BLACKROCK ENHANCED CAPITAL & INCOME FUND, INC Form N-Q March 31, 2011 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 811-21506
Name of Fund: BlackRock Enhanced Capital and Income Fund, Inc. (CII)
Fund Address: 100 Bellevue Parkway, Wilmington, DE 19809
Name and address of agent for service: John M. Perlowski, Chief Executive Officer, BlackRock Enhanced Capital and Income Fund, Inc., 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: 10/31/2011
Date of reporting period: 01/31/2011

Item 1 Schedule of Investments

### Schedule of Investments January

31, 2011 (Unaudited)

BlackRock Enhanced Capital and Income Fund, Inc. (CII)
(Percentages shown are based on Net Assets)

Common Stocks	Shares	Value
Aerospace & Defense 4.9%		
Honeywell International, Inc.	207,400	
Northrop Grumman Corp.	165,300	11,455,290
Raytheon Co. (a)	180,600	9,028,194
		32,099,958
Capital Markets 3.8%		
Invesco Ltd. (a)	600,200	14,848,948
Morgan Stanley (a)	332,613	9,778,822
		24,627,770
Chemicals 2.6%		
E.I. du Pont de Nemours & Co. (a)	341,100	17,286,948
Commercial Banks 1.3%		
Wells Fargo & Co. (a)	273,100	8,853,902
Communications Equipment 0.8%		
Nokia Oyj - ADR (a)	471,600	5,046,120
Diversified Financial Services 4.1%		
Citigroup, Inc. (a)(b)	2,289,300	11,034,426
JPMorgan Chase & Co. (a)	349,800	15,720,012
		26,754,438
Diversified Telecommunication Services 7.9%		
AT&T Inc. (a)	460,800	12,681,216
Qwest Communications		
International, Inc. (a)	3,086,400	22,006,032
Verizon Communications, Inc. (a)	482,800	17,197,336
		51,884,584
Electric Utilities 2.3%		
NextEra Energy, Inc.	96,944	5,182,626
The Southern Co. (a)	261,500	9,837,630
		15,020,256
Electrical Equipment 2.3%		
Emerson Electric Co.	251,100	14,784,768
Energy Equipment & Services 3.2%		

Ensco Plc ADR (a)	250,900	13,633,906
Halliburton Co. (a)	158,200	7,119,000
Financiation Co. (u)	-	7,117,000
		20,752,906
Food Products 7.2%		
General Mills, Inc. (a)	325,900	11,334,802
Kraft Foods, Inc. (a)	609,600	18,635,472
Unilever NV - ADR	586,300	17,372,069
		47,342,343
Household Products 2.8%		
Kimberly-Clark Corp. (a)	285,400	18,473,942
IT Services 1.5%		
International Business Machines		
Corp. (a)	62,400	10,108,800
Industrial Conglomerates 2.2%		
General Electric Co. (a)	719,200	14,484,688
Insurance 7.3%		
ACE Ltd.	233,300	14,368,947
MetLife, Inc. (a)	287,300	13,149,721
The Travelers Cos., Inc. (a)	361,430	20,334,052
	_	47,852,720
Common Stocks	Shares	Value
Media 4.6%		
Comcast Corp., Special Class A (a)	688,800 \$	14,767,872
Time Warner, Inc. (a)	485,700	
		15,275,265
	<del>-</del>	30,043,137
Metals & Mining 2.5%	_	
Metals & Mining 2.5% Nucor Corp. (a)	350,500	
Nucor Corp. (a)  Multi-Utilities 1.4%		30,043,137
Nucor Corp. (a)	350,500 215,800	30,043,137
Nucor Corp. (a)  Multi-Utilities 1.4%  Dominion Resources, Inc. (a)  Oil, Gas & Consumable Fuels 7.3%		30,043,137
Nucor Corp. (a)  Multi-Utilities 1.4% Dominion Resources, Inc. (a)  Oil, Gas & Consumable Fuels 7.3% Chevron Corp. (a)	215,800 210,100	30,043,137 16,091,455 9,395,932 19,944,793
Nucor Corp. (a)  Multi-Utilities 1.4%  Dominion Resources, Inc. (a)  Oil, Gas & Consumable Fuels 7.3%  Chevron Corp. (a)  Exxon Mobil Corp.	215,800 210,100 212,200	30,043,137 16,091,455 9,395,932 19,944,793 17,120,296
Nucor Corp. (a)  Multi-Utilities 1.4% Dominion Resources, Inc. (a)  Oil, Gas & Consumable Fuels 7.3% Chevron Corp. (a)	215,800 210,100	30,043,137 16,091,455 9,395,932 19,944,793 17,120,296
Nucor Corp. (a)  Multi-Utilities 1.4%  Dominion Resources, Inc. (a)  Oil, Gas & Consumable Fuels 7.3%  Chevron Corp. (a)  Exxon Mobil Corp.	215,800 210,100 212,200	30,043,137 16,091,455 9,395,932 19,944,793 17,120,296 11,077,680
Nucor Corp. (a)  Multi-Utilities 1.4%  Dominion Resources, Inc. (a)  Oil, Gas & Consumable Fuels 7.3%  Chevron Corp. (a)  Exxon Mobil Corp.	215,800 210,100 212,200	30,043,137 16,091,455 9,395,932 19,944,793
Nucor Corp. (a)  Multi-Utilities 1.4% Dominion Resources, Inc. (a)  Oil, Gas & Consumable Fuels 7.3% Chevron Corp. (a) Exxon Mobil Corp. Marathon Oil Corp. (a)	215,800 210,100 212,200	30,043,137 16,091,455 9,395,932 19,944,793 17,120,296 11,077,680
Nucor Corp. (a)  Multi-Utilities 1.4% Dominion Resources, Inc. (a)  Oil, Gas & Consumable Fuels 7.3% Chevron Corp. (a) Exxon Mobil Corp. Marathon Oil Corp. (a)	215,800 210,100 212,200 242,400	30,043,137 16,091,455 9,395,932 19,944,793 17,120,296 11,077,680 48,142,769
Nucor Corp. (a)  Multi-Utilities 1.4% Dominion Resources, Inc. (a)  Oil, Gas & Consumable Fuels 7.3% Chevron Corp. (a) Exxon Mobil Corp. Marathon Oil Corp. (a)  Pharmaceuticals 12.3% Bristol-Myers Squibb Co. (a) Eli Lilly & Co. (a) Johnson & Johnson (a)	215,800 210,100 212,200 242,400 763,000 512,100 143,000	30,043,137 16,091,455 9,395,932 19,944,793 17,120,296 11,077,680 48,142,769
Nucor Corp. (a)  Multi-Utilities 1.4% Dominion Resources, Inc. (a)  Oil, Gas & Consumable Fuels 7.3% Chevron Corp. (a) Exxon Mobil Corp. Marathon Oil Corp. (a)  Pharmaceuticals 12.3% Bristol-Myers Squibb Co. (a) Eli Lilly & Co. (a)	215,800 210,100 212,200 242,400 763,000 512,100	30,043,137 16,091,455 9,395,932 19,944,793 17,120,296 11,077,680 48,142,769 19,212,340 17,805,717

		81,013,564
Semiconductors & Semiconductor Equipment 9.5%		
Analog Devices, Inc. (a)	445,600	17,302,648
Intel Corp. (a)	729,100	15,646,486
LSI Corp. (a)(b)	1,272,900	7,879,251
Maxim Integrated Products, Inc. (a)	836,800	21,606,176
Maxim integrated Froducts, inc. (a)	-	
		62,434,561
Software 2.0%		
Microsoft Corp. (a)	464,300	12,872,718
Specialty Retail 3.4%		10 517 017
Home Depot, Inc. (a)	371,100	13,645,347
Limited Brands, Inc. (a)	301,300	8,810,012
		22,455,359
Total Long-Term Investments (Cost \$649,784,740) 97.2%		637,823,638
Short-Term Securities  BlackRock Liquidity Funds, TempFund, Institutional Class,		
Tempi unu, msututionai Ciass,		
0.17% I(d)	18,494,223	18,494,223
	18,494,223	18,494,223 18,494,223
0.17% I(d)  Total Short-Term Securities	18,494,223	
0.17% I(d)  Total Short-Term Securities (Cost \$18,494,223) 2.8%  Total Investments Before Options Written	18,494,223	18,494,223
0.17% I(d)  Total Short-Term Securities (Cost \$18,494,223) 2.8%  Total Investments Before Options Written	18,494,223	18,494,223
0.17% I(d)  Total Short-Term Securities (Cost \$18,494,223) 2.8%  Total Investments Before Options Written	18,494,223	18,494,223
O.17% I(d)  Total Short-Term Securities (Cost \$18,494,223) 2.8%  Total Investments Before Options Written (Cost \$668,278,963*) 100.0%	18,494,223	18,494,223

Schedule of Investments (continued)

BlackRock Enhanced Capital and Income Fund, Inc. (CII) (Percentages shown are based on Net Assets)

Exchange-Traded Call Options Written   1.09%   ATACT Inc: Strike Price S29, Expires   21991	Options Written	Contracts	Value
Sirthe Price \$29, Expires         1,540         % (6,930)           17/9/11         1,000         (12,000)           Analog Devices, Inc.:         1,000         (12,000)           Strike Price \$38, Expires         1,560         (234,000)           Strike Price \$39, Expires         1,560         (234,000)           Brissol, Myers Squibb Co., Strike Price         4,105         (10,800)           Brissol, Myers Squibb Co., Strike Price         4,105         (44,047)           Chevron Corp., Strike Price \$95,         1,570         (334,410)           Expires 3/19/11         1,500         (50,317)           Strike Price \$5, Expires 2/19/11         1,000         (50,00)           Strike Price \$5, Expires 3/19/11         1,000         (50,00)           Concast Corp., Special Class A,         5         (26,257)           Strike Price \$5, Expires 3/19/11         1,007         (26,035)           Concast Corp., Special Class A,         5         (26,035)           Strike Price \$1,000         2,500         (260,037)           Dominion Resources, Inc., Strike         1,007         (260,357)           Dominion Resources, Inc., Strike         1,007         (20,357)           Strike Price \$35, Expires 3/19/11         1,007         (20,300) <th></th> <th></th> <th></th>			
21911         1,540         \$ (6,930)           Strike Price \$29, Expires         (1,000)         (12,000)           31911         1,000         (12,000)           Analog Devices, Inc.         1,560         (234,000)           Strike Price \$38, Expires         1,560         (234,000)           Strike Price \$39, Expires Strike Price         21911         4,195         (44,047)           Bristol-Myers Squibb Co., Strike Price         25, Expires \$219/11         4,195         (44,047)           Chevron Corp., Strike Price \$95.         25, Expires \$219/11         4,515         (20,317)           Strike Price \$5, Expires \$19/19         4,515         (20,317)         (20,317)           Strike Price \$5, Expires \$3/19/11         4,515         (20,317)         (30,400)         (30,400)         (30,400)         (30,400)         (30,400)         (30,400)         (30,400)         (30,400)         (30,400)         (30,400)         (30,400)         (30,400)         (30,400)         (30,400)         (30,400)         (30,400)         (30,400)         (30,400)         (30,400)         (30,400)         (30,400)         (30,400)         (30,400)         (30,400)         (30,400)         (30,400)         (30,400)         (30,400)         (30,400)         (30,400)         (30,400)			
1,000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,2000   1,		1,540	\$ (6,930)
Analog Devices, Inc.:   Strike Price \$38, Expires		1.000	(12,000)
21911		, , , ,	( ,,,,,,
Sirike Price \$39, Expires         100         (10,800)           2/19/11         100         (10,800)           Bistiot-Myers Squibb Co., Strike Price         4,195         (44,047)           Chevron Corp., Strike Price \$95.         3,500         (33,440)           Chigroup, Inc.:         5,500         (33,440)           Citigroup, Inc.:         4,515         (20,317)           Strike Price \$5, Expires 2/19/11         4,515         (20,317)           Strike Price \$5, Expires 3/19/11         2,500         (26,250)           Comcast Corp., Special Class A,         3,100         (26,035)           Commant Corp., Special Class A,         3,100         (26,035)           Commant Corp., Special Class A,         3,100         (26,035)           Commant Corp., Special Class A,         3,100         (26,035)           Dominion Resources, Inc., Strike         3,2410         (260,357)           Dominion Resources, Inc., Strike         3,500         (285,440)           Flic Set2.50, Expires 2/19/11         1,007         (32,500)           Strike Price \$42.50, Expires 2/19/11         1,400         (32,900)           Strike Price \$45.50, Expires 2/19/11         1,415         (67,136)           English Jine Strike Price         3,500         (40,00) <td></td> <td>1.560</td> <td>(234.000)</td>		1.560	(234.000)
Bristol-Myers Squibb Co., Strike Price         4,195         (4,047)           S26, Expires 21/911         4,195         (34,407)           Expires 21/911         1,570         (34,410)           Chigroup, Inc.:         3,515         (20,317)           Strike Price \$5, Expires 21/9/11         4,515         (20,317)           Strike Price \$5, Expires 21/9/11         1,000         (50,000)           Strike Price \$5, Expires 31/9/11         2,500         (26,250)           Comcast Corp., Special Class A         2,410         (26,000)           Strike Price \$20,40, Expires         2,410         (26,000)           207/1         2,410         (26,000)           Dominion Resources, Inc., Strike         2,410         (26,000)           Strike Price \$20,40, Expires         2,410         (26,000)           El. du Pont de Nemours & Co.         2,500         (285,440)           El. du Pont de Nemours & Co.         2,500         (285,440)           El Lilly & Co.         3,500         (285,440)           El Lilly & Co.         3,500         (285,440)           El Lilly & Co.         3,500         (285,440)           El Rice Strike Price St. Expires         3,500         (285,440)           El Rice Price St. Expires 2,1911 <td>Strike Price \$39, Expires</td> <td></td> <td></td>	Strike Price \$39, Expires		
Chevron Corp., Strike Price \$95.   Expires 3/19/11   1,570 (334,410)   Citigroup, Inc.:  Strike Price \$55. Expires 2/19/11   1,000 (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500) (500)	Bristol-Myers Squibb Co., Strike Price		
Expires 319/11         1,570         (334,410)           Citigroup, Inc.:         3,515         (20,317)           Strike Price \$5, Expires 2/19/11         1,000         (500)           Strike Price \$5, Expires 3/19/11         2,000         (26,250)           Strike Price \$5, Expires 3/19/11         2,000         (26,057)           Commat Corp., Special Class A.         ****         ****           207/11         2,410         (260,357)           Dominion Resources, Inc., Strike         ****         ****           Price \$42,50, Expires 3/14/11         1,067         (162,133)           E.I. du Pont de Nemours & Co.,         ****         ****           Strike Price \$50, Expires 219/11         1,000         (32,900)           Strike Price \$35, Expires 219/11         1,400         (32,900)           Strike Price \$34,85, Expires         ****         ****           219/11         1,415         (67,136)           Ensco International Plc, Strike Price         ***         ***           \$55, Expires 219/11         4,020         (876,360)           Strike Price \$18, Expires         ***         ***           219/11         4,020         (876,360)           Strike Price \$19, Expires         ***         *** </td <td></td> <td>4,195</td> <td>(44,047)</td>		4,195	(44,047)
Strike Price \$5, Expires 2/19/11         4,515         (20,317)           21/19/11         1,000         (500)           Strike Price \$5, Expires 3/19/11         2,500         26,250)           Comcast Corp., Special Class A         Strike Price \$20,40, Expires         2,410         (260,357)           2007/11         2,410         (260,357)         (261,357)           Dominion Resources, Inc., Strike         1,067         (162,133)           El. du Pont de Nemours & Co.         2,560         (285,440)           Strike Price \$525, Expires 2/19/11         2,560         (285,440)           Eli Lilly & Co.:         2,560         (285,440)           Strike Price \$35, Expires 2/19/11         1,400         (32,900)           Strike Price \$34,85, Expires         1,400         (32,900)           Strike Price \$34,85, Expires         1,415         (67,136)           Strike Price \$48, Expires         1,415         (19,500)           Strike Price \$19, Expires         1,415         (87,500)           Strike Price \$18, Expires         1,415         (87,630)           Strike Price \$18, Expires         1,415         (87,630)           Strike Price \$19, Expires         1,280         (161,280)           General Mills, Inc., Strike Price         1	Expires 3/19/11	1,570	(334,410)
Strike Price \$5.50, Expires         1,000         (500)           2/19/11         2,500         (26.250)           Ctrike Price \$5, Expires 3/19/11         2,500         (26.250)           Comcast Corp., Special Class A,         2,410         (260,357)           20/7/11         2,410         (260,357)           Dominion Resources, Inc., Strike         1         (162,133)           E1, du Pont de Nemours & Co.         2,500         (285,440)           E1, du Pont de Nemours & Co.         2,500         (285,440)           E1, du Pont de Nemours & Co.         2,500         (285,440)           E1, du Pont de Nemours & Co.         2,500         (285,440)           E1, du Pont de Nemours & Co.         2,500         (285,440)           E1, du Pont de Nemours & Co.         2,500         (285,440)           E1, du Pont de Nemours & Co.         2,500         (285,440)           E1, du Pont de Nemours & Co.         2,500         (285,440)           E1, du Pont de Nemours & Co.         2,500         (285,440)           E1, du Pont de Nemours & Co.         2,500         (285,440)           E1, du Pont de Nemours & Co.         2,500         (285,40)           Etrike Price \$34, Expires         1,415         (67,136)		4.515	(20.217)
21911	•	4,313	(20,317)
Strike Price \$5, Expires 3/19/11       2,500       (26,250)         Comast Corp., Special Class A,       3         Strike Price \$20,40, Expires       2,410       (260,357)         207711       2,410       (260,357)         Dominion Resources, Inc., Strike       1,067       (162,133)         Price \$42,50, Expires 3/14/11       1,067       (285,440)         Strike Price \$50, Expires 2/19/11       2,560       (285,440)         Eli Lilly & Co.:       2       (250,00)       (285,440)         Strike Price \$35, Expires 2/19/11       1,400       (32,900)       (32,900)         Strike Price \$34,85, Expires       1,415       (67,136)       (67,136)         Strike Price \$34,85, Expires       1,415       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       (67,136)       <		1.000	(500)
Comeast Corp., Special Class A,       Strike Price \$20.40, Expires         207/11       2,410       (260,357)         Dominion Resources, Inc., Strike			
2/07/11       2,410       (260,357)         Dominion Resources, Inc., Strike       Price \$42.50, Expires 3/14/11       1,067       (162,133)         E.I. du Pont de Nemours & Co.,       Strike Price \$50, Expires 2/19/11       2,560       (285,440)         Eli Lilly & Co.:       Strike Price \$35, Expires         2/19/11       1,400       (32,900)         Strike Price \$34.85, Expires       3/08/11       1,415       (67,136)         Ensco International Plc, Strike Price       \$55, Expires 2/19/11       150       (19,500)         General Electric Co.:       Strike Price \$18, Expires         2/19/11       4,020       (876,360)         Strike Price \$19, Expires       2/19/11       4,020       (876,360)         Strike Price \$19, Expires       2/19/11       1,075       (20,073)         Halliburton Co.:       Strike Price \$308/11       1,075       (20,073)         Halliburton Co.:       Strike Price \$41, Expires         3/19/11       435       (245,775)         Strike Price \$41, Expires       435       (208,800)         Home Depot, Inc., Strike Price \$37,       (284,950)		,	, ,
Dominion Resources, Inc., Strike         1,067         (162,133)           E.I. du Pont de Nemours & Co.,         2,560         (285,440)           Eli. du Pont de Nemours & Co.,         2,560         (285,440)           Eli Lilly & Co.:         Strike Price \$35, Expires           2/19/11         1,400         (32,900)           Strike Price \$34,85, Expires         2           3/08/11         1,415         (67,136)           Ensco International Plc, Strike Price         555, Expires 2/19/11         150         (19,500)           General Electric Co.:         3trike Price \$18, Expires           2/19/11         4,020         (876,360)           Strike Price \$19, Expires         2           19/11         4,020         (876,360)           Strike Price \$19, Expires         2           19/11         1,020         (87,00)           435         (20,073)           431         (245,775)           545         (25,00)           445         (245,775)           547 </td <td></td> <td></td> <td></td>			
Price \$42.50, Expires 3/14/11       1,067       (162,133)         E.I. du Pont de Nemours & Co.,		2,410	(260,357)
E.I. du Pont de Nemours & Co.,       2,560       (285,440)         Strike Price \$50, Expires 2/19/11       2,560       (285,440)         Eli Lilly & Co.:       2         Strike Price \$35, Expires       30,2000         Strike Price \$34.85, Expires       30,871       1,415       (67,136)         Ensco International Plc, Strike Price       55, Expires 2/19/11       150       (19,500)         General Electric Co.:       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30,000       30		1 067	(162 133)
Strike Price \$50, Expires 2/19/11       2,560       (285,440)         Eli Lilly & Co.:       Strike Price \$35, Expires         2/19/11       1,400       (32,900)         Strike Price \$34.85, Expires       400       (67,136)         1,808/11       1,415       (67,136)         1,809/12       1,415       (19,500)         1,809/12       1,500       (19,500)         1,809/12       4,020       (876,360)         1,809/12       4,020       (876,360)         1,809/12       4,020       (876,360)         1,809/12       1,075       (20,073)         1,809/12       1,075       (20,073)         1,809/12       435       (245,775)         1,809/12       435       (245,775)         1,809/12       435       (20,880)         1,909/12       435       (20,880)         1,909/12       435       (20,880)         1,909/12       435       (20,880)         1,909/12       4,020       (876,360)         1,909/12       4,020       (876,360)         1,909/12       4,020       (876,360)         1,909/12       4,020       (876,360)         1,909/12       4,020		1,007	(102,133)
Eli Lilly & Co.:       Strike Price \$35, Expires         2/19/11       1,400       (32,900)         Strike Price \$34,85, Expires       (67,136)         3/08/11       1,415       (67,136)         Ensco International Plc, Strike Price       (55, Expires 2/19/11       150       (19,500)         General Electric Co.:       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136)       (57,136) </td <td></td> <td>2,560</td> <td>(285,440)</td>		2,560	(285,440)
2/19/11       1,400       (32,900)         Strike Price \$34.85, Expires       3/08/11       1,415       (67,136)         Ensco International Plc, Strike Price       \$55, Expires 2/19/11       150       (19,500)         General Electric Co.:       \$55, Expires 2/19/11       4,020       (876,360)         Strike Price \$18, Expires       \$52,19/11       1,280       (161,280)         Strike Price \$19, Expires       \$52,19/11       1,075       (20,073)         General Mills, Inc., Strike Price       \$36.60, Expires 3/08/11       1,075       (20,073)         Halliburton Co.:       \$519/11       435       (245,775)         Strike Price \$41, Expires       3/19/11       435       (208,800)         Home Depot, Inc., Strike Price \$37,       \$2,780       (284,950)			
Strike Price \$34.85, Expires       1,415       (67,136)         20/08/11       1,415       (67,136)         Ensco International Plc, Strike Price       \$55, Expires 2/19/11       150       (19,500)         General Electric Co.:       \$55, Expires 2/19/11       4,020       (876,360)         Strike Price \$18, Expires       \$52,19/11       4,020       (876,360)         Strike Price \$19, Expires       \$52,19/11       1,280       (161,280)         General Mills, Inc., Strike Price       \$36.60, Expires 3/08/11       1,075       (20,073)         Halliburton Co.:       \$519/11       435       (245,775)         Strike Price \$41, Expires       3/19/11       435       (208,800)         Home Depot, Inc., Strike Price \$37,       \$2,780       (284,950)	Strike Price \$35, Expires		
3/08/11       1,415       (67,136)         Ensco International Plc, Strike Price       (7,136)         \$55, Expires 2/19/11       150       (19,500)         General Electric Co.:       (876,360)         Strike Price \$18, Expires       4,020       (876,360)         Strike Price \$19, Expires       1,280       (161,280)         General Mills, Inc., Strike Price       36.60, Expires 3/08/11       1,075       (20,073)         Halliburton Co.:       1,075       (20,073)         Strike Price \$40, Expires       435       (245,775)         Strike Price \$41, Expires       435       (208,800)         Home Depot, Inc., Strike Price \$37,       2,780       (284,950)		1,400	(32,900)
\$55, Expires 2/19/11 150 (19,500) General Electric Co.: Strike Price \$18, Expires 2/19/11 4,020 (876,360) Strike Price \$19, Expires 2/19/11 1,280 (161,280) General Mills, Inc., Strike Price \$36.60, Expires 3/08/11 1,075 (20,073) Halliburton Co.: Strike Price \$40, Expires 3/19/11 435 (245,775) Strike Price \$41, Expires 3/19/11 435 (208,800) Home Depot, Inc., Strike Price \$37, Expires 3/19/11 2,780 (284,950)	•	1,415	(67,136)
General Electric Co.:       Strike Price \$18, Expires         2/19/11       4,020       (876,360)         Strike Price \$19, Expires			
Strike Price \$18, Expires       4,020       (876,360)         2/19/11       4,020       (876,360)         Strike Price \$19, Expires       1,280       (161,280)         General Mills, Inc., Strike Price       1,075       (20,073)         435       (245,775)         Strike Price \$41, Expires       435       (208,800)         Home Depot, Inc., Strike Price \$37,       2,780       (284,950)		150	(19,500)
2/19/11       4,020       (876,360)         Strike Price \$19, Expires			
Strike Price \$19, Expires       (1,280)       (161,280)         2/19/11       1,280       (161,280)         General Mills, Inc., Strike Price       (20,073)         \$36.60, Expires 3/08/11       1,075       (20,073)         Halliburton Co.:       (20,073)         Strike Price \$40, Expires       435       (245,775)         Strike Price \$41, Expires       435       (208,800)         Home Depot, Inc., Strike Price \$37,       2,780       (284,950)		4 020	(876 360)
General Mills, Inc., Strike Price       \$36.60, Expires 3/08/11       1,075       (20,073)         Halliburton Co.:       Strike Price \$40, Expires         3/19/11       435       (245,775)         Strike Price \$41, Expires       3/19/11       435       (208,800)         Home Depot, Inc., Strike Price \$37,       Expires 3/19/11       2,780       (284,950)	Strike Price \$19, Expires		
\$36.60, Expires 3/08/11 1,075 (20,073) Halliburton Co.: Strike Price \$40, Expires 3/19/11 435 (245,775) Strike Price \$41, Expires 3/19/11 435 (208,800) Home Depot, Inc., Strike Price \$37, Expires 3/19/11 2,780 (284,950)		1,280	(101,280)
Halliburton Co.: Strike Price \$40, Expires 3/19/11		1,075	(20,073)
Strike Price \$40, Expires       435       (245,775)         3/19/11       435       (208,800)         Strike Price \$41, Expires       435       (208,800)         Home Depot, Inc., Strike Price \$37,       2,780       (284,950)		,	( 1,111,
Strike Price \$41, Expires       435       (208,800)         3/19/11       435       (208,800)         Home Depot, Inc., Strike Price \$37,       2,780       (284,950)	Strike Price \$40, Expires		
3/19/11 435 (208,800) Home Depot, Inc., Strike Price \$37, Expires 3/19/11 2,780 (284,950)		435	(245,775)
Expires 3/19/11 2,780 (284,950)	3/19/11	435	(208,800)
		2,780	(284,950)

1991   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992   1992	Strika Driga \$21 Evnicas		
Since Price S22, Expines   3,650 (118.62)     International Business Machines Corp.:   (459.000)     Sirkis Price S15, Expines   7,000 (10.000)     Sirkis Price S16, Expines   7,000 (10.000)     Sirke Price S25, Expines   7,000 (10.000)     Sirke Price S26, Expines   7,000 (10.000)     Sirke Price S26, Expines   7,000 (10.000)     Sirke Price S26, Expines S1991 (10.000)     Sirke Price S26, Expine	Strike Price \$21, Expires 2/19/11	300	(16,050)
International Business Machines Corp.:   20211			
Surise Price \$145, Exprises         46,900,000           Surice Price \$160, Exprises         (30,450)           Investor Lit.         (40,450)           Strike Price \$25, Exprises         (41,412)           Strike Price \$25, Exprises         (41,412)           Strike Price \$25, Exprises         (79,125)           Jopins Written         Cotracts         Valve           Exchange-Trade Call Options Written (continued)           Photogran Chase & Co.:         Strike Price \$41, Exprises           Strike Price \$41, Exprises         (50,000)           Strike Price \$41, Exprises         (50,000)           Strike Price \$45, Exprises         (50,000)           Strike Price \$45, Exprises         (50,000)           Strike Price \$40, Exprise Strive Interest Strike Price \$40,000         (50,000)           Sc. On, Exprise Strike Price \$40,000         (50,000)           Strike Price \$40,000		3,650	(118,625)
20211			
1911		270	(459,000)
Investor List:         Strike Price S25, Expires         (44.412)           Strike Price S25, Expires         1,055         (79.125)           Opion Written         Contract         Value           Exchanges Traded Call Options Written (continued)           Expires Act Expires Supplies           Expires Supplies (Expires Supplies S			
Price \$25, Expires   1,000		70	(30,450)
21911			
1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,050   1,05		1,045	(44,412)
Pubms   Pubm			(=0.45.5)
Personant   Pers	3/19/11,	1,055	(79,125)
JPMOrgan Chase & CO.:   Strike Price \$41, Expires   219/11   625	Options Written	Contracts	Value
JPMOrgan Chase & CO.:   Strike Price \$41, Expires   219/11   625	Exchange-Traded Call Ontions Written (continued)		
21911			
Brinke Price \$46, Expires         660         66,000           Johnson & Johnson, Strike Price         (6.50, Expires 21911         1,700         (4.815)           Kümberly-Clark Corp., Strike Price         1,570         (113,729)           Kraft Foods, Inc.         2         (6.50, Expires 22511         1,570         (113,729)           Kraft Foods, Inc.         2         (6.50, Expires 212511         2,585         (6.50, Expires 21911         2,285         (6.50, Expires 21911         2,285         (13,710)         (13,700)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)         (52,500)			
1911		625	\$ (256,250)
Dolision & Johnson, Strike Price   \$62.50, Expires 2/19/11   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.815)   \$1.070 (4.8		600	(66,000)
Kimberly-Clark Copp, Strike Price         I,570         (113,729)           S64-50, Expires 2/25/11         1,570         (113,729)           Kraft Foods, Inc.:         Strike Price \$31, Expires         2,285         63,980           Strike Price \$32, Expires         2,1911         2,285         (13,710           LSI Corp.:         2,100         \$2,500         (73,500           Strike Price \$6, Expires 2/19/11         2,100         \$2,500         (73,500           Strike Price \$6, Expires 3/19/11         2,100         \$2,500         (73,500           Strike Price \$29, Expires         3,100         (10,700)         (10,700)           Strike Price \$29, Expires         3,100         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)         (10,700)			(==,==)
\$64.50, Expires 22/5/11       1,570       (113,729)         Kraft Foods, Inc.:       Strike Price \$31, Expires         2/19/11       2,285       (63,980)         Strike Price \$32, Expires       2/19/11       2,285       (13,710)         LSI Corp.:       2,19/11       2,100       (52,500)         Strike Price \$6, Expires 2/19/11       2,100       (52,500)         Strike Price \$6, Expires 3/19/11       2,100       (73,500)         Limited Brands, Inc.:       Strike Price \$29, Expires 3/19/11       830       (107,900)         Strike Price \$29, Expires       3/19/11       830       (107,900)         Strike Price \$30, Expires 3/19/11       1,350       (455,650)         Marathon Oil Corp., Strike Price \$43,       Expires 3/19/11       1,350       (455,650)         Maxim Integrated Products, Inc.:       Strike Price \$25, Expires         2/19/11       500       (56,250)         Strike Price \$25, Expires       3/19/11       500       (80,750)         Strike Price \$27, Expires       3/19/11       500       (80,750)         Mert. & Co., Inc., Strike Price \$34, Expires       2/19/11       505       (80,750)         Mert. & Co., Inc		1,070	(4,815)
Kraft Foods, Inc.:         Strike Price \$31, Expries         (63,980)           Strike Price \$32, Expries         2,285         (63,980)           J19/11         2,285         (13,710)           LSI Corp.:         2,285         (13,710)           Strike Price \$6, Expires 2/19/11         2,100         (52,500)           Strike Price \$6, Expires 3/19/11         2,100         (73,500)           Limited Brands, Inc.:         5trike Price \$2,5 Expires         3/19/11         830         (107,900)           Strike Price \$2,5 Expires         3/19/11         830         (70,550)           Marathon Oil Corp., Strike Price \$43,         830         (70,550)           Maxim Integrated Products, Inc.:         50         (455,625)           Strike Price \$25, Expires         50         (56,250)           Strike Price \$25, Expires         50         (80,750)           Strike Price \$26, Expires         50         (80,750)           Strike Price \$27, Expires         50         (80,750)           Strike Price \$27, Expires         50         (80,750)           Merck & Co., Inc., Strike Price \$34,         50         (80,850)           Merck & Co., Inc., Strike Price \$45, Expires         50         (80,850)           Strike Price \$45, Expires	•	1 570	(113 720)
Strike Price \$31, Expires         2,085         (63,980)           2/19/11         2,285         (13,710)           LSI Corp.:         2,100         (52,500)           Strike Price \$6, Expires 2/19/11         2,100         (52,500)           Strike Price \$6, Expires 3/19/11         2,100         (73,500)           Limited Brands, Inc.:         ************************************		1,370	(113,729)
Strike Price \$32, Expires         2,285         (13,710)           LSI Corp.:	Strike Price \$31, Expires		
2/19/11     2,285     (13,710)       LSI Corp.:     2,100     (52,500)       Strike Price \$6, Expires 2/19/11     2,100     (73,500)       Limited Brands, Inc.:     30     (107,900)       Strike Price \$29, Expires     830     (107,900)       Strike Price \$30, Expires     830     (70,550)       Marathon Oil Corp., Strike Price \$43,     830     (70,550)       Marathon Oil Corp., Strike Price \$43,     830     (455,625)       Maxim Integrated Products, Inc.:     500     (56,250)       Strike Price \$25, Expires     500     (56,250)       Mischer Price \$26, Expires     500     (80,750)       Strike Price \$27, Expires     500     (33,750)       Strike Price \$27, Expires     500     (33,750)       Merck & Co., Inc., Strike Price \$34,     505     (80,850)       Merck & Co., Inc., Strike Price \$34,     505     (80,850)       Merlife, Inc.:     505     (80,850)       Strike Price \$45, Expires     505     (80,870)       Strike Price \$47, Expires     505     (61,750)       Microsoft Corp.:     500     (61,750)       Strike Price \$28, 50, Expires     500     (61,750)       3/19/11     2,470     (41,242)       Microsoft Corp.:     500     (41,242)		2,285	(63,980)
LSI Corp.:       2,100       (52,500)         Strike Price \$6, Expires 3/19/11       2,100       (73,500)         Limited Brands, Inc.:       Strike Price \$29, Expires 3/19/11       830       (107,500)         Strike Price \$29, Expires 3/19/11       830       (107,900)         Marathon Oil Corp., Strike Price \$43,       Expires 3/19/11       1,350       (455,625)         Maxim Integrated Products, Inc.:       Strike Price \$25, Expires 3/19/11       500       (56,250)         Strike Price \$26, Expires 3/19/11       500       (56,250)         Strike Price \$27, Expires 3/19/11       500       (23,750)         Merck & Co., Inc., Strike Price \$34,       500       (23,750)         Merck & Co., Inc., Strike Price \$34,       505       (80,850)         MetLife, Inc.:       505       (83,578)         Strike Price \$45, Expires 3/19/11       505       (83,578)         Strike Price \$47, Expires 3/19/11       505       (61,750)         Microsoft Corp.:       500       (61,750)         Strike Price \$28, 50, Expires 2/19/11       2,470       (41,242)         Strike Price \$28, 50, Expires 2/19/11       2,470       (41,242)         Strike Price \$28, Expires 3/19/11       1,010       (65,650) <td></td> <td>2 285</td> <td>(13.710)</td>		2 285	(13.710)
Strike Price \$6, Expires 3/19/11       2,100       (73,500)         Limited Brands, Inc.:       Trike Price \$29, Expires         3/19/11       830       (107,900)         Strike Price \$30, Expires       830       (70,550)         Marathon Oil Corp., Strike Price \$43,       830       (70,550)         Expires 3/19/11       1,350       (455,625)         Maxim Integrated Products, Inc.:       30       (56,250)         Strike Price \$25, Expires       319/11       500       (56,250)         Strike Price \$26, Expires       319/11       500       (80,750)         Strike Price \$27, Expires       319/11       500       (23,750)         Merck & Co., Inc., Strike Price \$34,       2,695       (80,850)         MetLife, Inc.:       319/11       505       (83,578)         Strike Price \$45, Expires       319/11       505       (83,578)         Strike Price \$47, Expires       319/11       500       (61,750)         Microsoft Corp.:       319/11       500       (61,750)         Strike Price \$28.50, Expires       319/11       2,470       (41,242)         Strike Price \$28.Expires       319/11       2,470       (41,242)         Strike Price \$28.Expires       319/11       <		2,203	(13,710)
Limited Brands, Inc.:         Strike Price \$29, Expires       830       (107,900)         \$1/19/11       830       (70,550)         Marathon Oil Corp., Strike Price \$43,       1,350       (455,625)         Marathon Oil Corp., Strike Price \$43,       1,350       (455,625)         Maxim Integrated Products, Inc.:       500       (56,250)         Strike Price \$25, Expires       500       (56,250)         2/19/11       500       (80,750)         Strike Price \$26, Expires       500       (23,750)         \$1/19/11       500       (23,750)         Merck & Co., Inc., Strike Price \$34,       500       (23,750)         Merck & Co., Inc., Strike Price \$34,       500       (80,850)         MetLife, Inc.:       500       (80,850)         Strike Price \$45, Expires       500       (61,750)         2/19/11       505       (83,578)         Strike Price \$47, Expires       500       (61,750)         3/19/11       500       (61,750)         Microsoft Corp.:       500       (61,750)         Strike Price \$28, Expires       2,470       (41,242)         Strike Price \$28, Expires       319/11       1,010       (65,650)			
Strike Price \$29, Expires       3/19/11       830       (107,900)         Strike Price \$30, Expires       3/19/11       830       (70,550)         Marathon Oil Corp., Strike Price \$43,       3/19/11       1,350       (455,625)         Maxim Integrated Products, Inc.:       Trike Price \$25, Expires         2/19/11       500       (56,250)         Strike Price \$26, Expires       500       (80,750)         Strike Price \$27, Expires       3/19/11       500       (23,750)         Merck & Co., Inc., Strike Price \$34,       500       (23,750)         Merck & Co., Inc., Strike Price \$34,       505       (80,850)         Strike Price \$45, Expires       505       (83,578)         Strike Price \$47, Expires       3/19/11       505       (61,750)         Microsoft Corp.:       500       (61,750)       60,750       60,750       60,750       60,750       60,750       60,750       60,750       60,750       60,750       60,750       60,750       60,750       60,750       60,750       60,750       60,750       60,750       60,750       60,750       60,750       60,750       60,750       60,750       60,750       60,750       60,750       60,750       60,750       60,750       60,750		2,100	(73,500)
3/19/11       830       (107,900)         Strike Price \$30, Expires       3       (70,550)         Marathon Oil Corp., Strike Price \$43,       830       (70,550)         Expires 3/19/11       1,350       (455,625)         Maxim Integrated Products, Inc.:       3       (455,625)         Strike Price \$25, Expires       3       (500       (56,250)         Strike Price \$26, Expires       3       (19/11)       950       (80,750)         Strike Price \$27, Expires       3       (19/11)       950       (23,750)         Merck & Co., Inc., Strike Price \$34,       3       (23,750)         MetLife, Inc.:       3       (26,95)       (80,850)         MetLife, Inc.:       3       (25,95)       (80,850)         Strike Price \$45, Expires       3       (19/11)       505       (83,578)         Strike Price \$47, Expires       3       (19/11)       500       (61,750)         Microsoft Corp.:       3       (19/11)       2       (41,242)         Strike Price \$28, Expires       3       (41,242)       (41,242)         Strike Price \$28, Expires       3       (41,242)       (41,242)         Strike Price \$28, Expires       (41,242)       (41,242)       (41,24			
3/19/11       830       (70,550)         Marathon Oil Corp., Strike Price \$43,		830	(107,900)
Marathon Oil Corp., Strike Price \$43,       455,625         Expires 3/19/11       1,350       (455,625)         Maxim Integrated Products, Inc.:       300       (56,250)         Strike Price \$25, Expires       500       (56,250)         Strike Price \$26, Expires       3/19/11       950       (80,750)         Strike Price \$27, Expires       3/19/11       500       (23,750)         Merck & Co., Inc., Strike Price \$34,       300       (23,750)         MetLife, Inc.:       300       (23,750)         Strike Price \$45, Expires       3/19/11       505       (83,578)         Strike Price \$47, Expires       3/19/11       500       (61,750)         Microsoft Corp.:       3/19/11       500       (61,750)         Strike Price \$28, 50, Expires       2/19/11       2,470       (41,242)         Strike Price \$28, Expires       3/19/11       1,010       (65,650)			
Expires 3/19/11   1,350   (455,625)   Maxim Integrated Products, Inc.:   Strike Price \$25, Expires		830	(70,550)
Maxim Integrated Products, Inc.:         Strike Price \$25, Expires       3/19/11       500       (56,250)         Strike Price \$26, Expires       3/19/11       950       (80,750)         Strike Price \$27, Expires       3/19/11       500       (23,750)         Merck & Co., Inc., Strike Price \$34,       2,695       (80,850)         MetLife, Inc.:       3/19/11       505       (83,578)         Strike Price \$45, Expires       3/19/11       500       (61,750)         Microsoft Corp.:       3/19/11       500       (61,750)         Strike Price \$28,50, Expires       2/19/11       2,470       (41,242)         Strike Price \$28, Expires       3/19/11       1,010       (65,650)		1.350	(455,625)
2/19/11       500       (56,250)         Strike Price \$26, Expires       (80,750)         3/19/11       950       (80,750)         Strike Price \$27, Expires       500       (23,750)         Merck & Co., Inc., Strike Price \$34,       2,695       (80,850)         MetLife, Inc.:       505       (83,578)         Strike Price \$45, Expires       505       (83,578)         2/19/11       500       (61,750)         Microsoft Corp.:       500       (61,750)         Strike Price \$28.50, Expires       2,470       (41,242)         Strike Price \$28, Expires       3/19/11       1,010       (65,650)	Maxim Integrated Products, Inc.:	,	( , ,
Strike Price \$26, Expires       950       (80,750)         3/19/11       950       (80,750)         Strike Price \$27, Expires       3/19/11       500       (23,750)         Merck & Co., Inc., Strike Price \$34,       2,695       (80,850)         MetLife, Inc.:       3/19/11       505       (83,578)         Strike Price \$45, Expires       3/19/11       500       (61,750)         Microsoft Corp.:       3/19/11       500       (61,750)         Strike Price \$28.50, Expires       2/19/11       2,470       (41,242)         Strike Price \$28, Expires       3/19/11       1,010       (65,650)		500	(5( 050)
3/19/11950(80,750)Strike Price \$27, Expires80(23,750)Merck & Co., Inc., Strike Price \$34,2,695(80,850)Expires 2/19/112,695(80,850)MetLife, Inc.:80(80,850)Strike Price \$45, Expires80(83,578)2/19/11505(83,578)Strike Price \$47, Expires80(61,750)Microsoft Corp.:80(61,750)Strike Price \$28.50, Expires2,470(41,242)Strike Price \$28, Expires1,010(65,650)		500	(56,250)
3/19/11       500       (23,750)         Merck & Co., Inc., Strike Price \$34,       2,695       (80,850)         Expires 2/19/11       2,695       (80,850)         MetLife, Inc.:       505       (83,578)         Strike Price \$45, Expires       505       (83,578)         Strike Price \$47, Expires       500       (61,750)         Microsoft Corp.:       500       (41,242)         Strike Price \$28, 50, Expires       2,470       (41,242)         Strike Price \$28, Expires       3/19/11       1,010       (65,650)		950	(80,750)
Merck & Co., Inc., Strike Price \$34,         Expires 2/19/11       2,695       (80,850)         MetLife, Inc.:         Strike Price \$45, Expires       \$505       (83,578)         Strike Price \$47, Expires       \$500       (61,750)         Microsoft Corp.:       \$500       (61,750)         Strike Price \$28.50, Expires       \$2,470       (41,242)         Strike Price \$28, Expires       \$3/19/11       \$1,010       (65,650)			
Expires 2/19/11 2,695 (80,850)  MetLife, Inc.:  Strike Price \$45, Expires  2/19/11 505 (83,578)  Strike Price \$47, Expires  3/19/11 500 (61,750)  Microsoft Corp.:  Strike Price \$28.50, Expires  2/19/11 2,470 (41,242)  Strike Price \$28, Expires  3/19/11 1,010 (65,650)		500	(23,750)
MetLife, Inc.:         Strike Price \$45, Expires       505       (83,578)         2/19/11       500       (61,750)         Strike Price \$47, Expires       500       (61,750)         Microsoft Corp.:       5trike Price \$28.50, Expires         2/19/11       2,470       (41,242)         Strike Price \$28, Expires         3/19/11       1,010       (65,650)		2,695	(80.850)
2/19/11       505       (83,578)         Strike Price \$47, Expires       3/19/11       500       (61,750)         Microsoft Corp.:       Strike Price \$28.50, Expires         2/19/11       2,470       (41,242)         Strike Price \$28, Expires       3/19/11       1,010       (65,650)		2,073	(00,030)
Strike Price \$47, Expires       3/19/11       500       (61,750)         Microsoft Corp.:       Strike Price \$28.50, Expires         2/19/11       2,470       (41,242)         Strike Price \$28, Expires       3/19/11       1,010       (65,650)	Strike Price \$45, Expires		(02.776)
3/19/11 500 (61,750) Microsoft Corp.: Strike Price \$28.50, Expires 2/19/11 2,470 (41,242) Strike Price \$28, Expires 3/19/11 1,010 (65,650)		505	(83,578)
Microsoft Corp.: Strike Price \$28.50, Expires 2/19/11 2,470 (41,242) Strike Price \$28, Expires 3/19/11 1,010 (65,650)	-	500	(61,750)
2/19/11       2,470       (41,242)         Strike Price \$28, Expires       1,010       (65,650)	Microsoft Corp.:		,,,,,,
Strike Price \$28, Expires 3/19/11 1,010 (65,650)		2 450	(41.040)
3/19/11 1,010 (65,650)		2,470	(41,242)
		1,010	(65,650)

Morgan Stanley, Strike Price \$30,		
Expires 3/19/11		
Nokia Oyj:		
Strike Price \$11, Expires 2/19/11	825	(19,387)
Strike Price \$11, Expires 3/07/11	825	(23,269)
Nucor Corp., Strike Price \$45,		
Expires 2/19/11	1,220	(198,250)
Pfizer, Inc., Strike Price \$18.35,		
Expires 2/19/11	1,915	(61,743)
Qwest Communications International, Inc.:		
Strike Price \$7, Expires 2/19/11	1,550	(31,000)
Strike Price \$7, Expires 3/19/11	1,550	(31,000)
Raytheon Co.:		
Strike Price \$50, Expires		
2/19/11	690	(63,480)
Strike Price \$52.50, Expires		
3/19/11	665	(32,585)
2 BLACKROCK ENHA	NCED CAPITAL AND INCOME FUND, INC. JANUARY 31,	2011

Schedule of Investments (continued)

BlackRock Enhanced Capital and Income Fund, Inc. (CII) (Percentages shown are based on Net Assets)

Options Written	Contracts	Value
Exchange-Traded Call Options Written (concluded)		
The Southern Co.:		
Strike Price \$38, Expires		
2/19/11	985	\$ (6,895)
Strike Price \$38.40, Expires	070	(16.270)
3/19/11 Time Warner, Inc. 1	970	(16,279)
Time Warner, Inc.: Strike Price \$33, Expires		
2/19/11	1,350	(23,625)
Strike Price \$33, Expires	1,330	(23,023)
3/19/11	1,350	(44,550)
The Travelers Cos., Inc.:	7	( )/
Strike Price \$55, Expires		
2/19/11	635	(107,950)
Strike Price \$55, Expires		
3/07/11	635	(113,687)
Verizon Communications, Inc., Strike		
Price \$38, Expires 2/19/11	2,650	(9,275)
Wells Fargo & Co., Strike Price \$33,	1.500	(125,000)
Expires 3/19/11	1,500	(135,000)
		(6.050.554)
		(6,850,574)
Over-the-Counter Call Options Written (0.5)%		
ACE Ltd., Strike Price \$61.50,		
Expires 3/11/11, Broker Credit Suisse International	81,000	(143,176)
Dominion Resources, Inc., Strike	81,000	(143,170)
Price \$43.25, Expires 2/04/11,		
Broker UBS AG	55,000	(23,802)
Emerson Electric Co., Strike Price	, , , , , ,	( - , ,
\$58.60, Expires 2/07/11, Broker		
Citibank NA	88,000	(80,646)
Ensco International Plc, Strike Price		
\$52.46, Expires 3/10/11, Broker		
UBS AG	138,000	(454,950)
Exxon Mobil Corp.:		
Strike Price \$75.75, Expires		
3/11/11, Broker Goldman Sachs USA	79,500	(412.521)
Strike Price \$76, Expires	79,300	(413,531)
3/17/11, Broker Goldman		
Sachs USA	79,500	(403,544)
General Mills, Inc., Strike Price	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	(100,511)
\$36.47, Expires 2/11/11, Broker		
JPMorgan Chase Bank NA	68,500	(1,630)
Honeywell International, Inc., Strike	79,000	(207,119)
Price \$53.52, Expires 2/11/11,		
Broker Morgan Stanley Capital		

Services, Inc.			
LSI Corp., Strike Price \$6.16,			
Expires 2/03/11, Broker Credit			
Suisse International	36,000		(1,551)
Maxim Integrated Products, Inc.:			, , ,
Strike Price \$23.35, Expires			
2/04/11, Broker Credit Suisse			
International	171,000		(422,370)
Strike Price \$26.48, Expires	1,1,000		(122,870)
3/04/11, Broker Credit Suisse			
International	94,000		(37,315)
	94,000		(37,313)
NextEra Energy, Inc.:			
Strike Price \$52.94, Expires	20,000		(12.222)
2/04/11, Broker UBS AG	20,000		(12,332)
Options Written	Contracts		Value
Over-the-Counter Call Options Written (concluded)			
NextEra Energy, Inc. (concluded):			
Strike Price \$51.79, Expires			
2/11/11, Broker Goldman			
Sachs USA	40,000	\$	(72,175)
Northrop Grumman Corp.:	10,000	Ψ	(12,170)
Strike Price \$67.52, Expires			
3/14/11, Broker Goldman			
Sachs USA	62,000		(176 952)
	62,000		(176,853)
Strike Price \$67.68, Expires			
3/24/11, Broker Goldman	(2,000		(102.200)
Sachs USA	62,000		(182,280)
Pfizer, Inc.:			
Strike Price \$18.34, Expires			
3/14/11, Broker Credit Suisse			
International	405,000		(188,013)
Strike Price \$18.82, Expires			
3/31/11, Broker Citibank NA	193,500		(66,073)
Qwest Communications International, Inc.:			
Strike Price \$7.68, Expires			
2/03/11, Broker Brown			
Brothers	273,500		(1,335)
Strike Price \$7.47, Expires			, , ,
3/07/11, Broker UBS AG	552,500		(9,171)
Strike Price \$7.20, Expires			(,,,,,,)
3/16/11, Broker Credit Suisse			
International	425,000		(57,588)
	423,000		(37,300)
Strike Price \$7.20, Expires			
3/25/11, Broker Credit Suisse	125 000		(64.055)
International	425,000		(64,855)
Unilever NV, Strike Price \$30.48,			
Expires 2/24/11, Broker Morgan			
Stanley Capital Services, Inc.	205,000		(68,058)
		_	
			(3,088,367)
Total Options Written			
(Premiums Received \$8,147,562) (1.5)%			(9,938,941)
Total Investments, Net of Options Written			(4( 270 222
(Cost \$660,131,401) 98.5%			646,378,920
Other Assets Less Liabilities 1.5%			9,595,903
Net Assets 100.0%		\$	655,974,823

\* The cost and unrealized appreciation (depreciation) of investments as of January 31, 2011, as computed for federal income tax purposes were as follows:

Aggregate cost	\$	705,878,811
	_	
Gross unrealized appreciation	\$	10,942,495
Gross unrealized depreciation		(60,503,445)
Net unrealized depreciation	\$	(49,560,950)

- (a) Security, or portion thereof, pledged/held as collateral for outstanding options written.
- (b) Non-income producing security.

BLACKROCK ENHANCED CAPITAL AND INCOME FUND, INC.

JANUARY 31, 2011

### Schedule of Investments (concluded)

#### BlackRock Enhanced Capital and Income Fund, Inc. (CII)

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

Affiliate	Shares Held at October 31, 2010	Net Activity	Shares Held at January 31, 2011	Income
BlackRock Liquidity Funds, TempFund, Institutional Class	11,668,594	6,825,629	18,494,223	\$ 10,832

#### (d) Represents the current yield as of report date.

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

Fair Value Measurements - Various inputs are used in determining the fair value of investments and derivatives, which are as follows:

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

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

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

The inputs or methodologies used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. For information about the Fund s policy regarding valuation of investments and other significant accounting policies, please refer to the Fund s most recent financial statements as contained in its annual report.

The following tables summarize the inputs used as of January 31, 2011 in determining the fair valuation of the Fund s investments and derivatives:

Valuation Inputs	Level 1	Level 2	Level 3	Total
Assets: Investments in Securities:				
Long-Term Investments <sup>1</sup> Short-Term Securities	\$ 637,823,638 18,494,223			\$ 637,823,638 18,494,223
Total	\$ 656,317,861			\$ 656,317,861

See the above Schedule of Investments for values in each industry.

Derivative Financial Instruments <sup>2</sup>						
Valuation Inputs		Level 1	Level 2	Level 3		Total
Liabilities: Equity contracts	\$	(5,433,240)	\$ (4,505,701)		\$	(9,938,941)

<sup>2</sup> Derivative financial instruments are options, which are shown at value.

4 BLACKROCK ENHANCED CAPITAL AND INCOME FUND, INC. JANU

JANUARY 31, 2011

#### 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 Enhanced Capital and Income Fund, Inc.

By: /s/ John M. Perlowski
 John M. Perlowski
 Chief Executive Officer (principal executive officer) of
 BlackRock Enhanced Capital and Income Fund, Inc.

Date: March 25, 2011

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

By: /s/ John M. Perlowski
John M. Perlowski
Chief Executive Officer (principal executive officer) of
BlackRock Enhanced Capital and Income Fund, Inc.

Date: March 25, 2011

By: /s/ Neal J. Andrews
Neal J. Andrews
Chief Financial Officer (principal financial officer) of
BlackRock Enhanced Capital and Income Fund, Inc.

Date: March 25, 2011