

BLACKROCK FLOATING RATE INCOME STRATEGIES FUND INC  
Form N-CSR  
November 10, 2008

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

**FORM N-CSR**

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

Investment Company Act file number 811-21413

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

Fund Address: 100 Bellevue Parkway, Wilmington, DE 19809

Name and address of agent for service: Donald C. Burke, Chief Executive Officer, BlackRock  
Floating Rate Income Strategies Fund, Inc., 800 Scudders Mill Road, Plainsboro, NJ, 08536.

Mailing address: P.O. Box 9011, Princeton, NJ, 08543-9011

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

Date of fiscal year end: 08/31/2008

Date of reporting period: 09/01/2007 - 08/31/2008

Item 1 Report to Stockholders

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EQUITIES FIXED INCOME REAL ESTATE LIQUIDITY ALTERNATIVES BLACKROCK SOLUTIONS

## Annual Report

AUGUST 31, 2008

[BlackRock Defined Opportunity Credit Trust \(BHL\)](#)

[BlackRock Diversified Income Strategies Fund, Inc. \(DVF\)](#)

[BlackRock Floating Rate Income Strategies Fund, Inc. \(FRA\)](#)

[BlackRock Senior Floating Rate Fund, Inc.](#)

[BlackRock Senior Floating Rate Fund II, Inc.](#)

NOT FDIC INSURED  
MAY LOSE VALUE  
NO BANK GUARANTEE

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AUGUST 31, 2008

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## A Letter to Shareholders

**Dear Shareholder**

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It has been a tumultuous year for investors, marked by almost daily headlines related to the beleaguered housing market, rising food and energy prices, and the escalating credit crisis. The news took an extraordinarily heavy tone shortly after the close of this reporting period as the credit crisis deepened and triggered unprecedented failures and consolidation in the financial sector, stoking fears of a market and economic collapse and prompting the largest government rescue plan since the Great Depression.

Through it all, the Federal Reserve Board (the Fed) has been aggressive in its attempts to restore order in financial markets. Key moves included slashing the target federal funds rate 325 basis points (3.25%) between September 2007 and April 2008 and providing numerous cash injection and lending programs. As the credit crisis took an extreme turn for the worse in September, the Fed, in concert with five other global central banks, lowered interest rates by 50 basis points in a rare move intended to stave off worldwide economic damage from the intensifying financial market turmoil. The U.S. economy managed to grow at a slow-but-positive pace through the second quarter of the year, though the recent events almost certainly herald a global economic recession.

Against this backdrop, U.S. stocks experienced intense volatility (steep declines and quick recoveries), generally posting losses for the current reporting period. Small-cap stocks fared significantly better than their larger counterparts. Non-U.S. markets followed the U.S. on the way down and, in some cases, decelerated at a faster pace than domestic equities—a stark reversal of recent years' trends, when international stocks generally outpaced U.S. equities. Treasury securities also traded in a volatile fashion, but rallied overall (yields fell and prices correspondingly rose), as the broader flight-to-quality strategy persisted. The yield on 10-year Treasury issues, which fell to 3.34% in March, climbed to the 4.20% range in mid-June as investors temporarily moved out of Treasury issues in favor of riskier assets (such as stocks and other high-quality fixed income sectors), then declined again to 3.83% by the end of the reporting period when credit fears resurfaced. Tax-exempt issues posted positive returns, but problems among municipal bond insurers and the collapse in the market for auction rate securities pressured the group throughout the course of the past year. Economic and financial market distress also dampened the performance of high yield issues, which were very volatile due to the macro factors noted above.

Overall, severe market instability resulted in mixed results for the major benchmark indexes:

<b>Total Returns as of August 31, 2008</b>	<b>6-month</b>	<b>12-month</b>
U.S. equities (S&P 500 Index)	(2.57)%	(11.14)%
Small cap U.S. equities (Russell 2000 Index)	8.53	(5.48)
International equities (MSCI Europe, Australasia, Far East Index)	(10.18)	(14.41)
Fixed income (Lehman Brothers U.S. Aggregate Index)	0.18	5.86
Tax-exempt fixed income (Lehman Brothers Municipal Bond Index)	5.12	4.48

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High yield bonds (Lehman Brothers U.S. Corporate High Yield 2% Issuer Capped Index)

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0.74

(0.66)

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

Through periods of market turbulence, as ever, BlackRock's full resources are dedicated to the management of our clients' assets. For our views on the economy and financial markets, we invite you to visit [www.blackrock.com/funds](http://www.blackrock.com/funds). As always, we thank you for entrusting BlackRock with your investments, and we look forward to continuing to serve you in the months and years ahead.

Sincerely,

Rob Kapito  
 President, BlackRock Advisors, LLC

THIS PAGE NOT PART OF YOUR FUND REPORT

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## Fund Summary as of August 31, 2008 **BlackRock Defined Opportunity Credit Trust**

### Investment Objective

**BlackRock Defined Opportunity Credit Trust (BHL)** (the Fund) seeks high current income, with a secondary objective of long-term capital appreciation.

### Performance

From inception (January 31, 2008) through August 31, 2008, the Fund returned (11.44)% based on market price and 4.79% based on net asset value (NAV). For the same period, the Lipper Loan Participation Funds category posted an average return of (1.70)% on a NAV basis. The Suisse Leveraged Loan Index returned 0.34% over the same time period. All returns reflect reinvestment of dividends. The Fund's primary advantage versus the Lipper peer group was its ability to invest its portfolio and take advantage of historically low valuations among bank loan securities as older competitors came into the period fully invested. The Fund's conservative positioning also was beneficial in a difficult market. The Fund moved from a premium to NAV at launch to an 11.5% discount by period-end, which accounts for the difference between performance based on price and performance based on NAV.

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

### Fund Information

Symbol on New York Stock Exchange	BHL
Initial Offering Date	January 31, 2008
Yield on Closing Market Price as of August 31, 2008 (\$12.66) <sup>1</sup>	10.66%
Current Monthly Distribution per share of Common Stock <sup>2</sup>	\$0.1125
Current Annualized Distribution per share of Common Stock <sup>2</sup>	\$1.3500
Leverage as of August 31, 2008 <sup>3</sup>	23%

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<sup>1</sup> Yield on closing market price is calculated by dividing the current annualized distribution per share by the closing market price.

Past performance does not guarantee future results.

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

<sup>3</sup> As a percentage of managed assets, which is the total assets of the Fund (including any assets attributable to any borrowing that may be outstanding) 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:

	8/31/08	High	Low
Market Price	\$12.66	\$15.33	\$12.19
Net Asset Value	\$14.31	\$14.82	\$14.05

The following unaudited chart shows the portfolio composition of the Fund's long-term investments:

### Portfolio Composition

Asset Mix	8/31/08
Floating Rate Loan Interests	99%
Corporate Bonds	1

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## Fund Summary as of August 31, 2008 BlackRock Diversified Income Strategies Fund, Inc.

### Investment Objective

**BlackRock Diversified Income Strategies Fund, Inc. (DVF) (the Fund)** seeks to provide investors with a high current income by investing a diversified portfolio of floating rate debt securities and instruments, including floating or variable rate loans, bonds, preferred securities (including convertible preferred securities), notes or other debt securities or instruments that pay a floating rate of interest.

### Performance

For the 12 months ended August 31, 2008, the Fund returned (16.08)% based on market price and (10.17)% based on NAV. For the same period, the closed-end Lipper High Current Yield Funds (Leveraged) category posted an average return of (14.03)% on a NAV basis. All returns reflect the reinvestment of dividends. During the period, high yield loans which comprised about 47% of the Fund's portfolio as of August 31, 2008 outperformed high yield bonds, which aided relative performance as most of the other funds in the Lipper category invest primarily in high yield bonds. As of August 31, 2008, the Fund was more modestly leveraged (28% of total net assets) versus many of its counterparts, which also helped relative performance in a very challenging market. Conversely, high yield floating-rate notes, which the Fund owns, detracted from performance. The Fund's discount rate, which widened from 1.9% to 8.4% over the period, accounts for the difference between performance based on price and performance based on NAV. The views expressed reflect the opinions of BlackRock as of the date of this report and are subject to change based on changes in market, economic or other factors. These views are not intended to be a forecast of future events and are no guarantee of future results.

### Fund Information

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Symbol on New York Stock Exchange	DVF
Initial Offering Date	January 31, 2005
Yield on Closing Market Price as of August 31, 2008 (\$12.77) <sup>1</sup>	12.69%
Current Monthly Distribution per share of Common Stock <sup>2</sup>	\$0.135
Current Annualized Distribution per share of Common Stock <sup>2</sup>	\$1.620
Leverage as of August 31, 2008 <sup>3</sup>	28%

<sup>1</sup> Yield on closing market price is calculated by dividing the current annualized distribution per share by the closing market price.

Past performance does not guarantee future results.

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

<sup>3</sup> As a percentage of managed assets, which is the total assets of the Fund (including any assets attributable to any borrowing that may be outstanding) 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:

	8/31/08	8/31/07	Change	High	Low
Market Price	\$12.77	\$17.16	(25.58)%	\$17.40	\$11.86
Net Asset Value	\$13.94	\$17.50	(20.34)%	\$18.03	\$13.84

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

**Portfolio Composition**

Asset Mix	8/31/08	8/31/07
Corporate Bonds	50%	60%
Floating Rate Loan Interests	47	38
Preferred Stock		1
Common Stock	3	1

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

Credit Rating	8/31/08	8/31/07
AA/Aa	3%	%
BBB/Baa	1	2
BB/Ba	7	7
B/B	61	62
CCC/Caa	20	19
CC/Ca	2	2
Not Rated	6	8

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

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## Fund Summary as of August 31, 2008 **BlackRock Floating Rate Income Strategies Fund, Inc.**

### Investment Objective

**BlackRock Floating Rate Income Strategies Fund, Inc. (FRA) (the Fund)** seeks high current income and such preservation of capital as is consistent with investment in a diversified, leveraged portfolio consisting primarily of floating rate debt securities and instruments.

### Performance

For the 12 months ended August 31, 2008, the Fund returned (4.28)% based on market price and (2.56)% based on NAV. For the same period the closed-end Lipper Loan Participation Funds category posted an average return of (5.50)% on a NAV basis. All returns reflect reinvestment of dividends. The Fund's conservative positioning with respect to credit and sector allocation aided relative performance during a year of considerable volatility in credit markets. The Fund's discount to NAV, which widened modestly during the annual period, accounts for the difference between performance based on price and performance based on NAV.

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### Fund Information

Symbol on New York Stock Exchange	FRA
Initial Offering Date	October 31, 2003
Yield on Closing Market Price as of August 31, 2008 (\$14.49) <sup>1</sup>	10.34%
Current Monthly Distribution per share of Common Stock <sup>2</sup>	\$0.124835
Current Annualized Distribution per share of Common Stock <sup>2</sup>	\$1.498020
Leverage as of August 31, 2008 <sup>3</sup>	26%

<sup>1</sup> Yield on closing market price is calculated by dividing the current annualized distribution per share by the closing market price.

Past performance does not guarantee future results.

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

<sup>3</sup> As a percentage of managed assets, which is the total assets of the Fund (including any assets attributable to any borrowing that may be outstanding) 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:

	8/31/08	8/31/07	Change	High	Low
Market Price	\$14.49	\$16.70	(13.23)%	\$17.53	\$13.05
Net Asset Value	\$16.12	\$18.25	(11.67)%	\$18.63	\$15.89

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

### Portfolio Composition

	8/31/08	8/31/07
Floating Rate Loan Interests	73%	75%
Corporate Bonds	26	24
Common Stocks	1	1

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

Credit Rating	8/31/08	8/31/07
AA/Aa	5%	%
BBB/Baa	11	5
BB/Ba	11	20
B/B	59	58
CCC/Caa	8	10
D		2
Not Rated	6	5

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

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## Fund Summary as of August 31, 2008 **BlackRock Senior Floating Rate Fund, Inc.**

### Investment Objective

**BlackRock Senior Floating Rate Fund, Inc. (the Fund)** is a continuously offered closed-end fund that seeks high current income and such preservation of capital as is consistent with investment in senior collateralized corporate loans made by banks and other financial institutions.

### Performance

For the 12 months ended August 31, 2008, the Fund returned (1.32)% based on NAV. For the same period, the closed-end Lipper Loan Part Funds category posted an average return of (5.50)% on a NAV basis. All returns reflect reinvestment of dividends. The year featured considerable volatility in credit markets, with periods of downward pressure punctuated by sharp rebounds. In contrast to many of the other funds in the Lipper category, the Fund did not use leverage, which aided relative performance over the period. The Fund was defensively positioned in its sector and broadly diversified among individual credits, which also proved advantageous. In addition, above-average cash positions, held for opportunistic purchases during periods of forced selling, benefited performance.

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



**Fund Information<sup>1</sup>**

Initial Offering Date	November 3, 1989
Yield based on Net Asset Value as of August 31, 2008 (\$7.98) <sup>2</sup>	5.86%
Current Monthly Distribution per share of Common Stock <sup>3</sup>	\$0.038968
Current Annualized Distribution per share of Common Stock <sup>3</sup>	\$0.467616

<sup>1</sup> The Fund is a continuously offered closed-end fund that does not trade on an exchange.

<sup>2</sup> Yield based on net asset value is calculated by dividing the current annualized distribution per share by the net asset value.

Past performance does not guarantee future results.

<sup>3</sup> The distribution is not constant and is subject to change.

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

	8/31/08	8/31/07	Change	High	Low
Net Asset Value	\$7.98	\$8.60	(7.21)%	\$8.71	\$7.81

**Expense Example for Continuously Offered Closed-End Funds**

	Actual			Hypothetical <sup>5</sup>		
	Beginning Account Value March 1, 2008	Ending Account Value August 31, 2008	Expenses Paid During the Period <sup>4</sup>	Beginning Account Value March 1, 2008	Ending Account Value August 31, 2008	Expenses Paid During the Period
BlackRock Senior Floating Rate, Inc.	\$1,000	\$1,037.50	\$7.49	\$1,000	\$1,017.65	\$7.41

<sup>4</sup> Expenses are equal to the annualized expense ratio of 1.47%, multiplied by the average account value over the period, multiplied by 183/366 (to reflect the period shown). Because the Fund is a feeder fund, the expense table reflects the expenses of both the feeder fund and the Master Senior Floating Rate LLC ( ) in which it invests.

<sup>5</sup> Hypothetical 5% annual return before expenses is calculated by pro-rating the number of days in the most recent fiscal half year divided by 366.

See Disclosure of Expenses for Continuously Offered Closed-End Funds on page 9 for further information on how expenses were calculated.  
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**Fund Summary** as of August 31, 2008 **BlackRock Senior Floating Rate Fund II, Inc.****Investment Objective**

**BlackRock Senior Floating Rate Fund II, Inc. (the Fund)** is a continuously offered closed-end fund that seeks high current income and preservation of capital as is consistent with investment in senior collateralized corporate loans made by banks and other financial institutions

**Performance**

For the 12 months ended August 31, 2008, the Fund returned (1.61)% based on NAV. For the same period, the closed-end Lipper Loan Part

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Funds category posted an average return of (5.50)% on a NAV basis. All returns reflect reinvestment of dividends. The year featured considerable volatility in credit markets, with periods of downward pressure punctuated by sharp rebounds. In contrast to many of the other funds in the LI category, the Fund did not use leverage, which aided relative performance over the period. The Fund was defensively positioned in its sector and broadly diversified among individual credits, which also proved advantageous. In addition, above-average cash positions, held for opportunistic purchases during periods of forced selling, benefited performance.

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

### Fund Information<sup>1</sup>

Initial Offering Date	March 26, 1999
Yield based on Net Asset Value as of August 31, 2008 (\$8.67) <sup>2</sup>	5.32%
Current Monthly Distribution per share of Common Stock <sup>3</sup>	\$0.038406
Current Annualized Distribution per share of Common Stock <sup>3</sup>	\$0.460872

<sup>1</sup> The Fund is a continuously offered closed-end fund that does not trade on an exchange.

<sup>2</sup> Yield based on net asset value is calculated by dividing the current annualized distribution per share by the net asset value.

Past performance does not guarantee future results.

<sup>3</sup> The distribution is not constant and is subject to change.

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

	8/31/08	8/31/07	Change	High	Low
Net Asset Value	\$8.67	\$9.35	(7.27)%	\$9.47	\$8.49

### Expense Example for Continuously Offered Closed-End Funds

	Actual			Hypothetical <sup>5</sup>		
	Beginning	Ending	Expenses Paid	Beginning	Ending	Expenses Paid
	Account Value	Account Value		Account Value	Account Value	
	March 1, 2008	August 31, 2008	During the Period <sup>4</sup>	March 1, 2008	August 31, 2008	During the Period
BlackRock Senior Floating Rate II, Inc.	\$1,000	\$1,036.50	\$8.50	\$1,000	\$1,016.65	\$8.42

<sup>4</sup> Expenses are equal to the expense ratio of 1.67%, multiplied by the average account value over the period, multiplied by 183/366 (to reflect the one-half year period shown). Because the Fund is a feeder fund, the expense table reflects the expenses of both the feeder fund and the Master Senior Floating Rate LLC (the fund in which it invests).

<sup>5</sup> Hypothetical 5% annual return before expenses is calculated by pro-rating the number of days in the most recent fiscal half year divided by 366.

See "Disclosure of Expenses for Continuously Offered Closed-End Funds" on page 9 for further information on how expenses were calculated.

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## The Benefits and Risks of Leveraging

BlackRock Defined Opportunity Credit Trust, BlackRock Diversified Income Strategies Fund, Inc. and BlackRock Floating Rate Income Strategies Fund, Inc. (each a Fund and collectively, the Funds ) may utilize leverage through borrowings or issuance of short-term debt securities. The concept of leveraging is based on the premise that the cost of assets to be obtained from leverage will be based on short-term interest rates, which normally will be lower than the income earned by each Fund on its longer-term portfolio investments. To the extent that the total assets of each Fund (including the assets obtained from leverage) are invested in higher-yielding portfolio investments, each Fund s shareholders will be the beneficiaries of the incremental yield.

Leverage creates risks for shareholders including the likelihood of greater NAV and market price volatility. In addition, there is the risk that fluctuations in interest rates on borrowings may reduce shareholders yield and negatively impact its NAV and market price. If the income derived from securities purchased with assets received from leverage exceeds the cost of leverage, each Fund s net income will be greater than if leverage had not been used. Conversely, if the income from the securities purchased is not sufficient to cover the cost of leverage, each Fund s net income will be less than if leverage had not been used, and therefore the amount available for distribution to shareholders will be reduced.

**Under the Investment Company Act of 1940, the Funds are permitted to borrow through a credit facility and the issuance of short-term debt securities up to 33 <sup>1</sup> / <sub>3</sub> % of total managed assets.** As of August 31, 2008, the Funds had outstanding leverage from credit facility borrowings as a percentage of total managed assets as follows:

	Percent of Leverage
BlackRock Defined Opportunity Credit Trust	23%
BlackRock Diversified Income Strategies Fund, Inc	28%
BlackRock Floating Rate Income Strategies Fund, Inc	26%

### 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 the Funds have entered into the swap will default on its obligation to pay the Funds and the risk that the Funds will not be able to meet their obligations to pay the other party to the agreement.

**Disclosure of Expenses for Continuously Offered Closed-End Funds**

Shareholders of BlackRock Senior Floating Rate Fund, Inc. and BlackRock Senior Floating Rate Fund II, Inc. may incur the following charges: (a) expenses related to transactions, including early withdrawal fees; and (b) operating expenses, including advisory fees, and other Fund expenses. The following example (which is based on a hypothetical investment of \$1,000 invested on March 1, 2008 and held through August 31, 2008) is intended to assist shareholders both in calculating expenses based on an investment in each Fund and in comparing these expenses with similar costs of investing in other mutual funds.

The Expense Examples on pages 7 and 8 provide information about actual account values and actual expenses. In order to estimate the expenses a shareholder paid during the period covered by this report, shareholders can divide their account value by \$1,000 and then multiply the result by the number under the heading entitled Expenses Paid During the Period.

The tables also provide information about hypothetical account values and hypothetical expenses based on each Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses. In order to assist shareholders in comparing the ongoing expenses of investing in these Funds and other funds, compare the 5% hypothetical example with the 5% hypothetical examples that appear in other funds shareholder reports.

The expenses shown in the tables are intended to highlight shareholders ongoing costs only and do not reflect any transactional expenses, such as early withdrawal fees. Therefore, the hypothetical example is useful in comparing ongoing expenses only, and will not help shareholders determine the relative total expenses of owning different funds. If these transactional expenses were included, shareholder expenses would have been higher.

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**Schedule of Investments** August 31, 2008

**BlackRock Defined Opportunity Credit Trust**

(Percentages shown are based on Net Assets)

	Par (000)	Value
Floating Rate Loan Interests		

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**Aerospace & Defense 2.8%**

Avio Holding SpA:

Term Loan B, 4.594%, 9/25/14	USD	471	\$ 425,068
Term Loan C, 5.219%, 9/25/15		500	451,071

Hawker Beechcraft Acquisition Co. LLC:

Letter of Credit, 2.706%, 3/26/14		162	151,014
Term Loan B, 4.801%, 3/26/14		2,776	2,584,856

3,612,009

**Auto Components 3.4%**

Allison Transmission, Inc. Term Loan,

5.22% 5.56%, 8/07/14		2,204	1,976,878
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Dana Holding Corp. Term Advance, 6.75%, 1/31/15

2,487	2,286,428
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Delphi Corp. 2nd Lien:

Initial Tranche C Loan, 8.50%, 12/31/08		182	150,127
Subsequent Tranche C, 8.50%, 12/31/08		18	15,289

4,428,722

**Automobiles 0.6%**

Ford Motor Co. Term Loan, 5.47%, 12/15/13

998	772,682
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**Biotechnology 0.7%**

Talecris Biotherapeutics Holdings Corp. Term Loan

5.97% 6.31%, 12/06/13		995	962,614
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**Building Products 2.3%**

Building Materials Corp. of America Term Loan Advance,

5.438% 5.563%, 2/22/14		749	642,365
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Momentive Performance Materials, Inc. Term Loan B2,

6.73%, 12/04/13	EUR	1,000	1,285,503
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Stille Aquisition Corp. (Aka Masonite International):

Canadian Term Loan, 4.63% 5.046%, 4/06/13	USD	569	484,434
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U.S. Term Loan, 4.63% 5.046%, 4/06/13		574	489,137
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2,901,439

**Capital Markets 0.9%**

Nuveen Investments, Inc. Term Loan B,

5.462%, 11/13/14		1,317	1,215,972
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**Chemicals 6.9%**

Brenntag AG:

Second Lien Term Loan, 5.071%, 1/19/14		196	180,655
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Term Loan B2, 5.071%, 1/24/14		804	739,345
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Cognis Deutschland Term Loan C, 4.80%, 9/15/13		3,000	2,697,501
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Huish Detergents, Inc. Term Loan B, 4.81%, 4/26/14	998	903,551
Matrix Acquisition (MacDermid, Inc.) Tranche B Term Loan, 4.801%, 4/12/14	1,723	1,584,784
PQ Corp.:		
First Lien Term Loan, 5.92% 6.05%, 7/30/14	1,000	935,625
Second Lien Term Loan, 9.30%, 7/30/15	1,000	865,000
Solutia, Inc. Term Loan, 8.50%, 2/28/14	998	961,023
		<hr/>
		8,867,484

**Commercial Services & Supplies 5.9%**

ARAMARK Corp.:		
Letter of Credit Facility, 2.44%, 1/26/14	60	56,576
U.S. Term Loan B, 4.676%, 1/26/14	940	890,549
Alliance Laundry Systems LLC Term Loan, 4.96% 5.30%, 1/27/12	947	918,947
Allied Waste North America, Inc.:		
New Term Loan, 3.97%, 3/28/14	547	533,955
New Tranche A Credit Linked Deposit, 2.39%, 3/28/14	376	366,459

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

**Commercial Services & Supplies (concluded)**

Kion Group GmbH Facility:		
Term Loan B, 4.469%, 12/28/14	USD	500
Term Loan C, 4.969%, 12/23/15		500
Synagro Technologies, Inc. First Lien, 4.81%, 4/02/14		998
Waste Services, Inc. Term Loan E, 5.15%, 3/31/11		1,345
West Corp. Term Loan B2, 4.844% 5.171%, 10/24/13		1,995
		<hr/>
		7,542,644

**Communications Equipment 4.1%**

Alltel Corp.:		
Initial Tranche B2, 5.064%, 5/16/15		1,493
Initial Tranche B3, 4.966%, 5/18/15		2,988
Sorenson Communications Inc. Tranche C Term Loan, 4.97% 5.30%, 8/16/13		850
		<hr/>
		5,275,519

**Computers & Peripherals 1.1%**

Intergraph Corp. Initial Term Loan First Lien, 4.809%, 5/29/14		1,500
		1,425,000

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<b>Containers &amp; Packaging 2.5%</b>			
Crown Americas Additional Term B Dollar Loan, 4.423%, 11/15/12		500	482,500
Graphic Packaging International Corp. Incremental Term Loan, 5.535% 5.88%, 5/16/14		1,495	1,441,741
Smurfit Kappa Group:			
Term Loan B1, 6.36% 6.996%, 12/31/13	EUR	500	660,173
C1 Term Loan Facility, 6.61% 7.25%, 1/12/14		500	660,173
			<u>3,244,587</u>
<b>Diversified Consumer Services 1.1%</b>			
Coinmach Corp. Term Loan, 5.48% 5.81%, 11/20/14	USD	1,496	1,374,671
<b>Diversified Telecommunication Services 5.8%</b>			
BCM Ireland Holdings (Eircom):			
Term Loan B, 6.606%, 9/30/14	EUR	500	673,987
Term Loan C, 6.856%, 9/30/15		500	674,188
Hawaiian Telcom Communications, Inc.			
Term Loan C, 5.301%, 6/01/14	USD	500	396,667
Integra Telecom, Inc. First Lien Term Loan, 6.894% 7.05%, 8/31/13		1,993	1,813,152
PaeTec Holdings Corp. Replacement Term Loan, 4.969%, 2/28/13		975	887,411
Time Warner Telecom Holdings, Inc. Term Loan B, 4.47%, 1/07/13		1,538	1,471,321
Wind Finance Term Loan, 0.10%, 12/17/14	EUR	1,000	1,466,717
			<u>7,383,443</u>
<b>Electric Utilities 0.4%</b>			
Astoria Generating Co. Acquisitions, LLC			
Second Lien Term Loan C, 6.56%, 1/26/14	USD	500	472,083
<b>Electronic Equipment &amp; Instruments 2.8%</b>			
Deutsch Connectors:			
Term Loan B, 7.646%, 7/27/14		55	48,521
Term Loan B2, 7.396%, 7/27/14		854	748,599
Term Loan C2, 7.646%, 7/27/15		751	658,627
Flextronics International Ltd.			
Delay Draw Term Loan A1, 5.041%, 10/01/14		445	403,471
A Closing Rate Loan, 5.038% 5.041%, 10/01/14		1,550	1,405,737
L-1 Identity Solutions Operating Co. Term Loan, 7.50%, 8/05/13		375	374,063
			<u>3,639,018</u>

See Notes to Financial Statements.

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## Schedule of Investments (continued)

### BlackRock Defined Opportunity Credit Trust

(Percentages shown are based on Net Assets)

Floating Rate Loan Interests		Par (000)	Value
<b>Energy Equipment &amp; Services 1.7%</b>			
Compagnie Generale de Geophysique Term Loan, 4.702%, 1/12/14	USD	750	\$ 729,375
Dresser, Inc. Term Loan B, 4.716% 5.057%, 5/04/14		1,488	1,419,420
			2,148,795
<b>Food &amp; Staples Retailing 1.3%</b>			
Alliance Boots Plc Acquisition Term Loan Facility B-2 UK Borrower, 8.097%, 7/09/15	GBP	1,000	1,616,644
<b>Food Products 1.7%</b>			
Dole Food Co., Inc.:			
Letter of Credit, 4.788%, 4/12/13	USD	74	67,517
Term Loan B, 4.50% 6%, 4/12/13		134	123,322
Term Loan C, 4.50% 6%, 4/12/13		539	494,983
Wrigley Co. Term Loan B, 6.633%, 8/11/14		1,500	1,505,894
			2,191,716
<b>Forms &amp; Bulk Printing Services 0.3%</b>			
Hanley-Wood LLC Term Loan, 4.71% 4.72%, 3/08/14		500	388,125
<b>Health Care Equipment &amp; Supplies 4.7%</b>			
Bausch & Lomb, Inc.:			
Delay Draw Term Loan, 6.051%, 4/24/15		240	233,825
Parent Term Loan, 6.051%, 4/24/15		1,594	1,551,038
Biomet, Inc. Dollar Term Loan, 5.801%, 3/25/15		2,490	2,438,613
DJO Finance LLC Term Loan, 5.469% 5.801%, 5/20/14		995	970,125
Hologic, Inc. Term Loan B, 5.75%, 3/31/13		334	331,710
Inverness Medical Innovations, Inc. First Lien Term Loan, 4.808%, 6/26/14		500	471,250



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			5,996,561
<hr/>			
<b>Health Care Providers &amp; Services</b>	<b>6.7%</b>		
Community Health Systems, Inc. Funded Term Loan, 4.719% 5.06%, 7/25/14		3,768	3,560,905
HCA, Inc. Term Loan B, 5.051%, 11/17/13		2,000	1,872,916
HealthSouth Corp. Term Loan, 5.29%, 3/10/13		1,905	1,802,367
Surgical Care Affiliates LLC Term Loan, 5.051%, 12/29/14		498	437,789
Symbion, Inc.:			
Tranche A Term Loan, 5.719% 6.049%, 8/23/13		479	421,769
Term Loan B, 5.719% 6.049%, 8/01/14		479	421,769
			<hr/>
			8,517,515
<hr/>			
<b>Health Care Technology</b>	<b>0.4%</b>		
Sunquest Holdings, Inc. (Misys Hospital Systems) Term Loan, 5.72% 6.05%, 10/11/14		496	467,716
<hr/>			
<b>Hotels, Restaurants &amp; Leisure</b>	<b>4.6%</b>		
Harrah s Operating Co. Term Loan B2, 5.80% 5.81%, 1/28/15		3,242	2,839,477
Penn National Gaming, Inc. Term Loan B, 4.21% 4.55%, 10/03/12		1,742	1,667,338
QCE LLC First Lien Term Loan, 4.813%, 5/05/13		998	841,187
VMLUS Finance LLC (Venetian Macau):			
Delay Draw Term Loan B, 5.06%, 5/25/12		181	175,026
Term Loan B Funded Project, 5.06%, 5/25/13		319	309,140
			<hr/>
			5,832,168
<hr/>			
<b>Floating Rate Loan Interests</b>		<b>(000)</b>	<b>Value</b>
<hr/>			
<b>Household Durables</b>	<b>2.4%</b>		
Jarden Corp. Term Loan B3, 5.301%, 1/24/12	USD	1,742	\$ 1,602,487
The Yankee Candle Co., Inc. Term Loan, 4.48% 4.81%, 2/06/14		1,606	1,401,076
			<hr/>
			3,003,563
<hr/>			
<b>Household Products</b>	<b>0.4%</b>		
VI/Jon Inc. (VJCS Acquisition) Term Loan B, 4.716% 4.919%, 4/24/14		500	467,500
<hr/>			
<b>IT Services</b>	<b>8.2%</b>		
Amadeus Global Travel Distribution SA:			
Term Loan B3 Facility, 6.481%, 7/15/13	EUR	307	379,178

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Term Loan B-2, 7.57%, 5/04/15	USD	1,000	832,500
Term Loan B-4 Facility, 6.481%, 7/15/13	EUR	186	229,621
Term Loan C2, 7.82%, 6/30/13	USD	1,000	832,500
Term Loan C-3 Facility, 6.981%, 7/15/14	EUR	307	379,178
Term Loan C-4, 6.981%, 7/15/14		186	229,621
Ceridian Corp. U.S. Term Loan, 5.464%, 11/07/14	USD	2,000	1,880,000
First Data Corp.:			
Term Loan B1, 5.222% 5.552%, 9/24/14		748	777,716
Term Loan B2, 5.222% 5.552%, 9/24/14		1,989	2,068,017
Term Loan B3, 5.551% 5.552%, 9/24/14		997	1,036,608
SunGard Data Systems, (Solar Capital Corp.) Inc.			
New U.S. Term Loan B, 4.553%, 2/28/14		1,992	1,869,884

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10,514,823

**Independent Power Producers & Energy Traders 6.2%**

Mirant North America, LLC, Term Loan 4.219%, 1/03/13		753	722,179
NRG Energy, Inc.:			
Letter of Credit, 2.70%, 2/01/13		328	310,817
Term Loan, 4.301%, 2/01/13		2,084	1,974,288
Texas Competitive Electric Holdings Co. LLC (TXU):			
Initial Term Loan B-1, 5.963% 6.303%, 10/13/14		499	464,188
Initial Term Loan B-3, 5.963% 6.303%, 10/13/14		4,726	4,395,357

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7,866,829

**Industrial Conglomerates 0.9%**

Sequa Corp. Term Loan, 5.72% 7.25%, 12/03/14		1,236	1,176,578
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**Insurance 0.7%**

Alliant Holdings I, Inc. Term Loan, 5.801%, 11/01/14		995	915,388
--	--	-----	---------

**Internet & Catalog Retail 0.2%**

FTD Group, Inc. Term Loan B, 7.50%, 8/04/14		250	242,500
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**Machinery 2.9%**

Lincoln Industrials:			
Delay Draw First Lien, 4.97%, 7/11/14		270	256,500
Initial U.S. First Lien Term Loan, 4.97%, 7/11/14		720	720,000
Navistar International Corp.:			
Revolving Credit, 5.903% 6.046%, 1/19/12		533	491,333
Term Advance, 6.046% 6.292%, 1/19/12		1,467	1,351,167
OshKosh Truck Corp. Term Loan B, 4.22% 4.43%, 12/06/13		944	858,923

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3,677,923

See Notes to Financial Statements.

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AUGUST 31, 2008

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## Schedule of Investments (continued)

### BlackRock Defined Opportunity Credit Trust

(Percentages shown are based on Net Assets)

Floating Rate Loan Interests		Par (000)	Value
<b>Media 34.5%</b>			
Alix Partners, LLP Tranche C Term Loan, 4.79%, 10/12/13	USD	500	\$ 481,250
Alpha Topco Ltd.:			
Term Loan B1, 4.719%, 12/31/13		571	519,571
Term Loan B2, 4.719%, 12/31/13		392	357,205
Bresnan Communications, LLC:			
First Lien Add on Term Loan B, 5.02%, 9/29/13		1,000	953,333
Initial Term Loan B, 4.80% 5.05%, 9/29/13		500	476,667
Cablevision Systems Corp. Incremental Term Loan, 4.214%, 3/29/13		1,739	1,653,351
Casema NV (Essent Kablecom):			
B1 Term Loan Facility, 6.985%, 11/14/14	EUR	329	461,113
B2 Term Loan Facility, 6.985%, 9/11/14		171	239,525
Term Loan C, 7.485%, 11/14/15		500	700,639
Catalina Marketing Corp. Initial Term Loan, 5.801%, 10/01/14	USD	2,490	2,337,458
Cengage Learning Acquisitions, Inc. (Thomson Learning) Incremental Term Loan 1, 7.50%, 7/05/14		2,500	2,475,000
Cequel Communications LLC (Cebridge) Term Loan, 4.791% 6%, 11/05/13		2,489	2,323,012
Charter Communications, Operating LLC Replacement Term Loan, 4.67% 4.80%, 3/06/14		1,250	1,091,840
Clarke American Corp. Term Loan B, 5.291% 5.301%, 3/30/14		2,490	2,046,734
Dex Media West Term Loan, 7%, 10/24/14		750	685,781
DirecTV Holdings LLC Term Loan C, 5.25%, 4/13/13		675	672,469

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Discovery Communications Holding LLC Term Loan B, 4.801%, 5/14/14		993	967,403
FoxCo Acquisition Sub Term Loan, 7.25%, 7/14/15		500	484,584
Getty Images, Inc. Initial Term Loan, 7.25%, 7/02/15		1,000	998,438
Gray Television, Inc. Delayed Draw Term Loan B, 3.97% 5.25%, 12/31/14		1,802	1,495,940
HMH Publishing Co. Ltd. Tranche A Term Loan, 6.464%, 6/12/14		2,000	1,795,000
Hargray Acquisition Co., First Lien Term Loan, 5.051%, 6/29/14		500	457,500
Idearc, Inc. (Verizon) Term Loan B, 4.47% 4.80%, 11/17/14		370	259,191
Insight Midwest Holdings LLC, Term Loan B, 4.47%, 4/06/14		2,000	1,920,626
Intelsat Corp.:			
Term Loan B2A, 5.288%, 1/03/14		333	317,087
Term Loan B2B, 5.288%, 1/03/12		333	316,992
Term Loan B2C, 5.288%, 1/03/12		333	316,992
Lavena Holding 3 (Prosiebensat. 1 Media AG):			
Term Loan B1, 6.86% 7.526%, 3/06/15	EUR	1,500	1,512,345
Term Loan C1, 7.11% 7.776%, 6/30/16		1,500	1,512,345
Local TV Finance, LLC Term Loan, 4.80% 4.87%, 5/07/13	USD	1,993	1,733,437
MCC Iowa LLC (Mediacom Broadband Group) Term Loan D14.21% 4.23%, 1/31/15		249	230,041
MCC Iowa (Mediacom Communications) Term Loan D2, 4.21% 4.23%, 1/31/15		884	815,470
Mediacom Illinois LLC (Mediacom Communications, LLC) Term Loan C, 4.22% 4.23%, 1/31/15		1,492	1,377,881
NTL Cable Plc (Virgin):			
Second Lien Term Loan B2, 8.147%, 7/17/12	GBP	281	465,194
Term Loan 1, 8.147%, 7/30/12		913	1,513,544
NV Broadcasting First Lien Term Loan 5.69%, 11/01/13		1,648	1,449,481

**Floating Rate Loan Interests**

(000)

Value

**Media (concluded)**

Newsday LLC:			
Floating Rate Term Loan, 7.958%, 8/01/13	USD	500	\$ 500,000
Fixed Rate Term Loan, 9.75%, 8/01/13		250	249,531
Nielsen Finance LLC Dollar Term Loan, 4.803%, 8/09/13		1,985	1,833,161
Parkin Broadcasting Term Loan B, 5.69%, 11/09/13		337	297,327
Sunshine Acquisition Ltd. Term Facilities, 4.80%, 3/20/12		1,750	1,496,922
UPC Financing Partnership (United Pan Europe Communications), Inc.:			
Term Loan M, 6.513%, 12/31/14	EUR	750	978,568
Term Loan N1, 4.214%, 12/31/14	USD	1,000	936,500

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Weather Channel Term Loan B, 7.205%, 6/01/15	400	387,000
		44,093,448
<b>Metals &amp; Mining 0.7%</b>		
Algora Steel, Inc. Term Loan, 4.98%, 6/20/13	1,000	945,000
<b>Multiline Retail 1.5%</b>		
Neiman Marcus Group, Inc. Term Loan, 4.422%, 4/06/13	2,000	1,855,454
<b>Oil, Gas &amp; Consumable Fuels 1.5%</b>		
Petroleum Geo-Services ASA/PGS Finance, Inc. Term Loan, 4.55%, 6/29/15	1,458	1,412,558
Vulcan Energy Corp. Term Loan B3, 6.05%, 8/12/11	500	497,500
		1,910,058
<b>Paper &amp; Forest Products 3.9%</b>		
Boise Paper LLC (Aldbra Sub LLC) Tranche B Term Loan, 7.50%, 2/22/14	998	993,047
Georgia-Pacific LLC Term Loan B, 4.219% 4.551%, 12/20/12	2,881	2,720,554
NewPage Corp. Term Loan, 6.563%, 12/21/14	1,239	1,206,849
		4,920,450
<b>Personal Products 0.9%</b>		
American Safety Razor Co. LLC Second Lien Term Loan, 8.72% 8.89%, 1/30/14	1,250	1,125,000
<b>Pharmaceuticals 0.8%</b>		
Warner Chilcott: Term Loan B, 4.469% 4.801%, 1/18/12	719	696,228
Term Loan C, 4.801%, 1/18/12	358	346,482
		1,042,710
<b>Professional Services 0.8%</b>		
Booz Allen Hamilton, Inc. Term Loan B, 7.50%, 7/31/15	1,000	1,000,417
<b>Real Estate Management &amp; Development 0.4%</b>		
Capital Automotive L Term Loan, 4.22%, 12/16/10	600	565,380
<b>Road &amp; Rail 0.6%</b>		
Rail America, Inc.: Canadian Term Loan, 6.79%, 8/14/09	65	64,904
U.S. Term Loan, 6.79%, 8/14/09	684	681,346

746,250

See Notes to Financial Statements.

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AUGUST 31, 2008

## Schedule of Investments (continued)

### BlackRock Defined Opportunity Credit Trust

(Percentages shown are based on Net Assets)

Floating Rate Loan Interests	Par (000)	Value
<b>Specialty Retail 2.7%</b>		
Adesa, Inc. (KAR Holdings, Inc.) Initial Term Loan, 5.06%, 10/18/13	USD 1,977	\$ 1,758,451
General Nutrition Centers, Inc. Term Loan, 5.04% 5.06%, 9/16/13	995	896,295
Michaels Stores, Inc. Replacement Loan, 4.75%, 10/31/13	995	767,035
		3,421,781
<b>Textiles, Apparel &amp; Luxury Goods 0.4%</b>		
Hanesbrands, Inc. Term Loan B, 4.545% 4.551%, 9/05/13	500	484,861
<b>Wireless Telecommunication Services 4.7%</b>		
Centennial Cellular Operating Co. New Term Loan, 4.469% 4.801%, 2/09/11	2,000	1,956,666
Cricket Communications, Inc. Term Loan B, 6.50%, 6/16/13	1,075	1,060,667
MetroPCS Wireless, Inc. New Tranche B Term Loan, 4.75% 5.063%, 11/03/13	2,044	1,953,014
NTELOS Inc. Term Loan B-1 Facility, 4.72%, 8/24/11	997	975,298
		5,945,645
<b>Total Floating Rate Loan Interests 138.0%</b>		176,198,685

**Corporate Bonds**

**Diversified Telecommunication Services 1.1%**

Qwest Corp., 6.026%, 6/15/13 (b)	1,500	1,387,500
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**Total Corporate Bonds 1.1%**

1,387,500

**Total Long-Term Investments**

**(Cost \$177,472,047) 139.1%**

177,586,185

**Short-Term Securities**

**U.S. Government and Agency Obligations (c)**

Federal Home Loan Bank, 2.36%, 9/16/08	700	699,390
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U.S. Treasury Bills, 1.65%, 9/25/08 (e)	700	699,288
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1,398,678

**Beneficial  
Interest  
(000)**

**Money Market**

BlackRock Liquidity Series, LLC

Cash Sweep Series, 2.41% (a)(d)	USD 2,366	2,365,561
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**Total Short-Term Securities (Cost \$3,764,239) 2.9%**

3,764,239

**Total Investments (Cost \$181,236,286\*) 142.0%**

181,350,424

**Liabilities in Excess of Other Assets (42.0)%**

(53,655,276)

**Net Assets 100.0%**

\$127,695,148

\* The cost and unrealized appreciation (depreciation) of investments as of August 31, 2008, as computed for federal income tax purposes, were as follows:

Aggregate cost	\$181,034,697
----------------	---------------

Gross unrealized appreciation	\$ 2,422,597
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Gross unrealized depreciation	(2,106,870)
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Net unrealized appreciation	\$ 315,727
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- (a) Represents the current yield as of report date.  
 (b) Variable rate security. Rate shown is as of report date.  
 (c) Rate shown is the yield to maturity as of the date of purchase.  
 (d) 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:

	Net Activity (000)	Income
BlackRock Liquidity Series, LLC Cash Sweep Series	\$2,366	\$201,589

- (e) All or a portion of security held as collateral in connection with swap contracts.

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

Foreign currency exchange contracts as of August 31, 2008 were as follows:

Currency Purchased	Currency Sold	Settlement Date	Unrealized Appreciation
USD 10,276,966	EUR 6,566,500	10/23/08	\$ 672,136
USD 2,522,511	GBP 1,271,900	10/23/08	213,525
<b>Total</b>			<b>\$ 885,661</b>

Swaps outstanding as of August 31, 2008 were as follows:

	Notional Amount (000)	Unrealized Appreciation (Depreciation)
Sold credit default protection LCDX Index and receive 2.25% Broker, Goldman Sachs & Co. Expires December 2012	USD 5,000	\$ 110,265
Sold credit default protection on LCDX Index and receive 2.25%		



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Broker, Goldman Sachs & Co.			
Expires December 2012	USD	5,000	185,265
Sold credit default protection LCDX			
Index and receive 5.25%			
Broker, UBS Securities			
Expires June 2013	EUR	5,000	(200,702)
Bought credit default protection on LCDX			
Index and pay 3.25%			
Broker, UBS Securities			
Expires June 2013	USD	5,750	95,968
<hr/>			<hr/>
<b>Total</b>			<b>\$ 190,796</b>
<hr/>			<hr/>

See Notes to Financial Statements.

ANNUAL REPORT AUGUST 31, 2008 13

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### Schedule of Investments (concluded) BlackRock Defined Opportunity Credit Trust

Currency Abbreviations:

**EUR** Euro

**GBP** British Pound

**USD** U.S. Dollar

Financial Accounting Standards Board Statement of Financial Accounting Standards No. 157, "Fair Value Measurements" ("FAS 157"), clarifies the definition of fair value, establishes a framework for measuring fair values and requires additional disclosures about the use of fair value measurements. Various inputs are used in determining the fair value of investments, which are as follows:

Level 1 price quotations in active markets/exchanges for identical securities

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

Level 3 unobservable inputs based on the best information available in the circumstance, to the extent observable inputs are not available (including the Fund's own assumption used in determining the fair value of investments)

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. For information about the Fund's policy regarding valuation of investments and other significant accounting policies, please refer to Note 1 of Notes to Financial Statements.

The following table summarizes the inputs used as of August 31, 2008 in determining the fair valuation of the Fund's investments:

**Valuation**

**Investments in**

**Other Financial**

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Inputs	Securities	Instruments*
Level 1		
Level 2	\$176,509,069	\$1,076,457
Level 3	4,841,355	
<b>Total</b>	<b>\$181,350,424</b>	<b>\$1,076,457</b>

\* Other financial instruments are swaps and foreign currency exchange contracts.

The following is a reconciliation of investments for unobservable inputs (Level 3) were used in determining fair value:

	Investments in Securities
Balance, as of January 31, 2008	\$
Accrued discounts/premiums	
Realized gain (loss)	
Change in unrealized appreciation (depreciation)	(567,141)
Net purchases (sales)	5,408,496
Net transfers in/out of Level 3	
<b>Balance, as of August 31, 2008</b>	<b>\$4,841,355</b>

See Notes to Financial Statements.

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## Schedule of Investments August 31, 2008

### BlackRock Diversified Income Strategies Fund, Inc.

(Percentages shown are based on Net Assets)

Corporate Bonds		Par (000)	Value
<b>Auto Components 0.4%</b>			
Allison Transmission, Inc. (a):			
11%, 11/01/15	USD	50	\$ 46,000
11.25%, 11/01/15 (b)		465	409,200
Lear Corp., 8.75%, 12/01/16		255	191,887

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			647,087
<hr/>			
<b>Building Products 1.9%</b>			
CPG International I, Inc., 9.904%, 7/01/12 (c)		2,500	1,900,000
Momentive Performance Materials, Inc. Series WI, 9.75%, 12/01/14		300	270,750
Ply Gem Industries, Inc., 11.75%, 6/15/13 (a)		1,215	1,105,650
			<hr/>
			3,276,400
<hr/>			
<b>Capital Markets 1.8%</b>			
E*Trade Financial Corp., 12.50%, 11/30/17 (a)		2,000	2,140,000
Marsico Parent Co., LLC, 10.625%, 1/15/16 (a)		724	608,160
Marsico Parent Holdco, LLC, 12.50%, 7/15/16 (a)(b)		266	221,190
Marsico Parent Superholdco, LLC, 14.50%, 1/15/18 (a)(b)		180	149,732
			<hr/>
			3,119,082
<hr/>			
<b>Chemicals 5.6%</b>			
American Pacific Corp., 9%, 2/01/15		440	426,800
Ames True Temper, Inc., 6.791%, 1/15/12 (c)		3,425	2,740,000
Hanna (M.A.) Co., 6.89%, 9/22/08		2,000	2,000,000
Hexion U.S. Finance Corp., 7.304%, 11/15/14 (c)		2,000	1,525,000
MacDermid, Inc., 9.50%, 4/15/17 (a)		420	384,300
NOVA Chemicals Corp., 5.953%, 11/15/13 (c)		2,745	2,360,700
			<hr/>
			9,436,800
<hr/>			
<b>Commercial Services &amp; Supplies 1.0%</b>			
US Investigations Services, Inc., 10.50%, 11/01/15 (a)		1,000	890,000
West Corp., 11%, 10/15/16		985	770,763
			<hr/>
			1,660,763
<hr/>			
<b>Construction Materials 1.1%</b>			
Nortek Holdings, Inc., 10%, 12/01/13 (a)		2,050	1,916,750
<hr/>			
<b>Containers &amp; Packaging 6.0%</b>			
Berry Plastics Holding Corp., 6.651%, 9/15/14 (c)(k)		2,235	1,676,250
Packaging Dynamics Finance Corp., 10%, 5/01/16 (a)		1,570	1,059,750
Smurfit Kappa Funding Plc, 7.75%, 4/01/15		5,000	4,400,000
Smurfit-Stone Container Enterprises, Inc., 8%, 3/15/17		780	624,000
Wise Metals Group LLC, 10.25%, 5/15/12		2,750	2,426,875
			<hr/>
			10,186,875

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<b>Diversified Financial Services 2.0%</b>			
FCE Bank Plc, 7.125%, 1/16/12	EUR	2,300	2,814,292
Ford Motor Credit Co. LLC, 5.538%, 1/13/12 (c)	USD	815	601,718
			3,416,010
<b>Electric Utilities 0.9%</b>			
NSG Holdings LLC, 7.75%, 12/15/25 (a)		1,570	1,507,200
<b>Food &amp; Staples Retailing 0.2%</b>			
Rite Aid Corp., 9.375%, 12/15/15		580	374,100
<b>Corporate Bonds</b>		<b>(000)</b>	<b>Value</b>
<b>Health Care Equipment &amp; Supplies 3.4%</b>			
Biomet, Inc.:			
10%, 10/15/17	USD	350	\$ 378,000
10.375%, 10/15/17 (b)		350	369,250
11.625%, 10/15/17		480	504,600
DJO Finance LLC, 10.875%, 11/15/14		4,500	4,511,250
			5,763,100
<b>Health Care Providers &amp; Services 0.7%</b>			
Community Health Systems, Inc. Series WI, 8.875%, 7/15/15		760	767,600
Tenet Healthcare Corp.:			
6.375%, 12/01/11		155	149,575
6.50%, 6/01/12		345	333,787
			1,250,962
<b>Hotels, Restaurants &amp; Leisure 6.4%</b>			
Harrah s Operating Co., Inc.:			
10.75%, 2/01/16 (a)		4,159	2,796,927
10.75%, 2/01/18 (a)(b)		1,278	754,853
Little Traverse Bay Bands of Odawa Indians, 10.25%, 2/15/14 (a)		800	666,000
Shingle Springs Tribal Gaming Authority, 9.375%, 6/15/15 (a)		410	333,125
Snoqualmie Entertainment Authority, 6.875%, 2/01/14 (a)(c)		305	223,412
Travelport LLC, 7.436%, 9/01/14 (a)		945	744,188
Tropicana Entertainment LLC Series WI, 9.625%, 12/15/14 (d)(e)		120	38,400
Tunica-Biloxi Gaming Authority, 9%, 11/15/15 (a)		1,000	947,500
Universal City Florida Holding Co. I,			

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7.551%, 5/01/10 (c)		4,525	4,377,938
			10,882,343
<hr/>			
<b>Household Durables 0.7%</b>			
Jarden Corp., 7.50%, 5/01/17		525	467,250
Stanley-Martin Communities LLC, 9.75%, 8/15/15		1,250	475,000
The Yankee Candle Co., Inc., 9.75%, 2/15/17		285	180,975
			1,123,225
<hr/>			
<b>IT Services 0.5%</b>			
First Data Corp., 9.875%, 9/24/15 (a)		1,000	862,500
<hr/>			
<b>Independent Power Producers &amp; Energy Traders 1.0%</b>			
Energy Future Holding Corp., 11.25%, 11/01/17 (a)(b)		1,000	985,000
Texas Competitive Electric Holdings Co. LLC, 10.50%, 11/01/16 (a)(b)		800	764,000
			1,749,000
<hr/>			
<b>Industrial Conglomerates 1.7%</b>			
Sequa Corp. (a):			
11.75%, 12/01/15		1,530	1,346,400
13.50%, 12/01/15 (b)		1,995	1,625,297
			2,971,697
<hr/>			
<b>Insurance 2.0%</b>			
American International Group, Inc., 8.25%, 8/15/18 (a)		3,000	2,957,463
USI Holdings Corp., 6.679%, 11/15/14 (a)(c)		490	390,775
			3,348,238
<hr/>			

See Notes to Financial Statements.

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Schedule of Investments (continued)

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Corporate Bonds		Par (000)	Value
<b>Machinery 1.1%</b>			
ESCO Corp., 6.651%, 12/15/13 (a)(c)	USD	920	\$ 864,800
RBS Global, Inc., 8.875%, 9/01/16		505	470,912
Titan International, Inc., 8%, 1/15/12		460	455,400
			1,791,112
<b>Marine 0.1%</b>			
Navios Maritime Holdings, Inc., 9.50%, 12/15/14 (a)		141	134,655
<b>Media 5.4%</b>			
Affinion Group, Inc., 10.125%, 10/15/13		320	315,200
Canadian Satellite Radio Holdings, Inc., 12.75%, 2/15/14 (a)		3,000	2,527,500
NTL Cable Plc, 9.125%, 8/15/16		3,725	3,548,062
Nielsen Finance LLC, 10%, 8/01/14		980	992,250
TL Acquisitions, Inc., 10.50%, 1/15/15 (a)		1,570	1,342,350
Windstream Regatta Holdings, Inc., 11%, 12/01/17 (a)		832	482,560
			9,207,922
<b>Metals &amp; Mining 2.3%</b>			
Aleris International, Inc.:			
9%, 12/15/14 (b)		370	288,600
10%, 12/15/16		500	348,750
RathGibson, Inc., 11.25%, 2/15/14		1,390	1,337,875
Ryerson, Inc., 10.176%, 11/01/14 (a)(c)		2,010	1,919,550
			3,894,775
<b>Oil, Gas &amp; Consumable Fuels 0.6%</b>			
SandRidge Energy, Inc., 6.416%, 4/01/14 (a)(c)		1,000	937,821
<b>Paper &amp; Forest Products 7.5%</b>			
Abitibi-Consolidated, Inc., 6.276%, 6/15/11 (c)		5,000	2,287,500
Ainsworth Lumber Co. Ltd., 11%, 7/29/15 (a)		2,570	2,062,079
Bowater, Inc., 9%, 8/01/09		190	176,700
NewPage Corp.:			
9.051%, 5/01/12 (c)		3,000	2,812,500
10%, 5/01/12		1,820	1,765,400
Verso Paper Holdings LLC Series B, 6.551%, 8/01/14 (c)		4,000	3,560,000
			12,664,179

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**Pharmaceuticals 1.9%**

Angiotech Pharmaceuticals, Inc., 6.56%, 12/01/13 (c)	1,500	1,327,500
Elan Finance Plc, 6.804%, 11/15/11 (c)	2,000	1,845,000
		<hr/> 3,172,500

**Real Estate Management & Development 1.4%**

Realogy Corp.:		
10.50%, 4/15/14	1,430	843,700
11%, 4/15/14 (b)	2,565	1,205,550
12.375%, 4/15/15	760	349,600
		<hr/> 2,398,850

**Road & Rail 0.1%**

Swift Transportation Co., Inc., 10.554%, 5/15/15 (a)(c)	400	140,000
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**Semiconductors & Semiconductor**

**Equipment 0.9%**

Avago Technologies Finance Ltd., 8.311%, 6/01/13 (c)	400	400,000
Freescal Semiconductor, Inc., 8.875%, 12/15/14	160	129,600
Spansion, Inc., 5.935%, 6/01/13 (a)(c)	1,410	979,950
		<hr/> 1,509,550

See Notes to Financial Statements.

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

**Corporate Bonds**

	(000)	Value
<b>Software 0.1%</b>		
BMS Holdings, Inc., 10.595%, 2/15/12 (a)(b)(c)	USD 423	\$ 254,045
<b>Specialty Retail 3.1%</b>		
AutoNation, Inc., 4.791%, 4/15/13 (c)(k)	2,700	2,227,500
Buffets, Inc., 12.50%, 11/01/14 (d)(e)	360	3,600
General Nutrition Centers, Inc., 7.199%, 3/15/14 (b)(c)	1,670	1,397,033
Michaels Stores, Inc.:		
10%, 11/01/14	715	536,250
11.375%, 11/01/16	1,135	726,400
United Auto Group, Inc., 7.75%, 12/15/16	355	287,994

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			5,178,777
<hr/>			
<b>Wireless Telecommunication Services</b>	<b>6.3%</b>		
BCM Ireland Preferred Equity Ltd., 10.597%, 2/15/17 (a)	EUR	413	296,889
Centennial Communications Corp., 8.541%, 1/01/13 (c)(k)	USD	3,000	2,985,000
Cricket Communications, Inc.: 9.375%, 11/01/14		825	817,781
10.875%, 11/01/14		280	277,550
Digicel Group Ltd. (a): 8.875%, 1/15/15		1,070	1,004,516
9.125%, 1/15/15 (b)		2,129	1,924,084
FiberTower Corp. (f): 9%, 11/15/12 (a)		650	429,000
9%, 11/15/12		350	231,000
iPCS, Inc., 4.926%, 5/01/13 (c)		380	337,250
Nordic Telephone Co. Holdings ApS (a): 8.875%, 5/01/16		800	770,000
10.357%, 5/01/16 (c)	EUR	500	711,519
Orascom Telecom Finance SCA, 7.875%, 2/08/14 (a)	USD	325	297,765
Sprint Capital Corp., 7.625%, 1/30/11		675	675,000
			<hr/>
			10,757,354
<hr/>			
<b>Total Corporate Bonds</b>	<b>68.1%</b>		115,533,672
<hr/>			
<b>Floating Rate Loan Interests</b>			
<hr/>			
<b>Airlines</b>	<b>0.4%</b>		
US Airways Group, Inc. Loan, 4.969%, 3/24/14		990	678,150
<hr/>			
<b>Auto Components</b>	<b>2.3%</b>		
Allison Transmission, Inc. Term Loan, 5.22% 5.56%, 8/07/14		1,959	1,756,858
Dana Holding Corp. Term Advance, 6.75%, 1/31/15		998	917,266
Intermet Corp.: Term Loan B, 7.696%, 11/08/10 (d)(e)		357	304,046
Term Loan B, 7.696%, 11/08/10 (b)		37	31,997
Synthetic Line of Credit, 2.343%, 11/08/10 (d)(e)		519	440,741
Synthetic Line of Credit, 2.343%, 11/09/10 (b)		24	20,447
Metaldyne Co. LLC: DF Loan, 2.336% 6.563%, 1/11/12		87	48,407



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Initial Tranche B Term Loan, 6.50%, 1/13/14	588	329,171
		<u>3,848,933</u>

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## Schedule of Investments (continued)

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

Floating Rate Loan Interests		Par (000)	Value
<b>Automobiles 0.3%</b>			
Ford Motor Co. Term Loan, 5.47%, 12/16/13	USD	324	\$ 251,367
General Motors Corp. Secured Term Loan, 5.163%, 11/29/13		249	184,103
			<u>435,470</u>
<b>Beverages 0.2%</b>			
Culligan International Co. Loan (Second Lien), 9.229% 9.615%, 5/24/13	EUR	500	366,763
<b>Biotechnology 0.3%</b>			
Talecris Biotherapeutics, Inc. First Lien Term Loan, 5.97% 6.31%, 12/06/13	USD	496	480,094
<b>Building Products 0.7%</b>			
Stile Acquisition Corp. (Aka Masonite International):			
Canadian Term Loan, 4.63% 5.046%, 4/05/13		692	589,417
U.S. Term Loan, 4.63% 5.046%, 4/05/13		698	595,136
			<u>1,184,553</u>
<b>Chemicals 4.8%</b>			
Edwards (Cayman Islands II) Ltd. First Lien Term Loan, 4.81%, 5/30/14		495	429,413
ElectricInvest Holding Co. Ltd. (Viridian Group PLC), Junior Term Facility, 8.735% 9.625%, 12/21/12	GBP	1,000	1,613,227
Huish Detergents, Inc. Tranche B Term Loan, 4.81%, 4/28/14	USD	495	448,387
ISP Chemco LLC Term Loan, 4% 4.313%, 6/04/14		495	456,638
Ineos US Finance LLC:			

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Term B2 Facility, 4.885%, 12/16/13		248	209,662
Term C2 Facility, 5.385%, 12/15/14		248	209,662
PQ Corp.:			
First Lien Term Loan, 5.92% 6.05%, 7/30/14		500	467,813
Second Lien Loan, 9.30%, 7/30/15		3,250	2,811,250
Solutia, Inc. Loan, 8.50%, 2/28/14		1,000	963,438
Wellman, Inc. Second Lien Term Loan, 11.989%, 2/10/10 (d)(e)		3,000	600,000
			8,209,490

**Commercial Services & Supplies 3.1%**

ARAMARK Corp.:			
Facility Letter of Credit, 2.44%, 1/27/14		158	149,664
U.S. Term Loan, 4.676%, 1/26/14		2,487	2,355,814
Brickman Group Holdings, Inc. Tranche B Term Loan, 4.801%, 1/23/14		741	662,859
NES Rentals Holdings, Inc. Permanent Second Lien Term Loan, 9.50%, 7/20/13		1,726	1,311,541
West Corp. Term B-2 Loan, 4.844% 5.171%, 10/24/13 (b)		985	864,211
			5,344,089

**Computers & Peripherals 0.9%**

Dealer Computer Services, Inc. (Reynolds & Reynolds)			
First Lien Term Loan, 4.801%, 10/26/12		1,167	1,079,720
Intergraph Corp. Second Lien Term Loan, 8.809%, 11/28/14		500	480,000
			1,559,720

**Floating Rate Loan Interests**

		<b>(000)</b>	<b>Value</b>
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**Construction & Engineering 0.3%**

Brand Energy & Infrastructure Services, Inc. (FR Brand Acquisition Corp.) First Lien Term Loan B, 5.063%, 2/07/14			
	USD	494	\$ 453,386

**Containers & Packaging 1.8%**

Berry Plastics Group Inc. Loan, 9.791%, 6/05/14 (b)		2,926	1,609,315
Graham Packaging Co., LP New Term Loan, 4.938% 5.063%, 10/07/11		1,478	1,403,891
			3,013,206

**Diversified Consumer Services 0.9%**

Coinmach Corp., Term Loan,

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5.48% 5.81%, 11/14/14		1,746	1,603,783
<hr/>			
<b>Diversified Financial Services 0.9%</b>			
J.G. Wentworth LLC Term First Lien Loan, 5.051%, 4/04/14		2,000	1,540,000
<hr/>			
<b>Diversified Telecommunication Services 1.8%</b>			
Hawaiian Telcom Communications, Inc. Tranche C Term Loan, 5.301%, 5/30/14		1,500	1,190,000
Wind Acquisition Holdings Finance S.A., Dollar Loan 10.035%, 12/21/11 (b)		2,061	1,932,324
<hr/>			
			3,122,324
<hr/>			
<b>Electrical Equipment 1.1%</b>			
Generac Acquisition Corp. First Lien Term Loan, 5.288%, 11/11/13		2,499	1,930,507
<hr/>			
<b>Energy Equipment &amp; Services 1.1%</b>			
Dresser, Inc. Term B Loan, 4.716% 5.057%, 5/04/14		971	925,688
MEG Energy Corp.:			
Delayed Draw Term Loan, 4.80%, 4/03/13		499	475,502
Initial Term Loan, 4.80%, 4/03/13		489	466,604
<hr/>			
			1,867,794
<hr/>			
<b>Food &amp; Staples Retailing 0.7%</b>			
McJunkin Corp. Term Loan, 6.051%, 1/31/14		739	726,437
Wm. Bolthouse Farms, Inc. Second Lien Term Loan, 8.301%, 12/16/13		500	465,000
<hr/>			
			1,191,437
<hr/>			
<b>Food Products 2.3%</b>			
Dole Food Co., Inc.:			
Credit-Linked Deposit, 2.658%, 4/12/13		140	128,162
Tranche B Term Loan, 4.50% 6%, 4/12/13		255	234,092
JRD Holdings, Inc. (Jetro Holdings) Term Loan, 5.05%, 7/02/14		484	457,734
Solvest, Ltd. (Dole) Tranche C Term Loan, 4.50% 6%, 4/12/13		1,024	939,589
Sturm Foods, Inc.:			
Initial Term Loan First Loan, 5.25% 5.375%, 1/31/14 (b)		493	402,406
Second Lien Term Loan Initial Term, 8.875%, 7/31/14		500	305,000
Wrigley Co. Term Loan B, 0%, 8/11/14		1,500	1,505,894
<hr/>			
			3,972,877
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**Health Care Equipment & Supplies 0.9%**

Biomet, Inc. Dollar Term Loan, 5.801%, 3/25/15	497	487,233
Hologic, Inc. Tranche B Term Loan, 5.75%, 3/31/13	334	331,710
DJO Finance LLC Term Loan, 5.468% 5.801%, 5/20/14	746	727,594
		1,546,537

See Notes to Financial Statements.

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**Schedule of Investments (continued)****BlackRock Diversified Income Strategies Fund, Inc.**

(Percentages shown are based on Net Assets)

Floating Rate Loan Interests	Par (000)	Value
<b>Health Care Providers &amp; Services 1.8%</b>		
CCS Medical, Inc., Term Loan (First Lien), 6.06%, 9/30/12	USD 486	\$ 390,169
Community Health Systems, Inc. Funded Term Loan, 4.718% 5.06%, 7/25/14	936	884,607
Health Management Associates, Inc. Term B Loan, 4.551%, 2/28/14	1,886	1,726,988
		3,001,764
<b>Hotels, Restaurants &amp; Leisure 2.9%</b>		
Golden Nugget, Inc. Second Lien Term Loan, 5.73%, 12/31/14	500	305,000
Green Valley Ranch Gaming LLC Second Lien Term Loan, 5.719%, 8/16/14	500	251,250
Harrah's Operating Co., Inc., Term B-2 Loan, 5.80% 5.801%, 1/28/15	498	436,843
Lake at Las Vegas Joint Venture/LLV-1, LLC (d)(e): Revolving Loan Credit-Linked Deposit Account, 16.1%, 12/22/12	120	18,056
Term Loan, 16.1%, 6/20/12	910	136,452
Las Vegas Sands LLC: Delay Draw Term Loan, 4.56%, 5/23/14	200	170,182

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Tranche B Term Loan, 4.56%, 5/23/14	792	673,920
QCE, LLC (Quiznos) Second Lien Term Loan, 8.551%, 11/05/13	1,000	807,500
VML US Finance LLC (Venetian Macau): Term B Delayed Draw Project Loan, 5.06%, 5/25/12	625	605,773
Term B Funded Project Loan, 5.06%, 5/27/13	1,500	1,452,500
		4,857,476
<hr/>		
<b>Household Durables 0.6%</b>		
American Residential Services LLC Second Lien Term Loan, 12%, 4/17/15 (g)	1,000	986,173
<hr/>		
<b>Household Products 0.6%</b>		
Spectrum Brands, Inc.:		
Letter of Credit, 2.336%, 3/30/13	80	69,204
Dollar Term B Loan, 6.669% 6.804%, 3/30/13	1,106	949,953
		1,019,157
<hr/>		
<b>IT Services 3.3%</b>		
Activant Solutions Inc. Term Loan, 4.688% 4.813%, 5/02/13	1,638	1,417,198
Audio Visual Services Group Inc.:		
Loan Second Lien, 8.31%, 2/28/14	500	440,000
Tranche B Term Loan (First Lien), 5.06%, 2/28/14	993	843,625
Ceridian Corp. U.S. Term Loan, 5.464%, 11/09/14	1,000	940,000
First Data Corp.:		
Initial Tranche B-2 Term Loan, 5.222% 5.552%, 9/24/14	1,645	1,507,986
Initial Tranche B-3 Term Loan, 5.551% 5.552%, 9/24/14	497	455,898
		5,604,707
<hr/>		
<b>Independent Power Producers &amp; Energy Traders 1.1%</b>		
Texas Competitive Electric Holdings Co., LLC (TXU):		
Initial Tranche B-2 Term Loan, 5.963% 6.303%, 10/10/14	993	924,954
Initial Tranche B-3 Term Loan, 5.963% 6.303%, 10/10/14	993	923,025
		1,847,979
<hr/>		
<b>Floating Rate Loan Interests</b>	<b>Par (000)</b>	<b>Value</b>

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<b>Industrial Conglomerates 0.3%</b>			
Sequa Corp. Term Loan, 5.72% 7.25%, 12/03/14	USD	496	\$ 472,582
<b>Insurance 0.3%</b>			
Alliant Holdings I, Inc. Term Loan, 5.801%, 8/21/14		496	456,550
<b>Internet &amp; Catalog Retail 0.3%</b>			
FTD Group, Inc. Tranche B Term Loan, 7.50%, 8/04/14		500	485,000
<b>Machinery 1.8%</b>			
Navistar International Corp.:			
Revolving Credit Linked Deposit, 5.686% 6.047%, 1/19/12		800	737,000
Term Advance, 6.046% 6.292%, 1/19/12		2,200	2,026,750
Rexnord Holdings, Inc. Loan, 9.81%, 3/02/13 (b)		372	297,346
			3,061,096
<b>Media 17.0%</b>			
Affinion Group Holdings, Inc. Loan, 9.368%, 3/01/12		1,150	964,563
Alix Partners, LLP Tranche C Term Loan, 4.79%, 10/12/13		506	487,134
Cengage Learning Acquisitions, Inc. (Thomson Learning), 7.50%, 7/05/14		3,250	3,217,500
Cequel Communications, LLC (Cebridge):			
Second Lien Tranche A Term Loan (Cash Pay), 7.301% 8.804%, 5/05/14		2,000	1,752,000
Term Loan, 4.791% 6%, 11/05/13		797	744,068
Charter Communications Operating, LLC, Replacement Term Loan, 4.67% 4.80%, 3/06/14		995	869,105
EB Sports Corp. Loan, 8.98% 8.99%, 5/01/12		1,268	976,461
Ellis Communications KDOC, LLC Loan, 10%, 12/30/11		1,948	1,558,148
Getty Images, Inc. Initial Term Loan, 7.25%, 7/02/15		500	499,219
HMH Publishing Co. Ltd.:			
Tranche A Term Loan, 6.464%, 6/12/14		1,538	1,380,246
Mezzanine, 6.464%, 11/14/14		5,690	4,551,768
Insight Midwest Holdings LLC B Term Loan, 4.47%, 4/07/14		2,025	1,944,634
Lavena Holding 3 GmbH (Prosiebensat.1 Media AG) Facility B1, 6.86% 7.526%, 3/06/15	EUR	500	