BLACKROCK CREDIT ALLOCATION INCOME TRUST II
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FORM N-CSR

CERTIFIED SHAREHOLDER REPORT OF REGISTERED MANAGEMENT INVESTMENT COMPANIES

Investment Company Act file number 811-21286

Name of Fund: BlackRock Credit Allocation Income Trust II, Inc. (PSY)

Fund Address: 100 Bellevue Parkway, Wilmington, DE 19809

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Date of fiscal year end: 10/31/2011

Date of reporting period: 04/30/2011

Item 1 Report to Stockholders

April 30, 2011

Semi-Annual Report (Unaudited)

} BlackRock Credit Allocation Income Trust I, Inc. (PSW)

} BlackRock Credit Allocation Income Trust II, Inc. (PSY)

} BlackRock Credit Allocation Income Trust III (BPP)

} BlackRock Credit Allocation Income Trust IV (BTZ)

} BlackRock Floating Rate Income Trust (BGT)

Not FDIC Insured   No Bank Guarantee   May Lose Value

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Dear Shareholder

Time and again, we have seen how various global events and developing trends can have significant influence on financial markets. I hope you find that the following review of recent market conditions provides additional perspective on the performance of your investments as you read this shareholder report.

Over the past 12 months, we have seen a sluggish, stimulus-driven economic recovery at long last gain real traction, accelerate, and transition into a consumption-driven expansion. For the most part, 2010 was plagued with widely fluctuating economic data, but as the year drew to a close, it became clear that cyclical stimulus had beaten out structural problems as economic data releases generally became more positive and financial markets showed signs of continuing improvement. Although the sovereign debt crisis in Europe and high inflation in developing markets that troubled the global economy in 2010 remain challenges today, overall investor confidence has improved considerably. During the first four months of 2011, that confidence was shaken by political turmoil in the Middle East/North Africa region, soaring prices of oil and other commodities, tremendous natural disasters in Japan and a change in the ratings outlook for US debt. However, strong corporate earnings prevailed and financial markets resumed their course while the global economy continued to garner strength.

Equity markets experienced uneven growth and high volatility in 2010, but ended the year with gains. Following a strong start to 2011, the series of confidence-shaking events brought spurts of heightened volatility to markets worldwide, but was not enough to derail the bull market. Overall, global equities posted strong returns over the past 12 months. Emerging market equities, which had outperformed developed markets earlier in the period, fell prey to heightened inflationary pressures and underperformed developed markets later in the period. In the United States, strong corporate earnings and positive signals from the labor market were sources of encouragement for equity investors, although the housing market did not budge from its slump. Early in 2011, the US Federal Reserve announced that it would continue its Treasury purchase program (“QE2”) through to completion and keep interest rates low for an extended period. This compelled investors to continue buying riskier assets, furthering the trend of small cap stocks outperforming large caps.

While fixed income markets saw yields trend lower (pushing bond prices higher) through most of 2010, the abrupt reversal in investor sentiment and risk tolerance in the fourth quarter drove yields sharply upward. Global credit markets were surprisingly resilient in the face of recent headwinds and yields regained relative stability as the period came to a close. Yield curves globally remained steep by historical standards and higher-risk sectors continued to outperform higher-quality assets. The tax-exempt municipal market enjoyed a powerful rally during the period of low yields in 2010, but when that trend reversed, the market was dealt an additional blow as it became evident that the Build America Bond program would not be extended. Meanwhile, municipal finance troubles raised credit concerns among investors and tax-exempt mutual funds experienced heavy outflows, resulting in wider spreads and falling prices. The new year brought relief from these headwinds and a steady rebound in the tax-exempt municipal market.

Cash investments, as represented by the 3-month Treasury bill, returned only a fraction over 0% for the 12-month period as short-term interest rates remained low. Yields on money market securities remain near all-time lows.

Risk Assets Rallied on Growing Investor Confidence: Total Returns as of April 30, 2011	**6-month**	**12-month**
US large cap equities (S&P 500® Index)	16.36%	17.22%
US small cap equities (Russell 2000® Index)	23.73	22.20
International equities (MSCI Europe, Australasia, Far East Index)	12.71	19.18
Emerging market equities (MSCI Emerging Markets Index)	9.74	20.67
3-month Treasury bill (BofA Merrill Lynch 3-Month Treasury Bill Index)	0.09	0.17
US Treasury securities (BofA Merrill Lynch 10-Year US Treasury Index)	(3.85)	6.37
US investment grade bonds (Barclays Capital US Aggregate Bond Index)	0.02	5.36
Tax-exempt municipal bonds (Barclays Capital Municipal Bond Index)	(1.68)	2.20
US high yield bonds (Barclays Capital US Corporate High Yield 2% Issuer Capped Index)	6.18	13.32

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

While no one can peer into a crystal ball and eliminate the uncertainties presented by the economic landscape and financial markets, BlackRock can offer investors the next best thing: partnership with the world's largest asset management firm that delivers consistent long-term investment results with fewer surprises. For additional market perspective and investment insight, visit www.blackrock.com/shareholdermagazine, where you'll find the most recent issue of our award-winning Shareholder® magazine, as well as its quarterly companion newsletter, Shareholder Perspectives. As always, we thank you for entrusting BlackRock with your investments, and we look forward to your continued partnership in the months and years ahead.

Fund Summary as of April 30, 2011 **BlackRock Credit Allocation Income Trust I, Inc.**

Fund Overview

BlackRock Credit Allocation Income Trust I, Inc.'s (PSW) (the "Fund") primary investment objective is to provide holders of common shares ("Common Shareholders") with high current income. The secondary investment objective of the Fund is to provide Common Shareholders with capital appreciation.

The Fund seeks to achieve its investment objectives by investing, under normal market conditions, at least 80% of its assets in credit-related securities, including, but not limited to, investment grade corporate bonds, high yield bonds (commonly referred to as "junk" bonds), bank loans, preferred securities or convertible bonds or derivatives with economic characteristics similar to these credit-related securities. The Fund may invest directly in such securities or syntheticallythrough the use of derivatives.

No assurance can be given that the Fund's investment objective will be achieved.

Portfolio Management Commentary

How did the Fund perform?

- For the six months ended April 30, 2011, the Fund returned (0.82)% based on market price and 3.73% based on net asset value ("NAV"). For the same period, the closed-end Lipper Corporate Debt Funds (BBB-Rated) category posted an average return of (0.45)% based on market price and 2.46% based on NAV. All returns reflect reinvestment of dividends. The Fund's discount to NAV, which widened during the period, accounts for the difference between performance based on price and performance based on NAV. The following discussion relates to performance based on NAV.

What factors influenced performance?

- The primary driver of the Fund's positive performance was its allocation to high yield corporate credit, as the sector broadly rallied during the period on improving fundamentals and continued signs of economic recovery in the United States. Also contributing positively was the Fund's allocation and security selection within investment grade corporate credit. In particular, an allocation to capital securities, including trust preferreds and hybrid securities, had a positive impact due to a technical rally in that space sparked by the favorable outcome of financial regulatory reform. Within the industrials sector, the Fund's preference for media cable and media non-cable as well as wireless names boosted returns as these industries performed well during the period. The Fund also benefited from reducing its portfolio duration (sensitivity to interest rates) in the first half of the period, as interest rates rose following the announcement from the US Federal Reserve that it would implement a second round of quantitative easing.

- Conversely, the Fund's shorter duration bias hurt performance in the later half of the period when interest rates turned lower on rising oil prices and the disastrous earthquake in Japan. In addition, as the yield curve steepened near the end of 2010 and into early 2011, the Fund's yield curve-flattening bias (fewer holdings of short-dated bonds in favor of longer-dated bonds) detracted from performance. Lastly, the Fund's financials and utilities holdings had a negative impact as both sectors underperformed for the six-month period.

Describe recent portfolio activity.

- During the six-month period, the Fund increased exposure to high yield corporate credit in order to position itself to benefit from the positive effects of an accommodative monetary policy fueling an economic recovery and improving corporate fundamentals.

Describe Fund positioning at period end.

- The Fund maintained diversified exposure across investment grade and high yield corporate credits with a quality bias toward lower-quality investment grade issues. The Fund ended the period with a smaller allocation to financials in favor of the industrials and utilities sectors, and a relatively short duration bias.

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

BlackRock Credit Allocation Income Trust I, Inc.

Fund Information	
Symbol on New York Stock Exchange ("NYSE")	PSW
Initial Offering Date	August 1, 2003
Yield on Closing Market Price as of April 30, 2011 ($9.28)[1]	6.40%
Current Monthly Distribution per Common Share[2]	$0.0495
Current Annualized Distribution per Common Share[2]	$0.5940
Leverage as of April 30, 2011[3]	25%

[1] Yield on closing market price is calculated by dividing the current annualized distribution per share by the closing market price. Past performance does not guarantee future results.

[2] The distribution rate is not constant and is subject to change.

[3] Represents reverse repurchase agreements as a percentage of total managed assets, which is the total assets of the Fund (including any assets attributable to any borrowings)
minus the sum of liabilities (other than borrowings representing financial leverage). For a discussion of leveraging techniques utilized by the Fund, please see The Benefits and Risks
of Leveraging on page 14.

The table below summarizes the changes in the Fund's market price and NAV per share:

	4/30/11	10/31/10	Change	High	Low
Market Price	$ 9.28	$ 9.67	(4.03)%	$ 9.89	$ 8.52
Net Asset Value	$10.79	$10.75	0.37%	$10.85	$10.24

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

Portfolio Composition	4/30/11	10/31/10
Corporate Bonds	77%	69%
Preferred Securities	20	16
U.S. Treasury Obligations	1	14
Asset Backed Securities	1	—
Taxable Municipal Bonds	1	1

Credit Quality Allocations[4]	4/30/11	10/31/10
AAA[5]	1%	14%
AA/Aa	12	10
A	22	23

BBB/Baa	40	38
BB/Ba	14	12
B	7	1
CCC/Caa	2	—
Not Rated	2	2

[4] Using the higher of Standard & Poor's ("S&P's") or Moody's Investors Service ("Moody's") ratings.

[5] Includes US Treasury obligations that are deemed AAA by the investment advisor.

Fund Summary as of April 30, 2011 **BlackRock Credit Allocation Income Trust II, Inc.**

Fund Overview

BlackRock Credit Allocation Income Trust II, Inc.'s (PSY) (the "Fund") primary investment objective is to provide common shareholders with current income. The secondary investment objective of the Fund is to provide Common Shareholders with capital appreciation. The Fund seeks to achieve its investment objectives by investing, under normal market conditions, at least 80% of its assets in credit-related securities, including, but not limited to, investment grade corporate bonds, high yield bonds (commonly referred to as "junk" bonds), bank loans, preferred securities or convertible bonds or derivatives with economic characteristics similar to these credit-related securities. The Fund may invest directly in such securities or synthetically through the use of derivatives.

No assurance can be given that the Fund's investment objective will be achieved.

Portfolio Management Commentary

How did the Fund perform?

- For the six months ended April 30, 2011, the Fund returned 0.29% based on market price and 3.73% based on NAV. For the same period, the closed-end Lipper Corporate Debt Funds (BBB-Rated) category posted an average return of (0.45)% based on market price and 2.46% based on NAV. All returns reflect reinvestment of dividends. The Fund's discount to NAV, which widened during the period, accounts for the difference between performance based on price and performance based on NAV. The following discussion relates to performance based on NAV.

What factors influenced performance?

- The primary driver of the Fund's positive performance was its allocation to high yield corporate credit, as the sector broadly rallied during the period on improving fundamentals and continued signs of economic recovery in the United States. Also contributing positively was the Fund's allocation and security selection within investment grade corporate credit. In particular, an allocation to capital securities, including trust preferreds and hybrid securities, had a positive impact due to a technical rally in that space sparked by the favorable outcome of financial regulatory reform. Within the industrials sector, the Fund's preference for media cable and media non-cable as well as wireless names boosted returns as these industries performed well during the period. The Fund also benefited from reducing its portfolio duration (sensitivity to interest rates) in the first half of the period, as interest rates rose following the announcement from the US Federal Reserve that it would implement a second round of quantitative easing.

- Conversely, the Fund's shorter duration bias hurt performance in the later half of the period when interest rates turned lower on rising oil prices and the disastrous earthquake in Japan. In addition, as the yield curve steepened near the end of 2010 and into early 2011, the Fund's yield curve-flattening bias (fewer holdings of short-dated bonds in favor of longer-dated bonds) detracted from performance. Lastly, the Fund's financials and utilities holdings had a negative impact as both sectors underperformed for the six-month period.

Describe recent portfolio activity.

- During the six-month period, the Fund increased exposure to high yield corporate credit in order to position itself to benefit from the positive effects of an accommodative monetary policy fueling an economic recovery and improving corporate fundamentals.

Describe Fund positioning at period end.

- The Fund maintained diversified exposure across investment grade and high yield corporate credits with a quality bias toward lower-quality investment grade issues. The Fund ended the period with a smaller allocation to financials in favor of the industrials and utilities sectors, and a relatively short duration bias.

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BlackRock Credit Allocation Income Trust II, Inc.

Fund Information	
Symbol on NYSE	PSY
Initial Offering Date	March 28, 2003
Yield on Closing Market Price as of April 30, 2011 ($10.08)[1]	6.37%
Current Monthly Distribution per Common Share[2]	$0.0535
Current Annualized Distribution per Common Share[2]	$0.6420
Leverage as of April 30, 2011[3]	25%

1 Yield on closing market price is calculated by dividing the current annualized distribution per share by the closing market price. Past performance does not guarantee future results.

2 The distribution rate is not constant and is subject to change.

3 Represents reverse repurchase agreements as a percentage of total managed assets, which is the total assets of the Fund (including any assets attributable to any borrowings)
minus the sum of liabilities (other than borrowings representing financial leverage). For a discussion of leveraging techniques utilized by the Fund, please see The Benefits and Risks
of Leveraging on page 14.

The table below summarizes the changes in the Fund's market price and NAV per share:

	4/30/11	10/31/10	Change	High	Low
Market Price	$10.08	$10.39	(2.98)%	$10.60	$ 9.23
Net Asset Value	$11.63	$11.59	0.35%	$11.70	$11.01

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

Portfolio Composition	4/30/11	10/31/10
Corporate Bonds	76%	64%
Preferred Securities	21	19
U.S. Treasury Obligations	1	16
Taxable Municipal Bonds	1	1
Asset Backed Securities	1	—

Credit Quality Allocations[4]	4/30/11	10/31/10
AAA[5]	1%	16%
AA/Aa	9	7
A	23	21

BBB/Baa	41	42
BB/Ba	16	12
B	7	1
CCC/Caa	2	—
Not Rated	1	1

[4] Using the higher of S&P's or Moody's ratings.

[5] Includes US Treasury obligations that are deemed AAA by the investment advisor.

Fund Summary as of April 30, 2011 BlackRock Credit Allocation Income Trust III

Fund Overview

BlackRock Credit Allocation Income Trust III's (BPP) (the "Fund") investment objective is to provide high current income consistent with capital preservation. The Fund seeks to achieve its investment objective by investing, under normal market conditions, at least 80% of its assets in credit-related securities, including, but not limited to, investment grade corporate bonds, high yield bonds (commonly referred to as "junk" bonds), bank loans, preferred securities or convertible bonds or derivatives with economic characteristics similar to these credit-related securities. The Fund may invest directly in such securities or synthetically through the use of derivatives.

No assurance can be given that the Fund's investment objective will be achieved.

Portfolio Management Commentary

How did the Fund perform?

- For the six months ended April 30, 2011, the Fund returned (1.30)% based on market price and 3.95% based on NAV. For the same period, the closed-end Lipper Corporate Debt Funds (BBB-Rated) category posted an average return of (0.45)% based on market price and 2.46% based on NAV. All returns reflect reinvestment of dividends. The Fund's discount to NAV, which widened during the period, accounts for the difference between performance based on price and performance based on NAV. The following discussion relates to performance based on NAV.

What factors influenced performance?

- The primary driver of the Fund's positive performance was its allocation to high yield corporate credit, as the sector broadly rallied during the period on improving fundamentals and continued signs of economic recovery in the United States. Also contributing positively was the Fund's allocation and security selection within investment grade corporate credit. In particular, an allocation to capital securities, including trust preferreds and hybrid securities, had a positive impact due to a technical rally in that space sparked by the favorable outcome of financial regulatory reform. Within the industrials sector, the Fund's preference for media cable and media non-cable as well as wireless names boosted returns as these industries performed well during the period. The Fund also benefited from reducing its portfolio duration (sensitivity to interest rates) in the first half of the period, as interest rates rose following the announcement from the US Federal Reserve that it would implement a second round of quantitative easing.

- Conversely, the Fund's shorter duration bias hurt performance in the later half of the period when interest rates turned lower on rising oil prices and the disastrous earthquake in Japan. In addition, as the yield curve steepened near the end of 2010 and into early 2011, the Fund's yield curve-flattening bias (fewer holdings of short-dated bonds in favor of longer-dated bonds) detracted from performance. Lastly, the Fund's financials and utilities holdings had a negative impact as both sectors underperformed for the six-month period.

Describe recent portfolio activity.

- During the six-month period, the Fund increased exposure to high yield corporate credit in order to position itself to benefit from the positive effects of an accommodative monetary policy fueling an economic recovery and improving corporate fundamentals.

Describe Fund positioning at period end.

- The Fund maintained diversified exposure across investment grade and high yield corporate credits with a quality bias toward lower-quality investment grade issues. The Fund ended the period with a smaller allocation to financials in favor of the industrials and utilities sectors, and a relatively short duration bias.

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BlackRock Credit Allocation Income Trust III

Fund Information	
Symbol on NYSE	BPP
Initial Offering Date	February 28, 2003
Yield on Closing Market Price as of April 30, 2011 ($10.74)[1]	6.03%
Current Monthly Distribution per Common Share[2]	$0.054
Current Annualized Distribution per Common Share[2]	$0.648
Leverage as of April 30, 2011[3]	19%

[1] Yield on closing market price is calculated by dividing the current annualized distribution per share by the closing market price. Past performance does not guarantee future results.

[2] The distribution rate is not constant and is subject to change.

[3] Represents reverse repurchase agreements as a percentage of total managed assets, which is the total assets of the Fund (including any assets attributable to any borrowings)
minus the sum of liabilities (other than borrowings representing financial leverage). For a discussion of leveraging techniques utilized by the Fund, please see The Benefits and Risks
of Leveraging on page 14.

The table below summarizes the changes in the Fund's market price and NAV per share:

	4/30/11	10/31/10	Change	High	Low
Market Price	$10.74	$11.23	(4.36)%	$11.31	$10.01
Net Asset Value	$12.50	$12.41	0.73%	$12.50	$11.79

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

Portfolio Composition		
	4/30/11	10/31/10
Corporate Bonds	78%	72%
Preferred Securities	20	18
Taxable Municipal Bonds	1	1
U.S. Treasury Obligations	1	9

Credit Quality Allocations[4]		
	4/30/11	10/31/10
AAA[5]	1%	9%
AA/Aa	10	8
A	18	26
BBB/Baa	43	40

BB/Ba	16	14
B	9	1
CCC/Caa	2	1
Not Rated	1	1

[4] Using the higher of S&P's or Moody's ratings.

[5] Includes US Treasury obligations that are deemed AAA by the investment advisor.

Fund Summary as of April 30, 2011 BlackRock Credit Allocation Income Trust IV

Fund Overview

BlackRock Credit Allocation Income Trust IV's (BTZ) (the "Fund") investment objective is to provide current income, current gains and capital appreciation.
The Fund seeks to achieve its investment objective by investing, under normal market conditions, at least 80% of its assets in credit-related securities,
including, but not limited to, investment grade corporate bonds, high yield bonds (commonly referred to as "junk" bonds), bank loans, preferred securities
or convertible bonds or derivatives with economic characteristics similar to these credit-related securities. The Fund may invest directly in such securities
or synthetically through the use of derivatives.

No assurance can be given that the Fund's investment objective will be achieved.

Portfolio Management Commentary

How did the Fund perform?

- For the six months ended April 30, 2011, the Fund returned (1.74)% based on market price and 3.15% based on NAV. For the same period, the closed-end Lipper Corporate Debt Funds (BBB-Rated) category posted an average return of (0.45)% based on market price and 2.46% based on NAV. All returns reflect reinvestment of dividends. The Fund's discount to NAV, which widened during the period, accounts for the difference between performance based on price and performance based on NAV. The following discussion relates to performance based on NAV.

What factors influenced performance?

- The primary driver of the Fund's positive performance was its allocation to high yield corporate credit, as the sector broadly rallied during the period on improving fundamentals and continued signs of economic recovery in the United States. Also contributing positively was the Fund's allocation and security selection within investment grade corporate credit. In particular, an allocation to capital securities, including trust preferreds and hybrid securities, had a positive impact due to a technical rally in that space sparked by the favorable outcome of financial regulatory reform. Within the industrials sector, the Fund's preference for media cable and media non-cable as well as wireless names boosted returns as these industries performed well during the period. The Fund also benefited from reducing its portfolio duration (sensitivity to interest rates) in the first half of the period, as interest rates rose following the announcement from the US Federal Reserve that it would implement a second round of quantitative easing.

- Conversely, the Fund's shorter duration bias hurt performance in the later half of the period when interest rates turned lower on rising oil prices and the disastrous earthquake in Japan. In addition, as the yield curve steepened near the end of 2010 and into early 2011, the Fund's yield curve-flattening bias (fewer holdings of short-dated bonds in favor of longer-dated bonds) detracted from performance. Lastly, the Fund's financials and utilities holdings had a negative impact as both sectors underperformed for the six-month period.

Describe recent portfolio activity.

- During the six-month period, the Fund increased exposure to high yield corporate credit in order to position itself to benefit from the positive effects of an accommodative monetary policy fueling an economic recovery and improving corporate fundamentals.

Describe Fund positioning at period end.

- The Fund maintained diversified exposure across investment grade and high yield corporate credits with a quality bias toward lower-quality investment grade issues. The Fund ended the period with a smaller allocation to financials in favor of the industrials and utilities sectors, and a relatively short duration bias.

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BlackRock Credit Allocation Income Trust IV

Fund Information	
Symbol on NYSE	BTZ
Initial Offering Date	December 27, 2006
Yield on Closing Market Price as of April 30, 2011 ($12.36)[1]	6.70%
Current Monthly Distribution per Common Share[2]	$0.069
Current Annualized Distribution per Common Share[2]	$0.828
Leverage as of April 30, 2011[3]	21%

1 Yield on closing market price is calculated by dividing the current annualized distribution per share by the closing market price. Past performance does not guarantee future results.

2 The distribution rate is not constant and is subject to change.

3 Represents reverse repurchase agreements as a percentage of total managed assets, which is the total assets of the Fund (including any assets attributable to any borrowings)
minus the sum of liabilities (other than borrowings representing financial leverage). For a discussion of leveraging techniques utilized by the Fund, please see The Benefits and Risks
of Leveraging on page 14.

The table below summarizes the changes in the Fund's market price and NAV per share:

	4/30/11	10/31/10	Change	High	Low
Market Price	$12.36	$13.02	(5.07)%	$13.20	$11.66
Net Asset Value	$14.41	$14.46	(0.35)%	$14.56	$13.69

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

Portfolio Composition	4/30/11	10/31/10
Corporate Bonds	73%	64%
Preferred Securities	22	19
U.S. Treasury Obligations	2	15
Taxable Municipal Bonds	2	2
Asset Backed Securities	1	—

Credit Quality Allocations[4]	4/30/11	10/31/10
AA/Aa	7%	11%
A	26	22

BBB/Baa	40	44
BB/Ba	15	19
B	7	2
CCC/Caa	2	—
Not Rated	3	2

[4] Using the higher of S&P's or Moody's ratings.

Fund Summary as of April 30, 2011 BlackRock Floating Rate Income Trust

Fund Overview

BlackRock Floating Rate Income Trust's (BGT) (the "Fund") primary investment objective is to provide a high level of current income. The Fund's secondary investment objective is to seek the preservation of capital. The Fund seeks to achieve its investment objectives by investing primarily, under normal conditions, at least 80% of its assets in floating and variable rate instruments of US and non-US issuers, including a substantial portion of its assets in global floating and variable rate securities including senior secured floating rate loans made to corporate and other business entities. Under normal market conditions, the Fund expects that the average effective duration of its portfolio will be no more than 1.5 years. The Fund may invest directly in such securities or synthetically through the use of derivatives.

No assurance can be given that the Fund's investment objectives will be achieved.

Portfolio Management Commentary

How did the Fund perform?

- For the six months ended April 30, 2011, the Fund returned 12.37% based on market price and 6.49% based on NAV. For the same period, the closed-end Lipper Loan Participation Funds category posted an average return of 11.45% based on market price and 6.56% based on NAV. All returns reflect reinvestment of dividends. The Fund's premium to NAV, which widened during the period, accounts for the difference between performance based on price and performance based on NAV. The following discussion relates to performance based on NAV.

What factors influenced performance?

- The main driver of positive performance for the period was the Fund's allocation (approximately 10% of the portfolio) to high yield bonds, as the asset class outperformed Floating Rate Loan Interests (bank loans). In addition, the Fund maintained its level of leverage at or above the Lipper category average, which benefited the Fund's performance relative to its peer group competitors that do not employ leverage, as would be expected when markets are advancing.

- As a matter of investment style, the Fund holds a considerable allocation to foreign bonds (approximately 30% of the portfolio). Many of those non-US issuers have investment grade credit quality ratings, such as Gazprom (Russia), which underperformed the Fund's high yield bond holdings.

- The Fund uses foreign currency exchange contracts to manage currency risk in the portfolio. The net effect of the contracts during the period was negative.

Describe recent portfolio activity.

- During the six-month period, the Fund decreased its exposure to higher-quality high yield credits and increased exposure to high yield credits with mid-range quality ratings as the economy gradually expanded and a robust new-issue market provided greater access to attractive opportunities. Relative to its competitors, the Fund continues to maintain a bias towards higher-quality and more liquid borrowers, sectors and loan structures, particularly as loan prices generally are approaching par.

Describe Fund positioning at period end.

- At period end, the Fund held 85% of its total portfolio in bank loans and 15% in fixed-rate bonds, primarily high yield, with the remainder invested in a mix of convertible bonds, preferred securities, equities and cash. The Fund ended the period with leverage at approximately 31% of its total managed assets.

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BlackRock Floating Rate Income Trust

Fund Information	
Symbol on NYSE	BGT
Initial Offering Date	August 30, 2004
Yield on Closing Market Price as of April 30, 2011 ($15.65)[1]	5.94%
Current Monthly Distribution per Common Share[2]	$0.0775
Current Annualized Distribution per Common Share[2]	$0.9300
Leverage as of April 30, 2011[3]	31%

[1] Yield on closing market price is calculated by dividing the current annualized distribution per share by the closing market price. Past performance does not guarantee future results.

[2] The distribution rate is not constant and is subject to change.

[3] Represents the loan outstanding as a percentage of total managed assets, which is the total assets of the Fund (including any assets attributable to any borrowings) minus the sum of liabilities (other than borrowings representing financial leverage). For a discussion of leveraging techniques utilized by the Fund, please see The Benefits and Risks of Leveraging on page 14.

The table below summarizes the changes in the Fund's market price and NAV per share:

	4/30/11	10/31/10	Change	High	Low
Market Price	$15.65	$14.52	7.78%	$17.00	$14.04
Net Asset Value	$14.79	$14.48	2.14%	$14.80	$14.35

The following charts show the portfolio composition of the Fund's long-term investments and credit quality allocations of the Fund's long-term investments excluding common stocks and floating rate loan interests:

Portfolio Composition	4/30/11	10/31/10
Floating Rate Loan Interests	85%	79%
Corporate Bonds	11	16
Foreign Agency Obligations	2	4
Other Interests	1	1
Asset Backed Securities	1	—

Credit Quality Allocations[4]	4/30/11	10/31/10
AA/Aa	3%	—
A	9	4%

BBB/Baa	10	21
BB/Ba	21	23
B	37	29
CCC/Caa	—	1
Not Rated	20	22[5]

[4] Using the higher of S&P's or Moody's ratings.

[5] The investment advisor has deemed certain of these non-rated securities to be of investment grade quality. As of October 31, 2010, the market value of these securities was $606,918 representing 1% of the Fund's long-term investments.

The Benefits and Risks of Leveraging

The Funds may utilize leverage to seek to enhance the yield and NAV of their common shares (“Common Shares”). However, these objectives cannot be achieved in all interest rate environments.

The Funds may utilize leverage by borrowing through a credit facility or entering into reverse repurchase agreements. PSW, PSY, BPP, BTZ and BGT had auction market preferred shares (“Preferred Shares”) issuances outstanding during the six-month period ended April 30, 2011. In general, the concept of leveraging is based on the premise that the cost of assets to be obtained from leverage, which will be based on short-term interest rates, will normally be lower than the income earned by each Fund on its longer-term portfolio investments. To the extent that the total assets of each Fund (including the assets obtained from leverage) are invested in higher-yielding portfolio investments, each Fund’s Common Shareholders will benefit from the incremental net income.

The interest earned on securities purchased with the proceeds from leverage is paid to Common Shareholders in the form of dividends, and the value of these portfolio holdings is reflected in the per share NAV of each Fund’s Common Shares. However, in order to benefit Common Shareholders, the yield curve must be positively sloped; that is, short-term interest rates must be lower than long-term interest rates. If the yield curve becomes negatively sloped, meaning short-term interest rates exceed long-term interest rates, income to Common Shareholders will be lower than if the Funds had not used leverage.

To illustrate these concepts, assume a Fund’s capitalization is $100 million and it borrows an additional $30 million, creating a total value of $130 million available for investment in long-term securities. If prevailing short-term interest rates are 3% and long-term interest rates are 6%, the yield curve has a strongly positive slope. In this case, the Fund pays borrowing cost and interest expense on the $30 million of borrowings based on the lower short-term interest rates. At the same time, the securities purchased by the Fund with assets received from the borrowings earn income based on long-term interest rates. In this case, the borrowing cost and interest expense of the borrowings is significantly lower than the income earned on the Fund’s long-term investments, and therefore the Common Shareholders are the beneficiaries of the incremental net income.

If short-term interest rates rise, narrowing the differential between short-term and long-term interest rates, the incremental net income pickup on the Common Shares will be reduced or eliminated completely. Furthermore, if prevailing short-term interest rates rise above long-term interest rates of 6%, the yield curve has a negative slope. In this case, the Fund pays dividends on the higher short-term interest rates whereas the Fund’s total portfolio earns income based on lower long-term interest rates.

Furthermore, the value of a Fund's portfolio investments generally varies inversely with the direction of long-term interest rates, although other factors can influence the value of portfolio investments. In contrast, the redemption value of the Funds' borrowings does not fluctuate in relation to interest rates. As a result, changes in interest rates can influence each Fund's NAV positively or negatively in addition to the impact on Fund performance from leverage and borrowings discussed above.

The use of leverage may enhance opportunities for increased income to the Funds and Common Shareholders, but as described above, it also creates risks as short or long-term interest rates fluctuate. Leverage also will generally cause greater changes in the Funds' NAVs, market prices and dividend rates than comparable portfolios without leverage. If the income derived from securities purchased with assets received from leverage exceeds the cost of leverage, each Fund's net income will be greater than if leverage had not been used. Conversely, if the income from the securities purchased is not sufficient to cover the cost of leverage, each Fund's net income will be less than if leverage had not been used, and therefore the amount available for distribution to Common Shareholders will be reduced. Each Fund may be required to sell portfolio securities at inopportune times or at distressed values in order to comply with regulatory requirements applicable to the use of leverage or as required by the terms of leverage instruments which may cause a Fund to incur losses. The use of leverage may limit each Fund's ability to invest in certain types of securities or use certain types of hedging strategies. Each Fund will incur expenses in connection with the use of leverage, all of which are borne by Common Shareholders and may reduce income to the Common Shares.

Under the Investment Company Act of 1940, each Fund is permitted to borrow up to $33^1/_3$% of its total managed assets. Under normal circumstances, each Fund anticipates that the total economic leverage from reverse repurchase agreements and credit facility borrowings will not exceed $33^1/_3$% of its total managed assets at the time such leverage is incurred. As of April 30, 2011, the Funds had economic leverage from reverse repurchase agreements and/or credit facility borrowings as a percentage of their total managed assets as follows:

	Percent of Leverage
PSW	25%
PSY	25%
BPP	19%
BTZ	21%
BGT	31%

Derivative Financial Instruments

The Funds may invest in various derivative financial instruments, including financial futures contracts, swaps, options and foreign currency exchange contracts, as specified in Note 2 of the Notes to Financial Statements, which may constitute forms of economic leverage. Such instruments are used to obtain exposure to a market without owning or taking physical custody of securities or to hedge market, equity, credit, foreign currency exchange rate, interest rate and/or other risks. Such derivative financial instruments involve risks, including the imperfect correlation between the value of a derivative instrument and the underlying asset, possible default of the counterparty to the transaction or illiquidity of the derivative instrument. The Funds' ability to use a derivative instrument successfully depends on the investment advisor's ability to predict pertinent market movements accurately, which cannot be assured. The use of derivative financial instruments may result in losses greater than if they had not been used, may require a Fund to sell or purchase portfolio investments at inopportune times or for distressed values, may limit the amount of appreciation a Fund can realize on an investment, may result in lower dividends paid to shareholders or may cause a Fund to hold an investment that it might otherwise sell. The Funds' investments in these instruments are discussed in detail in the Notes to Financial Statements.

BlackRock Credit Allocation Income Trust I, Inc. (PSW)

Schedule of Investments April 30, 2011 (Unaudited)

(Percentages shown are based on Net Assets)

Asset-Backed Securities	Par (000)	Value
Atrium CDO Corp., Series 5A, Class A4,		
2.83%, 7/20/20 (a)(b)	$ 650	$ 542,750
SLM Student Loan Trust, Series 2004-B, Class A2,		
0.51%, 6/15/21 (b)	573	558,562
Total Asset-Backed Securities — 1.0%		1,101,312
Corporate Bonds		
Aerospace & Defense — 1.8%		
BE Aerospace, Inc., 8.50%, 7/01/18	560	624,400
Bombardier, Inc., 7.75%, 3/15/20 (a)	720	801,900
Huntington Ingalls Industries, Inc. (a):		
6.88%, 3/15/18	90	94,725
7.13%, 3/15/21	90	94,725
Kratos Defense & Security Solutions, Inc.,		
10.00%, 6/01/17 (a)	342	375,345
		1,991,095
Airlines — 0.9%		
American Airlines Pass-Through Trust, Series 2011-1,		
Class A, 5.25%, 7/31/22	325	315,250
Continental Airlines Pass-Through Certificates,		
Series 2009-2, Class B, 9.25%, 5/10/17	356	375,789
Delta Air Lines, Inc., Series 02G1, 6.72%, 7/02/24	294	297,722
		988,761
Auto Components — 0.7%		
Icahn Enterprises LP:		
7.75%, 1/15/16	200	206,000
8.00%, 1/15/18	500	516,250
		722,250
Beverages — 0.5%		
Constellation Brands, Inc., 7.25%, 5/15/17	460	501,400
Building Products — 0.5%		
Building Materials Corp. of America (a):		
7.00%, 2/15/20	85	88,613
6.75%, 5/01/21	270	273,712
Nortek, Inc., 10.00%, 12/01/18 (a)	220	235,400

		597,725
Capital Markets — 4.1%		
Ameriprise Financial, Inc., 5.30%, 3/15/20	750	810,774
The Goldman Sachs Group, Inc., 6.25%, 2/01/41 (c)	1,050	1,077,214
Macquarie Bank Ltd., 6.63%, 4/07/21 (a)(c)	525	543,407
Morgan Stanley, 5.75%, 1/25/21 (c)	1,025	1,066,167
UBS AG (c):		
2.25%, 1/28/14	375	379,631
5.88%, 7/15/16	650	714,591
		4,591,784
Chemicals — 0.4%		
CF Industries, Inc., 7.13%, 5/01/20	250	286,250
Omnova Solutions, Inc., 7.88%, 11/01/18 (a)	170	174,250
		460,500
Commercial Banks — 8.4%		
Amsouth Bank, 4.85%, 4/01/13	200	203,739
Associated Banc-Corp., 5.13%, 3/28/16	515	524,774
BNP Paribas, 3.60%, 2/23/16 (c)	1,020	1,037,168
Branch Banking & Trust Co. (b):		
1.00%, 9/13/16	250	241,091
1.00%, 5/23/17	150	140,613

Corporate Bonds	Par (000)	Value
Commercial Banks (concluded)		
CIT Group, Inc., 6.63%, 4/01/18 (a)	$ 378	$ 406,034
City National Corp., 5.25%, 9/15/20	550	560,534
Comerica, Inc., 3.00%, 9/16/15	550	553,027
Credit Agricole SA, 8.38%, 10/29/49 (a)(b)(c)(d)	350	382,375
Discover Bank, 8.70%, 11/18/19	300	368,905
Fifth Third Bamcorp, 3.63%, 1/25/16	650	659,479
HSBC Holdings Plc, 5.10%, 4/05/21 (c)	1,300	1,338,016
KeyCorp, 5.10%, 3/24/21	180	184,359
Lloyds TSB Bank Plc, 4.88%, 1/21/16	200	209,937
Regions Financial Corp.:		
4.88%, 4/26/13	600	610,877
5.75%, 6/15/15	460	473,800
SVB Financial Group, 5.38%, 9/15/20	550	546,967
Societe Generale, 5.20%, 4/15/21 (a)	700	706,093
SunTrust Banks, Inc., 3.60%, 4/15/16	200	202,578

		9,350,366
Commercial Services & Supplies — 3.8%		
Aviation Capital Group Corp. (a):		
7.13%, 10/15/20 (c)	2,200	2,280,823
6.75%, 4/06/21	550	554,306
Casella Waste Systems, Inc., 7.75%, 2/15/19 (a)	149	152,352
Clean Harbors, Inc., 7.63%, 8/15/16	306	327,420
Corrections Corp. of America, 7.75%, 6/01/17	775	848,625
Mobile Mini, Inc., 7.88%, 12/01/20 (a)	65	69,063
		4,232,589
Communications Equipment — 1.2%		
Avaya, Inc.:		
9.75%, 11/01/15	200	206,500
7.00%, 4/01/19 (a)	125	123,750
Brocade Communications Systems, Inc., 6.88%, 1/15/20	700	761,250
CC Holdings GS V LLC, 7.75%, 5/01/17 (a)	220	243,100
		1,334,600
Construction Materials — 0.2%		
Inversiones CMPC SA, 4.75%, 1/19/18 (a)	200	197,334
Consumer Finance — 5.6%		
American Express Credit Corp., 2.75%, 9/15/15 (c)	1,400	1,395,572
Capital One Bank USA NA, 8.80%, 7/15/19	775	992,535
Ford Motor Credit Co. LLC, 7.00%, 4/15/15	100	109,829
Inmarsat Finance Plc, 7.38%, 12/01/17 (a)	520	549,900
SLM Corp., 6.25%, 1/25/16	3,050	3,234,049
		6,281,885
Containers & Packaging — 1.5%		
Ball Corp.:		
7.13%, 9/01/16	400	436,000
6.75%, 9/15/20	505	531,512
Bemis Co., Inc., 6.80%, 8/01/19	200	230,622
Crown Americas LLC, 6.25%, 2/01/21 (a)	200	205,500
Owens-Brockway Glass Container, Inc., 6.75%, 12/01/14	135	137,869
Rock-Tenn Co., 9.25%, 3/15/16	75	81,750
		1,623,253
Diversified Financial Services — 6.0%		
Ally Financial, Inc.:		
4.50%, 2/11/14	225	227,250
8.30%, 2/12/15	390	438,750
8.00%, 11/01/31	470	529,925
Bank of America Corp., 3.63%, 3/17/16	1,175	1,180,968

Citigroup, Inc., 4.59%, 12/15/15	225	238,108
General Electric Capital Corp., 5.30%, 2/11/21 (c)	1,125	1,167,338
Moody's Corp., 6.06%, 9/07/17	2,500	2,575,147

Portfolio Abbreviations

To simplify the listings of portfolio holdings in the Schedules of Investments, the names of many of the securities have been abbreviated according to the following list:

CAD	Canadian Dollar	**GO**	General Obligation Bonds
CHF	Swiss Franc	**LIBOR**	London InterBank Offered Rate
EUR	Euro	**RB**	Revenue Bonds
FKA	Formerly Known As	**USD**	US Dollar
GBP	British Pound		

See Notes to Financial Statements.

BlackRock Credit Allocation Income Trust I, Inc. (PSW)

Schedule of Investments (continued)

(Percentages shown are based on Net Assets)

Corporate Bonds	Par (000)	Value
Diversified Financial Services (concluded)		
Reynolds Group Issuer, Inc. (a):		
6.88%, 2/15/21	$ 155	$ 159,844
8.25%, 2/15/21	190	193,088
		6,710,418
Diversified Telecommunication Services — 4.7%		
AT&T, Inc., 6.30%, 1/15/38	1,000	1,054,861
Level 3 Financing, Inc.:		
8.75%, 2/15/17	390	403,650
10.00%, 2/01/18	130	140,400
9.38%, 4/01/19 (a)	210	223,125
Qwest Corp., 8.38%, 5/01/16	390	463,125
Telecom Italia Capital SA, 6.18%, 6/18/14	225	245,394
Telefonica Emisiones SAU, 5.46%, 2/16/21	310	321,752
Verizon Communications, Inc.:		
1.95%, 3/28/14 (c)	875	882,521
7.35%, 4/01/39	925	1,107,538
Windstream Corp., 7.88%, 11/01/17	400	432,000
		5,274,366
Electric Utilities — 1.0%		
Progress Energy, Inc., 7.00%, 10/30/31	1,000	1,166,797
Electronic Equipment, Instruments & Components — 0.8%		
Jabil Circuit, Inc., 8.25%, 3/15/18	200	229,500
NXP BV, 3.05%, 10/15/13 (b)	700	696,500
		926,000
Energy Equipment & Services — 0.9%		
Ensco Plc, 4.70%, 3/15/21	460	464,427
Frac Tech Services LLC, 7.13%, 11/15/18 (a)	85	90,525
Key Energy Service, Inc., 6.75%, 3/01/21	175	179,812
MEG Energy Corp., 6.50%, 3/15/21 (a)	225	230,906
		965,670
Food & Staples Retailing — 2.5%		
CVS Caremark Corp., 6.30%, 6/01/62 (b)	800	792,000

Wal-Mart Stores, Inc., 6.20%, 4/15/38	1,825	2,017,103
		2,809,103
Food Products — 1.0%		
Blue Merger Sub, Inc., 7.63%, 2/15/19 (a)	100	102,375
Kraft Foods, Inc.:		
6.50%, 8/11/17	385	446,565
6.13%, 8/23/18	390	442,247
Smithfield Foods, Inc., 10.00%, 7/15/14	86	101,910
		1,093,097
Gas Utilities — 0.1%		
Targa Resources Partners LP, 6.88%, 2/01/21 (a)	115	114,425
Health Care Equipment & Supplies — 1.5%		
Boston Scientific Corp.:		
4.50%, 1/15/15	51	53,492
6.40%, 6/15/16	45	50,412
5.13%, 1/12/17	181	190,419
7.38%, 1/15/40	690	798,000
Fresenius US Finance II, Inc., 9.00%, 7/15/15 (a)	500	573,125
		1,665,448
Health Care Providers & Services — 2.7%		
Aetna, Inc., 6.75%, 12/15/37	800	910,806
Aviv Healthcare Properties LP, 7.75%, 2/15/19 (a)	105	110,775
HCA, Inc.:		
8.50%, 4/15/19	125	138,750
7.25%, 9/15/20	195	209,625
Tenet Healthcare Corp.:		
10.00%, 5/01/18	350	406,000
8.88%, 7/01/19	250	282,500
UnitedHealth Group, Inc., 6.88%, 2/15/38	800	919,714
		2,978,170
Household Durables — 0.3%		
Cemex Espana Luxembourg, 9.25%, 5/12/20 (a)	365	373,212

Corporate Bonds	Par (000)	Value
IT Services — 0.5%		
First Data Corp. (a):		
7.38%, 6/15/19	$ 170	$ 173,187
8.25%, 1/15/21	40	39,800
12.63%, 1/15/21	275	301,469

		514,456
Independent Power Producers & Energy Traders — 0.7%		
AES Corp., 9.75%, 4/15/16	235	272,012
Energy Future Intermediate Holding Co. LLC,		
10.00%, 12/01/20	345	370,903
NRG Energy, Inc., 8.25%, 9/01/20	115	121,038
		763,953
Insurance — 7.0%		
The Allstate Corp., 7.45%, 5/16/19	900	1,084,129
American International Group, Inc.,		
6.40%, 12/15/20 (c)(d)	410	448,547
Aon Corp., 5.00%, 9/30/20 (c)	1,600	1,642,432
Dai-ichi Life Insurance Co., Ltd.,		
7.25%, 12/31/49 (a)(b)(d)	138	138,609
Forethough Financial Group, 8.63%, 4/15/21 (a)	250	251,894
Genworth Financial, Inc., 7.63%, 9/24/21	225	231,090
Lincoln National Corp., 6.25%, 2/15/20 (c)	800	898,462
Manulife Financial Corp., 4.90%, 9/17/20 (c)	1,000	1,001,433
Northwestern Mutual Life Insurance,		
6.06%, 3/30/40 (a)(c)	900	967,536
Principal Financial Group, Inc., 8.88%, 5/15/19	225	288,098
Prudential Financial, Inc., 6.63%, 12/01/37 (c)	800	892,352
		7,844,582
Life Sciences Tools & Services — 1.9%		
Bio-Rad Laboratories, Inc., 8.00%, 9/15/16	865	962,312
Life Technologies Corp., 6.00%, 3/01/20	1,000	1,095,219
		2,057,531
Machinery — 1.1%		
Ingersoll-Rand Global Holding Co., Ltd.,		
9.50%, 4/15/14	800	963,298
Navistar International Corp., 8.25%, 11/01/21	230	256,450
		1,219,748
Media — 8.2%		
CSC Holdings LLC:		
8.50%, 6/15/15	400	436,500
8.63%, 2/15/19	275	316,938
Cengage Learning Acquisitions, Inc.,		
10.50%, 1/15/15 (a)	365	375,037
Comcast Corp., 6.30%, 11/15/17	800	919,931
Cox Communications, Inc., 8.38%, 3/01/39 (a)	800	1,056,769
DISH DBS Corp., 7.00%, 10/01/13	450	486,000

DirectTV Holdings LLC, 5.00%, 3/01/21	600	615,563
Gannett Co., Inc., 9.38%, 11/15/17	450	506,250
Intelsat Bermuda Ltd. (e):		
11.50%, 2/04/17 (a)	60	65,700
11.50%, 2/04/17	90	98,550
Kabel BW Erste Beteiligungs GmbH,		
7.50%, 3/15/19 (a)	230	235,750
News America, Inc., 6.15%, 3/01/37	950	970,810
Time Warner Cable, Inc., 6.75%, 6/15/39	925	1,005,415
Time Warner, Inc., 7.70%, 5/01/32	950	1,145,338
UPC Germany GmbH, 8.13%, 12/01/17 (a)	240	253,800
Virgin Media Secured Finance Plc, 6.50%, 1/15/18	600	657,000
		9,145,351
Metals & Mining — 2.0%		
Alcoa, Inc., 5.40%, 4/15/21	580	588,913
Freeport-McMoRan Corp., 7.13%, 11/01/27	700	744,669
JMC Steel Group, 8.25%, 3/15/18 (a)	75	78,563
Novelis, Inc., 8.75%, 12/15/20	240	268,200
Teck Resources Ltd., 10.75%, 5/15/19	400	511,520
United States Steel Corp., 7.38%, 4/01/20	40	42,200
		2,234,065

See Notes to Financial Statements.

BlackRock Credit Allocation Income Trust I, Inc. (PSW)

Schedule of Investments (continued)

(Percentages shown are based on Net Assets)

Corporate Bonds	Par (000)	Value
Multi-Utilities — 1.5%		
CenterPoint Energy, Inc.:		
5.95%, 2/01/17	$ 750	$ 825,322
6.50%, 5/01/18	775	877,166
		1,702,488
Multiline Retail — 1.3%		
Dollar General Corp., 10.63%, 7/15/15	750	802,500
JC Penney Co., Inc., 5.65%, 6/01/20	700	698,250
		1,500,750
Oil, Gas & Consumable Fuels — 7.6%		
Anadarko Petroleum Corp.:		
5.95%, 9/15/16	289	322,810
6.38%, 9/15/17	10	11,295
BP Capital Markets Plc (c):		
3.88%, 3/10/15	350	367,096
3.20%, 3/11/16	425	428,451
Buckeye Partners LP, 4.88%, 2/01/21	225	228,908
Chesapeake Energy Corp., 6.13%, 2/15/21	770	795,025
Consol Energy, Inc., 6.38%, 3/01/21 (a)	195	195,975
Copano Energy LLC, 7.13%, 4/01/21	130	133,250
Denbury Resources, Inc., 6.38%, 8/15/21	135	139,050
Enbridge Energy Partners LP, 9.88%, 3/01/19	475	627,478
Energy XXI Gulf Coast, Inc., 7.75%, 6/15/19 (a)	240	245,400
Enterprise Products Operating LLC, 6.65%, 4/15/18	1,000	1,160,801
Forest Oil Corp., 7.25%, 6/15/19	105	109,200
Kinder Morgan Energy Partners LP, 6.85%, 2/15/20	1,000	1,164,871
Linn Energy LLC, 7.75%, 2/01/21 (a)	245	262,456
Marathon Petroleum Corp., 3.50%, 3/01/16 (a)	325	329,307
ONEOK Partners LP, 8.63%, 3/01/19	800	1,018,774
Oasis Petroleum, Inc., 7.25%, 2/01/19 (a)	90	90,900
Petrobras International Finance Co., 3.88%, 1/27/16	350	354,822
Range Resources Corp., 6.75%, 8/01/20	200	214,000
SM Energy Co., 6.63%, 2/15/19 (a)	115	118,738
SandRidge Energy, Inc., 7.50%, 3/15/21 (a)	170	178,925

		8,497,532
Paper & Forest Products — 2.5%		
Georgia-Pacific LLC, 8.25%, 5/01/16 (a)	785	890,975
International Paper Co.:		
7.50%, 8/15/21	775	925,046
7.30%, 11/15/39	800	913,506
		2,729,527
Pharmaceuticals — 7.6%		
Bristol-Myers Squibb Co., 5.88%, 11/15/36	892	981,919
GlaxoSmithKline Capital, Inc., 6.38%, 5/15/38 (c)	1,690	1,933,384
Merck & Co., Inc. (c):		
6.50%, 12/01/33	475	565,756
6.55%, 9/15/37	1,504	1,788,824
Pfizer, Inc., 7.20%, 3/15/39	2,500	3,157,112
		8,426,995
Real Estate Investment Trusts (REITs) — 1.9%		
AvalonBay Communities, Inc., 6.10%, 3/15/20	800	903,629
ERP Operating LP, 5.75%, 6/15/17	800	896,113
HCP, Inc., 5.38%, 2/01/21	250	259,864
		2,059,606
Real Estate Management & Development — 0.1%		
Realogy Corp., 7.88%, 2/15/19 (a)	160	161,600
Road & Rail — 1.6%		
Asciano Finance Ltd., 5.00%, 4/07/18 (a)	200	203,493
Avis Budget Car Rental LLC, 8.25%, 1/15/19	155	164,687
Florida East Coast Railway Corp., 8.13%, 2/01/17 (a)	40	42,400
The Hertz Corp., 6.75%, 4/15/19 (a)	207	211,140
Norfolk Southern Corp., 6.00%, 3/15/2105	1,200	1,180,291
		1,802,011

Corporate Bonds	Par (000)	Value
Semiconductors & Semiconductor Equipment — 0.6%		
Advanced Micro Devices, Inc., 7.75%, 8/01/20	$ 190	$ 198,075
KLA-Tencor Corp., 6.90%, 5/01/18	461	521,613
		719,688
Specialty Retail — 1.1%		
AutoNation, Inc., 6.75%, 4/15/18	445	466,137
Best Buy Co., Inc., 5.50%, 3/15/21	350	352,088
Claire's Escrow Corp., 8.88%, 3/15/19 (a)	125	121,563

Limited Brands, Inc., 7.00%, 5/01/20	230	243,800
		1,183,588
Tobacco — 1.4%		
Altria Group, Inc., 10.20%, 2/06/39	1,050	1,537,096
Wireless Telecommunication Services — 2.5%		
American Tower Corp., 4.50%, 1/15/18	450	444,673
Cricket Communications, Inc., 7.75%, 5/15/16	155	165,463
Crown Castle Towers LLC (a):		
5.50%, 1/15/17	275	293,290
6.11%, 1/15/40	300	324,682
Digicel Group Ltd., 8.25%, 9/01/17 (a)	125	132,500
Intelsat Jackson Holdings SA (a):		
7.25%, 4/01/19	50	50,844
7.25%, 4/01/21	140	142,100
Nextel Communications, Inc., Series E,		
6.88%, 10/31/13	195	196,950
SBA Tower Trust, 5.10%, 4/15/42 (a)	1,000	1,025,000
		2,775,502
Total Corporate Bonds — 102.2%		113,826,317
Preferred Securities		
Capital Trusts		
Capital Markets — 4.7%		
Ameriprise Financial, Inc., 7.52%, 6/01/66 (b)	500	535,625
State Street Capital Trust III, 8.25% (b)(d)	725	725,819
State Street Capital Trust IV, 1.31%, 6/01/67 (b)	4,740	3,968,959
		5,230,403
Commercial Banks — 4.1%		
ABN AMRO North America Holding Preferred Capital		
Repackaging Trust I, 6.52% (a)(b)(d)	800	760,000
BNP Paribas, 7.20% (a)(b)(c)(d)	300	297,000
Barclays Bank Plc (a)(b)(d):		
5.93%, 9/29/49 (c)	425	405,875
7.43%, 12/15/49	150	155,700
Credit Agricole SA, 6.64% (a)(b)(c)(d)	350	322,805
Dresdner Funding Trust I, 8.15%, 6/30/31 (a)	530	519,400
M&T Capital Trust II, 8.28%, 6/01/27	910	929,258
National City Preferred Capital Trust I, 12.00% (b)(d)	300	336,261
USB Capital XIII Trust, 6.63%, 12/15/39	825	880,877
		4,607,176
Diversified Financial Services — 2.7%		
ING Capital Funding Trust III, 8.44% (b)(d)	400	386,006

JPMorgan Chase Capital XXIII, 1.31%, 5/15/77 (b)	3,085	2,593,692
		2,979,698
Electric Utilities — 0.5%		
PPL Capital Funding, 6.70%, 3/30/67 (b)	500	496,875
Insurance — 7.6%		
AXA SA, 6.38% (a)(b)(d)	1,000	921,250
Ace Capital Trust II, 9.70%, 4/01/30	500	652,505
The Allstate Corp., 6.50%, 5/15/67 (b)	500	516,250
Chubb Corp., 6.38%, 3/29/67 (b)(c)	500	535,000
Farmers Exchange Capital, 7.05%, 7/15/28 (a)	500	503,883
Great-West Life & Annuity Insurance Co., 7.15%, 5/16/46 (a)(b)(c)	500	515,000

See Notes to Financial Statements.

BlackRock Credit Allocation Income Trust I, Inc. (PSW)

Schedule of Investments (continued)

(Percentages shown are based on Net Assets)

Capital Trusts	Par (000)	Value
Insurance (concluded)		
Liberty Mutual Group, Inc., 10.75%, 6/15/88 (a)(b)	$ 500	$ 680,000
Lincoln National Corp., 7.00%, 5/17/66 (b)	500	516,900
MetLife, Inc., 6.40%, 12/15/66	500	500,018
Reinsurance Group of America, 6.75%, 12/15/65 (b)	700	689,757
Swiss Re Capital I LP, 6.85% (a)(b)(d)	450	447,195
ZFS Finance (USA) (a)(b):		
Trust II, 6.45%, 12/15/65	1,800	1,885,500
Trust IV, 5.88%, 5/09/32	146	145,553
		8,508,811
Multi-Utilities — 0.9%		
Dominion Resources Capital Trust I, 7.83%, 12/01/27	500	514,550
Dominion Resources, Inc., 7.50%, 6/30/66 (b)	500	530,000
		1,044,550
Oil, Gas & Consumable Fuels — 1.3%		
Enterprise Products Operating LLC, 8.38%, 8/01/66 (b)	825	896,156
TransCanada PipeLines Ltd., 6.35%, 5/15/67 (b)	500	509,289
		1,405,445
Total Capital Trusts — 21.8%		24,272,958
Preferred Stocks	**Shares**	
Auto Components — 0.1%		
Dana Holding Corp., 4.00% (a)	1,000	156,125
Commercial Banks — 0.9%		
SG Preferred Capital II, 6.30%	1,000	968,750
Thrifts & Mortgage Finance — 0.0%		
Fannie Mae, 8.25% (f)	3,000	6,120
Freddie Mac, Series Z, 8.38% (f)	3,000	6,060
		12,180
Wireless Telecommunication Services — 2.8%		
Centaur Funding Corp., 9.08%	2,720	3,054,900
Total Preferred Stocks — 3.8%		4,191,955
Trust Preferreds		
Diversified Financial Services — 0.5%		
GMAC Capital Trust I, Series 2, 8.13%, 2/15/40 (b)	566	587,994

Total Trust Preferreds — 0.5%		587,994
Total Preferred Securities — 26.1%		29,052,907
Taxable Municipal Bonds	**Par (000)**	
Metropolitan Transportation Authority, RB, Build America Bonds, 6.55%, 11/15/31	$ 800	838,744
State of California, GO, Build America Bonds, 7.35%, 11/01/39	205	227,478
Total Taxable Municipal Bonds — 1.0%		1,066,222
U.S. Treasury Obligations		
U.S. Treasury Notes:		
3.63%, 2/15/21	528	542,356
4.75%, 2/15/41	600	633,937
Total U.S. Treasury Obligations — 1.0%		1,176,293
Total Long-Term Investments (Cost — $140,161,026) — 131.3%		146,223,051

Short-Term Securities	**Shares**	**Value**
BlackRock Liquidity Funds, TempFund, Institutional Class, 0.10% (g)(h)	183,531	$ 183,531
Total Short-Term Securities (Cost — $183,531) — 0.2%		183,531
Options Purchased	**Contracts**	
Over-the-Counter Put Options — 0.1%		
S&P 500 Index, Strike Price USD 1,250.00, Expires 9/17/11, Broker Credit Suisse International	28	69,440
Total Options Purchased (Cost — $135,240) — 0.1%		69,440
Total Investments Before Options Written (Cost — $140,479,797) — 131.6%		146,476,022
Options Written	**Notional Amount (000)**	
Over-the-Counter Call Swaptions — (0.1)%		
Pay a fixed rate of 4.03% and receive a floating rate based on 3-month LIBOR, Expires 4/16/12, Broker UBS AG	$ 1,800	(77,823)
Over-the-Counter Put Swaptions — (0.1)%		
Receive a fixed rate of 4.03% and pay a floating rate based on 3-month LIBOR, Expires 4/16/12,		

Broker UBS AG	1,800	(50,348)
Sold credit default protection on Dow Jones CDX		
North America Investment Grade Series 16,		
Strike Price $120.00, Expires 9/21/11,		
Broker Credit Suisse International	35,000	(25,652)
		(76,000)
Total Options Written		
(Premiums Received — $255,600) — (0.2)%		(153,823)
Total Investments, Net of Options Written		
(Cost — $140,735,397*) — 131.4%		146,322,199
Liabilities in Excess of Other Assets — (31.4)%		(35,006,196)
Net Assets — 100.0%		$111,316,003

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

Aggregate cost	$ 140,381,755
Gross unrealized appreciation	$ 6,636,174
Gross unrealized depreciation	(541,907)
Net unrealized appreciation	$ 6,094,267

(a) Security exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration to qualified institutional investors.
(b) Variable rate security. Rate shown is as of report date.
(c) All or a portion of security has been pledged as collateral in connection with open reverse repurchase agreements.
(d) Security is perpetual in nature and has no stated maturity date.
(e) Represents a payment-in-kind security which may pay interest/dividends in additional par/shares.
(f) Non-income producing security.

See Notes to Financial Statements.

BlackRock Credit Allocation Income Trust I, Inc. (PSW)

Schedule of Investments (continued)

(g) 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:

	Shares Held at October 31,	**Shares Held at**