

HARVARD BIOSCIENCE INC  
Form 10-Q  
November 09, 2009  
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**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**  
WASHINGTON, DC 20549

**FORM 10-Q**

x **Quarterly report pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934**  
For the quarterly period ended September 30, 2009

.. **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 001-33957

**HARVARD BIOSCIENCE, INC.**

(Exact Name of Registrant as Specified in Its Charter)

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**Delaware**  
(State or Other Jurisdiction of  
Incorporation or Organization)

**04-3306140**  
(IRS Employer  
Identification No.)

**84 October Hill Road, Holliston, MA**  
(Address of Principal Executive Offices)

**01746**  
(Zip Code)

**(508) 893-8999**

(Registrant's telephone number, including area code)

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  (Do not check if a smaller reporting company) 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

**APPLICABLE ONLY TO CORPORATE ISSUERS:**

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

As of November 3, 2009, there were 29,467,795 shares of Common Stock, par value \$0.01 per share, outstanding.

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**For the Quarter Ended September 30, 2009**

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**Table of Contents****PART I. FINANCIAL INFORMATION****Item 1. Financial Statements.****HARVARD BIOSCIENCE, INC. AND SUBSIDIARIES****CONSOLIDATED BALANCE SHEETS****(unaudited, in thousands, except share and per share amounts)**

	September 30, 2009	December 31, 2008
<b><u>Assets</u></b>		
Current assets:		
Cash and cash equivalents	\$ 14,645	\$ 13,698
Accounts receivable, net of allowance for doubtful accounts of \$405 and \$295, respectively	14,287	15,086
Inventories	15,341	11,901
Deferred income tax assets - current	334	306
Other receivables and other assets	2,308	2,473
Total current assets	46,915	43,464
Property, plant and equipment, net	3,236	3,221
Deferred income tax assets - non-current	293	238
Amortizable intangible assets, net	18,379	8,955
Goodwill and other indefinite lived intangible assets	36,944	24,827
Other assets	707	566
Total assets	\$ 106,474	\$ 81,271
<b><u>Liabilities and Stockholders Equity</u></b>		
Current liabilities:		
Notes payable	\$ 29	\$ 1,361
Accounts payable	4,304	4,665
Deferred revenue	483	589
Accrued income taxes payable	411	427
Accrued expenses	4,235	4,006
Other liabilities - current	12,706	167
Total current liabilities	22,168	11,215
Long-term debt, less current portion	9,009	59
Deferred income tax liabilities - non-current	1,252	1,216
Other liabilities - non-current	2,167	2,063
Total liabilities	34,596	14,553
Commitments and contingencies		
Stockholders equity:		
Preferred stock, par value \$0.01 per share, 5,000,000 shares authorized	358	358

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Common stock, par value \$0.01 per share, 80,000,000 shares authorized; 35,831,467 shares issued and 29,467,795 and 30,235,479 shares outstanding at September 30, 2009 and December 31, 2008, respectively		
Additional paid-in-capital	183,873	182,073
Accumulated deficit	(106,249)	(109,690)
Accumulated other comprehensive income	(436)	(2,759)
Treasury stock at cost, 6,363,672 and 5,551,800 common shares at September 30, 2009 and December 31, 2008, respectively	(5,668)	(3,264)
 Total stockholders' equity	 71,878	 66,718
 Total liabilities and stockholders' equity	 \$ 106,474	 \$ 81,271

See accompanying notes to unaudited consolidated financial statements.

**Table of Contents****HARVARD BIOSCIENCE, INC. AND SUBSIDIARIES****CONSOLIDATED STATEMENTS OF OPERATIONS**

(unaudited, in thousands, except per share amounts)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2009	2008	2009	2008
Revenues	\$ 20,998	\$ 19,989	\$ 58,119	\$ 64,997
Cost of product revenues	10,769	10,555	29,538	34,469
Gross profit	10,229	9,434	28,581	30,528
Sales and marketing expenses	2,836	2,568	7,896	8,378
General and administrative expenses	3,888	3,451	10,757	11,002
Research and development expenses	1,074	1,009	3,162	3,167
Restructuring charges	59	60	508	1,584
Amortization of intangible assets	442	489	1,172	1,500
Total operating expenses	8,299	7,577	23,495	25,631
Operating income	1,930	1,857	5,086	4,897
Other income (expense):				
Foreign exchange		19	(299)	175
Interest expense	(60)	(98)	(139)	(317)
Interest income	5	119	18	323
Other, net	(391)	(79)	(393)	(1)
Other income (expense), net	(446)	(39)	(813)	180
Income from continuing operations before income taxes	1,484	1,818	4,273	5,077
Income taxes	163	385	832	1,374
Income from continuing operations	1,321	1,433	3,441	3,703
Discontinued operations				
Income (loss) from discontinued operations, net of tax		77		(826)
Loss on disposition of discontinued operations, net of tax		(394)		(3,280)
Total loss from discontinued operations, net of tax		(317)		(4,106)
Net income (loss)	\$ 1,321	\$ 1,116	\$ 3,441	\$ (403)
Income (loss) per share:				
Basic earnings per common share from continuing operations	\$ 0.04	\$ 0.05	\$ 0.12	\$ 0.12
Discontinued operations		(0.01)		(0.13)
Basic earnings per common share	\$ 0.04	\$ 0.04	\$ 0.12	\$ (0.01)

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Diluted earnings per common share from continuing operations	\$ 0.04	\$ 0.05	\$ 0.11	\$ 0.12
Discontinued operations		(0.01)		(0.13)
Diluted earnings per common share	\$ 0.04	\$ 0.04	\$ 0.11	\$ (0.01)
Weighted average common shares:				
Basic	29,467	31,046	29,691	30,964
Diluted	29,942	31,624	29,960	31,560

See accompanying notes to unaudited consolidated financial statements.

**Table of Contents****HARVARD BIOSCIENCE, INC. AND SUBSIDIARIES****CONSOLIDATED STATEMENTS OF CASH FLOWS****(unaudited, in thousands)**

	<b>Nine Months Ended September 30,</b>	
	<b>2009</b>	<b>2008</b>
<b>Cash flows from operating activities:</b>		
Net income (loss)	\$ 3,441	\$ (403)
<b>Adjustments to reconcile net income (loss) to net cash provided by operating activities:</b>		
Stock compensation expense	1,687	1,433
Depreciation	892	844
Impairment of assets		3,280
Restructuring charges	230	520
Amortization of catalog costs	243	195
Loss on sale of property, plant and equipment	3	13
Provision for allowance for doubtful accounts	(11)	3
Amortization of intangible assets	1,172	1,500
Amortization of deferred financing costs	34	17
Deferred income taxes	(53)	25
<b>Changes in operating assets and liabilities:</b>		
Decrease in accounts receivable	3,386	1,737
Increase in inventories	(941)	(1,098)
Decrease (increase) in other receivables and other assets	996	(1,743)
Decrease in trade accounts payable	(1,597)	(1,718)
Decrease in accrued income taxes payable	(193)	(1,274)
Increase (decrease) in accrued expenses and other current liabilities	38	(1,740)
Decrease in deferred revenue	(112)	(12)
Decrease in other liabilities	(77)	(207)
<b>Net cash provided by operating activities</b>	<b>9,138</b>	<b>1,372</b>
<b>Cash flows from investing activities:</b>		
Additions to property, plant and equipment	(820)	(1,003)
Additions to catalog costs	(135)	(430)
Acquisitions, net of cash acquired	(12,812)	
Disposition of discontinued operations		(752)
<b>Net cash used in investing activities</b>	<b>(13,767)</b>	<b>(2,185)</b>
<b>Cash flows from financing activities:</b>		
Proceeds from long-term debt	9,000	150
Repayments of debt	(1,365)	(5,618)
Purchases of treasury stock	(2,404)	(252)
Net proceeds from issuance of common stock	112	727
<b>Net cash provided by (used in) financing activities</b>	<b>5,343</b>	<b>(4,993)</b>
Effect of exchange rate changes on cash	233	(740)



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Increase (decrease) in cash and cash equivalents	947	(6,546)
Cash and cash equivalents at the beginning of period	13,698	18,204
Cash and cash equivalents at the end of period	\$ 14,645	\$ 11,658

### Supplemental disclosures of cash flow information:

Cash paid for interest	\$ 88	\$ 682
Cash paid for income taxes	\$ 1,059	\$ 2,161
Supplemental disclosure of non-cash activities - contingent consideration payable of \$12,513 in exchange for net assets acquired.		

Note: The above statement of cash flows includes both continuing and discontinued operations. On September 30, 2008, the Company sold the remaining portion of its Capital Equipment Business segment.

See accompanying notes to unaudited consolidated financial statements.

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**HARVARD BIOSCIENCE, INC. AND SUBSIDIARIES**

**Notes to Unaudited Consolidated Financial Statements**

**1. Basis of Presentation and Summary of Significant Accounting Policies**

***Basis of Presentation***

The unaudited consolidated financial statements of Harvard Bioscience, Inc. and its wholly owned subsidiaries (collectively, Harvard Bioscience, the Company, our or we ) as of September 30, 2009 and for the three and nine months ended September 30, 2009 and 2008 have been prepared by the Company pursuant to the rules and regulations of the Securities and Exchange Commission ( SEC ). Certain information and footnote disclosures normally included in financial statements prepared in accordance with U.S. generally accepted accounting principles ( U.S. GAAP ) have been condensed or omitted pursuant to such rules and regulations. The December 31, 2008 consolidated balance sheet was derived from audited financial statements, but does not include all disclosures required by U.S. GAAP. However, the Company believes that the disclosures are adequate to make the information presented not misleading. These unaudited consolidated financial statements should be read in conjunction with the consolidated financial statements and the notes thereto included in the Company s Annual Report on Form 10-K for the fiscal year ended December 31, 2008, which was filed with the SEC on March 11, 2009. Events that occurred after September 30, 2009 through the date that these financial statements have been filed with the Securities and Exchange Commission were considered in the preparation of these financial statements.

In the opinion of management, all adjustments, which include normal recurring adjustments necessary to present a fair statement of financial position as of September 30, 2009, results of operations for the three and nine months ended September 30, 2009 and 2008 and cash flows for the nine months ended September 30, 2009 and 2008, as applicable, have been made. The results of operations for the three and nine months ended September 30, 2009 are not necessarily indicative of the operating results for the full fiscal year or any future periods.

As discussed in Note 3, the Company decided to divest and has divested its Capital Equipment Business segment. Accordingly, the results of operations of this business segment have been reported as discontinued operations.

***Reclassifications***

Certain reclassifications to prior year balances have been made to conform to current year presentations.

***Summary of Significant Accounting Policies***

The accounting policies underlying the accompanying unaudited consolidated financial statements are those set forth in Note 2 to the consolidated financial statements included in the Company s Annual Report on Form 10-K for the year ended December 31, 2008, which was filed with the SEC on March 11, 2009, with the exception of foreign currency translation as noted below.

***Foreign Currency Translation***

The functional currency of our foreign subsidiaries is generally their local currency. All assets and liabilities of our foreign subsidiaries are translated at exchange rates in effect at period-end. Income and expenses are translated at rates which approximate those in effect on the transaction dates. The resulting translation adjustment is recorded as a separate component of stockholders equity in accumulated other comprehensive income in the consolidated balance sheets. Gains and losses resulting from foreign currency transactions are included in net income. The effects of the exchange rate fluctuations on certain short-term classified debt between the Company and a foreign subsidiary and between subsidiaries are also included in net income.

In order to mitigate the impact of changes in foreign currency exchange rates, during the nine months ended September 30, 2009 we used derivative financial instruments (or foreign currency contracts ) to hedge the foreign currency effects on the value of certain loans between subsidiaries and do not designate these derivative instruments as accounting hedges.

**2. Recently Issued Accounting Pronouncements**

In June 2008, the Financial Accounting Standards Board ( FASB ) issued guidance now codified as FASB Accounting Standards Codification ( ASC ) 260, *Earnings per Share* (formerly FASB Staff Position ( FSP ) EITF 03-6-1, *Determining Whether Instruments Granted in Share-Based*

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*Payment Transactions Are Participating Securities* ). Under FASB ASC 260, unvested share-based payment awards that contain rights to receive non-forfeitable dividends (whether paid or unpaid) are participating securities, and should be included in the two-class method of computing earnings per share. The adoption of this guidance did not have a material impact on the Company's consolidated results of operations or financial position.

**Table of Contents****HARVARD BIOSCIENCE, INC. AND SUBSIDIARIES****Notes to Unaudited Consolidated Financial Statements (Continued)**

In March 2008, the FASB issued guidance now codified as FASB ASC 815, *Derivatives and Hedging* (formerly Statement of Financial Accounting Standards ( SFAS ) No. 161, *Disclosures about Derivative Instruments and Hedging Activities, an Amendment of FASB No. 133* ). FASB ASC 815 is intended to improve transparency in financial reporting by requiring enhanced disclosures of an entity's derivative instruments and hedging activities and their effects on the entity's financial position, financial performance and cash flows. The disclosure requirements apply to all derivative instruments within the scope of FASB ASC 815. The standard also applies to non-derivative hedging instruments and all hedged items designated and qualifying under FASB ASC 815. Since this guidance requires only additional disclosures concerning derivatives and hedging activities, the adoption did not affect our consolidated results of operations or financial position.

In April 2009, the FASB issued guidance now codified as FASB ASC 820, *Fair Value Measurements and Disclosures* (formerly FSP SFAS 157-4, *Determining Fair Value When the Volume and Level of Activity for the Asset or Liability Have Significantly Decreased and Identifying Transactions That Are Not Orderly* ). FASB ASC 820 provides additional guidance on factors to consider in estimating fair value when there has been a significant decrease in market activity for a financial asset. This guidance is effective for interim and annual periods ending after June 15, 2009. The adoption of this guidance did not have a material impact on the Company's consolidated results of operations or financial position.

In April 2009, the FASB issued guidance now codified as FASB ASC 825, *Financial Instruments* (formerly FASB Staff Position 107-1, *Interim Disclosures about Fair Value of Financial Instruments* ). FASB ASC 825 requires disclosures about fair value of financial instruments for interim reporting periods of publicly traded companies as well as in annual financial statements. This standard also requires those disclosures in summarized financial information at interim reporting periods beginning after March 15, 2009. The adoption of this guidance did not have a material impact on the Company's consolidated results of operations or financial position.

In May 2009, the FASB issued guidance now codified as FASB ASC 855, *Subsequent Events* (formerly SFAS No. 165, *Subsequent Events* ). FASB ASC 855 provides guidance on management's assessment of subsequent events and incorporates this guidance into accounting literature. It also requires entities to disclose the date through which they have evaluated subsequent events and whether the date corresponds with the release of their financial statements. This guidance is effective for all interim and annual periods ending after June 15, 2009. The adoption of this guidance did not have a material impact on the Company's consolidated results of operations or financial position. The Company has evaluated subsequent events through November 9, 2009, the date of issuance of our consolidated financial statements.

In June 2009, the FASB issued guidance now codified as FASB ASC 105, *Generally Accepted Accounting Principles* (formerly SFAS No. 168, *The FASB Accounting Standards Codification and the Hierarchy of Generally Accepted Accounting Principles* ). FASB ASC 105 establishes the FASB ASC as the single source of authoritative nongovernmental U.S. GAAP. The standard is effective for interim and annual periods ending after September 15, 2009. We adopted the provisions of the standard on September 30, 2009. The adoption of this guidance did not have a material impact on the Company's consolidated results of operations or financial position.

In June 2009, the FASB issued guidance now codified as FASB ASC 860, *Transfers and Servicing* (formerly SFAS No. 166, *Accounting for Transfers of Financial Assets* ). FASB ASC 860 requires more information about transfers of financial assets and where companies have continuing exposure to the risk related to transferred financial assets. It eliminates the concept of a qualifying special purpose entity, changes the requirements for derecognizing financial assets, and requires additional disclosure. This standard is effective for interim and annual periods ending after November 15, 2009. We will adopt this standard on January 1, 2010. We are evaluating the effect, if any, that the adoption of this guidance will have on our consolidated results of operations or financial position. Historically, we have not had any material transfer of financial assets.

In June 2009, the FASB issued guidance now codified as FASB ASC 810, *Consolidation*, regarding the consolidation of variable interest entities (formerly SFAS No. 167, *Amendments to FASB Interpretation No. 46(R)* ). ASC 810 is intended to improve financial reporting by providing additional guidance to companies involved with variable interest entities and by requiring additional disclosures about a company's involvement in variable interest entities. This standard is effective for interim and annual periods ending after November 15, 2009. We will adopt this standard on January 1, 2010. We are evaluating the effect, if any, that the adoption of this guidance will have on our consolidated results of operations or financial position. Historically, we have not had any variable interest entities.

In August 2009, the FASB issued Accounting Standards Update ( ASU ) No. 2009-05, *Fair Value Measurements and Disclosures (Topic 820) Measuring Liabilities at Fair Value* . This ASU provides clarification for the fair value measurement of liabilities in circumstances in

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which a quoted price in an active market for an identical liability is not available. This update is effective for interim periods beginning after August 28, 2009. We do not expect the adoption of this standard to have a material effect on our results of operations or financial position.

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In October 2009, the FASB issued ASU No. 2009-13 *Revenue Recognition (Topic 605): Multiple-Deliverable Revenue Arrangements* (formerly EITF Issue No. 08-1). This ASU establishes the accounting and reporting guidance for arrangements including multiple revenue-generating activities. This ASU provides amendments to the criteria for separating deliverables, measuring and allocating arrangement consideration to one or more units of accounting. The amendments in this ASU also establish a selling price hierarchy for determining the selling price of a deliverable. Significantly enhanced disclosures are also required to provide information about a vendor's multiple-deliverable revenue arrangements, including information about the nature and terms, significant deliverables, and its performance within arrangements. The amendments also require providing information about the significant judgments made and changes to those judgments and about how the application of the relative selling-price method affects the timing or amount of revenue recognition. The amendments in this ASU are effective prospectively for revenue arrangements entered into or materially modified in the fiscal years beginning on or after June 15, 2010. Early application is permitted. We have not determined the effect, if any, that the adoption of this guidance will have on our consolidated results of operations or financial position.

**3. Discontinued Operations**

In July 2005, we announced plans to divest our Capital Equipment Business segment. The decision to divest this business was based on the fact that market conditions for the Capital Equipment Business segment were such that this business had not met our expectations and the decision to focus resources on the Apparatus and Instrumentation Business segment. As a result, we began reporting our Capital Equipment Business segment as a discontinued operation in the third quarter of 2005.

In November 2007, we completed the sale of the assets of our Genomic Solutions Division and the stock of our Belgian subsidiary, MAIA Scientific, both of which were part of our Capital Equipment Business Segment, to Digilab, Inc. In September 2008, we completed the sale of assets of our Union Biometrica Division including its German subsidiary, Union Biometrica GmbH, representing at that time the remaining portion of our Capital Equipment Business Segment, to UBIO Acquisition Company. The purchase price paid by UBIO Acquisition Company under the terms of the Asset Purchase Agreement consisted of \$1 in cash, the assumption of certain liabilities, plus additional consideration in the form of an earn-out based on the revenue generated by the acquired business as it is conducted by UBIO Acquisition Company over a five-year post-transaction period in an amount equal to (i) 5% of the revenue generated up to and including \$6,000,000 and (ii) 8% of the revenue generated above \$6,000,000 each year. Any earn-out amounts will be evidenced by interest-bearing promissory notes due on September 30, 2013 or at an earlier date based on certain triggering events. During 2008, we recorded a loss on sale of the Union Biometrica business of \$3.3 million. There was no value ascribed to the contingent consideration from the earn-out agreement, as realization is uncertain.

The loss from discontinued operations, net of tax, for the Company's former Union Biometrica US and German subsidiaries was \$0.3 million and \$4.1 million for the three and nine months ended September 30, 2008, respectively.

Operating results from the Capital Equipment Business segment for the three and nine months ended September 30, 2008 were as follows:

	Three Months Ended September 30, 2008	Nine Months Ended September 30, 2008
	(in thousands)	
Total revenues	\$ 364	\$ 1,536
Pretax loss	(78)	(981)
Income tax (benefit) expense	(155)	(155)
Income (loss) from discontinued operations, net of tax	77	(826)
Loss on disposition of discontinued operations, net of tax	(394)	(3,280)

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Total loss from discontinued operations, net of tax	\$ (317)	\$ (4,106)
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As a result of the divestiture of the Capital Equipment Business segment, which was completed in September 2008, there were no operating results to report for that segment during the three and nine months ended September 30, 2009.

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Intangible assets consist of the following:

	September 30, 2009		December 31, 2008		Weighted Average Life (a)
	(in thousands)				
	Gross	Accumulated Amortization	Gross	Accumulated Amortization	
<b>Amortizable intangible assets:</b>					
Existing technology	\$ 11,292	\$ (7,295)	\$ 10,780	\$ (6,224)	5.4 years
Tradename	920	(603)	920	(557)	5.4 years
Distribution agreement/customer relationships	17,677	(3,616)	7,272	(3,240)	17.2 years
Patents	9	(5)	9	(5)	6.6 years
Total amortizable intangible assets	\$ 29,898	\$ (11,519)	\$ 18,981	\$ (10,026)	
<b>Unamortizable intangible assets:</b>					
Goodwill	\$ 32,508		\$ 23,536		
Other indefinite lived intangible assets	4,436		1,291		
Total goodwill and other indefinite lived intangible assets	\$ 36,944		\$ 24,827		
Total intangible assets	\$ 66,842		\$ 43,808		

(a) Weighted average life is as of September 30, 2009.

The change in the carrying amount of goodwill for the nine months ended September 30, 2009 is as follows:

	(in thousands)
Balance at December 31, 2008	\$ 23,536
Goodwill acquired during the year (based on preliminary allocation) See Note 7	8,033
Effect of change in foreign currencies	939
Balance at September 30, 2009	\$ 32,508

Intangible asset amortization expense from continuing operations was \$0.4 million and \$0.5 million for the three months ended September 30, 2009 and 2008, respectively. Intangible asset amortization expense from continuing operations was \$1.2 million and \$1.5 million for the nine months ended September 30, 2009 and 2008, respectively. Amortization expense of existing amortizable intangible assets is estimated to be \$1.7 million for the year ending December 31, 2009, \$2.0 million for the years ending December 31, 2010 and 2011, \$1.7 million for the year ending December 31, 2012 and \$1.5 million for the year ending December 31, 2013.



**5. Inventories**

Inventories consist of the following:

	September 30, 2009	December 31, 2008
	(in thousands)	
Finished goods	\$ 7,386	\$ 3,971
Work in process	729	772
Raw materials	7,226	7,158
Total	\$ 15,341	\$ 11,901

**6. Restructuring and Other Exit Costs*****2008 Restructuring Plan***

During the quarter ended March 31, 2008, the management of Harvard Bioscience committed to an ongoing initiative to consolidate business functions to improve operating results. Our actions in 2008 were related to the separation of our electrophoresis product lines from our spectrophotometer and plate reader product lines. As part of these initiatives, we made changes in management, completed the consolidation of the Hoefer electrophoresis administrative and marketing operations from San Francisco, California to the headquarters of the Harvard Apparatus business in Holliston, Massachusetts and consolidated the activities of our Asys Hitech subsidiary in Austria to the Company's Biochrom subsidiary's facility located in Cambridge UK. The combined costs of these activities recorded in the year ended December 31, 2008 were \$1.8 million.

**Table of Contents****HARVARD BIOSCIENCE, INC. AND SUBSIDIARIES****Notes to Unaudited Consolidated Financial Statements (Continued)**

During the three and nine months ended September 30, 2009, no additional charges were recorded relating to the 2008 restructuring. During the three and nine months ended September 30, 2008, we recorded charges relating to the 2008 restructuring of approximately \$0.1 million and \$1.8 million, respectively. These charges were comprised of \$0.9 million in severance payments, \$0.3 million in inventory impairment charges related to the discontinuance of certain product lines (included in cost of product revenues), \$0.1 million in facility closure costs and \$0.5 million in various other costs.

Activity and liability balances related to these restructuring charges in connection with the 2008 Restructuring Plan were as follows:

	Severance and Related	Inventory	Facility Closure Costs (in thousands)	Other	Total
Restructuring balance at December 31, 2008	\$ 12	\$	\$	\$ 19	\$ 31
Currency translation				(1)	(1)
Restructuring balance at March 31, 2009	12			18	30
Restructuring charges	(7)				(7)
Cash payments	(5)			(7)	(12)
Currency translation				3	3
Restructuring balance at June 30, 2009				14	14
Currency translation				(1)	(1)
Restructuring balance at September 30, 2009	\$	\$	\$	\$ 13	\$ 13

We anticipate the remaining payments related to the 2008 Restructuring Plan will occur during the fourth quarter of 2009.

**2009 Restructuring Plan**

During the quarter ended March 31, 2009, the management of Harvard Bioscience initiated a plan to relocate the Scie-Plas operation and exit its general fabrication business as part of its ongoing business improvement initiative. During the six months ended June 30, 2009, we recorded restructuring charges in our Scie-Plas, Biochrom and Hoefer businesses related to the 2009 restructuring plan of approximately \$0.5 million. These charges were comprised of \$0.2 million in severance payments, \$0.1 million in inventory impairment charges related to the discontinuance of certain product lines (included in cost of product revenues) and \$0.2 million in various other costs.

We recorded additional restructuring charges in our Scie-Plas and Harvard Apparatus businesses related to the 2009 restructuring plan of \$0.1 million during the quarter ended September 30, 2009. These charges were comprised of severance payments and inventory impairment charges related to the discontinuance of certain product lines (included in cost of product revenues).

Restructuring charges related to the 2009 Restructuring Plan were as follows:

	Severance and Related	Inventory	Facility Closure Costs (in thousands)	Other	Total
Restructuring charges	\$ 9	\$ 28	\$	\$ 18	24,943,424

Georgia — 0.8%

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Milledgeville & Baldwin County Development Authority,  
 RB, Georgia College & State University Foundation,  
 6.00%, 9/01/14 (c) 1,500 1,755,285

### Idaho — 1.5%

Idaho Health Facilities Authority, RB, St. Luke's Regional  
 Medical Center (AGM), 5.00%, 7/01/35 650 632,184  
 Idaho Health Facilities Authority, Refunding RB, Trinity  
 Health Group, Series B, 6.25%, 12/01/33 2,500 2,637,100  
 3,269,284

### Illinois — 12.5%

Chicago Public Building Commission Building Illinois, RB,  
 Series A (NPFGC), 7.00%, 1/01/20 (e) 5,000 6,387,550  
 Illinois Finance Authority, RB:  
 MJH Education Assistance IV LLC, Sub-Series B,  
 5.38%, 6/01/35 (f)(g) 700 187,908  
 Navistar International, Recovery Zone,  
 6.50%, 10/15/40 1,925 1,933,432  
 Northwestern Memorial Hospital, Series A,  
 5.50%, 8/15/14 (c) 5,800 6,625,398  
 Roosevelt University Project, 6.50%, 4/01/44 1,500 1,493,835  
 Rush University Medical Center, Series C,  
 6.63%, 11/01/39 1,200 1,231,800  
 Illinois Finance Authority, Refunding RB, Series A:  
 Friendship Village Schaumburg, 5.63%, 2/15/37 345 263,045  
 OSF Healthcare System, 6.00%, 5/15/39 1,535 1,482,503  
 Railsplitter Tobacco Settlement Authority, RB:  
 6.25%, 6/01/24 6,000 6,020,280  
 6.00%, 6/01/28 1,700 1,634,958  
 27,260,709

### Indiana — 0.6%

Indiana Finance Authority, Refunding RB, Improvement,  
 U.S. Steel Corp., 6.00%, 12/01/26 1,350 1,316,075

### Iowa — 1.1%

Iowa Higher Education Loan Authority, Refunding RB,  
 Private College Facility:  
 5.75%, 9/01/30 965 976,734  
 6.00%, 9/01/39 1,500 1,514,805  
 2,491,539

<b>Municipal Bonds</b>	<b>Par (000)</b>	<b>Value</b>
<b>Kansas — 0.9%</b>		
Kansas Development Finance Authority, RB, University of Kansas Tenant, Series O, 4.75%, 6/15/41	\$ 1,000	\$ 909,260
Kansas Development Finance Authority, Refunding RB, Sisters of Leavenworth, Series A, 5.00%, 1/01/28	1,155	1,149,745 2,059,005

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### Kentucky — 3.2%

Kentucky Economic Development Finance Authority, RB, Louisville Arena, Sub-Series A-1 (AGC), 6.00%, 12/01/38	700	708,001
Kentucky Economic Development Finance Authority, Refunding RB, Norton Healthcare Inc., Series B (NPFGC), 6.19%, 10/01/23 (a)	8,500	4,046,510
Louisville/Jefferson County Metropolitan Government, Refunding RB, Jewish Hospital & St. Mary's HealthCare, 6.13%, 2/01/37	2,250	2,202,682
		6,957,193

### Louisiana — 2.6%

Louisiana Local Government Environmental Facilities & Community Development Authority, RB: Southeastern Louisiana University, Series A (AGM), 5.00%, 10/01/40	1,025	1,012,505
Westlake Chemical Corp., Series A-1, 6.50%, 11/01/35	1,565	1,571,041
Louisiana Public Facilities Authority, Refunding RB, Entergy Gulf States Louisiana, LLC Project, Series A, 5.00%, 9/01/28	3,000	2,992,890
		5,576,436

### Maryland — 2.0%

Maryland EDC, Refunding RB, CNX Marine Terminals, Inc., 5.75%, 9/01/25	780	746,327
Maryland Health & Higher Educational Facilities Authority, Refunding RB, Doctor's Community Hospital, 5.63%, 7/01/30	4,100	3,494,184
		4,240,511

### Michigan — 3.8%

Michigan State Building Authority, Refunding RB, Facilities Program, Series I, 6.25%, 10/15/38	1,875	1,980,000
Michigan State Hospital Finance Authority, Refunding RB: Henry Ford Health System, Series A, 5.25%, 11/15/46	1,670	1,393,381
Hospital, Henry Ford Health, 5.75%, 11/15/39	2,000	1,862,540
Royal Oak Hospital Finance Authority Michigan, Refunding RB, William Beaumont Hospital, 8.25%, 9/01/39	2,750	3,117,868
		8,353,789

### Minnesota — 1.7%

City of Minneapolis Minnesota, Refunding RB, Fairview

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Health Services, Series B (AGC), 6.50%, 11/15/38	3,500	3,729,180
<b>Mississippi — 3.9%</b>		
Mississippi Development Bank Special Obligation, RB, Jackson County Limited Tax Note (AGC), 5.50%, 7/01/32	2,655	2,723,260
Mississippi Development Bank, RB, Hinds Community College District, Capital Improvement Project (AGM), 5.00%, 4/01/36	1,910	1,862,097
University of Southern Mississippi, RB, Campus Facilities Improvements Project, 5.38%, 9/01/36	3,750	3,821,625
		8,406,982
<b>Missouri — 1.0%</b>		
Missouri Joint Municipal Electric Utility Commission, RB, Plum Point Project (NPFGC), 4.60%, 1/01/36	2,790	2,274,157
<b>Montana — 1.5%</b>		
Montana Facility Finance Authority, Refunding RB, Sisters of Leavenworth, Series A, 4.75%, 1/01/40	3,450	3,147,987

See Notes to Financial Statements.

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**BlackRock Investment Quality Municipal Trust Inc. (BKN)****Schedule of Investments (continued)**

(Percentages shown are based on Net Assets)

	Par (000)	Value
<b>Municipal Bonds</b>		
<b>Nebraska — 1.8%</b>		
Douglas County Hospital Authority No. 2, RB, Health Facilities, Immanuel Obligation Group, 5.50%, 1/01/30 \$	575	\$ 565,731
Nebraska Investment Finance Authority, Refunding RB, Series A:		
5.90%, 9/01/36	1,700	1,755,267
6.05%, 9/01/41	1,585	1,619,188
		3,940,186
<b>Nevada — 0.5%</b>		
County of Clark Nevada, Refunding RB, Alexander Dawson School Nevada Project, 5.00%, 5/15/29	1,065	1,012,709
<b>New Jersey — 5.1%</b>		
Middlesex County Improvement Authority, RB, Subordinate, Heldrich Center Hotel, Series B, 6.25%, 1/01/37 (f)(g)	1,510	151,000
New Jersey EDA, RB, Cigarette Tax, 5.75%, 6/15/29	7,000	6,361,950
New Jersey Educational Facilities Authority, Refunding RB: College of New Jersey, Series D (AGM),		
5.00%, 7/01/35	1,225	1,204,665
University of Medicine & Dentistry, Series B,		
7.13%, 12/01/23	950	1,082,696
University of Medicine & Dentistry, Series B,		
7.50%, 12/01/32	1,225	1,354,691
New Jersey State Housing & Mortgage Finance Agency, RB, Series AA, 6.50%, 10/01/38	875	945,131
		11,100,133
<b>New Mexico — 1.4%</b>		
Village of Los Ranchos de Albuquerque New Mexico, Refunding RB, Albuquerque Academy Project,		
4.50%, 9/01/40	3,500	3,001,985
<b>New York — 8.3%</b>		
Albany Industrial Development Agency, RB, New Covenant Charter School Project, Series A, 7.00%, 5/01/35 (f)(g)	725	181,272
Hudson Yards Infrastructure Corp., RB, Series A,		
5.00%, 2/15/47	2,500	2,096,400

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Long Island Power Authority, Refunding RB, Series A, 5.75%, 4/01/39	2,475	2,591,795
Metropolitan Transportation Authority, Refunding RB, Transportation, Series B (AGM), 4.50%, 11/15/36	1,155	1,039,881
New York City Industrial Development Agency, RB: American Airlines Inc., JFK International Airport, AMT, 7.63%, 8/01/25 (h)	2,600	2,623,686
Queens Baseball Stadium, PILOT (AGC), 6.50%, 1/01/46	1,100	1,147,718
New York Liberty Development Corp., Refunding RB, Second Priority, Bank of America Tower at One Bryant Park Project, 6.38%, 7/15/49	1,250	1,251,175
New York State Dormitory Authority, RB: 5.83%, 7/01/39 (b)	1,000	852,860
Rochester Institute of Technology, Series A, 6.00%, 7/01/33	1,625	1,725,815
The New School (AGM), 5.50%, 7/01/43	2,350	2,385,321
University of Rochester, Series A, 5.13%, 7/01/39	550	550,143
State of New York, GO, Series A, 4.75%, 2/15/37	1,650	1,637,757
		18,083,823

### North Carolina — 7.1%

City of Charlotte North Carolina, Refunding RB, Series A, 5.50%, 7/01/34	325	332,254
Gaston County Industrial Facilities & Pollution Control Financing Authority North Carolina, RB, Exempt Facilities, National Gypsum Co. Project, AMT, 5.75%, 8/01/35	2,425	1,831,069

<b>Municipal Bonds</b>	<b>Par (000)</b>	<b>Value</b>
<b>North Carolina (concluded)</b>		
North Carolina Capital Facilities Finance Agency, RB, Duke Energy Carolinas, Series B, 4.38%, 10/01/31	\$ 3,775	\$ 3,488,779
North Carolina Medical Care Commission, RB, Series A: Novant Health Obligation, 4.75%, 11/01/43	6,000	4,853,280
WakeMed, (AGC), 5.88%, 10/01/38	1,000	1,017,730
North Carolina Medical Care Commission, Refunding RB: Caromont Health (AGC), 4.50%, 2/15/30	1,000	914,140
Caromont Health (AGC), 4.63%, 2/15/35	1,400	1,255,170
University Health System, Series D, 6.25%, 12/01/33	1,750	1,838,183
		15,530,605

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### Ohio — 4.5%

County of Cuyahoga Ohio, Refunding RB, Series A, 6.00%, 1/01/21	5,000	5,336,900
County of Hancock Ohio, Refunding RB, Blanchard Valley Regional Health Center, 5.75%, 12/01/26	1,450	1,422,290
State of Ohio, Refunding RB, Kenyon College Project, 5.00%, 7/01/41	3,345	3,132,459
		9,891,649

### Oklahoma — 1.4%

Tulsa Airports Improvement Trust, RB, Series A, Mandatory Put Bonds, AMT, 7.75%, 6/01/35 (h)	2,900	2,980,156
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### Oregon — 2.8%

Oregon Health & Science University, RB, Series A, 5.75%, 7/01/39	2,250	2,304,270
Oregon State Facilities Authority, Refunding RB, Limited College Project, Series A: 5.00%, 10/01/34	1,150	1,053,527
5.25%, 10/01/40	500	468,055
State of Oregon, GO, Refunding, Alternate Energy, Series B, AMT, 5.25%, 1/01/32	2,345	2,344,812
		6,170,664

### Pennsylvania — 6.6%

Delaware River Port Authority, RB: Port District Project, Series B (AGM), 5.70%, 1/01/22	2,000	2,002,700
Series D (AGC), 5.00%, 1/01/40	3,640	3,579,831
McKeesport Area School District, GO, CAB (FGIC) (a): 5.53%, 10/01/31	2,435	679,292
5.53%, 10/01/31 (e)	870	324,362
Pennsylvania Economic Development Financing Authority, RB: Amtrak Project, Series A, AMT, 6.25%, 11/01/31	2,000	2,004,800
Amtrak Project, Series A, AMT, 6.38%, 11/01/41	3,100	3,102,511
Aqua Pennsylvania Inc. Project, Series B, 4.50%, 12/01/42	3,000	2,680,080
		14,373,576

### Puerto Rico — 2.7%

Puerto Rico Electric Power Authority, Refunding RB, Series UU (AGM), 5.00%, 7/01/23	1,900	1,930,609
Puerto Rico Sales Tax Financing Corp., RB, First Sub-Series A, 5.75%, 8/01/37	3,000	2,940,000
Puerto Rico Sales Tax Financing Corp., Refunding RB, CAB,		



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Series A (NPFGC), 5.75%, 8/01/41 (a)	7,500	1,002,000
		5,872,609
<b>Rhode Island — 3.1%</b>		
Rhode Island Health & Educational Building Corp., RB, Hospital Financing, LifeSpan Obligation, Series A (AGC), 7.00%, 5/15/39	3,000	3,300,720
Rhode Island Health & Educational Building Corp., Refunding RB, Hospital, Lifespan (NPFGC), 5.50%, 5/15/16	200	200,348

See Notes to Financial Statements.

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**BlackRock Investment Quality Municipal Trust Inc. (BKN)****Schedule of Investments (continued)**

(Percentages shown are based on Net Assets)

	Par (000)	Value
<b>Municipal Bonds</b>		
<b>Rhode Island (concluded)</b>		
Rhode Island Housing & Mortgage Finance Corp., RB, Homeownership Opportunity, Series 54, AMT, 4.85%, 10/01/41	\$ 2,165	\$ 1,928,971
State of Rhode Island, COP, Series C, School for the Deaf (AGC), 5.38%, 4/01/28	1,330	1,383,413
		6,813,452
<b>South Carolina — 6.1%</b>		
County of Florence South Carolina, RB, McLeod Regional Medical Center, Series A, 5.00%, 11/01/37	2,700	2,446,578
South Carolina Jobs-EDA, Refunding RB: Palmetto Health Alliance, Series A, 6.25%, 8/01/31	2,185	2,152,684
Palmetto Health, Series C, 6.88%, 8/01/13 (c)	3,560	4,025,399
South Carolina State Housing Finance & Development Authority, Refunding RB, Series A-2, AMT (AMBAC), 5.15%, 7/01/37	4,975	4,721,324
		13,345,985
<b>Tennessee — 1.1%</b>		
Memphis-Shelby County Airport Authority, RB, Series D, AMT (AMBAC), 6.00%, 3/01/24	260	260,335
Memphis-Shelby County Sports Authority Inc., Refunding RB, Memphis Arena Project, Series A: 5.25%, 11/01/27	1,135	1,153,671
5.38%, 11/01/28	1,000	1,016,020
		2,430,026
<b>Texas — 8.2%</b>		
Harris County Health Facilities Development Corp., Refunding RB, Memorial Hermann Healthcare System, Series B: 7.13%, 12/01/31	1,000	1,086,090
7.25%, 12/01/35	2,650	2,874,561
Harris County-Houston Sports Authority, Refunding RB, CAB, Senior Lien, Series A (NPFGC), 6.18%, 11/15/38 (a)	5,000	466,400
Love Field Airport Modernization Corp., RB, Southwest		

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Airlines Co. Project, 5.25%, 11/01/40	3,800	3,309,230
Lower Colorado River Authority, Refunding RB (NPFGC) (c):		
5.00%, 5/15/13	20	21,739
Series A, 5.00%, 5/15/13	5	5,435
Matagorda County Navigation District No. 1 Texas, Refunding RB, Central Power & Light Co. Project,		
Series A, 6.30%, 11/01/29	2,200	2,286,834
Texas Private Activity Bond Surface Transportation Corp., RB, Senior Lien, LBJ Infrastructure Group LLC,		
LBJ Freeway Managed Lanes Project, 7.00%, 6/30/40	3,000	3,056,640
Texas State Turnpike Authority, RB (AMBAC):		
CAB, 6.05%, 8/15/31 (a)	15,000	3,598,050
First Tier, Series A, 5.00%, 8/15/42	1,250	1,068,712
		17,773,691
<b>Virginia — 0.5%</b>		
Henrico County EDA, RB, Bon Secours Health, Series B-1 (AGC), 4.50%, 11/01/42	1,285	1,086,892
<b>Washington — 1.0%</b>		
Washington Health Care Facilities Authority, RB, MultiCare Health System, Series B (AGC), 6.00%, 8/15/39	2,100	2,156,889
<b>Wisconsin — 1.5%</b>		
Wisconsin Health & Educational Facilities Authority, RB, Aurora Health Care, 6.40%, 4/15/33	3,220	3,251,073
<b>Wyoming — 0.9%</b>		
County of Sweetwater Wyoming, Refunding RB, Idaho Power Co. Project, 5.25%, 7/15/26	1,800	1,876,140
<b>Total Municipal Bonds — 150.6%</b>		327,668,593

<b>Municipal Bonds Transferred to Tender Option Bond Trusts (i)</b>	<b>Par (000)</b>	<b>Value</b>
<b>Colorado — 2.3%</b>		
Colorado Health Facilities Authority, RB, Catholic Health, Series C-7 (AGM), 5.00%, 9/01/36	\$ 5,250	\$ 4,940,828
<b>Illinois — 1.5%</b>		
Chicago Housing Authority, Refunding RB (AGM), 5.00%, 7/01/24	3,194	3,256,954
<b>Massachusetts — 1.4%</b>		
Massachusetts Water Resources Authority, Refunding RB, General, Series A, 5.00%, 8/01/41	3,070	3,092,319
<b>New York — 4.1%</b>		

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New York City Municipal Water Finance Authority, RB:

Fiscal 2009, Series A, 5.75%, 6/15/40	690	740,142
Series FF-2, 5.50%, 6/15/40	810	844,192
New York City Municipal Water Finance Authority,		
Refunding RB, Series A, 4.75%, 6/15/30	4,000	4,018,800
New York State Dormitory Authority, RB, New York		
University, Series A, 5.00%, 7/01/38	3,359	3,319,428
		8,922,562

### Ohio — 1.9%

County of Montgomery Ohio, RB, Catholic Health,		
Series C-1 (AGM), 5.00%, 10/01/41	1,740	1,508,336
Ohio Higher Educational Facility Commission,		
Refunding RB, Hospital, Cleveland Clinic Health,		
Series A, 5.25%, 1/01/33	2,600	2,540,590
		4,048,926

### Total Municipal Bonds Transferred to

**Tender Option Bond Trusts — 11.2%** 24,261,589

### Total Long-Term Investments

**(Cost — \$364,507,011) — 161.8%** 351,930,182

### Short-Term Securities

**Shares**

FFI Institutional Tax-Exempt Fund, 0.23% (j)(k) 1,084,525 1,084,525

### Total Short-Term Securities

**(Cost — \$1,084,525) — 0.5%** 1,084,525

**Total Investments (Cost — \$365,591,536\*) — 162.3%** 353,014,707

**Other Assets Less Liabilities — 1.7%** 3,639,725

### Liability for Trust Certificates, Including Interest

**Expense and Fees Payable — (6.1%)** (13,148,136)

**Preferred Shares, at Redemption Value — (57.9%)** (125,964,879)

**Net Assets — 100.0%** \$217,541,417

\* The cost and unrealized appreciation (depreciation) of investments as of April 30, 2011, as computed for federal income tax purposes, were as follows:

Aggregate cost	\$ 352,097,987
Gross unrealized appreciation	\$ 10,011,126
Gross unrealized depreciation	(22,231,807)
Net unrealized depreciation	\$ (12,220,681)

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

(b) Represents a step-up bond that pays an initial coupon rate for the first period and then a higher coupon rate for the following periods. Rate shown reflects the current yield as of report date.

(c) US government securities, held in escrow, are used to pay interest on this security as

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well as to retire the bond in full at the date indicated, typically at a premium to par.

See Notes to Financial Statements.

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## BlackRock Investment Quality Municipal Trust Inc. (BKN) Schedule of Investments (concluded)

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

Counterparty	Value	Unrealized	
			Appreciation
RBC Capital Markets	\$1,464,360		\$ 13,425

(e) Security is collateralized by Municipal or US Treasury obligations.

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

(g) Non-income producing security.

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

(i) Securities represent bonds transferred to a TOB in exchange for which the Trust 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 TOBs.

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

Affiliate	Shares Held at		Shares Held at		Income
	April 30, 2010	Net Activity	April 30, 2011		
FFI Institutional Tax-Exempt Fund	7,659,95	(6,575,430)	1,084,525		\$ 7,690

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

•Financial futures contracts sold as of April 30, 2011 were as follows:

Contracts Issue	Exchange	Expiration	Notional		Unrealized	
			Value		Depreciation	
121 30-Year U.S. Treasury Bonds	Chicago Board of Trade	June 2011	\$14,415,895	\$ (391,480)		

•Fair Value Measurements — Various inputs are used in determining the fair value of investments and derivative financial instruments. These inputs are summarized in three broad levels for financial statement purposes as follows:

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

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

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

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

The following tables summarize the inputs used as of April 30, 2011 in determining the fair valuation of the Trust's investments and derivative financial instruments:

Valuation Inputs	Level 1	Level 2	Level 3	Total
<b>Assets:</b>				
Investments in Securities:				
Long-Term				
Investments <sup>1</sup>	—	\$351,930,182	—	\$351,930,182
Short-Term				
Securities	\$ 1,084,525	—	—	1,084,525
<b>Total</b>	<b>\$ 1,084,525</b>	<b>\$351,930,182</b>	<b>—</b>	<b>\$353,014,707</b>

<sup>1</sup> See above Schedule of Investments for values in each state or political subdivision.

### Derivative Financial Instruments<sup>2</sup>

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Valuation Inputs	Level 1	Level 2	Level 3	Total
<b>Liabilities:</b>				
Interest				
rate				
contracts	\$ (391,480)	—	—	—\$ (391,480)

<sup>2</sup> Derivative financial instruments are financial futures contracts, which are valued at the unrealized appreciation/depreciation on the instrument.

See Notes to Financial Statements.

**BlackRock Long-Term Municipal Advantage Trust (BTA)****Schedule of Investments** April 30, 2011

(Percentages shown are based on Net Assets)

	Par (000)	Value
<b>Municipal Bonds</b>		
<b>Arizona — 2.5%</b>		
Pima County IDA, RB, Tucson Electric Power Co., Series A, 5.25%, 10/01/40	\$ 1,345	\$ 1,173,028
Salt River Project Agricultural Improvement & Power District, RB, Series A, 5.00%, 1/01/38	665	670,586
Salt Verde Financial Corp., RB, Senior, 5.00%, 12/01/37	2,090	1,732,171
		3,575,785
<b>Arkansas — 0.4%</b>		
County of Little River Arkansas, Refunding RB, Georgia- Pacific Corp. Project, AMT, 5.60%, 10/01/26	550	505,472
<b>California — 9.0%</b>		
California HFA, RB, AMT, Home Mortgage:		
Series G, 5.50%, 8/01/42	2,135	2,117,899
Series K, 5.50%, 2/01/42	745	756,763
California Health Facilities Financing Authority, Refunding RB:		
Catholic Healthcare West, Series A, 6.00%, 7/01/39	680	683,856
St. Joseph Health System, Series A, 5.75%, 7/01/39	385	360,083
Sutter Health, Series B, 6.00%, 8/15/42	1,040	1,054,674
California State Public Works Board, RB, Various Capital Projects, Sub-Series I-1, 6.38%, 11/01/34	400	413,236
California Statewide Communities Development Authority, Refunding RB, Senior Living, Southern California:		
6.25%, 11/15/19	1,000	1,047,000
6.63%, 11/15/24	540	565,078
Los Angeles Department of Airports, RB, Series A, 5.25%, 5/15/39	270	268,815
San Francisco City & County Public Utilities Commission, RB, Series B, 5.00%, 11/01/39	3,225	3,186,364
State of California, GO, Various Purpose, 6.50%, 4/01/33	2,000	2,196,900
		12,650,668
<b>Colorado — 1.2%</b>		
Colorado Health Facilities Authority, Refunding RB, Sisters of Leavenworth, Series A, 5.00%, 1/01/40	755	689,647



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North Range Metropolitan District No. 2, GO, Limited Tax, 5.50%, 12/15/37	1,200	950,184
		1,639,831
<b>Delaware — 1.4%</b>		
County of Sussex Delaware, RB, NRG Energy, Inc., Indian River Project, 6.00%, 10/01/40	750	731,752
Delaware State EDA, RB, Exempt Facilities, Indian River Power, 5.38%, 10/01/45	1,415	1,215,075
		1,946,827
<b>District of Columbia — 8.6%</b>		
District of Columbia, RB, Methodist Home District of Columbia, Series A:		
7.38%, 1/01/30	550	539,286
7.50%, 1/01/39	910	889,143
District of Columbia Tobacco Settlement Financing Corp., Refunding RB, Asset-Backed:		
6.25%, 5/15/24	4,845	4,628,815
6.50%, 5/15/33	5,700	5,569,413
Metropolitan Washington Airports Authority, RB, First Senior Lien, Series A:		
5.00%, 10/01/39	170	162,066
5.25%, 10/01/44	270	258,922
		12,047,645
<b>Florida — 4.7%</b>		
County of Miami-Dade Florida, RB, Water & Sewer System, 5.00%, 10/01/34	1,950	1,910,376
County of Miami-Dade Florida, Refunding RB, Miami International Airport, Series A-1, 5.38%, 10/01/41	400	379,200
	<b>Par</b>	
<b>Municipal Bonds</b>	<b>(000)</b>	<b>Value</b>
<b>Florida (concluded)</b>		
Mid-Bay Bridge Authority, RB, Series A, 7.25%, 10/01/40 \$	745	\$ 741,886
Sarasota County Health Facilities Authority, Refunding RB, Village on the Isle Project, 5.50%, 1/01/32	495	414,454
Sumter Landing Community Development District Florida, RB, Sub-Series B, 5.70%, 10/01/38	1,395	1,060,339
Tolomato Community Development District, Special Assessment Bonds, Special Assessment, 6.65%, 5/01/40	1,750	1,164,765

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Watergrass Community Development District, Special Assessment Bonds, Series A, 5.38%, 5/01/39	1,850	907,166 6,578,186
<b>Georgia — 0.5%</b>		
DeKalb County Hospital Authority Georgia, RB, DeKalb Medical Center Inc. Project, 6.13%, 9/01/40	500	452,615
DeKalb Private Hospital Authority, Refunding RB, Children's Healthcare, 5.25%, 11/15/39	285	275,586 728,201
<b>Guam — 0.3%</b>		
Territory of Guam, GO, Series A: 6.00%, 11/15/19	200	200,126
6.75%, 11/15/29	295	294,153 494,279
<b>Illinois — 3.1%</b>		
Illinois Finance Authority, RB, Advocate Health Care, Series C, 5.38%, 4/01/44	1,845	1,732,861
Illinois Finance Authority, Refunding RB, Central DuPage Health, Series B, 5.50%, 11/01/39	550	522,720
Metropolitan Pier & Exposition Authority, Refunding RB, McCormick Place Expansion Project, (AGM): Series B, 5.00%, 6/15/50	1,095	955,486
Series B-2, 5.00%, 6/15/50	870	741,579
Railsplitter Tobacco Settlement Authority, RB, 5.50%, 6/01/23	180	173,678
State of Illinois, RB, Build Illinois, Series B, 5.25%, 6/15/34	215	208,000 4,334,324
<b>Indiana — 2.8%</b>		
Delaware County Hospital Authority Indiana, RB, Cardinal Health System Obligation Group, 5.25%, 8/01/36	2,000	1,698,180
Indiana Finance Authority, RB, Sisters of St. Francis Health, 5.25%, 11/01/39	290	267,511
Indiana Finance Authority, Refunding RB: Ascension Health Senior Credit, Series B-5, 5.00%, 11/15/36	500	457,585
Parkview Health System, Series A, 5.75%, 5/01/31	1,100	1,106,996
Indiana Municipal Power Agency, RB, Series B, 6.00%, 1/01/39	350	358,820 3,889,092
<b>Kentucky — 0.2%</b>		

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Kentucky Economic Development Finance Authority, Refunding RB, Owensboro Medical Health System, Series A, 6.38%, 6/01/40	350	332,073
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### Louisiana — 2.3%

Louisiana Local Government Environmental Facilities & Community Development Authority, RB, Westlake Chemical Corp.: Projects, 6.75%, 11/01/32	2,000	2,037,400
Series A-1, 6.50%, 11/01/35	1,135	1,139,381
		3,176,781

See Notes to Financial Statements.

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**BlackRock Long-Term Municipal Advantage Trust (BTA)**  
**Schedule of Investments (continued)**

(Percentages shown are based on Net Assets)

	Par (000)	Value
<b>Municipal Bonds</b>		
<b>Maryland — 1.3%</b>		
Maryland EDC, RB, Transportation Facilities Project, Series A, 5.75%, 6/01/35	\$ 970	\$ 887,259
Maryland EDC, Refunding RB, CNX Marine Terminals, Inc., 5.75%, 9/01/25	500	478,415
Maryland Health & Higher Educational Facilities Authority, Refunding RB, University of Maryland Medical System, 5.00%, 7/01/34	490	444,979
		1,810,653
<b>Massachusetts — 0.4%</b>		
Massachusetts Health & Educational Facilities Authority, Refunding RB, Partners Healthcare, Series J1, 5.00%, 7/01/39	615	575,339
<b>Michigan — 2.6%</b>		
City of Detroit Michigan, RB, Senior Lien, Series B (AGM), 7.50%, 7/01/33	560	653,335
Garden City Hospital Finance Authority Michigan, Refunding RB, Garden City Hospital Obligation, Series A, 5.00%, 8/15/38	1,540	961,006
Kalamazoo Hospital Finance Authority, Refunding RB, Bronson Methodist Hospital, 5.50%, 5/15/36	475	452,077
Royal Oak Hospital Finance Authority Michigan, Refunding RB, William Beaumont Hospital, 8.25%, 9/01/39	1,400	1,587,278
		3,653,696
<b>Montana — 0.4%</b>		
Two Rivers Authority, RB, Senior Lien (b)(c): 7.25%, 11/01/21	1,500	231,450
7.38%, 11/01/27	2,600	399,100
		630,550
<b>New Jersey — 0.4%</b>		
New Jersey EDA, RB, Continental Airlines Inc. Project, AMT, 6.63%, 9/15/12	500	503,830
<b>New York — 5.2%</b>		

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Metropolitan Transportation Authority, Refunding RB, Transportation, Series D, 5.25%, 11/15/40	410	401,550
New York City Industrial Development Agency, RB, American Airlines Inc., JFK International Airport, AMT, 7.63%, 8/01/25 (d)	4,000	4,036,440
New York Liberty Development Corp., Refunding RB, Second Priority, Bank of America Tower at One Bryant Park Project, 6.38%, 7/15/49	420	420,395
New York State Dormitory Authority, RB, New York University, Series A, 5.25%, 7/01/48	2,000	2,005,180
Port Authority of New York & New Jersey, RB, JFK International Air Terminal, 6.00%, 12/01/42	430	410,908
		7,274,473
<b>North Carolina — 0.3%</b>		
North Carolina Medical Care Commission, RB, Duke University Health System, Series A, 5.00%, 6/01/42	480	456,749
<b>Ohio — 0.7%</b>		
State of Ohio, RB, Ford Motor Co. Project, AMT, 5.75%, 4/01/35	1,000	920,770
<b>Pennsylvania — 0.8%</b>		
Allegheny County Hospital Development Authority, Refunding RB, Health System, West Penn, Series A, 5.38%, 11/15/40	1,500	1,114,815
<b>Puerto Rico — 1.4%</b>		
Puerto Rico Sales Tax Financing Corp., RB, First Sub-Series A, 6.50%, 8/01/44	1,705	1,778,826
Puerto Rico Sales Tax Financing Corp., Refunding RB, CAB, First Sub-Series C, 6.52%, 8/01/38 (e)	1,490	229,043
		2,007,869

<b>Municipal Bonds</b>	<b>Par (000)</b>	<b>Value</b>
<b>South Carolina — 1.9%</b>		
South Carolina Jobs-EDA, Refunding RB:		
First Mortgage, Lutheran Homes, 5.50%, 5/01/28	\$ 600	\$ 486,234
First Mortgage, Lutheran Homes, 5.63%, 5/01/42	1,000	768,240
Palmetto Health, 5.50%, 8/01/26	480	453,163
Senior Lien, Burroughs & Chapin, Series A (Radian), 4.70%, 4/01/35	1,340	1,000,029
		2,707,666

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### Texas — 7.2%

Brazos River Authority, RB, TXU Electric, Series A, AMT, 8.25%, 10/01/30	1,500	645,660
City of Dallas Texas, Refunding RB, 5.00%, 10/01/35	525	544,141
City of Houston Texas, RB, Senior Lien, Series A, 5.50%, 7/01/39	250	253,228
HFDC of Central Texas Inc., RB, Village at Gleannloch Farms, Series A, 5.50%, 2/15/27	1,150	898,897
Matagorda County Navigation District No. 1 Texas, Refunding RB, Central Power & Light Co. Project, Series A, 6.30%, 11/01/29	700	727,629
North Texas Tollway Authority, RB, Toll, Second Tier, Series F, 6.13%, 1/01/31	2,290	2,339,556
Sabine River Authority Texas, Refunding RB, TXU Electric Co. Project, Series B, Mandatory Put Bonds, AMT, 5.75%, 5/01/30 (d)	1,000	979,360
Tarrant County Cultural Education Facilities Finance Corp., RB, Scott & White Healthcare, 6.00%, 8/15/45	1,390	1,415,604
Texas Private Activity Bond Surface Transportation Corp., RB, Senior Lien: LBJ Infrastructure Group LLC, LBJ Freeway Managed Lanes Project, 7.00%, 6/30/40	1,000	1,018,880
NTE Mobility Partners LLC, North Tarrant Express Managed Lanes Project, 6.88%, 12/31/39	1,315	1,349,058
		10,172,013

### Utah — 0.6%

City of Riverton Utah, RB, IHC Health Services Inc., 5.00%, 8/15/41	955	884,884
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### Vermont — 1.7%

Vermont HFA, RB, Series 27, AMT (AGM), 4.90%, 5/01/38 (d)	2,765	2,360,785
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### Virginia — 3.0%

Fairfax County EDA, Refunding RB, Goodwin House Inc., 5.13%, 10/01/42	850	714,000
Peninsula Ports Authority, Refunding RB, Virginia Baptist Homes, Series C, 5.38%, 12/01/26	2,600	1,682,382
Reynolds Crossing Community Development Authority, Special Assessment Bonds, Reynolds Crossing Project, 5.10%, 3/01/21	993	915,010
Virginia HDA, RB, Rental Housing, Series F, 5.00%, 4/01/45	1,000	952,950

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4,264,342

**Washington — 0.5%**

Washington Health Care Facilities Authority, RB, Swedish  
Health Services, Series A, 6.75%, 11/15/41

660

684,314

**Wisconsin — 1.9%**

Wisconsin Health & Educational Facilities Authority, RB,  
Ascension Health Credit Group, Series A,  
5.00%, 11/15/31

2,835

2,691,833

**Wyoming — 0.1%**

Wyoming Municipal Power Agency, RB, Series A,  
5.00%, 1/01/42

100

96,943

**Total Municipal Bonds — 67.4%**

94,710,688

See Notes to Financial Statements.

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## BlackRock Long-Term Municipal Advantage Trust (BTA) Schedule of Investments (continued)

(Percentages shown are based on Net Assets)

Municipal Bonds Transferred to Tender Option Bond Trusts (f)	Par (000)	Value
<b>California — 12.9%</b>		
Bay Area Toll Authority, Refunding RB, San Francisco		
Bay Area, Series F-1, 5.63%, 4/01/44	\$ 1,090	\$ 1,125,619
California Educational Facilities Authority, RB, University of Southern California, Series B, 5.25%, 10/01/39	840	861,756
Los Angeles Department of Airports, Refunding RB, Senior, Los Angeles International Airport, Series A, 5.00%, 5/15/40	2,050	1,965,171
San Diego Community College District California, GO, Election of 2002, 5.25%, 8/01/33	553	562,589
University of California, RB, Series B (NPFGC), 4.75%, 5/15/38	15,000	13,680,900
		18,196,035
<b>Colorado — 0.5%</b>		
Colorado Health Facilities Authority, Refunding RB, Catholic Health, Series A, 5.50%, 7/01/34	740	740,706
<b>Illinois — 9.9%</b>		
City of Chicago Illinois, Custodial Receipts, Series 1284, 5.00%, 1/01/33 (a)	15,000	13,877,250
<b>Indiana — 8.5%</b>		
Carmel Redevelopment Authority, RB, Performing Arts Center: 4.75%, 2/01/33	5,365	5,307,219
5.00%, 2/01/33	6,580	6,601,582
		11,908,801
<b>Massachusetts — 8.4%</b>		
Massachusetts HFA, Refunding HRB, Series D, AMT, 5.45%, 6/01/37	11,855	11,753,284
<b>Nebraska — 3.4%</b>		
Omaha Public Power District, RB, System, Sub-Series B (NPFGC), 4.75%, 2/01/36	5,000	4,795,850
<b>New Hampshire — 0.5%</b>		
New Hampshire Health & Education Facilities Authority, Refunding RB, Dartmouth College, 5.25%, 6/01/39	660	683,384



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### New York — 15.8%

New York City Municipal Water Finance Authority, Water & Sewer, RB, Series FF-2, 5.50%, 6/15/40	495	515,895
New York City Municipal Water Finance Authority, Water & Sewer, Refunding RB, Series D, 5.00%, 6/15/39	7,500	7,516,200
New York State Dormitory Authority, ERB: Series B, 5.75%, 3/15/36	11,250	12,150,225
Series F, 5.00%, 3/15/35	1,995	1,997,505
		22,179,825

### North Carolina — 10.8%

University of North Carolina at Chapel Hill, Refunding RB, General, Series A, 4.75%, 12/01/34	15,170	15,206,560
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### Ohio — 5.0%

County of Allen Ohio, Refunding RB, Catholic Healthcare, Series A, 5.25%, 6/01/38	2,650	2,372,386
State of Ohio, Refunding RB, Cleveland Clinic Health, Series A, 5.50%, 1/01/39	4,630	4,590,599
		6,962,985

### South Carolina — 2.0%

South Carolina State Housing Finance & Development Authority, Refunding RB, Series B-1, 5.55%, 7/01/39	2,829	2,861,705
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### Texas — 8.1%

County of Harris Texas, RB, Senior Lien, Toll Road, Series A, 5.00%, 8/15/38	2,130	2,123,546
New Caney ISD, GO, School Building (PSF-GTD), 5.00%, 2/15/35	9,150	9,309,210
		11,432,756

### Municipal Bonds Transferred to

#### Tender Option Bond Trusts (f)

Par

(000)

Value

### Virginia — 0.7%

Virginia Small Business Financing Authority, Refunding RB, Sentara Healthcare, 5.00%, 11/01/40	\$ 1,000	\$ 970,301
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### Wisconsin — 1.3%

Wisconsin Health & Educational Facilities Authority, Refunding RB, Froedtert & Community Health Inc., 5.25%, 4/01/39	1,990	1,821,106
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### Total Municipal Bonds Transferred to

**Tender Option Bond Trusts — 87.8%** 123,390,548

### Total Long-Term Investments

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<b>(Cost — \$234,446,724) — 155.2%</b>		218,101,236
<b>Short-Term Securities</b>	<b>Shares</b>	
FFI Institutional Tax-Exempt Fund, 0.23% (g)(h)	1,227,518	1,227,518
	<b>Par</b>	
	<b>(000)</b>	
Michigan Finance Authority, RB, SAN, Detroit Schools, Series A-1, 6.45%, 2/20/12	\$ 1,085	1,091,803
<b>Total Short-Term Securities</b>		
<b>(Cost — \$2,312,518) — 1.7%</b>		2,319,321
<b>Total Investments (Cost — \$236,759,242*) — 156.9%</b>		220,420,557
<b>Other Assets Less Liabilities — 5.5%</b>		7,831,514
<b>Liability for Trust Certificates, Including Interest</b>		
<b>Expense and Fees Payable — (62.4)%</b>		(87,741,649)
<b>Net Assets — 100.0%</b>		\$140,510,422

\* The cost and unrealized appreciation (depreciation) of investments as of April 30, 2011, as computed for federal income tax purposes, were as follows:

Aggregate cost	\$149,318,427
Gross unrealized appreciation	\$ 1,752,421
Gross unrealized depreciation	(18,111,856)
Net unrealized depreciation	\$ (16,359,435)

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

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

(c) Non-income producing security.

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

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

(f) Securities represent bonds transferred to a TOB trust in exchange for which the Trust 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 TOBs.

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

<b>Affiliate</b>	<b>Shares Held at April 30, 2010</b>	<b>Net Activity</b>	<b>Shares Held at April 30, 2011</b>	<b>Income</b>
FFI Institutional Tax-Exempt Fund	1,118,809	108,709	1,227,518	\$ 1,784

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

•Financial futures contracts sold as of April 30, 2011 were as follows:

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<b>Contracts</b>	<b>Issue</b>	<b>Exchange</b>	<b>Expiration</b>		<b>Notional Value</b>	<b>Unrealized Depreciation</b>
105	10-Year U.S. Treasury Note	Chicago Board of Trade	June 2011		\$12,443,941	\$ (275,825)

See Notes to Financial Statements.

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## BlackRock Long-Term Municipal Advantage Trust (BTA) Schedule of Investments (concluded)

•Fair Value Measurements — Various inputs are used in determining the fair value of investments and derivative financial instruments. These inputs are summarized in three broad levels for financial statement purposes as follows:

- Level 1 — price quotations in active markets/exchanges for identical assets and liabilities
- Level 2 — other observable inputs (including, but not limited to: quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets or liabilities (such as interest rates, yield curves, volatilities, prepayment speeds, loss severities, credit risks and default rates) or other market-corroborated inputs)
- Level 3 — unobservable inputs based on the best information available in the circumstances, to the extent observable inputs are not available (including the Trust's own assumptions used in determining the fair value of investments and derivative financial instruments)

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

The following tables summarize the inputs used as of April 30, 2011 in determining the fair valuation of the Trust's investments and derivative financial instruments:

Valuation Inputs	Level 1	Level 2	Level 3	Total
<b>Assets:</b>				
Investments in Securities:				
Long-Term				
Investments <sup>1</sup>	—		\$218,101,236 —	\$218,101,236
Short-Term				
Securities		\$ 1,227,518	1,091,803 —	2,319,321
<b>Total</b>		\$ 1,227,518	\$219,193,039 —	\$220,420,557

<sup>1</sup> See above Schedule of Investments for values in each state or political subdivision.

### Derivative Financial Instruments<sup>2</sup>

Valuation Inputs	Level 1	Level 2	Level 3	Total
<b>Liabilities:</b>				
Interest				
rate				
contracts		\$ (275,825)	—	—\$ (275,825)

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<sup>2</sup> Derivative financial instruments are financial futures contracts, which are valued at the unrealized appreciation/depreciation on the instrument.

See Notes to Financial Statements.

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**BlackRock Municipal 2020 Term Trust (BKK)****Schedule of Investments** April 30, 2011

(Percentages shown are based on Net Assets)

	<b>Par (000)</b>	<b>Value</b>
<b>Municipal Bonds</b>		
<b>Alabama — 0.4%</b>		
Courtland IDB Alabama, Refunding RB, International Paper Co. Projects, Series A, 4.75%, 5/01/17	\$ 1,165	\$ 1,164,091
<b>Arizona — 3.8%</b>		
Phoenix Civic Improvement Corp., RB, Junior Lien, Series A: 5.00%, 7/01/20	1,300	1,394,276
5.00%, 7/01/21	5,585	6,266,370
Pima County IDA, Refunding RB, Tucson Electric Power Co., San Juan, Series A, 4.95%, 10/01/20	1,015	977,151
Salt Verde Financial Corp., RB, Senior: 5.00%, 12/01/18	1,500	1,536,270
5.25%, 12/01/20	1,000	1,005,560
		11,179,627
<b>California — 21.9%</b>		
California Health Facilities Financing Authority, Refunding RB, Sutter Health, Series B, 5.00%, 8/15/22	815	845,180
California State Department of Water Resources, Refunding RB, Series L, 5.00%, 5/01/20	10,000	11,393,700
California Statewide Communities Development Authority, RB, John Muir Health, Series A, 5.00%, 8/15/22	5,000	5,021,100
Foothill Eastern Transportation Corridor Agency California, Refunding RB, CAB (a): 5.95%, 1/15/21	12,500	5,954,000
5.87%, 1/15/22	10,000	4,298,500
Golden State Tobacco Securitization Corp. California, RB (b): ARS, Asset-Backed, Series A-3, 7.88%, 6/01/13	975	1,116,463
ARS, Asset-Backed, Series A-5, 7.88%, 6/01/13	1,470	1,683,282
Series 2003-A-1, 6.63%, 6/01/13	3,000	3,360,120
Series 2003-A-1, 6.75%, 6/01/13	12,010	13,482,666
Los Angeles Unified School District California, GO, Series I, 5.00%, 7/01/20	3,750	4,134,000
Riverside County Asset Leasing Corp. California, RB, Riverside County Hospital Project (NPFGC), 5.76%, 6/01/25 (a)	6,865	2,524,535

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San Manuel Entertainment Authority, Series 04-C, 4.50%, 12/01/16 (c)	4,000	3,959,080
State of California, GO, Various Purpose, 5.00%, 11/01/22	7,050	7,167,312
		64,939,938

### Colorado — 1.7%

E-470 Public Highway Authority Colorado, RB, CAB, Senior Series B (NPFGC), 5.53%, 9/01/22 (a)	4,500	2,095,110
Park Creek Metropolitan District Colorado, Refunding RB, Senior, Limited Tax, Property Tax, 5.25%, 12/01/25	3,000	2,813,610
		4,908,720

### District of Columbia — 5.5%

District of Columbia, Refunding RB:		
Friendship Public Charter School Inc. (ACA), 5.75%, 6/01/18	2,680	2,611,499
Friendship Public Charter School Inc. (ACA), 5.00%, 6/01/23	3,320	2,793,714
Howard University, Series A, 5.25%, 10/01/20	1,535	1,581,756
District of Columbia Tobacco Settlement Financing Corp., Refunding RB, Asset-Backed, 6.50%, 5/15/33	4,215	4,118,434
Metropolitan Washington Airports Authority, Refunding RB, Series C-2, AMT (AGM), 5.00%, 10/01/24	5,000	5,065,650
		16,171,053

### Florida — 7.8%

Bellalago Educational Facilities Benefit District, Special Assessment Bonds, Series A, 5.85%, 5/01/22	3,715	3,380,279
Broward County School Board Florida, COP, Series A (AGM), 5.25%, 7/01/22	1,250	1,309,575
City of Jacksonville Florida, RB, Better Jacksonville, 5.00%, 10/01/22	5,160	5,613,770

	Par (000)	Value
<b>Municipal Bonds</b>		
<b>Florida (concluded)</b>		
Habitat Community Development District, Special Assessment Bonds, 5.80%, 5/01/25	\$ 1,910	\$ 1,745,645
Miami Beach Health Facilities Authority, RB, Mount Sinai Medical Center of Florida, 6.75%, 11/15/21	2,325	2,370,942
Middle Village Community Development District, Special Assessment Bonds, Series A, 5.80%, 5/01/22	3,525	3,291,116
Pine Island Community Development District, RB,		

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5.30%, 11/01/10 (d)(e)	250	199,825
Stevens Plantation Community Development District, Special Assessment Bonds, Series B, 6.38%, 5/01/13	3,530	3,129,522
Village Community Development District No. 5 Florida, Special Assessment Bonds, Series A, 6.00%, 5/01/22	2,185	2,141,977
		23,182,651
<b>Georgia — 0.8%</b>		
Richmond County Development Authority, RB, Environment, Series A, AMT, 5.75%, 11/01/27	2,350	2,309,486
<b>Illinois — 16.2%</b>		
City of Chicago Illinois, RB, General Airport, Third Lien, Series A (AMBAC):		
5.00%, 1/01/21	5,000	5,195,750
5.00%, 1/01/22	7,000	7,210,980
Illinois Finance Authority, RB:		
Depaul University, Series C, 5.25%, 10/01/24	5,000	5,066,900
MJH Education Assistance IV LLC, Sub-Series A, 5.50%, 6/01/19 (d)(e)	3,250	1,782,430
MJH Education Assistance IV LLC, Sub-Series B, 5.00%, 6/01/24 (d)(e)	1,075	288,573
Northwestern University, 5.00%, 12/01/21	4,800	5,153,376
Illinois State Toll Highway Authority, RB, Senior Priority, Series A (AGM), 5.00%, 1/01/19	2,250	2,363,783
Lake Cook-Dane & McHenry Counties Community Unit School District 220 Illinois, GO, Refunding (AGM), 5.25%, 12/01/20	1,000	1,177,320
Metropolitan Pier & Exposition Authority Illinois, Refunding RB, CAB, McCormick, Series A (NPFGC), 5.44%, 6/15/22 (a)	13,455	7,423,796
Railsplitter Tobacco Settlement Authority, RB, 5.25%, 6/01/20	10,000	10,042,500
State of Illinois, RB, Build Illinois, Series B, 5.00%, 6/15/20	2,000	2,127,520
		47,832,928
<b>Indiana — 4.9%</b>		
City of Vincennes Indiana, Refunding RB, Southwest Indiana Regional Youth Village, 6.25%, 1/01/24	4,220	3,590,123
Indianapolis Airport Authority, Refunding RB, Special Facilities, FedEx Corp. Project, AMT, 5.10%, 1/15/17	10,000	10,810,500
		14,400,623
<b>Kansas — 2.2%</b>		



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Kansas Development Finance Authority, Refunding RB, Adventist Health, 5.25%, 11/15/20	2,500	2,758,500
Wyandotte County-Kansas City Unified Government, RB, Kansas International Speedway (NPFGC), 5.20%, 12/01/20 (a)	6,440	3,840,816 6,599,316
<b>Kentucky — 0.7%</b>		
Kentucky Housing Corp., RB, Series C, AMT, 4.63%, 7/01/22	2,000	1,995,560
<b>Louisiana — 0.7%</b>		
Parish of DeSoto Louisiana, RB, Series A, AMT, 5.85%, 11/01/27	2,000	1,986,400

See Notes to Financial Statements.

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## BlackRock Municipal 2020 Term Trust (BKK) Schedule of Investments (continued)

(Percentages shown are based on Net Assets)

	Par (000)	Value
<b>Municipal Bonds</b>		
<b>Maryland — 3.0%</b>		
Maryland EDC, RB, Transportation Facilities Project, Series A, 5.13%, 6/01/20	\$ 1,250	\$ 1,201,300
Maryland Health & Higher Educational Facilities Authority, Refunding RB:		
Charlestown Community, 5.50%, 1/01/21	1,335	1,369,122
MedStar Health, 5.38%, 8/15/24	5,500	5,539,765
University of Maryland Medical System, 5.00%, 7/01/19	670	705,765
		8,815,952
<b>Massachusetts — 1.6%</b>		
Massachusetts Development Finance Agency, RB, Waste Management Inc. Project, AMT, 5.45%, 6/01/14	4,500	4,732,425
Massachusetts State Water Pollution Abatement, Refunding RB, MWRA Program, Sub-Series A, 6.00%, 8/01/23	140	140,498
		4,872,923
<b>Michigan — 2.2%</b>		
Kalamazoo Hospital Finance Authority, Refunding RB, Bronson Methodist Hospital, 5.00%, 5/15/20	1,790	1,880,574
Michigan State Hospital Finance Authority, Refunding RB, Hospital, Sparrow Obligated, 4.50%, 11/15/26	1,500	1,306,305
State of Michigan, Refunding RB:		
5.00%, 11/01/20	1,000	1,106,270
5.00%, 11/01/21	2,000	2,191,600
		6,484,749
<b>Minnesota — 0.4%</b>		
Minnesota Higher Education Facilities Authority, RB, University of St. Thomas, Series 5-Y, 5.00%, 10/01/24	1,250	1,279,800
<b>Mississippi — 1.0%</b>		
County of Warren Mississippi, RB, Series A, AMT, 5.85%, 11/01/27	3,000	2,979,600
<b>Missouri — 3.7%</b>		
Missouri Development Finance Board, RB, Branson		

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Landing Project, Series A, 5.50%, 12/01/24	5,000	5,119,300
Missouri State Health & Educational Facilities Authority, Refunding RB, BJC Health System, Series A, 5.00%, 5/15/20	5,500	5,741,010 10,860,310

### Multi-State — 6.2%

Centerline Equity Issuer Trust (c)(f):		
5.75%, 5/15/15	1,000	1,053,130
6.00%, 5/15/15	4,000	4,200,240
6.00%, 5/15/19	2,500	2,616,875
6.30%, 5/15/19	2,500	2,627,125
MuniMae TE Bond Subsidiary LLC (c)(f)(g):		
5.40%	5,000	3,399,950
5.80%	5,000	3,399,950
Series D, 5.90%	2,000	1,119,660
		18,416,930

### Nevada — 2.1%

City of Henderson Nevada, Special Assessment Bonds, District No. T-18, 5.15%, 9/01/21	1,760	973,157
County of Clark Nevada, Refunding RB, Alexander Dawson School Nevada Project, 5.00%, 5/15/20	5,000	5,180,050 6,153,207

### New Hampshire — 4.9%

New Hampshire Business Finance Authority, Refunding RB, Public Service Co. of New Hampshire Project, Series B, AMT (NPFGC), 4.75%, 5/01/21	10,000	9,851,400
New Hampshire Health & Education Facilities Authority, Refunding RB, Elliot Hospital, Series B, 5.60%, 10/01/22	4,500	4,564,890 14,416,290

	Par (000)	Value
<b>Municipal Bonds</b>		
<b>New Jersey — 12.6%</b>		
Middlesex County Improvement Authority, RB, Street Student Housing Project, Series A, 5.00%, 8/15/23	\$ 1,000	\$ 999,930
New Jersey EDA, RB: Cigarette Tax, 5.50%, 6/15/24	10,000	9,300,300
Continental Airlines Inc. Project, AMT, 7.00%, 11/15/30 (h)	5,000	4,872,750
Continental Airlines Inc. Project, AMT,		

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9.00%, 6/01/33 (h)	1,500	1,558,440
Kapkowski Road Landfill Project, Series 1998B, AMT,		
6.50%, 4/01/31	7,500	7,124,400
New Jersey EDA, Refunding RB:		
First Mortgage, Winchester, Series A, 4.80%, 11/01/13	765	787,529
School Facilities, Series GG, 5.00%, 9/01/22	2,000	2,078,680
New Jersey Educational Facilities Authority, Refunding RB,		
University of Medicine & Dentistry, Series B,		
6.25%, 12/01/18	2,500	2,768,850
New Jersey Health Care Facilities Financing Authority,		
Refunding RB:		
AtlantiCare Regional Medical Center, 5.00%, 7/01/20	2,110	2,214,276
Capital Health System Obligation Group, Series A,		
5.75%, 7/01/13 (b)	4,000	4,391,720
Newark Housing Authority, RB, South Ward Police Facility		
(AGC), 5.00%, 12/01/21	1,250	1,328,475
		37,425,350
 <b>New York — 8.8%</b>		
New York City Industrial Development Agency, RB,		
American Airlines Inc., JFK International Airport, AMT (h):		
7.63%, 8/01/25	5,635	5,686,335
7.75%, 8/01/31	5,000	5,050,050
New York State Energy Research & Development Authority,		
Refunding RB, Brooklyn Union Gas/Keyspan, Series A,		
AMT (FGIC), 4.70%, 2/01/24	8,500	8,536,805
Port Authority of New York & New Jersey, RB,		
JFK International Air Terminal, 5.00%, 12/01/20	1,525	1,487,973
Tobacco Settlement Financing Corp. New York, RB,		
Asset-Backed, Series B-1C, 5.50%, 6/01/20	5,000	5,318,250
		26,079,413
 <b>North Carolina — 2.4%</b>		
North Carolina Eastern Municipal Power Agency,		
Refunding RB, Series B, 5.00%, 1/01/21	1,550	1,645,139
North Carolina Municipal Power Agency No. 1,		
Refunding RB, Series B, 5.00%, 1/01/20	5,000	5,592,300
		7,237,439
 <b>Ohio — 6.7%</b>		
American Municipal Power-Ohio Inc., RB, Prairie State		
Energy Campus Project, Series A, 5.25%, 2/15/23	5,000	5,246,650
County of Cuyahoga Ohio, Refunding RB, Series A:		
6.00%, 1/01/19	3,000	3,214,920

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6.00%, 1/01/20	10,000	10,673,800
Pinnacle Community Infrastructure Financing Authority, RB,		
Facilities, Series A, 6.00%, 12/01/22	916	786,624
		19,921,994
 <b>Oklahoma — 1.2%</b>		
Tulsa Airports Improvement Trust, RB, Series A, Mandatory		
Put Bonds, AMT, 7.75%, 6/01/35 (h)	3,350	3,442,594
 <b>Pennsylvania — 7.3%</b>		
Lancaster County Hospital Authority, RB, General Hospital		
Project, 5.75%, 9/15/13 (b)	7,500	8,332,500
Montgomery County IDA Pennsylvania, MRB, Whitemarsh		
Continuing Care, 6.00%, 2/01/21	1,275	1,138,473
Pennsylvania Higher Educational Facilities Authority, RB,		
LaSalle University, 5.50%, 5/01/26	6,680	6,724,021

See Notes to Financial Statements.

## BlackRock Municipal 2020 Term Trust (BKK) Schedule of Investments (continued)

(Percentages shown are based on Net Assets)

	Par (000)	Value
<b>Municipal Bonds</b>		
<b>Pennsylvania (concluded)</b>		
Pennsylvania Turnpike Commission, RB, Sub-Series A (AGC), 5.00%, 6/01/22	\$ 1,000	\$ 1,060,900
Pennsylvania Turnpike Commission, Refunding RB, Series A, 5.00%, 12/01/20	4,000	4,460,560
		21,716,454
<b>Puerto Rico — 4.5%</b>		
Commonwealth of Puerto Rico, GO, Public Improvement, Series B, 5.25%, 7/01/17	3,300	3,450,810
Puerto Rico Electric Power Authority, RB, Series NN, 5.13%, 7/01/13 (b)	9,000	9,848,790
		13,299,600
<b>South Carolina — 0.7%</b>		
South Carolina State Ports Authority, RB, 5.00%, 7/01/20	2,000	2,164,160
<b>Texas — 7.5%</b>		
Central Texas Regional Mobility Authority, RB, Senior Lien: 5.75%, 1/01/19	800	843,512
5.75%, 1/01/20	1,140	1,182,419
City of Dallas Texas, Refunding RB (AGC), 5.00%, 8/15/21	2,500	2,638,175
North Texas Tollway Authority, RB, Series C: 5.25%, 1/01/20	1,000	1,072,270
5.38%, 1/01/21	5,000	5,371,450
Port Corpus Christi Industrial Development Corp. Texas, Refunding RB, Valero, Series C, 5.40%, 4/01/18	2,985	2,966,016
Texas State Turnpike Authority, RB, CAB, First Tier, Series A (AMBAC) (a): 5.39%, 8/15/21	7,990	4,488,063
5.54%, 8/15/24	8,450	3,634,007
		22,195,912
<b>U.S. Virgin Islands — 0.5%</b>		
Virgin Islands Public Finance Authority, RB, Senior Lien, Matching Fund Loan Note, Series A, 5.25%, 10/01/17	1,000	1,054,860
Virgin Islands Public Finance Authority, Refunding RB, Senior Secured, Hovensa Coker Project, AMT,		

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6.50%, 7/01/21	500	483,335
		1,538,195

**Virginia — 7.9%**

Celebrate North Community Development Authority, Special Assessment Bonds, Celebrate Virginia North Project, Series B, 6.60%, 3/01/25	4,778	3,589,568
Charles City County EDA, RB, Waste Management Inc. Project, Mandatory Put Bonds, AMT, 5.13%, 8/01/27 (h)	10,000	10,481,600
Mecklenburg County IDA Virginia, Refunding RB, Exempt Facility, UAE LP Project, AMT, 6.50%, 10/15/17	7,500	7,449,150
Russell County IDA, Refunding RB, Appalachian Power, Series K, 4.63%, 11/01/21	2,000	2,023,040
		23,543,358

**Wisconsin — 3.0%**

State of Wisconsin, Refunding RB, Series A, 5.25%, 5/01/20	1,000	1,141,800
Wisconsin Health & Educational Facilities Authority, Refunding RB: Froedtert & Community Health Inc., 5.00%, 4/01/20	1,515	1,616,944
Wheaton Franciscan Services, Series A, 5.50%, 8/15/17	2,880	2,916,403
Wheaton Franciscan Services, Series A, 5.50%, 8/15/18	3,190	3,217,785
		8,892,932
<b>Total Municipal Bonds — 154.8%</b>		458,407,555

<b>Municipal Bonds Transferred to Tender Option Bond Trusts (i)</b>	<b>Par (000)</b>	<b>Value</b>
<b>Illinois — 1.8%</b>		
City of Chicago Illinois, Refunding RB, Second Lien (AGM), 5.00%, 11/01/20	\$ 5,000	\$ 5,319,100
<b>Total Municipal Bonds Transferred to Tender Option Bond Trusts — 1.8%</b>		5,319,100
<b>Total Long-Term Investments (Cost — \$468,058,321 — 156.6%</b>		463,726,655
<b>Short-Term Securities</b>	<b>Shares</b>	
FII Institutional Tax-Exempt Fund, 0.23% (j)(k)	3,220,721	3,220,721
<b>Total Short-Term Securities (Cost — \$3,220,721) — 1.1%</b>		3,220,721
<b>Total Investments (Cost — \$471,279,042*) — 157.7%</b>		466,947,376

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<b>Other Assets Less Liabilities — 2.3%</b>	6,751,315
<b>Liability for Trust Certificates, Including Interest</b>	
<b>Expense and Fees Payable — (1.3)%</b>	(3,756,044)
<b>Preferred Shares, at Redemption Value — (58.7)%</b>	(173,860,783)
<b>Net Assets Applicable to Common Shares — 100.0%</b>	\$296,081,864

\* The cost and unrealized appreciation (depreciation) of investments as of April 30, 2011, as computed for federal income tax purposes, were as follows:

Aggregate cost	\$466,977,664
Gross unrealized appreciation	\$ 13,335,109
Gross unrealized depreciation	(17,115,397)
Net unrealized depreciation	\$ (3,780,288)

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

(b) US 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.

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

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

(e) Non-income producing security.

(f) Security represents a beneficial interest in a trust. The collateral deposited into the trust is federally tax-exempt revenue bonds issued by various state or local governments, or their respective agencies or authorities. The security is subject to remarketing prior to its stated maturity.

(g) Security is perpetual in nature and has no stated maturity date.

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

(i) Securities represent bonds transferred to a TOB in exchange for which the Trust 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 TOBs.

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

<b>Affiliate</b>	<b>Shares Held at</b>	<b>Net</b>	<b>Shares Held at</b>	<b>Income</b>
	<b>April 30,</b>		<b>April 30,</b>	
	<b>2010</b>	<b>Activity</b>	<b>2011</b>	
FFI Institutional				
Tax-Exempt Fund	1,901,695	1,319,026	3,220,721	\$11,232

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

See Notes to Financial Statements.





## BlackRock Municipal 2020 Term Trust (BKK) Schedule of Investments (concluded)

•Fair Value Measurements — Various inputs are used in determining the fair value of investments. These inputs are summarized in three broad levels for financial statement purposes as follows:

- Level 1 — price quotations in active markets/exchanges for identical assets and liabilities
- Level 2 — other observable inputs (including, but not limited to: quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets or liabilities (such as interest rates, yield curves, volatilities, prepayment speeds, loss severities, credit risks and default rates) or other market-corroborated inputs)
- Level 3 — unobservable inputs based on the best information available in the circumstances, to the extent observable inputs are not available (including the Trust's own assumptions used in determining the fair value of investments)

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

The following table summarizes the inputs used as of April 30, 2011 in determining the fair valuation of the Trust's investments:

Valuation Inputs	Level 1	Level 2	Level 3	Total
<b>Assets:</b>				
Investments in Securities:				
Long-Term				
Investments <sup>1</sup>	—	\$463,726,655	—	\$463,726,655
Short-Term				
Securities	\$ 3,220,721	—	—	3,220,721
<b>Total</b>	<b>\$ 3,220,721</b>	<b>\$463,726,655</b>	<b>—</b>	<b>\$466,947,376</b>

<sup>1</sup> See above Schedule of Investments for values in each state or political subdivision.

See Notes to Financial Statements.

**BlackRock Municipal Income Trust (BFK)****Schedule of Investments** April 30, 2011

(Percentages shown are based on Net Assets)

	Par (000)	Value
<b>Municipal Bonds</b>		
<b>Alabama — 0.7%</b>		
Alabama State Docks Department, Refunding RB, 6.00%, 10/01/40	\$ 4,080	\$ 4,062,987
<b>Arizona — 3.8%</b>		
Salt River Project Agricultural Improvement & Power District, RB, Series A, 5.00%, 1/01/38	3,860	3,892,424
Salt Verde Financial Corp., RB, Senior: 5.00%, 12/01/32	10,030	8,639,742
5.00%, 12/01/37	9,460	7,840,353
		20,372,519
<b>Arkansas — 0.6%</b>		
County of Little River Arkansas, Refunding RB, Georgia- Pacific Corp. Project, AMT, 5.60%, 10/01/26	3,255	2,991,475
<b>California — 27.2%</b>		
Bay Area Toll Authority, Refunding RB, San Francisco Bay Area, Series F-1, 5.63%, 4/01/44	4,445	4,589,463
California County Tobacco Securitization Agency, RB, CAB, Stanislaus, Sub-Series C, 6.30%, 6/01/55 (a)	17,855	130,163
California Health Facilities Financing Authority, Refunding RB, Sutter Health, Series B, 6.00%, 8/15/42	6,230	6,317,905
California HFA, RB, Home Mortgage, Series G, AMT, 5.50%, 8/01/42	5,925	5,877,541
California State Public Works Board, RB, Various Capital Projects, Sub-Series I-1, 6.38%, 11/01/34	2,315	2,391,603
California Statewide Communities Development Authority, RB, Health Facility, Memorial Health Services, Series A, 5.50%, 10/01/33	5,000	4,911,300
City of Lincoln California, Special Tax Bonds, Community Facilities District No. 2003-1, 6.00%, 9/01/13 (b)	3,115	3,533,407
Foothill Eastern Transportation Corridor Agency California, Refunding RB, CAB (a): 6.08%, 1/15/32	54,635	8,841,036
6.09%, 1/15/38	75,000	6,979,500
Golden State Tobacco Securitization Corp. California, RB,		

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Series 2003-A-1, 6.63%, 6/01/13 (b)	5,000	5,600,200
Los Angeles Department of Airports, RB, Series A, 5.25%, 5/15/39	1,560	1,553,152
Los Angeles Department of Airports, Refunding RB, Senior, Los Angeles International Airport, Series A, 5.00%, 5/15/40	11,690	11,206,268
Los Angeles Regional Airports Improvement Corp. California, Refunding RB, Facilities, LAXFUEL Corp., LA International, AMT (AMBAC), 5.50%, 1/01/32	13,320	11,705,749
Los Angeles Unified School District California, GO, Series D: 5.25%, 7/01/24	5,000	5,325,850
5.25%, 7/01/25	3,490	3,670,782
5.00%, 7/01/26	1,305	1,339,243
Murrieta Community Facilities District Special Tax California, Special Tax Bonds, District No. 2, The Oaks Improvement Area A, 6.00%, 9/01/34	5,000	4,460,000
San Francisco City & County Public Utilities Commission, RB, Series B, 5.00%, 11/01/39	18,550	18,327,771
State of California, GO, Various Purpose: 6.00%, 3/01/33	4,970	5,310,197
6.50%, 4/01/33	20,410	22,419,364
University of California, RB, Limited Project, Series B, 4.75%, 5/15/38	9,840	8,974,670
West Valley-Mission Community College District, GO, Election of 2004, Series A (AGM), 4.75%, 8/01/30	4,015	3,834,164
		147,299,328

<b>Municipal Bonds</b>	<b>Par (000)</b>	<b>Value</b>
<b>Colorado — 2.3%</b>		
City of Colorado Springs Colorado, RB, Subordinate Lien, Improvement, Series C (AGM), 5.00%, 11/15/45	\$ 2,115	\$ 2,104,594
Colorado Health Facilities Authority, Refunding RB: Catholic Health, Series A, 5.50%, 7/01/34	4,205	4,210,130
Sisters of Leavenworth, Series A, 5.00%, 1/01/40	4,310	3,936,926
Park Creek Metropolitan District Colorado, Refunding RB, Senior, Limited Tax, Property Tax, 5.50%, 12/01/37	2,530	2,183,188
		12,434,838
<b>Connecticut — 0.5%</b>		

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Connecticut State Health & Educational Facility Authority, RB, Ascension Health Senior Credit, 5.00%, 11/15/40	2,710	2,593,145
<b>Delaware — 1.7%</b>		
County of Sussex Delaware, RB, NRG Energy, Inc., Indian River Project, 6.00%, 10/01/40	2,225	2,170,866
Delaware State EDA, RB, Exempt Facilities, Indian River Power, 5.38%, 10/01/45	7,950	6,826,744
		8,997,610
<b>District of Columbia — 4.7%</b>		
District of Columbia, Refunding RB, Friendship Public Charter School Inc. (ACA), 5.25%, 6/01/33	2,390	1,818,025
District of Columbia Tobacco Settlement Financing Corp., Refunding RB, Asset-Backed, 6.75%, 5/15/40	23,035	21,077,486
Metropolitan Washington Airports Authority, RB, First Senior Lien, Series A: 5.00%, 10/01/39	990	943,797
5.25%, 10/01/44	1,545	1,481,608
		25,320,916
<b>Florida — 5.8%</b>		
County of Miami-Dade Florida, RB, Water & Sewer System, 5.00%, 10/01/34	6,625	6,490,380
County of Miami-Dade Florida, Refunding RB, Miami International Airport, Series A-1, 5.38%, 10/01/41	2,280	2,161,440
County of Orange Florida, Refunding RB (Syncora), 4.75%, 10/01/32	2,385	2,182,418
Miami Beach Health Facilities Authority, RB, Mount Sinai Medical Center of Florida, 6.75%, 11/15/21	7,045	7,184,209
Mid-Bay Bridge Authority, RB, Series A, 7.25%, 10/01/40	4,450	4,431,399
Stevens Plantation Community Development District, Special Assessment Bonds, Series A, 7.10%, 5/01/35	3,650	2,813,311
Village Community Development District No. 6, Special Assessment Bonds, 5.63%, 5/01/22	6,215	5,909,160
		31,172,317
<b>Georgia — 2.5%</b>		
De Kalb Private Hospital Authority, Refunding RB, Children's Healthcare, 5.25%, 11/15/39	1,650	1,595,501
Metropolitan Atlanta Rapid Transit Authority, RB, Third Series, 5.00%, 7/01/39	5,000	4,999,650
Private Colleges & Universities Authority, Refunding RB, Emory University, Series C, 5.00%, 9/01/38	2,990	3,013,561
Richmond County Development Authority, Refunding RB,		

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International Paper Co. Project, Series A, AMT,

6.00%, 2/01/25

4,000

3,995,480

13,604,192

### **Guam — 0.8%**

Territory of Guam, GO, Series A:

6.00%, 11/15/19

1,245

1,245,784

6.75%, 11/15/29

1,775

1,769,906

7.00%, 11/15/39

1,255

1,282,409

4,298,099

See Notes to Financial Statements.

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## BlackRock Municipal Income Trust (BFK) Schedule of Investments (continued)

(Percentages shown are based on Net Assets)

	Par (000)	Value
<b>Municipal Bonds</b>		
<b>Hawaii — 0.5%</b>		
State of Hawaii, Refunding RB, Series A, 5.25%, 7/01/30 \$	2,660	\$ 2,682,929
<b>Illinois — 9.7%</b>		
City of Chicago Illinois, Refunding RB, General, Third Lien, Series C, 6.50%, 1/01/41 (c)	11,385	12,132,311
Illinois Finance Authority, RB:		
Advocate Health Care, Series C, 5.38%, 4/01/44	10,630	9,983,909
MJH Education Assistance IV LLC, Sub-Series B, 5.38%, 6/01/35 (d)(e)	1,675	449,637
Navistar International, Recovery Zone, 6.50%, 10/15/40	3,010	3,023,184
Illinois Finance Authority, Refunding RB:		
Central DuPage Health, Series B, 5.50%, 11/01/39	3,160	3,003,264
Elmhurst Memorial Healthcare, 5.63%, 1/01/28	3,000	2,789,640
Friendship Village Schaumburg, Series A, 5.63%, 2/15/37	845	644,270
Series 05-A, 5.25%, 7/01/41	760	769,181
Metropolitan Pier & Exposition Authority, Refunding RB (AGM), McCormick Place Expansion Project:		
Series B, 5.00%, 6/15/50	6,155	5,370,792
Series B-2, 5.00%, 6/15/50	4,885	4,163,925
Railsplitter Tobacco Settlement Authority, RB:		
5.50%, 6/01/23	2,625	2,532,810
6.00%, 6/01/28	2,245	2,159,106
State of Illinois, RB, Build Illinois, Series B, 5.25%, 6/15/34	1,240	1,199,626
Village of Bolingbrook Illinois, GO, Refunding, Series B (NPFGC) (a):		
6.01%, 1/01/33	6,820	1,509,812
6.01%, 1/01/34	14,085	2,895,876
		52,627,343
<b>Indiana — 3.3%</b>		
City of Vincennes Indiana, Refunding RB, Southwest Indiana Regional Youth Village, 6.25%, 1/01/24	2,030	1,727,002

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Indiana Finance Authority, RB, Sisters of St. Francis Health, 5.25%, 11/01/39	1,655	1,526,655
Indiana Health Facility Financing Authority, Refunding RB, Methodist Hospital Inc., 5.50%, 9/15/31	9,000	7,302,960
Indiana Municipal Power Agency, RB, Series B, 6.00%, 1/01/39	2,150	2,204,180
Petersburg Indiana, RB, Indiana Power & Light, AMT, 5.90%, 12/01/24	5,000	5,091,550
		17,852,347

### **Kansas — 0.6%**

Kansas Development Finance Authority, Refunding RB, Sisters of Leavenworth, Series A, 5.00%, 1/01/40	3,275	3,130,736
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### **Kentucky — 0.3%**

Kentucky Economic Development Finance Authority, Refunding RB, Owensboro Medical Health System, Series A, 6.38%, 6/01/40	1,990	1,888,072
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### **Louisiana — 1.2%**

Louisiana Local Government Environmental Facilities & Community Development Authority, RB, Westlake Chemical Corp., Series A-1, 6.50%, 11/01/35	6,535	6,560,225
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### **Maryland — 1.8%**

Maryland Community Development Administration, Refunding RB, Residential, Series A, AMT, 4.65%, 9/01/32	2,465	2,238,097
Maryland EDC, RB, Transportation Facilities Project, Series A, 5.75%, 6/01/35	855	782,068
Maryland EDC, Refunding RB, CNX Marine Terminals, Inc., 5.75%, 9/01/25	1,760	1,684,021
Maryland Health & Higher Educational Facilities Authority, Refunding RB, Charlestown Community, 6.25%, 1/01/41	4,295	4,176,071

	<b>Par (000)</b>	<b>Value</b>
<b>Municipal Bonds</b>		
<b>Maryland (concluded)</b>		
Montgomery County Housing Opportunities Commission, RB, Series D, AMT, 5.50%, 1/01/38	\$ 920	\$ 961,437
		9,841,694

### **Massachusetts — 0.6%**

Massachusetts Health & Educational Facilities Authority,



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Refunding RB, Partners Healthcare, Series J1, 5.00%, 7/01/39	3,535	3,307,028
<b>Michigan — 1.1%</b>		
Kalamazoo Hospital Finance Authority, Refunding RB, Bronson Methodist Hospital, 5.50%, 5/15/36	2,700	2,569,698
Michigan State Hospital Finance Authority, Refunding RB, Henry Ford Health System, Series A, 5.25%, 11/15/46	4,230	3,529,343 6,099,041
<b>Mississippi — 2.6%</b>		
City of Gulfport Mississippi, RB, Memorial Hospital at Gulfport Project, Series A, 5.75%, 7/01/31	14,425	14,187,132
<b>Missouri — 0.3%</b>		
Missouri State Health & Educational Facilities Authority, RB, Senior Living Facilities, Lutheran Senior Home, 5.50%, 2/01/42	2,035	1,758,281
<b>Multi-State — 4.4%</b>		
Centerline Equity Issuer Trust, 6.80%, 10/31/52 (f)(g) MuniMae TE Bond Subsidiary LLC, 7.50%, 6/30/49 (f)(g)(h)	16,000 7,171	17,231,680 6,669,357 23,901,037
<b>Nebraska — 0.7%</b>		
Douglas County Hospital Authority No. 2, RB, Health Facilities, Immanuel Obligation Group, 5.63%, 1/01/40	3,280	3,138,238
Lancaster County Hospital Authority No. 1, RB, Immanuel Obligation Group, 5.63%, 1/01/40	600	586,176 3,724,414
<b>Nevada — 0.8%</b>		
County of Clark Nevada, Refunding RB, Alexander Dawson School Nevada Project, 5.00%, 5/15/29	4,550	4,326,595
<b>New Hampshire — 0.7%</b>		
New Hampshire Health & Education Facilities Authority, RB, Exeter Project, 5.75%, 10/01/31	3,500	3,539,165
<b>New Jersey — 7.9%</b>		
Middlesex County Improvement Authority, RB, Subordinate, Heldrich Center Hotel, Series B, 6.25%, 1/01/37 (d)(e) New Jersey EDA, RB: Cigarette Tax, 5.75%, 6/15/29	3,680 15,500	368,000 14,087,175
Continental Airlines Inc. Project, AMT, 6.25%, 9/15/29 Continental Airlines Inc. Project, AMT, 7.00%, 11/15/30 (h)	3,000 15,410	2,734,470 15,017,815
New Jersey EDA, Special Assessment Bonds, Refunding,		

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Kapkowski Road Landfill Project, 6.50%, 4/01/28	8,000	7,979,920
Tobacco Settlement Financing Corp. New Jersey, Refunding RB, Series 1A, 4.50%, 6/01/23	3,195	2,691,596
		42,878,976
 <b>New York — 6.9%</b>		
Albany Industrial Development Agency, RB, New Covenant		
Charter School Project, Series A, 7.00%, 5/01/35 (d)(e)	1,820	455,055
Metropolitan Transportation Authority, Refunding RB, Transportation, Series D, 5.25%, 11/15/40	2,375	2,326,051
New York City Industrial Development Agency, RB, American Airlines Inc., JFK International Airport, AMT (h): 8.00%, 8/01/28	5,000	5,126,400
7.75%, 8/01/31	22,140	22,361,621
New York Liberty Development Corp., Refunding RB, Second Priority, Bank of America Tower at One Bryant Park Project, 6.38%, 7/15/49	2,400	2,402,256

See Notes to Financial Statements.

## BlackRock Municipal Income Trust (BFK) Schedule of Investments (continued)

(Percentages shown are based on Net Assets)

	Par (000)	Value
<b>Municipal Bonds</b>		
<b>New York (concluded)</b>		
Port Authority of New York & New Jersey, RB, JFK International Air Terminal:		
6.00%, 12/01/36	\$ 2,525	\$ 2,436,928
6.00%, 12/01/42	2,460	2,350,776
		37,459,087
<b>North Carolina — 4.7%</b>		
Gaston County Industrial Facilities & Pollution Control Financing Authority North Carolina, RB, Exempt Facilities, National Gypsum Co. Project, AMT, 5.75%, 8/01/35		
	12,130	9,159,120
North Carolina Capital Facilities Finance Agency, RB, Duke University Project, Series B, 5.00%, 10/01/38		
	10,000	10,182,900
North Carolina Capital Facilities Finance Agency, Refunding RB, Duke University Project, Series B, 4.25%, 7/01/42		
	3,610	3,216,763
North Carolina Medical Care Commission, RB, Duke University Health System, Series A, 5.00%, 6/01/42		
	2,750	2,616,790
		25,175,573
<b>Ohio — 2.5%</b>		
County of Allen Ohio, Refunding RB, Catholic Healthcare, Series A, 5.25%, 6/01/38		
	6,125	5,483,345
County of Montgomery Ohio, Refunding RB, Catholic Healthcare, Series A, 5.00%, 5/01/39		
	5,450	5,055,638
Pinnacle Community Infrastructure Financing Authority, RB, Facilities, Series A, 6.25%, 12/01/36		
	3,760	2,835,867
		13,374,850
<b>Oklahoma — 1.4%</b>		
Tulsa Airports Improvement Trust, RB, Series A, Mandatory Put Bonds, AMT, 7.75%, 6/01/35 (h)		
	7,175	7,373,317
<b>Pennsylvania — 2.7%</b>		
Allegheny County Hospital Development Authority, Refunding RB, Health System, West Penn, Series A, 5.38%, 11/15/40		
	3,000	2,229,630
Pennsylvania Economic Development Financing		

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Authority, RB:

Amtrak Project, Series A, AMT, 6.38%, 11/01/41	6,500	6,505,265
Aqua Pennsylvania Inc. Project, 5.00%, 11/15/40	3,725	3,662,793
Pennsylvania Turnpike Commission, RB, Sub-Series D, 5.13%, 12/01/40	2,100	1,970,913
		14,368,601

### **Puerto Rico — 4.7%**

Commonwealth of Puerto Rico, GO, Refunding, Public Improvement, Series C, 6.00%, 7/01/39	4,350	4,256,997
Puerto Rico Sales Tax Financing Corp., RB:		
CAB, Series A, 6.66%, 8/01/33 (a)	12,670	2,916,507
CAB, Series A, 6.67%, 8/01/36 (a)	40,000	7,141,200
First Sub-Series A, 6.50%, 8/01/44	10,900	11,371,970
		25,686,674

### **South Carolina — 2.1%**

South Carolina Jobs-EDA, Refunding RB, Palmetto Health Alliance, Series A, 6.25%, 8/01/31	5,075	4,999,941
South Carolina State Ports Authority, RB, 5.25%, 7/01/40	6,455	6,369,084
		11,369,025

### **Tennessee — 0.6%**

Knox County Health Educational & Housing Facilities Board Tennessee, Refunding RB, CAB, Series A (AGM), 5.70%, 1/01/20 (a)	5,055	3,187,026
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### **Texas — 14.6%**

Brazos River Authority, RB, TXU Electric, Series A, AMT, 8.25%, 10/01/30	4,370	1,881,023
Brazos River Authority, Refunding RB, TXU Electric Co. Project, Series C, Mandatory Put Bonds, AMT, 5.75%, 5/01/36 (h)	3,625	3,550,180

	<b>Par (000)</b>	<b>Value</b>
<b>Municipal Bonds</b>		
<b>Texas (concluded)</b>		
City of Dallas Texas, Refunding RB, 5.00%, 10/01/35	\$ 2,970	\$ 3,078,286
City of Houston Texas, RB, Senior Lien, Series A, 5.50%, 7/01/39	3,000	3,038,730
City of Houston Texas, Refunding RB, Combined, First Lien, Series A (AGC), 6.00%, 11/15/35	16,425	17,990,795
Harris County-Houston Sports Authority, Refunding RB (NPFGC) (a):		

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CAB, Junior Lien, Series H, 6.12%, 11/15/35	5,000	576,200
CAB, Senior Lien, Series A, 5.95%, 11/15/38	12,580	1,173,462
Third Lien, Series A-3, 5.97%, 11/15/37	26,120	2,524,237
Lower Colorado River Authority, Refunding RB:		
(NPFGC), 5.00%, 5/15/13 (b)	70	76,011
(NPFGC), 5.00%, 5/15/13 (b)	50	54,347
(NPFGC), 5.00%, 5/15/31	1,150	1,151,736
LCRA Transmission Services Project (AMBAC),		
4.75%, 5/15/34	140	130,703
Series A (NPFGC), 5.00%, 5/15/13 (b)	5	5,435
North Texas Tollway Authority, RB, Toll, Second Tier, Series F,		
6.13%, 1/01/31	12,180	12,443,575
San Antonio Energy Acquisition Public Facility Corp., RB,		
Gas Supply, 5.50%, 8/01/25	6,540	6,446,740
Tarrant County Cultural Education Facilities Finance Corp.,		
RB, Scott & White Healthcare, 6.00%, 8/15/45	7,930	8,076,071
Texas Private Activity Bond Surface Transportation Corp.,		
RB, Senior Lien:		
LBJ Infrastructure Group LLC, LBJ Freeway Managed		
Lanes Project, 7.00%, 6/30/40	7,975	8,125,568
NTE Mobility Partners LLC, North Tarrant Express		
Managed Lanes Project, 6.88%, 12/31/39	7,590	7,786,581
Texas State Affordable Housing Corp., RB, American		
Opportunity Housing Portfolio, Junior Series B,		
8.00%, 3/01/32 (d)(e)	4,435	205,828
Texas State Turnpike Authority, RB, First Tier, Series A		
(AMBAC), 5.00%, 8/15/42	640	547,181
		78,862,689
<b>Utah — 1.2%</b>		
City of Riverton Utah, RB, IHC Health Services Inc.,		
5.00%, 8/15/41	7,150	6,625,047
<b>Virginia — 1.7%</b>		
City of Norfolk Virginia, Refunding RB, Series B (AMBAC),		
5.50%, 2/01/31	2,240	2,113,642
Virginia Commonwealth Transportation Board, RB, CAB,		
Contract, Route 28 (NPFGC), 5.29%, 4/01/32 (a)	8,105	2,608,918
Virginia HDA, RB, Sub-Series H-1 (NPFGC),		
5.35%, 7/01/31	4,520	4,521,582
		9,244,142
<b>Washington — 0.7%</b>		
Washington Health Care Facilities Authority, RB, Swedish		

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Health Services, Series A, 6.75%, 11/15/41	3,900	4,043,676
<b>Wisconsin — 2.5%</b>		
Wisconsin Health & Educational Facilities Authority, RB:		
Ascension Health Senior Credit Group, 5.00%, 11/15/30	3,210	3,093,573
Ascension Health Senior Credit Group, 5.00%, 11/15/33	1,640	1,542,814
Aurora Health Care, 6.40%, 4/15/33	7,500	7,572,375
Wisconsin Health & Educational Facilities Authority, Refunding RB, Froedtert & Community Health Inc., 5.38%, 10/01/30		
	1,205	1,205,349
		13,414,111
<b>Total Municipal Bonds — 133.4%</b>		<b>721,636,259</b>

See Notes to Financial Statements.

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## BlackRock Municipal Income Trust (BFK) Schedule of Investments (continued)

Municipal Bonds Transferred to Tender Option Bond Trusts (i)	Par (000)	Value
<b>Alabama — 0.8%</b>		
Alabama Special Care Facilities Financing Authority- Birmingham, Refunding RB, Ascension Health Senior Credit, Series C-2, 5.00%, 11/15/36	\$ 4,548	\$ 4,382,858
<b>California — 3.3%</b>		
California Educational Facilities Authority, RB, University of Southern California, Series B, 5.25%, 10/01/39	5,115	5,247,478
Los Angeles Community College District California, GO, Election of 2001, Series A (AGM), 5.00%, 8/01/32	4,500	4,464,720
San Diego Community College District California, GO, Election of 2002, 5.25%, 8/01/33	3,260	3,314,715
University of California, RB, Series C (NPFGC), 4.75%, 5/15/37	5,000	4,574,350
		17,601,263
<b>Colorado — 2.2%</b>		
Colorado Health Facilities Authority, RB Catholic Health, (AGM):		
Series C-3, 5.10%, 10/01/41	7,600	7,121,124
Series C-7, 5.00%, 9/01/36	4,860	4,573,795
		11,694,919
<b>Connecticut — 3.5%</b>		
Connecticut State Health & Educational Facility Authority, RB, Yale University:		
Series T-1, 4.70%, 7/01/29	9,400	9,640,358
Series X-3, 4.85%, 7/01/37	9,360	9,410,918
		19,051,276
<b>Illinois — 1.5%</b>		
Chicago Housing Authority, Refunding RB (AGM), 5.00%, 7/01/24	8,232	8,394,685
<b>Massachusetts — 1.3%</b>		
Massachusetts Water Resources Authority, Refunding RB, General, Series A, 5.00%, 8/01/41	6,770	6,819,218
<b>New Hampshire — 0.8%</b>		
New Hampshire Health & Education Facilities Authority, Refunding RB, Dartmouth College, 5.25%, 6/01/39	3,988	4,131,366

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**New York — 4.7%**

New York City Municipal Water Finance Authority, RB, Series FF-2, 5.50%, 6/15/40	3,074	3,204,804
New York State Dormitory Authority, ERB, Series F, 5.00%, 3/15/35	16,709	16,730,982
New York State Environmental Facilities Corp., RB, Revolving Funds, New York City Municipal Water Project, Series B, 5.00%, 6/15/31	5,370	5,409,523
		25,345,309

**Virginia — 2.0%**

University of Virginia, Refunding RB, General, 5.00%, 6/01/40	10,750	11,000,690
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**Washington — 3.7%**

Central Puget Sound Regional Transit Authority, RB, Series A (AGM), 5.00%, 11/01/32	5,459	5,558,983
State of Washington, GO, Various Purpose, Series E, 5.00%, 2/01/34	14,487	14,699,960
		20,258,943

**Total Municipal Bonds Transferred to**

**Tender Option Bond Trusts — 23.8%** 128,680,527

**Total Long-Term Investments**

**(Cost — \$903,731,749) — 157.2%** 850,316,786

**Short-Term Securities**

	Shares	Value
FPI Institutional Tax-Exempt Fund, 0.23% (j)(k)	30,616,864	\$ 30,616,864
	<b>Par</b>	
	<b>(000)</b>	

Michigan Finance Authority, RB, SAN, Detroit Schools, Series A-1, 6.45%, 2/20/12	\$ 6,375	6,414,970
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**Total Short-Term Securities**

**(Cost — \$36,991,864) — 6.8%** 37,031,834

**Total Investments (Cost — \$940,723,613\*) — 164.0%** 887,348,620

**Liabilities in Excess of Other Assets — 0.0%** (121,316)

**Liability for Trust Certificates, Including Interest**

**Expense and Fees Payable — (13.9)%** (75,240,368)

**Preferred Shares, at Redemption Value — (50.1)%** (270,889,850)

**Net Assets Applicable to Common Shares — 100.0%** \$ 541,097,086

\* The cost and unrealized appreciation (depreciation) of investments as of April 30, 2011, as computed for federal income tax purposes, were as follows:



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Aggregate cost	\$ 864,271,327
Gross unrealized appreciation	\$ 13,738,570
Gross unrealized depreciation	(65,843,424)
Net unrealized depreciation	\$ (52,104,854)

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

(b) US 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.

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

Counterparty	Value	Unrealized Appreciation
CitiGroup Global Markets, Inc.	\$12,132,311	\$ 122,503

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

(e) Non-income producing security.

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

(g) Security represents a beneficial interest in a trust. The collateral deposited into the trust is federally tax-exempt revenue bonds issued by various state or local governments, or their respective agencies or authorities. The security is subject to remarketing prior to its stated maturity.

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

(i) Securities represent bonds transferred to a TOB in exchange for which the Trust 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 TOBs.

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

Affiliate	Shares Held at April 30, 2010	Net Activity	Shares Held at April 30, 2011	Income
FFI Institutional				
Tax-Exempt Fund	22,810,780	7,806,084	30,616,864	\$19,328

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

•Financial futures contracts sold as of April 30, 2011 were as follows:

Contracts	Issue	Exchange	Expiration	Notional Value	Unrealized Depreciation
405	10-Year U.S.	Chicago Board	June		
	Treasury Note	of Trade	2011	\$47,998,059	\$(1,063,895)

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See Notes to Financial Statements.

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## BlackRock Municipal Income Trust (BFK) Schedule of Investments (concluded)

•Fair Value Measurements — Various inputs are used in determining the fair value of investments and derivative financial instruments. These inputs are summarized in three broad levels for financial reporting purposes as follows:

- Level 1 — price quotations in active markets/exchanges for identical assets and liabilities
- Level 2 — other observable inputs (including, but not limited to: quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets or liabilities (such as interest rates, yield curves, volatilities, prepayment speeds, loss severities, credit risks and default rates) or other market-corroborated inputs)
- Level 3 — unobservable inputs based on the best information available in the circumstances, to the extent observable inputs are not available (including the Trust's own assumptions used in determining the fair value of investments and derivative financial instruments)

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

The following tables summarize the inputs used as of April 30, 2011 in determining the fair valuation of the Trust's investments and derivative financial instruments:

Valuation Inputs	Level 1	Level 2	Level 3	Total	
<b>Assets:</b>					
Investments in Securities:					
Long-Term					
Investments <sup>1</sup>	—		\$850,316,786	—	\$850,316,786
Short-Term					
Securities		\$ 30,616,864	6,414,970	—	37,031,834
<b>Total</b>		\$ 30,616,864	\$856,731,756	—	\$887,348,620

<sup>1</sup> See above Schedule of Investments for values in each state or political subdivision.

### Derivative Financial Instruments<sup>2</sup>

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Valuation Inputs	Level 1	Level 2	Level 3	Total
<b>Liabilities:</b>				
Interest				
rate				

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contracts	\$(1,063,895)	—	—\$(1,063,895)
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<sup>2</sup> Derivative financial instruments are financial futures contracts, which are valued at the unrealized appreciation/depreciation on the instrument.

See Notes to Financial Statements.

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**BlackRock Pennsylvania Strategic Municipal Trust (BPS)****Schedule of Investments** April 30, 2011

(Percentages shown are based on Net Assets)

	Par (000)	Value
<b>Municipal Bonds</b>		
<b>Pennsylvania — 110.5%</b>		
<b>Corporate — 5.1%</b>		
Beaver County IDA, Refunding RB, FirstEnergy, Mandatory Put Bonds, 3.38%, 1/01/35 (a)	\$ 200	\$ 194,782
Montgomery County IDA Pennsylvania, RB, Aqua Pennsylvania Inc. Project, Series A, AMT, 5.25%, 7/01/42	300	278,343
Pennsylvania Economic Development Financing Authority, RB, Aqua Pennsylvania Inc. Project, Series A, AMT, 6.75%, 10/01/18	600	701,676
Pennsylvania Economic Development Financing Authority, Refunding RB, Aqua Pennsylvania Inc. Project, Series A, AMT, 5.00%, 12/01/34	180	172,301
		1,347,102
<b>County/City/Special District/School District — 13.4%</b>		
County of York Pennsylvania, GO, 5.00%, 3/01/36	100	100,736
Delaware Valley Regional Financial Authority, RB, Series A (AMBAC), 5.50%, 8/01/28	1,500	1,513,200
Marple Newtown School District, GO (AGM), 5.00%, 6/01/31	600	613,590
Owen J Roberts School District, GO, 4.75%, 11/15/25	700	720,713
Philadelphia School District, GO, Series E, 6.00%, 9/01/38	100	103,343
Scranton School District Pennsylvania, GO, Series A (AGM), 5.00%, 7/15/38	500	501,660
		3,553,242
<b>Education — 14.2%</b>		
Adams County IDA, Refunding RB, Gettysburg College: 5.00%, 8/15/24	100	104,267
5.00%, 8/15/25	100	103,296
4.50%, 8/15/27	140	135,281
Cumberland County Municipal Authority, RB, AICUP Financing Program, Dickinson College Project, 5.00%, 11/01/39	200	194,870
Delaware County Authority Pennsylvania, RB, Villanova		

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University, 5.25%, 12/01/31	100	103,488
Delaware County Authority, RB, Haverford College: 5.00%, 11/15/35	415	418,598
5.00%, 11/15/40	300	300,642
Lancaster Higher Education Authority, RB, Franklin & Marshall College Project, 5.00%, 4/15/37	500	487,915
Pennsylvania Higher Educational Facilities Authority, RB: Drexel University, Series A (NPFGC), 5.00%, 5/01/37	250	232,815
Thomas Jefferson University, 5.00%, 3/01/40	1,000	950,190
Pennsylvania Higher Educational Facilities Authority, Refunding RB, State System of Higher Education, Series AL, 5.00%, 6/15/35	100	100,139
Swarthmore Borough Authority, Refunding RB, Series A, 4.30%, 9/15/28	285	286,211
University of Pittsburgh Pennsylvania, RB, Capital Project, Series B, 5.00%, 9/15/28	350	369,800
		3,787,512

### Health — 46.2%

Allegheny County Hospital Development Authority, Refunding RB, Health System, West Penn, Series A: 5.00%, 11/15/28	250	189,357
5.38%, 11/15/40	470	349,309
Berks County Municipal Authority, Refunding RB, Reading Hospital & Medical Center Project, Series A-3, 5.50%, 11/01/31	500	504,730
Bucks County IDA, Refunding RB, Pennswood Village Project, Series A, 6.00%, 10/01/12 (b)	1,150	1,246,968
Centre County Hospital Authority, RB, Mount Nittany Medical Center Project (c): 6.25%, 11/15/41	120	117,593
7.00%, 11/15/46	390	407,363
Cumberland County Municipal Authority, RB, Diakon Lutheran, 6.38%, 1/01/39	500	486,340

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

### Pennsylvania (continued)

### Health (concluded)

Dauphin County General Authority, Refunding RB, Pinnacle Health System Project, Series A, 6.00%, 6/01/29	\$ 500	\$ 495,075
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Franklin County IDA Pennsylvania, RB, Chambersburg Hospital Project, 5.38%, 7/01/42	415	379,667
Lehigh County General Purpose Authority, Refunding RB, Hospital, Saint Luke's Bethlehem, 5.38%, 8/15/13 (b)	2,000	2,211,940
Lycoming County Authority, Refunding RB, Susquehanna Health System Project, Series A, 5.75%, 7/01/39	210	188,750
Monroe County Hospital Authority Pennsylvania, Refunding RB, Hospital, Pocono Medical Center, 5.13%, 1/01/37	345	304,866
Montgomery County Higher Education & Health Authority, Refunding RB, Abington Memorial Hospital, Series A, 5.13%, 6/01/33	370	346,527
Montgomery County IDA Pennsylvania, RB: Acts Retirement Life Community, 5.25%, 11/15/28	1,250	1,135,225
Acts Retirement Life Community, Series A, 4.50%, 11/15/36	375	280,620
New Regional Medical Center Project (FHA), 5.38%, 8/01/38	535	536,696
Pennsylvania Higher Educational Facilities Authority, RB: University of Pennsylvania Health System, 5.75%, 8/15/41	600	602,256
University of Pittsburgh Medical Center, Series E, 5.00%, 5/15/31	1,000	937,400
South Fork Municipal Authority, Refunding RB, Conemaugh Valley Memorial, Series B (AGC), 5.38%, 7/01/35	245	234,911
Southcentral General Authority, Refunding RB, Wellspan Health Obligor Group, Series A, 6.00%, 6/01/29	1,250	1,320,000
		12,275,593
<b>Housing — 9.5%</b>		
Pennsylvania HFA, RB, AMT: Series 94-A, 5.10%, 10/01/31	150	143,929
Series 95-A, 4.90%, 10/01/37	975	910,660
Pennsylvania HFA, Refunding RB, AMT: S/F Mortgage, Series 92-A, 4.75%, 4/01/31	110	101,209
Series 97A, 4.65%, 10/01/31	1,300	1,178,710
Series 99A, 5.15%, 4/01/38	200	191,570
		2,526,078
<b>State — 2.0%</b>		
Commonwealth of Pennsylvania, GO, First Series, 5.00%, 3/15/29	275	289,047
State Public School Building Authority, Refunding RB,		

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Harrisburg School District Project, Series A (AGC), 5.00%, 11/15/33	250	251,310 540,357
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### **Transportation — 17.2%**

City of Philadelphia Pennsylvania, RB, Series A, 5.00%, 6/15/40	1,000	949,980
Delaware River Port Authority, RB, Series D, 5.00%, 1/01/40	750	737,603
Pennsylvania Economic Development Financing Authority, RB, Amtrak Project, Series A, AMT: 6.25%, 11/01/31	1,000	1,002,400
6.38%, 11/01/41	1,000	1,000,810
Pennsylvania Turnpike Commission, RB, Series A (AMBAC), 5.25%, 12/01/32	870	870,800 4,561,593

### **Utilities — 2.9%**

City of Philadelphia Pennsylvania, RB: Ninth Series, 5.25%, 8/01/40	270	248,468
Series A, 5.25%, 1/01/36	100	97,827
Series C (AGM), 5.00%, 8/01/40	350	338,488

See Notes to Financial Statements.



**BlackRock Pennsylvania Strategic Municipal Trust (BPS)****Schedule of Investments (continued)**

(Percentages shown are based on Net Assets)

	Par (000)	Value
<b>Municipal Bonds</b>		
<b>Pennsylvania (concluded)</b>		
<b>Utilities (concluded)</b>		
Pennsylvania Economic Development Financing Authority, RB, Philadelphia Biosolids Facility, 6.25%, 1/01/32	\$ 100	\$ 100,587
		785,370
<b>Total Municipal Bonds in Pennsylvania</b>		29,376,847
<b>Guam — 0.5%</b>		
<b>County/City/Special District/School District — 0.5%</b>		
Territory of Guam, RB, Section 30, Series A, 5.63%, 12/01/29	150	145,701
<b>Total Municipal Bonds in Guam</b>		145,701
<b>Multi-State — 12.6%</b>		
<b>Housing — 12.6%</b>		
MuniMae TE Bond Subsidiary LLC, 7.50%, 6/30/49 (a)(d)(e)	3,586	3,334,678
<b>Total Municipal Bonds in Multi-State</b>		3,334,678
<b>Puerto Rico — 18.5%</b>		
<b>State — 16.0%</b>		
Commonwealth of Puerto Rico, GO, Refunding, Sub-Series C-7 (NPFGC), 6.00%, 7/01/27	1,385	1,414,764
Puerto Rico Public Buildings Authority, Refunding RB, Government Facilities, Series N, 5.00%, 7/01/37	300	253,314
Puerto Rico Public Finance Corp., RB, Commonwealth Appropriation, Series E, 5.50%, 2/01/12 (b)	1,495	1,553,454
Puerto Rico Sales Tax Financing Corp., RB, First Sub-Series A, 6.38%, 8/01/39	1,000	1,036,520
		4,258,052
<b>Utilities — 2.5%</b>		
Puerto Rico Aqueduct & Sewer Authority, RB, Senior Lien, Series A, 6.00%, 7/01/38	200	190,600
Puerto Rico Electric Power Authority, RB, Series WW, 5.50%, 7/01/38	500	458,530
		649,130
<b>Total Municipal Bonds in Puerto Rico</b>		4,907,182

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**U.S. Virgin Islands — 0.3%**

**State — 0.3%**

Virgin Islands Public Finance Authority, RB, Senior Lien, Capital Projects, Series A-1, 5.00%, 10/01/39	100	84,053
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**Total Municipal Bonds in the U.S. Virgin Islands** 84,053

**Total Municipal Bonds — 142.4%** 37,848,461

**Municipal Bonds Transferred to**

**Tender Option Bond Trusts (f)**

**Pennsylvania — 29.1%**

**Education — 5.7%**

Pennsylvania Higher Educational Facilities Authority, Refunding RB, Trustees of the University of Pennsylvania, Series C, 4.75%, 7/15/35	500	492,185
Pennsylvania State University, RB, 5.00%, 3/01/40	1,000	1,012,050
		1,504,235

**Health — 9.0%**

Geisinger Authority, RB, Series A: 5.13%, 6/01/34	500	487,100
5.25%, 6/01/39	1,000	986,930
Philadelphia Hospitals & Higher Education Facilities Authority, Refunding RB, Jefferson Health System, Series B, 5.00%, 5/15/40	1,000	921,080
		2,395,110

**Municipal Bonds Transferred to**

**Tender Option Bond Trusts (f)**

**Pennsylvania (concluded)**

**Housing — 3.5%**

Pennsylvania HFA, Refunding RB: Series 96-A, AMT, 4.70%, 10/01/37	\$ 500	\$ 448,565
Series 105C, 5.00%, 10/01/39	500	483,775
		932,340

**State — 7.1%**

Commonwealth of Pennsylvania, GO, First Series, 5.00%, 3/15/28	825	872,547
Pennsylvania Turnpike Commission, RB, Series C of 2003 Pennsylvania Turnpike (NPFGC), 5.00%, 12/01/32	1,000	1,008,120
		1,880,667

**Transportation — 3.8%**

City of Philadelphia Pennsylvania, RB, Series A, AMT

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(AGM), 5.00%, 6/15/37	1,150	1,015,680
<b>Total Municipal Bonds Transferred to</b>		
<b>Tender Option Bond Trusts – 29.1%</b>		7,728,032
<b>Total Long-Term Investments</b>		
<b>(Cost — \$46,403,557) — 171.5%</b>		45,576,493
<b>Short-Term Securities</b>	<b>Shares</b>	
BIF Pennsylvania Municipal Money Fund, 0.00% (g)(h)	1,311,773	1,311,773
<b>Total Short-Term Securities</b>		
<b>(Cost — \$1,311,773) — 4.9%</b>		1,311,773
<b>Total Investments (Cost — \$47,715,330*) — 176.4%</b>		46,888,266
<b>Other Assets Less Liabilities — 0.5%</b>		140,198
<b>Liability for Trust Certificates, Including Interest</b>		
<b>Expense and Fees Payable — (15.5)%</b>		(4,128,618)
<b>Preferred Shares, at Redemption Value — (61.4)%</b>		(16,325,735)
<b>Net Assets Applicable to Common Shares — 100.0%</b>		\$ 26,574,111

\* The cost and unrealized appreciation (depreciation) of investments as of April 30, 2011, as computed for federal income tax purposes, were as follows:

Aggregate cost	\$ 43,525,138
Gross unrealized appreciation	\$ 752,698
Gross unrealized depreciation	(1,514,325)
Net unrealized depreciation	\$ (761,627)

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

(b) US 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.

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

<b>Counterparty</b>	<b>Value</b>	<b>Unrealized Appreciation (Depreciation)</b>
Merrill Lynch & Co., Inc.	\$ 524,956	\$ 3,923

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

(e) Security represents a beneficial interest in a trust. The collateral deposited into the trust is federally tax-exempt revenue bonds issued by various state or local governments, or their respective agencies or authorities. The security is subject to remarketing prior to its stated maturity.

(f) Securities represent bonds transferred to a TOB in exchange for which the Trust 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 TOBs.

See Notes to Financial Statements.



## Schedule of Investments (concluded)

### BlackRock Pennsylvania Strategic Municipal Trust (BPS)

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

Affiliate	Shares Held at	Net	Shares Held at	Income
	April 30, 2010		April 30, 2011	
BIF Pennsylvania Municipal Money Fund	455,164	856,609	1,311,773	—

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

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

•Financial futures contracts sold as of April 30, 2011 were as follows:

Contracts	Issue	Exchange	Expiration		Notional Value	Unrealized Depreciation
10	10-Year U.S. Treasury Note	Chicago Board of Trade	June 2011		\$ 1,185,137	\$ (26,269)

•Fair Value Measurements — Various inputs are used in determining the fair value of investments and derivative financial instruments. These inputs are summarized in three broad levels for financial statement purposes as follows:

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

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

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

The inputs or methodologies used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. For information about the Trust's policy regarding valuation of investments and derivative financial



**BlackRock Strategic Municipal Trust (BSD)**  
**Schedule of Investments** April 30, 2011  
(Percentages shown are based on Net Assets)

	<b>Par (000)</b>	<b>Value</b>
<b>Municipal Bonds</b>		
<b>Alabama — 0.7%</b>		
Alabama State Docks Department, Refunding RB, 6.00%, 10/01/40	\$ 655	\$ 652,269
<b>Arizona — 2.8%</b>		
Salt River Project Agricultural Improvement & Power District, RB, Series A, 5.00%, 1/01/38	625	630,250
Salt Verde Financial Corp., RB, Senior, 5.00%, 12/01/37	1,320	1,094,003
San Luis Facility Development Corp., RB, Senior Lien, Regional Detention Center Project: 6.25%, 5/01/15	175	168,826
7.00%, 5/01/20	210	205,191
7.25%, 5/01/27	420	373,859
		2,472,129
<b>Arkansas — 0.5%</b>		
County of Little River Arkansas, Refunding RB, Georgia- Pacific Corp. Project, AMT, 5.60%, 10/01/26	525	482,496
<b>California — 16.4%</b>		
Bay Area Toll Authority, Refunding RB, San Francisco Bay Area, Series F-1, 5.63%, 4/01/44	720	743,400
California County Tobacco Securitization Agency, RB, CAB, Stanislaus, Sub-Series C, 6.30%, 6/01/55 (a)	3,095	22,563
California Health Facilities Financing Authority, Refunding RB, Sutter Health, Series B, 6.00%, 8/15/42	1,010	1,024,251
California State Public Works Board, RB, Various Capital Projects, Sub-Series I-1, 6.38%, 11/01/34	375	387,409
Los Angeles Department of Airports, RB, Series A, 5.25%, 5/15/39	250	248,903
Los Angeles Department of Airports, Refunding RB, Senior, Los Angeles International Airport, Series A, 5.00%, 5/15/40	1,875	1,797,412
Los Angeles Unified School District California, GO, Series D, 5.00%, 7/01/26	1,585	1,626,590
San Francisco City & County Public Utilities Commission, RB, Series B, 5.00%, 11/01/39	2,965	2,929,479

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State of California, GO, Various Purpose:

6.00%, 3/01/33	800	854,760
6.50%, 4/01/33	650	713,993
University of California, RB, Limited Project, Series B, 4.75%, 5/15/38	1,285	1,171,997
West Valley-Mission Community College District, GO, Election of 2004, Series A (AGM), 4.75%, 8/01/30	3,350	3,199,116
		14,719,873

### Colorado — 5.7%

Colorado Health Facilities Authority, Refunding RB, Series A:

Catholic Health, 5.50%, 7/01/34	680	680,829
Sisters of Leavenworth, 5.00%, 1/01/40	690	630,274
Northwest Parkway Public Highway Authority Colorado, RB, CAB, Senior Series B (AGM), 6.30%, 6/15/11 (a)(b)	10,000	3,135,600
Park Creek Metropolitan District Colorado, Refunding RB, Senior, Limited Tax, Property Tax, 5.50%, 12/01/37	440	379,685
Regional Transportation District, COP, Series A, 5.38%, 6/01/31	320	324,694
		5,151,082

### Delaware — 2.1%

County of Sussex Delaware, RB, NRG Energy, Inc., Indian

River Project, 6.00%, 10/01/40	820	800,049
Delaware State EDA, RB, Exempt Facilities, Indian River Power, 5.38%, 10/01/45	1,280	1,099,149
		1,899,198

	Par (000)	Value
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### Municipal Bonds

#### District of Columbia — 0.7%

Metropolitan Washington Airports Authority, RB, First

Senior Lien, Series A:

5.00%, 10/01/39	\$ 160	\$ 152,533
5.25%, 10/01/44	465	445,921
		598,454

#### Florida — 8.3%

Arborwood Community Development District, Special

Assessment Bonds, Master Infrastructure Projects,

Series B, 5.10%, 5/01/14

County of Miami-Dade Florida, Refunding RB, Miami

International Airport, Series A-1, 5.38%, 10/01/41

1,405		1,149,445
370		350,760



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Hillsborough County IDA, RB, National Gypsum Co., Series A, AMT, 7.13%, 4/01/30	3,300	2,889,183
Miami Beach Health Facilities Authority, RB, Mount Sinai Medical Center of Florida, 6.75%, 11/15/21	1,170	1,193,119
Mid-Bay Bridge Authority, RB, Series A, 7.25%, 10/01/40	720	716,990
Sumter Landing Community Development District Florida, RB, Sub-Series B, 5.70%, 10/01/38	1,540	1,170,554
		7,470,051
<b>Georgia — 2.1%</b>		
De Kalb Private Hospital Authority, Refunding RB, Children's Healthcare, 5.25%, 11/15/39	265	256,247
Metropolitan Atlanta Rapid Transit Authority, RB, Third Series, 5.00%, 7/01/39	1,095	1,094,923
Private Colleges & Universities Authority, Refunding RB, Emory University, Series C, 5.00%, 9/01/38	485	488,822
		1,839,992
<b>Guam — 0.5%</b>		
Territory of Guam, GO, Series A: 6.00%, 11/15/19	200	200,126
6.75%, 11/15/29	290	289,168
		489,294
<b>Hawaii — 0.5%</b>		
State of Hawaii, Refunding RB, Series A, 5.25%, 7/01/30	425	428,664
<b>Illinois — 13.6%</b>		
City of Chicago Illinois, Refunding RB, General, Third Lien, Series C, 6.50%, 1/01/41 (c)	1,855	1,976,762
Illinois Finance Authority, RB: MJH Education Assistance IV LLC, Sub-Series B, 5.38%, 6/01/35 (d)(e)	300	80,532
Northwestern University, 5.00%, 12/01/33	5,000	5,056,600
Illinois Finance Authority, Refunding RB: Central DuPage Health, Series B, 5.50%, 11/01/39	2,500	2,376,000
Friendship Village Schaumburg, Series A, 5.63%, 2/15/37	145	110,556
Metropolitan Pier & Exposition Authority, Refunding RB, McCormick Place Expansion Project (AGM): CAB, Series B, 6.25%, 6/15/44 (a)	2,980	317,996
Series B, 5.00%, 6/15/50	990	863,864
Series B-2, 5.00%, 6/15/50	785	669,126
Railsplitter Tobacco Settlement Authority, RB: 5.50%, 6/01/23	175	168,854

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6.00%, 6/01/28	365	351,035
State of Illinois, RB, Build Illinois, Series B,		
5.25%, 6/15/34	200	193,488
		12,164,813

See Notes to Financial Statements.

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**BlackRock Strategic Municipal Trust (BSD)**  
**Schedule of Investments (continued)**

(Percentages shown are based on Net Assets)

	<b>Par (000)</b>	<b>Value</b>
<b>Municipal Bonds</b>		
<b>Indiana — 2.3%</b>		
Indiana Finance Authority, RB, Sisters of St. Francis Health, 5.25%, 11/01/39	\$ 270	\$ 249,061
Indiana Finance Authority, Refunding RB, Ascension Health Senior Credit, Series B-5, 5.00%, 11/15/36	500	457,585
Indiana Health Facility Financing Authority, Refunding RB, Methodist Hospital Inc., 5.38%, 9/15/22	1,060	969,052
Indiana Municipal Power Agency, RB, Series B, 6.00%, 1/01/39	350	358,820
		2,034,518
<b>Kansas — 0.5%</b>		
Kansas Development Finance Authority, Refunding RB, Sisters of Leavenworth, Series A, 5.00%, 1/01/40	450	430,177
<b>Kentucky — 8.7%</b>		
Kentucky Economic Development Finance Authority, Refunding RB: Norton Healthcare Inc., Series B (NPFGC), 6.20%, 10/01/24 (a)	16,870	7,469,361
Owensboro Medical Health System, Series A, 6.38%, 6/01/40	320	303,610
		7,772,971
<b>Louisiana — 1.2%</b>		
Louisiana Local Government Environmental Facilities & Community Development Authority, RB, Westlake Chemical Corp., Series A-1, 6.50%, 11/01/35	1,055	1,059,072
<b>Maryland — 3.7%</b>		
Maryland Community Development Administration, Refunding RB, Residential, Series A, AMT, 4.70%, 9/01/37	2,500	2,236,700
Maryland EDC, RB, Transportation Facilities Project, Series A, 5.75%, 6/01/35	135	123,484
Maryland EDC, Refunding RB, CNX Marine Terminals, Inc., 5.75%, 9/01/25	260	248,776
Maryland Health & Higher Educational Facilities Authority,		

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Refunding RB, Charlestown Community, 6.25%, 1/01/41	690	670,894
		3,279,854

### Massachusetts — 0.6%

Massachusetts Health & Educational Facilities Authority, Refunding RB, Partners Healthcare, Series J1, 5.00%, 7/01/39	570	533,241
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### Michigan — 2.4%

Kalamazoo Hospital Finance Authority, Refunding RB, Bronson Methodist Hospital, 5.50%, 5/15/36	435	414,007
Michigan State Hospital Finance Authority, Refunding RB, Henry Ford Health System, Series A, 5.25%, 11/15/46	730	609,083
Royal Oak Hospital Finance Authority Michigan, Refunding RB, William Beaumont Hospital, 8.25%, 9/01/39	1,000	1,133,770
		2,156,860

### Missouri — 0.3%

Missouri State Health & Educational Facilities Authority, RB, Senior Living Facilities, Lutheran Senior Home, 5.50%, 2/01/42	330	285,127
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### Multi-State — 3.7%

MuniMae TE Bond Subsidiary LLC, 7.50%, 6/30/49 (f)(g)(h)	3,586	3,334,678
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### Nebraska — 0.8%

Douglas County Hospital Authority No. 2, RB, Health Facilities, Immanuel Obligation Group, 5.63%, 1/01/40	720	688,882
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### Nevada — 0.9%

County of Clark Nevada, Refunding RB, Alexander Dawson School Nevada Project, 5.00%, 5/15/29	880	836,792
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	Par (000)	Value
<b>Municipal Bonds</b>		
<b>New Jersey — 4.8%</b>		
Middlesex County Improvement Authority, RB, Subordinate, Heldrich Center Hotel, Series B, 6.25%, 1/01/37 (d)(e) \$	645	\$ 64,500
New Jersey EDA, RB: Cigarette Tax, 5.50%, 6/15/24	1,790	1,664,754
Continental Airlines Inc. Project, AMT, 6.63%, 9/15/12	500	503,830
New Jersey State Turnpike Authority, RB, Series E, 5.25%, 1/01/40	1,355	1,355,745
Tobacco Settlement Financing Corp. New Jersey,		

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Refunding RB, Series 1A, 4.50%, 6/01/23	800	673,952
		4,262,781
<b>New York — 5.2%</b>		
Albany Industrial Development Agency, RB, New Covenant		
Charter School Project, Series A, 7.00%, 5/01/35 (d)(e)	315	78,760
Metropolitan Transportation Authority, Refunding RB, Transportation, Series D, 5.25%, 11/15/40	385	377,065
New York City Industrial Development Agency, RB, American Airlines Inc., JFK International Airport, AMT, 7.75%, 8/01/31 (h)	3,000	3,030,030
New York Liberty Development Corp., Refunding RB, Second Priority, Bank of America Tower at One Bryant Park Project, 6.38%, 7/15/49	385	385,362
Port Authority of New York & New Jersey, RB, JFK International Air Terminal: 6.00%, 12/01/36	410	395,699
6.00%, 12/01/42	395	377,462
		4,644,378
<b>North Carolina — 0.5%</b>		
North Carolina Medical Care Commission, RB, Duke University Health System, Series A, 5.00%, 6/01/42	440	418,686
<b>Ohio — 1.9%</b>		
County of Montgomery Ohio, Refunding RB, Catholic Healthcare, Series A, 5.00%, 5/01/39	885	820,961
State of Ohio, RB, Ford Motor Co. Project, AMT, 5.75%, 4/01/35	1,000	920,770
		1,741,731
<b>Oklahoma — 1.4%</b>		
Tulsa Airports Improvement Trust, RB, Series A, Mandatory Put Bonds, AMT, 7.75%, 6/01/35 (h)	1,225	1,258,859
<b>Pennsylvania — 6.9%</b>		
Allegheny County Hospital Development Authority, Refunding RB, Health System, West Penn, Series A, 5.38%, 11/15/40	1,000	743,210
Pennsylvania Economic Development Financing Authority, RB: Amtrak Project, Series A, AMT, 6.50%, 11/01/16	1,000	1,012,460
Amtrak Project, Series A, AMT, 6.13%, 11/01/21	700	706,601
Amtrak Project, Series A, AMT, 6.25%, 11/01/31	1,000	1,002,400
Aqua Pennsylvania Inc. Project, 5.00%, 11/15/40	600	589,980
Pennsylvania Turnpike Commission, RB, Sub-Series B,		

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5.25%, 6/01/39	2,175	2,082,584
		6,137,235
<b>Puerto Rico — 3.1%</b>		
Commonwealth of Puerto Rico, GO, Refunding, Public Improvement, Series C, 6.00%, 7/01/39	910	890,544
Puerto Rico Sales Tax Financing Corp., RB, First Sub-Series A, 6.50%, 8/01/44	1,770	1,846,641
		2,737,185

See Notes to Financial Statements.

**BlackRock Strategic Municipal Trust (BSD)**  
**Schedule of Investments (continued)**  
(Percentages shown are based on Net Assets)

	Par (000)	Value
<b>Municipal Bonds</b>		
<b>South Carolina — 4.3%</b>		
South Carolina Jobs-EDA, Refunding RB, Palmetto Health, Series C (b):		
7.00%, 8/01/13	\$ 2,225	\$ 2,521,793
7.00%, 8/01/13	275	312,944
South Carolina State Ports Authority, RB, 5.25%, 7/01/40	1,040	1,026,158
		3,860,895
<b>Texas — 17.1%</b>		
Brazos River Authority, RB, TXU Electric, Series A, AMT, 8.25%, 10/01/30	730	314,221
Brazos River Authority, Refunding RB, TXU Electric Co. Project, Series C, Mandatory Put Bonds, AMT, 5.75%, 5/01/36 (h)	500	489,680
City of Dallas Texas, Refunding RB, 5.00%, 10/01/35	475	492,319
City of Houston Texas, RB, Senior Lien, Series A, 5.50%, 7/01/39	485	491,261
City of Houston Texas, Refunding RB, Combined, First Lien, Series A (AGC), 6.00%, 11/15/35	2,730	2,990,251
Harris County-Houston Sports Authority, Refunding RB, CAB, Senior Lien, Series A (NPFGC), 6.18%, 11/15/38 (a)	4,750	443,080
La Joya ISD Texas, GO (PSF-GTD), 5.00%, 2/15/34	4,060	4,100,803
La Vernia Higher Education Finance Corp., RB, KIPP Inc., 6.38%, 8/15/44	500	491,465
North Texas Tollway Authority, RB: CAB, Special Projects System, Series B, 7.55%, 9/01/37 (a)	640	104,672
Toll, Second Tier, Series F, 6.13%, 1/01/31	1,025	1,047,181
Tarrant County Cultural Education Facilities Finance Corp., RB, Scott & White Healthcare, 6.00%, 8/15/45	1,270	1,293,393
Texas Private Activity Bond Surface Transportation Corp., RB: Senior Lien, LBJ Infrastructure Group LLC, LBJ Freeway Managed Lanes Project, 7.00%, 6/30/40	1,355	1,380,583
Senior Lien, NTE Mobility Partners LLC, North Tarrant		

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Express Managed Lanes Project, 6.88%, 12/31/39	1,220	1,251,598
Texas State Public Finance Authority, Refunding ERB, KIPP Inc., Series A (ACA), 5.00%, 2/15/36	500	410,840
		15,301,347
<b>Utah — 1.2%</b>		
City of Riverton Utah, RB, IHC Health Services Inc., 5.00%, 8/15/41	1,150	1,065,567
<b>Virginia — 4.1%</b>		
City of Norfolk Virginia, Refunding RB, Series B (AMBAC), 5.50%, 2/01/31	355	334,974
University of Virginia, Refunding RB, General, 5.00%, 6/01/40	2,500	2,558,300
Virginia HDA, RB, Sub-Series H-1 (NPFGC), 5.35%, 7/01/31	750	750,263
		3,643,537
<b>Washington — 0.7%</b>		
Washington Health Care Facilities Authority, RB, Swedish Health Services, Series A, 6.75%, 11/15/41	630	653,209
<b>Wisconsin — 2.3%</b>		
Wisconsin Health & Educational Facilities Authority, RB, Ascension Health Credit Group, Series A, 5.00%, 11/15/31	2,165	2,055,667
<b>Wyoming — 1.2%</b>		
County of Sweetwater Wyoming, Refunding RB, Idaho Power Co. Project, 5.25%, 7/15/26	975	1,016,242
Wyoming Municipal Power Agency, RB, Series A, 5.00%, 1/01/42	95	92,096
		1,108,338
<b>Total Municipal Bonds — 133.7%</b>		<b>119,669,902</b>

	Par	
<b>Municipal Bonds Transferred to</b>	<b>(000)</b>	<b>Value</b>
<b>Tender Option Bond Trusts (i)</b>		
<b>Alabama — 0.8%</b>		
Alabama Special Care Facilities Financing Authority- Birmingham, Refunding RB, Ascension Health Senior Credit, Series C-2, 5.00%, 11/15/36	\$ 760	\$ 732,082
<b>California — 2.4%</b>		
California Educational Facilities Authority, RB, University of Southern California, Series B, 5.25%, 10/01/39	855	877,145
Los Angeles Community College District California, GO,		



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Election of 2001, Series A (AGM), 5.00%, 8/01/32	740	734,198
San Diego Community College District California, GO, Election of 2002, 5.25%, 8/01/33	553	562,589
		2,173,932
<b>Colorado — 2.1%</b>		
Colorado Health Facilities Authority, RB, Catholic Health, Series (AGM):		
C-3, 5.10%, 10/01/41	1,210	1,133,758
C-7, 5.00%, 9/01/36	780	734,066
		1,867,824
<b>Connecticut — 3.5%</b>		
Connecticut State Health & Educational Facility Authority, RB, Yale University:		
Series T-1, 4.70%, 7/01/29	1,580	1,620,400
Series X-3, 4.85%, 7/01/37	1,540	1,548,378
		3,168,778
<b>Illinois — 1.6%</b>		
Chicago Housing Authority, Refunding RB (AGM), 5.00%, 7/01/24	1,424	1,452,632
<b>Massachusetts — 2.2%</b>		
Massachusetts Water Resources Authority, Refunding RB, General, Series A, 5.00%, 8/01/41	1,980	1,994,395
<b>New Hampshire — 0.8%</b>		
New Hampshire Health & Education Facilities Authority, Refunding RB, Dartmouth College, 5.25%, 6/01/39	645	667,852
<b>New York — 3.6%</b>		
New York City Municipal Water Finance Authority, RB, Series FF-2, 5.50%, 6/15/40	510	531,528
New York State Dormitory Authority, ERB, Series F, 5.00%, 3/15/35	2,685	2,688,372
		3,219,900
<b>Tennessee — 1.5%</b>		
Shelby County Health Educational & Housing Facilities Board, Refunding RB, St. Jude's Children's Research Hospital, 5.00%, 7/01/31	1,280	1,291,520
<b>Texas — 2.4%</b>		
County of Harris Texas, RB, Senior Lien, Toll Road, Series A, 5.00%, 8/15/38	2,140	2,133,516
<b>Virginia — 2.0%</b>		
University of Virginia, Refunding RB, General, 5.00%, 6/01/40	1,790	1,831,743

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### Washington — 3.8%

Central Puget Sound Regional Transit Authority, RB, Series A (AGM), 5.00%, 11/01/32	900	916,316
State of Washington, GO, Various Purpose, Series E, 5.00%, 2/01/34	2,400	2,434,776
		3,351,092

### Total Municipal Bonds Transferred to

**Tender Option Bond Trusts — 26.7%** 23,885,266

### Total Long-Term Investments

**(Cost — \$148,104,801) — 160.4%** 143,555,168

See Notes to Financial Statements.

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## BlackRock Strategic Municipal Trust (BSD) Schedule of Investments (concluded)

(Percentages shown are based on Net Assets)

Short-Term Securities	Shares	Value
FFI Institutional Tax-Exempt Fund, 0.23% (j)(k)	1,457,085	\$ 1,457,085
	<b>Par</b>	
	<b>(000)</b>	
Michigan Finance Authority, RB, SAN, Detroit Schools, Series A-1, 6.45%, 2/20/12	\$ 1,030	1,036,458
<b>Total Short-Term Securities</b>		
<b>(Cost — \$2,487,085) — 2.8%</b>		2,493,543
<b>Total Investments (Cost — \$150,591,886*) — 163.2%</b>		146,048,711
<b>Liabilities in Excess of Other Assets — 0.0%</b>		(34,710)
<b>Liability for Trust Certificates, Including Interest</b>		
<b>Expense and Fees Payable — (15.2)%</b>		(13,556,036)
<b>Preferred Shares, at Redemption Value — (48.0)%</b>		(42,976,936)
<b>Net Assets Applicable to Common Shares — 100.0%</b>		\$ 89,481,029

\* The cost and unrealized appreciation (depreciation) of investments as of April 30, 2011, as computed for federal income tax purposes, were as follows:

Aggregate cost	\$136,790,738
Gross unrealized appreciation	\$ 1,804,479
Gross unrealized depreciation	(6,092,670)
Net unrealized depreciation	\$ (4,288,191)

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

(b) US 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.

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

Counterparty	Value	Unrealized Appreciation
Citigroup	\$1,976,762	\$19,960

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

(e) Non-income producing security.

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

(g) Security represents a beneficial interest in a trust. The collateral deposited into the trust is federally tax-exempt revenue bonds issued by various state or local

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governments, or their respective agencies or authorities. The security is subject to remarketing prior to its stated maturity.

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

(i) Securities represent bonds transferred to a TOB in exchange for which the Trust 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 TOBs.

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

<b>Affiliate</b>	<b>Shares Held at April 30, 2010</b>	<b>Net Activity</b>	<b>Shares Held at April 30, 2011</b>	<b>Income</b>
FFI Institutional				
Tax-Exempt Fund	1,940,417	(483,332)	1,457,085	\$3,251

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

•Financial futures contracts sold as of April 30, 2011 were as follows:

<b>Contracts</b>	<b>Issue</b>	<b>Exchange</b>	<b>Expiration</b>	<b>Notional Value</b>	<b>Unrealized Depreciation</b>
66	10-Year U.S. Treasury Note	Chicago Board of Trade	June 2011	\$ 7,821,906	\$ (173,375)

•Fair Value Measurements — Various inputs are used in determining the fair value of investments and derivative financial instruments. These inputs are summarized in three broad levels for financial reporting purposes as follows:

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

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

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

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

The following tables summarize the inputs used as of April 30, 2011 in determining the fair valuation of the Trust's investments and derivative financial instruments:

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Valuation Inputs	Level 1	Level 2	Level 3	Total	
<b>Assets:</b>					
Investments in Securities:					
Long-Term					
Investments <sup>1</sup>	—		\$143,555,168	—	\$143,555,168
Short-Term					
Securities		\$ 1,457,085	1,036,458	—	2,493,543
<b>Total</b>		\$ 1,457,085	\$144,591,626	—	\$146,048,711

<sup>1</sup> See above Schedule of Investments for values in each state or political subdivision.

**Derivative Financial Instruments<sup>2</sup>**

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Valuation Inputs	Level 1	Level 2	Level 3	Total
<b>Liabilities:</b>				
Interest				
rate				
contracts \$	(173,375)		—	—\$ (173,375)

<sup>2</sup> Derivative financial instruments are financial futures contracts, which are valued at the unrealized appreciation/depreciation on the instrument.

See Notes to Financial Statements.

## Statements of Assets and Liabilities

	BlackRock Investment Quality Municipal Trust Inc.	BlackRock Long-Term Municipal Advantage Trust	BlackRock Municipal 2020 Term Trust	BlackRock Municipal Income Trust	BlackRock Pennsylvania Strategic Municipal Trust	BlackRock Strategic Municipal Trust
April 30, 2011	(BKN)	(BTA)	(BKK)	(BFK)	(BPS)	(BSD)
<b>Assets</b>						
			\$			\$
Investments at value — unaffiliated <sup>1</sup>	\$ 351,930,182	219,193,039	\$ 463,726,655	\$ 856,731,756	\$ 45,576,493	144,591,626
Investments at value — affiliated <sup>2</sup>	1,084,525	1,227,518	3,220,721	30,616,864	1,311,773	1,457,085
Cash pledged as collateral for financial futures contracts	400,000	205,000	—	780,000	20,000	130,000
Cash	38	661	28	—	3	5
Investments sold receivable	9,214,838	4,598,344	520,000	718,969	73,409	108,409
Interest receivable	5,587,335	4,025,938	7,822,211	14,651,645	788,191	2,392,850
Income receivable — affiliated	150	34	115	551	11	23
Prepaid expenses	35,983	29,238	44,292	86,340	4,031	18,806
Other assets	50,835	11,708	38,979	190,822	4,193	8,233
<b>Total assets</b>	<b>368,303,886</b>	<b>229,291,480</b>	<b>475,373,001</b>	<b>903,776,947</b>	<b>47,778,104</b>	<b>148,707,037</b>
<b>Accrued Liabilities</b>						
Bank overdraft	—	—	—	138	—	—
Investments purchased payable	9,836,079	—	—	12,009,809	521,032	1,956,803
Income dividends payable — Common Shares	1,432,697	835,792	1,259,730	3,565,537	154,006	539,839
Investment advisory fees payable	104,655	81,806	198,674	446,556	23,432	73,519
Officer's and Trustees' fees payable	52,994	14,147	41,754	192,593	5,739	10,366
Administration fees payable	44,888	—	—	—	—	—
Margin variation payable	30,250	19,687	—	75,937	1,875	12,375
Interest expense and fees payable	10,735	280,084	6,044	58,221	3,863	9,872
Other accrued expenses payable	147,891	87,977	174,152	259,073	43,556	100,134
<b>Total accrued liabilities</b>	<b>11,660,189</b>	<b>1,319,493</b>	<b>1,680,354</b>	<b>16,607,864</b>	<b>753,503</b>	<b>2,702,908</b>
<b>Other Liabilities</b>						
Trust certificates <sup>3</sup>	13,137,401	87,461,565	3,750,000	75,182,147	4,124,755	13,546,164
<b>Total Liabilities</b>	<b>24,797,590</b>	<b>88,781,058</b>	<b>5,430,354</b>	<b>91,790,011</b>	<b>4,878,258</b>	<b>16,249,072</b>
<b>Preferred Shares at Redemption Value</b>						
\$25,000 per share liquidation preference, plus						
unpaid dividends <sup>4,5,6</sup>	125,964,879	—	173,860,783	270,889,850	16,325,735	42,976,936
<b>Net Assets Applicable to Common Shareholders</b>	<b>\$ 217,541,417</b>	<b>140,510,422</b>	<b>\$ 296,081,864</b>	<b>\$ 541,097,086</b>	<b>\$ 26,574,111</b>	<b>\$ 89,481,029</b>
<b>Net Assets Applicable to Common Shareholders Consist of</b>						

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			\$				\$
Paid-in capital <sup>6,7,8</sup>	\$ 236,979,741	191,097,044	\$ 287,184,576	\$ 620,404,631	\$ 28,527,301	103,431,840	
Undistributed net investment income	4,562,727	2,620,458	16,058,078	11,725,402	748,019	1,781,260	
Accumulated net realized loss	(11,032,742)	(36,592,571)	(2,829,124)	(36,594,059)	(1,847,876)	(11,015,521)	
Net unrealized appreciation/depreciation	(12,968,309)	(16,614,509)	(4,331,666)	(54,438,888)	(853,333)	(4,716,550)	
<b>Net Assets Applicable to Common Shareholders</b>			\$				
	\$ 217,541,417	140,510,422	\$ 296,081,864	\$ 541,097,086	\$ 26,574,111	\$ 89,481,029	
Net asset value per Common Share	\$ 12.75	\$ 10.51	\$ 14.63	\$ 12.16	\$ 13.11	\$ 12.27	
			\$				\$
<sup>1</sup> Investments at cost — unaffiliated	\$ 364,507,011	235,531,724	\$ 468,058,321	\$ 910,106,749	\$ 46,403,557	149,134,801	
<sup>2</sup> Investments at cost — affiliated	\$ 1,084,525	\$ 1,227,518	\$ 3,220,721	\$ 30,616,864	\$ 1,311,773	\$ 1,457,085	
<sup>3</sup> Represents short-term floating rate certificates issued by TOBs.							
<sup>4</sup> Preferred Shares outstanding	5,038	—	6,954	10,835	653	1,719	
<sup>5</sup> Preferred Shares authorized	5,862	—	unlimited	unlimited	unlimited	unlimited	
<sup>6</sup> Par value per Preferred and Common Share	\$0.01	\$0.001	\$0.001	\$0.001	\$0.001	\$0.001	
<sup>7</sup> Common Shares outstanding	17,055,911	13,372,678	20,236,628	44,513,574	2,026,389	7,295,125	
<sup>8</sup> Common Shares authorized	200 million	unlimited	unlimited	unlimited	unlimited	unlimited	

See Notes to Financial Statements.

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## Statements of Operations

	BlackRock Investment Quality Municipal Trust Inc.	BlackRock Long-Term Municipal Advantage Trust	BlackRock Municipal 2020 Term Trust	BlackRock Municipal Income Trust	BlackRock Pennsylvania Strategic Municipal Trust	BlackRock Strategic Municipal Trust
Year Ended April 30, 2011	(BKN)	(BTA)	(BKK)	(BFK)	(BPS)	(BSD)
<b>Investment Income</b>						
Interest	\$ 20,220,200	\$ 12,256,111	\$ 24,586,584	\$ 51,697,074	\$ 2,417,384	\$ 8,110,201
Income — affiliated	11,642	2,752	14,154	31,851	257	3,785
Total income	20,231,842	12,258,863	24,600,738	51,728,925	2,417,641	8,113,986
<b>Expenses</b>						
Investment advisory	1,279,167	1,458,179	2,368,704	5,492,747	284,575	893,617
Administration	548,214	—	—	—	—	—
Commissions for Preferred Shares	178,407	—	260,358	347,692	19,085	55,693
Professional	86,194	84,833	102,375	260,969	34,482	78,359
Accounting services	63,995	26,274	69,232	95,103	15,504	38,265
Printing	42,816	21,703	56,139	97,367	8,454	19,373
Officer and Trustees	31,196	17,892	37,524	85,077	3,783	11,563
Transfer agent	29,320	11,652	31,674	44,110	17,051	23,682
Custodian	23,385	16,119	28,598	44,006	6,966	12,478
Registration	9,478	9,392	9,318	15,856	901	9,326
Miscellaneous	66,601	45,587	71,655	117,190	5,040	38,603
Total expenses excluding interest expense and fees	2,358,773	1,691,631	3,035,577	6,600,117	395,841	1,180,959
Interest expense and fees <sup>1</sup>	94,982	947,345	25,619	561,601	32,546	101,232
Total expenses	2,453,755	2,638,976	3,061,196	7,161,718	428,387	1,282,191
Less fees waived by advisor	(2,049)	(550,046)	(3,553)	(120,577)	(4,006)	(897)
Total expenses after fees waived	2,451,706	2,088,930	3,057,643	7,041,141	424,381	1,281,294
Net investment income	17,780,136	10,169,933	21,543,095	44,687,784	1,993,260	6,832,692
<b>Realized and Unrealized Gain (Loss)</b>						
Net realized gain (loss) from:						
Investments	1,747,990	(1,858,791)	(1,134,472)	(374,343)	(19,802)	(493,005)
Financial futures contracts	(79,167)	(72,294)	—	(458,914)	(21,030)	(71,021)
	1,668,823	(1,931,085)	(1,134,472)	(833,257)	(40,832)	(564,026)
Net change in unrealized appreciation/depreciation on:						
Investments	(17,185,008)	(8,349,433)	(2,036,387)	(47,296,058)	(1,564,489)	(4,822,833)
Financial futures contracts	(391,480)	(275,825)	—	(1,063,895)	(26,269)	(173,375)
	(17,576,488)	(8,625,258)	(2,036,387)	(48,359,953)	(1,590,758)	(4,996,208)
Total realized and unrealized loss	(15,907,665)	(10,556,343)	(3,170,859)	(49,193,210)	(1,631,590)	(5,560,234)



**Dividends to Preferred Shareholders From**

Net investment income	(521,567)	—	(722,225)	(1,124,179)	(68,058)	(179,417)
<b>Net Increase (Decrease) in Net Assets Applicable to Common Shareholders Resulting from Operations</b>	\$ 1,350,904	\$ (386,410)	\$ 17,650,011	\$ (5,629,605)	\$ 293,612	\$ 1,093,041

<sup>1</sup> Related to TOBs.

See Notes to Financial Statements.

## Statements of Changes in Net Assets

Increase (Decrease) in Net Assets Applicable to Common Shareholders:	BlackRock Investment Quality Municipal Trust Inc. (BKN)		BlackRock Long-Term Municipal Advantage Trust (BTA)	
	Year Ended April 30,		Year Ended April 30,	
	2011	2010	2011	2010
<b>Operations</b>				
Net investment income	\$ 17,780,136	\$ 18,107,138	\$ 10,169,933	\$ 10,043,253
Net realized gain (loss)	1,668,823	(3,242,493)	(1,931,085)	(5,654,774)
Net change in unrealized appreciation/depreciation	(17,576,488)	36,666,543	(8,625,258)	28,098,398
Dividends to Preferred Shareholders from net investment income	(521,567)	(573,855)	—	—
Net increase (decrease) in net assets applicable to Common Shareholders resulting from operations	1,350,904	50,957,333	(386,410)	32,486,877
<b>Dividends to Common Shareholders From</b>				
Net investment income	(17,199,346)	(16,049,999)	(9,767,868)	(9,208,155)
<b>Capital Share Transactions</b>				
Reinvestment of common dividends	918,594	752,867	307,466	—
<b>Net Assets Applicable to Common Shareholders</b>				
Total increase (decrease) in net assets applicable to Common Shareholders	(14,929,848)	35,660,201	(9,846,812)	23,278,722
Beginning of year	232,471,265	196,811,064	150,357,234	127,078,512
End of year	\$217,541,417	\$ 232,471,265	\$140,510,422	150,357,234
Undistributed net investment income	\$ 4,562,727	\$ 4,523,905	\$ 2,620,458	\$ 2,312,458

Increase (Decrease) in Net Assets Applicable to Common Shareholders:	BlackRock Municipal 2020 Term Trust (BKK)		BlackRock Municipal Income Trust (BFK)	
	Year Ended April 30,		Year Ended April 30,	
	2011	2010	2011	2010
<b>Operations</b>				
Net investment income	\$ 21,543,095	\$ 22,246,419	\$ 44,687,784	\$ 45,737,048
Net realized gain (loss)	(1,134,472)	658,970	(833,257)	(2,396,662)
Net change in unrealized appreciation/depreciation	(2,036,387)	42,967,169	(48,359,953)	109,819,979
Dividends to Preferred Shareholders from net investment income	(722,225)	(778,339)	(1,124,179)	(1,235,954)
Net increase (decrease) in net assets applicable to Common Shareholders resulting from operations	17,650,011	65,094,219	(5,629,605)	151,924,411
<b>Dividends to Common Shareholders From</b>				
Net investment income	(15,116,761)	(15,116,761)	(42,289,617)	(41,349,932)
<b>Capital Share Transactions</b>				

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Reinvestment of common dividends	—	—	1,766,716	1,861,576
<b>Net Assets Applicable to Common Shareholders</b>				
Total increase (decrease) in net assets applicable to Common Shareholders	2,533,250	49,977,458	(46,152,506)	112,436,055
Beginning of year	293,548,614	243,571,156	587,249,592	474,813,537
				\$
End of year	\$296,081,864	\$ 293,548,614	\$541,097,086	587,249,592
Undistributed net investment income	\$ 16,058,078	\$ 10,354,633	\$ 11,725,402	\$ 10,453,607

See Notes to Financial Statements.

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## Statements of Changes in Net Assets (concluded)

Increase (Decrease) in Net Assets Applicable to Common Shareholders:	BlackRock Pennsylvania Strategic Municipal Trust (BPS)		BlackRock Strategic Municipal Trust (BSD)	
	Year Ended April 30,		Year Ended April 30,	
	2011	2010	2011	2010
<b>Operations</b>				
Net investment income	\$ 1,993,260	\$ 1,860,231	\$ 6,832,692	\$ 7,023,486
Net realized loss	(40,832)	(241,650)	(564,026)	(4,257,032)
Net change in unrealized appreciation/depreciation	(1,590,758)	3,925,374	(4,996,208)	18,437,955
Dividends to Preferred Shareholders from net investment income	(68,058)	(73,835)	(179,417)	(198,039)
Net increase in net assets applicable to Common Shareholders resulting from operations	293,612	5,470,120	1,093,041	21,006,370
<b>Dividends to Common Shareholders From</b>				
Net investment income	(1,798,072)	(1,454,867)	(6,423,978)	(6,104,489)
<b>Capital Share Transactions</b>				
Reinvestment of common dividends	40,206	—	75,734	14,173
<b>Net Assets Applicable to Common Shareholders</b>				
Total increase (decrease) in net assets applicable to Common Shareholders	(1,464,254)	4,015,253	(5,255,203)	14,916,054
Beginning of year	28,038,365	24,023,112	94,736,232	79,820,178
End of year	\$ 26,574,111	\$ 28,038,365	\$ 89,481,029	\$ 94,736,232
Undistributed net investment income	\$ 748,019	\$ 620,889	\$ 1,781,260	\$ 1,552,284

See Notes to Financial Statements.

**BlackRock Long-Term Municipal Advantage Trust  
(BTA)**

## Statement of Cash Flows

Year Ended April 30, 2011

### Cash Provided by Operating Activities

Net decrease in net assets resulting from operations	\$ (386,410)
Adjustments to reconcile net increase in net assets resulting from operations to net cash provided by operating activities:	
Increase in other assets	(823)
Decrease in interest receivable	141,501
Decrease in prepaid expenses	5,835
Decrease in income receivable — affiliated	8
Increase in cash pledged for financial futures contracts	(205,000)
Increase in investment advisory fees payable	3,717
Decrease in interest expense payable	(19,559)
Decrease in other affiliates payable	(1,442)
Increase in other accrued expenses payable	12,412
Increase in margin variation payable	19,687
Increase in Officers and Trustees' fees payable	1,617
Net realized and unrealized loss	10,208,224
Amortization of premium and accretion of discount on investments	462,932
Proceeds from sales and paydowns of long-term investments	31,732,956
Purchases of long-term investments	(32,734,203)
Net proceeds from sales of short-term securities	(1,193,709)
Cash provided by operating activities	8,047,743

### Cash Used for Financing Activities

Cash receipts from trust certificates	23,286,896
Cash payments for trust certificates	(21,915,331)
Cash dividends paid to Common Shareholders	(9,418,647)
Cash used for financing activities	(8,047,082)

### Cash

Net increase in cash	661
Cash at beginning of year	—
Cash at end of year	\$ 661

### Cash Flow Information

Cash paid for interest	\$ 966,904
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### Noncash Financing Activities

Capital shares issued in reinvestment of dividends and distributions paid to Common Shareholders	\$ 307,466
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A Statement of Cash Flows is presented when a Trust had a significant amount of borrowing during the period based on the average borrowing outstanding in relation to total assets.

See Notes to Financial Statements.



## Financial Highlights

BlackRock Investment Quality Municipal  
Trust Inc. (BKN)

	Year Ended April 30,		Period November 1, 2008 to April 30,	Year Ended October 31,		
	2011	2010	2009	2008	2007	2006
<b>Per Share Operating Performance</b>						
Net asset value, beginning of period	\$ 13.68	\$ 11.63	\$ 10.64	\$ 14.73	\$ 15.79	\$ 15.59
Net investment income	1.04 <sup>1</sup>	1.07 <sup>1</sup>	0.50 <sup>1</sup>	1.08 <sup>1</sup>	1.08	1.10
Net realized and unrealized gain (loss)	(0.93)	1.96	0.94	(3.97)	(0.79)	0.44
Dividends to Preferred Shareholders from net investment income	(0.03)	(0.03)	(0.05)	(0.31)	(0.32)	(0.28)
Net increase (decrease) from investment operations	0.08	3.00	1.39	(3.20)	(0.03)	1.26
Dividends to Common Shareholders from net investment income	(1.01)	(0.95)	(0.40)	(0.89)	(1.03)	(1.06)
Net asset value, end of period	\$ 12.75	\$ 13.68	\$ 11.63	\$ 10.64	\$ 14.73	\$ 15.79
Market price, end of period	\$ 13.08	\$ 14.19	\$ 11.35	\$ 10.25	\$ 16.35	\$ 18.97
<b>Total Investment Return<sup>2</sup></b>						
Based on net asset value	0.49%	26.55%	13.63% <sup>3</sup>	(22.93)%	(0.95)%	7.38%
Based on market price	(0.61)%	34.50%	15.12% <sup>3</sup>	(33.11)%	(8.49)%	21.06%
<b>Ratios to Average Net Assets Applicable to Common Shareholders</b>						
Total expenses <sup>4</sup>	1.08%	1.10%	1.29% <sup>5</sup>	1.19%	1.08%	1.09%
Total expenses after fees waived and before fees paid indirectly <sup>4</sup>	1.08%	1.10%	1.28% <sup>5</sup>	1.19%	1.07%	1.09%
Total expenses after fees waived and paid indirectly <sup>4</sup>	1.08%	1.10%	1.28% <sup>5</sup>	1.17%	1.07%	1.09%
Total expenses after fees waived and paid indirectly and excluding						
interest expense and fees <sup>4,6</sup>	1.04%	1.06%	1.20% <sup>5</sup>	1.07%	1.07%	1.09%
Net investment income <sup>4</sup>	7.83%	8.29%	9.53% <sup>5</sup>	7.84%	7.06%	7.09%
Dividends to Preferred Shareholders	0.23%	0.26%	0.87% <sup>5</sup>	2.28%	2.07%	1.81%
Net investment income to Common Shareholders	7.60%	8.03%	8.66% <sup>5</sup>	5.56%	4.99%	5.28%
<b>Supplemental Data</b>						
Net assets applicable to Common Shareholders, end of period (000)	\$ 217,541	\$ 232,471	\$ 196,811	\$ 180,188	\$ 247,272	\$ 263,878
Preferred Shares outstanding at \$25,000 liquidation preference,						
end of period (000)	\$ 125,950	\$ 125,950	\$ 126,950	\$ 126,950	\$ 146,550	\$ 146,550
Portfolio turnover	38%	43%	26%	26%	17%	82%

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Asset coverage per Preferred Share at \$25,000 liquidation preference,

end of period	\$ 68,183	\$ 71,147	\$ 63,762	\$ 60,495	\$ 67,185	\$ 70,054
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<sup>1</sup> Based on average shares outstanding.

<sup>2</sup> Total investment returns based on market price, which can be significantly greater or lesser than the net asset value, may result in substantially different returns. Where applicable,

total investment returns exclude the effects of any sales charges and include the reinvestment of dividends and distributions.

<sup>3</sup> Aggregate total investment return.

<sup>4</sup> Do not reflect the effect of dividends to Preferred Shareholders.

<sup>5</sup> Annualized.

<sup>6</sup> Interest expense and fees related to TOBs. See Note 1 of the Notes to Financial Statements for details of municipal bonds transferred to TOBs.

See Notes to Financial Statements.

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## Financial Highlights

BlackRock Long-Term Municipal  
Advantage Trust (BTA)

	Year Ended April 30,		Period November 1, 2008 to April 30,	Year Ended October 31, 2007	Period February 28, 2006 <sup>1</sup> to October 31, 2006	
	2011	2010	2009	2008	2007	2006
<b>Per Share Operating Performance</b>						
Net asset value, beginning of period	\$ 11.27	\$ 9.52	\$ 8.57	\$ 13.72	\$ 14.89	\$ 14.33 <sup>2</sup>
Net investment income	0.76 <sup>3</sup>	0.75 <sup>3</sup>	0.34 <sup>3</sup>	0.81 <sup>3</sup>	0.70	0.45
Net realized and unrealized gain (loss)	(0.79)	1.69	0.94	(5.30)	(1.15)	0.62
Net increase (decrease) from investment operations	(0.03)	2.44	1.28	(4.49)	(0.45)	1.07
Dividends from net investment income	(0.73)	(0.69)	(0.33)	(0.66)	(0.72)	(0.48)
Capital charges with respect to issuance of Common Shares	—	—	—	—	—	(0.03)
Net asset value, end of period	\$ 10.51	\$ 11.27	\$ 9.52	\$ 8.57	\$ 13.72	\$ 14.89
Market price, end of period	\$ 10.20	\$ 10.77	\$ 8.79	\$ 8.40	\$ 12.14	\$ 14.70
<b>Total Investment Return<sup>4</sup></b>						
Based on net asset value	(0.18)%	26.81%	15.78% <sup>5</sup>	(33.64)%	(2.93)%	7.48% <sup>5</sup>
Based on market price	1.37%	31.25%	9.06% <sup>5</sup>	(26.49)%	(13.00)%	1.40% <sup>5</sup>
<b>Ratios to Average Net Assets Applicable to Common Shareholders</b>						
Total expenses	1.81%	1.80%	2.95% <sup>6</sup>	4.00%	4.69%	4.55% <sup>6</sup>
Total expenses after fees waived and before fees paid indirectly	1.43%	1.40%	2.55% <sup>6</sup>	3.60%	4.29%	4.14% <sup>6</sup>
Total expenses after fees waived and paid indirectly	1.43%	1.40%	2.55% <sup>6</sup>	3.60%	4.29%	4.11% <sup>6</sup>
Total expenses after fees waived and paid indirectly and excluding interest expense and fees <sup>7</sup>	0.78%	0.75%	0.82% <sup>6</sup>	0.83%	0.89%	0.97% <sup>6</sup>
Net investment income	6.97%	7.07%	7.88% <sup>6</sup>	6.56%	4.87%	4.79% <sup>6</sup>
<b>Supplemental Data</b>						
Net assets, end of period (000)	\$ 140,510	\$ 150,357	\$ 127,079	\$ 114,382	\$ 183,161	\$ 198,137
Portfolio turnover	12%	30%	15%	16%	39%	20%

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

<sup>2</sup> Net asset value, beginning of period, reflects a deduction of \$0.675 per sales charge from the initial offering price of \$15.00 per share.

<sup>3</sup> Based on average shares outstanding.

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

total investment returns exclude the effects of any sales charges and include the reinvestment of dividends and distributions.

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

<sup>6</sup> Annualized.

<sup>7</sup> Interest expense and fees related to TOBs. See Note 1 of the Notes to Financial Statements for details of municipal bonds transferred to TOBs.

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See Notes to Financial Statements.

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BlackRock Municipal 2020 Term Trust  
(BKK)

## Financial Highlights

	Period					
	Year Ended April 30,		April 30,	Year Ended December 31,		
	2011	2010	2009	2008	2007	2006
<b>Per Share Operating Performance</b>						
Net asset value, beginning of period	\$ 14.51	\$ 12.04	\$ 10.55	\$ 14.79	\$ 15.77	\$ 15.28
Net investment income	1.06 <sup>1</sup>	1.10 <sup>1</sup>	0.35 <sup>1</sup>	1.09 <sup>1</sup>	1.12	1.10
Net realized and unrealized gain (loss)	(0.15)	2.16	1.41	(4.28)	(0.97)	0.48
Dividends to Preferred Shareholders from net investment income	(0.04)	(0.04)	(0.02)	(0.30)	(0.33)	(0.29)
Net increase (decrease) from investment operations	0.87	3.22	1.74	(3.49)	(0.18)	1.29
Dividends to Common Shareholders from net investment income	(0.75)	(0.75)	(0.25)	(0.75)	(0.80)	(0.80)
Net asset value, end of period	\$ 14.63	\$ 14.51	\$ 12.04	\$ 10.55	\$ 14.79	\$ 15.77
Market price, end of period	\$ 15.06	\$ 14.89	\$ 12.70	\$ 10.57	\$ 13.60	\$ 15.77
<b>Total Investment Return<sup>2</sup></b>						
Based on net asset value	5.96%	26.97%	16.39% <sup>3</sup>	(24.57)%	(1.16)%	8.72%
Based on market price	6.29%	23.52%	22.54% <sup>3</sup>	(17.81)%	(9.11)%	18.66%
<b>Ratios to Average Net Assets Applicable to Common Shareholders</b>						
Total expenses <sup>4</sup>	1.03%	1.06%	1.23% <sup>5</sup>	1.12%	1.06%	1.07%
Total expenses after fees waived and paid indirectly <sup>4</sup>	1.03%	1.06%	1.23% <sup>5</sup>	1.12%	1.05%	1.07%
Total expenses after fees waived and paid indirectly and excluding interest expense and fees <sup>4,6</sup>	1.02%	1.05%	1.21% <sup>5</sup>	1.10%	1.05%	1.07%
Net investment income <sup>4</sup>	7.26%	8.08%	9.28% <sup>5</sup>	8.01%	7.27%	7.09%
Dividends to Preferred Shareholders	0.24%	0.28%	0.59% <sup>5</sup>	2.18%	2.14%	1.89%
Net investment income to Common Shareholders	7.02%	7.80%	8.69% <sup>5</sup>	5.83%	5.13%	5.20%
<b>Supplemental Data</b>						
Net assets applicable to Common Shareholders, end of period (000)	\$ 296,082	\$ 293,549	\$ 243,571	\$ 213,472	\$ 299,372	\$ 319,131
Preferred Shares outstanding at \$25,000 liquidation preference, end of period (000)	\$ 173,850	\$ 173,850	\$ 173,850	\$ 173,850	\$ 177,600	\$ 177,600
Portfolio turnover	9%	6%	1%	5%	4%	12%
Asset coverage per Preferred Share at \$25,000 liquidation preference, end of period	\$ 67,579	\$ 67,215	\$ 60,027	\$ 55,703	\$ 67,154	\$ 69,937

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

<sup>2</sup> Total investment returns based on market price, which can be significantly greater or lesser than the net asset value, may result in substantially different returns. Where applicable,

total investment returns exclude the effects of any sales charges and include the reinvestment of dividends and distributions.

<sup>3</sup> Aggregate total investment return.

<sup>4</sup> Do not reflect the effect of dividends to Preferred Shareholders.

<sup>5</sup> Annualized.

<sup>6</sup> Interest expense and fees related to TOBs. See Note 1 of the Notes to Financial Statements for details of municipal bonds transferred to TOBs.

See Notes to Financial Statements.

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## Financial Highlights

BlackRock Municipal Income  
Trust (BFK)

	Year Ended April 30,		Period November 1, 2008 to	Year Ended October 31,		
	2011	2010	April 30, 2009	2008	2007	2006
<b>Per Share Operating Performance</b>						
Net asset value, beginning of period	\$ 13.23	\$ 10.74	\$ 10.08	\$ 14.55	\$ 15.37	\$ 14.71
Net investment income	1.01 <sup>1</sup>	1.03 <sup>1</sup>	0.52 <sup>1</sup>	1.12 <sup>1</sup>	1.11	1.14
Net realized and unrealized gain (loss)	(1.11)	2.42	0.58	(4.38)	(0.63)	0.78
Dividends and distributions to Preferred Shareholders from:						
Net investment income	(0.02)	(0.03)	(0.03)	(0.30)	(0.31)	(0.27)
Net realized gain	—	—	—	—	(0.00) <sup>2</sup>	—
Net increase (decrease) from investment operations	(0.12)	3.42	1.07	(3.56)	0.17	1.65
Dividends and distributions to Common Shareholders from:						
Net investment income	(0.95)	(0.93)	(0.41)	(0.91)	(0.99)	(0.99)
Net realized gain	—	—	—	—	(0.00) <sup>2</sup>	—
Total dividends and distributions to Common Shareholders	(0.95)	(0.93)	(0.41)	(0.91)	(0.99)	(0.99)
Net asset value, end of period	\$ 12.16	\$ 13.23	\$ 10.74	\$ 10.08	\$ 14.55	\$ 15.37
Market price, end of period	\$ 12.35	\$ 13.44	\$ 11.10	\$ 8.75	\$ 15.92	\$ 17.30
<b>Total Investment Return<sup>3</sup></b>						
Based on net asset value	(1.04)%	32.75%	11.15% <sup>4</sup>	(25.69)%	0.70%	11.24%
Based on market price	(1.07)%	30.49%	32.34% <sup>4</sup>	(41.05)%	(2.11)%	17.39%
<b>Ratios to Average Net Assets Applicable to Common Shareholders</b>						
Total expenses <sup>5</sup>	1.26%	1.26%	1.44% <sup>6</sup>	1.38%	1.18%	1.21%
Total expenses after fees waived and paid indirectly <sup>5</sup>	1.24%	1.15%	1.26% <sup>6</sup>	1.15%	0.88%	0.83%
Total expenses after fees waived and paid indirectly and excluding interest expense and fees <sup>5,7</sup>	1.14%	1.07%	1.15% <sup>6</sup>	0.98%	0.88%	0.83%
Net investment income <sup>5</sup>	7.84%	8.37%	10.48% <sup>6</sup>	8.34%	7.43%	7.65%
Dividends to Preferred Shareholders	0.20%	0.23%	0.70% <sup>6</sup>	2.19%	2.04%	1.83%
Net investment income to Common Shareholders	7.64%	8.14%	9.78% <sup>6</sup>	6.15%	5.39%	5.82%
<b>Supplemental Data</b>						
Net assets applicable to Common Shareholders, end of period (000)	\$ 541,097	\$ 587,250	\$ 474,814	\$ 445,289	\$ 640,981	\$ 674,080
Preferred Shares outstanding at \$25,000 liquidation preference, end of period (000)	\$ 270,875	\$ 270,875	\$ 293,125	\$ 293,125	\$ 375,125	\$ 375,125

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Portfolio turnover	18%	32%	11%	13%	17%	77%
Asset coverage per Preferred Share at \$25,000 liquidation preference,						
end of period	\$ 74,941	\$ 79,201	\$ 65,498	\$ 62,989	\$ 67,727	\$ 69,933

<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 price, which can be significantly greater or lesser than the net asset value, may result in substantially different returns. Where applicable,

total investment returns exclude the effects of any sales charges and include the reinvestment of dividends and distributions.

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

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

<sup>6</sup> Annualized.

<sup>7</sup> Interest expense and fees related to TOBs. See Note 1 of the Notes to Financial Statements for details of municipal bonds transferred to TOBs.

See Notes to Financial Statements.

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## Financial Highlights

	Period					
	Year Ended April 30,		April 30,	Year Ended December 31,		
	2011	2010	2009	2008	2007	2006
<b>Per Share Operating Performance</b>						
Net asset value, beginning of period	\$ 13.86	\$ 11.87	\$ 10.77	\$ 14.12	\$ 15.01	\$ 15.27
Net investment income	0.98 <sup>1</sup>	0.92 <sup>1</sup>	0.27 <sup>1</sup>	0.89 <sup>1</sup>	0.99	1.02
Net realized and unrealized gain (loss)	(0.81)	1.83	1.03	(3.36)	(0.74)	(0.09)
Dividends to Preferred Shareholders from net investment income	(0.03)	(0.04)	(0.02)	(0.26)	(0.31)	(0.28)
Net increase (decrease) from investment operations	0.14	2.71	1.28	(2.73)	(0.06)	0.65
Dividends to Common Shareholders from net investment income	(0.89)	(0.72)	(0.18)	(0.62)	(0.83)	(0.91)
Net asset value, end of period	\$ 13.11	\$ 13.86	\$ 11.87	\$ 10.77	\$ 14.12	\$ 15.01
Market price, end of period	\$ 12.99	\$ 13.88	\$ 9.85	\$ 8.42	\$ 13.55	\$ 17.43
<b>Total Investment Return<sup>2</sup></b>						
Based on net asset value	1.07%	23.80%	12.28% <sup>3</sup>	(19.63)%	(0.82)%	4.09%
Based on market price	0.00%	49.41%	19.18% <sup>3</sup>	(34.53)%	(18.04)%	16.45%
<b>Ratios to Average Net Assets Applicable to Common Shareholders</b>						
Total expenses <sup>4</sup>	1.56%	1.60%	1.63% <sup>5</sup>	1.61%	1.55%	1.51%
Total expenses after fees waived and before fees paid indirectly <sup>4</sup>	1.55%	1.59%	1.61% <sup>5</sup>	1.45%	1.37%	1.28%
Total expenses after fees waived and paid indirectly <sup>4</sup>	1.55%	1.59%	1.61% <sup>5</sup>	1.45%	1.35%	1.23%
Total expenses after fees waived and paid indirectly and excluding interest expense and fees <sup>4,6</sup>	1.43%	1.57%	1.61% <sup>5</sup>	1.42%	1.35%	1.23%
Net investment income <sup>4</sup>	7.28%	6.94%	7.38% <sup>5</sup>	6.82%	6.82%	6.73%
Dividends to Preferred Shareholders	0.25%	0.28%	0.56% <sup>5</sup>	2.17%	2.10%	1.85%
Net investment income to Common Shareholders	7.03%	6.66%	6.82% <sup>5</sup>	4.65%	4.72%	4.88%
<b>Supplemental Data</b>						
Net assets applicable to Common Shareholders, end of period (000)	\$ 26,574	\$ 28,038	\$ 24,023	\$ 21,799	\$ 28,560	\$ 30,306
Preferred Shares outstanding at \$25,000 liquidation preference, end of period (000)	\$ 16,325	\$ 16,325	\$ 16,825	\$ 16,825	\$ 17,500	\$ 17,500
Portfolio turnover	17%	19%	8%	45%	41%	7%
Asset coverage per Preferred Share at \$25,000 liquidation preference, end of period	\$ 65,697	\$ 67,939	\$ 60,696	\$ 57,399	\$ 65,817	\$ 68,305

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

<sup>2</sup> Total investment returns based on market price, which can be significantly greater or lesser than the net asset value, may result in substantially different returns. Where applicable,

total investment returns exclude the effects of any sales charges and include the reinvestment of dividends and distributions.

<sup>3</sup> Aggregate total investment return.

<sup>4</sup> Do not reflect the effect of dividends to Preferred Shareholders.

<sup>5</sup> Annualized. Certain expenses incurred during the period January 1, 2009 to April 30, 2009 have been included in the ratio but not annualized. If these expenses were annualized,

the annualized ratio of total expenses, total expenses after fees waived and before fees paid indirectly, total expenses after fees waived and paid indirectly, total expenses after fees

waived and paid indirectly and excluding interest expense and fees, net investment income and net investment income to Common Shareholders would have been 1.91%, 1.89%,

1.89%, 1.89%, 7.09% and 6.53%, respectively.

<sup>6</sup> Interest expense and fees related to TOBs. See Note 1 of the Notes to Financial Statements for details of municipal bonds transferred to TOBs.

See Notes to Financial Statements.



## Financial Highlights

BlackRock Strategic Municipal  
Trust (BSD)

	Year Ended April 30,		Period January 1, 2009 to April 30,	Year Ended December 31,		
	2011	2010	2009	2008	2007	2006
<b>Per Share Operating Performance</b>						
Net asset value, beginning of period	\$ 13.00	\$ 10.95	\$ 9.90	\$ 14.27	\$ 15.64	\$ 15.68
Net investment income	0.94 <sup>1</sup>	0.96 <sup>1</sup>	0.32 <sup>1</sup>	1.02 <sup>1</sup>	1.07	1.07
Net realized and unrealized gain (loss)	(0.77)	1.96	1.00	(4.32)	(1.10)	0.28
Dividends to Preferred Shareholders from net investment income	(0.02)	(0.03)	(0.02)	(0.26)	(0.32)	(0.29)
Net increase (decrease) from investment operations	0.15	2.89	1.30	(3.56)	(0.35)	1.06
Dividends to Common Shareholders from net investment income	(0.88)	(0.84)	(0.25)	(0.81)	(1.02)	(1.10)
Net asset value, end of period	\$ 12.27	\$ 13.00	\$ 10.95	\$ 9.90	\$ 14.27	\$ 15.64
Market price, end of period	\$ 11.88	\$ 12.95	\$ 10.15	\$ 8.19	\$ 13.96	\$ 18.69
<b>Total Investment Return<sup>2</sup></b>						
Based on net asset value	1.19%	27.36%	13.44% <sup>3</sup>	(25.70)%	(2.82)%	6.38%
Based on market price	(1.65)%	36.87%	27.11% <sup>3</sup>	(37.17)%	(20.44)%	16.29%
<b>Ratios to Average Net Assets Applicable to Common Shareholders</b>						
Total expenses <sup>4</sup>	1.39%	1.36%	1.49% <sup>5</sup>	1.54%	1.30%	1.31%
Total expenses after fees waived and before fees paid indirectly <sup>4</sup>	1.39%	1.36%	1.48% <sup>5</sup>	1.45%	1.14%	1.07%
Total expenses after fees waived and paid indirectly <sup>4</sup>	1.39%	1.36%	1.48% <sup>5</sup>	1.45%	1.13%	1.04%
Total expenses after fees waived and paid indirectly and excluding interest expense and fees <sup>4,6</sup>	1.28%	1.26%	1.40% <sup>5</sup>	1.23%	1.13%	1.04%
Net investment income <sup>4</sup>	7.38%	7.91%	9.48% <sup>5</sup>	8.04%	7.12%	6.89%
Dividends to Preferred Shareholders	0.19%	0.22%	0.49% <sup>5</sup>	2.02%	2.12%	1.83%
Net investment income to Common Shareholders	7.19%	7.69%	8.99% <sup>5</sup>	6.02%	5.00%	5.06%
<b>Supplemental Data</b>						
Net assets applicable to Common Shareholders, end of period (000)	\$ 89,481	\$ 94,736	\$ 79,820	\$ 72,188	\$ 103,882	\$ 113,697
Preferred Shares outstanding at \$25,000 liquidation preference, end of period (000)	\$ 42,975	\$ 42,975	\$ 47,750	\$ 47,750	\$ 62,000	\$ 62,000
Portfolio turnover	20%	32%	6%	17%	21%	71%
Asset coverage per Preferred Share at \$25,000 liquidation preference, end of period	\$ 77,055	\$ 80,113	\$ 66,791	\$ 62,803	\$ 66,904	\$ 78,856

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

<sup>2</sup> Total investment returns based on market price, which can be significantly greater or lesser than the net asset value, may result in substantially different returns. Where applicable,

total investment returns exclude the effects of any sales charges and include the reinvestment of dividends and distributions.

<sup>3</sup> Aggregate total investment return.

<sup>4</sup> Do not reflect the effect of dividends to Preferred Shareholders.

<sup>5</sup> Annualized. Certain expenses incurred during the period January 1, 2009 to April 30, 2009 have been included in the ratio but not annualized. If these expenses were annualized,

the annualized ratio of total expenses, total expenses after fees waived and before fees paid indirectly, total expenses after fees waived and paid indirectly, total expenses after fees

waived and paid indirectly and excluding interest expense and fees, net investment income and net investment income to Common Shareholders would have been 1.91%, 1.89%,

1.89%, 1.89%, 7.09% and 6.53%, respectively.

<sup>6</sup> Interest expense and fees related to TOBs. See Note 1 of the Notes to Financial Statements for details of municipal bonds transferred to TOBs.

See Notes to Financial Statements.

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## Notes to Financial Statements

### 1. Organization and Significant Accounting Policies:

BlackRock Investment Quality Municipal Trust Inc. (“BKN”) is organized as a Maryland corporation. BlackRock Long-Term Municipal Advantage Trust (“BTA”), BlackRock Municipal 2020 Term Trust (“BKK”), BlackRock Municipal Income Trust (“BFK”), BlackRock Pennsylvania Strategic Municipal Trust (“BPS”) and BlackRock Strategic Municipal Trust (“BSD”) (collectively, together with BKN, the “Trusts” or individually as the “Trust”) are organized as Delaware statutory trusts. BKN, BKK, BFK and BSD are registered under the Investment Company Act of 1940, as amended (the “1940 Act”), as diversified, closed-end management investment companies. BTA and BPS are registered under the 1940 Act as non-diversified, closed-end management investment companies. The Trusts’ financial statements are prepared in conformity with accounting principles generally accepted in the United States of America (“US GAAP”), which may require management to make estimates and assumptions that affect the reported amounts and disclosures in the financial statements. Actual results could differ from those estimates. The Board of Directors and the Board of Trustees of the Trusts are referred to throughout this report as the “Board of Trustees” or the “Board”. The Trusts determine and make available for publication the net asset values of their Common Shares on a daily basis.

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

Valuation: US GAAP defines fair value as the price the Trusts would receive to sell an asset or pay to transfer a liability in an orderly transaction between market participants at the measurement date. The Trusts fair value their financial instruments at market value using independent dealers or pricing services under policies approved by the Board. 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. In determining the value of a particular investment, pricing services may use certain information with respect to transactions in such investments, quotations from dealers, pricing matrixes, market transactions in comparable investments and information with respect to various relationships between investments. Financial futures contracts traded on exchanges are valued at their last sale price. Short-term securities with remaining maturities of 60 days or less may be valued at amortized cost, which approximates fair value. Investments in open-end registered investment companies are valued at net asset value each business day.

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 or is not available, the investment will be valued in accordance with a policy approved by the Board as reflecting

fair value ("Fair Value Assets"). When determining the price for Fair Value Assets, the investment advisor and/or the sub-advisor seeks to determine the price that each Trust 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.

**Zero-Coupon Bonds:** The Trusts 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.

**Forward Commitments and When-Issued Delayed Delivery Securities:** The Trusts 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 Trusts may purchase securities under such conditions 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 Trusts may be required to pay more at settlement than the security is worth. In addition, the Trusts are not entitled to any of the interest earned prior to settlement. When purchasing a security on a delayed delivery basis, the Trusts assume the rights and risks of ownership of the security, including the risk of price and yield fluctuations. In the event of default by the counterparty, the Trusts' maximum amount of loss is the unrealized appreciation of unsettled when-issued transactions, which are shown on the Schedules of Investments.

**Municipal Bonds Transferred to TOBs:** The Trusts leverage their assets through the use of 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 bonds. Other funds managed by the investment advisor may also contribute municipal bonds to a TOB into which a Trust has contributed bonds. 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. The TOB Residuals held by a Trust include the right of a Trust (1) to cause the holders of a proportional share of the short-term floating rate certificates to tender their certificates at par, including during instances of a rise in short-term interest rates, and (2) to transfer, within seven days, a corresponding share of the municipal bonds from the TOB to a Trust. The TOB may also be terminated without the consent of a Trust upon the occurrence of certain events as defined in the TOB agreements. Such termination events may include the bankruptcy or default of the municipal bond, a substantial downgrade in credit quality of the municipal bond, the inability of the TOB to obtain quarterly or annual renewal of the liquidity support agreement, a substantial decline in market value of the municipal bond or the inability to

remarket the short-term floating rate certificates to third party investors. During the year ended April 30, 2011, no TOBs that the Trusts participated in have been terminated without the consent of the Trusts.

The cash received by the TOB from the sale of the short-term floating rate certificates, less transaction expenses, is paid to a Trust, which typically invests the cash in additional municipal bonds. Each Trust's transfer of the municipal bonds to a TOB is accounted for as a secured borrowing, therefore the municipal bonds deposited into a TOB are presented in the Trusts' Schedules of Investments and the proceeds from the issuance of the short-term floating rate certificates are shown as trust certificates in the Statements of Assets and Liabilities.

## Notes to Financial Statements (continued)

Interest income, including amortization and accretion of premiums and discounts, from the underlying municipal bonds is recorded by the Trusts 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 shown as interest expense and fees in the Statements of Operations. The short-term 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. At April 30, 2011, the aggregate value of the underlying municipal bonds transferred to TOBs, the related liability for trust certificates and the range of interest rates on the liability for trust certificates were as follows:

Underlying Municipal	Bonds	Liability	Range of
	Transferred to TOBs	for Trust Certificates Interest Rates	
BKN	\$ 24,261,589	\$13,137,401	0.26% – 0.32%
BTA	\$123,390,548	\$87,461,565	0.26% – 0.32%
BKK	\$ 5,319,100	\$ 3,750,000	0.31%
BFK	\$128,680,527	\$75,182,147	0.26% – 0.35%
BPS	\$ 7,728,032	\$ 4,124,755	0.26% – 0.46%
BSD	\$ 23,885,266	\$13,546,164	0.26% – 0.33%

For the year ended April 30, 2011, the Trusts' average trust certificates outstanding and the daily weighted average interest rate, including fees, were as follows:

	Average Trust	Daily
	Certificates Outstanding	Weighted Average Interest Rate
BKN	\$12,906,632	0.74%
BTA	\$88,684,976	1.07%
BKK	\$ 3,750,000	0.69%
BFK	\$75,573,519	0.75%
BPS	\$ 3,773,655	0.86%
BSD	\$13,610,207	0.75%

Should short-term interest rates rise, the Trusts' investments in TOBs may adversely affect the Trusts' net investment income and dividends to Common Shareholders. Also, fluctuations in the market values of municipal bonds deposited into the TOB may adversely affect the Trusts' net asset values per share.

**Segregation and Collateralization:** In cases in which the 1940 Act and the interpretive positions of the Securities and Exchange Commission ("SEC") require that the Trusts either deliver collateral or segregate assets in connection with certain investments (e.g., financial futures contracts) the Trusts will, consistent with SEC rules and/or certain interpretive letters issued by the SEC, segregate collateral or designate on their books and records cash or liquid securities having a market value at least equal to the amount that would otherwise be required to be physically segregated. Furthermore, based on requirements and agreements with certain exchanges and third party broker-dealers, each party to such transactions has requirements to deliver/deposit securities as collateral for certain investments.

**Investment Transactions and Investment Income:** For financial reporting purposes, investment transactions are recorded on the dates the transactions are entered into (the trade dates). Realized gains and losses on investment transactions are determined on the identified cost basis. Dividend income is recorded on the ex-dividend dates. Interest income, including amortization and accretion of premiums and discounts on debt securities, is recognized on the accrual basis.

**Dividends and Distributions:** Dividends from net investment income are declared and paid monthly. Distributions of capital gains are recorded on the ex-dividend dates. The amount and timing of dividends and distributions are determined in accordance with federal income tax regulations, which may differ from US GAAP. Dividends and distributions to Preferred Shareholders are accrued and determined as described in Note 7.

**Income Taxes:** It is each Trust's policy to comply with the requirements of the Internal Revenue Code of 1986, as amended, applicable to regulated investment companies and to distribute substantially all of its taxable income to its shareholders. Therefore, no federal income tax provision is required.

Each Trust files US federal and various state and local tax returns. No income tax returns are currently under examination. The statute of limitations on the Trusts' US federal tax returns remains open for each of the two years ended April 30, 2011, the period ended April 30, 2009 and the preceding taxable year of the respective Trust. The statutes of limitations on each Trust's state and local tax returns may remain open for an additional year depending upon the jurisdiction. Management does not believe there are any uncertain tax positions that require recognition of a tax liability.

**Deferred Compensation and BlackRock Closed-End Share Equivalent Investment Plan:** Under the deferred compensation plan approved by each Trust's Board, independent Trustees ("Independent 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 certain other BlackRock Closed-End Funds selected by the Independent Trustees. This has approximately the same economic effect for the Independent Trustees as if the Independent Trustees had invested the deferred amounts directly in certain 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 Trust. Each Trust may, however, elect to invest in common shares of certain other BlackRock Closed-End Funds selected by the Independent Trustees in order to match its deferred compensation obligations. Investments to cover each Trust's deferred compensation liability, if any, are included in other assets in the Statements of Assets and Liabilities. Dividends and distributions from the BlackRock Closed-End Fund investments under the plan are included in income — affiliated in the Statements of Operations.

Other: Expenses directly related to a Trust are charged to that Trust. Other operating expenses shared by several funds are pro rated among those funds on the basis of relative net assets or other appropriate methods.

The Trusts have an arrangement with the custodian whereby fees may be reduced by credits earned on uninvested cash balances, which if applicable are shown as fees paid indirectly in the Statements of Operations. The



## Notes to Financial Statements (continued)

custodian imposes fees on overdrawn cash balances, which can be offset by accumulated credits earned or may result in additional custody charges.

### 2. Derivative Financial Instruments:

The Trusts engage in various portfolio investment strategies using derivative contracts both to increase the returns of the Trusts and to economically hedge, or protect, their exposure to certain risks such as interest rate risk. These contracts may be transacted on an exchange.

Losses may arise if the value of the contract decreases due to an unfavorable change in the market rates or values of the underlying instrument or if the counterparty does not perform under the contract. Counterparty risk related to exchange-traded financial futures contracts is deemed to be minimal due to the protection against defaults provided by the exchange on which these contracts trade.

**Financial Futures Contracts:** The Trusts purchase or sell financial futures contracts and options on financial futures contracts to gain exposure to, or economically hedge against, changes in interest rates (interest rate risk). Financial futures contracts are agreements between the Trusts and a counterparty to buy or sell a specific quantity of an underlying instrument at a specified price and at a specified date. Depending on the terms of the particular contract, futures contracts are settled either through physical delivery of the underlying instrument on the settlement date or by payment of a cash settlement amount on the settlement date. Pursuant to the contract, the Trusts agree 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 margin variation and are recorded by the Trusts as unrealized appreciation or depreciation. When the contract is closed, the Trusts record 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. The use of financial futures contracts involves the risk of an imperfect correlation in the movements in the price of the financial futures contracts, interest rates and the underlying assets.

### Derivative Instruments Categorized by Risk

#### Exposure:

#### Fair Values of Derivative Instruments as of April 30, 2011

		Liability Derivatives				
		BKN	BTA	BFK	BPS	BSD
<b>Statements of Assets and</b>						
<b>Liabilities Location</b>						
Interest rate	Net unrealized					

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contracts: appreciation/depreciation\*      \$391,480      \$275,825      \$1,063,895      \$26,269      173,375

\* Includes cumulative appreciation/depreciation on financial futures contracts as reported in the Schedules of Investments. Only current day's margin variation is reported within the Statements of Assets and Liabilities.

### The Effect of Derivative Instruments in the Statements of Operations

Year Ended April 30, 2011

#### Net Realized Loss From

	BKN	BTA	BFK	BPS	BSD
Interest rate contracts:					
Financial futures contracts	\$ (79,167)	\$ (72,294)	\$ (458,914)	\$ (21,030)	\$ (71,021)

#### Net Change in Unrealized Appreciation/Depreciation From

	BKN	BTA	BFK	BPS	BSD
Interest rate contracts:					
Financial futures contracts	\$(391,480)	\$(275,825)	\$(1,063,895)	\$(26,269)	\$(173,375)

For the year ended April 30, 2011, the average quarterly balances of outstanding derivative financial instruments were as follows:

	BKN	BTA	BFK	BPS	BSD
Financial futures contracts:					
Average number of contracts sold	42	26	101	3	17
Average notional value of contracts sold	\$5,043,690	\$3,110,985	\$11,999,515	\$296,284	\$1,955,476

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

As of April 30, 2011, The PNC Financial Services Group, Inc. ("PNC"), Bank of America Corporation ("BAC") and Barclays Bank PLC ("Barclays") were the largest stockholders of BlackRock, Inc. ("BlackRock"). Due to the own-

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ership structure, PNC is an affiliate of the Trusts for 1940 Act purposes, but BAC and Barclays are not.

Each Trust entered into an Investment Advisory Agreement with BlackRock Advisors, LLC (the "Manager"), the Trusts' investment advisor, an indirect, wholly owned subsidiary of BlackRock, to provide investment advisory and administration services. The Manager is responsible for the management of each Trust's portfolio and provides the necessary personnel, facilities, equipment and certain other services necessary to the operations of each Trust. For such services, each Trust pays the Manager a monthly fee at the following annual rates of each Trust's average weekly net assets as follows:

BKN	0.35%
BTA	1.00%
BKK	0.50%
BFK	0.60%
BPS	0.60%
BSD	0.60%

Average weekly net assets for all of the Trusts, except BTA, is the average weekly value of each Trust's total assets minus the sum of its accrued liabilities. For BTA, average weekly net assets is the average weekly value of the Trust's total assets minus the sum of its total liabilities.

## Notes to Financial Statements (continued)

The Manager voluntarily agreed to waive a portion of the investment advisory fees or other expenses as a percentage of its average daily net assets as follows:

	<b>Through</b>	<b>Rate</b>
BTA	January 31, 2011	0.40%
	January 31, 2012	0.30%
	January 31, 2013	0.20%
	January 31, 2014	0.10%
BFK	July 31, 2010	0.05%

For the year ended April 30, 2011, the Manager waived the following amounts, which are included in fees waived by advisor in the Statements of Operations:

BTA	\$549,525
BFK	\$115,236

The Manager voluntarily agreed to waive its investment advisory fees by the amount of investment advisory fees each Trust pays to the Manager indirectly through its investment in affiliated money market funds, however the Manager does not waive its investment advisory fees by the amount of investment advisory fees paid through each Trust's investment in other affiliated investment companies, if any. These amounts are shown as, or included in, fees waived by advisor in the Statements of Operations. For the year ended April 30, 2011, the amounts waived were as follows:

BKN	\$2,049
BTA	\$ 521
BKK	\$3,553
BFK	\$5,341
BPS	\$4,006
BSD	\$ 897

The Manager entered into a sub-advisory agreement with BlackRock Financial Management, LLC ("BFM"), an affiliate of the Manager. The Manager pays BFM for services it provides, a monthly fee that is a percentage of the investment advisory fees paid by each Trust to the Manager.

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BKN has an Administration Agreement with the Manager. The administration fee paid to the Manager is computed at an annual rate of 0.15% of the Trust's average weekly net assets including proceeds from the issuance of Preferred Shares and TOBs.

For the period May 1, 2010 through December 31, 2010, each Trust reimbursed the Manager for certain accounting services, which are included in accounting services in the Statements of Operations. The reimbursements were as follows:

BTA	\$ 3,048
BKK	\$ 6,111
BFK	\$11,948
BPS	\$ 618
BSD	\$ 1,939

Effective January 1, 2011, the Trusts no longer reimburse the Manager for accounting services.

Certain officers and/or trustees of the Trusts are officers and/or directors of BlackRock or its affiliates. The Trusts reimburse the Manager for compensation paid to the Trusts' Chief Compliance Officer.

#### 4. Investments:

Purchases and sales of investments excluding short-term securities, for the year ended April 30, 2011, were as follows:

	<b>Purchases</b>	<b>Sales</b>
BKN	\$140,331,601	\$139,294,799
BTA	\$ 26,502,607	\$ 32,328,967
BKK	\$ 44,302,466	\$ 40,741,876
BFK	\$161,135,851	\$181,705,192
BPS	\$ 9,317,589	\$ 7,986,523
BSD	\$ 29,295,086	\$ 30,207,149

#### 5. Income Tax Information:

Reclassifications: US GAAP require that certain components of net assets be adjusted to reflect permanent differences between financial and tax reporting.

These reclassifications have no effect on net assets or net asset values per share. The following permanent differences as of April 30, 2011 attributable to amortization methods on fixed income securities, income recognized from pass-through entities, distributions received from regulated investment companies, the expiration of capital loss carryforwards and the sale of bonds received from tender option bond trusts were reclassified to the following accounts:

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	<b>BKN</b>	<b>BTA</b>	<b>BKK</b>	<b>BFK</b>	<b>BSD</b>
Paid-in capital		—	—	—\$(11,416,462)	—
Undistributed net investment income		\$ (20,401)	\$ (94,065)	\$ (664)	\$ (2,193)
Accumulated net realized loss		\$ 20,401	\$ 94,065	\$ 664	\$ 11,418,655

The tax character of distributions paid during the fiscal years ended April 30, 2011 and April 30, 2010 was as follows:

	<b>BKN</b>	<b>BTA</b>	<b>BKK</b>	<b>BFK</b>	<b>BPS</b>	<b>BSD</b>
Tax-exempt income						
4/30/2011	\$17,680,514	\$9,738,600	\$15,838,986	\$43,381,671	\$1,866,130	\$6,577,857
4/30/2010	16,623,854	9,208,155	15,895,100	42,585,886	1,528,702	6,302,528
Ordinary income						
4/30/2011	\$ 40,399	\$ 29,268	—	\$ 32,125	—	\$ 25,538
Total distributions						
4/30/2011	\$17,720,913	\$9,767,868	\$15,838,986	\$43,413,796	\$1,866,130	\$6,603,395
4/30/2010	\$16,623,854	\$9,208,155	\$15,895,100	\$42,585,886	\$1,528,702	\$6,302,528

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## Notes to Financial Statements (continued)

As of April 30, 2011, the tax components of accumulated net earnings (losses) were as follows:

	BKN	BTA	BKK	BFK	BPS	BSD
Undistributed tax-exempt income	\$ 4,617,824	\$ 3,072,049	\$15,601,011	\$ 11,061,734	\$ 596,933	\$ 1,717,899
Undistributed ordinary income	1,755	551	2,651	14,252	263	2,028
Capital loss carryforwards	(10,270,670)	(35,409,855)	(2,762,977)	(36,102,683)	(1,703,952)	(11,079,147)
Net unrealized losses*	(13,787,233)	(18,249,367)	(3,943,397)	(54,280,848)	(846,434)	(4,591,591)
<b>Total</b>	<b>\$(19,438,324)</b>	<b>\$(50,586,622)</b>	<b>\$ 8,897,288</b>	<b>\$(79,307,545)</b>	<b>\$(1,953,190)</b>	<b>\$(13,950,811)</b>

\* The differences between book-basis and tax-basis net unrealized losses were attributable primarily to the tax deferral of losses on wash sales, amortization methods for premiums and discounts on fixed income securities, the deferral of post-October capital losses for tax purposes, the timing and recognition of partnership income, the treatment of residual interests in tender option bond trusts, the accrual of income on securities in default, the realization for tax purposes of unrealized gains/losses on certain futures contracts and the deferral of compensation to trustees.

As of April 30, 2011, the Funds had capital loss carryforwards available to offset future realized capital gains through the indicated expiration dates:

Expires April 30,	BKN	BTA	BKK	BFK	BPS	BSD	
2012		—	—	—\$15,775,833		— \$ 427,602	
2013		—	—	\$ 264,701	—	\$ 59,917 1,011,077	
2014		\$ 22,282	\$ 701,315	—	4,991,959	— —	
2015		—	—	524,725	606,017	— —	
2016		4,566,913	22,052,642	411,992	10,207,532	127,957 251,883	
2017		4,506,796	6,882,935	—	2,065,704	929,529 4,028,776	
2018		1,174,679	4,821,726	471,188	2,455,638	586,549 2,381,683	
2019		—	951,237	1,090,371	—	— 2,978,126	
						\$	
<b>Total</b>		<b>\$ 10,270,670</b>	<b>\$35,409,855</b>	<b>\$ 2,762,977</b>	<b>\$36,102,683</b>	<b>1,703,952</b>	<b>\$11,079,147</b>

Under the recently enacted Regulated Investment Company Modernization Act of 2010, capital losses incurred by the Funds after April 30, 2011 will not be subject to expiration. In addition, these losses must be utilized prior to the losses incurred in pre-enactment taxable years.

#### 6. Concentration, Market and Credit Risk:

The Trusts invest a substantial amount of their assets in issuers located in a single state or limited number of states. Please see the Schedules of Investments for concentration in specific states.

Many municipalities insure repayment of their bonds, which may reduce the potential for loss due to credit risk. The market value of these bonds may fluctuate for other reasons, including market perception of the value of

such insurance, and there is no guarantee that the insurer will meet its obligation.

In the normal course of business, the Trusts invest in securities and enter into transactions where risks exist due to fluctuations in the market (market risk) or failure of the issuer of a security to meet all its obligations (credit risk). The value of securities held by the Trusts may decline in response to certain events, including those directly involving the issuers whose securities are owned by the Trusts; conditions affecting the general economy; overall market changes; local, regional or global political, social or economic instability; and currency and interest rate and price fluctuations. Similar to credit risk, the Trusts may be exposed to counterparty risk, or the risk that an entity with which the Trusts have unsettled or open transactions may default. The Trusts manage counterparty risk by entering into transactions only with counterparties that they believe have the financial resources to honor their obligations and by monitoring the financial stability of those counterparties. Financial assets, which potentially expose the Trusts to credit and counterparty risks, consist principally of investments and cash due from counterparties. The extent of the Trusts' exposure to credit and counterparty risks with respect to these financial assets is generally approximated by their value recorded in the Trusts' Statements of Assets and Liabilities, less any collateral held by the Trusts.

As of April 30, 2011, BKN, BFK, BPS and BSD invested a significant portion of their assets in the health sector. Changes in economic conditions affecting the health sector would have a greater impact on the Trusts and could affect the value, income and/or liquidity of positions in such securities.

#### 7. Capital Share Transactions:

BKK, BFK, BPS and BSD are authorized to issue an unlimited number of shares, including Preferred Shares, par value \$0.001 per share, all of which were initially classified as Common Shares. BKN is authorized to issue 200 million shares including Preferred Shares, all of which were initially classified as Common Shares, par value \$0.01 per share. BTA is authorized to issue an unlimited number of Common Shares, par value \$0.001 per share. BTA is also allowed to issue Preferred Shares but has not done so. The Board is authorized, however, to reclassify any unissued shares without approval of Common Shareholders.

#### Common Shares

At April 30, 2011, the shares owned by an affiliate of the Manager of the Trusts were as follows:

	<b>Shares</b>
BTA	9,704





## Notes to Financial Statements (continued)

For the years shown, shares issued and outstanding increased by the following amounts as a result of dividend reinvestment:

	<b>Year Ended April 30, 2011</b>	<b>Year Ended April 30, 2010</b>
BKN	68,294	58,180
BTA	27,526	—
BFK	136,583	152,317
BPS	2,930	—
BSD	5,864	1,237

Shares issued and outstanding remained constant for BKK for the years ended April 30, 2011 and April 30, 2010.

### Preferred Shares

The Preferred Shares are redeemable at the option of each Trust, in whole or in part, on any dividend payment date at their liquidation preference per share plus any accumulated and unpaid dividends whether or not declared. The Preferred Shares are also subject to mandatory redemption at their liquidation preference plus any accumulated and unpaid dividends, whether or not declared, if certain requirements relating to the composition of the assets and liabilities of a Trust, as set forth in each Trust's Articles Supplementary (the "Governing Instrument") are not satisfied.

From time to time in the future, each Trust may effect repurchases of its Preferred Shares at prices below their liquidation preference as agreed upon by the Trust and seller. Each Trust also may redeem its Preferred Shares from time to time as provided in the applicable Governing Instrument. Each Trust intends to effect such redemptions and/or repurchases to the extent necessary to maintain applicable asset coverage requirements or for such other reasons as the Board may determine.

The holders of Preferred Shares have voting rights equal to the holders of Common Shares (one vote per share) and will vote together with holders of Common Shares (one vote per share) as a single class. However, the holders of Preferred Shares, voting as a separate class, are also entitled to elect two Trustees for each Trust. 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 Shares, voting separately as a class would be required to (a) adopt any plan of

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reorganization that would adversely affect the Preferred Shares, (b) change a Trust's sub-classification 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.

The Trusts had the following series of Preferred Shares outstanding, effective yields and reset frequency as of April 30, 2011:

Series	Preferred Shares	Effective Yield	Reset Frequency Days
BKN	T7 2,804	0.40%	7
	T28 2,234	0.38%	28
BKK	M7 2,318	0.40%	7
	W7 2,318	0.41%	7
	F7 2,318	0.41%	7
BFK	M7 2,167	0.40%	7
	T7 2,167	0.40%	7
	W7 2,167	0.41%	7
	R7 2,167	0.41%	7
BPS	F7 2,167	0.41%	7
	W7 653	0.41%	7
BSD	W7 1,719	0.41%	7

Dividends on seven-day and 28-day Preferred Shares are cumulative at a rate which is reset every seven or 28 days, respectively, based on the results of an auction. If the Preferred Shares fail to clear the auction on an auction date, each Trust is required to pay the maximum applicable rate on the Preferred Shares to holders of such shares for successive dividend periods until such time as the shares are successfully auctioned. The maximum applicable rate on all series of Preferred Shares 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. The low, high and average dividend rates on the Preferred Shares for each Trust for the year ended April 30, 2011 were as follows:

Series	Low	High	Average
BKN	T7 0.35%	0.50%	0.42%
	T28 0.35%	0.49%	0.41%
BKK	M7 0.35%	0.50%	0.42%
	W7 0.37%	0.50%	0.42%
	F7 0.35%	0.50%	0.42%
BFK	M7 0.35%	0.50%	0.42%
	T7 0.35%	0.50%	0.42%

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	W7	0.37%	0.50%	0.42%
	R7	0.35%	0.50%	0.42%
	F7	0.35%	0.50%	0.41%
BPS	W7	0.37%	0.50%	0.42%
BSD	W7	0.37%	0.50%	0.42%

Since February 13, 2008, the Preferred Shares of the Trusts failed to clear any of their auctions. As a result, the Preferred Shares dividend rates were reset to the maximum applicable rate, which ranged from 0.35% to 0.50% for the year ended April 30, 2011. A failed auction is not an event of default for the Trusts but it has a negative impact on the liquidity of Preferred Shares. A failed auction occurs when there are more sellers of a Trust's auction rate preferred shares than buyers. A successful auction for the Trusts' Preferred Shares may not occur for some time, if ever, and even if liquidity does resume, Preferred Shareholders may not have the ability to sell the Preferred Shares at their liquidation preference.

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## Notes to Financial Statements (concluded)

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

The Trusts pay commissions of 0.15% on the aggregate principal amount of all shares that fail to clear their auctions and 0.25% on the aggregate principal amount of all shares that successfully clear their auctions. Certain broker dealers have individually agreed to reduce commissions for failed auctions.

Preferred Shares issued and outstanding remained constant for all Trusts for the year ended April 30, 2011 and for the year ended April 30, 2010 for BKK.

During the year ended April 30, 2010, the Trusts announced the following redemptions of Preferred Shares at a price of \$25,000 per share plus any accrued and unpaid dividends through the redemption date:

	Redemption		Shares	Aggregate
	Series	Date	Redeemed	Principal
BKN	T7	7/08/09	22	\$ 550,000
	T28	7/08/09	18	\$ 450,000
BFK	M7	7/14/09	178	\$4,450,000
	T7	7/08/09	178	\$4,450,000
	W7	7/09/09	178	\$4,450,000
	R7	7/10/09	178	\$4,450,000
	F7	7/13/09	178	\$4,450,000
BPS	W7	7/09/09	20	\$ 500,000
BSD	W7	7/09/09	191	\$4,775,000

The Trusts financed the Preferred Share redemptions with cash received from TOB transactions.

### 8. Subsequent Events:

Management's evaluation of the impact of all subsequent events on the Trusts' financial statements was completed through the date the financial statements were issued and the following items were noted:

Each Trust paid a net investment income dividend on June 1, 2011 to Common Shareholders of record on May 16, 2011 as follows:

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	<b>Common Dividend Per Share</b>
BKN	\$0.08400
BTA	\$0.06250
BKK	\$0.06225
BFK	\$0.08010
BPS	\$0.07600
BSD	\$0.07400

The dividends declared on Preferred Shares for the period May 1, 2011 to May 31, 2011 were as follows:

	<b>Series</b>	<b>Dividends Declared</b>
BKN	T7	\$19,959
	T28	\$16,500
BKK	M7	\$16,855
	W7	\$16,545
	F7	\$16,737
BFK	M7	\$15,757
	T7	\$15,425
	W7	\$15,467
	R7	\$15,147
	F7	\$15,646
BPS	W7	\$ 4,658
BSD	W7	\$12,269

Each Trust will pay a net investment income dividend on July 1, 2011 to Common Shareholders of record on June 15, 2011 as follows:

	<b>Common Dividend Per Share</b>
BKN	\$0.08400
BTA	\$0.06250
BKK	\$0.06225
BFK	\$0.08010
BPS	\$0.07600
BSD	\$0.07400



## Report of Independent Registered Public Accounting Firm

To the Shareholders and Board of Directors/Trustees of:

BlackRock Investment Quality Municipal Trust Inc.

BlackRock Long-Term Municipal Advantage Trust

BlackRock Municipal 2020 Term Trust

BlackRock Municipal Income Trust

BlackRock Pennsylvania Strategic Municipal Trust

BlackRock Strategic Municipal Trust (collectively  
the "Trusts"):

We have audited the accompanying statements of assets and liabilities of BlackRock Investment Quality Municipal Trust Inc., BlackRock Long-Term Municipal Advantage Trust, BlackRock Municipal 2020 Term Trust, BlackRock Municipal Income Trust, BlackRock Pennsylvania Strategic Municipal Trust, and BlackRock Strategic Municipal Trust, including the schedules of investments, as of April 30, 2011, the related statements of operations for the year then ended, the statement of cash flows for the year then ended for BlackRock Long-Term Municipal Advantage Trust, the statements of changes in net assets for each of the two years in the period then ended, and the financial highlights for each of the periods presented. These financial statements and financial highlights are the responsibility of the Trusts' management. Our responsibility is to express an opinion on these financial statements and financial highlights based on our audits.

We conducted our audits in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement. The Trusts are not required to have, nor were we engaged to perform, an audit of their internal control over financial reporting. Our audits included consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Trusts' internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. Our procedures included confirmation of securities owned as of April 30, 2011, by correspondence with the custodian and brokers; where replies were not received from brokers, we performed other auditing procedures. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements and financial highlights referred to above present fairly, in all material respects, the financial position of BlackRock Investment Quality Municipal Trust Inc., BlackRock Long-Term Municipal Advantage Trust, BlackRock Municipal 2020 Term Trust,



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BlackRock Municipal Income Trust, BlackRock Pennsylvania Strategic Municipal Trust, and BlackRock Strategic Municipal Trust as of April 30, 2011, the results of their operations for the year then ended, the cash flows for the year then ended for BlackRock Long-Term Municipal Advantage Trust, the changes in their net assets for each of the two years in the period then ended, and the financial highlights for each of the periods presented, in conformity with accounting principles generally accepted in the United States of America.

Deloitte & Touche LLP  
Princeton, New Jersey  
June 27, 2011

### Important Tax Information (Unaudited)

The following table summarizes the taxable per share distributions paid by BKN, BTA, BFK and BSD during the taxable year ended April 30, 2011:

<b>BKN</b>	<b>Payable Date</b>	<b>Ordinary Income<sup>1</sup></b>
Common Shareholders	12/31/2010	\$ 0.002301
Preferred Shareholders:		
Series T7	11/24/2010	\$ 0.14
Series T7	12/15/2010	\$ 0.10
Series T28	11/24/2010	\$ 0.14
Series T28	12/22/2010	\$ 0.10
<b>BTA</b>		
Common Shareholders	12/31/2010	\$ 0.002190
<b>BFK</b>		
Common Shareholders	12/31/2010	\$ 0.000703
Preferred Shareholders:		
Series M7	11/30/2010	\$ 0.08
Series T7	11/24/2010	\$ 0.08
Series W7	11/26/2010	\$ 0.08
Series R7.	11/26/2010	\$ 0.08
Series F7	11/29/2010	\$ 0.08
<b>BSD</b>		
Common Shareholders	12/31/2010	\$ 0.003405
Preferred Shareholders:		
Series W7	11/26/2010	\$ 0.41

<sup>1</sup> Additionally, all ordinary income distributions consist of Interest Related Dividends and are eligible for exemption from US withholding tax for nonresident aliens and foreign corporations.

All other net investment income distributions paid by BKN, BTA, BKK, BFK, BPS and BSD during the taxable year ended April 30, 2011 qualify as tax-exempt interest dividends for federal income tax purposes.



## Automatic Dividend Reinvestment Plans

Pursuant to each Trust's Dividend Reinvestment Plan (the "Reinvestment Plan"), Common Shareholders are automatically enrolled to have all distributions of dividends and capital gains reinvested by Computershare Trust Company, N.A. (the "Reinvestment Plan Agent") in the respective Trust's shares pursuant to the Reinvestment Plan. Shareholders who do not participate in the Reinvestment Plan will receive all distributions in cash paid by check and mailed directly to the shareholders of record (or if the shares are held in street or other nominee name, then to the nominee) by the Reinvestment Plan Agent, which serves as agent for the shareholders in administering the Reinvestment Plan.

After BKN, BTA, BFK, BPS and BSD declare a dividend or determine to make a capital gain distribution, the Reinvestment Plan Agent will acquire shares for the participants' accounts, depending upon the following circumstances, either (i) through receipt of unissued but authorized shares from the Trust ("newly issued shares") or (ii) by purchase of outstanding shares on the open market, on the Trust's primary exchange ("open-market purchases"). If, on the dividend payment date, the NAV per share is equal to or less than the market price per share plus estimated brokerage commissions (such condition often referred to as a "market premium"), the Reinvestment Plan Agent will invest the dividend amount in newly issued shares on behalf of the participants. The number of newly issued shares to be credited to each participant's account will be determined by dividing the dollar amount of the dividend by the NAV on the date the shares are issued. However, if the NAV per share is less than 95% of the market price on the payment date, the dollar amount of the dividend will be divided by 95% of the market price on the payment date. If, on the dividend payment date, the NAV per share is greater than the market value per share plus estimated brokerage commissions (such condition often referred to as a "market discount"), the Reinvestment Plan Agent will invest the dividend amount in shares acquired on behalf of the participants in open-market purchases. If the Reinvestment Plan Agent is unable to invest the full dividend amount in open market purchases, or if the market discount shifts to a market premium during the purchase period, the Reinvestment Plan Agent will invest any un-invested portion in newly issued shares.

After BKK declares a dividend or determines to make a capital gain distribution, the Reinvestment Plan Agent will acquire shares for the participants' account by the purchase of outstanding shares on the open market, on BKK's primary exchange ("open market purchases"). BKK will not issue any new shares under the Reinvestment Plan.

Participation in the Reinvestment Plan is completely voluntary and may be terminated or resumed at any time without penalty by notice if received and processed by the Reinvestment Plan Agent prior to the dividend record date; otherwise such termination or resumption will be effective with respect to any subsequently declared dividend or other distribution.

The Reinvestment Plan Agent's fees for the handling of the reinvestment of dividends and distributions will be paid by each Trust. However, each participant will pay a pro rata share of brokerage commissions incurred with respect to the Reinvestment Plan Agent's open market purchases in connection with the reinvestment of dividends and distributions. The automatic reinvestment of dividends and distributions will not relieve participants of any federal income tax that maybe payable on such dividends or distributions.

Each Trust reserves the right to amend or terminate the Reinvestment Plan. There is no direct service charge to participants in the Reinvestment Plan; however, each Trust reserves the right to amend the Reinvestment Plan to include a service charge payable by the participants. Participants that request a sale of shares through the Reinvestment Plan Agent are subject to a \$2.50 sales fee and a \$0.15 per share sold brokerage commission. All correspondence concerning the Reinvestment Plan should be directed to the Reinvestment Plan Agent at P.O. Box 43078, Providence, RI 02940-3078 or by calling (800) 699-1BFM. All overnight correspondence should be directed to the Reinvestment Plan Agent at 250 Royall Street, Canton, MA 02021.

## Officers and Trustees

Name, Address and Year of Birth	Position(s) Held with Trusts	Length of Time Served as a Trustee <sup>2</sup>	Principal Occupation(s) During Past Five Years	Number of	
				BlackRock- Advised Funds and Portfolios Overseen	Public Directorships
<b>Independent Trustees<sup>1</sup></b>					
<b>Richard E. Cavanagh</b> 55 East 52nd Street New York, NY 10055  1946	Chairman of the Board and Trustee	Since  1994	Trustee, Aircraft Finance Trust from 1999 to 2009; Director, The Guardian Life Insurance Company of America since 1998; Trustee, Educational Testing Service from 1997 to 2009 and Chairman thereof from 2005 to 2009; Senior Advisor, The Fremont Group since 2008 and Director thereof since 1996; Adjunct Lecturer, Harvard University since 2007; President and Chief Executive Officer, The Conference Board, Inc. (global business research organization) from 1995 to 2007.	95 Funds  95 Portfolios	Arch Chemical  (chemical and allied products)
<b>Karen P. Robards</b> 55 East 52nd Street New York, NY 10055  1950	Vice Chair of the Board, Chair of the Audit Committee and Trustee	Since  2007	Partner of Robards & Company, LLC (financial advisory firm) since 1987; Co-founder and Director of the Cooke Center for Learning and Development, (a not-for-profit organization) since 1987; Director of Care Investment Trust, Inc. (health care real estate investment trust) from 2007 to 2010; Director of Enable Medical Corp. from 1996 to 2005; Investment Banker at Morgan Stanley from 1976 to 1987.	95 Funds  95 Portfolios	AtriCure, Inc.  (medical devices)
<b>Michael Castellano</b> 55 East 52nd Street New York, NY 10055  1946	Trustee and Member of the Audit Committee	Since  2011	Managing Director and Chief Financial Officer of Lazard Group LLC from 2001 to 2011; Chief Financial Officer of Lazard Ltd from 2004 to 2001; Director, Support Our Aging Religions (non-profit) since 2009; Director, National Advisory Board of Church Management at Villanova University since 2010. Consultant/Editor of The Journal of Portfolio Management since 2006; Professor in the Practice of Finance and Becton Fellow, Yale University, School of Management, since 2006; Adjunct Professor of Finance and Becton Fellow, Yale University from	95 Funds  95 Portfolios	None
<b>Frank J. Fabozzi</b> 55 East 52nd Street New York, NY 10055	Trustee and Member of the Audit	Since  1993	the Practice of Finance and Becton Fellow, Yale University, School of Management, since 2006; Adjunct Professor of Finance and Becton Fellow, Yale University from	95 Funds  95 Portfolios	None

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1948	Committee		1994 to 2006.		
<b>Kathleen F. Feldstein</b>	Trustee	Since	President of Economics Studies, Inc. (private economic consulting firm) since	95 Funds	The McClatchy
55 East 52nd Street		2005	1987; Chair, Board of Trustees, McLean Hospital from 2000 to 2008 and Trustee	95 Portfolios	Company
New York, NY 10055			Emeritus thereof since 2008; Member of the Board of Partners Community		(publishing);
1941			Healthcare, Inc. from 2005 to 2009; Member of the Corporation of Partners		Bell South
			HealthCare since 1995; Trustee, Museum of Fine Arts, Boston since 1992; Member		(telecommunications);
			of the Visiting Committee to the Harvard University Art Museum since 2003; Director,		Knight Ridder
			Catholic Charities of Boston since 2009.		(publishing)
<b>James T. Flynn</b>	Trustee and	Since	Chief Financial Officer of JP Morgan & Co., Inc. from 1990 to 1995.	95 Funds	None
55 East 52nd Street	Member of	2007		95 Portfolios	
New York, NY 10055	the Audit				
1939	Committee				
<b>Jerrold B. Harris</b>	Trustee	Since	Trustee, Ursinus College since 2000; Director, Troemner LLC (scientific equipment)	95 Funds	BlackRock Kelso
55 East 52nd Street		2007	since 2000; Director of Delta Waterfowl Foundation since 2001; President and	95 Portfolios	Capital Corp.
New York, NY 10055			Chief Executive Officer, VWR Scientific Products Corporation from 1990 to 1999.		(business development company)
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Officers and Trustees (continued)

Name, Address and Year of Birth	Position(s) Held with Trusts	Length of Time Served as a Trustee <sup>2</sup>	Principal Occupation(s) During Past Five Years	Number of	
				BlackRock- Advised Funds and Portfolios Overseen	Public Directorships
<b>Independent Trustees<sup>1</sup> (concluded)</b>					
<b>R. Glenn Hubbard</b> 55 East 52nd Street New York, NY 10055  1958	Trustee	Since  2004	Dean, Columbia Business School since 2004; Columbia faculty member since 1988; Co-Director of Columbia Business School's Entrepreneurship Program from 1997 to 2004; Chairman, U.S. Council of Economic Advisers under the President of the United States from 2001 to 2003; Chairman, Economic Policy Committee of the OECD from 2001 to 2003.	95 Funds  95 Portfolios	ADP (data and information services);  KKR Financial Corporation (finance); Metropolitan Life Insurance Company (insurance)
<b>W. Carl Kester</b> 55 East 52nd Street New York, NY 10055  1951	Trustee and  Member of the Audit  Committee	Since  2007	George Fisher Baker Jr. Professor of Business Administration, Harvard Business School; Deputy Dean for Academic Affairs from 2006 to 2010; Chairman of the Finance Department, Harvard Business School from 2005 to 2006; Senior Associate Dean and Chairman of the MBA Program of Harvard Business School from 1999 to 2005; Member of the faculty of Harvard Business School since 1981.	95 Funds  95 Portfolios	None

<sup>1</sup> Trustees serve until their resignation, removal or death, or until December 31 of the year in which they turn 72.

<sup>2</sup> Date shown is the earliest date a person has served for the Trusts covered by this annual report. Following the combination of Merrill Lynch Investment Managers, L.P. ("MLIM") and BlackRock in September 2006, the various legacy MLIM and legacy BlackRock Fund boards were realigned and consolidated into three new Fund boards in 2007. As a result, although the chart shows certain Trustees as joining the Trusts' board in 2007, each Trustee first became a member of the board of Trustees of other legacy MLIM or legacy BlackRock Funds as follows: Richard E. Cavanagh, 1994; Frank J. Fabozzi, 1988; Kathleen F. Feldstein, 2005; James T. Flynn, 1996; Jerrold B. Harris, 1999; R. Glenn Hubbard, 2004; W. Carl Kester, 1995; and Karen P. Robards, 1998.

**Interested  
Trustees<sup>3</sup>**

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<p><b>Richard S. Davis</b></p> <p>Trustee</p> <p>Since</p> <p>2007</p> <p>55 East 52nd Street New York, NY 10055</p> <p>1945</p>	<p>Trustee</p> <p>Since</p> <p>2007</p>	<p>Managing Director, BlackRock, Inc. since 2005; Chief Executive Officer, State Street Research &amp; Management Company from 2000 to 2005; Chairman of the Board of Trustees, State Street Research Mutual Funds from 2000 to 2005.</p>	<p>165 Funds</p> <p>290</p> <p>Portfolios</p>	<p>None</p>
<p><b>Henry Gabbay</b></p> <p>Trustee</p> <p>Since</p> <p>2007</p> <p>55 East 52nd Street New York, NY 10055</p> <p>1947</p>	<p>Trustee</p> <p>Since</p> <p>2007</p>	<p>Consultant, BlackRock, Inc. from 2007 to 2008; Managing Director, BlackRock, Inc. from 1989 to 2007; Chief Administrative Officer, BlackRock Advisors, LLC from 1998 to 2007; President of BlackRock Funds and BlackRock Bond Allocation Target Shares from 2005 to 2007; Treasurer of certain closed-end funds in the BlackRock fund complex from 1989 to 2006.</p>	<p>165 Funds</p> <p>290</p> <p>Portfolios</p>	<p>None</p>

<sup>3</sup> Mr. Davis is an "interested person," as defined in the 1940 Act, of the Trusts based on his position with BlackRock, Inc. and its affiliates. Mr. Gabbay is an "interested person" of the Trusts based on his former positions with BlackRock, Inc. and its affiliates as well as his ownership of BlackRock, Inc. and the PNC Financial Services Group, Inc. securities. Trustees serve until their resignation, removal or death, or until December 31 of the year in which they turn 72.



## Officers and Trustees (concluded)

Name, Address and Year of Birth	Position(s)		Length of Time Served	Principal Occupation(s) During Past 5 Years
	Held with	Trusts		
<b>Officers<sup>1</sup></b>				
<b>John M. Perlowski</b> 55 East 52nd Street New York, NY 10055 1964	President and Chief Executive Officer		Since 2011	Managing Director of BlackRock, Inc. since 2009; Global Head of BlackRock Fund Administration since 2009; Managing Director and Chief Operating Officer of the Global Product Group at Goldman Sachs Asset Management, L.P. from 2003 to 2009; Treasurer of Goldman Sachs Mutual Funds from 2003 to 2009 and Senior Vice President thereof from 2007 to 2009; Director of Goldman Sachs Offshore Funds from 2002 to 2009; Director of Family Resource Network (charitable foundation) since 2009.
<b>Anne Ackerley</b> 55 East 52nd Street New York, NY 10055 1962	Vice President		Since 2007 <sup>2</sup>	Managing Director of BlackRock, Inc. since 2000; President and Chief Executive Officer of the BlackRock-advised funds from 2009 to 2011; Vice President of the BlackRock-advised funds from 2007 to 2009; Chief Operating Officer of BlackRock's Global Client Group since 2009; Chief Operating Officer of BlackRock's U.S. Retail Group from 2006 to 2009; Head of BlackRock's Mutual Fund Group from 2000 to 2006.
<b>Brendan Kyne</b> 55 East 52nd Street New York, NY 10055 1977	Vice President		Since 2009	Managing Director of BlackRock, Inc. since 2010; Director of BlackRock, Inc. from 2008 to 2009; Head of Product Development and Management for BlackRock's U.S. Retail Group since 2009, Co-head thereof from 2007 to 2009; Vice President of BlackRock, Inc. from 2005 to 2008.
<b>Neal Andrews</b> 55 East 52nd Street New York, NY 10055 1966	Chief Financial Officer		Since 2007	Managing Director of BlackRock, Inc. since 2006; Senior Vice President and Line of Business Head of Fund Accounting and Administration at PNC Global Investment Servicing (U.S.) Inc. from 1992 to 2006.
<b>Jay Fife</b> 55 East 52nd Street New York, NY 10055 1970	Treasurer		Since 2007	Managing Director of BlackRock, Inc. since 2007 and Director in 2006; Assistant Treasurer of the MLIM and Fund Asset Management, L.P. advised funds from 2005 to 2006; Director of MLIM Fund Services Group from 2001 to 2006.
<b>Brian Kindelan</b> 55 East 52nd Street	Chief Compliance Officer		Since 2007	Chief Compliance Officer of the BlackRock-advised funds since 2007; Managing Director and Senior Counsel of BlackRock, Inc. since 2005.

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New York, NY  
10055  
1959

<b>Ira P. Shapiro</b>	Secretary	Since	Managing Director of BlackRock, Inc. since 2009; Managing Director and Associate General Counsel of Barclays Global
55 East 52nd Street New York, NY 10055 1963		2010	Investors from 2008 to 2009; Principal thereof from 2004 to 2008.

<sup>1</sup> Officers of the Trusts serve at the pleasure of the Boards.

<sup>2</sup> Ms. Ackerley was President and Chief Executive Officer from 2009 to 2011.

<b>Investment Advisor</b> BlackRock Advisors, LLC Wilmington, DE 19809	<b>Custodian</b> State Street Bank and Trust Company Boston, MA 02111	<b>Auction Agent</b>  <b>Preferred Shares:</b> The Bank of New York Mellon New York, NY 10286	<b>Accounting Agent</b>  State Street Bank and Trust Company Princeton, NJ 08540	<b>Legal Counsel</b> Skadden, Arps, Slate, Meagher & Flom LLP New York, NY 10036
<b>Sub-Advisor</b> BlackRock Financial Management, Inc. New York, NY 10022	<b>Transfer Agent</b>  <b>Common Shares:</b> Computershare Trust Company, N.A. Canton, MA 02021		<b>Independent Registered</b>  <b>Public Accounting Firm</b> Deloitte & Touche LLP Princeton, NJ 08540	<b>Address of the Trusts</b> 100 Bellevue Parkway Wilmington, DE 19809

Effective November 10, 2010, Ira P. Shapiro became Secretary of the Trusts.

Effective February 11, 2011, John M. Perlowski became President and Chief Executive Officer of the Trusts.

Effective April 14, 2011, Michael Castellano became a Trustee of the Trusts and a Member of the Audit Committee.

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## Additional Information

### Trust Certification

Those Trusts listed for trading on the New York Stock Exchange (“NYSE”) have filed with the NYSE their annual chief executive officer certification regarding compliance with the NYSE’s listing standards. Each Trust filed with the Securities and Exchange Commission (“SEC”) the certification of its chief executive officer and chief financial officer required by section 302 of the Sarbanes-Oxley Act.

### Dividend Policy

The Trusts’ 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 Trusts 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 Trusts for any particular month may be more or less than the amount of net investment income earned by the Trusts during such month. The Trusts’ 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.

## Additional Information (continued)

### General Information

On July 29, 2010, the Manager announced that a derivative complaint had been filed by shareholders of BSD and BFK on July 27, 2010 in the Supreme Court of the State of New York, New York County. The complaint names the Manager, BlackRock, Inc. and certain of the trustees, officers and portfolio managers of BSD and BFK (collectively, the "Defendants") as defendants. The complaint alleges, among other things, that the Defendants breached fiduciary duties owed to BSD and BFK and each of their Common Shareholders by redeeming Preferred Shares at their liquidation preference. The complaint seeks unspecified damages for losses purportedly suffered by BSD and BFK as a result of the prior redemptions and injunctive relief preventing BSD and BFK from redeeming Preferred Shares at their liquidation preference in the future. The Defendants believe that the claims asserted in the complaint are without merit and intend to vigorously defend themselves in the litigation.

The Trusts do not make available copies of their Statements of Additional Information because the Trusts' shares are not continuously offered, which means that the Statement of Additional Information of each Trust has not been updated after completion of the respective Trust's offerings and the information contained in each Trust's Statement of Additional Information may have become outdated.

During the period, there were no material changes in the Trusts' investment objectives or policies or to the Trusts' charters or by-laws that were not approved by shareholders or in the principal risk factors associated with investment in the Trusts. There have been no changes in the persons who are primarily responsible for the day-to-day management of the Trusts' portfolio.

Quarterly performance, semi-annual and annual reports and other information regarding the Trusts 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 Trusts and does not, and is not intended to, incorporate BlackRock's website into this report.

### Electronic Delivery

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

#### Householding

The Trusts 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 is intended to reduce expenses and eliminate duplicate mailings of shareholder documents. Mailings of your shareholder documents may be househanded 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 call (800) 441-7762.

#### Availability of Quarterly Schedule of Investments

Each Trust files its complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year on Form N-Q. The Trusts' 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 how to access documents on the SEC's website without charge may be obtained by calling (800) SEC-0330. Each Trust's Forms N-Q may also be obtained upon request and without charge by calling (800) 441-7762.

#### Availability of Proxy Voting Policies and Procedures

A description of the policies and procedures that the Trusts use to determine how to vote proxies relating to portfolio securities is available (1) without charge, upon request, by calling (800) 441-7762; (2) at <http://www.blackrock.com>; and (3) on the SEC's website at <http://www.sec.gov>.

#### Availability of Proxy Voting Record

Information about how the Trusts voted proxies relating to securities held in the Trusts' portfolios during the most recent 12-month period ended June 30 is available upon request and without charge (1) at <http://www.blackrock.com> or by calling (800) 441-7762 and (2) on the SEC's website at <http://www.sec.gov>.

#### Availability of Trust Updates

BlackRock will update performance and certain other data for the Trusts on a monthly basis on its website in the “Closed-end Funds” section of <http://www.blackrock.com>. Investors and others are advised to periodically check the website for updated performance information and the release of other material information about the Trusts.



## Additional Information (concluded)

### **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 non-public 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 non-public 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 transactions 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 non-affiliated 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 non-affiliated 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 non-public 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 non-public personal information of its Clients, including procedures relating to the proper storage and disposal of such information.

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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. Certain Trusts have leveraged their Common Shares, which creates risks for Common Shareholders, including

the likelihood of greater volatility of net asset value and market price of the Common Shares and the risk that fluctuations in the short-term dividend

rates of the Preferred Shares, currently set at the maximum reset rate as a result of failed auctions, may reduce the Common Shares yield.

Statements and other information herein are as dated and are subject to change.

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Item 2 Code of Ethics The registrant (or the Fund ) has adopted a code of ethics, as of the end of the period covered by this report, applicable to the registrant's principal executive officer, principal financial officer, principal accounting officer, or controller, or persons performing similar functions. During the period covered by this report, there have been no amendments to or waivers granted under the code of ethics. A copy of the code of ethics is available without charge at [www.blackrock.com](http://www.blackrock.com).

Item 3 Audit Committee Financial Expert The registrant's board of directors (the board of directors ), has determined that (i) the registrant has the following audit committee financial experts serving on its audit committee and (ii) each audit committee financial expert is independent:

Frank J. Fabozzi  
James T. Flynn  
W. Carl Kester  
Karen P. Robards

The registrant's board of directors has determined that W. Carl Kester and Karen P. Robards qualify as financial experts pursuant to Item 3(c)(4) of Form N-CSR.

Prof. Kester has a thorough understanding of generally accepted accounting principles, financial statements and internal control over financial reporting as well as audit committee functions. Prof. Kester has been involved in providing valuation and other financial consulting services to corporate clients since 1978. Prof. Kester's financial consulting services present a breadth and level of complexity of accounting issues that are generally comparable to the breadth and complexity of issues that can reasonably be expected to be raised by the registrant's financial statements.

Ms. Robards has a thorough understanding of generally accepted accounting principles, financial statements and internal control over financial reporting as well as audit committee functions. Ms. Robards has been President of Robards & Company, a financial advisory firm, since 1987. Ms. Robards was formerly an investment banker for more than 10 years where she was responsible for evaluating and assessing the performance of companies based on their financial results. Ms. Robards has over 30 years of experience analyzing financial statements. She also is a member of the audit committee of one publicly held company and a non-profit organization.

Under applicable securities laws, a person determined to be an audit committee financial expert will not be deemed an expert for any purpose, including without limitation for the purposes of Section 11 of the Securities Act of 1933, as a result of being designated or identified as an audit committee financial expert. The designation or identification as an audit committee financial expert does not impose on such person any duties, obligations, or liabilities greater than the duties, obligations, and liabilities imposed on such person as a member of the audit committee and board of directors in the absence of such designation or identification. The designation or identification of a person as an audit committee financial expert does not affect the duties, obligations, or liability of any other member of the audit committee or board of directors.

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### Item 4 – Principal Accountant Fees and Services

The following table presents fees billed by Deloitte & Touche LLP (“D&T”) in each of the last two fiscal years for the services rendered to the Fund:

Entity Name	(a) Audit Fees		(b) Audit-Related Fees <sup>1</sup>		(c) Tax Fees <sup>2</sup>		(d) All Other Fees <sup>3</sup>	
	Current	Previous	Current	Previous	Current	Previous	Current	Previous
	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year	Fiscal Year
	End	End	End	End	End	End	End	End
BlackRock								
Investment Quality								
Municipal Trust,	\$30,700	\$29,700	\$3,500	\$3,500	\$6,100	\$6,100	\$0	\$0
Inc.								

The following table presents fees billed by D&T that were required to be approved by the registrant’s audit committee (the “Committee”) for services that relate directly to the operations or financial reporting of the Fund and that are rendered on behalf of BlackRock Advisors, LLC (“Investment Adviser”) and entities controlling, controlled by, or under common control with BlackRock (not including any sub-adviser whose role is primarily portfolio management and is subcontracted with or overseen by another investment adviser) that provide ongoing services to the Fund (“Fund Service Providers”):

	Current Fiscal Year End	Previous Fiscal Year End
(b) Audit-Related Fees <sup>1</sup>	\$0	\$0
(c) Tax Fees <sup>2</sup>	\$0	\$0
(d) All Other Fees <sup>3</sup>	\$3,030,000	\$2,950,000

<sup>1</sup> The nature of the services include assurance and related services reasonably related to the performance of the audit of financial statements not included in Audit Fees.

<sup>2</sup> The nature of the services include tax compliance, tax advice and tax planning.

<sup>3</sup> The nature of the services include a review of compliance procedures and attestation thereto.

#### (e)(1) Audit Committee Pre-Approval Policies and Procedures:

The Committee has adopted policies and procedures with regard to the pre-approval of services. Audit, audit-related and tax compliance services provided to the registrant on an annual basis require specific pre-approval by the Committee. The Committee also must approve other non-audit services provided to the registrant and those non-audit services provided to the Investment Adviser and Fund Service Providers that relate directly to the operations and the financial reporting of the registrant. Certain of these non-audit services that the Committee believes are a) consistent with the SEC’s auditor independence rules and b) routine and recurring services that will not impair the independence of the independent accountants may be approved by the Committee without consideration on a specific case-by-case basis (“general pre-approval”). The term of any general pre-approval is 12 months from the date of the pre-approval, unless the Committee provides for a different period. Tax

or other non-audit services provided to the registrant which have a direct impact on the operations or financial reporting of the registrant will only be deemed pre-approved provided that any individual project does not exceed \$10,000 attributable to the registrant or \$50,000 per project. For this purpose, multiple projects will be aggregated to determine if they exceed the previously mentioned cost levels.

Any proposed services exceeding the pre-approved cost levels will require specific pre-approval by the Committee, as will any other services not subject to general pre-approval (e.g., unanticipated but permissible services). The Committee is informed of each service approved subject to general pre-approval at the next regularly scheduled in-person

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board meeting. At this meeting, an analysis of such services is presented to the Committee for ratification. The Committee may delegate to the Committee Chairman the authority to approve the provision of and fees for any specific engagement of permitted non-audit services, including services exceeding pre-approved cost levels.

(e)(2) None of the services described in each of Items 4(b) through (d) were approved by the Committee pursuant to the de minimis exception in paragraph (c)(7)(i)(C) of Rule 2-01 of Regulation S-X.

(f) Not Applicable

(g) The aggregate non-audit fees paid to the accountant for services rendered by the accountant to the registrant, the Investment Adviser and the Fund Service Providers were:

Entity Name	Current Fiscal Year	Previous Fiscal Year
	End	End
BlackRock Investment Quality	\$9,600	\$20,377
Municipal Trust, Inc.		

Additionally, SAS No. 70 fees for the current and previous fiscal years of \$3,030,000 and \$2,950,000, respectively, were billed by D&T to the Investment Adviser.

(h) The Committee has considered and determined that the provision of non-audit services that were rendered to the Investment Adviser (not including any non-affiliated sub-adviser whose role is primarily portfolio management and is subcontracted with or overseen by the registrant's investment adviser), and the Fund Service Providers that were not pre-approved pursuant to paragraph (c)(7)(ii) of Rule 2-01 of Regulation S-X is compatible with maintaining the principal accountant's independence.

#### Item 5 Audit Committee of Listed Registrants

(a) The following individuals are members of the registrant's separately-designated standing audit committee established in accordance with Section 3(a)(58)(A) of the Securities Exchange Act of 1934 (15 U.S.C. 78c(a)(58)(A)):

Michael Castellano  
 Frank J. Fabozzi  
 James T. Flynn  
 W. Carl Kester  
 Karen P. Robards

(b) Not Applicable

#### 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** The board of directors has delegated the voting of proxies for the Fund's portfolio securities to the Investment Adviser pursuant to the Investment Adviser's

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proxy voting guidelines. Under these guidelines, the Investment Adviser will vote proxies related to Fund securities in the best interests of the Fund and its stockholders. From time to time, a vote may present a conflict between the interests of the Fund's stockholders, on the one hand, and those of the Investment Adviser, or any affiliated person of the Fund or the Investment Adviser, on the other. In such event, provided that the Investment Adviser's Equity Investment Policy Oversight Committee, or a sub-committee thereof (the Oversight Committee) is aware of the real or potential conflict or material non-routine matter and if the Oversight Committee does not reasonably believe it is able to follow its general voting guidelines (or if the particular proxy matter is not addressed in the guidelines) and vote impartially, the Oversight Committee may retain an independent fiduciary to advise the Oversight Committee on how to vote or to cast votes on behalf of the Investment Adviser's clients. If the Investment Adviser determines not to retain an independent fiduciary, or does not desire to follow the advice of such independent fiduciary, the Oversight Committee shall determine how to vote the proxy after consulting with the Investment Adviser's Portfolio Management Group and/or the Investment Adviser's Legal and Compliance Department and concluding that the vote cast is in its client's best interest notwithstanding the conflict. A copy of the Fund's Proxy Voting Policy and Procedures are attached as Exhibit 99.PROXYPOL. Information on how the Fund voted proxies relating to portfolio securities during the most recent 12-month period ended June 30 is available without charge, (i) at [www.blackrock.com](http://www.blackrock.com) and (ii) on the SEC's website <http://www.sec.gov>.

Item 8 Portfolio Managers of Closed-End Management Investment Companies as of April 30, 2011.

(a)(1) The registrant is managed by a team of investment professionals comprised of Timothy Browse, Director at BlackRock, Inc. (BlackRock), Theodore R. Jaeckel, Jr., CFA, Managing Director at BlackRock and Walter O Connor, Managing Director at BlackRock. Each is a member of BlackRock's municipal tax-exempt management group. Each is jointly responsible for the day-to-day management of the registrant's portfolio, which includes setting the registrant's overall investment strategy, overseeing the management of the registrant and/or selection of its investments. Messrs. Browse, Jaeckel and O Connor have been members of the registrant's portfolio management team since 2008, 2006 and 2006, respectively.

<b>Portfolio Manager</b>	<b>Biography</b>
Timothy Browse	Director of BlackRock since 2008; Vice President of BlackRock from 2006 to 2007; Vice President of Merrill Lynch Investment Management, L.P. (MLIM) from 2004 to 2006.
Theodore R. Jaeckel, Jr.	Managing Director at BlackRock since 2006; Managing Director of MLIM from 2005 to 2006; Director of MLIM from 1997 to 2005.
Walter O Connor	Managing Director of BlackRock since 2006; Managing Director of MLIM from 2003 to 2006; Director of MLIM from 1998 to 2003.

(a)(2) As of April 30, 2011:

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**(ii) Number of Other Accounts Managed  
and Assets by Account Type**

**(iii) Number of Other Accounts and  
Assets for Which Advisory Fee is  
Performance-Based**

(i) Name of Portfolio Manager	(ii) Number of Other Accounts Managed and Assets by Account Type			(iii) Number of Other Accounts and Assets for Which Advisory Fee is Performance-Based		
	Other Registered Investment Companies	Other Pooled Investment Vehicles	Other Accounts	Other Registered Investment Companies	Other Pooled Investment Vehicles	Other Accounts

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Timothy Browse	13	0	0	0	0	0
	\$2.82 Billion	\$0	\$0	\$0	\$0	\$0
Theodore R. Jaeckel, Jr.	68	0	0	0	0	0
	\$19.44 Billion	\$0	\$0	\$0	\$0	\$0
Walter O Connor	68	0	0	0	0	0
	\$19.44 Billion	\$0	\$0	\$0	\$0	\$0

### (iv) Potential Material Conflicts of Interest

BlackRock has built a professional working environment, firm-wide compliance culture and compliance procedures and systems designed to protect against potential incentives that may favor one account over another. BlackRock has adopted policies and procedures that address the allocation of investment opportunities, execution of portfolio transactions, personal trading by employees and other potential conflicts of interest that are designed to ensure that all client accounts are treated equitably over time. Nevertheless, BlackRock furnishes investment management and advisory services to numerous clients in addition to the Fund, and BlackRock may, consistent with applicable law, make investment recommendations to other clients or accounts (including accounts which are hedge funds or have performance or higher fees paid to BlackRock, or in which portfolio managers have a personal interest in the receipt of such fees), which may be the same as or different from those made to the Fund. In addition, BlackRock, its affiliates and significant shareholders and any officer, director, shareholder or employee may or may not have an interest in the securities whose purchase and sale BlackRock recommends to the Fund. BlackRock, or any of its affiliates or significant shareholders, or any officer, director, shareholder, employee or any member of their families may take different actions than those recommended to the Fund by BlackRock with respect to the same securities. Moreover, BlackRock may refrain from rendering any advice or services concerning securities of companies of which any of BlackRock's (or its affiliates' or significant shareholders') officers, directors or employees are directors or officers, or companies as to which BlackRock or any of its affiliates or significant shareholders or the officers, directors and employees of any of them has any substantial economic interest or possesses material non-public information. Certain portfolio managers also may manage accounts whose investment strategies may at times be opposed to the strategy utilized for a fund. It should also be noted that portfolio managers may manage certain accounts that are subject to performance fees. In addition, portfolio managers may assist in managing certain hedge funds and may be entitled to receive a portion of any incentive fees earned on such funds and a portion of such incentive fees may be voluntarily or involuntarily deferred. Additional portfolio managers may in the future manage other such accounts or funds and may be entitled to receive incentive fees.

As a fiduciary, BlackRock owes a duty of loyalty to its clients and must treat each client fairly. When BlackRock purchases or sells securities for more than one account, the trades must be allocated in a manner consistent with its fiduciary duties. BlackRock attempts to allocate investments in a fair and equitable manner among client accounts, with no account receiving preferential treatment. To this end, BlackRock has adopted policies that are intended to ensure reasonable efficiency in client transactions and provide BlackRock with sufficient flexibility to allocate investments in a manner that is consistent with the particular investment discipline and client base, as appropriate.



(a)(3) As of April 30, 2011:

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### **Portfolio Manager Compensation Overview**

BlackRock's financial arrangements with its portfolio managers, its competitive compensation and its career path emphasis at all levels reflect the value senior management places on key resources. Compensation may include a variety of components and may vary from year to year based on a number of factors. The principal components of compensation include a base salary, a performance-based discretionary bonus, participation in various benefits programs and one or more of the incentive compensation programs established by BlackRock.

**Base compensation.** Generally, portfolio managers receive base compensation based on their position with the firm.

### **Discretionary Incentive Compensation**

Discretionary incentive compensation is a function of several components: the performance of BlackRock, the performance of the portfolio manager's group within BlackRock, the investment performance, including risk-adjusted returns, of the firm's assets under management or supervision by that portfolio manager relative to predetermined benchmarks, and the individual's performance and contribution to the overall performance of these portfolios and BlackRock. In most cases, these benchmarks are the same as the benchmark or benchmarks against which the performance of the Fund or other accounts managed by the portfolio managers are measured. BlackRock's Chief Investment Officers determine the benchmarks against which the performance of funds and other accounts managed by each portfolio manager is compared and the period of time over which performance is evaluated. With respect to Mr. Browse, such benchmarks for the Fund include a combination of the MSCI EAFE Index and other relevant peer groups. With respect to Messrs. Jaeckel and O'Connor, such benchmarks for the Fund include a combination of market-based indices (e.g. Barclays Capital Municipal Bond Index), certain customized indices and certain fund industry peer groups.

Among other things, BlackRock's Chief Investment Officers make a subjective determination with respect to each portfolio manager's compensation based on the performance of the Funds and other accounts managed by each portfolio manager relative to the various benchmarks.

Performance of fixed income funds is measured on both a pre-tax and after-tax basis over various time periods including 1-, 3-, 5- and 10-year periods, as applicable. With respect to the performance of the other listed Index and Multi-Asset Funds, performance is measured on, among other things, a pre-tax basis over various time periods including 1-, 3- and 5-year periods, as applicable.

### **Distribution of Discretionary Incentive Compensation**

Discretionary incentive compensation is distributed to portfolio managers in a combination of cash and BlackRock restricted stock units which vest ratably over a number of years. For some portfolio managers, discretionary incentive compensation is also distributed in deferred cash awards that notionally track the returns of select BlackRock investment products they manage and that vest ratably over a number of years. The BlackRock restricted stock units, upon vesting, will be settled in BlackRock, Inc. common stock. Typically, the cash bonus, when combined with base salary, represents more than 60% of total compensation for the portfolio managers. Paying a portion of annual bonuses in stock

puts compensation earned by a portfolio manager for a given year at risk based on  
BlackRock's ability to sustain and improve its performance over future periods. Providing a

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portion of annual bonuses in deferred cash awards that notionally track the BlackRock investment products they manage provides direct alignment with investment product results.

*Long-Term Incentive Plan Awards* From time to time long-term incentive equity awards are granted to certain key employees to aid in retention, align their interests with long-term shareholder interests and motivate performance. Equity awards are generally granted in the form of BlackRock restricted stock units that, once vested, settle in BlackRock common stock. Messrs. Jaeckel and O Connor have each received long-term incentive awards.

*Deferred Compensation Program* A portion of the compensation paid to eligible BlackRock employees may be voluntarily deferred into an account that tracks the performance of certain of the firm's investment products. Each participant in the deferred compensation program is permitted to allocate his deferred amounts among various BlackRock investment options. All of the portfolio managers have participated in the deferred compensation program.

**Other compensation benefits.** In addition to base compensation and discretionary incentive compensation, portfolio managers may be eligible to receive or participate in one or more of the following:

*Incentive Savings Plans* BlackRock, Inc. has created a variety of incentive savings plans in which BlackRock employees are eligible to participate, including a 401(k) plan, the BlackRock Retirement Savings Plan (RSP), and the BlackRock Employee Stock Purchase Plan (ESPP). The employer contribution components of the RSP include a company match equal to 50% of the first 8% of eligible pay contributed to the plan capped at \$5,000 per year, and a company retirement contribution equal to 3-5% of eligible compensation. The RSP offers a range of investment options, including registered investment companies and collective investment funds managed by the firm. BlackRock contributions follow the investment direction set by participants for their own contributions or, absent participant investment direction, are invested into an index target date fund that corresponds to, or is closest to, the year in which the participant attains age 65. The ESPP allows for investment in BlackRock common stock at a 5% discount on the fair market value of the stock on the purchase date. Annual participation in the ESPP is limited to the purchase of 1,000 shares or a dollar value of \$25,000. Each portfolio manager is eligible to participate in these plans.

(a)(4) *Beneficial Ownership of Securities* As of April 30, 2011.

<b>Portfolio Manager</b>	<b>Dollar Range of Equity Securities of the Fund Beneficially Owned</b>
Timothy Browse	None
Theodore R. Jaeckel, Jr.	None
Walter O Connor	None

(b) Not Applicable

Item 9 Purchases of Equity Securities by Closed-End Management Investment Company and Affiliated Purchasers Not Applicable due to no such purchases during the period covered by this report.

Item 10 Submission of Matters to a Vote of Security Holders There have been no material changes to these procedures.

Item 11 Controls and Procedures

(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.

(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

(a)(1) Code of Ethics See Item 2

(a)(2) Certifications Attached hereto

(a)(3) Not Applicable

(b) Certifications Attached hereto

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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 Investment Quality Municipal Trust, Inc.

By: /S/ John M. Perlowski

John M. Perlowski

Chief Executive Officer (principal executive officer) of  
BlackRock Investment Quality Municipal Trust, Inc.

Date: July 5, 2011

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/ John M. Perlowski

John M. Perlowski

Chief Executive Officer (principal executive officer) of  
BlackRock Investment Quality Municipal Trust, Inc.

Date: July 5, 2011

By: /S/ Neal J. Andrews

Neal J. Andrews

Chief Financial Officer (principal financial officer) of  
BlackRock Investment Quality Municipal Trust, Inc.

Date: July 5, 2011

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