

BLACKROCK CREDIT ALLOCATION INCOME TRUST

Form N-Q

September 25, 2014

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: 811-21972

Name of Fund: BlackRock Credit Allocation Income Trust (BTZ)

Fund Address: 100 Bellevue Parkway, Wilmington, DE 19809

Name and address of agent for service: John M. Perlowski, Chief Executive Officer, BlackRock Credit Allocation Income Trust, 55 East 52<sup>nd</sup> Street, New York, NY 10055

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

Date of fiscal year end: 10/31/2014

Date of reporting period: 07/31/2014

Item 1 Schedule of Investments

## Schedule of Investments July 31, 2014 (Unaudited)

## BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

|   | Par        | (000) | Value        |
|---|------------|-------|--------------|
| <b>Asset-Backed Securities</b>  |            |       |              |
| ACAs CLO Ltd., Series 2014-1A, Class C, 3.15%, 7/18/26 (a)(b)                   | USD        | 750   | \$ 729,476   |
| Adams Mill CLO Ltd., Series 2014-1A, Class D1, 3.70%, 7/15/26 (a)(b)(c)         |            | 1,250 | 1,188,750    |
| ALM VII R-2 Ltd., Series 2013-7R2A, Class C, 3.68%, 4/24/24 (a)(b)              |            | 1,000 | 956,195      |
| ALM XIV Ltd., Series 2014-14A (a)(b):   |            |       |              |
| Class B, 3.18%, 7/28/26   |            | 5,000 | 4,918,500    |
| Class C, 3.68%, 7/28/26   |            | 5,000 | 4,752,000    |
| Apidos CLO XVIII, Series 2014-18A, Class C, 3.88%, 7/22/26 (a)(b)               |            | 1,800 | 1,735,920    |
| Atlas Senior Loan Fund V Ltd., Series 2014-1A (a)(b):                           |            |       |              |
| Class C, 3.23%, 7/16/26   |            | 1,000 | 984,990      |
| Class D, 3.68%, 7/16/26   |            | 2,000 | 1,891,000    |
| Atrium CDO Corp., Series 5A, Class A4, 0.62%, 7/20/20 (a)(b)                    |            | 9,000 | 8,583,417    |
| BlueMountain CLO Ltd., Series 2011-1A, Class D, 4.23%, 8/16/22 (a)(b)           |            | 2,000 | 1,999,962    |
| CIFC Funding Ltd., Series 2014-3A (a)(b):                                       |            |       |              |
| Class C1, 2.95%, 7/22/26  |            | 1,500 | 1,453,667    |
| Class D, 3.55%, 7/22/26   |            | 1,400 | 1,315,481    |
| Dryden 34 Senior Loan Fund, Series 2014-34A, Class C, 3.03%, 10/15/26 (a)(b)(c) |            | 750   | 735,029      |
| Galaxy CLO Ltd., Series 2014-18A, Class C1, 3.23%, 10/15/26 (a)(b)(c)           |            | 1,750 | 1,720,862    |
| Jamestown CLO Ltd., Series 2014-4A, Class C, 3.73%, 7/15/26 (a)(b)              |            | 3,250 | 3,057,278    |
| Madison Park Funding Ltd. (a)(b):   |            |       |              |
| 3.83%, 7/20/26 (c)  |            | 2,000 | 1,910,000    |
| Series 2012-10A, Class D, 4.48%, 1/20/25  |            | 1,500 | 1,499,962    |
| Series 2012-8AR, Class CR, 3.03%, 4/22/22                                       |            | 1,350 | 1,350,000    |
| Series 2012-8AR, Class DR, 4.08%, 4/22/22                                       |            | 1,500 | 1,500,000    |
| Octagon Investment Partners XX Ltd., Series 2014-1A (a)(b)(c):                  |            |       |              |
| Class C, 3.03%, 8/12/26   |            | 1,000 | 981,100      |
| Class D, 3.88%, 8/12/26   |            | 900   | 863,910      |
| OZLM VII Ltd., Series 2014-7A, Class C, 3.83%, 7/17/26 (a)(b)                   |            | 1,500 | 1,419,218    |
| Regatta IV Funding Ltd., Series 2014-1A (a)(b):                                 |            |       |              |
| Class C, 3.18%, 7/25/26   |            | 1,500 | 1,472,898    |
| Class D, 3.73%, 7/25/26   |            | 1,000 | 944,701      |
|   | <b>Par</b> |       |              |
| <b>Asset-Backed Securities</b>  |            |       |              |
| SLM Student Loan Trust, Series 2004-B, Class A2, 0.43%, 6/15/21 (a)             | USD        | 3,252 | \$ 3,233,897 |
| Venture CDO Ltd., 3.34%, 10/15/26 (a)(b)(c)                                     |            | 800   | 787,112      |
| VENTURE XIII CLO Ltd., Series 2013-13A, Class D, 3.78%, 6/10/25 (a)(b)          |            | 800   | 760,509      |
| Voya CLO 2014-3 Ltd., Series 2014-3A, Class C, 3.83%, 7/25/26 (a)(b)            |            | 1,250 | 1,182,500    |
| WhiteHorse IX Ltd., Series 2014-9A, Class C, 2.93%, 7/17/26 (a)(b)              |            | 1,500 | 1,440,900    |
| <b>Total Asset-Backed Securities</b> 3.3%                                       |            |       | 55,369,234   |
| <b>Corporate Bonds</b>  |            |       |              |
| <b>Aerospace 0.1%</b>   |            |       |              |
| Frontier Communications Corp., 7.63%, 4/15/24                                   |            | 2,400 | 2,502,000    |
| <b>Aerospace &amp; Defense 0.7%</b>   |            |       |              |
| Huntington Ingalls Industries, Inc.:  |            |       |              |
| 6.88%, 3/15/18  |            | 1,430 | 1,494,350    |
| 7.13%, 3/15/21  |            | 2,000 | 2,140,000    |
| LSB Industries, Inc., 7.75%, 8/01/19  |            | 569   | 610,253      |
| Transdigm, Inc. (b):  |            |       |              |
| 6.00%, 7/15/22  |            | 4,585 | 4,607,925    |
| 6.50%, 7/15/24  |            | 2,140 | 2,161,400    |
|   |            |       | 11,013,928   |
| <b>Airlines 0.9%</b>  |            |       |              |
| Continental Airlines Pass-Through Trust:  |            |       |              |
| Series 2009-2, Class B, 9.25%, 11/10/18   |            | 2,755 | 3,078,580    |

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|  |       |            |
|--|-------|------------|
| Series 2012-3, Class C, 6.13%, 4/29/18                                       | 2,040 | 2,182,800  |
| Delta Air Lines Pass-Through Trust, Series 2002-1, Class G-1, 6.72%, 7/02/24 | 3,357 | 3,919,467  |
| United Airlines 2014-1 Class B Pass Through Trust, Series B, 4.75%, 10/11/23 | 4,200 | 4,268,250  |
| Virgin Australia 2013-1B Trust, 6.00%, 4/23/22 (b)                           | 1,781 | 1,865,456  |
|  |       | 15,314,553 |
| <b>Auto Components 0.9%</b>  |       |            |
| Delphi Corp., 6.13%, 5/15/21   | 870   | 965,700    |

BLACKROCK CREDIT ALLOCATION INCOME TRUST

JULY 31, 2014

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## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

|   |     | Par        |    | Value      |
|---|-----|------------|----|------------|
|   |     | (000)      |    |            |
| <b>Corporate Bonds</b>  |     |            |    |            |
| <b>Auto Components (concluded)</b>                                      |     |            |    |            |
| General Motors Co.:   |     |            |    |            |
| 4.88%, 10/02/23   | USD | 1,875      | \$ | 1,957,031  |
| 6.25%, 10/02/43   |     | 940        |    | 1,064,550  |
| Icahn Enterprises LP/Icahn Enterprises Finance Corp.:                   |     |            |    |            |
| 3.50%, 3/15/17  |     | 265        |    | 263,675    |
| 5.88%, 2/01/22  |     | 3,816      |    | 3,889,935  |
| Schaeffler Finance BV, 4.75%, 5/15/21 (b)                               |     | 2,470      |    | 2,507,050  |
| TRW Automotive, Inc. (b):   |     |            |    |            |
| 4.50%, 3/01/21  |     | 2,160      |    | 2,203,200  |
| 4.45%, 12/01/23   |     | 2,600      |    | 2,645,500  |
|   |     |            |    | 15,496,641 |
| <b>Auto Parts 0.1%</b>  |     |            |    |            |
| PetroLogistics LP/PetroLogistics Finance Corp., 6.25%, 4/01/20          |     | 885        |    | 969,075    |
| <b>Automobiles 0.5%</b>   |     |            |    |            |
| Chrysler Group LLC/CG Co-Issuer, Inc., 8.25%, 6/15/21                   |     | 2,925      |    | 3,217,500  |
| Ford Motor Co., 7.45%, 7/16/31  |     | 3,660      |    | 4,851,425  |
|   |     |            |    | 8,068,925  |
| <b>Banks 5.6%</b>   |     |            |    |            |
| Associated Banc-Corp., 5.13%, 3/28/16                                   |     | 7,430      |    | 7,871,112  |
| CIT Group, Inc.:  |     |            |    |            |
| 4.25%, 8/15/17  |     | 4,600      |    | 4,738,000  |
| 5.25%, 3/15/18  |     | 4,030      |    | 4,251,650  |
| 6.63%, 4/01/18 (b)  |     | 335        |    | 369,338    |
| 5.50%, 2/15/19 (b)  |     | 5,147      |    | 5,494,422  |
| City National Corp., 5.25%, 9/15/20 (d)                                 |     | 2,900      |    | 3,226,401  |
| Cooperatieve Centrale Raiffeisen-Boerenleenbank BA, 3.95%, 11/09/22 (d) |     | 3,775      |    | 3,805,041  |
| Credit Suisse AG, 6.50%, 8/08/23 (b)                                    |     | 12,000     |    | 13,260,000 |
| Credit Suisse Group AG, 7.50% (a)(b)(e)                                 |     | 3,250      |    | 3,566,875  |
| Discover Bank, 8.70%, 11/18/19  |     | 748        |    | 942,109    |
| Fifth Third Bancorp, 5.10% (a)(e)                                       |     | 5,000      |    | 4,757,500  |
| HSBC Finance Corp., 6.68%, 1/15/21 (d)                                  |     | 5,150      |    | 6,139,923  |
| Oversea-Chinese Banking Corp., Ltd., 4.00%, 10/15/24 (a)(b)             |     | 670        |    | 678,234    |
| Regions Financial Corp., 5.75%, 6/15/15                                 |     | 6,110      |    | 6,363,015  |
| RESPARCS Funding LP I, 8.00% (e)(f)(g)                                  |     | 4,000      |    | 1,940,000  |
| Royal Bank of Scotland Group PLC, 6.00%, 12/19/23                       |     | 10,080     |    | 10,713,014 |
|   |     | <b>Par</b> |    |            |
| <b>Corporate Bonds</b>  |     |            |    |            |
| <b>Banks (concluded)</b>  |     |            |    |            |
| Santander Holdings USA, Inc., 3.00%, 9/24/15                            | USD | 3,750      | \$ | 3,844,039  |
| Wells Fargo & Co. (d):  |     |            |    |            |
| 3.45%, 2/13/23  |     | 2,325      |    | 2,302,780  |
| 4.13%, 8/15/23  |     | 4,000      |    | 4,138,432  |
| 5.61%, 1/15/44  |     | 4,119      |    | 4,673,384  |
|   |     |            |    | 93,075,269 |
| <b>Building Products 0.2%</b>   |     |            |    |            |
| Building Materials Corp. of America, 6.75%, 5/01/21 (b)                 |     | 2,700      |    | 2,878,875  |
| <b>Cable Television Services 0.1%</b>                                   |     |            |    |            |
| SBA Communications Corp., 4.88%, 7/15/22 (b)                            |     | 1,255      |    | 1,198,525  |
| <b>Capital Markets 3.1%</b>   |     |            |    |            |
| The Goldman Sachs Group, Inc. (d):                                      |     |            |    |            |
| 6.25%, 9/01/17  |     | 625        |    | 708,073    |
| 7.50%, 2/15/19  |     | 5,165      |    | 6,230,431  |

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|   |        |            |
|---|--------|------------|
| 5.25%, 7/27/21                                    | 1,175  | 1,310,864  |
| 5.75%, 1/24/22                                    | 5,500  | 6,312,592  |
| 6.25%, 2/01/41                                    | 15,000 | 18,107,880 |
| Morgan Stanley (d):                               |        |            |
| 5.63%, 9/23/19                                    | 6,770  | 7,703,800  |
| 5.50%, 7/28/21                                    | 2,695  | 3,066,384  |
| 5.00%, 11/24/25                                   | 5,000  | 5,321,470  |
| UBS AG, 5.88%, 7/15/16 (d)                        | 3,450  | 3,761,963  |
|   |        | 52,523,457 |
| <b>Chemicals 1.7%</b>                             |        |            |
| Ashland, Inc., 3.88%, 4/15/18                     | 1,745  | 1,749,362  |
| Axiall Corp., 4.88%, 5/15/23                      | 367    | 357,825    |
| Basell Finance Co. BV, 8.10%, 3/15/27 (b)         | 6,000  | 8,036,124  |
| Celanese US Holdings LLC, 5.88%, 6/15/21          | 2,615  | 2,830,737  |
| CF Industries, Inc., 5.38%, 3/15/44               | 2,500  | 2,655,142  |
| Chemtura Corp., 5.75%, 7/15/21                    | 632    | 644,640    |
| Eagle Spinco, Inc., 4.63%, 2/15/21                | 2,370  | 2,316,675  |
| Huntsman International LLC:                       |        |            |
| 4.88%, 11/15/20                                   | 775    | 780,813    |
| 8.63%, 3/15/21                                    | 2,000  | 2,175,000  |
| Ineos Finance PLC, 8.38%, 2/15/19 (b)             | 255    | 275,400    |
| NOVA Chemicals Corp., 5.25%, 8/01/23 (b)          | 2,277  | 2,436,390  |
| Rockwood Specialties Group, Inc., 4.63%, 10/15/20 | 3,480  | 3,619,200  |

## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

|  |     | Par    |    | Value      |
|--|-----|--------|----|------------|
|  |     | (000)  |    | Value      |
| <b>Corporate Bonds</b>   |     |        |    |            |
| <b>Chemicals (concluded)</b>                                       |     |        |    |            |
| US Coatings Acquisition, Inc./Flash Dutch 2 BV, 7.38%, 5/01/21 (b) | USD | 617    | \$ | 655,563    |
|  |     |        |    | 28,532,871 |
| <b>Commercial Services &amp; Supplies 3.0%</b>                     |     |        |    |            |
| ADS Waste Holdings, Inc., 8.25%, 10/01/20                          |     | 1,003  |    | 1,078,225  |
| Aviation Capital Group Corp. (b):                                  |     |        |    |            |
| 7.13%, 10/15/20 (d)  |     | 31,000 |    | 35,655,549 |
| 6.75%, 4/06/21   |     | 7,850  |    | 8,840,332  |
| Brand Energy & Infrastructure Services, Inc., 8.50%, 12/01/21 (b)  |     | 913    |    | 940,390    |
| Covanta Holding Corp., 6.38%, 10/01/22                             |     | 2,245  |    | 2,385,313  |
| Mobile Mini, Inc., 7.88%, 12/01/20                                 |     | 930    |    | 995,100    |
|  |     |        |    | 49,894,909 |
| <b>Communications Equipment 0.8%</b>                               |     |        |    |            |
| Brocade Communications Systems, Inc., 6.88%, 1/15/20               |     | 8,695  |    | 9,151,488  |
| CommScope, Inc. (b):   |     |        |    |            |
| 5.00%, 6/15/21   |     | 527    |    | 521,730    |
| 5.50%, 6/15/24   |     | 564    |    | 561,180    |
| Zayo Group LLC/Zayo Capital, Inc., 8.13%, 1/01/20                  |     | 2,400  |    | 2,544,000  |
|  |     |        |    | 12,778,398 |
| <b>Construction &amp; Engineering 0.1%</b>                         |     |        |    |            |
| BlueLine Rental Finance Corp., 7.00%, 2/01/19 (b)                  |     | 413    |    | 429,520    |
| Safway Group Holding LLC/Safway Finance Corp., 7.00%, 5/15/18 (b)  |     | 673    |    | 704,968    |
| Weekley Homes LLC/Weekley Finance Corp., 6.00%, 2/01/23            |     | 825    |    | 818,812    |
|  |     |        |    | 1,953,300  |
| <b>Construction Materials 0.9%</b>                                 |     |        |    |            |
| HD Supply, Inc.:   |     |        |    |            |
| 8.13%, 4/15/19   |     | 7,300  |    | 7,884,000  |
| 11.00%, 4/15/20  |     | 2,740  |    | 3,151,000  |
| 7.50%, 7/15/20   |     | 2,905  |    | 3,101,087  |
| Vulcan Materials Co., 7.00%, 6/15/18                               |     | 1,380  |    | 1,559,400  |
|  |     |        |    | 15,695,487 |
| <b>Consumer Discretionary 0.2%</b>                                 |     |        |    |            |
| Allegion US Holding Co., Inc., 5.75%, 10/01/21                     |     | 1,907  |    | 2,002,350  |
|  |     | Par    |    |            |
| <b>Corporate Bonds</b>   |     |        |    |            |
| <b>Consumer Discretionary (concluded)</b>                          |     |        |    |            |
| Weyerhaeuser Real Estate Co. (b):                                  |     |        |    |            |
| 4.38%, 6/15/19   | USD | 920    | \$ | 906,200    |
| 5.88%, 6/15/24   |     | 625    |    | 634,375    |
|  |     |        |    | 3,542,925  |
| <b>Consumer Finance 3.4%</b>                                       |     |        |    |            |
| Ally Financial, Inc.:  |     |        |    |            |
| 8.30%, 2/12/15   |     | 5,290  |    | 5,448,700  |
| 8.00%, 11/01/31  |     | 6,195  |    | 7,725,613  |
| Capital One Bank USA NA, 3.38%, 2/15/23                            |     | 11,610 |    | 11,364,379 |
| Countrywide Financial Corp., 6.25%, 5/15/16 (d)                    |     | 8,069  |    | 8,761,288  |
| Discover Financial Services, 3.85%, 11/21/22                       |     | 3,252  |    | 3,287,352  |
| Experian Finance PLC, 2.38%, 6/15/17 (b)(d)                        |     | 2,550  |    | 2,590,387  |
| SLM Corp.:   |     |        |    |            |

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|  |        |            |
|--|--------|------------|
| 3.88%, 9/10/15   | 5,000  | 5,075,000  |
| 6.25%, 1/25/16   | 11,620 | 12,273,741 |
|  |        | 56,526,460 |
| <b>Containers &amp; Packaging 1.2%</b>                                     |        |            |
| Ardagh Packaging Finance PLC/Ardagh Holdings USA, Inc., 6.25%, 1/31/19 (b) | 906    | 903,735    |
| Ball Corp., 6.75%, 9/15/20   | 7,360  | 7,746,400  |
| Beverage Packaging Holdings Luxembourg II SA, 5.63%, 12/15/16 (b)          | 3,944  | 3,963,720  |
| Crown Americas LLC/Crown Americas Capital Corp. III, 6.25%, 2/01/21        | 3,128  | 3,284,400  |
| Pactiv LLC, 7.95%, 12/15/25  | 163    | 173,391    |
| Sealed Air Corp. (b):  |        |            |
| 6.50%, 12/01/20  | 2,330  | 2,551,350  |
| 8.38%, 9/15/21   | 700    | 782,250    |
|  |        | 19,405,246 |
| <b>Diversified Consumer Services 0.3%</b>                                  |        |            |
| APX Group, Inc., 6.38%, 12/01/19   | 355    | 355,000    |
| Service Corp. International, 4.50%, 11/15/20                               | 4,382  | 4,338,180  |
|  |        | 4,693,180  |
| <b>Diversified Financial Services 9.4%</b>                                 |        |            |
| Aircastle Ltd., 6.25%, 12/01/19  | 3,937  | 4,222,432  |
| Bank of America Corp. (d):   |        |            |
| 3.75%, 7/12/16   | 5,525  | 5,798,344  |
| 5.00%, 5/13/21   | 17,100 | 18,903,999 |
| 5.70%, 1/24/22   | 2,590  | 2,978,899  |
| 4.00%, 4/01/24   | 6,975  | 7,071,911  |

BLACKROCK CREDIT ALLOCATION INCOME TRUST

JULY 31, 2014

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## Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

|  |     | Par    |               |
|--|-----|--------|---------------|
|  |     | (000)  | Value         |
| <b>Corporate Bonds</b>   |     |        |               |
| <b>Diversified Financial Services (concluded)</b>              |     |        |               |
| Bank of America NA, 5.30%, 3/15/17 (d)                         | USD | 13,440 | \$ 14,690,538 |
| Citigroup, Inc. (d):   |     |        |               |
| 4.45%, 1/10/17   |     | 4,800  | 5,146,915     |
| 8.50%, 5/22/19   |     | 464    | 587,013       |
| 6.68%, 9/13/43   |     | 4,125  | 5,110,293     |
| Ford Motor Credit Co. LLC:                                     |     |        |               |
| 8.00%, 12/15/16  |     | 4,000  | 4,612,128     |
| 5.88%, 8/02/21   |     | 9,420  | 10,970,739    |
| General Motors Financial Co., Inc.:                            |     |        |               |
| 6.75%, 6/01/18   |     | 1,700  | 1,921,000     |
| 4.25%, 5/15/23   |     | 1,681  | 1,653,684     |
| Icahn Enterprises LP/Icahn Enterprises Finance Corp.:          |     |        |               |
| 4.88%, 3/15/19   |     | 3,950  | 3,969,750     |
| 6.00%, 8/01/20   |     | 3,108  | 3,240,090     |
| ING Bank NV, 5.00%, 6/09/21 (b)(d)                             |     | 8,000  | 8,988,224     |
| Intesa Sanpaolo SpA, 3.13%, 1/15/16                            |     | 5,450  | 5,591,193     |
| Jefferies Finance LLC/JFIN Co-Issuer Corp., 7.38%, 4/01/20 (b) |     | 2,105  | 2,204,988     |
| Jefferies Group LLC, 5.13%, 1/20/23                            |     | 1,850  | 1,973,989     |
| LeasePlan Corp. NV, 3.00%, 10/23/17 (b)(d)                     |     | 6,775  | 7,005,472     |
| Leucadia National Corp., 5.50%, 10/18/23                       |     | 4,000  | 4,207,228     |
| Moody's Corp., 6.06%, 9/07/17                                  |     | 20,000 | 20,812,140    |
| Reynolds Group Issuer, Inc.:                                   |     |        |               |
| 7.13%, 4/15/19   |     | 1,588  | 1,647,550     |
| 9.00%, 4/15/19   |     | 370    | 385,725       |
| 7.88%, 8/15/19   |     | 2,480  | 2,638,100     |
| 9.88%, 8/15/19   |     | 493    | 531,208       |
| 5.75%, 10/15/20  |     | 4,620  | 4,712,400     |
| 6.88%, 2/15/21   |     | 105    | 110,644       |
| 8.25%, 2/15/21   |     | 248    | 262,880       |
| The Royal Bank of Scotland Group PLC:                          |     |        |               |
| 6.13%, 12/15/22  |     | 425    | 457,135       |
| 5.13%, 5/28/24   |     | 5,250  | 5,249,191     |
|  |     |        | 157,655,802   |
| <b>Diversified Telecommunication Services 5.2%</b>             |     |        |               |
| AT&T, Inc.:  |     |        |               |
| 6.30%, 1/15/38 (d)   |     | 12,000 | 14,550,792    |
| 4.30%, 12/15/42  |     | 265    | 249,183       |
| 4.35%, 6/15/45   |     | 367    | 345,483       |
| CenturyLink, Inc.:   |     |        |               |
| 5.63%, 4/01/20   |     | 1,375  | 1,433,438     |
| 6.45%, 6/15/21   |     | 285    | 306,375       |
|  |     | Par    |               |
| <b>Corporate Bonds</b>   |     |        |               |
| <b>Diversified Telecommunication Services (concluded)</b>      |     |        |               |
| Level 3 Financing, Inc.:                                       |     |        |               |
| 8.13%, 7/01/19   | USD | 11,171 | \$ 11,897,115 |
| 8.63%, 7/15/20   |     | 2,240  | 2,436,000     |
| Telefonica Emisiones SAU, 3.19%, 4/27/18                       |     | 6,550  | 6,813,041     |
| Verizon Communications, Inc. (d):                              |     |        |               |
| 5.15%, 9/15/23   |     | 8,775  | 9,711,082     |
| 6.40%, 9/15/33   |     | 9,475  | 11,749,095    |
| 7.35%, 4/01/39   |     | 7,825  | 10,659,426    |
| 6.55%, 9/15/43   |     | 13,225 | 16,608,630    |
| Windstream Corp.:  |     |        |               |
| 7.75%, 10/15/20  |     | 430    | 460,100       |

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|  |        |            |
|--|--------|------------|
| 6.38%, 8/01/23   | 80     | 79,000     |
|  |        | 87,298,760 |
| <b>Electric Utilities 3.8%</b>                                 |        |            |
| CMS Energy Corp., 5.05%, 3/15/22                               | 9,900  | 11,166,675 |
| Duke Energy Corp., 3.55%, 9/15/21 (d)                          | 3,650  | 3,802,333  |
| Great Plains Energy, Inc., 5.29%, 6/15/22 (h)                  | 5,550  | 6,327,927  |
| Midland Cogeneration Venture LP, 5.25%, 3/15/25 (b)            | 5,000  | 5,016,205  |
| Mirant Mid-Atlantic Pass-Through Trust:                        |        |            |
| Series B, 9.13%, 6/30/17                                       | 1,039  | 1,111,804  |
| Series C, 10.06%, 12/30/28                                     | 1,568  | 1,761,635  |
| Nisource Finance Corp., 6.80%, 1/15/19                         | 3,075  | 3,636,885  |
| Oncor Electric Delivery Co. LLC (d):                           |        |            |
| 4.10%, 6/01/22   | 4,150  | 4,464,230  |
| 5.30%, 6/01/42   | 2,750  | 3,217,368  |
| Progress Energy, Inc., 7.00%, 10/30/31 (d)                     | 12,000 | 15,998,868 |
| Puget Energy, Inc.:  |        |            |
| 6.00%, 9/01/21   | 275    | 321,845    |
| 5.63%, 7/15/22   | 5,550  | 6,388,261  |
|  |        | 63,214,036 |
| <b>Electrical Equipment 0.1%</b>                               |        |            |
| GrafTech International Ltd., 6.38%, 11/15/20                   | 2,385  | 2,438,663  |
| <b>Electronic Equipment, Instruments &amp; Components 0.4%</b> |        |            |
| Jabil Circuit, Inc., 8.25%, 3/15/18                            | 2,600  | 3,061,500  |
| Nielsen Finance LLC/Nielsen Finance Co., 5.00%, 4/15/22 (b)    | 475    | 467,875    |
| Sanmina Corp., 4.38%, 6/01/19 (b)                              | 1,415  | 1,400,850  |

## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

|   |     | Par        |              |
|---|-----|------------|--------------|
|   |     | (000)      | Value        |
| <b>Corporate Bonds</b>  |     |            |              |
| <b>Electronic Equipment, Instruments &amp; Components (concluded)</b>       |     |            |              |
| WireCo WorldGroup, Inc., 9.50%, 5/15/17                                     | USD | 1,605      | \$ 1,629,075 |
|   |     |            | 6,559,300    |
| <b>Energy Equipment &amp; Services 2.0%</b>                                 |     |            |              |
| Atwood Oceanics, Inc., 6.50%, 2/01/20                                       |     | 375        | 393,750      |
| CGG, 6.50%, 6/01/21   |     | 2,390      | 2,270,500    |
| Energy Transfer Partners LP, 5.20%, 2/01/22                                 |     | 10,200     | 11,228,190   |
| Genesis Energy LP/Genesis Energy Finance Corp., 5.75%, 2/15/21              |     | 293        | 295,930      |
| Hornbeck Offshore Services, Inc., 5.88%, 4/01/20                            |     | 2,591      | 2,616,910    |
| Petrofac Ltd., 3.40%, 10/10/18 (b)(d)                                       |     | 5,360      | 5,529,430    |
| Transocean, Inc.:   |     |            |              |
| 2.50%, 10/15/17   |     | 1,300      | 1,319,024    |
| 6.50%, 11/15/20   |     | 3,795      | 4,319,860    |
| 6.38%, 12/15/21   |     | 4,655      | 5,307,165    |
| 6.80%, 3/15/38  |     | 720        | 796,833      |
|   |     |            | 34,077,592   |
| <b>Food &amp; Staples Retailing 0.7%</b>                                    |     |            |              |
| HJ Heinz Finance Co., 7.13%, 8/01/39 (b)                                    |     | 4,415      | 4,807,935    |
| Rite Aid Corp., 6.75%, 6/15/21  |     | 1,170      | 1,216,800    |
| Wal-Mart Stores, Inc., 5.25%, 9/01/35 (d)                                   |     | 5,150      | 5,938,836    |
|   |     |            | 11,963,571   |
| <b>Food Products 1.6%</b>   |     |            |              |
| Barry Callebaut Services NV, 5.50%, 6/15/23 (b)                             |     | 2,600      | 2,749,708    |
| Kellogg Co., Series B, 7.45%, 4/01/31 (d)                                   |     | 5,000      | 6,539,870    |
| Kraft Foods Group, Inc., 5.00%, 6/04/42                                     |     | 5,000      | 5,334,705    |
| Mondelez International, Inc.:   |     |            |              |
| 6.50%, 8/11/17  |     | 4,450      | 5,079,328    |
| 6.13%, 8/23/18  |     | 4,840      | 5,583,037    |
| Sun Merger Sub, Inc., 5.88%, 8/01/21 (b)                                    |     | 715        | 750,750      |
|   |     |            | 26,037,398   |
| <b>Gas Utilities 0.2%</b>   |     |            |              |
| Targa Resources Partners LP:  |     |            |              |
| 7.88%, 10/15/18   |     | 2,355      | 2,466,862    |
|   |     | <b>Par</b> |              |
| <b>Corporate Bonds</b>  |     |            |              |
| <b>Gas Utilities (concluded)</b>  |     |            |              |
| Targa Resources Partners LP (concluded):                                    |     |            |              |
| 6.88%, 2/01/21  | USD | 1,265      | \$ 1,337,738 |
|   |     |            | 3,804,600    |
| <b>Health Care Equipment &amp; Supplies 0.1%</b>                            |     |            |              |
| Teleflex, Inc., 6.88%, 6/01/19  |     | 1,660      | 1,755,450    |
| <b>Health Care Providers &amp; Services 3.7%</b>                            |     |            |              |
| Acadia Healthcare Co., Inc., 5.13%, 7/01/22 (b)                             |     | 435        | 436,088      |
| Amsurg Corp., 5.63%, 7/15/22 (b)  |     | 1,856      | 1,865,280    |
| Aviv Healthcare Properties LP/Aviv Healthcare Capital Corp., 7.75%, 2/15/19 |     | 1,550      | 1,627,500    |
| CHS/Community Health Systems, Inc.:   |     |            |              |
| 5.13%, 8/15/18  |     | 1,620      | 1,660,500    |
| 6.88%, 2/01/22 (b)  |     | 1,631      | 1,667,697    |
| DaVita HealthCare Partners, Inc., 5.13%, 7/15/24                            |     | 1,990      | 1,960,150    |
| HCA Holdings, Inc., 7.75%, 5/15/21  |     | 4,549      | 4,907,234    |

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|  |        |            |
|--|--------|------------|
| HCA, Inc.:   |        |            |
| 3.75%, 3/15/19   | 4,364  | 4,331,270  |
| 6.50%, 2/15/20   | 10,421 | 11,319,811 |
| 5.88%, 3/15/22   | 340    | 362,100    |
| 4.75%, 5/01/23   | 676    | 667,550    |
| Tenet Healthcare Corp.:  |        |            |
| 6.25%, 11/01/18  | 736    | 796,720    |
| 4.75%, 6/01/20   | 1,450  | 1,439,125  |
| 6.00%, 10/01/20  | 3,645  | 3,809,025  |
| 4.50%, 4/01/21   | 73     | 70,993     |
| 4.38%, 10/01/21  | 7,335  | 7,059,937  |
| 8.13%, 4/01/22   | 4,387  | 4,902,472  |
| UnitedHealth Group, Inc., 6.88%, 2/15/38 (d)                     | 10,000 | 13,510,800 |
|  |        | 62,394,252 |
| <b>Health Care Technology 0.4%</b>                               |        |            |
| Amgen, Inc., 5.15%, 11/15/41 (d)                                 | 6,500  | 6,961,058  |
| <b>Hotels, Restaurants &amp; Leisure 1.0%</b>                    |        |            |
| Caesars Entertainment Operating Co., Inc., 9.00%, 2/15/20        | 5,243  | 4,345,708  |
| Caesars Entertainment Resort Properties LLC, 8.00%, 10/01/20 (b) | 3,713  | 3,805,825  |
| CDW LLC/CDW Finance Corp., 6.00%, 8/15/22                        | 720    | 720,000    |
| MCE Finance Ltd., 5.00%, 2/15/21 (b)                             | 3,895  | 3,865,787  |
| Six Flags Entertainment Corp., 5.25%, 1/15/21 (b)                | 1,718  | 1,709,410  |

BLACKROCK CREDIT ALLOCATION INCOME TRUST

JULY 31, 2014

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## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

|   | Par   |        | Value        |
|---|-------|--------|--------------|
|   | (000) |        |              |
| <b>Corporate Bonds</b>  |       |        |              |
| <b>Hotels, Restaurants &amp; Leisure (concluded)</b>  |       |        |              |
| Wynn Macau Ltd., 5.25%, 10/15/21 (b)  | USD   | 1,758  | \$ 1,758,000 |
|   |       |        | 16,204,730   |
| <b>Household Durables 1.3%</b>  |       |        |              |
| Beazer Homes USA, Inc., 6.63%, 4/15/18  |       | 2,330  | 2,446,500    |
| Brookfield Residential Properties, Inc./Brookfield Residential US Corp., 6.13%, 7/01/22 (b) |       | 1,647  | 1,688,175    |
| K. Hovnanian Enterprises, Inc., 7.25%, 10/15/20 (b)   |       | 3,675  | 3,867,937    |
| KB Home:  |       |        |              |
| 7.25%, 6/15/18  |       | 1,990  | 2,189,000    |
| 7.00%, 12/15/21   |       | 1,504  | 1,616,800    |
| Standard Pacific Corp., 8.38%, 1/15/21  |       | 3,015  | 3,489,862    |
| Taylor Morrison Communities, Inc./Monarch Communities, Inc., 5.25%, 4/15/21 (b)             |       | 1,537  | 1,513,945    |
| United Rentals North America, Inc.:   |       |        |              |
| 7.38%, 5/15/20  |       | 2,025  | 2,171,813    |
| 7.63%, 4/15/22  |       | 1,853  | 2,042,933    |
|   |       |        | 21,026,965   |
| <b>Household Products 0.1%</b>  |       |        |              |
| Spectrum Brands, Inc.:  |       |        |              |
| 6.38%, 11/15/20   |       | 810    | 852,525      |
| 6.63%, 11/15/22   |       | 1,110  | 1,176,600    |
|   |       |        | 2,029,125    |
| <b>Independent Power and Renewable Electricity Producers 0.6%</b>                           |       |        |              |
| Baytex Energy Corp. (b):  |       |        |              |
| 5.13%, 6/01/21  |       | 435    | 431,738      |
| 5.63%, 6/01/24  |       | 155    | 152,675      |
| Calpine Corp.:  |       |        |              |
| 6.00%, 1/15/22 (b)  |       | 878    | 926,290      |
| 5.38%, 1/15/23  |       | 2,333  | 2,286,340    |
| 5.88%, 1/15/24 (b)  |       | 823    | 857,978      |
| 5.75%, 1/15/25  |       | 2,529  | 2,472,097    |
| GenOn REMA LLC, 9.68%, 7/02/26  |       | 1,130  | 1,228,875    |
| QEP Resources, Inc., 5.38%, 10/01/22  |       | 1,927  | 1,960,722    |
|   |       |        | 10,316,715   |
| <b>Insurance 6.0%</b>   |       |        |              |
| A-S Co-Issuer Subsidiary, Inc./A-S Merger Sub LLC, 7.88%, 12/15/20 (b)                      |       | 1,204  | 1,249,150    |
|   |       |        |              |
| <b>Corporate Bonds</b>  |       |        |              |
| <b>Insurance (concluded)</b>  |       |        |              |
| American International Group, Inc. (d):   |       |        |              |
| 8.25%, 8/15/18  | USD   | 2,125  | \$ 2,614,553 |
| 6.40%, 12/15/20   |       | 8,710  | 10,437,193   |
| Aon Corp., 5.00%, 9/30/20 (d)   |       | 7,700  | 8,601,901    |
| Aon PLC, 4.25%, 12/12/42  |       | 6,500  | 6,159,036    |
| Forethought Financial Group, Inc., 8.63%, 4/15/21 (b)                                       |       | 3,400  | 3,864,382    |
| Genworth Financial, Inc., 7.63%, 9/24/21  |       | 2,880  | 3,567,583    |
| Manulife Financial Corp., 4.90%, 9/17/20 (d)  |       | 10,425 | 11,428,469   |
| MPL 2 Acquisition Canco, Inc., 9.88%, 8/15/18 (b)   |       | 1,455  | 1,564,125    |
| The Northwestern Mutual Life Insurance Co., 6.06%, 3/30/40 (b)(d)                           |       | 12,000 | 14,938,044   |
| Principal Financial Group, Inc., 8.88%, 5/15/19 (d)   |       | 2,825  | 3,615,474    |
| Prudential Financial, Inc., 6.63%, 12/01/37 (d)   |       | 10,000 | 12,789,170   |
| XLIT Ltd., 5.75%, 10/01/21 (d)  |       | 10,085 | 11,718,125   |
| ZFS Finance USA Trust II, 6.45%, 12/15/65 (a)(b)(d)   |       | 6,800  | 7,327,000    |

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|   |        |            |
|---|--------|------------|
|   |        | 99,874,205 |
| <b>IT Services 1.5%</b>                         |        |            |
| Ceridian Corp., 8.88%, 7/15/19 (b)              | 12,085 | 13,353,925 |
| Ceridian LLC/Comdata, Inc., 8.13%, 11/15/17 (b) | 1,455  | 1,451,363  |
| Epicor Software Corp., 8.63%, 5/01/19           | 2,400  | 2,556,000  |
| First Data Corp. (b):                           |        |            |
| 7.38%, 6/15/19                                  | 2,905  | 3,050,250  |
| 6.75%, 11/01/20                                 | 1,768  | 1,865,240  |
| 8.25%, 1/15/21                                  | 250    | 267,500    |
| SunGard Data Systems, Inc., 7.38%, 11/15/18     | 2,460  | 2,569,162  |
|   |        | 25,113,440 |
| <b>Life Sciences Tools &amp; Services 0.8%</b>  |        |            |
| Life Technologies Corp., 6.00%, 3/01/20 (d)     | 12,000 | 13,883,304 |
| <b>Media 6.4%</b>                               |        |            |
| A&E Television Networks LLC, 3.11%, 8/22/19     | 5,000  | 5,012,500  |
| AMC Networks, Inc.:                             |        |            |
| 7.75%, 7/15/21                                  | 1,330  | 1,456,350  |
| 4.75%, 12/15/22                                 | 685    | 683,288    |

## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

|  |     | Par          |    | Value        |
|--|-----|--------------|----|--------------|
|  |     | (000)        |    |              |
| <b>Corporate Bonds</b>   |     |              |    |              |
| <b>Media (continued)</b>   |     |              |    |              |
| CBS Outdoor Americas Capital LLC/CBS Outdoor Americas Capital Corp. (b): |     |              |    |              |
| 5.25%, 2/15/22   | USD | 249          | \$ | 248,378      |
| 5.63%, 2/15/24   |     | 212          |    | 211,735      |
| Cinemark USA, Inc., 5.13%, 12/15/22                                      |     | 349          |    | 351,618      |
| Clear Channel Worldwide Holdings, Inc., 6.50%, 11/15/22                  |     | 10,205       |    | 10,701,460   |
| COX Communications, Inc., 8.38%, 3/01/39 (b)(d)                          |     | 5,000        |    | 7,078,865    |
| CSC Holdings LLC, 8.63%, 2/15/19   |     | 4,005        |    | 4,705,875    |
| DIRECTV Holdings LLC, 5.00%, 3/01/21 (d)                                 |     | 8,575        |    | 9,501,340    |
| Gray Television, Inc., 7.50%, 10/01/20                                   |     | 713          |    | 745,976      |
| Grupo Televisa SAB, 5.00%, 5/13/45                                       |     | 3,345        |    | 3,330,817    |
| Intelsat Jackson Holdings SA:  |     |              |    |              |
| 7.25%, 4/01/19   |     | 710          |    | 745,500      |
| 5.50%, 8/01/23   |     | 2,909        |    | 2,792,640    |
| The Interpublic Group of Cos., Inc., 3.75%, 2/15/23                      |     | 6,025        |    | 5,991,881    |
| Level 3 Escrow II, Inc., 5.38%, 8/15/22 (b)(c)                           |     | 2,250        |    | 2,207,812    |
| Live Nation Entertainment, Inc., 7.00%, 9/01/20 (b)                      |     | 463          |    | 498,883      |
| Lynx I Corp., 5.38%, 4/15/21 (b)   |     | 1,394        |    | 1,407,940    |
| NAI Entertainment Holdings LLC, 5.00%, 8/01/18 (b)                       |     | 1,471        |    | 1,515,130    |
| NBCUniversal Enterprise, Inc., 5.25% (b)(e)                              |     | 5,600        |    | 5,831,000    |
| News America, Inc., 6.15%, 3/01/37 (d)                                   |     | 9,575        |    | 11,341,444   |
| Numericable Group SA, 6.00%, 5/15/22 (b)                                 |     | 9,000        |    | 9,045,000    |
| Sinclair Television Group, Inc., 5.63%, 8/01/24 (b)                      |     | 657          |    | 647,966      |
| Sirius XM Radio, Inc., 4.25%, 5/15/20 (b)                                |     | 2,300        |    | 2,213,750    |
| Time Warner Cable, Inc., 6.55%, 5/01/37                                  |     | 3,519        |    | 4,358,545    |
| Unitymedia Hessen GmbH & Co. KG/Unitymedia NRW GmbH (b):                 |     |              |    |              |
| 7.50%, 3/15/19   |     | 3,530        |    | 3,724,150    |
| 5.50%, 1/15/23   |     | 1,000        |    | 1,005,000    |
| Univision Communications, Inc., 5.13%, 5/15/23 (b)                       |     | 4,793        |    | 4,924,807    |
|  |     | <b>Par</b>   |    |              |
|  |     | <b>(000)</b> |    | <b>Value</b> |
| <b>Corporate Bonds</b>   |     |              |    |              |
| <b>Media (concluded)</b>   |     |              |    |              |
| VTR Finance BV, 6.88%, 1/15/24 (b)                                       | USD | 4,020        | \$ | 4,165,725    |
|  |     |              |    | 106,445,375  |
| <b>Metals &amp; Mining 2.8%</b>  |     |              |    |              |
| AngloGold Ashanti Holdings PLC, 5.13%, 8/01/22                           |     | 5,000        |    | 4,873,435    |
| ArcelorMittal, 6.13%, 6/01/18  |     | 2,575        |    | 2,748,812    |
| Commercial Metals Co., 4.88%, 5/15/23                                    |     | 2,194        |    | 2,111,725    |
| Constellium NV:  |     |              |    |              |
| 4.63%, 5/15/21   | EUR | 490          |    | 671,718      |
| 5.75%, 5/15/24 (b)   | USD | 1,178        |    | 1,213,340    |
| Freeport-McMoRan Copper & Gold, Inc.:                                    |     |              |    |              |
| 3.55%, 3/01/22   |     | 4,700        |    | 4,635,074    |
| 3.88%, 3/15/23   |     | 8,900        |    | 8,812,282    |
| Freeport-McMoRan Corp., 7.13%, 11/01/27                                  |     | 8,500        |    | 10,072,517   |
| New Gold, Inc., 6.25%, 11/15/22 (b)                                      |     | 1,795        |    | 1,889,238    |
| Novelis, Inc., 8.75%, 12/15/20   |     | 3,285        |    | 3,547,800    |
| Peabody Energy Corp., 6.50%, 9/15/20                                     |     | 1,020        |    | 976,650      |
| Steel Dynamics, Inc.:  |     |              |    |              |
| 6.38%, 8/15/22   |     | 1,430        |    | 1,522,950    |
| 5.25%, 4/15/23   |     | 163          |    | 164,223      |
| Wise Metals Group LLC/Wise Alloys Finance Corp., 8.75%, 12/15/18 (b)     |     | 2,785        |    | 2,986,912    |
|  |     |              |    | 46,226,676   |
| <b>Multi-Utilities 1.9%</b>  |     |              |    |              |
| CenterPoint Energy, Inc. (d):  |     |              |    |              |

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|  |       |            |
|--|-------|------------|
| 5.95%, 2/01/17                                   | 9,000 | 9,993,114  |
| 6.50%, 5/01/18                                   | 9,675 | 11,210,326 |
| Dominion Resources, Inc., 8.88%, 1/15/19 (d)     | 8,000 | 10,176,368 |
|  |       | 31,379,808 |
| <b>Multiline Retail 0.4%</b>                     |       |            |
| Dollar General Corp., 3.25%, 4/15/23             | 2,500 | 2,379,982  |
| Dufry Finance SCA, 5.50%, 10/15/20 (b)           | 3,460 | 3,579,993  |
|  |       | 5,959,975  |
| <b>Oil, Gas &amp; Consumable Fuels 16.7%</b>     |       |            |
| Access Midstream Partners LP/ACMP Finance Corp.: |       |            |
| 5.88%, 4/15/21                                   | 2,657 | 2,796,492  |
| 6.13%, 7/15/22                                   | 1,600 | 1,710,000  |
| 4.88%, 5/15/23                                   | 411   | 423,330    |

BLACKROCK CREDIT ALLOCATION INCOME TRUST

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## Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

|   | Par        |    | Value      |
|---|------------|----|------------|
|   | (000)      |    |            |
| <b>Corporate Bonds</b>  |            |    |            |
| <b>Oil, Gas &amp; Consumable Fuels (continued)</b>                                    |            |    |            |
| Anadarko Petroleum Corp., 6.38%, 9/15/17  | USD 75     | \$ | 85,618     |
| Antero Resources Finance Corp., 5.38%, 11/01/21                                       | 649        |    | 657,113    |
| Athlon Holdings LP/Athlon Finance Corp., 7.38%, 4/15/21 (b)                           | 656        |    | 698,640    |
| Berry Petroleum Co., 6.38%, 9/15/22   | 3,207      |    | 3,271,140  |
| Bonanza Creek Energy, Inc.:   |            |    |            |
| 6.75%, 4/15/21  | 1,145      |    | 1,190,800  |
| 5.75%, 2/01/23  | 1,555      |    | 1,523,900  |
| Carrizo Oil & Gas, Inc., 7.50%, 9/15/20   | 1,076      |    | 1,164,770  |
| Chesapeake Energy Corp.:  |            |    |            |
| 6.63%, 8/15/20  | 3,171      |    | 3,533,683  |
| 6.88%, 11/15/20   | 493        |    | 554,625    |
| 6.13%, 2/15/21  | 1,857      |    | 2,014,845  |
| 5.75%, 3/15/23  | 2,615      |    | 2,791,512  |
| Cimarex Energy Co., 4.38%, 6/01/24  | 527        |    | 538,199    |
| Concho Resources, Inc.:   |            |    |            |
| 5.50%, 10/01/22   | 226        |    | 235,040    |
| 5.50%, 4/01/23  | 1,995      |    | 2,064,825  |
| CONSOL Energy, Inc.:  |            |    |            |
| 8.25%, 4/01/20  | 355        |    | 378,075    |
| 5.88%, 4/15/22 (b)(c)   | 6,131      |    | 6,199,974  |
| Continental Resources, Inc.:  |            |    |            |
| 5.00%, 9/15/22  | 11,232     |    | 12,046,320 |
| 4.50%, 4/15/23  | 469        |    | 499,636    |
| Crestwood Midstream Partners LP/Crestwood Midstream Finance Corp., 6.13%, 3/01/22 (b) | 710        |    | 733,075    |
| DCP Midstream LLC, 4.75%, 9/30/21 (b)   | 1,074      |    | 1,134,846  |
| DCP Midstream Operating LP, 3.88%, 3/15/23  | 2,690      |    | 2,715,200  |
| Denbury Resources, Inc.:  |            |    |            |
| 5.50%, 5/01/22  | 845        |    | 830,213    |
| 4.63%, 7/15/23  | 1,727      |    | 1,614,745  |
| Drill Rigs Holdings, Inc., 6.50%, 10/01/17 (b)  | 1,812      |    | 1,830,120  |
| El Paso LLC:  |            |    |            |
| 7.80%, 8/01/31  | 197        |    | 216,700    |
| 7.75%, 1/15/32  | 3,153      |    | 3,484,065  |
| El Paso Natural Gas Co. LLC, 8.63%, 1/15/22   | 2,345      |    | 3,046,744  |
| El Paso Pipeline Partners Operating Co. LLC, 6.50%, 4/01/20                           | 5,075      |    | 5,894,998  |
| Enbridge Energy Partners LP, 9.88%, 3/01/19   | 6,000      |    | 7,840,842  |
|   | <b>Par</b> |    |            |
|   | (000)      |    | Value      |
| <b>Corporate Bonds</b>  |            |    |            |
| <b>Oil, Gas &amp; Consumable Fuels (continued)</b>                                    |            |    |            |
| Energy Transfer Equity LP, 5.88%, 1/15/24 (b)   | USD 2,230  | \$ | 2,274,600  |
| Energy XXI Gulf Coast, Inc.:  |            |    |            |
| 7.75%, 6/15/19  | 2,351      |    | 2,445,040  |
| 6.88%, 3/15/24 (b)  | 449        |    | 446,755    |
| Enterprise Products Operating LLC, Series N, 6.50%, 1/31/19 (d)                       | 12,000     |    | 14,120,316 |
| EP Energy LLC/Everest Acquisition Finance, Inc., Series WI, 6.88%, 5/01/19            | 2,693      |    | 2,820,917  |
| Expro Finance Luxembourg SCA, 8.50%, 12/15/16 (b)                                     | 2,525      |    | 2,603,906  |
| Hilcorp Energy I LP/Hilcorp Finance Co., 5.00%, 12/01/24 (b)                          | 759        |    | 749,513    |
| Kinder Morgan Energy Partners LP, 6.85%, 2/15/20 (d)                                  | 12,000     |    | 14,272,092 |
| Kinder Morgan, Inc. (b):  |            |    |            |
| 5.00%, 2/15/21  | 496        |    | 502,820    |
| 5.63%, 11/15/23   | 504        |    | 519,120    |
| Kodiak Oil & Gas Corp., 5.50%, 2/01/22  | 540        |    | 569,700    |
| Laredo Petroleum, Inc., 7.38%, 5/01/22  | 900        |    | 981,000    |
| Linn Energy LLC/Linn Energy Finance Corp.:  |            |    |            |
| 6.25%, 11/01/19   | 1,224      |    | 1,242,360  |
| 8.63%, 4/15/20  | 1,620      |    | 1,711,125  |

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|   |        |            |
|---|--------|------------|
| 7.75%, 2/01/21  | 475    | 497,563    |
| Marathon Petroleum Corp., 3.50%, 3/01/16  | 4,600  | 4,782,362  |
| MarkWest Energy Partners LP/MarkWest Energy Finance Corp., 6.25%, 6/15/22         | 1,369  | 1,454,562  |
| MEG Energy Corp. (b):   |        |            |
| 6.50%, 3/15/21  | 3,839  | 3,944,572  |
| 7.00%, 3/31/24  | 3,598  | 3,804,885  |
| Memorial Production Partners LP/Memorial Production Finance Corp., 7.63%, 5/01/21 | 885    | 909,338    |
| Midcontinent Express Pipeline LLC, 6.70%, 9/15/19 (b)                             | 3,500  | 4,007,500  |
| Nexen, Inc., 6.40%, 5/15/37 (d)   | 4,615  | 5,665,914  |
| NGPL PipeCo LLC, 9.63%, 6/01/19 (b)   | 902    | 976,415    |
| Oasis Petroleum, Inc.:  |        |            |
| 7.25%, 2/01/19  | 915    | 956,175    |
| 6.50%, 11/01/21   | 1,025  | 1,086,500  |
| ONEOK Partners LP, 8.63%, 3/01/19 (d)   | 10,000 | 12,558,320 |

## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

|  |     | Par          |    | Value        |
|--|-----|--------------|----|--------------|
|  |     | (000)        |    |              |
| <b>Corporate Bonds</b>   |     |              |    |              |
| <b>Oil, Gas &amp; Consumable Fuels (continued)</b>   |     |              |    |              |
| Pacific Drilling SA, 5.38%, 6/01/20 (b)  | USD | 1,537        | \$ | 1,463,992    |
| PDC Energy, Inc., 7.75%, 10/15/22  |     | 1,225        |    | 1,359,750    |
| Peabody Energy Corp.:  |     |              |    |              |
| 6.00%, 11/15/18  |     | 2,527        |    | 2,520,682    |
| 6.25%, 11/15/21 (d)  |     | 1,483        |    | 1,405,143    |
| Penn Virginia Resource Partners LP/Penn Virginia Resource Finance Corp. II, 8.38%, 6/01/20 |     | 2,221        |    | 2,465,310    |
| Petrobras International Finance Co. (d):   |     |              |    |              |
| 3.88%, 1/27/16   |     | 12,550       |    | 12,912,569   |
| 5.38%, 1/27/21   |     | 3,385        |    | 3,486,753    |
| Petroleos Mexicanos:   |     |              |    |              |
| 3.50%, 1/30/23   |     | 5,000        |    | 4,825,000    |
| 4.88%, 1/18/24   |     | 2,000        |    | 2,120,000    |
| Petroleum Geo-Services ASA, 7.38%, 12/15/18 (b)  |     | 3,980        |    | 4,179,000    |
| Pioneer Natural Resources Co., 6.88%, 5/01/18  |     | 1,665        |    | 1,947,639    |
| Premier Oil PLC, 5.00%, 6/09/18  |     | 11,500       |    | 12,075,000   |
| Range Resources Corp.:   |     |              |    |              |
| 6.75%, 8/01/20   |     | 1,760        |    | 1,865,600    |
| 5.00%, 8/15/22   |     | 32           |    | 32,800       |
| 5.00%, 3/15/23   |     | 75           |    | 77,063       |
| Regency Energy Partners LP/Regency Energy Finance Corp., 4.50%, 11/01/23                   |     | 4,351        |    | 4,144,327    |
| RKI Exploration & Production LLC/RKI Finance Corp., 8.50%, 8/01/21 (b)                     |     | 1,035        |    | 1,107,450    |
| Rosetta Resources, Inc., 5.63%, 5/01/21  |     | 3,448        |    | 3,473,860    |
| Ruby Pipeline LLC, 6.00%, 4/01/22 (b)  |     | 10,000       |    | 11,246,930   |
| Sabine Pass Liquefaction LLC (b):  |     |              |    |              |
| 5.63%, 4/15/23   |     | 7,393        |    | 7,503,895    |
| 5.75%, 5/15/24   |     | 2,869        |    | 2,912,035    |
| Sabine Pass Liquefied Natural Gas LP, 7.50%, 11/30/16                                      |     | 5,965        |    | 6,501,850    |
| Sanchez Energy Corp., 6.13%, 1/15/23 (b)   |     | 1,141        |    | 1,138,148    |
| SandRidge Energy, Inc.:  |     |              |    |              |
| 8.75%, 1/15/20   |     | 114          |    | 119,700      |
| 7.50%, 3/15/21   |     | 325          |    | 338,000      |
| 7.50%, 2/15/23   |     | 1,291        |    | 1,345,868    |
| Seventy Seven Energy, Inc., 6.50%, 7/15/22 (b)   |     | 526          |    | 528,630      |
| SM Energy Co.:   |     |              |    |              |
| 6.63%, 2/15/19   |     | 903          |    | 941,378      |
| 6.50%, 1/01/23   |     | 322          |    | 345,345      |
|  |     | <b>Par</b>   |    |              |
|  |     | <b>(000)</b> |    | <b>Value</b> |
| <b>Corporate Bonds</b>   |     |              |    |              |
| <b>Oil, Gas &amp; Consumable Fuels (concluded)</b>   |     |              |    |              |
| Stone Energy Corp., 7.50%, 11/15/22  | USD | 1,290        | \$ | 1,383,525    |
| Summit Midstream Holdings LLC/Summit Midstream Finance Corp., 7.50%, 7/01/21               |     | 1,614        |    | 1,755,225    |
| Ultra Petroleum Corp., 5.75%, 12/15/18 (b)   |     | 778          |    | 809,120      |
| Western Gas Partners LP, 5.38%, 6/01/21  |     | 5,125        |    | 5,761,274    |
| Whiting Petroleum Corp.:   |     |              |    |              |
| 5.00%, 3/15/19   |     | 3,550        |    | 3,718,625    |
| 5.75%, 3/15/21   |     | 2,341        |    | 2,557,542    |
| The Williams Cos., Inc.:   |     |              |    |              |
| 3.70%, 1/15/23   |     | 5,000        |    | 4,746,430    |
| 4.55%, 6/24/24   |     | 830          |    | 826,955      |
| 8.75%, 3/15/32   |     | 2,478        |    | 3,170,480    |
| 5.75%, 6/24/44   |     | 685          |    | 673,713      |
|  |     |              |    | 279,410,061  |
| <b>Paper &amp; Forest Products 2.3%</b>  |     |              |    |              |
| Ainsworth Lumber Co. Ltd., 7.50%, 12/15/17 (b)   |     | 1,473        |    | 1,539,285    |
| Clearwater Paper Corp., 4.50%, 2/01/23   |     | 532          |    | 510,720      |

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|  |         |            |
|--|---------|------------|
| International Paper Co. (d):                                 |         |            |
| 7.50%, 8/15/21   |         | 12,228,687 |
| 8.70%, 6/15/38   | 9,675   | 5,935,844  |
| 7.30%, 11/15/39  | 4,000   | 13,328,060 |
| Louisiana-Pacific Corp., 7.50%, 6/01/20                      | 10,000  | 2,327,025  |
| Mercer International, Inc., 9.50%, 12/01/17                  | 2,130   | 3,074,000  |
|  |         | 38,943,621 |
| <b>Pharmaceuticals 2.4%</b>                                  |         |            |
| AbbVie, Inc., 2.90%, 11/06/22 (d)                            | 5,675   | 5,473,708  |
| Capsugel Finance Co. SCA, 9.88%, 8/01/19 (b)                 | EUR 400 | 575,288    |
| Endo Finance LLC/Endo Finco, Inc. (b):                       |         |            |
| 7.25%, 1/15/22   | USD 499 | 527,693    |
| 5.38%, 1/15/23   | 410     | 395,650    |
| Forest Laboratories, Inc. (b):                               |         |            |
| 4.38%, 2/01/19   | 2,924   | 3,131,604  |
| 5.00%, 12/15/21  | 1,631   | 1,776,159  |
| Grifols Worldwide Operations Ltd., 5.25%, 4/01/22 (b)        | 1,613   | 1,619,049  |
| Mallinckrodt International Finance SA, 5.75%, 8/01/22 (b)(c) | 2,130   | 2,140,650  |
| Merck & Co., Inc., 6.50%, 12/01/33 (d)                       | 6,420   | 8,573,666  |
| Mylan, Inc., 6.00%, 11/15/18 (b)                             | 3,250   | 3,385,473  |

BLACKROCK CREDIT ALLOCATION INCOME TRUST

JULY 31, 2014

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## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

|   | Par        |        | Value        |
|---|------------|--------|--------------|
|   | (000)      |        |              |
| <b>Corporate Bonds</b>  |            |        |              |
| <b>Pharmaceuticals (concluded)</b>  |            |        |              |
| Salix Pharmaceuticals Ltd., 6.00%, 1/15/21 (b)                                    | USD        | 697    | \$ 728,365   |
| Valeant Pharmaceuticals International (b):  |            |        |              |
| 6.75%, 8/15/18  |            | 6,955  | 7,267,975    |
| 6.38%, 10/15/20   |            | 2,355  | 2,431,537    |
| 5.63%, 12/01/21   |            | 1,615  | 1,606,925    |
|   |            |        | 39,633,742   |
| <b>Professional Services 0.5%</b>   |            |        |              |
| Ceridian HCM Holding, Inc., 11.00%, 3/15/21 (b)                                   |            | 2,158  | 2,460,120    |
| The Dun & Bradstreet Corp., 3.25%, 12/01/17                                       |            | 5,750  | 5,945,253    |
|   |            |        | 8,405,373    |
| <b>Real Estate Investment Trusts (REITs) 3.0%</b>                                 |            |        |              |
| ARC Properties Operating Partnership LP/Clark Acquisition LLC, 4.60%, 2/06/24 (b) |            | 5,000  | 5,099,925    |
| AvalonBay Communities, Inc., 6.10%, 3/15/20 (d)                                   |            | 10,000 | 11,772,320   |
| DDR Corp.:  |            |        |              |
| 4.75%, 4/15/18  |            | 2,140  | 2,314,378    |
| 7.88%, 9/01/20  |            | 2,650  | 3,327,597    |
| ERP Operating LP, 5.75%, 6/15/17 (d)  |            | 10,000 | 11,217,610   |
| Felcor Lodging LP, 5.63%, 3/01/23   |            | 999    | 999,000      |
| HCP, Inc., 5.38%, 2/01/21 (d)   |            | 3,450  | 3,895,181    |
| Host Hotels & Resorts LP, Series D, 3.75%, 10/15/23                               |            | 3,600  | 3,555,435    |
| iStar Financial, Inc.:  |            |        |              |
| 4.00%, 11/01/17   |            | 825    | 812,625      |
| 5.00%, 7/01/19  |            | 580    | 571,300      |
| Rayonier AM Products, Inc., 5.50%, 6/01/24 (b)                                    |            | 128    | 126,080      |
| UDR, Inc., 4.25%, 6/01/18   |            | 5,225  | 5,612,178    |
|   |            |        | 49,303,629   |
| <b>Real Estate Management &amp; Development 0.7%</b>                              |            |        |              |
| Lennar Corp., 4.75%, 11/15/22   |            | 1,805  | 1,732,800    |
| Northwest Florida Timber Finance LLC, 4.75%, 3/04/29 (b)(d)                       |            | 4,485  | 4,587,706    |
| Realogy Corp., 7.63%, 1/15/20 (b)(d)  |            | 2,085  | 2,246,588    |
| Realogy Group LLC/Realogy Co-Issuer Corp., 4.50%, 4/15/19 (b)                     |            | 1,147  | 1,112,590    |
|   | <b>Par</b> |        |              |
| <b>Corporate Bonds</b>  |            |        |              |
| <b>Real Estate Management &amp; Development (concluded)</b>                       |            |        |              |
| Shea Homes LP/Shea Homes Funding Corp., 8.63%, 5/15/19                            | USD        | 1,625  | \$ 1,726,563 |
|   |            |        | 11,406,247   |
| <b>Road &amp; Rail 1.5%</b>   |            |        |              |
| The Hertz Corp.:  |            |        |              |
| 4.25%, 4/01/18  |            | 983    | 992,830      |
| 6.75%, 4/15/19  |            | 1,167  | 1,219,515    |
| 5.88%, 10/15/20   |            | 925    | 945,812      |
| 7.38%, 1/15/21  |            | 310    | 331,700      |
| 6.25%, 10/15/22   |            | 1,560  | 1,614,600    |
| Norfolk Southern Corp., 6.00%, 3/15/05 (d)  |            | 17,200 | 20,672,680   |
|   |            |        | 25,777,137   |
| <b>Semiconductors &amp; Semiconductor Equipment 0.7%</b>                          |            |        |              |
| KLA-Tencor Corp., 6.90%, 5/01/18 (d)  |            | 5,515  | 6,417,226    |
| Micron Technology, Inc., 5.50%, 2/01/25 (b)                                       |            | 3,590  | 3,572,050    |
| NXP BV/NXP Funding LLC, 5.75%, 2/15/21 (b)  |            | 1,655  | 1,721,200    |

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|  |        |            |
|--|--------|------------|
|  |        | 11,710,476 |
| <b>Software 0.4%</b>   |        |            |
| Infor US, Inc., 9.38%, 4/01/19   | 2,190  | 2,392,575  |
| Nuance Communications, Inc., 5.38%, 8/15/20 (b)                          | 4,435  | 4,479,350  |
|  |        | 6,871,925  |
| <b>Specialty Retail 1.1%</b>   |        |            |
| AutoNation, Inc., 6.75%, 4/15/18   | 6,125  | 7,020,965  |
| DriveTime Automotive Group, Inc./DT Acceptance Corp., 8.00%, 6/01/21 (b) | 1,544  | 1,553,650  |
| L Brands, Inc., 7.00%, 5/01/20   | 3,050  | 3,446,500  |
| QVC, Inc., 7.38%, 10/15/20 (b)   | 355    | 379,618    |
| VF Corp., 5.95%, 11/01/17 (d)  | 5,000  | 5,689,805  |
|  |        | 18,090,538 |
| <b>Textiles Apparel &amp; Shoes 0.1%</b>                                 |        |            |
| Springs Industries, Inc., 6.25%, 6/01/21                                 | 1,674  | 1,669,815  |
| <b>Textiles, Apparel &amp; Luxury Goods 0.1%</b>                         |        |            |
| The William Carter Co., 5.25%, 8/15/21 (b)                               | 1,406  | 1,462,240  |
| <b>Thrifts &amp; Mortgage Finance 0.1%</b>                               |        |            |
| Radian Group, Inc., 5.50%, 6/01/19                                       | 1,378  | 1,384,890  |
| <b>Tobacco 2.0%</b>  |        |            |
| Altria Group, Inc., 10.20%, 2/06/39 (d)                                  | 13,392 | 22,548,191 |

## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

|   |     | Par          |    | Value                |
|---|-----|--------------|----|----------------------|
|   |     | (000)        |    |                      |
| <b>Corporate Bonds</b>  |     |              |    |                      |
| <b>Tobacco (concluded)</b>  |     |              |    |                      |
| Lorillard Tobacco Co., 3.50%, 8/04/16                             | USD | 8,375        | \$ | 8,740,778            |
| Reynolds American, Inc.:  |     |              |    |                      |
| 3.25%, 11/01/22   |     | 970          |    | 933,456              |
| 4.85%, 9/15/23  |     | 1,120        |    | 1,190,637            |
|   |     |              |    | 33,413,062           |
| <b>Trading Companies &amp; Distributors 0.4%</b>                  |     |              |    |                      |
| Doric Nimrod Air Alpha 2013-1 Pass-Through Trust (b):             |     |              |    |                      |
| 6.13%, 11/30/21   |     | 3,713        |    | 3,926,615            |
| 5.25%, 5/30/25  |     | 2,871        |    | 3,050,390            |
|   |     |              |    | 6,977,005            |
| <b>Transportation Infrastructure 0.9%</b>                         |     |              |    |                      |
| CEVA Group PLC (b):   |     |              |    |                      |
| 4.00%, 5/01/18  |     | 3,310        |    | 3,078,300            |
| 7.00%, 3/01/21  |     | 1,067        |    | 1,088,340            |
| Penske Truck Leasing Co. LP/PTL Finance Corp., 4.88%, 7/11/22 (b) |     | 10,500       |    | 11,449,778           |
|   |     |              |    | 15,616,418           |
| <b>Wireless Telecommunication Services 5.4%</b>                   |     |              |    |                      |
| America Movil SAB de C.V. (d):                                    |     |              |    |                      |
| 2.38%, 9/08/16  |     | 12,495       |    | 12,797,404           |
| 3.13%, 7/16/22  |     | 1,275        |    | 1,237,376            |
| American Tower Corp.:   |     |              |    |                      |
| 4.50%, 1/15/18  |     | 6,500        |    | 7,027,709            |
| 5.05%, 9/01/20  |     | 500          |    | 551,785              |
| 5.90%, 11/01/21 (d)   |     | 3,770        |    | 4,330,686            |
| Crown Castle International Corp., 5.25%, 1/15/23                  |     | 1,880        |    | 1,898,800            |
| Crown Castle Towers LLC (b):                                      |     |              |    |                      |
| 5.50%, 1/15/37  |     | 4,000        |    | 4,307,056            |
| 4.17%, 8/15/37  |     | 3,000        |    | 3,176,421            |
| 6.11%, 1/15/40  |     | 4,555        |    | 5,302,084            |
| Digicel Group Ltd. (b):   |     |              |    |                      |
| 8.25%, 9/30/20  |     | 2,615        |    | 2,817,662            |
| 7.13%, 4/01/22  |     | 825          |    | 837,375              |
| Digicel Ltd., 6.00%, 4/15/21 (b)                                  |     | 1,285        |    | 1,307,488            |
| SBA Tower Trust, 5.10%, 4/15/42 (b)                               |     | 13,975       |    | 14,885,639           |
| Sprint Communications, Inc. (b):                                  |     |              |    |                      |
| 9.00%, 11/15/18   |     | 5,290        |    | 6,202,525            |
| 7.00%, 3/01/20  |     | 9,302        |    | 10,464,750           |
| Sprint Corp. (b):   |     |              |    |                      |
| 7.88%, 9/15/23  |     | 3,630        |    | 3,884,100            |
| 7.13%, 6/15/24  |     | 1,625        |    | 1,657,500            |
| T-Mobile USA, Inc.:   |     |              |    |                      |
| 6.63%, 4/28/21  |     | 2,680        |    | 2,814,000            |
| 6.73%, 4/28/22  |     | 2,495        |    | 2,613,512            |
|   |     | <b>Par</b>   |    |                      |
|   |     | <b>(000)</b> |    | <b>Value</b>         |
| <b>Corporate Bonds</b>  |     |              |    |                      |
| <b>Wireless Telecommunication Services (concluded)</b>            |     |              |    |                      |
| T-Mobile USA, Inc. (concluded):                                   | USD | 1,405        | \$ | 1,489,300            |
|   |     |              |    | 89,603,172           |
| <b>Total Corporate Bonds 112.5%</b>                               |     |              |    | <b>1,878,364,175</b> |

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**Foreign Agency Obligations**

|   |       |            |
|---|-------|------------|
| Brazilian Government International Bond, 5.00%, 1/27/45     | 5,000 | 4,812,500  |
| Indonesia Government International Bond, 5.88%, 1/15/24 (b) | 4,400 | 4,944,500  |
| Mexico Government International Bond, 4.75%, 3/08/44        | 2,300 | 2,305,750  |
| <b>Total Foreign Agency Obligations 0.7%</b>                |       | 12,062,750 |

**Municipal Bonds**

|  |        |            |
|--|--------|------------|
| City of Chicago Illinois, Refunding ARB, O Hare International Airport, General Third Lien, Build America Bonds, Series B, 6.85%, 1/01/38 | 5,000  | 5,585,800  |
| Metropolitan Transportation Authority, RB, Build America Bonds, 6.55%, 11/15/31  | 10,000 | 12,573,000 |
| <b>Total Municipal Bonds 1.1%</b>  |        | 18,158,800 |

**U.S. Government Sponsored Agency Securities**

**Agency Obligations 0.2%**

|                                    |       |           |
|------------------------------------|-------|-----------|
| Fannie Mae, 0.00%, 10/09/19 (d)(i) | 3,945 | 3,462,314 |
|------------------------------------|-------|-----------|

**U.S. Treasury Obligations**

|   |       |            |
|---|-------|------------|
| U.S. Treasury Bond, 3.38%, 5/15/44 (d)      | 8,650 | 8,754,068  |
| U.S. Treasury Notes:                        |       |            |
| 1.50%, 5/31/19 (d)                          | 1,898 | 1,876,499  |
| 1.63%, 6/30/19 (d)                          | 750   | 745,371    |
| 1.63%, 7/31/19                              | 575   | 571,227    |
| <b>Total U.S. Treasury Obligations 0.7%</b> |       | 11,947,165 |



## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

|   | Par          |    | Value        |
|---|--------------|----|--------------|
|   | (000)        |    |              |
| <b>Preferred Securities</b>   |              |    |              |
| <b>Capital Trusts</b>   |              |    |              |
| <b>Banks 2.3%</b>   |              |    |              |
| BNP Paribas SA, 7.20% (a)(b)(d)(e)  | USD 5,000    | \$ | 5,781,250    |
| Credit Agricole SA, 8.38% (a)(b)(e)   | 5,000        |    | 5,843,750    |
| Fifth Third Bancorp, Series J, 4.90% (a)(e)                                 | 2,035        |    | 2,029,913    |
| HSBC Capital Funding LP, 10.18% (a)(b)(d)(e)                                | 11,835       |    | 17,693,325   |
| M&T Capital Trust II, 8.28%, 6/01/27  | 4,540        |    | 4,613,820    |
| Wells Fargo & Co., Series S, 5.90% (a)(e)                                   | 1,840        |    | 1,921,880    |
|   |              |    | 37,883,938   |
| <b>Capital Markets 1.4%</b>   |              |    |              |
| Ameriprise Financial, Inc., 7.52%, 6/01/66 (a)(d)                           | 3,000        |    | 3,300,000    |
| The Goldman Sachs Group, Inc., Series L, 5.70% (a)(e)                       | 2,950        |    | 3,004,575    |
| State Street Capital Trust IV, 1.23%, 6/01/77 (a)                           | 20,845       |    | 18,030,925   |
|   |              |    | 24,335,500   |
| <b>Diversified Financial Services 3.9%</b>                                  |              |    |              |
| Bank of America Corp., Series U, 5.20% (a)(e)                               | 9,000        |    | 8,437,500    |
| Barclays PLC, 6.63% (a)(e)  | 4,885        |    | 4,823,938    |
| Citigroup, Inc., 5.90% (a)(e)   | 2,210        |    | 2,196,610    |
| General Electric Capital Corp. (a)(d)(e):                                   |              |    |              |
| Series B, 6.25%   | 9,100        |    | 10,101,000   |
| Series C, 5.25%   | 3,000        |    | 3,045,000    |
| JPMorgan Chase & Co. (a)(e):  |              |    |              |
| 6.75%   | 7,775        |    | 8,299,812    |
| Series Q, 5.15%   | 4,000        |    | 3,782,400    |
| Series R, 6.00% (d)   | 17,780       |    | 18,046,700   |
| Morgan Stanley, Series H, 5.45% (a)(e)                                      | 2,200        |    | 2,202,750    |
| Societe Generale SA, 6.00% (a)(b)(e)  | 4,470        |    | 4,302,375    |
|   |              |    | 65,238,085   |
| <b>Electric Utilities 0.5%</b>  |              |    |              |
| PPL Capital Funding, Inc., Series A, 6.70%, 3/30/67 (a)                     | 8,300        |    | 8,486,750    |
| <b>Insurance 6.9%</b>   |              |    |              |
| ACE Capital Trust II, 9.70%, 4/01/30 (d)                                    | 7,000        |    | 10,360,000   |
| AIG Life Holdings, Inc., 8.50%, 7/01/30                                     | 500          |    | 667,500      |
| The Allstate Corp., 6.50%, 5/15/67 (a)(d)                                   | 10,400       |    | 11,362,000   |
|   | <b>Par</b>   |    |              |
| <b>Capital Trusts</b>   | <b>(000)</b> |    | <b>Value</b> |
| <b>Insurance (concluded)</b>  |              |    |              |
| American International Group, Inc., 8.18%, 5/15/68 (a)                      | USD 3,755    | \$ | 5,186,594    |
| AXA SA (a)(b)(e):   |              |    |              |
| 6.38%   | 4,900        |    | 5,304,250    |
| 6.46%   | 6,000        |    | 6,405,000    |
| Bank One Capital III, 8.75%, 9/01/30 (d)                                    | 2,000        |    | 2,739,580    |
| The Chubb Corp., 6.38%, 3/29/67 (a)(d)                                      | 7,400        |    | 8,158,500    |
| Farmers Exchange Capital II, 6.15%, 11/01/53 (a)(b)                         | 4,890        |    | 5,494,179    |
| Great-West Life & Annuity Insurance Capital LP II, 7.15%, 5/16/46 (a)(b)(d) | 500          |    | 520,000      |
| Hartford Financial Services Group, Inc., 8.13%, 6/15/68 (a)                 | 3,500        |    | 4,130,000    |
| ING US, Inc., 5.65%, 5/15/53 (a)  | 4,750        |    | 4,833,125    |
| Liberty Mutual Group, Inc., 10.75%, 6/15/88 (a)(b)                          | 8,325        |    | 12,882,937   |
| MetLife, Inc., 6.40%, 12/15/66  | 9,775        |    | 10,955,820   |
| Prudential Financial, Inc., 5.88%, 9/15/42 (a)(d)                           | 6,100        |    | 6,603,250    |
| Reinsurance Group of America, Inc., 6.75%, 12/15/65 (a)                     | 12,000       |    | 12,360,000   |
| Swiss Re Capital I LP, 6.85% (a)(b)(d)(e)                                   | 4,450        |    | 4,728,125    |
| XL Group PLC, Series E, 6.50% (a)(e)  | 1,920        |    | 1,881,600    |

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|  |       |             |
|--|-------|-------------|
|  |       | 114,572,460 |
| <b>Multi-Utilities 0.3%</b>                        |       |             |
| Dominion Resources, Inc., 7.50%, 6/30/66 (a)       | 4,400 | 4,818,000   |
| <b>Oil, Gas &amp; Consumable Fuels 1.4%</b>        |       |             |
| Enterprise Products Operating LLC (a):             |       |             |
| 7.00%, 6/01/67                                     | 2,500 | 2,650,000   |
| Series A, 8.38%, 8/01/66                           | 9,325 | 10,478,969  |
| TransCanada PipeLines Ltd., 6.35%, 5/15/67 (a)     | 9,400 | 9,794,800   |
|  |       | 22,923,769  |
| <b>Real Estate Investment Trusts (REITs) 0.5%</b>  |       |             |
| Sovereign Real Estate Investment Trust, 12.00% (b) | 7     | 9,225,468   |
| <b>Road &amp; Rail 0.4%</b>                        |       |             |
| BNSF Funding Trust I, 6.61%, 12/15/55 (a)          | 6,125 | 6,888,983   |
| <b>Total Capital Trusts 17.6%</b>                  |       | 294,372,953 |

## Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

|  | Shares    | Value            |
|--|-----------|------------------|
| <b>Preferred Stocks</b>  |           |                  |
| <b>Banks 0.8%</b>  |           |                  |
| Wells Fargo & Co., 5.85% (a)   | 538,900   | \$ 13,795,840    |
| <b>Capital Markets 0.6%</b>  |           |                  |
| The Goldman Sachs Group, Inc., 5.50% (a)                               | 162,450   | 3,892,302        |
| SCE Trust III, 5.75% (a)   | 31,650    | 819,419          |
| State Street Corp., Series D, 5.90% (a)                                | 220,495   | 5,682,156        |
|  |           | 10,393,877       |
| <b>Consumer Finance 0.1%</b>   |           |                  |
| Ally Financial, Inc., Series A, 8.50% (a)                              | 24,509    | 664,929          |
| <b>Diversified Financial Services 0.8%</b>                             |           |                  |
| Citigroup, Inc., Series K, 6.88% (a)                                   | 488,320   | 13,121,158       |
| <b>Electric Utilities 0.1%</b>   |           |                  |
| Entergy Louisiana LLC, 5.25%   | 90,000    | 2,160,000        |
| <b>Insurance 0.2%</b>  |           |                  |
| The Allstate Corp., Series E, 6.63%                                    | 125,000   | 3,240,000        |
| <b>Machinery 0.1%</b>  |           |                  |
| Stanley Black & Decker, Inc., 6.25% (j)                                | 11,107    | 1,259,534        |
| <b>Real Estate Investment Trusts (REITs) 0.2%</b>                      |           |                  |
| Ventas Realty LP/Ventas Capital Corp., 5.45%                           | 75,000    | 1,785,750        |
| Vornado Realty Trust, Series K, 5.70%                                  | 50,000    | 1,212,500        |
|  |           | 2,998,250        |
| <b>Wireless Telecommunication Services 1.1%</b>                        |           |                  |
| Centaur Funding Corp., Series B Series B, 9.08% (b)                    | 15,143    | 18,900,357       |
| <b>Total Preferred Stocks 4.0%</b>                                     |           | 66,533,945       |
|  |           |                  |
| <b>Trust Preferred 0.6%</b>  |           |                  |
| <b>Diversified Financial Services 0.6%</b>                             |           |                  |
| GMAC Capital Trust I, Series 2, 8.13%, 2/15/40 (a)                     | 353,111   | \$ 9,446,136     |
| <b>Total Preferred Securities 37.4%</b>                                |           | 370,353,034      |
| <b>Total Long-Term Investments</b>                                     |           |                  |
| (Cost \$2,192,646,852) 140.7%  |           | 2,349,717,472    |
|  |           |                  |
| <b>Short-Term Securities</b>   |           |                  |
| BlackRock Liquidity Funds, TempFund, Institutional Class, 0.03% (k)(l) | 7,869,910 | 7,869,910        |
| <b>Total Short-Term Securities</b>                                     |           |                  |
| (Cost \$7,869,910) 0.5%  |           | 7,869,910        |
| <b>Options Purchased</b>   |           |                  |
| (Cost \$14,626,993) 0.6%   |           | 10,054,991       |
| <b>Total Investments Before Options Written</b>                        |           |                  |
| (Cost \$2,215,143,755*) 141.8%   |           | 2,367,642,373    |
| <b>Options Written</b>   |           |                  |
| (Premiums Received \$6,572,417) (0.2)%                                 |           | (2,834,778)      |
| <b>Total Investments, Net of Options Written 141.6%</b>                |           | 2,364,807,595    |
| <b>Liabilities in Excess of Other Assets (41.6)%</b>                   |           | (695,320,197)    |
|  |           |                  |
| <b>Net Assets 100.0%</b>   |           | \$ 1,669,487,398 |

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\* As of July 31, 2014, gross unrealized appreciation and depreciation based on cost for federal income tax purposes were as follows:

|                               |    |               |
|-------------------------------|----|---------------|
| Tax cost                      | \$ | 2,214,639,086 |
| Gross unrealized appreciation | \$ | 166,630,468   |
| Gross unrealized depreciation |    | (13,627,181)  |
| Net unrealized appreciation   | \$ | 153,003,287   |

BLACKROCK CREDIT ALLOCATION INCOME TRUST

JULY 31, 2014

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## Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

## Notes to Schedule of Investments

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

| Counterparty                           | Value        | Unrealized<br>Appreciation<br>(Depreciation) |
|--|--------------|--|
| Barclays Capital, Inc.                 | \$ 2,140,650 | \$ 10,650                                    |
| Citigroup Global Markets, Inc.         | 2,207,812    | (42,188)                                     |
| Credit Suisse Securities (USA) LLC     | 735,029      |  |
| Goldman Sachs & Co.                    | 7,920,836    | (41,748)                                     |
| J.P. Morgan Securities LLC             | 1,845,010    |  |
| Morgan Stanley & Co. International PLC | 1,910,000    | 2,000  |
| Nomura Securities International, Inc.  | 1,188,750    |  |
| RBC Capital Markets, LLC               | 787,112      |  |

- (d) All or a portion of security has been pledged as collateral in connection with outstanding reverse repurchase agreements.
- (e) Security is perpetual in nature and has no stated maturity date.
- (f) Non-income producing security.
- (g) Issuer filed for bankruptcy and/or is in default of principal and/or interest payments.
- (h) Represents a step-up bond that pays an initial coupon rate for the first period and then a higher coupon rate for the following periods. Rate shown is as of report date.
- (i) Zero-coupon bond.
- (j) Convertible security.
- (k) Investments in issuers considered to be an affiliate of the Trust during the period ended July 31, 2014, for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

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| <b>Affiliate</b>   | <b>Shares Held<br/>at October 31,<br/>2013</b> | <b>Net<br/>Activity</b> | <b>Shares Held<br/>at July 31,<br/>2014</b> | <b>Income</b> |
|--|--|-------------------------|---|---------------|
| BlackRock Liquidity Funds, TempFund, Institutional Class | 3,999,467                                      | 3,870,443               | 7,869,910                                   | \$ 1,952      |

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

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

**Portfolio Abbreviations**

|              |                                |
|--------------|--------------------------------|
| <b>ARB</b>   | Airport Revenue Bonds          |
| <b>ARC</b>   | Auction Rate Certificates      |
| <b>CLO</b>   | Collateralized Loan Obligation |
| <b>EUR</b>   | Euro                           |
| <b>LIBOR</b> | London Interbank Offered Rate  |
| <b>OTC</b>   | Over-the-Counter               |
| <b>RB</b>    | Revenue Bonds                  |
| <b>USD</b>   | U.S. Dollar                    |

## Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

Reverse repurchase agreements outstanding as of July 31, 2014 were as follows:

| Counterparty                       | Interest Rate | Trade Date | Maturity Date <sup>1</sup> | Face Value Including Accrued |               |
|------------------------------------|---------------|------------|----------------------------|------------------------------|---------------|
|                                    |               |            |                            | Face Value                   | Interest      |
| Credit Suisse Securities (USA) LLC | 0.35%         | 1/29/13    | Open                       | \$ 14,670,000                | \$ 14,748,301 |
| Credit Suisse Securities (USA) LLC | 0.35%         | 3/28/13    | Open                       | 10,309,437                   | 10,358,651    |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 10,825,000                   | 10,876,043    |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 7,353,912                    | 7,388,588     |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 8,703,625                    | 8,744,665     |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 1,143,000                    | 1,148,390     |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 7,339,594                    | 7,374,202     |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 2,639,763                    | 2,652,210     |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 15,710,962                   | 15,785,044    |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 6,912,937                    | 6,945,534     |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 5,351,063                    | 5,376,294     |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 1,252,295                    | 1,258,200     |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 7,590,500                    | 7,626,291     |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 3,747,562                    | 3,765,233     |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 3,633,656                    | 3,650,790     |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 860,781                      | 864,840       |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 4,077,375                    | 4,096,601     |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 8,587,500                    | 8,627,992     |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 3,567,375                    | 3,584,196     |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 11,181,744                   | 11,234,469    |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 2,285,625                    | 2,296,402     |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 2,915,000                    | 2,928,745     |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 6,173,719                    | 6,202,830     |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 20,623,680                   | 20,720,926    |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 12,448,144                   | 12,506,840    |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 3,007,500                    | 3,021,681     |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 5,154,000                    | 5,178,303     |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 837,900                      | 841,851       |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 872,969                      | 877,085       |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 2,880,000                    | 2,893,580     |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 3,664,406                    | 3,681,685     |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 8,018,569                    | 8,056,379     |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 597,400                      | 600,217       |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 4,604,531                    | 4,626,243     |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 3,695,812                    | 3,713,239     |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 476,875                      | 479,124       |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 4,197,375                    | 4,217,167     |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/02/13    | Open                       | 532,125                      | 534,634       |
| Credit Suisse Securities (USA) LLC | 0.35%         | 4/23/13    | Open                       | 7,076,875                    | 7,108,868     |
| BNP Paribas Securities Corp.       | 0.33%         | 5/02/13    | Open                       | 5,707,000                    | 5,730,855     |
| Barclays Capital, Inc.             | 0.35%         | 6/24/13    | Open                       | 4,788,764                    | 4,807,527     |
| Credit Suisse Securities (USA) LLC | 0.35%         | 8/23/13    | Open                       | 2,055,000                    | 2,061,853     |
| BNP Paribas Securities Corp.       | 0.33%         | 8/27/13    | Open                       | 5,068,000                    | 5,083,749     |
| BNP Paribas Securities Corp.       | 0.34%         | 9/27/13    | Open                       | 13,964,000                   | 14,004,620    |
| BNP Paribas Securities Corp.       | 0.34%         | 10/16/13   | Open                       | 2,822,000                    | 2,829,703     |
| BNP Paribas Securities Corp.       | 0.34%         | 10/17/13   | Open                       | 9,057,000                    | 9,081,635     |
| BNP Paribas Securities Corp.       | 0.34%         | 10/17/13   | Open                       | 10,273,000                   | 10,300,943    |
| Barclays Capital, Inc.             | 0.35%         | 10/21/13   | Open                       | 8,379,000                    | 8,402,054     |
| Barclays Capital, Inc.             | 0.35%         | 10/21/13   | Open                       | 4,856,000                    | 4,869,361     |
| Barclays Capital, Inc.             | 0.35%         | 10/21/13   | Open                       | 2,419,000                    | 2,425,656     |





## Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

Reverse repurchase agreements outstanding as of July 31, 2014 were as follows (continued):

| Counterparty                       | Interest Rate | Trade Date | Maturity Date <sup>1</sup> | Face Value Including Accrued |              |
|------------------------------------|---------------|------------|----------------------------|------------------------------|--------------|
|                                    |               |            |                            | Face Value                   | Interest     |
| Barclays Capital, Inc.             | 0.35%         | 10/21/13   | Open                       | \$ 5,066,000                 | \$ 5,079,939 |
| Barclays Capital, Inc.             | 0.35%         | 10/21/13   | Open                       | 2,280,000                    | 2,286,273    |
| Barclays Capital, Inc.             | 0.35%         | 10/21/13   | Open                       | 718,000                      | 719,976      |
| Barclays Capital, Inc.             | 0.35%         | 10/21/13   | Open                       | 4,589,000                    | 4,601,626    |
| BNP Paribas Securities Corp.       | 0.34%         | 10/22/13   | Open                       | 4,274,000                    | 4,285,423    |
| BNP Paribas Securities Corp.       | 0.34%         | 10/22/13   | Open                       | 6,120,000                    | 6,136,357    |
| Credit Suisse Securities (USA) LLC | 0.35%         | 10/22/13   | Open                       | 17,741,250                   | 17,789,891   |
| Credit Suisse Securities (USA) LLC | 0.35%         | 10/22/13   | Open                       | 16,593,750                   | 16,639,245   |
| BNP Paribas Securities Corp.       | 0.34%         | 10/25/13   | Open                       | 3,154,000                    | 3,162,341    |
| BNP Paribas Securities Corp.       | 0.10%         | 10/30/13   | Open                       | 3,331,000                    | 3,333,535    |
| Deutsche Bank Securities, Inc.     | 0.35%         | 10/31/13   | Open                       | 2,876,000                    | 2,883,661    |
| Deutsche Bank Securities, Inc.     | 0.35%         | 11/26/13   | Open                       | 4,540,000                    | 4,550,946    |
| UBS Securities LLC                 | 0.32%         | 2/05/14    | Open                       | 956,709                      | 958,214      |
| UBS Securities LLC                 | 0.33%         | 2/10/14    | Open                       | 6,197,000                    | 6,206,714    |
| Barclays Capital, Inc.             | 0.35%         | 2/28/14    | Open                       | 7,944,000                    | 7,955,894    |
| BNP Paribas Securities Corp.       | 0.34%         | 3/17/14    | Open                       | 9,813,000                    | 9,825,697    |
| RBC Capital Markets, LLC           | 0.34%         | 3/31/14    | Open                       | 3,285,000                    | 3,288,816    |
| RBC Capital Markets, LLC           | 0.34%         | 4/01/14    | Open                       | 3,234,275                    | 3,238,002    |
| Deutsche Bank Securities, Inc.     | 0.12%         | 4/16/14    | Open                       | 3,400,000                    | 3,401,073    |
| Deutsche Bank Securities, Inc.     | 0.34%         | 4/21/14    | Open                       | 10,112,000                   | 10,121,669   |
| Deutsche Bank Securities, Inc.     | 0.34%         | 4/21/14    | Open                       | 6,386,000                    | 6,392,106    |
| Deutsche Bank Securities, Inc.     | 0.35%         | 4/21/14    | Open                       | 1,951,000                    | 1,952,920    |
| Deutsche Bank Securities, Inc.     | 0.35%         | 4/21/14    | Open                       | 4,526,000                    | 4,530,455    |
| Deutsche Bank Securities, Inc.     | 0.35%         | 4/21/14    | Open                       | 7,912,000                    | 7,919,788    |
| Deutsche Bank Securities, Inc.     | 0.35%         | 4/21/14    | Open                       | 5,922,000                    | 5,927,829    |
| RBC Capital Markets, LLC           | 0.34%         | 4/30/14    | Open                       | 8,085,000                    | 8,092,101    |
| RBC Capital Markets, LLC           | 0.34%         | 4/30/14    | Open                       | 4,975,000                    | 4,979,370    |
| UBS Securities LLC                 | 0.30%         | 5/8/14     | Open                       | 9,646,000                    | 9,652,833    |
| Deutsche Bank Securities, Inc.     | 0.34%         | 5/13/14    | Open                       | 5,270,000                    | 5,273,932    |
| Deutsche Bank Securities, Inc.     | 0.34%         | 5/13/14    | Open                       | 2,740,000                    | 2,742,044    |
| UBS Securities LLC                 | (0.50%)       | 5/13/14    | Open                       | 2,016,000                    | 2,013,788    |
| UBS Securities LLC                 | 0.32%         | 5/13/14    | Open                       | 8,649,000                    | 8,655,074    |
| UBS Securities LLC                 | 0.32%         | 5/13/14    | Open                       | 2,182,000                    | 2,183,532    |
| UBS Securities LLC                 | 0.32%         | 5/13/14    | Open                       | 7,149,000                    | 7,154,020    |
| UBS Securities LLC                 | 0.34%         | 5/13/14    | Open                       | 1,256,000                    | 1,256,937    |
| UBS Securities LLC                 | 0.34%         | 5/13/14    | Open                       | 10,604,000                   | 10,611,912   |
| UBS Securities LLC                 | 0.34%         | 5/13/14    | Open                       | 683,000                      | 683,510      |
| UBS Securities LLC                 | 0.34%         | 5/13/14    | Open                       | 5,229,000                    | 5,232,901    |
| UBS Securities LLC                 | 0.34%         | 5/13/14    | Open                       | 4,668,000                    | 4,671,483    |
| UBS Securities LLC                 | 0.35%         | 5/13/14    | Open                       | 10,880,000                   | 10,888,356   |
| UBS Securities LLC                 | 0.35%         | 5/13/14    | Open                       | 6,046,000                    | 6,050,644    |
| UBS Securities LLC                 | 0.35%         | 5/13/14    | Open                       | 1,115,000                    | 1,115,856    |
| UBS Securities LLC                 | 0.35%         | 5/13/14    | Open                       | 6,061,000                    | 6,065,655    |
| UBS Securities LLC                 | 0.35%         | 5/13/14    | Open                       | 5,546,000                    | 5,550,260    |
| UBS Securities LLC                 | 0.35%         | 5/13/14    | Open                       | 3,255,000                    | 3,257,500    |
| UBS Securities LLC                 | 0.35%         | 5/13/14    | Open                       | 23,285,000                   | 23,302,884   |
| UBS Securities LLC                 | 0.35%         | 5/13/14    | Open                       | 11,160,000                   | 11,168,572   |
| Barclays Capital, Inc.             | 0.35%         | 5/14/14    | Open                       | 6,234,000                    | 6,240,078    |
| Barclays Capital, Inc.             | 0.35%         | 5/14/14    | Open                       | 1,213,000                    | 1,214,524    |
| Barclays Capital, Inc.             | 0.35%         | 5/14/14    | Open                       | 2,791,000                    | 2,794,628    |



## Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

Reverse repurchase agreements outstanding as of July 31, 2014 were as follows (concluded):

| Counterparty                                | Interest Rate | Trade Date | Maturity Date <sup>1</sup> | Face Value     | Face Value Including Accrued Interest |
|---|---------------|------------|----------------------------|----------------|---------------------------------------|
| Barclays Capital, Inc.                      | 0.35%         | 5/14/14    | Open                       | \$ 11,233,000  | \$ 11,247,360                         |
| Deutsche Bank Securities, Inc.              | 0.40%         | 5/27/14    | Open                       | 6,792,000      | 6,796,981                             |
| RBC Capital Markets, LLC                    | 0.34%         | 5/28/14    | Open                       | 6,960,000      | 6,964,273                             |
| RBC Capital Markets, LLC                    | 0.34%         | 5/30/14    | Open                       | 3,510,000      | 3,512,088                             |
| RBC Capital Markets, LLC                    | 0.34%         | 6/13/14    | Open                       | 2,539,375      | 2,540,550                             |
| Barclays Capital, Inc.                      | (1.75%)       | 6/25/14    | Open                       | 1,319,870      | 1,317,496                             |
| RBC Capital Markets, LLC                    | 0.34%         | 6/26/14    | Open                       | 13,680,000     | 13,684,651                            |
| RBC Capital Markets, LLC                    | 0.34%         | 6/30/14    | Open                       | 4,664,400      | 4,665,810                             |
| RBC Capital Markets, LLC                    | 0.34%         | 6/30/14    | Open                       | 3,324,750      | 3,325,755                             |
| Barclays Capital, Inc.                      | 0.40%         | 7/01/14    | Open                       | 10,010,000     | 10,013,448                            |
| BNP Paribas Securities Corp.                | 0.34%         | 7/07/14    | Open                       | 8,155,000      | 8,156,848                             |
| BNP Paribas Securities Corp.                | 0.34%         | 7/07/14    | Open                       | 12,217,000     | 12,219,769                            |
| BNP Paribas Securities Corp.                | 0.35%         | 7/07/14    | Open                       | 5,672,000      | 5,673,323                             |
| Deutsche Bank Securities, Inc.              | 0.10%         | 7/22/14    | Open                       | 349,563        | 349,572                               |
| BNP Paribas Securities Corp.                | 0.07%         | 7/28/14    | Open                       | 1,886,138      | 1,886,152                             |
| HSBC Securities (USA), Inc.                 | 0.40%         | 7/31/14    | Open                       | 11,957,143     | 11,957,143                            |
| Merrill Lynch, Pierce, Fenner & Smith, Inc. | 0.15%         | 7/31/14    | Open                       | 8,833,813      | 8,833,813                             |
| <b>Total</b>                                |               |            |                            | \$ 701,673,386 | \$ 703,376,105                        |

<sup>1</sup> Certain agreements have no stated maturity and can be terminated by either party at any time.

Financial futures contracts outstanding as of July 31, 2014 were as follows:

| Contracts Purchased (Sold) | Issue                              | Exchange               | Expiration     | Notional Value | Unrealized Appreciation (Depreciation) |
|----------------------------|------------------------------------|------------------------|----------------|----------------|--|
| 191                        | 2-Year U.S. Treasury Note          | Chicago Board of Trade | September 2014 | \$ 41,909,578  | \$ (53,163)                            |
| 2,033                      | 5-Year US Treasury Note            | Chicago Board of Trade | September 2014 | 241,593,462    | (1,551,650)                            |
| 162                        | Ultra Long-Term U.S. Treasury Bond | Chicago Board of Trade | September 2014 | 24,436,687     | 170,345                                |
| (1,505)                    | 10-Year U.S. Treasury Note         | Chicago Board of Trade | September 2014 | 187,537,109    | 914,108                                |
| (84)                       | Long U.S. Treasury Bond            | Chicago Board of Trade | September 2014 | 11,542,125     | (64,001)                               |
| <b>Total</b>               |                                    |                        |                |                | \$ (584,361)                           |

Forward foreign currency exchange contracts outstanding as of July 31, 2014 were as follows:

| Currency Purchased | Currency Sold | Counterparty  | Settlement Date | Unrealized Appreciation |
|--------------------|---------------|---------------|-----------------|-------------------------|
| USD 662,955        | EUR 490,000   | Citibank N.A. | 10/21/14        | \$ 6,648                |

## Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

Exchange-traded options purchased as of July 31, 2014 were as follows:

| Description                        | Put/ | Strike |          | Expiration Date | Contracts | Market Value |
|------------------------------------|------|--------|----------|-----------------|-----------|--------------|
|                                    | Call | Price  |          |                 |           |              |
| S&P 500 Index                      | Put  | USD    | 1,840.00 | 8/16/14         | 450       | \$ 254,250   |
| Eurodollar 2-Year Mid-Curve Option | Put  | USD    | 98.75    | 12/12/14        | 9,000     | 2,306,250    |
| <b>Total</b>                       |      |        |          |                 |           | \$ 2,560,500 |

OTC interest rate swaptions purchased as of July 31, 2014 were as follows:

| Description                | Counterparty        | Put/Call | Exercise Rate | Pay/Receive Exercise Rate | Floating Rate | Expiration Date | Notional Amount |         | Market Value |
|----------------------------|---------------------|----------|---------------|---------------------------|---------------|-----------------|-----------------|---------|--------------|
|                            |                     |          |               |                           | Index         |                 | (000)           |         |              |
| 30-Year Interest Rate Swap | Barclays Bank PLC   | Call     | 3.05%         | Receive                   | 3-month LIBOR | 10/03/14        | USD             | 8,300   | \$ 31,530    |
| 30-Year Interest Rate Swap | Citibank N.A.       | Call     | 3.30%         | Receive                   | 3-month LIBOR | 5/22/17         | USD             | 19,200  | 1,180,461    |
| 30-Year Interest Rate Swap | Deutsche Bank AG    | Call     | 3.20%         | Receive                   | 3-month LIBOR | 7/31/17         | USD             | 8,800   | 483,120      |
| 30-Year Interest Rate Swap | Deutsche Bank AG    | Call     | 3.20%         | Receive                   | 3-month LIBOR | 7/31/17         | USD             | 8,800   | 487,520      |
| 10-Year Interest Rate Swap | Barclays Bank PLC.  | Put      | 3.30%         | Pay                       | 3-month LIBOR | 8/22/14         | USD             | 230,000 | 807          |
| 30-Year Interest Rate Swap | Citibank N.A.       | Put      | 4.30%         | Pay                       | 3-month LIBOR | 5/22/17         | USD             | 19,200  | 846,694      |
| 30-Year Interest Rate Swap | Deutsche Bank AG    | Put      | 4.20%         | Pay                       | 3-month LIBOR | 7/31/17         | USD             | 8,800   | 483,120      |
| 30-Year Interest Rate Swap | Deutsche Bank AG    | Put      | 4.20%         | Pay                       | 3-month LIBOR | 7/31/17         | USD             | 8,800   | 487,520      |
| 5-Year Interest Rate Swap  | JPMorgan Chase N.A. | Put      | 4.50%         | Pay                       | 3-month LIBOR | 8/07/18         | USD             | 203,300 | 3,493,719    |
| <b>Total</b>               |                     |          |               |                           |               |                 |                 |         | \$ 7,494,491 |

Exchange-traded options written as of July 31, 2014 were as follows:

| Description   | Put/ | Strike |          | Expiration Date | Contracts | Market Value |
|---------------|------|--------|----------|-----------------|-----------|--------------|
|               | Call | Price  |          |                 |           |              |
| S&P 500 Index | Put  | USD    | 1,650.00 | 8/16/14         | 450       | \$ (39,375)  |

## Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

OTC interest rate swaptions written as of July 31, 2014 were as follows:

| Description               | Counterparty             | Put/ Call | Exercise Rate | Pay/Receive | Floating Rate Index | Expiration Date | Notional    |       | Market Value   |
|---------------------------|--------------------------|-----------|---------------|-------------|---------------------|-----------------|-------------|-------|----------------|
|                           |                          |           |               |             |                     |                 | Amount      | (000) |                |
| 5-Year Interest Rate Swap | JPMorgan Chase Bank N.A. | Put       | 6.00%         | Receive     | 3-month LIBOR       | 8/07/18         | USD 406,600 |       | \$ (2,795,403) |

Centrally cleared interest rate swaps outstanding as of July 31, 2014 were as follows:

| Fixed Rate         | Floating Rate | Clearinghouse      | Effective Date        | Expiration Date | Amount     | Unrealized Appreciation (Depreciation) |
|--------------------|---------------|--------------------|-----------------------|-----------------|------------|--|
| 1.45% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile | N/A                   | 10/28/18        | USD 13,800 | \$ 122,597                             |
| 1.50% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile | 10/03/14 <sup>2</sup> | 11/30/18        | USD 15,500 | 159,090                                |
| 1.66% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile | 10/03/14 <sup>2</sup> | 11/30/18        | USD 43,100 | 171,839                                |
| 1.78% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile | N/A                   | 1/17/19         | USD 22,900 | (49,093)                               |
| 2.21% <sup>1</sup> | 3-month LIBOR | Clearnet U.S.A.    | N/A                   | 10/18/20        | USD 65,000 | (149,605)                              |
| 2.79% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile | N/A                   | 10/11/23        | USD 68,000 | (1,050,751)                            |
| 2.79% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile | N/A                   | 11/18/23        | USD 10,600 | (154,018)                              |
| 3.03% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile | N/A                   | 1/08/24         | USD 10,900 | (371,992)                              |
| 3.71% <sup>1</sup> | 3-month LIBOR | Chicago Mercantile | N/A                   | 10/18/43        | USD 20,000 | (1,684,239)                            |
| <b>Total</b>       |               |                    |                       |                 |            | \$ (3,006,172)                         |

<sup>1</sup> Trust pays the fixed rate and receives the floating rate.<sup>2</sup> Forward swap.

OTC credit default swaps buy protection outstanding as of July 31, 2014 were as follows:

| Issuer                 | Pay Fixed Rate | Counterparty                | Date     | Notional  |              | Premiums        |  | Unrealized Depreciation |
|------------------------|----------------|-----------------------------|----------|-----------|--------------|-----------------|--|-------------------------|
|                        |                |                             |          | Amount    | Market Value | Paid (Received) |  |                         |
| Southwest Airlines Co. | 1.00%          | Goldman Sachs Bank USA      | 12/20/16 | USD 2,535 | \$ (43,482)  | \$ 57,794       |  | \$ (101,276)            |
| Southwest Airlines Co. | 1.00%          | Goldman Sachs International | 12/20/16 | USD 1,465 | (25,236)     | 33,400          |  | (58,636)                |
| Southwest Airlines Co. | 1.00%          | Royal Bank of Scotland PLC  | 12/20/16 | USD 4,000 | (72,348)     | 99,182          |  | (171,530)               |
| Staples, Inc.          | 1.00%          | JPMorgan Chase Bank N.A.    | 3/20/17  | USD 1,030 | (4,624)      | 1,329           |  | (5,953)                 |
| Staples, Inc.          | 1.00%          | JPMorgan Chase Bank N.A.    | 3/20/17  | USD 1,470 | (6,599)      |                 |  | (6,599)                 |
| STMicro Electronics    | 1.00%          | Barclays Bank PLC           | 6/20/17  | EUR 1,500 | (33,033)     | 35,757          |  | (68,790)                |
| Lockheed Martin Corp.  | 1.00%          | Credit Suisse International | 9/20/17  | USD 5,585 | (154,047)    | (30,356)        |  | (123,691)               |
| General Dynamic Corp.  | 1.00%          | Credit Suisse International | 9/20/17  | USD 5,585 | (154,083)    | (87,241)        |  | (66,842)                |
| Northrop Grumman Corp. | 1.00%          | Credit Suisse International | 9/20/17  | USD 4,715 | (129,575)    | (67,757)        |  | (61,818)                |
| Raytheon Co.           | 1.00%          | Credit Suisse International | 9/20/17  | USD 4,715 | (128,073)    | (72,176)        |  | (55,897)                |



## Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

OTC credit default swaps buy protection outstanding as of July 31, 2014 were as follows (concluded):

| Issuer              | Pay Fixed Rate | Counterparty                | Date     | Expiration | Credit | Notional<br>Amount<br>(000) | Market<br>Value | Premiums       |                            |
|---------------------|----------------|-----------------------------|----------|------------|--------|-----------------------------|-----------------|----------------|----------------------------|
|                     |                |                             |          |            |        |                             |                 | Paid           | Unrealized<br>Depreciation |
| Cigna Corp.         | 1.00%          | Goldman Sachs Bank USA.     | 9/20/17  | USD        | 4,500  | \$ (110,221)                | \$ (6,772)      | \$ (103,449)   |                            |
| Humana, Inc.        | 1.00%          | Goldman Sachs Bank USA      | 9/20/17  | USD        | 4,500  | (103,280)                   | 46,606          | (149,886)      |                            |
| Humana, Inc.        | 1.00%          | Goldman Sachs International | 9/20/17  | USD        | 2,800  | (64,264)                    | 28,999          | (93,263)       |                            |
| Cigna Corp.         | 1.00%          | Goldman Sachs International | 9/20/17  | USD        | 2,800  | (68,582)                    | (4,214)         | (64,368)       |                            |
| Hewlett-Packard Co. | 1.00%          | JPMorgan Chase Bank N.A.    | 12/20/18 | USD        | 6,000  | (102,536)                   | 157,777         | (260,313)      |                            |
| YUM! Brands, Inc.   | 1.00%          | Deutsche Bank AG            | 3/20/19  | USD        | 20,000 | (508,809)                   | (346,928)       | (161,881)      |                            |
| Citigroup, Inc.     | 1.00%          | Deutsche Bank AG            | 3/20/19  | USD        | 16,700 | (274,166)                   | (66,155)        | (208,011)      |                            |
| Hewlett-Packard Co. | 1.00%          | JPMorgan Chase Bank N.A.    | 3/20/19  | USD        | 4,000  | (61,425)                    | 43,263          | (104,688)      |                            |
| Kohl's Corp.        | 1.00%          | JPMorgan Chase Bank N.A.    | 6/20/19  | USD        | 5,345  | 53,799                      | 104,656         | (50,857)       |                            |
| <b>Total</b>        |                |                             |          |            |        | \$ (1,990,584)              | \$ (72,836)     | \$ (1,917,748) |                            |

OTC credit default swaps sold protection outstanding as of July 31, 2014 were as follows:

| Issuer                    | Fixed Rate | Counterparty                        | Date    | Rating <sup>1</sup> | Notional<br>Credit<br>Amount<br>(000) <sup>2</sup> | Market<br>Value | Premiums    |              | Unrealized<br>Appreciation |
|---------------------------|------------|-------------------------------------|---------|---------------------|--|-----------------|-------------|--------------|----------------------------|
|                           |            |                                     |         |                     |  |                 | Paid        | Depreciation |                            |
| Anadarko Petroleum Corp.  | 1.00%      | Credit Suisse International         | 6/20/17 | BBB-                | USD 2,425  | \$ 51,576       | \$ (70,166) | \$ 121,742   |                            |
| Anadarko Petroleum Corp.  | 1.00%      | Morgan Stanley Capital Services LLC | 6/20/17 | BBB-                | USD 10   | 212             | (320)       | 532          |                            |
| Anadarko Petroleum Corp.  | 1.00%      | UBS AG                              | 6/20/17 | BBB-                | USD 994  | 21,140          | (31,283)    | 52,423       |                            |
| Comcast Corp.             | 1.00%      | Credit Suisse International         | 9/20/17 | A-                  | USD 12,200   | 312,750         | 33,049      | 279,701      |                            |
| United Health Group, Inc. | 1.00%      | Goldman Sachs Bank USA              | 9/20/17 | A                   | USD 4,500  | 112,152         | (6,744)     | 118,896      |                            |
| United Health Group, Inc. | 1.00%      | Goldman Sachs International         | 9/20/17 | A                   | USD 2,800  | 69,783          | (4,196)     | 73,979       |                            |
| WellPoint, Inc.           | 1.00%      | Goldman Sachs & Co.                 | 9/20/17 | A-                  | USD 4,500  | 105,099         | (26,802)    | 131,901      |                            |
| WellPoint, Inc.           | 1.00%      | Goldman Sachs International         | 9/20/17 | A-                  | USD 2,800  | 65,395          | (16,677)    | 82,072       |                            |
| MetLife, Inc.             | 1.00%      | Deutsche Bank AG                    | 3/20/18 | A-                  | USD 3,025  | 64,298          | (89,317)    | 153,615      |                            |
| PSEG Power LLC            | 1.00%      | JPMorgan Chase Bank N.A.            | 9/20/18 | BBB+                | USD 5,850  | 67,773          | (45,424)    | 113,197      |                            |
| PSEG Power LLC            | 1.00%      | JPMorgan Chase Bank N.A.            | 9/20/18 | BBB+                | USD 4,300  | 49,816          | (21,778)    | 71,594       |                            |
| PSEG Power LLC            | 1.00%      | JPMorgan Chase Bank N.A.            | 9/20/18 | BBB+                | USD 2,750  | 31,859          | (5,345)     | 37,204       |                            |
| Staples, Inc.             | 1.00%      | JPMorgan Chase Bank N.A.            | 3/20/19 | BBB                 | USD 1,030  | (45,485)        | (57,753)    | 12,268       |                            |

## Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

OTC credit default swaps sold protection outstanding as of July 31, 2014 were as follows (concluded):

| Issuer                | Receive    |                          | Expiration Date | Credit Rating <sup>1</sup> | Notional Amount (000) <sup>2</sup> | Market Value | Premiums Paid (Received) | Unrealized Appreciation (Depreciation) |
|-----------------------|------------|--------------------------|-----------------|----------------------------|------------------------------------|--------------|--------------------------|--|
|                       | Fixed Rate | Counterparty             |                 |                            |                                    |              |                          |  |
| Bank of America Corp. | 1.00%      | Deutsche Bank AG         | 3/20/19         | A-                         | USD 16,700                         | \$ 249,110   | \$ 117,955               | \$ 131,155                             |
| Staples, Inc.         | 1.00%      | JPMorgan Chase Bank N.A. | 3/20/19         | BBB                        | USD 1,470                          | (64,916)     | (79,578)                 | 14,662                                 |
| Valero Energy Corp.   | 1.00%      | Barclays Bank PLC        | 9/20/19         | BBB                        | USD 2,997                          | 12,134       | 14,534                   | (2,400)                                |
| Valero Energy Corp.   | 1.00%      | Barclays Bank PLC        | 9/20/19         | BBB                        | USD 205                            | 830          | 994                      | (164)                                  |
| Valero Energy Corp.   | 1.00%      | Barclays Bank PLC.       | 9/20/19         | BBB                        | USD 8,177                          | 33,112       | 35,636                   | (2,524)                                |
| <b>Total</b>          |            |                          |                 |                            |                                    | \$ 1,136,638 | \$ (253,215)             | \$ 1,389,853                           |

<sup>1</sup> Using Standard & Poor's rating of the issuer.<sup>2</sup> The maximum potential amount the Trust may pay should a negative credit event take place as defined under the terms of the agreement.

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

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

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

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

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

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



## Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

The following tables summarize the Trust's investments and derivative financial instruments categorized in the disclosure hierarchy as of July 31, 2014:

|   | Level 1       | Level 2          | Level 3       | Total            |
|---|---------------|------------------|---------------|------------------|
| <b>Assets:</b>                              |               |                  |               |                  |
| Investments:                                |               |                  |               |                  |
| Long-Term Investments:                      |               |                  |               |                  |
| Asset-Backed Securities                     |               | \$ 36,576,785    | \$ 18,792,449 | \$ 55,369,234    |
| Corporate Bonds                             |               | 1,856,688,969    | 21,675,206    | 1,878,364,175    |
| Foreign Agency Obligations                  |               | 12,062,750       |               | 12,062,750       |
| Municipal Bonds                             |               | 18,158,800       |               | 18,158,800       |
| U.S. Government Sponsored Agency Securities |               | 3,462,314        |               | 3,462,314        |
| U.S. Treasury Obligations                   |               | 11,947,165       |               | 11,947,165       |
| Preferred Securities                        | \$ 57,079,724 | 313,273,310      |               | 370,353,034      |
| Short-Term Securities                       | 7,869,910     |                  |               | 7,869,910        |
| Options Purchased:                          |               |                  |               |                  |
| Equity contracts                            | 2,560,500     |                  |               | 2,560,500        |
| Interest rate contracts                     |               | 7,494,491        |               | 7,494,491        |
| <b>Total</b>                                | \$ 67,510,134 | \$ 2,259,664,584 | \$ 40,467,655 | \$ 2,367,642,373 |

|   | Level 1      | Level 2        | Level 3 | Total          |
|---|--------------|----------------|---------|----------------|
| Derivative Financial Instruments <sup>1</sup> |              |                |         |                |
| <b>Assets:</b>                                |              |                |         |                |
| Credit contracts                              |              | \$ 1,394,941   |         | \$ 1,394,941   |
| Foreign currency exchange contracts           |              | 6,648          |         | 6,648          |
| Interest rate contracts                       | \$ 1,084,453 | 453,526        |         | 1,537,979      |
| <b>Liabilities:</b>                           |              |                |         |                |
| Credit contracts                              |              | (1,922,836)    |         | (1,922,836)    |
| Equity contracts                              | (39,375)     |                |         | (39,375)       |
| Interest rate contracts                       | (1,668,814)  | (6,255,101)    |         | (7,923,915)    |
| <b>Total</b>                                  | \$ (623,736) | \$ (6,322,822) |         | \$ (6,946,558) |

<sup>1</sup> Derivative financial instruments are swaps, financial futures contracts, forward foreign currency exchange contracts and options written. Swaps, financial futures contracts and forward foreign currency exchange contracts are valued at the unrealized appreciation/depreciation on the instrument and options written are shown at value.

## Schedule of Investments (concluded)

BlackRock Credit Allocation Income Trust (BTZ)

The Trust may hold assets and/or liabilities in which the fair value approximates the carrying amount for financial reporting purposes. As of July 31, 2014, such assets and/or liabilities are categorized within the disclosure hierarchy as follows:

|   | Level 1      | Level 2          | Level 3 | Total            |
|---|--------------|------------------|---------|------------------|
| <b>Assets:</b>                                  |              |                  |         |                  |
| Cash pledged for financial futures contracts    | \$ 940       |                  |         | \$ 940           |
| Cash pledged for centrally cleared swaps        | 6,955,000    |                  |         | 6,955,000        |
| Cash pledged as collateral for OTC derivatives  | 600,000      |                  |         | 600,000          |
| Foreign currency at value                       | 1,234        |                  |         | 1,234            |
| <b>Liabilities:</b>                             |              |                  |         |                  |
| Bank overdraft                                  |              | \$ (965,767)     |         | (965,767)        |
| Cash received as collateral for OTC derivatives |              | (2,910,000)      |         | (2,910,000)      |
| Reverse repurchase agreements                   |              | (703,376,105)    |         | (703,376,105)    |
| <b>Total</b>                                    | \$ 7,557,174 | \$ (707,251,872) | \$      | \$ (699,694,698) |

There were no transfers between Level 1 and Level 2 during the period ended July 31, 2014.

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

|  | Asset-Backed  |  | Corporate     | Total         |
|--|---------------|--|---------------|---------------|
|  | Securities    |  | Bonds         |               |
| <b>Assets:</b>   |               |  |               |               |
| Opening Balance, as of October 31, 2013  | \$ 8,505,000  |  | \$ 16,746,250 | \$ 25,251,250 |
| Transfers into Level 3   |               |  |               |               |
| Transfers out of Level 3   | (8,505,000)   |  |               | (8,505,000)   |
| Accrued discounts/premiums   | 1,532         |  |               | 1,532         |
| Net realized gain (loss)   |               |  |               |               |
| Net change in unrealized appreciation/depreciation <sup>1</sup>  | 468           |  | 511,993       | 512,461       |
| Purchases  | 18,790,449    |  | 4,416,963     | 23,207,412    |
| Sales  |               |  |               |               |
| <b>Closing Balance, as of July 31, 2014</b>  | \$ 18,792,449 |  | \$ 21,675,206 | \$ 40,467,655 |
| Net change in unrealized appreciation/depreciation on investments still held at July 31, 2014 <sup>1</sup> | \$ 468        |  | \$ 511,993    | \$ 512,461    |

<sup>1</sup> Any difference between Net change in unrealized appreciation/depreciation and Net change in unrealized appreciation/depreciation on investments still held at July 31, 2014 is generally due to investments no longer held or categorized as Level 3 at period end. The Trust's investments that are categorized as Level 3 were valued utilizing third party pricing information without adjustment. Such valuations are based on unobservable inputs. A significant change in third party information could result in a significantly lower or higher value of such Level 3 investments.

Item 2 Controls and Procedures

- 2(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.
- 2(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 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

Certifications Attached hereto

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

BlackRock Credit Allocation Income Trust

By: /s/ John M. Perlowski  
John M. Perlowski  
Chief Executive Officer (principal executive officer) of  
BlackRock Credit Allocation Income Trust

Date: September 25, 2014

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 Credit Allocation Income Trust

Date: September 25, 2014

By: /s/ Neal J. Andrews  
Neal J. Andrews  
Chief Financial Officer (principal financial officer) of  
BlackRock Credit Allocation Income Trust

Date: September 25, 2014