

BLACKROCK CREDIT ALLOCATION INCOME TRUST
Form N-CSR
January 04, 2016

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-CSR

CERTIFIED SHAREHOLDER REPORT OF REGISTERED MANAGEMENT

INVESTMENT COMPANIES

Investment Company Act file number: 811-21972

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

Fund Address: 100 Bellevue Parkway, Wilmington, DE 19809

Name and address of agent for service: John M. Perlowski, Chief Executive Officer, BlackRock Credit

Allocation Income Trust, 55 East 52nd Street, New York, NY 10055

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

Date of fiscal year end: 10/31/2015

Date of reporting period: 10/31/2015

Item 1 Report to Stockholders

OCTOBER 31, 2015



ANNUAL REPORT

BlackRock Credit Allocation Income Trust (BTZ)

BlackRock Floating Rate Income Trust (BGT)

BlackRock Multi-Sector Income Trust (BIT)

Not FDIC Insured May Lose Value No Bank Guarantee

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The Markets in Review

Dear Shareholder,

Diverging monetary policies and shifting economic outlooks across regions were the overarching themes driving financial markets during the 12-month period ended October 31, 2015. U.S. economic growth was picking up considerably toward the end of 2014, while the broader global economy showed signs of slowing. Investors favored the stability of U.S. assets despite expectations that the Federal Reserve (the "Fed") would eventually be inclined to raise short-term interest rates, while international markets struggled even as the European Central Bank and the Bank of Japan eased monetary policy. Oil prices plummeted in late 2014 due to a global supply-and-demand imbalance, fueling a sell-off in energy-related assets and emerging markets. U.S. Treasury bonds benefited as their persistently low yields had become attractive as compared to the even lower yields on international sovereign debt.

Equity markets reversed in early 2015, with international markets outperforming the United States as global risks temporarily abated, and the U.S. economy hit a soft patch amid a harsh winter and a west coast port strike. High valuations took their toll on U.S. stocks, while bond yields fell to extreme lows. (Bond prices rise as yields fall.) In contrast, economic reports in Europe and Asia began to improve, and accommodative policies from central banks in those regions helped international equities rebound. Oil prices stabilized, providing some relief for emerging market stocks, although a stronger U.S. dollar posed another significant headwind for the asset class.

U.S. economic growth regained momentum in the second quarter, helping U.S. stocks resume an upward path; however, the improving data underscored the likelihood that the Fed would raise short-term rates before the end of 2015 and bond yields moved swiftly higher. The month of June brought a sharp, but temporary, sell-off across most asset classes as Greece's long-brewing debt troubles came to an impasse. These concerns abated when the Greek parliament passed a series of austerity and reform measures in July. But the market's calm was short-lived. Signs of weakness in China's economy sparked extreme levels of volatility in Chinese equities despite policymakers' attempts to stabilize the market.

Higher volatility spread through markets globally in the third quarter as further evidence of deceleration in China stoked worries about overall global growth. Weakening Chinese demand caused oil prices to slide once again and ignited another steep sell-off in emerging markets. Speculation as to whether the Fed would raise rates at its September meeting further fueled global volatility. Ultimately, the Fed postponed the rate hike, but this brought little relief in the markets as the central bank's decision reinforced investors' concerns about the state of the global economy. Stock markets finished the third quarter with the worst performance since 2011. High yield bonds also declined, while higher quality assets, including U.S. Treasury bonds, municipal bonds and investment grade credit benefited from investors seeking shelter amid global uncertainty.

The period ended with a strong October rally in risk assets. Given the recent scarcity of evidence of global growth, equity markets had become more reliant on central banks to drive performance. Although October brought generally soft economic data and lower growth estimates, global equities powered higher as China's central bank provided more stimulus, the European Central Bank poised for more easing and soft U.S. data pushed back expectations for a Fed rate hike. Treasury bonds declined in October while all other asset classes benefited from investors' increased risk appetite.

At BlackRock, we believe investors need to think globally, extend their scope across a broad array of asset classes and be prepared to move freely as market conditions change over time. We encourage you to talk with your financial advisor and visit blackrock.com for further insight about investing in today's markets.

Sincerely,

Rob Kapito

President, BlackRock Advisors, LLC

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Rob Kapito

President, BlackRock Advisors, LLC

Total Returns as of October 31, 2015

	6-month	12-month
U.S. large cap equities (S&P 500® Index)	0.77%	5.20%
U.S. small cap equities (Russell 2000® Index)	(4.12)	0.34
International equities (MSCI Europe, Australasia, Far East Index)	(6.44)	(0.07)
Emerging market equities (MSCI Emerging Markets Index)	(17.75)	(14.53)
3-month Treasury bills (BofA Merrill Lynch 3-Month U.S. Treasury Bill Index)	0.01	0.02
U.S. Treasury securities (BofA Merrill Lynch 10-Year U.S. Treasury Index)	(0.02)	3.57
U.S. investment-grade bonds (Barclays U.S. Aggregate Bond Index)	(0.10)	1.96
Tax-exempt municipal bonds (S&P Municipal Bond Index)	1.58	2.87
U.S. high yield bonds (Barclays U.S. Corporate High Yield 2% Issuer Capped Index)	(3.38)	(1.91)

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

THIS PAGE NOT PART OF YOUR FUND REPORT

Trust Summary as of October 31, 2015

BlackRock Credit Allocation Income Trust

Trust Overview

BlackRock Credit Allocation Income Trust's (BTZ) (the Trust) investment objective is to provide current income, current gains and capital appreciation. The Trust 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 Trust may invest directly in such securities or synthetically through the use of derivatives.

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

Trust Information

Symbol on New York Stock Exchange (NYSE)	BTZ
Initial Offering Date	December 27, 2006
Current Distribution Rate on Closing Market Price as of October 31, 2015 (\$12.53) ¹	7.71%
Current Monthly Distribution per Common Share ²	\$0.0805
Current Annualized Distribution per Common Share ²	\$0.9660
Economic Leverage as of October 31, 2015 ³	31%

¹ Current distribution rate on closing market price is calculated by dividing the current annualized distribution per share by the closing market price. The current distribution rate consists of income, net realized gains and/or a return of capital. Past performance does not guarantee future results.

² The distribution rate is not constant and is subject to change. A portion of the distribution may be deemed a return of capital or net realized gain.

³ Represents reverse repurchase agreements as a percentage of total managed assets, which is the total assets of the Trust (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 Trust, please see The Benefits and Risks of Leveraging on page 10.

Performance and Portfolio Management Commentary

Returns for the 12 months ended October 31, 2015 were as follows:

	Returns Based On	
	Market Price	NAV ³
BTZ ¹	(0.33)%	0.48%
Lipper Corporate BBB-Rated Debt Funds (Leveraged) ²	1.05	(0.28)

¹ All returns reflect reinvestment of dividends and/or distributions.

² Average return.

³ The Trust'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 the Trust's absolute performance based on NAV:

What factors influenced performance?

The Trust's performance was helped by its positions in lower-quality bonds, which outperformed higher-rated issues during the period. The Trust maintained an allocation to capital securities, which benefited performance. (Capital securities are dividend-paying securities that combine some features of both corporate bonds and preferred stocks, while generally providing higher yields to compensate for being less senior in the issuer's capital structure.)

The Trust's yield curve positioning, which was geared for a flattening of the curve between the 10- and 30-year segments, was beneficial given the outperformance of longer-term bonds. Security selection in the utilities sector also aided performance.

Throughout the year, swap spreads faced tremendous pressure and in October they turned negative, largely due to technical pressures. After years of building reserves, official institutions (particularly Asian and Middle Eastern) started selling treasuries in July. With no new source of demand, dealers were forced to sell inventory which caused U.S. Treasuries to cheapen. Swaps broke down as a hedge versus other spread products (credit spreads widened while swaps tightened). This breakdown in credit hedge triggered unwinds and further tightening pressure. In addition, quarter end funding and uncertainty over a rate hike by the Federal Reserve added pressure in October as well. As a result, swaps had a negative impact on performance.

Describe recent portfolio activity.

During the 12-month period, the investment advisor became more cautious with regard to corporate bonds due to rising credit risk and an increase in activities that benefit stockholders over bond investors.

Believing the U.S. Federal Reserve would begin raising interest rates, the investment advisor decreased the Trust's duration (interest-rate sensitivity) during the period, and the Trust remained positioned for a flattening of the yield curve (outperformance for longer-term bonds).

Additionally, the Trust reduced its allocation to the industrial sector due to rising new-issue supply, and it increased its weighting in the financials sector. Within financials, the investment advisor sought opportunities lower in the capital structure among subordinated and preferred securities.

Describe portfolio positioning at period end.

Within the industrials sector, the Trust was overweight in the communications, energy and transportation subsectors, and it was underweight in the technology, capital goods and consumer subsectors. The Trust was underweight in financials and neutral in utilities.

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.

Market Price and Net Asset Value Per Share Summary

	10/31/15	10/31/14	Change	High	Low
Market Price	\$ 12.53	\$ 13.54	(7.46)%	\$ 13.65	\$ 12.06
Net Asset Value	\$ 14.33	\$ 15.36	(6.71)%	\$ 15.41	\$ 14.18

Market Price and Net Asset Value History For the Past Five Years

Overview of the Trust's Total Investments

Portfolio Composition	10/31/15	10/31/14 ¹
Corporate Bonds	76%	78%
Preferred Securities	19	16
Asset-Backed Securities	4	3
Municipal Bonds	1	1
Foreign Agency Obligations		1
U.S. Treasury Obligations		1
Other	2	3

¹ Information has been revised to conform to current year presentation.

² Includes a less than 1% holding in each of the following investment types: Foreign Agency Obligations, Options Purchased, Options Written, U.S. Sponsored-Agency Securities and Short-Term Securities.

³ Includes a less than 1% holding in each of the following investment types: Options Purchased, Options Written, U.S. Sponsored-Agency Securities and Short-Term Securities.

Credit Quality Allocation^{4,5}

	10/31/15	10/31/14 ¹
AAA/Aaa ⁶	1%	2%
AA/Aa	2	2
A	19	17
BBB/Baa	48	45
BB/Ba	18	21
B	9	9
CCC/Caa	1	2
N/R	2	2

⁴ For financial reporting purposes, credit quality ratings shown above reflect the highest rating assigned by either Standard & Poor's (S&P) or Moody's Investors Service (Moody's) if ratings differ. These rating agencies are independent, nationally recognized statistical rating organizations and are widely used. Investment grade ratings are credit ratings of BBB/Baa or higher. Below investment grade ratings are credit ratings of BB/Ba or lower. Investments designated N/R are not rated by either rating agency. Unrated investments do not necessarily indicate low credit quality. Credit quality ratings are subject to change.

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⁵ Excludes Short-Term Securities, Options Purchased and Options Written.

⁶ The investment advisor evaluates the credit quality of not-rated investments based upon certain factors including, but not limited to, credit ratings for similar investments and financial analysis of sectors, individual investments and/or issuer. Using this approach, the investment advisor has deemed U.S. Government Sponsored Agency Securities and U.S. Treasury Obligations as AAA/Aaa.

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Trust Summary as of October 31, 2015

BlackRock Floating Rate Income Trust

Trust Overview

BlackRock Floating Rate Income Trust s (BGT) (the Trust) primary investment objective is to provide a high level of current income. The Trust s secondary investment objective is to seek the preservation of capital. The Trust 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 U.S. and non-U.S. 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 Trust expects that the average effective duration of its portfolio will be no more than 1.5 years. The Trust may invest directly in such securities or synthetically through the use of derivatives.

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

Trust Information

Symbol on NYSE	BGT
Initial Offering Date	August 30, 2004
Current Distribution Rate on Closing Market Price as of October 31, 2015 (\$12.77) ¹	5.48%
Current Monthly Distribution per Common Share ²	\$0.0583
Current Annualized Distribution per Common Share ²	\$0.6996
Economic Leverage as of October 31, 2015 ³	24%

¹ Current distribution rate on closing market price is calculated by dividing the current annualized distribution per share by the closing market price. The current distribution rate consists of income, net realized gains and/or a return of capital. Past performance does not guarantee future results.

² The distribution rate is not constant and is subject to change. A portion of the distribution may be deemed a return of capital or net realized gain.

³ Represents bank borrowings outstanding as a percentage of total managed assets, which is the total assets of the Trust (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 Trust, please see The Benefits and Risks of Leveraging on page 10.

Performance and Portfolio Management Commentary

Returns for the 12 months ended October 31, 2015 were as follows:

	Returns Based On	
	Market Price	NAV ³
BGT ¹	3.08%	3.54%
Lipper Loan Participation Funds ²	(2.06)	(0.65)

¹ All returns reflect reinvestment of dividends and/or distributions.

² Average return.

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³ The Trust'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 the Trust's absolute performance based on NAV:

What factors influenced performance?

After marginally declining in late 2014, the market for floating rate loan interests (i.e. bank loans) recovered to provide a modest positive return for the full 12-month period. Given the positive returns experienced, the Trust's use of leverage added to performance for the period. The Trust's loan holdings in the healthcare and technology sectors were among the top performers over the period, while exposure to collateralized loan obligations (CLOs) also added to returns.

During the period, oil prices experienced a significant decline and most commodity prices came under pressure as well. As a result, prices for the Trust's holdings within the energy sector fell notably during the period and detracted from returns. The metals & mining sector, while a smaller component of the market, declined as well. The electric segment, and in particular Texas Utilities, was also a detractor. Finally, the Trust's modest position in equities was a negative contributor.

Describe recent portfolio activity.

Throughout the 12-month period, the Trust maintained its focus on the higher quality segments of the loan market in terms of loan structure, liquidity and overall credit quality. The Trust has concentrated its investments in strong companies with stable cash flows and high quality collateral, with the ability to meet interest obligations and ultimately return principal. From a sector perspective, the Trust added to names in the pharmaceuticals and health care sectors, where increased merger and acquisition activity has led to some attractive investment opportunities.

Describe portfolio positioning at period end.

At period end, the Trust held 93% of its total portfolio in bank loans, with the remainder primarily in corporate bonds and CLOs. The Trust continued to favor loans rated B where the investment advisor was comfortable with credit quality, in view of the incremental income they offered versus BB loans. Additionally, the Trust held a modest position in CCC-rated loans, with a focus on names that have shown consistent credit improvement. In general, the Trust maintained a bias toward more liquid loans, which have held up better during recent market volatility. Top portfolio holdings included Valeant Pharmaceuticals (pharmaceuticals), First Data (IT services), and Level 3 Communications (diversified telecommunication services).

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.

Market Price and Net Asset Value Per Share Summary

	10/31/15	10/31/14	Change	High	Low
Market Price	\$ 12.77	\$ 13.18	(3.11)%	\$ 13.73	\$ 12.27
Net Asset Value	\$ 14.18	\$ 14.57	(2.68)%	\$ 14.69	\$ 14.12

Market Price and Net Asset Value History For the Past Five Years

Overview of the Trust's Total Investments

Portfolio Composition	10/31/15	10/31/14 ¹
Floating Rate Loan Interests	93%	93%
Asset-Backed Securities	4	2
Corporate Bonds	3	4
Common Stocks	²	1
Other	3	4

¹ Information has been revised to conform to current year presentation.

² Includes a less than 1% holding in Common Stocks.

³ Includes a less than 1% holding in each of the following investment types: Non-Agency Mortgage Backed Securities, Other Interests, Investment Companies, Warrants, Short-Term Securities and Options Purchased.

⁴ Includes a less than 1% holding in each of the following investment types: Non-Agency Mortgage-Backed Securities, Other Interests, Warrants and Options Purchased.

Credit Quality Allocation ^{5,6}	10/31/15	10/31/14 ¹
A	1%	
BBB/Baa	8	7%
BB/Ba	45	38
B	39	43
CCC/Caa	3	4
N/R	4	8

⁵ For financial reporting purposes, credit quality ratings shown above reflect the highest rating assigned by either S&P's or Moody's if ratings differ. These rating agencies are independent, nationally recognized statistical rating organizations and are widely used. Investment grade ratings are credit ratings of BBB/Baa or higher. Below investment grade ratings are credit ratings of BB/Ba or lower. Investments designated N/R are not rated by either rating agency. Unrated investments do not necessarily indicate low credit quality. Credit quality ratings are subject to change.

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⁶ Excludes Short-Term Securities and Options Purchased.

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Trust Summary as of October 31, 2015

BlackRock Multi-Sector Income Trust

Trust Overview

BlackRock Multi-Sector Income Trust's (BIT) (the Trust) primary investment objective is to seek high current income, with a secondary objective of capital appreciation. The Trust seeks to achieve its investment objectives by investing, under normal market conditions, at least 80% of its assets in loan and debt instruments and other investments with similar economic characteristics. The Trust may invest directly in such securities or synthetically through the use of derivatives.

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

Trust Information

Symbol on NYSE	BIT
Initial Offering Date	February 27, 2013
Current Distribution Rate on Closing Market Price as of October 31, 2015 (\$16.31) ¹	8.59%
Current Monthly Distribution per Common Share ²	\$0.1167
Current Annualized Distribution per Common Share ²	\$1.4004
Economic Leverage as of October 31, 2015 ³	41%

¹ Current distribution rate on closing market price is calculated by dividing the current annualized distribution per share by the closing market price. The current distribution rate consists of income, net realized gains and/or a return of capital. Past performance does not guarantee future results.

² The distribution rate is not constant and is subject to change. A portion of the distribution may be deemed a return of capital or net realized gain.

³ Represents reverse repurchase agreements as a percentage of total managed assets, which is the total assets of the Trust (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 Trust, please see The Benefits and Risks of Leveraging on page 10.

Performance and Portfolio Management Commentary

Returns for the 12 months ended October 31, 2015 were as follows:

	Returns Based On	
	Market Price	NAV ³
BIT ¹	0.06%	3.87% ⁴
Lipper General Bond Funds ²	(1.69)	(0.29)

¹ All returns reflect reinvestment of dividends and/or distributions.

² Average return.

³ The Trust's discount to NAV, which widened during the period, accounts for the difference between performance based on price and performance based on NAV.

⁴ For financial reporting purposes, the market value of certain investments were adjusted as of report date. Accordingly, the net asset value (NAV) per share and total return performance based on net asset value presented herein are different than the information previously published on October 31, 2015. The following discussion relates to the Trust's absolute performance based on NAV:

What factors influenced performance?

The Trust's positions in non-agency mortgage-backed securities (MBS), high yield corporate bonds, commercial mortgage-backed securities (CMBS) and asset-backed securities (ABS) were the most significant contributors to performance. The Trust also received positive contributions from its allocation to senior bank loans, as well as from both its stance with respect to duration (a measure of interest rate sensitivity) and yield curve positioning.

The main detractors from the Trust's performance were its allocations to emerging market debt and investment grade corporate bonds.
Describe recent portfolio activity.

During the period, the Trust rotated its exposure to sectors that trade at a yield spread versus U.S. Treasuries by reducing allocations to high yield corporate bonds, investment grade corporate bonds and CMBS, while increasing exposure to non-agency MBS and ABS. The net effect of this rotation was a reduction in credit risk. In addition, sensitivity to interest rates was reduced by lowering the Trust's effective duration. Both macroeconomic and technical market factors contributed to the decision to reduce risk within the Trust, including historically tight credit spreads, an increase in market volatility and the prospect of a higher interest rate environment.
Describe portfolio positioning at period end.

The Trust maintained diversified exposure to non-government spread sectors, including high yield and investment grade corporate bonds, as well as to structured credits including CMBS, ABS and non-agency MBS.

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.

Market Price and Net Asset Value Per Share Summary

	10/31/15	10/31/14	Change	High	Low
Market Price	\$ 16.31	\$ 17.79	(8.32)%	\$ 17.98	\$ 15.15
Net Asset Value	\$ 18.91	\$ 19.87	(4.83)%	\$ 19.90	\$ 18.77

Market Price and Net Asset Value History Since Inception

¹ Commencement of operations.

Overview of the Trust's Total Investments

Portfolio Composition	10/31/15	10/31/14 ¹
Corporate Bonds	33%	35%
Non-Agency Mortgage-Backed Securities	25	29
Asset-Backed Securities	21	15
Preferred Securities	13	14
Floating Rate Loan Interests	5	5
Foreign Agency Obligations	2	1
Short-Term Securities	1	1
Other ²		

¹ Information has been revised to conform to current year presentation.

² Includes a less than 1% holding in each of the following investment types: Options Purchased and Options Written.

Credit Quality Allocation ^{3,4}	10/31/15	10/31/14 ¹
A	3%	3%
BBB/Baa	17	17
BB/Ba	28	25
B	12	17
CCC/Caa	19	21
CC/Ca	5	5
N/R	16	12

³ For financial reporting purposes, credit quality ratings shown above reflect the highest rating assigned by either S&P's or Moody's if ratings differ. These rating agencies are independent, nationally recognized statistical rating organizations and are widely used. Investment grade ratings are credit ratings of BBB/Baa or higher. Below investment grade ratings are credit ratings of BB/Ba or lower. Investments designated N/R are not rated by either rating agency. Unrated investments do not necessarily indicate low credit quality. Credit quality ratings are subject to change.

⁴ Excludes Short-Term Securities, Options Purchased and Options Written.

The Benefits and Risks of Leveraging

The Trusts may utilize leverage to seek to enhance the distribution rate on, and net asset value (NAV) of, their common shares (Common Shares). However, these objectives cannot be achieved in all interest rate environments.

In general, the concept of leveraging is based on the premise that the financing cost of leverage, which is based on short-term interest rates, is normally lower than the income earned by a Trust on its longer-term portfolio investments purchased with the proceeds from leverage. To the extent that the total assets of the Trusts (including the assets obtained from leverage) are invested in higher-yielding portfolio investments, the Trusts' shareholders benefit from the incremental net income. The interest earned on securities purchased with the proceeds from leverage is paid to shareholders in the form of dividends, and the value of these portfolio holdings is reflected in the per share NAV.

To illustrate these concepts, assume a Trust's capitalization is \$100 million and it utilizes leverage for an additional \$30 million, creating a total value of \$130 million available for investment in longer-term income securities. If prevailing short-term interest rates are 3% and longer-term interest rates are 6%, the yield curve has a strongly positive slope. In this case, a Trust's financing costs on the \$30 million of proceeds obtained from leverage are based on the lower short-term interest rates. At the same time, the securities purchased by a Trust with the proceeds from leverage earn income based on longer-term interest rates. In this case, a Trust's financing cost of leverage is significantly lower than the income earned on a Trust's longer-term investments acquired from such leverage proceeds, and therefore the holders of Common Shares (Common Shareholders) are the beneficiaries of the incremental net income.

However, in order to benefit shareholders, the return on assets purchased with leverage proceeds must exceed the ongoing costs associated with the leverage. If interest and other costs of leverage exceed the Trusts' return on assets purchased with leverage proceeds, income to shareholders is lower than if the Trusts had not used leverage. Furthermore, the value of the Trusts' 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 value of the Trusts' obligations under their respective leverage arrangements generally does not fluctuate in relation to interest rates. As a result, changes in interest

rates can influence the Trusts' NAVs positively or negatively. Changes in the future direction of interest rates are very difficult to predict accurately, and there is no assurance that the Trusts' intended leveraging strategy will be successful.

Leverage also generally causes greater changes in the Trusts' NAVs, market prices and dividend rates than comparable portfolios without leverage. In a declining market, leverage is likely to cause a greater decline in the net asset value and market price of the Trusts' shares than if the Trusts were not leveraged. In addition, the Trusts 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 the Trusts to incur losses. The use of leverage may limit the Trusts' ability to invest in certain types of securities or use certain types of hedging strategies. The Trusts incur expenses in connection with the use of leverage, all of which are borne by shareholders and may reduce income to the shareholders. Moreover, to the extent the calculation of the Trusts' investment advisory fees includes assets purchased with the proceeds of leverage, the investment advisory fees payable to the Trusts' investment advisor will be higher than if the Trusts did not use leverage.

Each Trust may utilize leverage through a credit facility or reverse repurchase agreements as described in the Notes to Financial Statements.

Under the Investment Company Act of 1940, as amended (the 1940 Act), each Trust is permitted to issue debt up to $\frac{3}{3}$ 3% of its total managed assets. BIT is permitted to use economic leverage (which includes leverage attributable to reverse repurchase agreements) of up to 50% of its total managed assets. A Trust may voluntarily elect to limit its leverage to less than the maximum amount permitted under the 1940 Act. In addition, a Trust may also be subject to certain asset coverage, leverage or portfolio composition requirements imposed by its credit facility, which may be more stringent than those imposed by the 1940 Act.

If a Trust segregates or designates on its books and records cash or liquid assets having values not less than the value of a Trust's obligations under the reverse repurchase agreement (including accrued interest), then such transaction is not considered a senior security and is not subject to the foregoing limitations and requirements under the 1940 Act.

Derivative Financial Instruments

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The Trusts may invest in various derivative financial instruments. Derivative financial instruments are used to obtain exposure to a security, index and/or market without owning or taking physical custody of securities or to manage market, equity, credit, interest rate, foreign currency exchange rate, commodity and/or other risks. Derivative financial instruments may give rise to a form of economic leverage. Derivative financial instruments also involve risks, including the imperfect correlation between the value of a derivative financial instrument and the underlying asset, possible default of the counterparty to the transaction or illiquidity of the

derivative financial instrument. The Trusts' ability to use a derivative financial 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 limit the amount of appreciation a Trust can realize on an investment and/or may result in lower distributions paid to shareholders. The Trusts' investments in these instruments are discussed in detail in the Notes to Financial Statements.

Schedule of Investments October 31, 2015

BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

	Par		Value
	(000)		Value
Asset-Backed Securities (a)			
Asset-Backed Securities 5.8%			
ACAS CLO Ltd., Class C (b):			
Series 2014-1A, 3.22%, 7/18/26	USD	750	\$ 726,187
Series 2014-2A, 3.52%, 1/15/27		1,000	980,188
ALM Loan Funding (b):			
Series 2012-5A, Class BR, 3.31%, 10/18/27		2,000	1,962,600
Series 2013-7R2A, Class B, 2.89%, 4/24/24		3,000	2,968,766
ALM XII Ltd., Series 2015-12A, Class B, 3.57%, 4/16/27 (b)		1,000	995,000
ALM XIV Ltd., Series 2014-14A (b):			
Class B, 3.24%, 7/28/26		5,000	4,912,841
Class C, 3.74%, 7/28/26		5,000	4,623,522
Anchorage Capital CLO Ltd., 3.32%, 4/28/26 (b)		1,000	972,012
Apidos CDO, Series 2012-9AR, Class CR, 3.22%, 7/15/23 (b)		1,000	990,600
Apidos CLO XVII, Series 2014-17A, Class B, 3.17%, 4/17/26 (b)		1,000	974,251
Apidos CLO XVIII, Series 2014-18A, Class C, 3.97%, 7/22/26 (b)		1,300	1,215,857
Atlas Senior Loan Fund V Ltd., Series 2014-1A (b):			
Class C, 3.32%, 7/16/26		1,000	999,990
Class D, 3.77%, 7/16/26		2,000	1,828,801
Atlas Senior Loan Fund VI Ltd., Series 2014-6A, Class D, 3.99%, 10/15/26 (b)		3,000	2,779,176
Atrium CDO Corp., Series 5A, Class A4, 0.72%, 7/20/20 (b)		9,000	8,681,002
Babson CLO Ltd., Series 2014-3A (b):			
Class C1, 3.32%, 1/15/26		1,500	1,490,250
Class D1, 3.82%, 1/15/26		1,000	927,500
Battalion CLO VII Ltd., Series 2014-7A, Class C, 4.22%, 10/17/26 (b)		1,000	926,590
Benefit Street Partners CLO IV Ltd., Series 2014-IVA, Class B, 3.12%, 7/20/26 (b)		1,250	1,221,875
Benefit Street Partners CLO VI Ltd., Series 2015-VIA, Class B, 3.37%, 4/18/27 (b)		1,000	985,000
BlueMountain CLO Ltd., Series 2011-1A, Class D, 4.32%, 8/16/22 (b)		2,000	2,003,664
Bowman Park CLO Ltd., Series 2014-1A, Class D2, 4.28%, 11/23/25 (b)		1,000	951,827
Carlyle Global Market Strategies CLO Ltd., Class C (b):			
Series 2014-5A, 4.47%, 10/16/25		1,000	993,862
Series 2015-1A, 3.44%, 4/20/27		1,000	993,727
CIFC Funding Ltd., Series 2014-3A (b):			
Class C1, 3.12%, 7/22/26		1,500	1,446,690
Class D, 3.72%, 7/22/26		1,071	974,311
Dryden 34 Senior Loan Fund, Series 2014-34A, Class C, 3.12%, 10/15/26 (b)		750	729,820
GoldenTree Loan Opportunities IX Ltd., Series 2014-9A, Class D, 3.79%, 10/29/26 (b)		1,000	928,929
Highbridge Loan Management 4-2014 Ltd., Series 4A-2014, Class B, 3.29%, 7/28/25 (b)		1,000	962,727
	Par		
	(000)		Value
Asset-Backed Securities (a)			
Asset-Backed Securities (continued)			
ING IM CLO Ltd., Series 2012-4A, Class C, 4.82%, 10/15/23 (b)	USD	1,000	\$ 984,662
LCM XVIII LP, Series 18A, Class C1, 3.47%, 4/20/27 (b)		1,000	982,675
Limerock CLO III LLC, Series 2014-3A, Class C, 3.89%, 10/20/26 (b)		1,000	905,137
Madison Park Funding Ltd. (b):			
Series 2012-10A, Class D, 4.57%, 1/20/25		3,000	2,970,535
Series 2012-8AR, Class CR, 3.10%, 4/22/22		1,350	1,350,259
Series 2012-8AR, Class DR, 4.15%, 4/22/22		1,500	1,474,758
Series 2014-14A, Class D, 3.89%, 7/20/26		2,000	1,873,189
Madison Park Funding IX Ltd., Series 2012-9AR, Class C1R, 3.17%, 8/15/22 (b)		1,000	997,714
Madison Park Funding XIII Ltd., Series 2014-13A, Class C, 3.07%, 1/19/25 (b)		1,000	972,234
Madison Park Funding XV Ltd., Series 2014-15A, Class B1, 3.55%, 1/27/26 (b)		2,400	2,399,951
Madison Park Funding XVI Ltd., Series 2015-16A, Class B, 3.30%, 4/20/26 (b)		1,000	987,800
Octagon Investment Partners XX Ltd., Series 2014-1A, Class C, 3.11%, 8/12/26 (b)		750	724,101
Octagon Loan Funding Ltd., Series 2014-1A, Class D, 3.97%, 11/18/26 (b)		1,500	1,382,283
OZLM VII Ltd., Series 2014-7A, Class C, 3.92%, 7/17/26 (b)		1,500	1,379,154
OZLM VIII Ltd., Series 2014-8A, Class B, 3.29%, 10/17/26 (b)		900	871,457
OZLM XI Ltd., Series 2015-11A, Class B, 3.30%, 1/30/27 (b)		2,750	2,704,857

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Regatta IV Funding Ltd., Series 2014-1A (b):		
Class C, 3.25%, 7/25/26	1,500	1,453,592
Class D, 3.80%, 7/25/26	1,000	898,879
Regatta V Funding Ltd., Series 2014-1A (b):		
Class B, 3.32%, 10/25/26	1,000	973,051
Class C, 3.77%, 10/25/26	1,000	899,408
Silver Spring CLO Ltd., Series 2014-1A, Class D, 3.77%, 10/15/26 (b)	750	646,133
SLM Student Loan Trust, Series 2004-B, Class A2, 0.54%, 6/15/21	1,745	1,736,554
Sound Point CLO Ltd., Series 2014-3A, Class D, 3.92%, 1/23/27 (b)	1,000	911,632
Symphony CLO Ltd., Series 2012-10AR, Class CR, 3.17%, 7/23/23 (b)	1,000	1,004,672
Symphony CLO XV Ltd., Series 2014-15A (b):		
Class C, 3.52%, 10/17/26	1,500	1,483,125
Class D, 4.07%, 10/17/26	1,000	965,000
Venture XIII CLO Ltd., Series 2013-13A, Class D, 3.88%, 6/10/25 (b)	800	749,141
Voya CLO Ltd., Class C (b):		
Series 2014-3A, 3.92%, 7/25/26	1,250	1,131,252

Portfolio Abbreviations

ABS	Asset-Backed Security	FKA	Formerly Known As	OTC	Over-the-Counter
ADS	American Depository Shares	GBP	British Pound	PIK	Payment-In-Kind
ARB	Airport Revenue Bonds	IDR	Indonesian Rupiah	PLN	Polish Zloty
AUD	Australian Dollar	JIBAR	Johannesburg Interbank Agreed Rate	RB	Revenue Bonds
BRL	Brazilian Real	JPY	Japanese Yen	REMIC	Real Estate Mortgage Investment Conduit
CAD	Canadian Dollar	KLIBOR	Kuala Lumpur Interbank Offered Rate	RUB	Russian Ruble
CLO	Collateralized Loan Obligation	KRW	South Korean Won	SEK	Swedish Krona
CLP	Chilean Peso	LIBOR	London Interbank Offered Rate	TRY	Turkish Lira
CNRR	Chinese Repo Rate	MXIBTIE	Mexico Interbank TIE 28 Day	TWD	Taiwan Dollar
CNY	Chinese Renminbi	MXN	Mexican Peso	USD	U.S. Dollar
DIP	Debtor-In-Possession	MYR	Malaysian Ringgit	ZAR	South African Rand
EUR	Euro	NZD	New Zealand Dollar		

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

	Par	
	(000)	Value
Asset-Backed Securities (a)		
Asset-Backed Securities (continued)		
Voya CLO Ltd., Class C (b) (continued):		
Series 2014-4A, 4.32%, 10/14/26	USD 1,000	\$ 952,637
WhiteHorse IX Ltd., Series 2014-9A, Class C, 3.02%, 7/17/26 (b)	1,500	1,404,816
Total Asset-Backed Securities 5.8%		89,318,223
Corporate Bonds		
Aerospace & Defense 0.6%		
Huntington Ingalls Industries, Inc.:		
7.13%, 3/15/21	2,000	2,090,000
5.00%, 12/15/21 (b)	536	557,440
TransDigm, Inc.:		
6.00%, 7/15/22	4,585	4,630,850
6.50%, 7/15/24	2,140	2,177,450
		9,455,740
Air Freight & Logistics 0.2%		
XPO Logistics, Inc. (b):		
7.88%, 9/01/19	1,548	1,557,675
6.50%, 6/15/22	1,576	1,406,580
		2,964,255
Airlines 1.1%		
American Airlines Group, Inc.,		
4.63%, 3/01/20 (b)	692	685,945
Continental Airlines Pass-Through Trust:		
Series 2009-2, Class B, 9.25%, 11/10/18	2,166	2,360,467
Series 2012-3, Class C, 6.13%, 4/29/18	2,040	2,102,016
Delta Air Lines Pass-Through Trust, Series 2002-1, Class G-1, 6.72%, 7/02/24	3,200	3,639,748
Turkish Airlines 2015-1 Class A Pass Through Trust, 4.20%, 9/15/28 (b)	3,029	2,930,774
United Airlines Pass-Through Trust, Series 2014-1, Class B, 4.75%, 10/11/23	3,999	4,016,284
Virgin Australia Trust, Series 2013-1, Class B, 6.00%, 4/23/22 (b)	1,326	1,349,279
		17,084,513
Auto Components 1.3%		
Goodyear Tire & Rubber Co., 6.50%, 3/01/21		
	1,600	1,700,000
Icahn Enterprises LP/Icahn Enterprises Finance Corp.:		
3.50%, 3/15/17	265	268,101
4.88%, 3/15/19	3,950	4,040,060
6.00%, 8/01/20	3,108	3,243,975
5.88%, 2/01/22	3,816	3,930,480
Schaeffler Finance BV, 4.75%, 5/15/21 (b)	2,470	2,513,225
Schaeffler Holding Finance BV (b)(c):		
6.25%, (6.25% Cash) 11/15/19	1,112	1,173,160
6.75%, (6.75% Cash) 11/15/22	2,417	2,640,572
ZF North America Capital, Inc., 4.50%, 4/29/22 (b)	291	292,999
		19,802,572
Automobiles 0.5%		
General Motors Co.:		
4.88%, 10/02/23	1,875	1,967,072
7.45%, 7/16/31	3,660	4,697,724
6.25%, 10/02/43	940	1,037,945
		7,702,741
Banks 5.0%		

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Associated Banc-Corp, 5.13%, 3/28/16 (d)	7,430	7,522,266
CIT Group, Inc.:		
4.25%, 8/15/17	4,600	4,703,500
	Par	

Corporate Bonds		(000)	Value
Banks (continued)			
CIT Group, Inc. (continued):			
5.25%, 3/15/18	USD	4,030	\$ 4,226,462
6.63%, 4/01/18 (b)		335	360,963
5.50%, 2/15/19 (b)		5,147	5,462,254
5.00%, 8/01/23		660	691,350
City National Corp., 5.25%, 9/15/20 (d)		2,900	3,261,636
Cooperatieve Centrale Raiffeisen-Boerenleenbank BA, 3.95%, 11/09/22 (d)		3,775	3,816,593
Credit Suisse Group AG, 6.50%, 8/08/23 (b)		12,000	13,140,000
Discover Bank, 8.70%, 11/18/19		748	888,200
Fifth Third Bancorp, 5.10% (a)(e)		5,000	4,593,750
HSBC Finance Corp., 6.68%, 1/15/21 (d)		5,150	5,989,192
Royal Bank of Scotland Group PLC, 6.00%, 12/19/23		10,080	10,943,029
Wells Fargo & Co. (d):			
3.45%, 2/13/23		2,325	2,331,756
4.13%, 8/15/23		4,000	4,162,764
5.61%, 1/15/44		4,119	4,670,176

76,763,891

Biotechnology 0.2%			
Amgen, Inc., 4.40%, 5/01/45 (d)		3,050	2,824,690

Building Products 0.4%			
Building Materials Corp. of America (b):			
6.75%, 5/01/21		2,700	2,863,350
6.00%, 10/15/25		2,828	3,004,750
Masonite International Corp., 5.63%, 3/15/23 (b)		610	637,450

6,505,550

Capital Markets 3.1%			
E*Trade Financial Corp., 5.38%, 11/15/22		1,348	1,441,279
Goldman Sachs Group, Inc. (d):			
6.25%, 9/01/17		625	678,345
7.50%, 2/15/19		5,165	6,019,719
5.25%, 7/27/21		1,175	1,311,070
5.75%, 1/24/22		5,500	6,302,494
6.25%, 2/01/41		15,000	18,147,945
Morgan Stanley (d):			
5.63%, 9/23/19		6,770	7,543,053
5.50%, 7/28/21		2,695	3,050,508
UBS AG, 5.88%, 7/15/16		3,450	3,560,524

48,054,937

Chemicals 1.3%			
Ashland, Inc., 3.88%, 4/15/18		1,745	1,803,894
Axalta Coating Systems US Holdings, Inc./Axalta Coating Systems Dutch Holding BV,			
7.38%, 5/01/21 (b)		617	652,478
Basell Finance Co. BV, 8.10%, 3/15/27 (b)(d)		6,000	7,686,924
CF Industries, Inc., 5.38%, 3/15/44		2,500	2,468,767
Chemours Co., 7.00%, 5/15/25 (b)		434	323,330
Huntsman International LLC:			
4.88%, 11/15/20		1,075	1,011,199
5.13%, 11/15/22 (b)		2,495	2,320,350
NOVA Chemicals Corp., 5.25%, 8/01/23 (b)		2,277	2,329,826
Platform Specialty Products Corp.,			
6.50%, 2/01/22 (b)		1,372	1,166,200

19,762,968

Commercial Services & Supplies 3.1%			
ADS Waste Holdings, Inc., 8.25%, 10/01/20		1,003	1,051,896
Aviation Capital Group Corp. (b):			
7.13%, 10/15/20 (d)		31,000	36,037,500
6.75%, 4/06/21		7,850	8,890,125

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Brand Energy & Infrastructure Services, Inc., 8.50%, 12/01/21 (b)

301

272,405

See Notes to Financial Statements.

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Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

	Par	
	(000)	Value
Corporate Bonds		
Commercial Services & Supplies (continued)		
Mobile Mini, Inc., 7.88%, 12/01/20	USD 2,480	\$ 2,579,200
		48,831,126
Communications Equipment 0.3%		
CommScope Technologies Finance LLC, 6.00%, 6/15/25 (b)	2,242	2,275,630
CommScope, Inc., 5.50%, 6/15/24 (b)	254	251,460
Harris Corp., 5.05%, 4/27/45	1,790	1,753,584
Plantronics, Inc., 5.50%, 5/31/23 (b)	423	430,403
		4,711,077
Construction & Engineering 0.3%		
AECOM Co.:		
5.75%, 10/15/22	333	346,320
5.88%, 10/15/24 (b)	2,311	2,386,107
BlueLine Rental Finance Corp., 7.00%, 2/01/19 (b)	413	416,614
Safway Group Holding LLC/Safway Finance Corp., 7.00%, 5/15/18 (b)	568	583,620
Weekley Homes LLC/Weekley Finance Corp., 6.00%, 2/01/23	825	792,000
		4,524,661
Construction Materials 0.5%		
Allegion US Holding Co., Inc., 5.75%, 10/01/21	1,907	2,002,350
HD Supply, Inc.:		
7.50%, 7/15/20 (d)	2,905	3,093,825
5.25%, 12/15/21 (b)	3,278	3,441,900
		8,538,075
Consumer Finance 2.9%		
Ally Financial, Inc.:		
5.13%, 9/30/24	855	900,914
4.63%, 3/30/25	136	137,020
8.00%, 11/01/31	5,705	6,917,313
Capital One Bank USA NA, 3.38%, 2/15/23 (d)	11,610	11,360,698
Countrywide Financial Corp., 6.25%, 5/15/16 (d)	8,069	8,284,224
Discover Financial Services, 3.85%, 11/21/22	3,252	3,225,587
Experian Finance PLC, 2.38%, 6/15/17 (b)(d)	2,550	2,559,624
Navient Corp., 6.25%, 1/25/16	11,620	11,721,675
		45,107,055
Containers & Packaging 0.5%		
Beverage Packaging Holdings Luxembourg II SA, 5.63%, 12/15/16 (b)	904	904,000
Crown Americas LLC/Crown Americas Capital Corp. III, 6.25%, 2/01/21	3,128	3,249,210
Sealed Air Corp. (b):		
6.50%, 12/01/20	2,330	2,603,775
5.13%, 12/01/24	649	666,848
5.50%, 9/15/25	835	880,925
		8,304,758
Diversified Consumer Services 0.3%		
Service Corp. International, 4.50%, 11/15/20	4,382	4,480,595
Diversified Financial Services 10.2%		
AerCap Ireland Capital, Ltd./AerCap Global Aviation Trust:		
4.63%, 10/30/20	1,619	1,677,689
4.63%, 7/01/22	518	529,008
Air Lease Corp., 3.75%, 2/01/22	5,000	4,948,735
Aircastle Ltd., 6.25%, 12/01/19	3,937	4,301,172
Bank of America Corp. (d):		

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3.75%, 7/12/16		5,525	5,631,400
5.00%, 5/13/21		17,100	18,793,635
5.70%, 1/24/22		2,590	2,961,994
Bank of America NA, 5.30%, 3/15/17 (d)		13,440	14,100,845

Par

Corporate Bonds		(000)	Value
Diversified Financial Services (continued)			
Barclays PLC, 4.38%, 9/11/24	USD	2,100	\$ 2,062,578
Citigroup, Inc. (d):			
4.45%, 1/10/17		4,800	4,980,048
8.50%, 5/22/19		464	560,186
6.68%, 9/13/43		4,125	5,163,316
Deutsche Bank AG, 4.50%, 4/01/25		3,985	3,872,085
Ford Motor Credit Co. LLC:			
8.00%, 12/15/16		4,000	4,279,300
5.88%, 8/02/21		9,420	10,737,660
General Motors Financial Co., Inc.:			
6.75%, 6/01/18		1,700	1,858,947
4.38%, 9/25/21		2,260	2,344,721
4.25%, 5/15/23		1,681	1,708,585
ING Bank NV, 5.00%, 6/09/21 (b)(d)		8,000	8,903,408
Intesa Sanpaolo SpA, 3.13%, 1/15/16		5,450	5,473,217
Jefferies Finance LLC/JFIN Co-Issuer Corp., 7.38%, 4/01/20 (b)		1,705	1,670,900
Leucadia National Corp., 5.50%, 10/18/23		4,000	3,989,852
Moody s Corp., 6.06%, 9/07/17		20,000	20,618,360
MSCI, Inc., 5.75%, 8/15/25 (b)		738	778,221
Mubadala GE Capital Ltd., 3.00%, 11/10/19 (b)		5,000	4,978,550
Pershing Square Holdings Ltd., 5.50%, 7/15/22 (b)		5,500	5,170,000
Resparcs Funding LP I, 8.00% (e)(f)(g)		4,000	1,397,600
Reynolds Group Issuer, Inc.:			
9.00%, 4/15/19		370	378,325
7.88%, 8/15/19		2,480	2,569,900
9.88%, 8/15/19		147	154,718
5.75%, 10/15/20		3,142	3,267,680
6.88%, 2/15/21		105	109,725
Royal Bank of Scotland Group PLC:			
6.10%, 6/10/23		2,500	2,719,543
5.13%, 5/28/24		5,250	5,382,856

158,074,759

Diversified Telecommunication Services 5.1%			
AT&T, Inc.:			
6.30%, 1/15/38 (d)		12,000	13,341,528
4.30%, 12/15/42		265	229,734
4.35%, 6/15/45		367	317,775
CenturyLink, Inc.:			
5.63%, 4/01/20		1,375	1,376,568
6.45%, 6/15/21		285	287,138
Frontier Communications Corp.:			
6.25%, 9/15/21		980	875,140
7.63%, 4/15/24		1,384	1,238,680
6.88%, 1/15/25		475	410,446
11.00%, 9/15/25 (b)		797	835,352
Level 3 Financing, Inc.:			
5.38%, 8/15/22		2,250	2,289,375
5.13%, 5/01/23 (b)		1,183	1,196,309
5.38%, 1/15/24 (b)(h)		754	763,425
5.38%, 5/01/25 (b)		2,455	2,461,137
Telefonica Emisiones SAU, 3.19%, 4/27/18		6,550	6,718,001
Verizon Communications, Inc. (d):			
5.15%, 9/15/23		8,775	9,780,668
6.40%, 9/15/33		9,475	10,950,845
7.35%, 4/01/39		7,825	9,998,871
6.55%, 9/15/43		13,225	15,830,695

78,901,687

Electric Utilities 3.8%			
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CMS Energy Corp., 5.05%, 3/15/22	9,900	10,984,555
Duke Energy Corp., 3.55%, 9/15/21 (d)	3,650	3,776,542
Great Plains Energy, Inc., 5.29%, 6/15/22 (i)	5,550	6,149,988

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Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

	Par	
	(000)	Value
Corporate Bonds		
Electric Utilities (continued)		
Midland Cogeneration Venture LP, 5.25%, 3/15/25 (b)	USD 4,552	\$ 4,729,342
NiSource Finance Corp., 6.80%, 1/15/19 (d)	3,075	3,496,241
Oncor Electric Delivery Co. LLC (d):		
4.10%, 6/01/22	4,150	4,345,610
5.30%, 6/01/42	2,750	2,996,026
Progress Energy, Inc., 7.00%, 10/30/31 (d)	12,000	15,257,772
Puget Energy, Inc.:		
6.00%, 9/01/21	275	315,647
5.63%, 7/15/22	5,550	6,270,496
		58,322,219
Electrical Equipment 0.1%		
GrafTech International Ltd., 6.38%, 11/15/20	1,950	1,111,500
Electronic Equipment, Instruments & Components 0.3%		
Jabil Circuit, Inc., 8.25%, 3/15/18	2,600	2,918,500
Nielsen Finance LLC/Nielsen Finance Co., 5.00%, 4/15/22 (b)	475	482,719
Sanmina Corp., 4.38%, 6/01/19 (b)	1,415	1,443,300
		4,844,519
Energy Equipment & Services 0.7%		
Energy Transfer Partners LP, 5.20%, 2/01/22	10,200	10,148,592
Genesis Energy LP/Genesis Energy Finance Corp.:		
5.75%, 2/15/21	293	273,955
6.75%, 8/01/22	375	365,625
Transocean, Inc., 6.00%, 3/15/18 (d)	540	506,520
		11,294,692
Food & Staples Retailing 1.6%		
CVS Health Corp.:		
4.75%, 12/01/22 (b)	289	315,002
5.00%, 12/01/24 (b)	183	203,267
5.13%, 7/20/45	3,879	4,158,618
Family Tree Escrow LLC (b):		
5.25%, 3/01/20	335	349,238
5.75%, 3/01/23	4,623	4,871,486
H.J. Heinz Finance Co., 7.13%, 8/01/39 (b)	4,415	5,643,491
Rite Aid Corp.:		
6.75%, 6/15/21	541	580,899
6.13%, 4/01/23 (b)	2,974	3,204,485
Wal-Mart Stores, Inc., 5.25%, 9/01/35 (d)	5,150	5,929,277
		25,255,763
Food Products 1.2%		
Barry Callebaut Services NV, 5.50%, 6/15/23 (b)	835	886,837
Kellogg Co., Series B, 7.45%, 4/01/31 (d)	3,425	4,403,139
Mondelez International, Inc.:		
6.50%, 8/11/17	4,450	4,835,864
6.13%, 8/23/18	4,840	5,354,559
Post Holdings, Inc. (b):		
7.75%, 3/15/24	1,502	1,599,630
8.00%, 7/15/25	743	806,155
Smithfield Foods, Inc., 5.88%, 8/01/21 (b)	715	750,750
		18,636,934
Gas Utilities 0.1%		
Targa Resources Partners LP/Targa Resources Partners Finance Corp., 6.88%, 2/01/21	1,265	1,271,325
Health Care Equipment & Supplies 0.6%		
DJO Finco Inc./DJO Finance LLC/DJO Finance Corp., 8.13%, 6/15/21 (b)	2,065	2,049,513

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Mallinckrodt International Finance SA / Mallinckrodt CB LLC (b):		
4.88%, 4/15/20	517	495,674
5.75%, 8/01/22	1,370	1,302,349
	Par	
Corporate Bonds	(000)	Value
Health Care Equipment & Supplies (continued)		
Mallinckrodt International Finance SA / Mallinckrodt CB LLC (b) (continued):		
5.63%, 10/15/23	USD 1,099	\$ 1,037,181
Medtronic, Inc., 4.63%, 3/15/45 (d)	4,565	4,799,034
		9,683,751
Health Care Providers & Services 4.2%		
Acadia Healthcare Co., Inc., 5.13%, 7/01/22	435	429,563
Amsurg Corp., 5.63%, 7/15/22	1,856	1,823,520
CHS/Community Health Systems, Inc.:		
5.13%, 8/15/18	1,620	1,650,375
6.88%, 2/01/22	1,111	1,119,332
DaVita HealthCare Partners, Inc.:		
5.13%, 7/15/24	1,990	2,019,850
5.00%, 5/01/25	1,871	1,857,338
HCA, Inc.:		
3.75%, 3/15/19 (d)	4,364	4,440,370
6.50%, 2/15/20 (d)	10,421	11,658,494
7.50%, 2/15/22	2,214	2,546,100
5.88%, 3/15/22	340	374,000
4.75%, 5/01/23	676	692,900
HealthSouth Corp.:		
5.13%, 3/15/23	512	503,040
5.75%, 11/01/24	889	889,000
Hologic, Inc., 5.25%, 7/15/22 (b)	805	840,219
Tenet Healthcare Corp.:		
6.25%, 11/01/18	736	783,840
4.75%, 6/01/20	1,450	1,471,750
6.00%, 10/01/20	3,645	3,936,600
4.50%, 4/01/21	73	73,000
4.38%, 10/01/21	7,335	7,316,662
8.13%, 4/01/22	4,907	5,189,152
6.75%, 6/15/23	1,758	1,744,815
UnitedHealth Group, Inc., 6.88%, 2/15/38 (d)	10,000	13,420,100
		64,780,020
Health Care Technology 0.2%		
Amgen, Inc., 5.15%, 11/15/41 (d)	3,450	3,563,160
Hotels, Restaurants & Leisure 0.9%		
CDW LLC/CDW Finance Corp.:		
6.00%, 8/15/22	1,380	1,481,071
5.00%, 9/01/23	306	317,475
5.50%, 12/01/24	2,458	2,574,755
ESH Hospitality, Inc., 5.25%, 5/01/25 (b)	688	690,546
Jarden Corp., 5.00%, 11/15/23 (b)	398	408,945
MGM Resorts International, 6.00%, 3/15/23	1,374	1,394,610
New Red Finance, Inc., 6.00%, 4/01/22 (b)	2,215	2,317,444
Pinnacle Entertainment, Inc., 6.38%, 8/01/21	1,586	1,689,090
RHP Hotel Properties LP/RHP Finance Corp., 5.00%, 4/15/23	607	626,727
Sabre GLOBL, Inc., 5.38%, 4/15/23 (b)	594	602,910
Six Flags Entertainment Corp., 5.25%, 1/15/21 (b)	1,718	1,782,425
		13,885,998
Household Durables 1.2%		
Beazer Homes USA, Inc., 6.63%, 4/15/18	1,960	2,023,700
Brookfield Residential Properties, Inc./Brookfield Residential US Corp., 6.13%, 7/01/22 (b)	1,647	1,618,177
K. Hovnanian Enterprises, Inc., 7.25%, 10/15/20 (b)	398	374,120
KB Home, 7.25%, 6/15/18	1,990	2,129,300
Shea Homes LP / Shea Homes Funding Corp. (b):		
5.88%, 4/01/23	910	952,088
6.13%, 4/01/25	920	963,700
Standard Pacific Corp., 8.38%, 1/15/21	3,015	3,576,694

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

	Par	
	(000)	Value
Corporate Bonds		
Household Durables (continued)		
Taylor Morrison Communities, Inc./Monarch Communities, Inc., 5.25%, 4/15/21 (b)	USD 767	\$ 772,753
Toll Brothers Finance Corp., 4.88%, 11/15/25	96	95,880
TRI Pointe Holdings, Inc.:		
4.38%, 6/15/19	920	914,250
5.88%, 6/15/24	625	625,000
United Rentals North America, Inc.:		
7.38%, 5/15/20	2,025	2,149,031
7.63%, 4/15/22	1,853	2,010,709
		18,205,402
Household Products 0.2%		
Spectrum Brands, Inc.:		
6.38%, 11/15/20	810	864,675
6.63%, 11/15/22	1,110	1,212,675
5.75%, 7/15/25 (b)	1,002	1,068,383
		3,145,733
Independent Power and Renewable Electricity Producers 0.7%		
Calpine Corp.:		
6.00%, 1/15/22 (b)	1,548	1,626,948
5.38%, 1/15/23	2,109	2,016,731
5.88%, 1/15/24 (b)	823	860,035
5.50%, 2/01/24	1,749	1,661,550
5.75%, 1/15/25	1,064	1,008,140
Dynegy, Inc., 6.75%, 11/01/19	2,195	2,189,513
QEP Resources, Inc., 5.38%, 10/01/22	1,927	1,734,300
		11,097,217
Insurance 5.4%		
American International Group, Inc., 6.40%, 12/15/20 (d)	8,710	10,284,594
Aon Corp., 5.00%, 9/30/20 (d)	7,700	8,493,247
Aon PLC, 4.25%, 12/12/42 (d)	6,500	5,913,401
Forethought Financial Group, Inc., 8.63%, 4/15/21 (b)	3,400	3,899,790
Manulife Financial Corp., 4.90%, 9/17/20 (d)	10,425	11,355,014
MPL 2 Acquisition Canco, Inc., 9.88%, 8/15/18 (b)	1,455	1,527,750
Northwestern Mutual Life Insurance Co., 6.06%, 3/30/40 (b)(d)	12,000	14,464,164
Principal Financial Group, Inc., 8.88%, 5/15/19	2,825	3,427,092
Prudential Financial, Inc., 6.63%, 12/01/37 (d)	10,000	12,559,130
XLIT Ltd., 5.75%, 10/01/21 (d)	10,085	11,374,962
		83,299,144
Internet Software & Services 0.0%		
Netflix, Inc., 5.50%, 2/15/22 (b)	563	593,965
IT Services 0.8%		
Fidelity National Information Services, Inc., 5.00%, 10/15/25	1,935	2,000,627
First Data Corp. (b):		
6.75%, 11/01/20	1,768	1,863,030
8.25%, 1/15/21	250	262,188
5.38%, 8/15/23	1,854	1,886,445
7.00%, 12/01/23 (h)	6,385	6,496,737
		12,509,027
Life Sciences Tools & Services 0.9%		
Life Technologies Corp., 6.00%, 3/01/20 (d)	12,000	13,569,276
Media 7.0%		
21st Century Fox America, Inc., 6.15%, 3/01/37 (d)	9,575	11,023,832
A&E Television Networks LLC, 3.11%, 8/22/19	5,000	5,079,000
Altice Financing SA, 6.63%, 2/15/23 (b)	1,313	1,316,283

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Altice Finco SA, 7.63%, 2/15/25 (b)		96	90,960
		Par	
Corporate Bonds		(000)	Value
Media (continued)			
Altice SA (b):			
7.75%, 5/15/22	USD	2,425	\$ 2,334,062
7.63%, 2/15/25		1,515	1,393,042
Altice US Finance I Corp., 5.38%, 7/15/23 (b)		2,919	2,954,028
AMC Networks, Inc.:			
7.75%, 7/15/21		1,330	1,426,425
4.75%, 12/15/22		685	687,569
CCO Safari II LLC (b):			
6.38%, 10/23/35		479	493,412
6.48%, 10/23/45		4,584	4,753,571
6.83%, 10/23/55		3,540	3,587,040
Cinemark USA, Inc., 5.13%, 12/15/22		349	350,745
Clear Channel Worldwide Holdings, Inc., 6.50%, 11/15/22		10,205	10,604,237
COX Communications, Inc., 8.38%, 3/01/39 (b)(d)		5,000	5,718,440
CSC Holdings LLC, 8.63%, 2/15/19		4,005	4,255,312
DIRECTV Holdings LLC/DIRECTV Financing Co., Inc., 5.00%, 3/01/21 (d)		8,575	9,374,104
DISH DBS Corp., 5.88%, 11/15/24		2,462	2,354,903
Gray Television, Inc., 7.50%, 10/01/20		543	566,729
Grupo Televisa SAB, 5.00%, 5/13/45 (d)		3,345	3,016,769
Intelsat Jackson Holdings SA, 5.50%, 8/01/23		2,909	2,398,107
Interpublic Group of Cos., Inc., 3.75%, 2/15/23		6,025	5,911,423
Live Nation Entertainment, Inc., 7.00%, 9/01/20 (b)		463	490,780
NAI Entertainment Holdings/NAI Entertainment Holdings Finance Corp., 5.00%, 8/01/18 (b)		1,471	1,518,807
Neptune Finco Corp., 6.63%, 10/15/25 (b)		1,436	1,511,390
Numericable Group SA, 6.00%, 5/15/22 (b)		8,520	8,541,300
Outfront Media Capital LLC/Outfront Media Capital Corp.:			
5.25%, 2/15/22		249	255,848
5.63%, 2/15/24		122	126,957
Sirius XM Radio, Inc., 4.25%, 5/15/20 (b)		2,300	2,328,750
Time Warner Cable, Inc., 6.55%, 5/01/37 (d)		3,519	3,526,182
Tribune Media Co., 5.88%, 7/15/22 (b)		1,403	1,441,582
Unitymedia Hessen GmbH & Co. KG/Unitymedia NRW GmbH, 5.50%, 1/15/23 (b)		1,000	1,027,800
Univision Communications, Inc. (b):			
5.13%, 5/15/23		5,293	5,240,070
5.13%, 2/15/25		999	981,518
Virgin Media Secured Finance PLC, 5.38%, 4/15/21 (b)		1,255	1,317,330
			107,998,307
Metals & Mining 2.3%			
Alcoa, Inc., 5.13%, 10/01/24		1,903	1,886,349
AngloGold Ashanti Holdings PLC, 5.13%, 8/01/22		5,000	4,559,375
ArcelorMittal, 6.13%, 6/01/18		2,575	2,581,437
Commercial Metals Co., 4.88%, 5/15/23		2,194	1,941,690
Constellium NV:			
4.63%, 5/15/21	EUR	490	434,835
5.75%, 5/15/24 (b)	USD	1,178	848,160
First Quantum Minerals Ltd. (b):			
7.00%, 2/15/21		303	224,220
7.25%, 5/15/22		912	665,190
Freeport-McMoRan, Inc.:			
7.13%, 11/01/27 (d)		8,500	7,626,310
5.40%, 11/14/34		5,225	3,685,245
Novelis, Inc., 8.75%, 12/15/20		3,247	3,255,117
Southern Copper Corp., 5.88%, 4/23/45		3,870	3,382,991
Steel Dynamics, Inc.:			
5.13%, 10/01/21		1,105	1,096,713
6.38%, 8/15/22		1,430	1,469,325

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

	Par	Value
	(000)	
Corporate Bonds		
Metals & Mining (continued)		
Steel Dynamics, Inc. (continued):		
5.25%, 4/15/23	USD 163	\$ 158,518
Wise Metals Group LLC/Wise Alloys Finance Corp., 8.75%, 12/15/18 (b)	2,785	2,631,825
		36,447,300
Multi-Utilities 1.3%		
CenterPoint Energy, Inc. (d):		
5.95%, 2/01/17	9,000	9,469,665
6.50%, 5/01/18	9,675	10,694,581
		20,164,246
Multiline Retail 0.2%		
Dufry Finance SCA, 5.50%, 10/15/20 (b)	3,460	3,598,400
Offshore Drilling & Other Services 0.1%		
Sensata Technologies BV (b):		
5.63%, 11/01/24	695	707,163
5.00%, 10/01/25	1,418	1,384,322
		2,091,485
Oil, Gas & Consumable Fuels 14.1%		
Access Midstream Partners LP/ACMP Finance Corp.:		
6.13%, 7/15/22	1,668	1,707,410
4.88%, 5/15/23	343	309,591
Anadarko Petroleum Corp., 6.38%, 9/15/17	75	80,758
Antero Resources Finance Corp., 5.38%, 11/01/21	378	347,760
Bonanza Creek Energy, Inc.:		
6.75%, 4/15/21	778	560,160
5.75%, 2/01/23	1,245	834,150
California Resources Corp.:		
5.00%, 1/15/20	495	360,112
5.50%, 9/15/21	1,894	1,302,125
6.00%, 11/15/24	5,517	3,751,560
Chesapeake Energy Corp., 6.88%, 11/15/20	493	334,007
Concho Resources, Inc.:		
5.50%, 10/01/22	166	166,623
5.50%, 4/01/23	1,079	1,084,395
CONSOL Energy, Inc., 5.88%, 4/15/22	5,691	3,599,557
Continental Resources, Inc.:		
5.00%, 9/15/22	7,000	6,291,250
4.50%, 4/15/23	469	414,369
Denbury Resources, Inc., 5.50%, 5/01/22	604	422,800
El Paso LLC:		
7.80%, 8/01/31	197	199,593
7.75%, 1/15/32	4,586	4,641,596
El Paso Natural Gas Co. LLC, 8.63%, 1/15/22	2,345	2,781,993
El Paso Pipeline Partners Operating Co. LLC, 6.50%, 4/01/20	5,075	5,519,164
Enbridge Energy Partners LP, 9.88%, 3/01/19 (d)	6,000	7,123,584
Energy Transfer Equity LP:		
7.50%, 10/15/20	1,028	1,105,306
5.88%, 1/15/24	2,788	2,700,945
Energy Transfer Partners LP, 6.13%, 12/15/45	3,579	3,212,346
Enterprise Products Operating LLC:		
4.90%, 5/15/46	5,375	4,926,429
Series N, 6.50%, 1/31/19 (d)	12,000	13,413,072
EP Energy LLC/Everest Acquisition Finance, Inc., 9.38%, 5/01/20	3,290	2,862,300
Hilcorp Energy I LP/Hilcorp Finance Co., 5.00%, 12/01/24 (b)	3,666	3,317,730
Kinder Morgan Energy Partners LP:		
6.85%, 2/15/20 (d)	12,000	13,102,728

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4.25%, 9/01/24		2,170	1,937,784
5.40%, 9/01/44		3,615	2,970,041
		Par	
Corporate Bonds		(000)	Value
Oil, Gas & Consumable Fuels (continued)			
Laredo Petroleum, Inc., 7.38%, 5/01/22	USD	231	\$ 228,113
Linn Energy LLC/Linn Energy Finance Corp., 6.25%, 11/01/19		597	140,295
Marathon Petroleum Corp., 3.50%, 3/01/16 (d)		4,600	4,638,654
MarkWest Energy Partners LP/MarkWest Energy Finance Corp., 4.88%, 6/01/25		1,144	1,069,640
MEG Energy Corp. (b):			
6.50%, 3/15/21		3,839	3,368,722
7.00%, 3/31/24		3,533	3,056,045
Midcontinent Express Pipeline LLC, 6.70%, 9/15/19 (b)		3,500	3,395,000
Nexen, Inc., 6.40%, 5/15/37 (d)		4,615	5,390,020
NGPL PipeCo LLC, 9.63%, 6/01/19 (b)		902	845,625
Noble Energy, Inc., 5.63%, 5/01/21		3,448	3,496,238
Oasis Petroleum, Inc.:			
7.25%, 2/01/19 (d)		915	873,825
6.50%, 11/01/21		1,025	873,812
ONEOK Partners LP, 8.63%, 3/01/19 (d)		10,000	11,486,090
Paramount Resources Ltd., 6.88%, 6/30/23 (b)		600	528,000
PDC Energy, Inc., 7.75%, 10/15/22		1,225	1,231,125
Peabody Energy Corp., 6.00%, 11/15/18		2,120	371,000
Petrobras International Finance Co. SA, 3.88%, 1/27/16		12,550	12,518,625
Petroleos Mexicanos (d):			
3.50%, 1/30/23		5,000	4,642,500
4.88%, 1/18/24		2,000	1,998,400
Petroleum Geo-Services ASA, 7.38%, 12/15/18 (b)		3,980	3,228,775
Pioneer Natural Resources Co., 6.88%, 5/01/18		1,665	1,811,863
Plains All American Pipeline LP/PAA Finance Corp.:			
4.70%, 6/15/44		1,498	1,290,173
4.90%, 2/15/45		2,102	1,867,261
Range Resources Corp.:			
5.00%, 8/15/22		32	28,478
5.00%, 3/15/23		75	66,563
Regency Energy Partners LP/Regency Energy Finance Corp., 4.50%, 11/01/23		4,351	3,993,396
Rockies Express Pipeline LLC, 6.88%, 4/15/40 (b)		580	551,000
RSP Permian, Inc., 6.63%, 10/01/22		789	781,110
Ruby Pipeline LLC, 6.00%, 4/01/22 (b)		10,000	10,477,310
Sabine Pass Liquefaction LLC:			
5.63%, 4/15/23		7,393	7,194,313
5.75%, 5/15/24		2,869	2,768,585
Sabine Pass LNG LP, 7.50%, 11/30/16		5,965	6,155,134
Sanchez Energy Corp., Series WI, 6.13%, 1/15/23		1,141	827,225
SandRidge Energy, Inc.:			
8.13%, 10/16/22		114	29,925
7.50%, 2/16/23		622	157,444
Seventy Seven Energy, Inc., 6.50%, 7/15/22		469	141,873
SM Energy Co., 6.50%, 1/01/23		322	317,298
Summit Midstream Holdings LLC/Summit Midstream Finance Corp., 7.50%, 7/01/21		1,614	1,565,580
Tesoro Logistics LP/Tesoro Logistics Finance Corp., 6.25%, 10/15/22 (b)		1,519	1,579,760
Western Gas Partners LP, 5.38%, 6/01/21 (d)		5,125	5,430,640
Whiting Petroleum Corp.:			
5.00%, 3/15/19		1,672	1,588,400
5.75%, 3/15/21		1,171	1,087,566
Williams Cos., Inc.:			
3.70%, 1/15/23		5,283	4,312,196
4.55%, 6/24/24		1,813	1,517,370
8.75%, 3/15/32		2,478	2,431,136
5.75%, 6/24/44		685	501,336

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

		Par	
		(000)	Value
Corporate Bonds			
Oil, Gas & Consumable Fuels (continued)			
Williams Partners LP, 5.10%, 9/15/45 (d)	USD	5,075	\$ 3,904,964
WPX Energy, Inc., 5.25%, 9/15/24		856	710,480
			217,850,121
Paper & Forest Products 2.1%			
Clearwater Paper Corp., 4.50%, 2/01/23		532	508,060
International Paper Co.:			
7.50%, 8/15/21 (d)		9,675	11,702,686
8.70%, 6/15/38		4,000	5,464,100
7.30%, 11/15/39 (d)		10,000	12,036,190
Louisiana-Pacific Corp., 7.50%, 6/01/20		2,130	2,236,500
			31,947,536
Pharmaceuticals 3.7%			
AbbVie, Inc. (d):			
2.90%, 11/06/22		5,675	5,491,800
4.70%, 5/14/45		3,255	3,115,790
Actavis Funding SCS:			
3.45%, 3/15/22		4,610	4,580,247
3.85%, 6/15/24		6,000	5,970,540
3.80%, 3/15/25		1,650	1,635,048
4.75%, 3/15/45		1,450	1,386,652
Endo Finance LLC/Endo Finco, Inc. (b):			
7.25%, 12/15/20		241	249,134
7.75%, 1/15/22		499	517,713
6.00%, 7/15/23		1,514	1,514,000
6.00%, 2/01/25		1,601	1,588,992
Forest Laboratories, Inc. (b):			
4.38%, 2/01/19		2,924	3,076,238
5.00%, 12/15/21		1,631	1,762,716
Grifols Worldwide Operations Ltd., 5.25%, 4/01/22		1,613	1,669,455
Merck & Co., Inc., 6.50%, 12/01/33 (d)		6,420	8,479,453
Valeant Pharmaceuticals International (b):			
6.75%, 8/15/18		6,955	6,712,270