

BLACKROCK MUNICIPAL INCOME TRUST II  
Form N-Q  
January 26, 2007

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

**FORM N-Q**

**QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED  
MANAGEMENT INVESTMENT COMPANY**

Investment Company Act file number: 811-21126

BlackRock Municipal Income Trust II  
(Exact name of registrant as specified in charter)

100 Bellevue Parkway, Wilmington, DE  
(Address of principal executive offices)

19809  
(Zip code)

Robert S. Kapito, President  
**BlackRock Municipal Income Trust II**  
40 East 52nd Street, New York, NY 10022  
(Name and address of agent for service)

Registrant's telephone number, including area code: 888-825-2257

Date of fiscal year end: August 31, 2007

Date of reporting period: November 30, 2006

---

**Item 1. Schedule of Investments.**

The Registrant's unaudited schedule of investments as of the close of the reporting period pursuant to Rule 30b1-5 under the Investment Company Act of 1940 is as follows:

**PORTFOLIO OF INVESTMENTS (unaudited)**  
**NOVEMBER 30, 2006**  
**BlackRock Municipal Income Trust II (BLE)**  
**(Percentage of Net Assets)**

Rating <sup>1</sup>	Principal Amount (000)	Description
<b>LONG-TERM INVESTMENTS 152.4%</b>		
<b>Alabama 1.3%</b>		
AAA	\$ 1,010	Birmingham, Wtr. Wks. & Swr. Brd., Wtr. Util. Impvt. RB, Ser. A, 4.50%, 1/01/35, FSA
		Birmingham, Spl. Care Fac. Fin. Auth. RB, Ascension Hlth. Proj.,
AA	1,825	Ser. C-2, 5.00%, 11/15/36
AA	1,825	Ser. C-2, 5.00%, 11/15/39
<b>California 7.1%</b>		
A	2,250	Agua Caliente Band of Cahuilla Indians, Casinos Parimutuel Betting RB, 6.00%, 7/01/18
A+	2,700	California GO, 5.00%, 6/01/34
		Cnty. Tobacco Sec. Agcy. Pub. Impvts. Tobacco Settlement Funded RB,
NR	12,410	Stanislaus Cnty. Tobacco Proj., Ser. D, Zero Coupon, 6/01/55
BBB-	1,840	Ser. B, Zero Coupon, 6/01/46
BB	9,710	Ser. C, Zero Coupon, 6/01/55
A	3,500	Mobilehome Park Fin. Auth., St. Single Fam. Hsg. Local Hsg. RB, Millenium Hsg. Corp. Proj., Ser. A, 5.25%, 3/15/34, ACA
NR	4,620	San Francisco City & Cnty. Redev. Agcy., Pub. Impvt. ST, Mission Bay South Proj. 6.625%, 8/01/27
A+	5,000	Statewide Cmnty. Dev. Auth., Hlth., Hosp. & Nursing Home Impvts. RB, Mem. Hlth. Svcs. Proj., Ser. A, 5.50%, 10/01/33
AA-	5,755	Univ. of California, Coll. & Univ. Impvts. RB, Ser. B, 4.75%, 5/15/38
<b>Colorado 4.9%</b>		
AAA	1,375	City of Colorado Springs, Mult. Util. Impvts. RB, Ser. C, 5.00%, 11/15/45, FSA
AA	10,003	Hlth. Facs. Auth., Hlth., Hosp. & Nursing Home Impvts. RB, Catholic Hlth. Initiatives Proj., Ser. A, 5.50%, 3/01/32
AAA	4,000	Northwest Pkwy. Pub. Hwy. Auth., Hwy. Impvts. Tolls RB, Ser. A, 5.25%, 6/15/41, FSA
Baa2	1,375	Park Creek Met. Dist., Misc. RB, 5.50%, 12/01/37
<b>District of Columbia 6.2%</b>		
A	1,265	Misc. RB, Friendship Pub. Charter Sch. Proj., 5.25%, 6/01/33, ACA
		Tobacco Settlement Fing. Corp., Tobacco Settlement Funded RB,
BBB	7,500	6.50%, 5/15/33
BBB	11,500	6.75%, 5/15/40
<b>Florida 14.6%</b>		

Edgar Filing: BLACKROCK MUNICIPAL INCOME TRUST II - Form N-Q

BBB+	2,650	City of Leesburg, Hlth., Hosp. & Nursing Home RB, Leesburg Regl. Med. Ctr. Proj., 5.50%, 7/01/32
AAA	3,990	Cnty. of Orange, Sales Tax RB, 4.75%, 10/01/32, XLCA
NR	20	Fishhawk Cmnty. Dev. Dist. II, Pub. Impvts. TA, Ser. B, 5.00%, 11/01/07
AAA	1,670	JEA, Wtr. Util. Impvts. RB, Ser. A, 4.75%, 10/01/36, MBIA
NR	4,735	Lakes by the Bay South Cmnty. Dev. Dist., Pub. Impvts. SA, Ser. A, 6.25%, 5/01/34
NR	3,1254	Live Oak Comm. Dev. Dist. No. 1, Pub. Impvts. SA, Ser. A, 6.30%, 5/01/34
BB+	6,230	Miami Beach Hlth. Facs. Auth., Hlth., Hosp. & Nursing Home RB, Mt. Sinai Med. Ctr. Proj., 6.75%, 11/15/21
A+	6,850	Orange Cnty. Hlth. Facs. Auth., Hlth., Hosp. & Nursing Home RB, Adventist Hlth. Sys., Inc. Proj., 5.625%, 11/15/32
AA-	14,0005	Pinellas Cnty. Hlth. Fac. Auth., Hlth., Hosp. & Nursing Home RB, Baycare Hlth. Sys., Inc. Proj., 5.50%, 5/15/13
NR	2,065	Stevens Plantation Cmnty. Dev. Dist., Pub. Impvts. SA, Ser. A, 7.10%, 5/01/35
NR	4,520	Sumter Cnty. Ind. Dev. Auth., Indl. Impvts. RB, 6.90%, 10/01/34, AMT

**BlackRock Municipal Income Trust II (BLE) (continued)**  
**(Percentage of Net Assets)**

Rating <sup>1</sup>	Principal Amount (000)	Description	Op Pr
<b>Georgia</b> 1.5%			
AAA	\$ 205	City of Atlanta, Port, Arpt. & Marina Impvts. RB, Ser. J, 5.00%, 1/01/34, FSA	01
BBB	5,000	Milledgeville & Baldwin Cnty. Dev. Auth., Univ. & Coll. Impvts. RB, Georgia Coll. & St. Univ. III Proj., 5.625%, 9/01/30	09
<b>Illinois</b> 19.6%			
NR	2,4706	Centerpoint Intermodal Ctr. Prog. Trust TA, Ser. A, 8.00%, 6/15/23	No
AAA	4,290	Chicago O'Hare Intl. Arpt., Port, Arpt. & Marina RB, Ser. C-2, 5.25%, 1/01/30, FSA, AMT Fin. Auth.,	01
BB+	910	Hlth., Hosp. & Nursing Home RB, Friendship Vlg. Schaumburg Proj., Ser. A, 5.625%, 2/15/37	02
AA+	1,880	Hlth., Hosp. & Nursing Home RB, Northwestern Mem. Hosp. Proj., Ser. A, 5.50%, 8/15/43	08
A+	7,5005	Hlth., Hosp. & Nursing Home RB, Adventist Hlth. Sys./Sunbelt Proj., 5.65%, 11/15/09	
BBB	2,310	Coll. & Univ. RB, Edl. Advancement Proj., Ser. B, 5.00%, 5/01/25	11
BBB	1,845	Coll. & Univ. RB, Edl. Advancement Proj., Ser. B, 5.00%, 5/01/30	11
Baa2	1,125	Univ. & Coll. Impvts. RB, MJH Ed. Asst. LLC Proj., Ser. A, 5.125%, 6/01/35	06
Baa3	900	Univ. & Coll. Impvts. RB, MJH Ed. Asst. LLC Proj., Ser. B, 5.375%, 6/01/35	06
A	8,000	Hlth. Facs. Auth., Hlth., Hosp. & Nursing Home RB, Elmhurst Mem. Hosp. Proj., 5.50%, 1/01/22	01
		Met. Pier & Exposition Auth., Pub Impvts. St. Tax RB,	
AAA	45,190	Ser. A, Zero Coupon, 6/15/33, MBIA	No
AAA	5,000	Ser. A, Zero Coupon, 6/15/40, MBIA	No
AAA	5,490	Mun. Elec. Agcy., Elec. Pwr., & Lt. Impvts. RB, 4.50%, 2/01/35, FGIC	02
AAA	15,000	Sports Facs. Auth., Recreational Inc. Impvts. Misc. Tax RB, Zero Coupon, 6/15/30, AMBAC	06
AAA	4,0005	Vlg. of Bolingbrook, Pub. Impvts. Ad Valorem Ppty. Tax GO, Ser. A, 5.375%, 1/01/12, FGIC	
<b>Indiana</b> 8.4%			
AA+	5,0005	Hlth. Fac. Fin. Auth., Hlth., Hosp. & Nursing Home RB, Ascension Hlth. Credit Grp. Proj., Ser. F, 5.375%, 11/15/12	
AAA	19,7355	Indianapolis Local Pub. Impvt. Bond Bank, Wtr. Util. Impvts. RB, Ser. A, 5.25%, 7/01/12, MBIA	
AAA	4,200	Mun. Pwr. Agcy., Elec., Pwr. & Lt. RB, Ser. A, 4.50%, 1/01/32, AMBAC	01
<b>Maryland</b> 1.8%			
NR	3,000	Frederick Cnty., Pub. Impvts. ST, Urbana Cmnty. Dev. Auth. Proj. Ser. A, 5.95%, 7/01/30	07
		Hlth. & Higher Edl. Facs. Auth., Hlth., Hosp. & Nursing Home Impvts. RB,	
BBB+	2,240	Medstar Hlth., Inc. Proj., 5.50%, 8/15/33	08
A	1,000	Union Hosp. of Cecil Cnty. Proj., 5.625%, 7/01/32	07
<b>Massachusetts</b> 0.9%			

Edgar Filing: BLACKROCK MUNICIPAL INCOME TRUST II - Form N-Q

AA	3,145	Wtr. Res. Auth., Wtr. RB, Ser. A, 5.00%, 8/01/41	08
		<b>Michigan</b> 0.7%	
A1	2,305	Hosp. Fin. Auth., Hlth., Hosp. & Nursing Home RB, Hlth. Alliance Plan Proj., Ser. A, 5.25%, 11/15/46	11
		<b>Mississippi</b> 1.6%	
BBB	4,950	Lowndes Cnty., Incl. RB, Weyerhaeuser Co. Proj., Ser. A, 6.80%, 4/01/22	No
		<b>Missouri</b> 1.8%	
NR	6,000	370 Missouri Bottom Rd. Taussig Rd. Transp. Dev. Dist. Hazelwood, Pub. Impvts. Sales Tax RB, 7.20%, 5/01/33	05
		<b>Multi-State</b> 3.7%	
		Charter Mac Equity Issuer Trust,	
A3	1,0006	Ser. A, 5.75%, 4/30/15	No
A3	3,5006	Ser. A, 6.00%, 4/30/19	No
Baa1	5,0006	Ser. B, 6.00%, 4/30/15	No

**BlackRock Municipal Income Trust II (BLE) (continued)**  
**(Percentage of Net Assets)**

Rating <sup>1</sup>	Principal Amount (000)	Description	
<b>Multi-State (cont'd)</b>			
Baa1	\$ 3,0006	Ser. B, 6.30%, 4/30/19	N
<b>Nevada 2.8%</b>			
A+	2,855	Cnty. of Clark, Private Schs. RB, Alex Dawson Sch. Rainbow Proj., 5.00%, 5/15/29	03
NR	2,675	Henderson Local Impvt. Dist., Pub. Impvts. SA, 5.80%, 3/01/23	03
AAA	4,400	Truckee Meadows Wtr. Auth., Wtr. RB, 4.875%, 7/01/34, XLCA	07
<b>New Jersey 12.4%</b>			
Econ. Dev. Auth.,			
Baa3	10,000	Econ. Impvts. Elec., Pwr. & Lt. RB, Kapkowski Road Landfill Proj., 6.50%, 4/01/31, AMT	N
BBB	9,000	Econ. Impvts. Misc. RB, Cigarette Tax, 5.50%, 6/15/31	06
BBB	4,000	Econ. Impvts. Misc. RB, Cigarette Tax, 5.75%, 6/15/34	06
B	10,100	Port, Arpt. & Marina Impvts. RB, Continental Airlines, Inc. Proj., 7.20%, 11/15/30, AMT	13
Baa3	7,475	SA, Kapkowski Road Landfill Proj., 6.50%, 4/01/28	N
<b>New Mexico 1.5%</b>			
Baa1	5,200	Hsg. Auth., St. Multi-Fam. Hsg. Local Hsg. RB, Yes Villa Del Oso LLC Proj., Ser. A, 6.00%, 1/01/38	03
<b>New York 10.2%</b>			
NR	985	Albany Indl. Dev. Agcy., Sch. Impvts. Lease Appreciation RB, Ser. A, 7.00%, 5/01/35	03
AAA	2,845	Env. Facs. Corp., Swr. Impvts. Misc. RB, Ser. B, 5.00%, 6/15/31	06
AA-	12,150	Liberty Dev. Corp., Indl. Impvts. RB, Goldman Sachs Grp., Inc. Proj., 5.25%, 10/01/35	N
AAA	3,775	Met. Transp. Auth., Misc. RB, Ser. A, 5.00%, 7/01/30, AMBAC	07
B	6,700	New York City Indl. Dev. Agcy., Port, Arpt. & Marina Impvts. RB, American Airlines Proj., 7.75%, 8/01/31, AMT	08
Caa1	7,325	Port Auth. of New York & New Jersey, Port, Arpt. & Marina Impvts. RB, Continental Airlines, Inc. Proj., 9.00%, 12/01/10, AMT	03
<b>North Carolina 2.2%</b>			
NR	7,500	Gaston Cnty. Indl. Facs. & Poll. Ctrl. Fin. Auth., Indl. Impvts. RB, 5.75%, 8/01/35, AMT	08
<b>Ohio 2.6%</b>			
AAA	9,140	Air Qual. Dev. Auth., Rec. Recovery PCRB, Dayton Pwr. & Lt. Co. Proj., 4.80%, 1/01/34, FGIC	07
<b>Oklahoma 1.2%</b>			
B	3,925	Tulsa Mun. Arpt. Trust Trustees, Port, Arpt. & Marina Impvts. RB, AMR Corp. Proj., Ser. A, 7.75%, 6/01/35, AMT	N
<b>Pennsylvania 5.4%</b>			
Econ. Dev. Fin. Auth.,			
A3	5,175	Trans. Impvts. Lease Renewal RB, Amtrack Proj., Ser. A, 6.375%, 11/01/41, AMT	03
BB-	8,425	Elec., Lt. & Pwr. Impvts. RB, Reliant Energy, Inc. Proj., Ser. A, 6.75%, 12/01/36, AMT	06
BBB+	5,000	Monroe Cnty. Hosp. Auth., Hlth., Hosp. & Nursing Homes Impvts. RB, Pocono Hlth. Sys.	

Edgar Filing: BLACKROCK MUNICIPAL INCOME TRUST II - Form N-Q

Proj., 6.00%, 1/01/43

0

**Puerto Rico** 1.6%

BBB 5,755 Comnwlth. Ad Valorem Ppty. Tax GO, Ser. B, 5.00%, 7/01/35

0

**South Carolina** 5.3%

Greenwood Cnty. Hosp. RB, Self Mem. Hosp. Facs. Proj.,

A 3,280 5.50%, 10/01/26

1

A 3,250 5.50%, 10/01/31

1

Jobs Econ. Dev. Auth., Hlth., Hosp. & Nursing Home Impvts. RB,

AA 3,750 Georgetown Mem. Hosp. Proj., 5.375%, 2/01/30, RAA

0

BBB+ 5,0005 Palmetto Hlth. Alliance Proj., 6.875%, 8/01/13

**BlackRock Municipal Income Trust II (BLE) (continued)**  
**(Percentage of Net Assets)**

Rating <sup>1</sup>	Principal Amount (000)	Description
<b>South Carolina (cont'd)</b>		
BBB+	\$ 2,640	Palmetto Hlth. Alliance Proj., Ser. A, 6.25%, 8/01/31
<b>Tennessee 2.7%</b>		
AAA	20,405	Knox Cnty. Hlth. Edl. & Hsg. Facs. Brd., Hlth., Hosp. & Nursing Home Impvts. RB, Ser. A, Zero Coupon, 1/01/21, FSA
<b>Texas 17.9%</b>		
AAA	2,015	Dallas Area Rapid Trans., Sales Tax RB, 5.00%, 12/01/31, AMBAC
BBB	20,000	Gulf Coast Wst. Disp. Auth., Incl. RB, Intl. Paper Co. Proj., Ser. A, 6.10%, 8/01/24, AMT
AAA	25,375	Harris Cnty.-Houston Sports Auth., Lease RB, Ser. A-3, Zero Coupon, 11/15/36, MBIA
		Lower Colorado River Auth., Misc. RB,
AAA	55	Ser. A, 5.00%, 5/15/13, MBIA
AAA	1,300	Ser. A, 5.00%, 5/15/31, MBIA
AAA	930	Montgomery Cnty. Mun. Util. Dist. No. 46, Pub. Impvts. Ad Valorem Ppty. Tax GO, 4.75%, 3/01/30, MBIA
		Tpke. Auth., Hwy. Impvt. Tolls RB,
AAA	73,370	Zero Coupon, 8/15/36, AMBAC
AAA	65,000	Zero Coupon, 8/15/37, AMBAC
AAA	27,600	Zero Coupon, 8/15/38, AMBAC
AAA	4,575	Ser. A, 5.00%, 8/15/42, AMBAC
<b>Virginia 6.3%</b>		
NR	13,0654	Alexandria Redev. & Hsg. Auth., Local Hsg. RB, Park Ctr. Assoc. Proj., Ser. A, 6.375%, 4/01/34
AAA	9,000	Halifax Cnty. Incl. Dev. Auth., Incl. RB, Old Dominion Elec. Coop. Proj., 5.625%, 6/01/28, AMBAC, AMT
<b>Washington 1.9%</b>		
AAA	1,960	Cnty. of King, Swr. RB, 5.00%, 1/01/36, FSA
AAA	4,820	Hlth. Care Facs. Auth., Hlth., Hosp. & Nursing Home RB, Providence Hlth. Sys. Proj., Ser. A, 4.625%, 10/01/34, FGIC
<b>West Virginia 1.7%</b>		
AAA	1,115	Econ. Dev. Auth., Correctional Fac. Impvt. Lease RB, Ser. A, 5.00%, 6/01/29, MBIA
BBB+	5,000	Mason Cnty., Rec. Recovery Impvts. PCRB, Appalachian Pwr. Co. Proj., Ser. L, 5.50%, 10/01/22
<b>Wisconsin 2.6%</b>		
		Hlth. & Edl. Facs. Auth., Hlth., Hosp. & Nursing Home RB,
A-	3,930	Aurora Hlth. Care, Inc. Proj., 6.40%, 4/15/33
A-	5,000	Wheaton Franciscan Svcs. Proj., 5.75%, 8/15/25
<b>Total Long-Term Investments (cost \$513,351,542)</b>		



**SHORT-TERM INVESTMENTS** 1.9%

**Nebraska** 1.8%

A-1+ 6,7647 American Pub. Energy Agcy., Natural Gas Util. Impvts. RB, Ser. A, 3.49%, 12/07/06,  
FRWD

**Shares  
(000)**

**Money Market Fund** 0.1%

300 AIM Tax Free Cash Reserve Portfolio - Institutional Class

**Total Short-Term Investments (cost \$7,064,000)**

**BlackRock Municipal Income Trust II (BLE) (continued)**  
**(Percentage of Net Assets)**

<b>Total Investments</b> □ <b>154.3% (cost \$520,415,548)</b>	\$ 573,933,312
Other assets in excess of liabilities □ 1.0%	3,787,288
Preferred shares at redemption value, including dividends payable □ (55.3)%	(205,612,195)
<b>Net Assets Applicable to Common Shareholders</b> □ <b>100%</b>	<b>\$ 372,108,405</b>

- 1 Using the highest of Standard & Poor's, Moody's Investors Service or Fitch's Ratings.
- 2 Date (month/year) and price of the earliest optional call or redemption. There may be other call provisions at varying prices at later dates.
- 3 Security is collateralized by Municipal or U.S. Treasury obligations.
- 4 Security is deemed to be of investment grade quality by the investment adviser.
- 5 This bond is prerefunded. U.S. government securities, held in escrow, are used to pay interest on this security, as well as retire the bond in full at the date indicated, typically at a premium to par.
- 6 Security is not registered under the Securities Act of 1933. These securities may be resold in transactions in accordance with Rule 144A under that Act, to qualified institutional buyers. As of November 30, 2006, the Trust held 4.4% of its net assets, with a current market value of \$16,388,590, in securities restricted as to resale.
- 7 For purposes of amortized cost valuation, the maturity date of this instrument is considered to be the earlier of the next date on which the security can be redeemed at par, or the next date on which the rate of interest is adjusted. Rate shown is rate as of November 30, 2006.
- 8 Cost for federal income tax purposes is \$520,394,637. The net unrealized appreciation on a tax basis is \$53,538,675, consisting of \$53,575,252 gross unrealized appreciation and \$36,577 gross unrealized depreciation.

**KEY TO ABBREVIATIONS**

ACA	□ American Capital Access	MBIA	□ Municipal Bond Insurance Assoc.
AMBAC	□ American Municipal Bond Assurance Corp.	PCRB	□ Pollution Control Revenue Bond
AMT	□ Subject to Alternative Minimum Tax	RAA	□ Radian Asset Assurance
ETM	□ Escrowed to Maturity	RB	□ Revenue Bond
FGIC	□ Financial Guaranty Insurance Co.	SA	□ Special Assessment
FRWD	□ Floating Rate Weekly Demand	ST	□ Special Tax
FSA	□ Financial Security Assurance	TA	□ Tax Allocation
GO	□ General Obligation	XLCA	□ XL Capital Assurance

**Item 2. Controls and Procedures.**

(a) The Registrant's principal executive and principal financial officers have evaluated the Registrant's disclosure controls and procedures within 90 days of this filing and have concluded, as of that date, that the Registrant's disclosure controls and procedures were reasonably designed to ensure that information required to be disclosed by the Registrant in this Form N-Q was recorded, processed, summarized, and reported within the required time periods and that information to be disclosed by the Registrant in this Form N-Q was accumulated and communicated to the Registrant's management, including its principal executive and principal financial officers, as appropriate, to allow timely decisions regarding required disclosure.

(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 (17 CFR 270.30a -3(d)) that occurred during the Registrant's last fiscal quarter that have materially affected, or are reasonably likely to materially affect, the Registrant's internal control over financial reporting.

**Item 3. Exhibits.**

Separate certifications of the Registrant's Principal Executive and Financial Officers pursuant to Section 302 of the Sarbanes-Oxley Act of 2002 are attached as EX-99.CERT.

---

**SIGNATURES**

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.

(Registrant) BlackRock Municipal Income Trust II

By: /s/ Donald C. Burke  
Name: Donald C. Burke  
Title: Treasurer and Principal Financial Officer  
Date: January 25, 2007

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/ Robert S. Kapito  
Name: Robert S. Kapito  
Title: President and Principal Executive Officer  
Date: January 25, 2007

By: /s/ Donald C. Burke  
Name: Donald C. Burke  
Title: Treasurer and Principal Financial Officer  
Date: January 25, 2007

---