adverse financial, social, environmental, economic, regulatory and political factors.

Many municipalities insure repayment of their bonds, which reduces the risk of loss due to issuer default. The market value of these bonds may fluctuate for other reasons and there is no assurance that the insurer will meet its obligation.

**6. Capital Loss Carryforward:**

**BlackRock MuniYield California Fund, Inc.**

As of October 31, 2007, the Fund had a capital loss carryforward of \$217,588, all of which expires in 2011. This amount will be available to offset future realized capital gains.

**BlackRock MuniYield California Insured Fund, Inc.**

As of October 31, 2007, the Fund had a capital loss carryforward of \$11,966,371, of which \$3,017,271 expires in 2008, \$9,668 expires in 2009, \$4,901,089 expires in 2011, \$2,675,948 expires in 2012 and \$1,362,395 expires in 2015. This amount will be available to offset future realized capital gains.

**BlackRock MuniYield Florida**

As of October 31, 2007, the Fund had a capital loss carryforward of \$7,545,418, of which \$6,070,481 expires in 2008 and \$1,474,937 expires in 2012. These amounts will be available to offset future realized capital gains.

**BlackRock MuniYield Michigan Insured Fund II, Inc.**

As of October 31, 2007, the Fund had a capital loss carryforward of \$3,682,435, of which \$1,343,331 expires in 2008, \$1,050,253 expires in 2010 and \$1,288,851 expires in 2012. These amounts will be available to offset future realized capital gains.

**BlackRock MuniYield New York Insured Fund, Inc.**

As of October 31, 2007, the Fund had a capital loss carryforward of \$30,088,597, of which \$7,390,734 expires in 2008, \$3,007,157



expires in 2010, \$16,583,200 expires in 2012 and \$3,107,506 expires in 2014. This amount will be available to offset future realized capital gains.

**7. Subsequent Events:**

Each Fund paid a tax-exempt income dividend to holders of Common Stock or Shares on June 2, 2008 to shareholders of record on May 15, 2008. The amount of the tax-exempt income dividend per share was as follows:

	Distribution Per Share
BlackRock MuniYield Arizona Fund, Inc	\$0.057
BlackRock MuniYield California Fund, Inc	\$0.055
BlackRock MuniYield California Insured Fund, Inc	\$0.056
BlackRock MuniYield Florida Fund	\$0.058
BlackRock MuniYield Michigan Insured Fund II, Inc	\$0.056
BlackRock MuniYield New York Insured Fund, Inc	\$0.054

52 SEMI-ANNUAL REPORT

APRIL 30, 2008

**Notes to Financial Statements (concluded)**

The dividends declared on Preferred Stock or Shares for the period May 1, 2008 to May 31, 2008 for the Funds were as follows:

	<b>BlackRock MuniYield Arizona Fund, Inc.</b>	<b>BlackRock MuniYield California Fund, Inc.</b>	<b>BlackRock MuniYield California Insured Fund, Inc.</b>
Series A	\$29,277	\$134,592	\$122,004
Series B	\$42,917	\$135,648	\$133,038
Series C	\$37,756	\$ 56,320	\$ 93,104
Series D		\$108,248	\$108,660
Series E			\$147,480
Series F			\$130,752

  

	<b>BlackRock MuniYield Michigan Insured II Fund, Inc.</b>	<b>BlackRock MuniYield New York Insured Fund, Inc.</b>
	<b>BlackRock MuniYield Florida Fund</b>	

Edgar Filing: HESS CORP - Form 10-Q

Series A	\$124,344	\$136,048	\$ 84,405
Series B	\$117,984	\$ 79,138	\$105,128
Series C	\$ 44,406	\$ 29,056	\$206,648
Series D			\$114,052
Series E			\$111,166
Series F			\$169,542

On June 2, 2008, the Funds announced the following redemptions of Preferred Stock or Shares at a price of \$25,000 per share plus any accrued and unpaid dividends through the redemption date:

<b>BlackRock MuniYield California Fund, Inc.:</b>	<b>Redemption Date</b>	<b>Shares to be Redeemed</b>	<b>Aggregate Price</b>
Series A	7/10/2008	665	\$16,625,000
Series B	6/19/2008	665	\$16,625,000
Series C	7/03/2008	222	\$ 5,550,000
Series D	6/24/2008	388	\$ 9,700,000

<b>BlackRock MuniYield California Insured Fund, Inc.:</b>	<b>Redemption Date</b>	<b>Shares to be Redeemed</b>	<b>Aggregate Price</b>
Series A	7/07/2008	541	\$13,525,000
Series B	6/30/2008	541	\$13,525,000
Series C	6/25/2008	481	\$12,025,000
Series D	7/11/2008	602	\$15,050,000
Series E	6/27/2008	602	\$15,050,000
Series F	6/26/2008	541	\$13,525,000

<b>BlackRock MuniYield Florida Fund:</b>	<b>Redemption Date</b>	<b>Shares to be Redeemed</b>	<b>Aggregate Price</b>
Series A	6/19/2008	384	\$ 9,600,000
Series B	6/27/2008	279	\$ 6,975,000
Series C	6/25/2008	104	\$ 2,600,000

<b>BlackRock MuniYield Michigan Insured Fund II, Inc.:</b>	<b>Redemption Date</b>	<b>Shares to be Redeemed</b>	<b>Aggregate Price</b>
Series A	6/17/2008	259	\$ 6,475,000
Series B	6/25/2008	160	\$ 4,000,000

Edgar Filing: HESS CORP - Form 10-Q

BlackRock MuniYield New York Insured Fund, Inc.:	Redemption Date	Shares to be Redeemed	Aggregate Price
Series C	6/26/2008	47	\$ 1,175,000
Series A	6/24/2008	249	\$ 6,225,000
Series B	6/17/2008	249	\$ 6,225,000
Series C	6/23/2008	410	\$10,250,000
Series D	6/25/2008	287	\$ 7,175,000
Series E	7/17/2008	322	\$ 8,050,000
Series F	6/27/2008	264	\$ 6,600,000

The Funds will finance the Preferred Stock or Share redemptions with cash received from TOB transactions.

SEMI-ANNUAL REPORT

APRIL 30, 2008

53

## Officers and Directors or Trustees

G. Nicholas Beckwith, III, Director or Trustee  
 Richard E. Cavanagh, Director or Trustee  
 Richard S. Davis, Fund President (MYF), Director or Trustee  
 Kent Dixon, Director or Trustee  
 Frank J. Fabozzi, Director or Trustee  
 Kathleen F. Feldstein, Director or Trustee  
 James T. Flynn, Director or Trustee  
 Henry Gabbay, Director or Trustee  
 Jerrold B. Harris, Director or Trustee  
 R. Glenn Hubbard, Director or Trustee  
 W. Carl Kester, Director or Trustee  
 Karen . Robards, Director or Trustee  
 Robert S. Salomon, Jr., Director or Trustee  
 Donald C. Burke, Fund President (MZA, MYC, MCA, MYM & MYN) and  
 Chief Executive Officer  
 Anne F. Ackerley, Vice President  
 Neal J. Andrews, Chief Financial Officer  
 Jay M. Fife, Treasurer  
 Brian . Kindelan, Chief Compliance Officer of the Funds  
 Howard Surloff, Secretary

**BlackRock MuniYield Arizona Fund, Inc.,**  
**BlackRock MuniYield California Fund, Inc.,**  
**BlackRock MuniYield Florida Fund,**  
**BlackRock MuniYield Michigan Insured Fund II, Inc. and**  
**BlackRock MuniYield New York Insured Fund, Inc.:**

**Custodian Transfer Agents**

The Bank of New York Mellon  
New York, NY 10286

**Common and Preferred Stock or Shares**

BNY Mellon Shareowner Services  
Jersey City, NJ 07310

**BlackRock MuniYield California Insured Fund, Inc.:**

**Custodian**

State Street Bank and  
Trust Company  
Boston, MA 02101

**Transfer Agents**

**Common Stock Preferred Stock**

Computershare Trust BNY Mellon Shareowner Services  
Company, N.A. Jersey City, NJ 07310  
Providence, RI 02940

**For All Funds:**

**Accounting Agent**

State Street Bank and  
Trust Company  
Princeton, NJ 08540

**Independent Registered Public**

**Accounting Firm**

Deloitte & Touche LLP  
Princeton, NJ 08540

**Legal Counsel**

Skadden, Arps, Slate, Meagher & Flom LLP  
New York, NY 10036

## [Additional Information](#)

### [Dividend Policy](#)

The Funds' dividend policy is to distribute all or a portion of their net investment income to their shareholders on a monthly basis. In order to provide shareholders with a more stable level of dividend distributions, the Funds may at times pay out less than the entire amount of net investment income earned in any particular month and may at times in any particular month pay out such accumulated but undistributed income in addition to net

investment income earned in that month. As a result, the dividends paid by the Funds for any particular month may be more or less than the amount of net investment income earned by the Funds during such month. The Funds' current accumulated but undistributed net investment income, if any, is disclosed in the Statements of Assets and Liabilities, which comprises part of the financial information included in this report.

#### Availability of Quarterly Schedule of Investments

The Funds file their complete schedule of portfolio holdings with the Securities and Exchange Commission (SEC) for the first and third quarters of each fiscal year on Form N-Q. The Funds' Forms N-Q are available on the SEC's website at <http://www.sec.gov> and may also be reviewed

and copied at the SEC's Public Reference Room in Washington, DC. Information on the operation of the Public Reference Room may be obtained by calling (800) SEC-0330. The Funds' Forms N-Q may also be obtained upon request and without charge by calling (800) 441-7762.

54 SEMI-ANNUAL REPORT APRIL 30, 2008

---

## Additional Information (concluded)

#### Electronic Delivery

Electronic copies of most financial reports are available on the Funds' websites or shareholders can sign up for e-mail notifications of quarterly statements, annual and semi-annual reports by enrolling in the Funds' electronic delivery program.

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

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

#### General Information

The Funds will mail only one copy of shareholder documents, including annual and semi-annual reports and proxy statements, to shareholders with multiple accounts at the same address. This practice is commonly called "householding" and it is intended to reduce expenses and eliminate duplicate mailings of shareholder documents. Mailings of your shareholder documents may be householded indefinitely unless you instruct us otherwise. If you do not want the mailing of these documents to be combined with those for other members of your household, please contact the Funds at (800) 441-7762.

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

#### **Deposit Securities**

Effective May 30, 2008, following approval by the Funds' Board and the applicable ratings agencies, the definition of "Deposited Securities" in the Funds' Certificates of Designation/Articles Supplementary was amended in order to facilitate the redemption of the Funds' Preferred Stock or Shares. The following phrase was added to the definition of "Deposit Securities" found in the Funds' Certificates of Designation/Articles Supplementary:

; provided, however, that solely in connection with any redemption of AMPS, the term "Deposit Securities" shall include (i) any committed financing pursuant to a credit agreement, reverse repurchase agreement facility or similar credit arrangement, in each case which makes

available to the Corporation, no later than the day preceding the applicable redemption date, cash in an amount not less than the aggregate amount due to Holders by reason of the redemption of their shares of AMPS on such redemption date; and (ii) cash amounts due and payable to the Corporation out of a sale of its securities if such cash amount is not less than the aggregate amount due to Holders by reason of the redemption of their shares of AMPS on such redemption date and such sale will be settled not later than the day preceding the applicable redemption date.

#### **BlackRock Privacy Principles**

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

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

BlackRock obtains or verifies personal nonpublic information from and about you from different sources, including the following: (i) information we receive from you or, if applicable, your financial intermediary, on applications, forms or other documents; (ii) information about your transac-

tions with us, our affiliates, or others; (iii) information we receive from a consumer reporting agency; and (iv) from visits to our websites.

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

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

SEMI-ANNUAL REPORT APRIL 30, 2008 55

---

This report is transmitted to shareholders only. It is not a prospectus. Past performance results shown in this report should not be considered a representation of future performance. The Funds have leveraged their Common Shares or Stock. Leverage creates risks for Common Shareholders or Common Stock shareholders, including the likelihood of greater volatility of net asset value and market price of the Common Shares or Stock, and the risk that fluctuations in the short-term dividend rates of the Preferred Shares or Stock, currently set at the maximum reset rate as a result of failed auctions, may affect the yield to Common Shareholders or Common Stock shareholders. Statements and other information herein are as dated and are subject to change.

A description of the policies and procedures that the Funds use to determine how to vote proxies relating to portfolio securities is available (1) without charge, upon request, by calling toll-free (800) 441-7762; (2) at [www.blackrock.com](http://www.blackrock.com); and (3) on the Securities and Exchange Commission's website at <http://www.sec.gov>. Information about how the Funds voted proxies relating to securities held in the Funds' portfolios during the most recent 12-month period ended June 30 is available upon request and without charge (1) at [www.blackrock.com](http://www.blackrock.com) or by calling (800) 441-7762 and (2) on the Securities and Exchange Commission's website at <http://www.sec.gov>.

**Address For All Funds**

100 Bellevue Parkway

Wilmington, DE 19809

#MYSIX-4/08

---

Item 2 Code of Ethics Not Applicable to this semi-annual report

Item 3 Audit Committee Financial Expert Not Applicable to this semi-annual report

Item 4 Principal Accountant Fees and Services Not Applicable to this semi-annual report

Item 5 Audit Committee of Listed Registrants Not Applicable to this semi-annual report

Item 6 Investments

(a) The registrant's Schedule of Investments is included as part of the Report to Stockholders filed under Item 1 of this form.

(b) Not Applicable due to no such divestments during the semi-annual period covered since the previous Form N-CSR filing.

Item 7 Disclosure of Proxy Voting Policies and Procedures for Closed-End Management Investment Companies Not Applicable to this semi-annual report

Item 8 Portfolio Managers of Closed-End Management Investment Companies Not Applicable to this semi-annual report

Item 9 Purchases of Equity Securities by Closed-End Management Investment Company and Affiliated Purchasers Not Applicable

Item 10 Submission of Matters to a Vote of Security Holders The registrant's Nominating and Governance Committee will consider nominees to the Board recommended by shareholders when a vacancy becomes available. Shareholders who wish to recommend a nominee should send nominations which include biographical information and set forth the qualifications of the proposed nominee to the registrant's Secretary. There have been no material changes to these procedures.

Item 11 Controls and Procedures

11(a) The registrant's principal executive and principal financial officers or persons performing similar functions have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940, as amended (the 1940 Act)) are effective as of a date within 90 days of the filing of this report based on the evaluation of these controls and procedures required by Rule 30a-3(b) under the 1940 Act and Rule 13a-15(b) under the Securities Exchange Act of 1934, as amended.

11(b) There were no changes in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the 1940 Act) that occurred during the second fiscal quarter of the period covered by this report that have materially affected, or are reasonably likely to materially affect, the registrant's internal control over financial reporting.

Item 12 Exhibits attached hereto



Edgar Filing: HESS CORP - Form 10-Q

12(a)(1) Code of Ethics Not Applicable to this semi-annual report

12(a)(2) Certifications Attached hereto

12(a)(3) Not Applicable

12(b) Certifications Attached hereto

---

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

BlackRock MuniYield California Fund, Inc.

By: /s/ Donald C. Burke

Donald C. Burke

Chief Executive Officer of

BlackRock MuniYield California Fund, Inc.

Date: June 23, 2008

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

By: /s/ Donald C. Burke

Donald C. Burke

Chief Executive Officer (principal executive officer) of

BlackRock MuniYield California Fund, Inc.

Date: June 23, 2008

By: /s/ Neal J. Andrews

Neal J. Andrews

Chief Financial Officer (principal financial officer) of

BlackRock MuniYield California Fund, Inc.

Date: June 23, 2008

---