

ITEX CORP
Form SC TO-T/A
February 29, 2008

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

SCHEDULE TO
(RULE 14d-100)
Tender Offer Statement Under Section 14(d)(1) or 13(e)(1) of
the Securities Exchange Act of 1934
(Amendment No. 3)

ITEX CORPORATION
(Name of Subject Company)

WESTERN SIZZLIN CORPORATION
(Name of Filing Person—Offeror)

COMMON STOCK, PAR VALUE \$0.01 PER SHARE
(Title of Class of Securities)

465647204
(CUSIP Number of Class of Securities)

Robyn B. Mabe
Vice President and Chief Financial Officer
Western Sizzlin Corporation
416 South Jefferson Street, Suite 600
Roanoke, Virginia 24011
(540) 345-3195
(Name, Address and Telephone Number of Person Authorized to Receive Notices
and Communications on Behalf of Filing Person)

Copies to:
Steven Wolosky, Esq.
Olshan Grundman Frome Rosenzweig & Wolosky LLP
Park Avenue Tower
65 East 55th Street
New York, New York 10022
(212) 451-2300

Edgar Filing: ITEX CORP - Form SC TO-T/A

Transaction Valuation*

Amount of Filing Fee**

\$15,953,624

\$490

* Pursuant to Rules 0-11(d) and 0-11(a)(4) under the Securities Exchange Act of 1934, as amended, and solely for the purpose of calculating the registration fee, the market value of the securities to be received by Western Sizzlin Corporation was calculated as the product of (i) 17,726,248 shares of ITEX Corporation common stock outstanding as of October 31, 2007 (as reported in ITEX's Quarterly Report on Form 10-QSB for the quarterly period ended October 31, 2007) and (ii) the average of the high and low sales prices of ITEX Corporation common stock as quoted on the OTC Bulletin Board on December 20, 2007 (\$0.90). As reported in ITEX's Quarterly Report on Form 10-QSB for the quarterly period ended October 31, 2007, there were no ITEX Corporation common stock options outstanding as of October 31, 2007.

Edgar Filing: ITEX CORP - Form SC TO-T/A

** The amount of the filing fee equals \$30.70 per million dollars of transaction value. The entire amount of the filing fee has been offset by the amount of the filing fee previously paid by Western Sizzlin Corporation as described below.

x Check box if any part of the fee is offset as provided by Rule 0-11(a)(2) and identify the filing with which the offsetting fee was previously paid. Identify the previous filing by registration statement number, or the Form or Schedule and the date of its filing.

Amount Previously Paid:	\$490	Western Sizzlin
Form or Registration No.:	Form S-4, 333-148349	Filing Party: Corporation
		Date Filed: December 27, 2007

.. Check the box if the filing relates solely to preliminary communications made before the commencement of a tender offer.

Check the appropriate boxes below to designate any transactions to which the statement relates:

- x third-party tender offer subject to Rule 14d-1.
- .. issuer tender offer subject to Rule 13e-4.
- .. going-private transaction subject to Rule 13e-3.
- .. amendment to Schedule 13D under Rule 13d-2.

Check the following box if the filing is a final amendment reporting the results of the tender offer. ..

This Amendment No. 3 to the Tender Offer Statement on Schedule TO amends and supplements the Tender Offer Statement originally filed with the Securities and Exchange Commission on December 27, 2007, as amended by Amendment No. 1 thereto filed on January 29, 2008 and Amendment No. 2 thereto filed on February 1, 2008 (as amended, the "Schedule TO") by Western Sizzlin Corporation, a Delaware corporation ("Western"). The Schedule TO relates to the offer by Western to exchange each issued and outstanding share of common stock, par value \$0.01 per share ("ITEX Common Stock"), of ITEX Corporation, a Nevada corporation ("ITEX"), for .06623 shares of common stock, par value \$0.01 per share ("Western Common Stock"), of Western, upon the terms and subject to the conditions described in the Prospectus (as defined below) and the related Letter of Transmittal, which are exhibits (a)(4) and (a)(1)(i) hereto, respectively (which together, as amended, supplemented or otherwise modified from time to time, constitute the "Offer").

Western has filed Amendment No. 1 to its Registration Statement on Form S-4 (file no. 333-148349) with the Securities and Exchange Commission relating to the Western Common Stock to be issued to holders of ITEX Common Stock pursuant to the Offer (as amended, the "Registration Statement"). The terms and conditions of the Offer are set forth in the prospectus, which is a part of the Registration Statement (as amended, the "Prospectus"), and the related Letter of Transmittal, which are exhibits (a)(4) and (a)(1)(i) hereto, respectively.

Items 1 through 9, and Item 11.

All information contained in the Prospectus and the Letter of Transmittal, and any prospectus supplement or other supplement thereto related to the Offer, is incorporated herein by reference with respect to Items 1 through 9 and 11 of this Schedule TO, except that such information is hereby amended and supplemented to the extent specifically provided herein.

Items 1 and 4 of the Schedule TO are hereby amended and supplemented to add the following:

On February 29, 2008, Western issued a press release announcing that it had extended the expiration date of the Offer until 5:00 p.m., New York City time, on Wednesday, March 26, 2008. The Offer previously was scheduled to expire at 5:00 p.m., New York City time, on Thursday, February 28, 2008. Approximately 900,174 shares of ITEX Common Stock had been tendered thus far as of the close of business on February 28, 2008.

Item 12. Exhibits.

Item 12 of the Schedule TO is amended and supplemented by adding the following:

(a)(5)(v) Text of press release issued by Western, dated February 29, 2008

SIGNATURE

After due inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement is true, complete and correct.

Dated: February 29, 2008

WESTERN SIZZLIN CORPORATION

By: /s/ Robyn B. Mabe
Name: Robyn B. Mabe
Title: Vice President and Chief
Financial Officer

EXHIBIT INDEX

(a)(1)(i)	Form of Letter of Transmittal (1)
(a)(1)(ii)	Form of Guidelines for Certification of Taxpayer Identification Number on Substitute Form W-9 (1)
(a)(1)(iii)	Form of Notice of Guaranteed Delivery (1)
(a)(1)(iv)	Form of Letter to Brokers, Dealers, Commercial Banks, Trust Companies and Other Nominees (1)
(a)(1)(v)	Form of Letter to Clients for use by Brokers, Dealers, Commercial Banks, Trust Companies and Other Nominees (1)
(a)(2)	Not applicable.
(a)(3)	Not applicable.
(a)(4)	Prospectus relating to Western Common Stock to be issued in the Offer (2)
(a)(5)(i)	Text of press release issued by Western, dated December 12, 2007 (3)
(a)(5)(ii)	Text of press release issued by Western, dated December 27, 2007 (3)
(a)(5)(iii)	Text of press release issued by Western, dated January 28, 2008 (3)
(a)(5)(iv)	Text of press release issued by Western, dated February 1, 2008 (3)
(a)(5)(v)	Text of press release issued by Western, dated February 29, 2008 (4)
(b)	Not applicable.
(c)	Not applicable.
(d)	Not applicable.
(e)	Not applicable.
(f)	Not applicable.
(g)	Not applicable.
(h)	Not applicable.

(1) Incorporated by reference from Western's Registration Statement on Form S-4 filed on December 27, 2007.

(2) Incorporated by reference from Amendment No. 1 to Western's Registration Statement on Form S-4 filed on February 1, 2008.

- (3) Previously filed.
 - (4) Filed herewith.
-

vestments in select special situations or distressed credits (including several in the automotive sector) enhanced results. On a credit basis, the Fund's underweight position in BB credits and overweight in the lower-quality ratings and nonrated credits were additive. On the other hand, the Fund held a 13% position in floating rate loan interests, which hindered performance as the sector underperformed high yield during the period. The Fund also maintained relatively low levels of leverage (at year end, 23% of the Fund's total managed assets), which detracted from performance versus the Lipper competitors, who maintained leverage closer to the 33 % regulatory limit.

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.

Fund Information

Symbol on NYSE	CYE
Initial Offering Date	January 30, 1998
Yield on Closing Market Price as of February 28, 2010 (\$6.67) ¹	9.90%
Current Monthly Distribution per Share ²	\$0.055
Current Annualized Distribution per Share ²	\$0.660
Leverage as of February 28, 2010 ³	23%

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 A change in the distribution rate was declared on March 1, 2010. The Monthly Distribution per Common Share was decreased to \$0.050. The Yield on Closing Market Price, Current Monthly Distribution per Common Share and Current Annualized Distribution per Common Share do not reflect the new distribution rate. The new distribution rate is not constant and is subject to change.

³ Represents loan outstanding as a percentage of total managed assets, which is the total assets of the Fund (including any assets attributable to borrowing) 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 9.

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

	2/28/10	2/28/09	Change	High	Low
Market Price	\$ 6.67	\$ 3.57	86.83%	\$ 6.78	\$ 3.05
Net Asset Value	\$ 6.69	\$ 4.05	65.19%	\$ 6.78	\$ 3.83

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

Portfolio Composition

	2/28/10	2/28/09
Corporate Bonds	81%	82%
Floating Rate Loan Interests	13	16
Common Stocks	4	1
Other Interests	2	
Non-Agency Mortgage-Backed Securities		1

Credit Quality Allocations⁴

	2/28/10	2/28/09
AAA/Aaa	%	1%
BBB/Baa	3	5
BB/Ba	29	30
B	47	46
CCC/Caa	12	14
CC/Ca		1
D	1	
Not Rated	8	3

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

Fund Summary as of February 28, 2010

BlackRock Debt Strategies Fund, Inc.

Investment Objective

BlackRock Debt Strategies Fund, Inc. (DSU) (the Fund) seeks to provide current income by investing primarily in a diversified portfolio of US companies' debt instruments, including corporate loans, that are rated in the lower rating categories of the established rating services (Baa or lower by Moody's or BBB or lower by S&P's) or unrated debt instruments of comparable quality.

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

Performance

For the 12 months ended February 28, 2010, the Fund returned 114.32% based on market price and 87.82% based on NAV. For the same period, the closed-end Lipper High Current Yield Funds (Leveraged) category posted an average return of 86.36% on a market price basis and 68.03% on a NAV basis. All returns reflect reinvestment of dividends. The Fund moved from a discount to NAV to a premium by period end, which accounts for the difference between performance based on price and performance based on NAV. Unlike most of the other funds in its Lipper category, the Fund is a hybrid that invests in both high yield and bank loans. During the period, approximately 47% of the Fund was invested in floating rate loan interests, with 42% in high yield and the remainder in common stock, convertibles and investment-grade bonds. The Fund continued to outperform its Lipper category, even though loans underperformed high yield over the 12 months. Contributing positively to performance were the Fund's overweight positions in autos and several distressed credits and special situations, as well as our underweight in health care. On an individual security and credit rating basis, we tended to be overweight in the lower-quality tiers, nonrated and higher-beta credits, which hurt the Fund's performance in 2008, but has benefited the Fund since. On the other hand, the Fund maintained relatively conservative sector positioning, which had a negative impact on the Fund's performance in the continuation of the market's sharp rebound from 2008; still, we believe the Fund's positioning is the correct stance for the medium term. The Fund also maintained relatively low levels of leverage (at year end, 14% of the Fund's total managed assets), which has been a detractor in a strong market environment.

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.

Fund Information

Symbol on NYSE	DSU
Initial Offering Date	March 27, 1998
Yield on Closing Market Price as of February 28, 2010 (\$3.91) ¹	9.51%
Current Monthly Distribution per Share ²	\$0.031
Current Annualized Distribution per Share ²	\$0.372
Leverage as of February 28, 2010 ³	14%

Edgar Filing: ITEX CORP - Form SC TO-T/A

- 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 loan outstanding as a percentage of total managed assets, which is the total assets of the Fund (including any assets attributable to borrowing) 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 9.

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

	2/28/10	2/28/09	Change	High	Low
Market Price	\$ 3.91	\$ 2.07	88.89%	\$ 3.91	\$ 1.63
Net Asset Value	\$ 3.89	\$ 2.35	65.53%	\$ 3.90	\$ 2.21

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

Portfolio Composition

	2/28/10	2/28/09
Corporate Bonds	49%	53%
Floating Rate Loan Interests	47	43
Common Stocks	4	3
Non-Agency Mortgage-Backed Securities		1

Credit Quality Allocations⁴

	2/28/10	2/28/09
BBB/Baa	5%	9%
BB/Ba	27	
B	44	59
CCC/Caa	11	21
CC/Ca		4
D	1	1
Not Rated	12	6

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

Fund Summary as of February 28, 2010

BlackRock Floating Rate Income Strategies Fund II, Inc.**Investment Objective**

BlackRock Floating Rate Income Strategies Fund II, Inc. (FRB) (the Fund) seeks a high current income and such preservation of capital as is consistent with investment in a diversified, leveraged portfolio consisting primarily of floating rate debt securities and instruments.

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

Performance

For the 12 months ended February 28, 2010, the Fund returned 99.15% based on market price and 62.08% based on NAV. For the same period, the closed-end Lipper Loan Participation Funds category posted an average return of 98.84% on a market price basis and 55.06% on a NAV basis. All returns reflect reinvestment of dividends. The Fund moved from a discount to NAV to a premium by period end, which accounts for the difference between performance based on price and performance based on NAV. During the period, approximately 20% of the Fund was invested in high yield bonds, which contributed positively to performance as high yield outperformed floating rate loan interests. Overweight positions in the automotive sector and a few special situations and distressed credits also helped the Fund's results, as did an underweight in health care. On the other hand, the Fund generally favored less economically sensitive sectors and higher-quality credits, which detracted from performance as these issues underperformed lower-rated issues and those sectors with greater economic sensitivity. In addition, the Fund maintained relatively conservative levels of leverage (at year end, 15% of the Fund's total managed assets), which was a detractor versus the Lipper competitors, who maintained leverage closer to the 33% regulatory limit.

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.

Fund Information

Symbol on NYSE	FRB
Initial Offering Date	July 30, 2004
Yield on Closing Market Price as of February 28, 2010 (\$15.01) ¹	6.00%
Current Monthly Distribution per Share ²	\$0.075
Current Annualized Distribution per Share ²	\$0.900
Leverage as of February 28, 2010 ³	15%

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.

Edgar Filing: ITEX CORP - Form SC TO-T/A

³ Represents loan outstanding as a percentage of total managed assets, which is the total assets of the Fund (including any assets attributable to borrowing) 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 9.

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

	2/28/10	2/28/09	Change	High	Low
Market Price	\$ 15.01	\$ 8.28	81.28%	\$ 15.10	\$ 7.16
Net Asset Value	\$ 13.16	\$ 8.92	47.53%	\$ 13.21	\$ 8.58

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

Portfolio Composition

	2/28/10	2/28/09
Floating Rate Loan Interests	73%	71%
Corporate Bonds	26	28
Other Interests	1	
Non-Agency Mortgage-Backed Securities		1

Credit Quality Allocations⁴

	2/28/10	2/28/09
BBB/Baa	6%	15%
BB/Ba	34	8
B	38	57
CCC/Caa	10	15
CC/Ca	1	2
D	2	1
Not Rated	9	2

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

Fund Summary as of February 28, 2010

BlackRock Senior High Income Fund, Inc.**Investment Objective**

BlackRock Senior High Income Fund, Inc. (ARK) (the Fund) seeks to provide shareholders with as high a level of current income as is consistent with its investment policies and prudent investment management by investing principally in senior debt obligations of companies, including corporate loans made by banks and other financial institutions and both privately placed and publicly offered corporate bonds and notes.

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

Performance

For the 12 months ended February 28, 2010, the Fund returned 95.61% based on market price and 68.90% based on NAV. For the same period, the closed-end Lipper High Current Yield Funds (Leveraged) category posted an average return of 86.36% on a market price basis and 68.03% on a NAV basis. All returns reflect reinvestment of dividends. The Fund moved from a discount to NAV to a premium by period end, which accounts for the difference between performance based on price and performance based on NAV. Unlike most of the other funds in its Lipper category, the Fund is a hybrid that invests in both high yield and bank loans. During the period, approximately 46% of the Fund was invested in floating rate loan interests, with 48% in high yield and the remainder in common stock, convertibles and investment-grade bonds. The Fund outperformed its Lipper category, even though loans underperformed high yield over the 12 months. Contributing positively to performance were our overweight positions in autos and several distressed credits and special situations, as well as the Fund's underweight in health care. On an individual security and credit rating basis, the Fund tended to be overweight in the lower-quality tiers, nonrated and higher-beta credits, which hurt performance in 2008, but has benefited the Fund since. On the other hand, the Fund maintained relatively conservative sector positioning, which had a negative impact on performance in the continuation of the market's sharp rebound from 2008; still, we believe the Fund's positioning is the correct stance for the medium term. We also maintained relatively low levels of leverage (at year end, 16% of the Fund's total assets), which has been a detractor in a strong market environment.

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.

Fund Information

Symbol on NYSE	ARK
Initial Offering Date	April 30, 1993
Yield on Closing Market Price as of February 28, 2010 (\$3.94) ¹	7.61%
Current Monthly Distribution per Common Share ²	\$0.025
Current Annualized Distribution per Common Share ²	\$0.300
Leverage as of February 28, 2010 ³	16%

Edgar Filing: ITEX CORP - Form SC TO-T/A

- 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 is not constant and is subject to change.
- ³ Represents loan outstanding as a percentage of total managed assets, which is the total assets of the Fund (including any assets attributable to borrowing) 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 9.

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

	2/28/10	2/28/09	Change	High	Low
Market Price	\$ 3.94	\$ 2.21	78.28%	\$ 3.97	\$ 1.78
Net Asset Value	\$ 3.91	\$ 2.54	53.94%	\$ 3.93	\$ 2.41

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

Portfolio Composition

	2/28/10	2/28/09
Corporate Bonds	52%	55%
Floating Rate Loan Interests	46	44
Common Stocks	2	
Non-Agency Mortgage-Backed Securities		1

Credit Quality Allocations⁴

	2/28/10	2/28/09
BBB/Baa	5%	2%
BB/Ba	33	22
B	43	59
CCC/Caa	11	8
CC/Ca		3
D	1	1
Not Rated	7	5

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

The Benefits and Risks of Leveraging

The Funds may utilize leverage to seek to enhance the yield and NAV. However, these objectives cannot be achieved in all interest rate environments.

The Funds may utilize leverage by borrowing through a credit facility. In general, the concept of leveraging is based on the premise that the cost of assets to be obtained from leverage will be based on short-term interest rates, which normally will 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 shareholders will 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. However, in order to benefit 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 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 issues debt securities for 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 interest expense on the \$30 million of debt securities based on the lower short-term interest rates. At the same time, the securities purchased by the Fund with assets received from borrowings earn the income based on long-term interest rates. In this case, the interest expense of borrowings is significantly lower than the income earned on the Fund's long-term investments, and therefore the 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 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 interest expense 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 the 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 Fund's borrowings do not fluctuate in relation to interest rates. As a result, changes in interest rates can influence the Fund's NAV positively or negatively in addition to the impact on Fund performance from leverage from borrowings.

The use of leverage may enhance opportunities for increased income to the Funds and 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 each Fund's NAV, market price and dividend rate than a comparable portfolio 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 shareholders will be reduced. Each Fund may be required to sell portfolio securities at inopportune times 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 the shareholders and may reduce income.

Under the Investment Company Act of 1940, the Funds are permitted to borrow through a credit facility up to 33 % of their total managed assets. As of February 28, 2010, the Funds had outstanding leverage from credit facility borrowings as a percentage of their total managed assets as follows:

	Percent of Leverage
COY	24%
CYE	23%

DSU	14%
FRB	15%
ARK	16%

Derivative Financial Instruments

The Funds may invest in various derivative instruments, including swaps, foreign currency exchange contracts and options, as specified in Note 2 of the Notes to Financial Statements, which 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 and/or foreign currency exchange rate risks. Such derivative 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 successfully use a derivative instrument depends on the investment advisor's ability to accurately predict pertinent market movements, which cannot be assured. The use of derivative instruments may result in losses greater than if they had not been used, may require a Fund to sell or purchase portfolio securities at inopportune times or for distressed values, may limit the amount of appreciation a Fund can realize on an investment or may cause a Fund to hold a security that they might otherwise sell. The Funds' investments in these instruments are discussed in detail in the Notes to Financial Statements.

Schedule of Investments February 28, 2010

BlackRock Corporate High Yield Fund, Inc. (COY)
 (Percentages shown are based on Net Assets)

Common Stocks	Shares	Value
Auto Components 0.1%		
Lear Corp. (a)	3,958	\$ 274,171
Building Products 0.7%		
Masonite Worldwide Holdings (a)	35,518	1,491,756
Capital Markets 0.2%		
E*Trade Financial Corp. (a)	269,000	433,090
Chemicals 0.0%		
Wellman Holdings, Inc. (a)	1,425	356
Communications Equipment 0.9%		
Brocade Communications Systems, Inc. (a)	45,000	261,900
Loral Space & Communications Ltd. (a)	58,901	1,916,050
		2,177,950
Construction Materials 0.0%		
Nortek, Inc. (a)	2,020	74,740
Containers & Packaging 0.2%		
Rock-Tenn Co., Class A	12,000	502,080
Smurfit Kappa Plc (a)	3,634	29,954
		532,034
Diversified Financial Services 0.4%		
Bank of America Corp.	60,000	999,600
Diversified Telecommunication Services 0.5%		
Qwest Communications International, Inc.	229,998	1,048,791
Electrical Equipment 0.0%		
Medis Technologies Ltd. (a)	67,974	4,826
SunPower Corp., Class B (a)	352	5,748
		10,574
Food Products 0.0%		
Pilgrims Pride Corp. (a)	6,449	58,170
Household Durables 0.2%		
Beazer Homes USA, Inc. (a)	22,188	92,302
Pulte Homes, Inc. (a)	28,000	303,240

Edgar Filing: ITEX CORP - Form SC TO-T/A

		395,542
Machinery 0.1%		
Accuride Corp. (a)	84,388	109,704
Accuride Corp. Restricted Shares (a)	84,389	109,706
		219,410
Media 0.3%		
Gannett Co., Inc.	45,000	681,750
Paper & Forest Products 0.1%		
Ainsworth Lumber Co. Ltd. (a)	37,144	78,016
Ainsworth Lumber Co. Ltd. (a)(b)	41,686	87,555
Western Forest Products, Inc. (a)	147,968	30,938
Western Forest Products, Inc. (a)(b)	41,528	8,683
		205,192
Wireless Telecommunication Services 0.3%		
FiberTower Corp. (a)	76,542	315,354
SBA Communications Corp., Class A (a)	8,500	300,560
		615,914
Total Common Stocks 4.0%		9,219,040

Corporate Bonds	Par (000)	Value
Airlines 2.4%		
American Airlines, Inc., 10.50%, 10/15/12 (b)	USD 940	\$ 963,500
American Airlines Pass Through Trust, Series 2001-02, 7.86%, 4/01/13	390	392,925
Continental Airlines, Inc.:		
Series 1997-4-B, 6.90%, 7/02/18	503	462,977
Series 2001-1-C, 7.03%, 12/15/12	270	262,771
Series 2003-RJ, 7.88%, 1/02/20	389	345,822
Delta Air Lines, Inc., Series B, 9.75%, 12/17/16	975	1,004,250
United Air Lines, Inc., 12.75%, 7/15/12	2,000	2,120,000
		5,552,245
Auto Components 0.8%		
Delphi International Holdings Unsecured, 12.00%, 10/06/14	41	40,674
The Goodyear Tire & Rubber Co.:		
7.86%, 8/15/11	1,125	1,164,375
8.63%, 12/01/11	612	634,950
		1,839,999
Biotechnology 0.3%		
QHP Pharma, 10.25%, 3/15/15 (b)	700	714,616

Building Products 1.1%

Associated Materials LLC, 9.88%, 11/15/16	660	699,600
Building Materials Corp. of America, 7.00%, 2/15/20 (b)	570	570,000
Goodman Global Group, Inc., 12.86%, 12/15/14 (b)(c)	280	162,400
Ply Gem Industries, Inc., 11.75%, 6/15/13	1,050	1,065,750
		2,497,750

Capital Markets 0.4%

E*Trade Financial Corp., 3.43% 8/31/19 (b)(c)(d)	226	343,520
Marsico Parent Co., LLC, 10.63%, 1/15/16 (b)	904	543,530
Marsico Parent Holdco, LLC, 12.50%, 7/15/16 (b)(e)	385	85,094
Marsico Parent Superholdco, LLC, 14.50%, 1/15/18 (b)(e)	248	43,018
		1,015,162

Chemicals 2.8%

American Pacific Corp., 9.00%, 2/01/15	800	790,000
Georgia Gulf Corp., 9.00%, 1/15/17 (b)	215	223,063
Hexion Finance Escrow LLC, 8.88%, 2/01/18 (b)	1,685	1,575,475
Hexion U.S. Finance Corp., 9.75%, 11/15/14	285	269,325
Huntsman International LLC (b):		
6.88%, 11/15/13	EUR 260	330,133
5.50%, 6/30/16	USD 510	448,800
Innophos, Inc., 8.88%, 8/15/14	740	760,350
MacDermid, Inc., 9.50%, 4/15/17 (b)	1,180	1,180,000
Wellman Holdings, Inc. (d):		
Second Lien Subordinate Note, 10.00%, 1/29/19 (b)	790	790,000
Third Lien Subordinate Note, 5.00%, 1/29/19 (e)	252	126,361
		6,493,507

Portfolio Abbreviations

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

CAD	Canadian Dollar
EUR	Euro
GBP	British Pound
USD	US Dollar

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Corporate High Yield Fund, Inc. (COY)
(Percentages shown are based on Net Assets)

Corporate Bonds		Par (000)	Value
Commercial Services & Supplies 3.2%			
ACCO Brands Corp., 10.63%, 3/15/15 (b)	USD	480	\$ 521,760
RSC Equipment Rental, Inc., 10.00%, 7/15/17 (b)		555	593,850
Scientific Games International, Inc., 9.25%, 6/15/19		785	830,137
Waste Services, Inc., 9.50%, 4/15/14		2,800	2,877,000
West Corp.: 9.50%, 10/15/14		400	397,000
11.00%, 10/15/16		2,040	2,045,100
			7,264,847
Construction Materials 1.2%			
Nortek, Inc., 11.00%, 12/01/13		2,029	2,130,426
Texas Industries, Inc., 7.25%, 7/15/13		720	700,200
			2,830,626
Consumer Finance 0.5%			
Credit Acceptance Corp., 9.13%, 2/01/17 (b)		640	636,800
Ford Motor Credit Co. LLC: 3.00%, 1/13/12 (f)		195	182,813
7.80%, 6/01/12		200	202,114
8.00%, 12/15/16		170	170,703
			1,192,430
Containers & Packaging 4.1%			
Berry Plastics Escrow LLC, 8.88%, 9/15/14 (b)		440	423,500
Berry Plastics Holding Corp., 8.88%, 9/15/14		1,000	962,500
Crown European Holdings SA, 6.25%, 9/01/11	EUR	73	101,389
Graphic Packaging International, Inc., 9.50%, 6/15/17	USD	810	850,500
Impress Holdings BV, 3.38%, 9/15/13 (b)(f)		390	363,675
Owens-Brockway Glass Container, Inc.: 8.25%, 5/15/13		925	938,875
6.75%, 12/01/14	EUR	152	206,972
Packaging Dynamics Finance Corp., 10.00%, 5/01/16 (b)	USD	1,010	804,212
Pregis Corp., 12.38%, 10/15/13		1,130	1,121,525
Rock-Tenn Co., 8.20%, 8/15/11		1,875	2,020,312
Smurfit Kappa Acquisitions (b): 7.25%, 11/15/17	EUR	465	620,507
7.75%, 11/15/19		440	596,133
Solo Cup Co., 10.50%, 11/01/13	USD	450	471,375

Edgar Filing: ITEX CORP - Form SC TO-T/A

				9,481,475
Diversified Consumer Services 1.2%				
Service Corp. International, 7.00%, 6/15/17		2,800		2,744,000
Diversified Financial Services 8.7%				
Axcan Intermediate Holdings, Inc., 12.75%, 3/01/16		490		530,425
CIT Group, Inc., 7.00%, 5/01/17		6,615		5,846,006
FCE Bank Plc:				
7.88%, 2/15/11	GBP	1,150		1,766,681
7.13%, 1/16/12	EUR	1,450		1,957,026
7.13%, 1/15/13		550		733,933
GMAC LLC:				
7.25%, 3/02/11	USD	578		583,058
6.88%, 9/15/11		500		500,000
6.88%, 8/28/12		600		594,000
2.45%, 12/01/14 (f)		441		377,274
6.75%, 12/01/14		950		907,250
8.30%, 2/12/15 (b)		2,140		2,158,725
8.00%, 11/01/31		1,200		1,107,000
			Par (000)	Value
Corporate Bonds				
Diversified Financial Services (concluded)				
Leucadia National Corp., 8.13%, 9/15/15	USD	1,250	\$	1,268,750
Reynolds Group DL Escrow, Inc., 7.75%, 10/15/16 (b)		1,340		1,356,750
Reynolds Group Issuer, Inc., 7.75%, 10/15/16 (b)	EUR	350		475,393
				20,162,271
Diversified Telecommunication Services 3.9%				
Broadview Networks Holdings, Inc., 11.38%, 9/01/12	USD	1,000		960,000
GCI, Inc., 8.63%, 11/15/19 (b)		1,100		1,117,875
Level 3 Financing, Inc., 10.00%, 2/01/18 (b)		630		578,025
Nordic Telephone Co. Holdings ApS, 8.88%, 5/01/16 (b)		200		214,000
Qwest Communications International, Inc.:				
7.50%, 2/15/14		1,890		1,908,900
8.00%, 10/01/15 (b)		500		517,500
Series B, 7.50%, 2/15/14		1,645		1,661,450
Qwest Corp.:				
7.63%, 6/15/15		500		534,375
8.38%, 5/01/16		650		711,750
Windstream Corp., 8.13%, 8/01/13		700		728,000
				8,931,875
Electric Utilities 1.3%				
Intergen NV, 9.00%, 6/30/17 (b)		385		392,700
NSG Holdings LLC, 7.75%, 12/15/25 (b)		965		834,725
Tenaska Alabama Partners LP, 7.00%, 6/30/21 (b)		1,684		1,687,163
				2,914,588

Edgar Filing: ITEX CORP - Form SC TO-T/A

Electronic Equipment, Instruments & Components 0.1%		
Jabil Circuit, Inc., 7.75%, 7/15/16	280	289,800
Energy Equipment & Services 1.4%		
Compagnie Générale de Géophysique-Veritas:		
7.50%, 5/15/15	195	191,100
7.75%, 5/15/17	300	294,000
Expro Finance Luxembourg SCA, 8.50%, 12/15/16 (b)	1,715	1,706,425
North American Energy Alliance LLC, 10.88%, 6/01/16 (b)	625	662,500
North American Energy Partners, Inc., 8.75%, 12/01/11	355	353,225
		3,207,250
Food & Staples Retailing 0.8%		
AmeriQual Group LLC, 9.50%, 4/01/12 (b)	750	675,000
Duane Reade, Inc., 11.75%, 8/01/15	160	201,600
Rite Aid Corp.:		
9.75%, 6/12/16	380	405,650
10.25%, 10/15/19	580	613,350
		1,895,600
Food Products 0.7%		
B&G Foods, Inc., 7.63%, 1/15/18	200	202,000
Reddy Ice Corp., 11.25%, 3/15/15 (b)(g)	410	410,000
Smithfield Foods, Inc., 10.00%, 7/15/14 (b)	760	822,700
TreeHouse Foods, Inc., 7.75%, 3/01/18 (g)	150	153,938
		1,588,638

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Corporate High Yield Fund, Inc. (COY)
(Percentages shown are based on Net Assets)

Corporate Bonds		Par (000)	Value
Health Care Equipment & Supplies 1.3%			
DJO Finance LLC:			
10.88%, 11/15/14	USD	1,605	\$ 1,717,350
10.88%, 11/15/14 (b)		560	599,200
Hologic, Inc., 2.00%, 12/15/37 (d)(h)		910	778,050
			3,094,600
Health Care Providers & Services 3.6%			
Community Health Systems, Inc., Series WI, 8.88%, 7/15/15			
		1,360	1,407,600
HCA, Inc., 9.13%, 11/15/14		1,645	1,729,306
LifePoint Hospitals, Inc., 3.50%, 5/15/14 (d)		100	91,625
Tenet Healthcare Corp. (b):			
9.00%, 5/01/15		1,502	1,573,345
10.00%, 5/01/18		622	684,200
8.88%, 7/01/19		1,215	1,281,825
Vanguard Health Holding Co. LLC, 8.00%, 2/01/18 (b)		1,450	1,424,625
			8,192,526
Health Care Technology 0.8%			
IMS Health, Inc., 12.50%, 3/01/18 (b)		1,650	1,897,500
Hotels, Restaurants & Leisure 3.8%			
Greektown Holdings, LLC, 10.75%, 12/01/13 (a)(b)(i)			
		412	24,720
Harrah's Operating Co., Inc., 11.25%, 6/01/17		1,025	1,063,437
Icahn Enterprises LP, 8.00%, 1/15/18 (b)		2,200	2,068,000
Inn of the Mountain Gods Resort & Casino, 12.00%, 11/15/10 (a)(i)		1,425	691,125
Little Traverse Bay Bands of Odawa Indians, 10.25%, 2/15/14 (a)(b)(i)		1,175	296,687
MGM Mirage:			
13.00%, 11/15/13		1,045	1,191,300
10.38%, 5/15/14 (b)		235	249,100
11.13%, 11/15/17 (b)		780	842,400
Pinnacle Entertainment, Inc., 8.63%, 8/01/17 (b)		640	608,000
San Pasqual Casino, 8.00%, 9/15/13 (b)		925	878,750
Scientific Games Corp., 0.75%, 12/01/24 (d)(h)		270	262,238
Shingle Springs Tribal Gaming Authority, 9.38%, 6/15/15 (b)		45	35,775
Travelport LLC:			
4.88%, 9/01/14 (f)		145	134,850
9.88%, 9/01/14		190	194,275
		315	197

Edgar Filing: ITEX CORP - Form SC TO-T/A

Tropicana Entertainment LLC, Series WI, 9.63%, 12/15/14 (a)(i)		
Virgin River Casino Corp., 9.00%, 1/15/12 (a)(i)	805	152,950
		8,693,804

Household Durables 2.5%		
Beazer Homes USA, Inc., 12.00%, 10/15/17 (b)	1,425	1,588,875
Jarden Corp., 8.00%, 5/01/16	240	250,800
K. Hovnanian Enterprises, Inc., 10.63%, 10/15/16	1,620	1,692,900
KB Home:		
6.38%, 8/15/11	29	29,508
9.10%, 9/15/17	205	212,687
Standard Pacific Corp.:		
6.25%, 4/01/14	485	436,500
7.00%, 8/15/15	325	292,500
10.75%, 9/15/16	1,130	1,178,025
		5,681,795

Corporate Bonds		Par (000)		Value
Household Products 0.1%				
Libbey Glass, Inc., 10.00%, 2/15/15 (b)	USD	125	\$	129,375
IT Services 1.5%				
Alliance Data Systems Corp., 1.75%, 8/01/13 (d)		1,585		1,466,125
First Data Corp.:				
9.88%, 9/24/15 (b)		15		12,975
9.88%, 9/24/15		1,500		1,282,500
11.25%, 3/31/16		760		623,200
				3,384,800

Independent Power Producers & Energy Traders 3.8%				
The AES Corp., 8.75%, 5/15/13 (b)		994		1,011,395
AES Eastern Energy LP, Series 99-B, 9.67%, 1/02/29		575		623,156
Calpine Construction Finance Co. LP, 8.00%, 6/01/16 (b)		1,190		1,204,875
Energy Future Holdings Corp.:				
10.88%, 11/01/17		400		303,000
11.25%, 11/01/17 (e)		2,738		1,916,516
10.00%, 1/15/20 (b)		1,715		1,749,300
NRG Energy, Inc., 7.25%, 2/01/14		2,010		2,025,075
				8,833,317

Industrial Conglomerates 2.6%				
Sequa Corp. (b):				
11.75%, 12/01/15		2,190		2,146,200
13.50%, 12/01/15 (e)		3,759		3,768,149
				5,914,349

Edgar Filing: ITEX CORP - Form SC TO-T/A

Insurance 0.9%		
Alliant Holdings I, Inc., 11.00%, 5/01/15 (b)	1,600	1,628,000
USI Holdings Corp., 4.13%, 11/15/14 (b)(f)	630	521,325
		2,149,325
Internet & Catalog Retail 0.2%		
NetFlix, Inc., 8.50%, 11/15/17 (g)	330	345,675
Internet Software & Services 0.3%		
Equinix, Inc, 8.13%, 3/01/18	570	570,000
Leisure Equipment & Products 1.0%		
Brunswick Corp., 11.25%, 11/01/16 (b)	1,870	2,080,375
Easton-Bell Sports, Inc., 9.75%, 12/01/16 (b)	265	274,938
		2,355,313
Life Sciences Tools & Services 0.1%		
Bio-Rad Laboratories, Inc., 8.00%, 9/15/16 (b)	200	209,000
Machinery 1.2%		
AGY Holding Corp., 11.00%, 11/15/14	900	720,000
Accuride Corp., 7.50%, 2/26/20 (d)(e)	9	14,773
Navistar International Corp.:		
3.00%, 10/15/14 (d)	480	490,800
8.25%, 11/01/21	1,000	1,015,000
RBS Global, Inc., 8.88%, 9/01/16	420	380,100
Titan International, Inc., 5.63%, 1/15/17 (b)(d)	220	231,550
		2,852,223
Marine 1.1%		
Horizon Lines, Inc., 4.25%, 8/15/12 (d)	1,985	1,642,587
Navios Maritime Holdings, Inc., 8.88%, 11/01/17 (b)	470	478,225
Trico Shipping AS, 11.88%, 11/01/14 (b)	310	300,313
		2,421,125

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Corporate High Yield Fund, Inc. (COY)
(Percentages shown are based on Net Assets)

Corporate Bonds		Par (000)	Value
Media 14.0%			
Affinion Group, Inc., 10.13%, 10/15/13	USD	2,255	\$ 2,277,550
CCH II LLC, 13.50%, 11/30/16		502	593,417
CCO Holdings LLC, 8.75%, 11/15/13		665	674,975
CMP Susquehanna Corp., 3.20%, 5/15/14 (b)		150	3,000
COX Enterprises, Inc.:			
Loan Close 2, 12.00%, 8/15/18		600	600,000
Loan Close 3, 12.00%, 8/15/18		700	700,000
Shares Loan, 12.00%, 8/15/18		700	700,000
CSC Holdings, Inc., 8.50%, 4/15/14 (b)		370	388,963
Cablevision Systems Corp., Series B, 8.00%, 4/15/12		1,465	1,543,744
Catalina Marketing Corp., 10.50%, 10/01/15 (b)(e)		555	579,975
Charter Communications Operating, LLC (b):			
10.00%, 4/30/12		500	517,500
10.38%, 4/30/14		660	669,900
Clear Channel Worldwide Holdings, Inc. (b):			
Series A, 9.25%, 12/15/17		779	794,580
Series B, 9.25%, 12/15/17		3,710	3,812,025
DISH DBS Corp., 7.00%, 10/01/13		90	92,025
Gannett Co., Inc., 8.75%, 11/15/14 (b)		665	695,756
Harland Clarke Holdings Corp.:			
6.00%, 5/15/15 (f)		330	262,350
9.50%, 5/15/15		390	355,875
Intelsat Corp., 9.25%, 6/15/16		2,420	2,504,700
Intelsat Subsidiary Holding Co. Ltd., 8.88%, 1/15/15 (b)		250	253,750
Liberty Global, Inc., 4.50%, 11/15/16 (b)(d)		410	489,437
Liberty Media Corp., 3.13%, 3/30/23 (d)		1,023	1,046,017
Lighthouse International Co. SA:			
8.00%, 4/30/14	EUR	519	441,687
8.00%, 4/30/14 (b)		163	138,719
Lions Gate Entertainment, Inc., 10.25%, 11/01/16 (b)	USD	345	345,863
McClatchy Co., 11.50%, 2/15/17 (b)		240	234,000
Network Communications, Inc., 10.75%, 12/01/13		20	9,200
Nielsen Finance LLC:			
11.63%, 2/01/14		70	77,963
10.00%, 8/01/14		1,740	1,805,250
ProtoStar I Ltd., 18.00%, 10/15/12 (a)(b)(d)(i)		812	771,181
Rainbow National Services LLC (b):			
8.75%, 9/01/12		410	418,200
10.38%, 9/01/14		1,496	1,572,670
Seat Pagine Gialle SpA, 10.50%, 1/31/17 (b)	EUR	800	1,008,388
TL Acquisitions, Inc., 10.50%, 1/15/15 (b)	USD	3,245	2,957,006
UPC Germany GmbH (b):			
8.13%, 12/01/17		500	500,000
8.13%, 12/01/17	EUR	522	717,892

Edgar Filing: ITEX CORP - Form SC TO-T/A

9.63%, 12/01/19		930	1,279,003
UPC Holding BV, 9.88%, 4/15/18 (b)	USD	500	520,000
			32,352,561

Metals & Mining 5.2%

Aleris International, Inc. (a)(i):			
9.00%, 12/15/14		950	2,375
10.00%, 12/15/16		800	17,000
Drummond Co., Inc.:			
9.00%, 10/15/14 (b)		800	800,000
7.38%, 2/15/16		215	200,488
FMG Finance Property Ltd. (b):			
10.00%, 9/01/13		500	527,500
10.63%, 9/01/16		1,100	1,226,500
Foundation PA Coal Co., 7.25%, 8/01/14		1,850	1,850,000

Corporate Bonds		Par (000)		Value
Metals & Mining (concluded)				
GoldCorp., Inc., 2.00%, 8/01/14 (b)(d)	USD	180	\$	201,600
McJunkin Red Man Corp., 9.50%, 12/15/16 (b)		1,160		1,162,900
Murray Energy Corp., 10.25%, 10/15/15 (b)		795		795,994
New World Resources NV, 7.38%, 5/15/15	EUR	610		739,243
Novelis, Inc.:				
7.25%, 2/15/15	USD	1,440		1,335,600
11.50%, 2/15/15		405		430,312
Ryerson, Inc.:				
7.62%, 11/01/14 (f)		380		339,150
12.00%, 11/01/15		245		251,738
Steel Dynamics, Inc., 7.38%, 11/01/12		440		447,700
Teck Resources Ltd.:				
10.25%, 5/15/16		285		339,862
10.75%, 5/15/19		640		787,200
Vedanta Resources Plc, 9.50%, 7/18/18 (b)		600		633,000
				12,088,162

Multiline Retail 1.3%

Dollar General Corp.:				
10.63%, 7/15/15		140		153,300
11.88%, 7/15/17 (e)		2,257		2,623,762
Saks, Inc., 9.88%, 10/01/11		275		285,313
				3,062,375

Oil, Gas & Consumable Fuels 7.4%

Arch Coal, Inc., 8.75%, 8/01/16 (b)				
		290		300,150
Atlas Energy Operating Co. LLC:				
12.13%, 8/01/17		450		506,250
10.75%, 2/01/18		240		259,800
Berry Petroleum Co., 8.25%, 11/01/16		470		471,175
Bill Barrett Corp., 9.88%, 7/15/16		225		238,219
Chesapeake Energy Corp., 2.25%, 12/15/38 (d)		775		575,437
Connacher Oil and Gas Ltd. (b):				
11.75%, 7/15/14		165		181,500
10.25%, 12/15/15		1,075		1,036,031
Crosstex Energy LP, 8.88%, 2/15/18 (b)		910		923,650

Edgar Filing: ITEX CORP - Form SC TO-T/A

Denbury Resources, Inc., 8.25%, 2/15/20	800	828,000
Encore Acquisition Co., 6.25%, 4/15/14	1,850	1,863,875
Forest Oil Corp., 7.25%, 6/15/19	440	431,200
Massey Energy Co., 3.25%, 8/01/15 (d)	1,675	1,507,500
Niska Gas Storage US LLC, 8.88%, 3/15/18 (b)(g)	1,875	1,875,000
OPTI Canada, Inc., 9.00%, 12/15/12 (b)	1,250	1,271,875
Petrohawk Energy Corp.:		
10.50%, 8/01/14	530	575,050
7.88%, 6/01/15	450	450,000
Range Resources Corp., 8.00%, 5/15/19	400	419,000
Roseton-Danskammer 2001, Series B, 7.67%, 11/08/16	1,760	1,698,400
Sabine Pass LNG LP, 7.50%, 11/30/16	350	307,125
SandRidge Energy, Inc.:		
8.63%, 4/01/15 (e)	120	118,200
9.88%, 5/15/16 (b)	500	516,250
8.00%, 6/01/18 (b)	125	119,688
Teekay Shipping Corp., 8.50%, 1/15/20	610	619,150
		17,092,525

Paper & Forest Products 4.0%

Ainsworth Lumber Co. Ltd., 11.00%, 7/29/15 (b)(e)	328	244,714
Boise Paper Holdings LLC, 9.00%, 11/01/17 (b)	355	365,650
Clearwater Paper Corp., 10.63%, 6/15/16 (b)	370	410,700
Georgia-Pacific LLC, 8.25%, 5/01/16 (b)	1,525	1,608,875
Glatfelter, 7.13%, 5/01/16 (b)	190	182,400

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Corporate High Yield Fund, Inc. (COY)
(Percentages shown are based on Net Assets)

Corporate Bonds		Par (000)	Value
Paper & Forest Products (concluded)			
NewPage Corp.:			
10.00%, 5/01/12	USD	740	\$ 425,500
11.38%, 12/31/14		5,385	5,142,675
Verso Paper Holdings LLC:			
11.50%, 7/01/14 (b)		320	336,000
Series B, 4.00%, 8/01/14 (f)		260	209,950
Series B, 9.13%, 8/01/14		305	280,600
			9,207,064
Pharmaceuticals 1.4%			
Angiotech Pharmaceuticals, Inc., 4.00%, 12/01/13 (f)		995	805,950
Elan Corp. Plc, 8.75%, 10/15/16 (b)		695	674,150
Elan Finance Plc, 8.88%, 12/01/13		90	91,350
Novasep Holding SAS, 9.63%, 12/15/16 (b)	EUR	893	1,124,762
Valeant Pharmaceuticals International, 8.38%, 6/15/16 (b)	USD	515	533,025
			3,229,237
Real Estate Investment Trusts (REITs) 0.5%			
iStar Financial, Inc., 5.65%, 9/15/11		1,500	1,170,000
Real Estate Management & Development 0.5%			
Forest City Enterprises, Inc., 7.63%, 6/01/15		1,325	1,192,500
Semiconductors & Semiconductor Equipment 1.0%			
Advanced Micro Devices, Inc., 8.13%, 12/15/17 (b)		1,140	1,154,250
Spansion, Inc., 3.79%, 6/01/13 (a)(b)(i)		1,135	1,123,650
			2,277,900
Software 0.0%			
BMS Holdings, Inc., 7.89%, 2/15/12 (b)(e)		426	8,512
Specialty Retail 1.5%			
Asbury Automotive Group, Inc., 7.63%, 3/15/17		330	311,438
General Nutrition Centers, Inc., 10.75%, 3/15/15		550	556,188
Group 1 Automotive, Inc., 2.25%, 6/15/36 (d)(h)		985	770,762
Limited Brands, Inc., 8.50%, 6/15/19		745	798,081
United Auto Group, Inc., 7.75%, 12/15/16		1,030	982,362
			3,418,831

Textiles, Apparel & Luxury Goods 1.6%

Levi Strauss & Co., 8.63%, 4/01/13	EUR	1,750	2,394,812
Quiksilver, Inc., 6.88%, 4/15/15	USD	1,490	1,270,225
			3,665,037

Wireless Telecommunication Services 5.3%

Cricket Communications, Inc.:			
9.38%, 11/01/14		955	950,225
10.00%, 7/15/15		1,795	1,817,438
7.75%, 5/15/16		210	213,413
Digicel Group Ltd. (b):			
8.88%, 1/15/15		1,285	1,227,175
9.13%, 1/15/15 (e)		1,911	1,862,866
FiberTower Corp., 9.00%, 1/01/16 (e)		284	230,144
iPCS, Inc., 2.37%, 5/01/13 (f)		760	699,200
MetroPCS Wireless, Inc., 9.25%, 11/01/14		2,255	2,249,362
Nextel Communications, Inc.:			
Series D, 7.38%, 8/01/15		60	55,350
Series E, 6.88%, 10/31/13		1,770	1,699,200
Series F, 5.95%, 3/15/14		100	90,750
Orascom Telecom Finance SCA, 7.88%, 2/08/14 (b)		265	233,200
Sprint Capital Corp., 6.88%, 11/15/28		1,200	909,000
			12,237,323

Total Corporate Bonds 103.4%

238,343,433

Floating Rate Loan Interests (f)		Par (000)		Value
Aerospace & Defense 0.1%				
Hawker Beechcraft Acquisition Co. LLC, Incremental Term Loan, 10.50%, 3/26/14	USD	274	\$	250,482
Auto Components 1.0%				
Allison Transmission, Inc., Term Loan, 2.98% 3.00%, 8/07/14		2,216		2,029,556
Dana Holding Corp., Term Advance, 4.48% 6.50%, 1/30/15		399		388,763
				2,418,319
Automobiles 2.7%				
Ford Motor Co., Tranche B-1 Term Loan, 3.24% 3.26%, 12/15/13		6,641		6,203,454
Building Products 1.3%				
CPG International I, Inc., Term Loan, 5.23%, 2/28/11		2,955		2,954,774
Capital Markets 0.1%				
Marsico Parent Co., LLC, Term Loan, 5.25% 5.31%, 12/15/14		381		241,724
Chemicals 1.1%				

Edgar Filing: ITEX CORP - Form SC TO-T/A

PQ Corp., Term Loan (First Lien), 3.48% 3.50%, 7/30/14	739	675,956
Solutia Inc., Loan, 7.25%, 2/28/14	304	308,132
Tronox Worldwide LLC, Tranche B-1 Term Loan, 9.00%, 6/24/10	1,400	1,436,680
		2,420,768

Construction & Engineering 0.8%

Safway, Last Out, Term Loan, 15.63%, 12/14/17	1,750	1,750,000
---	-------	-----------

Diversified Telecommunication Services 2.0%

Wind Finance SL SA, Facility (Second Lien), 7.68%, 12/17/14	EUR 3,350	4,543,237
--	-----------	-----------

Food & Staples Retailing 0.5%

Rite Aid Corp., Tranche 4 Term Loan, 9.50%, 6/10/15	USD 1,200	1,243,200
--	-----------	-----------

Hotels, Restaurants & Leisure 1.2%

Travelport LLC (fka Travelport Inc.), Loan, 8.28%, 3/27/12	2,994	2,739,623
---	-------	-----------

IT Services 0.0%

First Data Corp., Initial Tranche B-1 Term Loan, 2.98%, 9/24/14	99	86,682
--	----	--------

Independent Power Producers & Energy Traders 1.2%

Texas Competitive Electric Holdings Co., LLC (TXU):		
Initial Tranche B-1 Term Loan, 3.73% 3.75%, 10/10/14	206	165,845
Initial Tranche B-2 Term Loan, 3.73% 3.75%, 10/10/14	648	520,967
Initial Tranche B-3 Term Loan, 3.73% 3.75%, 10/10/14	2,571	2,056,999
		2,743,811

Machinery 0.2%

Accuride Corp., Term Loan, 9.75%, 6/30/13	550	548,854
---	-----	---------

Media 2.3%

Affinion Group Holdings, Inc., Loan, 8.39%, 3/01/12	436	412,302
Cengage Learning Acquisitions, Inc. (Thomson Learning), Tranche 1 Incremental Term Loan, 7.50%, 7/03/14	1,478	1,462,725
HMH Publishing Co., Ltd.:		
Mezzanine, 1.26%, 11/14/14	487	60,093
Tranche A Term Loan, 5.23%, 6/12/14	1,435	1,207,459

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Corporate High Yield Fund, Inc. (COY)
(Percentages shown are based on Net Assets)

Floating Rate Loan Interests (f)		Par (000)	Value
Media (concluded)			
Newsday, LLC, Fixed Rate Term Loan, 10.50%, 8/01/13	USD	1,250	\$ 1,335,938
Virgin Media Investment Holdings Ltd., C Facility, 3.58%, 3/03/13	GBP	240	341,862
Worldcolor Press Inc. and Worldcolor (USA) Corp. (fka Quebecor World, Inc.), Advance, 9.00%, 7/23/12	USD	498	503,176
			5,323,555
Multiline Retail 0.6%			
Hema Holding BV, Mezzanine, 8.24% 8.92%, 1/29/17	EUR	1,018	1,004,451
The Neiman Marcus Group, Inc., Term Loan, 6.25%, 4/06/13	USD	348	312,381
			1,316,832
Oil, Gas & Consumable Fuels 0.7%			
Turbo Beta Ltd., Dollar Facility, 14.50%, 3/15/18		2,175	1,631,030
Paper & Forest Products 0.3%			
Verso Paper Finance Holdings LLC, PIK Loan, 7.25%, 2/01/13 (e)		1,199	659,462
Real Estate Management & Development 0.2%			
Realogy Corp.:			
Initial Term B Loan, 3.25%, 10/10/13		375	330,849
Synthetic Letter of Credit, 0.08%, 10/10/13		118	104,479
			435,328
Specialty Retail 0.3%			
Claire s Stores, Inc., Term Loan B, 3.00%, 5/29/14		264	217,886
Michaels Stores, Inc. B-1 Term Loan, 2.50% 2.56%, 10/31/13		349	314,406
Pedalgreen Ltd. PIK Loan Facility, 0.00%, 11/30/15 (e)	GBP	119	166,949
			699,241
Total Floating Rate Loan Interests 16.6%			38,210,376

Other Interests (j)	Beneficial Interest (000)	
Auto Components 1.8%		
Delphi Debtor in Possession Holding Co. LLP, Class B Membership Interests	USD	(k) 4,209,089
Media 0.0%		
Adelphia Escrow	700	70
Adelphia Recovery Trust	878	3,511
		3,581
Total Other Interests 1.8%		4,212,670

Preferred Stocks	Shares	Value
Media 0.0%		
CMP Susquehanna Radio Holdings Corp. (a)(b)(f)	34,982	
Total Preferred Stocks 0.0%		3,581

Warrants (l)	Shares	Value
Construction & Engineering 0.0%		
Safway US LLC (expires 12/14/17)	321	\$ 1
Health Care Providers & Services 0.0%		
HealthSouth Corp. (expires 1/16/14)	29,930	
Media 0.0%		
CMP Susquehanna Radio Holdings Corp. (expires 3/26/19) (b)	39,975	
New Vision Holdings LLC (expires 9/30/14)	14,965	150
		150
Oil, Gas & Consumable Fuels 0.0%		
Turbo Cayman Ltd. (no expiration)	1	
Total Warrants 0.0%		151

Total Long-Term Investments (Cost \$296,237,011) 125.8%	289,985,670
---	-------------

Short-Term Securities

BlackRock Liquidity Funds, TempCash, Institutional Class, 0.12% (m)(n)	4,931,674	4,931,674
Total Short-Term Securities (Cost \$4,931,674) 2.1%		4,931,674

Options Purchased**Contracts**

Over-the-Counter Call Options 0.0%		
Marsico Parent Superholdco LLC, Strike Price USD 942.86, Expires 12/01/19, Broker Goldman Sachs Bank USA	17	3,230
Total Options Purchased (Cost \$16,622) 0.0%		3,230
Total Investments (Cost \$301,185,307*) 127.9%		294,920,574
Liabilities in Excess of Other Assets (27.9)%		(64,328,036)
Net Assets 100.0%		\$ 230,592,538

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Corporate High Yield Fund, Inc. (COY)

* The cost and unrealized appreciation (depreciation) of investments as of February 28, 2010, as computed for federal income tax purposes, were as follows:

Aggregate cost	\$ 302,371,946
Gross unrealized appreciation	\$ 13,143,585
Gross unrealized depreciation	(20,594,957)
Net unrealized depreciation	\$ (7,451,372)

- (a) Non-income producing security.
- (b) 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.
- (c) Represents a zero-coupon bond. Rate shown reflects the current yield as of report date.
- (d) Convertible security.
- (e) Represents a payment-in-kind security which may pay interest/dividends in additional face/shares.
- (f) Variable rate security. Rate shown is as of report date.
- (g) When-issued security. Unsettled when-issued security transactions were as follows:

Counterparty	Value	Unrealized Appreciation
Citigroup Global	\$ 345,675	
JPMorgan Securities	\$ 410,000	
Morgan Stanley Capital Services, Inc.	\$ 1,875,000	
Wells Fargo Bank	\$ 153,938	\$ 3,938

- (h) Represents a step-down bond that pays an initial coupon rate for the first period and then a lower coupon rate for the following periods. Rate shown is as of report date.
- (i) Issuer filed for bankruptcy and/or is in default of interest payments.
- (j) Other interests represent beneficial interest in liquidation trusts and other reorganization entities and are non-income producing.
- (k) Amount is less than \$1,000.
- (l)

Edgar Filing: ITEX CORP - Form SC TO-T/A

Warrants entitle the Fund to purchase a predetermined number of shares of common stock and are non-income producing. The purchase price and number of shares are subject to adjustment under certain conditions until the expiration date.

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

Affiliate	Net Activity	Income
BlackRock Liquidity Funds, TempCash, Institutional Class	\$ 4,931,674	\$ 8,170
BlackRock Liquidity Series, LLC Cash Sweep Series	\$ (7,111,263)	\$ 905

- (n) Represents the current yield as of report date.

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

Foreign currency exchange contracts as of February 28, 2010 were as follows:

Currency Purchased	Currency Sold	Counterparty	Settlement Date	Unrealized Appreciation (Depreciation)
EUR 304,000	USD 414,608	Citibank NA	3/03/10	\$ (669)
EUR 1,467,800	USD 2,023,491	Citibank NA	3/24/10	(24,948)
USD 21,425,096	EUR 14,828,500	Citibank NA	3/24/10	1,234,740
USD 756,103	EUR 541,500	Citibank NA	3/24/10	18,800
USD 321,195	GBP 204,500	Citibank NA	4/21/10	9,497
USD 2,349,986	GBP 1,451,500	Morgan Stanley Capital Services, Inc.	4/21/10	137,617
USD 181,633	CAD 190,000	Goldman Sachs International	4/21/10	1,076
Total				\$ 1,376,113

Credit default swaps on single-name issues buy protection outstanding as of February 28, 2010 were as follows:

Issuer	Pay Fixed Rate	Counterparty	Expiration	Notional Amount (000)	Unrealized Appreciation (Depreciation)
iStar Financial, Inc.	5.00%	Morgan Stanley Capital Services, Inc.	September 2011	USD 1,500	\$ (15,610)

Edgar Filing: ITEX CORP - Form SC TO-T/A

K. Hovnanian Enterprises, Inc.	5.00%	Goldman Sachs Bank USA	December 2011	USD	475	(3,057)
K. Hovnanian Enterprises, Inc.	5.00%	Goldman Sachs Bank USA	December 2013	USD	925	(32,364)
Louisiana-Pacific Corp.	5.00%	JPMorgan Chase Bank NA	March 2014	USD	500	(131,515)
Macy's, Inc.	8.05%	Goldman Sachs Bank USA	March 2014	USD	600	(143,867)
Centex Corp.	1.00%	Deutsche Bank AG	September 2014	USD	175	973
Limited Brands, Inc.	1.00%	Goldman Sachs Bank USA	September 2014	USD	1,000	(35,054)
Limited Brands, Inc.	1.00%	JPMorgan Chase Bank NA	September 2014	USD	50	(1,717)
American Axle and Manufacturing Inc.	5.00%	Deutsche Bank AG	December 2014	USD	375	(2,807)
Boston Scientific Corp.	1.00%	Goldman Sachs Bank USA	December 2014	USD	500	919
Brunswick Corp.	5.00%	Morgan Stanley Capital Services, Inc.	December 2016	USD	1,500	13,409
Total						\$ (350,690)

See Notes to Financial Statements.

Schedule of Investments (concluded)

BlackRock Corporate High Yield Fund, Inc. (COY)

Credit default swaps on single-name issues sold protection outstanding as of February 28, 2010 were as follows:

Issuer	Receive Fixed Rate	Counterparty	Expiration	Credit Rating ¹	Notional Amount (000) ²	Unrealized Appreciation (Depreciation)
Advanced Micro Devices, Inc.	5.00%	JPMorgan Chase Bank NA	March 2015	B	USD 550	\$ 2,053
Realogy Corp.	5.00%	Credit Suisse International	March 2015	C	USD 100	1,285
Realogy Corp.	5.00%	JPMorgan Chase Bank NA	March 2015	C	USD 450	(14,983)
Standard Pacific Corp.	5.00%	Goldman Sachs International	March 2015	CCC	USD 250	(224)
Total						\$ (11,869)

¹ Using S&P's rating of the issuer.

² The maximum potential amount the Fund may pay should a negative credit take place as defined under the terms of the agreement.

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

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

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

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

The inputs or methodologies used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. For information about the Fund's policy regarding valuation of investments and other significant accounting policies, please refer to Note 1 of the Notes to Financial Statements.

The following tables summarize the inputs used as of February 28, 2010 in determining the fair valuation of the Fund's investments:

Valuation Inputs	Investments in Securities			
	Level 1	Level 2	Level 3	Total
Assets:				
Long-Term Investments:				
Common Stocks	\$ 8,807,025	\$ 336,919	\$ 75,096	\$ 9,219,040
Corporate Bonds		234,382,073	3,961,360	238,343,433
Floating Rate Loan Interests		18,991,565	19,218,811	38,210,376
Other Interests			4,212,670	4,212,670
Warrants		1	150	151
Short-Term Securities	4,931,674			4,931,674
Total	\$ 13,738,699	\$ 253,710,558	\$ 27,468,087	\$ 294,917,344

Valuation Inputs	Other Financial Instruments ¹			
	Level 1	Level 2	Level 3	Total
Assets		\$ 1,423,599		\$ 1,423,599
Liabilities		(406,815)	\$ (51,643)	(458,458)
Total		\$ 1,016,784	\$ (51,643)	\$ 965,141

¹ Other financial instruments are swaps, foreign currency exchange contracts, options and unfunded loan commitments. Swaps, foreign currency exchange contracts and unfunded loan commitments are shown at the unrealized appreciation/depreciation on the instrument and options are shown at market value.

The following table is a reconciliation of Level 3 investments for which significant unobservable inputs were used to determine fair value:

	Investments in Securities					
	Common Stocks	Corporate Bonds	Floating Rate Loan Interests	Other Interests	Warrants	Total
Balance, as of February 28, 2009	\$ 356	\$ 1,404,473	\$ 14,962,760	\$ 3,582		\$ 16,371,171
Accrued discounts/premiums						
Realized gain (loss)		(5,465)	(4,784,296)			(4,789,761)
Change in unrealized appreciation/depreciation ²		282,192	15,063,883			15,346,075
Net purchases (sales)		6,342	(7,162,942)			(7,156,600)
Net transfers in (out) of Level 3	74,740	2,273,818	1,139,406	4,209,088	\$ 150	7,697,202
Balance, as of February 28, 2010	\$ 75,096	\$ 3,961,360	\$ 19,218,811	\$ 4,212,670	\$ 150	\$ 27,468,087

Edgar Filing: ITEX CORP - Form SC TO-T/A

² Included in the related net change in unrealized appreciation/depreciation on the Statements of Operations. The change in the unrealized appreciation/depreciation on the securities still held on February 28, 2010 was \$6,741,424.

The following table is a reconciliation of Level 3 other financial instruments for which significant unobservable inputs were used to determine fair value:

	Other Financial Instruments³
Balance, as of February 28, 2009	
Accrued discounts/premiums	
Realized gain (loss)	
Change in unrealized appreciation/depreciation ⁴	\$ (51,643)
Net purchases (sales)	
Net transfers in/out of Level 3	
Balance, as of February 28, 2010	\$ (51,643)

³ Other financial instruments are unfunded loan commitments.

⁴ Included in the related net change in unrealized appreciation/depreciation on the Statements of Operations. The change in unrealized appreciation/depreciation on the securities still held at February 28, 2010 was \$(51,643).

See Notes to Financial Statements.

Schedule of Investments February 28, 2010

BlackRock Corporate High Yield Fund III, Inc. (CYE)
 (Percentages shown are based on Net Assets)

Common Stocks	Shares	Value
Auto Components 0.2%		
Lear Corp. (a)	6,665	\$ 461,685
Building Products 0.6%		
Masonite Worldwide Holdings (a)	34,575	1,452,150
Capital Markets 0.2%		
E*Trade Financial Corp. (a)	296,000	476,560
Chemicals 0.1%		
Solutia, Inc. (a)	8,000	112,560
Wellman Holdings, Inc. (a)	1,522	381
		112,941
Communications Equipment 1.0%		
Brocade Communications Systems, Inc. (a)	50,000	291,000
Loral Space & Communications Ltd. (a)	64,095	2,085,010
		2,376,010
Construction Materials 0.0%		
Nortek, Inc. (a)	2,145	79,365
Containers & Packaging 0.2%		
Rock-Tenn Co., Class A	13,000	543,920
Diversified Financial Services 0.4%		
Bank of America Corp.	65,000	1,082,900
Citigroup, Inc. (a)	1	3
		1,082,903
Diversified Telecommunication Services 0.5%		
Qwest Communications International, Inc.	247,855	1,130,219
Electrical Equipment 0.0%		
Medis Technologies Ltd. (a)	70,784	5,025
SunPower Corp., Class B (a)	778	12,705
		17,730
Food Products 0.0%		
Pilgrims Pride Corp. (a)	6,334	57,133

Edgar Filing: ITEX CORP - Form SC TO-T/A

Hotels, Restaurants & Leisure 0.0%		
Buffets Restaurants Holdings, Inc. (a)	1,099	6,209
Household Durables 0.4%		
Beazer Homes USA, Inc. (a)	139,500	580,320
Pulte Homes, Inc. (a)	30,000	324,900
Standard-Pacific Corp. (a)	15,000	63,300
		968,520
Machinery 0.1%		
Accuride Corp. (a)	90,983	118,278
Accuride Corp. Restricted Shares (a)	90,983	118,278
		236,556
Media 0.3%		
Gannett Co., Inc.	56,000	848,400
Paper & Forest Products 0.2%		
Ainsworth Lumber Co. Ltd. (a)	125,117	262,791
Ainsworth Lumber Co. Ltd. (a)(b)	140,415	294,922
Western Forest Products, Inc. (a)	158,023	33,041
Western Forest Products, Inc. (a)(b)	45,762	9,568
		600,322
Software 0.1%		
TiVo, Inc. (a)	31,000	293,880
Wireless Telecommunication Services 0.3%		
FiberTower Corp. (a)	76,542	315,353
SBA Communications Corp., Class A (a)	8,500	300,560
		615,913
Total Common Stocks 4.6%		11,360,416

Corporate Bonds		Par (000)		Value
Airlines 2.4%				
American Airlines, Inc., 10.50%, 10/15/12 (b)	USD	1,080	\$	1,107,000
American Airlines Pass Through Trust, Series 2001-02, 7.86%, 4/01/13		400		403,000
Continental Airlines, Inc.:				
Series 1997-4-B, 6.90%, 7/02/18 (c)		522		480,124
Series 2001-1-C, 7.03%, 12/15/12		302		294,485
Series 2003-RJ, 7.88%, 1/02/20		440		391,931
Delta Air Lines, Inc., Series B, 9.75%, 12/17/16		1,100		1,133,000
United Air Lines, Inc., 12.75%, 7/15/12		2,100		2,226,000
				6,035,540

Edgar Filing: ITEX CORP - Form SC TO-T/A

Auto Components 1.7%		
Delphi International Holdings Unsecured, 12.00%, 10/06/14	91	91,104
The Goodyear Tire & Rubber Co.:		
7.86%, 8/15/11	1,200	1,242,000
8.63%, 12/01/11	552	572,700
Icahn Enterprises LP (b):		
4.00%, 8/15/13 (d)(e)	255	224,069
8.00%, 1/15/18	2,360	2,218,400
		4,348,273
Biotechnology 0.3%		
QHP Pharma, 10.25%, 3/15/15 (b)	710	724,825
Building Products 1.1%		
Associated Materials LLC, 9.88%, 11/15/16	720	763,200
Building Materials Corp. of America, 7.00%, 2/15/20 (b)	620	620,000
Goodman Global Group, Inc., 12.86%, 12/15/14 (b)(f)	290	168,200
Ply Gem Industries, Inc., 11.75%, 6/15/13	1,090	1,106,350
		2,657,750
Capital Markets 0.7%		
E*Trade Financial Corp. (e)(f):		
3.39%, 8/31/19 (b)	244	370,880
Series A, 3.64%, 8/31/19	7	10,640
MU Finance Plc, 8.75%, 2/01/17 (b)	GBP 422	595,209
Marsico Parent Co., LLC, 10.63%, 1/15/16 (b)	USD 963	579,004
Marsico Parent Holdco, LLC, 12.50%, 7/15/16 (b)(g)	411	90,851
Marsico Parent Superholdco, LLC, 14.50%, 1/15/18 (b)(g)	269	46,759
		1,693,343
Chemicals 2.8%		
American Pacific Corp., 9.00%, 2/01/15	880	869,000
Georgia Gulf Corp., 9.00%, 1/15/17 (b)	230	238,625
Hexion Finance Escrow LLC, 8.88%, 2/01/18 (b)	1,820	1,701,700
Hexion U.S. Finance Corp., 9.75%, 11/15/14	310	292,950
Huntsman International LLC (b):		
6.88%, 11/15/13	EUR 280	355,528
5.50%, 6/30/16	USD 545	479,600
Innophos, Inc., 8.88%, 8/15/14	825	847,688
MacDermid, Inc., 9.50%, 4/15/17 (b)	1,260	1,260,000
Wellman Holdings, Inc. (e):		
Second Lien Subordinate Note, 10.00%, 1/29/19 (b)	844	844,000
Third Lien Subordinate Note, 5.00%, 1/29/19 (g)	269	134,759
		7,023,850

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Corporate High Yield Fund III, Inc. (CYE)
(Percentages shown are based on Net Assets)

Corporate Bonds		Par (000)	Value
Commercial Banks 0.1%			
Glitnir Banki HF (a)(h):			
4.38%, 2/05/10	USD	50	\$ 17,702
4.15%, 4/20/10 (b)		111	28,860
Series EMTN, 5.07%, 1/27/10	EUR	50	17,701
Series EMTN, 3.00%, 6/30/10		45	15,625
Series GMTN, 6.38%, 9/25/12 (b)	USD	500	130,000
			209,888
Commercial Services & Supplies 3.0%			
ACCO Brands Corp., 10.63%, 3/15/15 (b)		250	271,750
RSC Equipment Rental, Inc., 10.00%, 7/15/17 (b)		585	625,950
Scientific Games International, Inc., 9.25%, 6/15/19		855	904,162
Waste Services, Inc., 9.50%, 4/15/14		3,000	3,082,500
West Corp.: 9.50%, 10/15/14		435	431,738
11.00%, 10/15/16		2,245	2,250,612
			7,566,712
Construction Materials 1.2%			
Nortek, Inc., 11.00%, 12/01/13		2,155	2,262,260
Texas Industries, Inc., 7.25%, 7/15/13		785	763,412
			3,025,672
Consumer Finance 0.5%			
Credit Acceptance Corp., 9.13%, 2/01/17 (b)		680	676,600
Ford Motor Credit Co. LLC: 3.00%, 1/13/12 (d)		215	201,562
7.80%, 6/01/12		200	202,114
8.00%, 12/15/16		180	180,745
			1,261,021
Containers & Packaging 4.0%			
Berry Plastics Escrow LLC, 8.88%, 9/15/14 (b)		470	452,375
Berry Plastics Holding Corp., 8.88%, 9/15/14		1,050	1,010,625
Crown European Holdings SA, 6.25%, 9/01/11	EUR	75	104,167
Graphic Packaging International, Inc., 9.50%, 6/15/17	USD	840	882,000
Impress Holdings BV, 3.38%, 9/15/13 (b)(d)		420	391,650
Owens-Brockway Glass Container, Inc.: 8.25%, 5/15/13		1,000	1,015,000

Edgar Filing: ITEX CORP - Form SC TO-T/A

6.75%, 12/01/14	EUR	155	211,057
Packaging Dynamics Finance Corp., 10.00%, 5/01/16 (b)	USD	1,090	867,912
Pregis Corp., 12.38%, 10/15/13		1,200	1,191,000
Rock-Tenn Co., 8.20%, 8/15/11		2,000	2,155,000
Smurfit Kappa Acquisitions (b):			
7.25%, 11/15/17	EUR	495	660,539
7.75%, 11/15/19		470	636,778
Solo Cup Co., 10.50%, 11/01/13	USD	475	497,563
			10,075,666

Diversified Consumer Services 1.2%

Service Corp. International, 7.00%, 6/15/17		3,000	2,940,000
---	--	-------	-----------

Diversified Financial Services 8.6%

Axcan Intermediate Holdings, Inc., 12.75%, 3/01/16		520	562,900
CIT Group, Inc.:			
7.00%, 5/01/16		1,341	1,187,215
7.00%, 5/01/17		5,740	5,072,796
FCE Bank Plc:			
7.88%, 2/15/11	GBP	700	1,075,371
7.13%, 1/16/12	EUR	1,800	2,429,412
7.13%, 1/15/13		1,050	1,401,144

Corporate Bonds		Par (000)	Value
Diversified Financial Services (concluded)			
GMAC LLC:			
7.25%, 3/02/11	USD	464	\$ 468,060
6.88%, 9/15/11		500	500,000
6.88%, 8/28/12		600	594,000
2.45%, 12/01/14 (d)		464	396,950
6.75%, 12/01/14		1,020	974,100
8.30%, 2/12/15 (b)		2,160	2,178,900
8.00%, 11/01/31		1,140	1,051,650
General Motors Acceptance Corp. of Canada Ltd., 6.00%, 5/25/10	CAD	300	281,502
Leucadia National Corp., 8.13%, 9/15/15	USD	1,325	1,344,875
Reynolds Group DL Escrow, Inc., 7.75%, 10/15/16 (b)		1,460	1,478,250
Reynolds Group Issuer, Inc., 7.75%, 10/15/16 (b)	EUR	400	543,306
			21,540,431

Diversified Telecommunication Services 3.8%

Broadview Networks Holdings, Inc., 11.38%, 9/01/12	USD	1,035	993,600
GCI, Inc., 8.63%, 11/15/19 (b)		1,200	1,219,500
Level 3 Financing, Inc., 10.00%, 2/01/18 (b)		680	623,900
Nordic Telephone Co. Holdings ApS, 8.88%, 5/01/16 (b)		215	230,050
Qwest Communications International, Inc.:			
7.50%, 2/15/14		2,020	2,040,200
8.00%, 10/01/15 (b)		600	621,000
Series B, 7.50%, 2/15/14		1,730	1,747,300
Qwest Corp.:			

Edgar Filing: ITEX CORP - Form SC TO-T/A

7.63%, 6/15/15	525	561,094
8.38%, 5/01/16	680	744,600
Windstream Corp., 8.13%, 8/01/13	760	790,400
		9,571,644

Electric Utilities 1.2%

Intergen NV, 9.00%, 6/30/17 (b)	420	428,400
NSG Holdings LLC, 7.75%, 12/15/25 (b)	1,030	890,950
Tenaska Alabama Partners LP, 7.00%, 6/30/21 (b)	1,810	1,813,700
		3,133,050

Electronic Equipment, Instruments & Components 0.1%

Jabil Circuit, Inc., 7.75%, 7/15/16	295	305,325
-------------------------------------	-----	---------

Energy Equipment & Services 1.4%

Compagnie Générale de Géophysique-Veritas:

7.50%, 5/15/15	215	210,700
7.75%, 5/15/17	320	313,600
Expro Finance Luxembourg SCA, 8.50%, 12/15/16 (b)	1,835	1,825,825
North American Energy Alliance LLC, 10.88%, 6/01/16 (b)	665	704,900
North American Energy Partners, Inc., 8.75%, 12/01/11	375	373,125
		3,428,150

Food & Staples Retailing 0.8%

AmeriQual Group LLC, 9.50%, 4/01/12 (b)	800	720,000
Duane Reade, Inc., 11.75%, 8/01/15	165	207,900
Rite Aid Corp.:		
9.75%, 6/12/16	410	437,675
10.25%, 10/15/19	670	708,525
		2,074,100

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Corporate High Yield Fund III, Inc. (CYE)
(Percentages shown are based on Net Assets)

Corporate Bonds		Par (000)	Value
Food Products 0.7%			
B&G Foods, Inc., 7.63%, 1/15/18	USD	220	\$ 222,200
Reddy Ice Corp., 11.25%, 3/15/15 (b)(i)		440	440,000
Smithfield Foods, Inc., 10.00%, 7/15/14 (b)		780	844,350
TreeHouse Foods, Inc., 7.75%, 3/01/18 (i)		160	164,200
			1,670,750
Health Care Equipment & Supplies 1.3%			
DJO Finance LLC:			
10.88%, 11/15/14		1,670	1,786,900
10.88%, 11/15/14 (b)		600	642,000
Hologic, Inc., 2.00%, 12/15/37 (e)(j)		955	816,525
			3,245,425
Health Care Providers & Services 3.5%			
Community Health Systems, Inc., Series WI, 8.88%, 7/15/15			
		1,460	1,511,100
HCA, Inc., 9.13%, 11/15/14		1,785	1,876,481
LifePoint Hospitals, Inc., 3.50%, 5/15/14 (e)		110	100,788
Tenet Healthcare Corp. (b):			
9.00%, 5/01/15		1,564	1,638,290
10.00%, 5/01/18		644	708,400
8.88%, 7/01/19		1,289	1,359,895
Vanguard Health Holding Co.II LLC, 8.00%, 2/01/18 (b)		1,555	1,527,787
			8,722,741
Health Care Technology 0.8%			
IMS Health, Inc., 12.50%, 3/01/18 (b)		1,770	2,035,500
Hotels, Restaurants & Leisure 2.9%			
Greektown Holdings, LLC, 10.75%, 12/01/13 (a)(b)(h)			
		439	26,340
Harrah's Operating Co., Inc., 11.25%, 6/01/17		1,100	1,141,250
Inn of the Mountain Gods Resort & Casino, 12.00%, 11/15/10 (a)(h)		1,550	751,750
Little Traverse Bay Bands of Odawa Indians, 10.25%, 2/15/14 (a)(b)(h)		1,290	325,725
MGM Mirage:			
13.00%, 11/15/13		1,155	1,316,700
10.38%, 5/15/14 (b)		255	270,300
11.13%, 11/15/17 (b)		820	885,600
Pinnacle Entertainment, Inc., 8.63%, 8/01/17 (b)		685	650,750

Edgar Filing: ITEX CORP - Form SC TO-T/A

San Pasqual Casino, 8.00%, 9/15/13 (b)	975	926,250
Scientific Games Corp., 0.75%, 12/01/24 (e)(j)	280	271,950
Shingle Springs Tribal Gaming Authority, 9.38%, 6/15/15 (b)	60	47,700
Travelport LLC: 4.88%, 9/01/14 (d)	160	148,800
9.88%, 9/01/14	210	214,725
Tropicana Entertainment LLC, Series WI, 9.63%, 12/15/14 (a)(h)	305	191
Virgin River Casino Corp., 9.00%, 1/15/12 (a)(g)	940	178,600
		7,156,631

Household Durables 2.3%

Beazer Homes USA, Inc., 12.00%, 10/15/17 (b)	1,345	1,499,675
Jarden Corp., 8.00%, 5/01/16	275	287,375
K. Hovnanian Enterprises, Inc., 10.63%, 10/15/16	1,725	1,802,625
KB Home: 6.38%, 8/15/11	29	29,508
9.10%, 9/15/17	215	223,062
Standard Pacific Corp.: 6.25%, 4/01/14	365	328,500
7.00%, 8/15/15	265	238,500
10.75%, 9/15/16	1,225	1,277,062
		5,686,307

Corporate Bonds		Par (000)		Value
Household Products 0.1%				
Libbey Glass, Inc., 10.00%, 2/15/15 (b)	USD	135	\$	139,725
IT Services 1.4%				
Alliance Data Systems Corp., 1.75%, 8/01/13 (e)		1,645		1,521,625
First Data Corp.: 9.88%, 9/24/15		1,600		1,368,000
9.88%, 9/24/15 (b)		20		17,300
11.25%, 3/31/16		810		664,200
				3,571,125

Independent Power Producers & Energy Traders 3.8%

The AES Corp., 8.75%, 5/15/13 (b)		1,070		1,088,725
AES Eastern Energy LP, Series 99-B, 9.67%, 1/02/29		610		661,088
Calpine Construction Finance Co. LP, 8.00%, 6/01/16 (b)		1,260		1,275,750
Energy Future Holdings Corp.: 10.88%, 11/01/17		430		325,725
11.25%, 11/01/17 (g)		2,944		2,060,646
10.00%, 1/15/20 (b)		1,875		1,912,500
NRG Energy, Inc., 7.25%, 2/01/14		2,115		2,130,862
				9,455,296

Industrial Conglomerates 2.5%

Edgar Filing: ITEX CORP - Form SC TO-T/A

Sequa Corp. (b):		
11.75%, 12/01/15	2,340	2,293,200
13.50%, 12/01/15 (g)	3,954	3,963,896
		6,257,096
Insurance 0.9%		
Alliant Holdings I, Inc., 11.00%, 5/01/15 (b)	1,700	1,729,750
USI Holdings Corp., 4.13%, 11/15/14 (b)(d)	680	562,700
		2,292,450
Internet & Catalog Retail 0.1%		
NetFlix, Inc., 8.50%, 11/15/17	355	371,863
Internet Software & Services 0.3%		
Equinix, Inc, 8.13%, 3/01/18 (i)	620	620,000
Leisure Equipment & Products 0.6%		
Brunswick Corp., 11.25%, 11/01/16 (b)	995	1,106,938
Easton-Bell Sports, Inc., 9.75%, 12/01/16 (b)	280	290,500
		1,397,438
Life Sciences Tools & Services 0.1%		
Bio-Rad Laboratories, Inc., 8.00%, 9/15/16 (b)	175	182,875
Machinery 1.2%		
AGY Holding Corp., 11.00%, 11/15/14	980	784,000
Accuride Corp., 7.50%, 2/26/20 (e)(g)	9	15,927
Navistar International Corp.:		
3.00%, 10/15/14 (e)	510	521,475
8.25%, 11/01/21	1,000	1,015,000
RBS Global, Inc., 8.88%, 9/01/16	450	407,250
Titan International, Inc., 5.63%, 1/15/17 (b)(e)	240	252,600
		2,996,252
Marine 1.1%		
Horizon Lines, Inc., 4.25%, 8/15/12 (e)	2,230	1,845,325
Navios Maritime Holdings, Inc., 8.88%, 11/01/17 (b)	500	508,750
Trico Shipping AS, 11.88%, 11/01/14 (b)	330	319,688
		2,673,763

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Corporate High Yield Fund III, Inc. (CYE)
(Percentages shown are based on Net Assets)

Corporate Bonds		Par (000)	Value
Media 13.7%			
Affinion Group, Inc., 10.13%, 10/15/13	USD	2,460	\$ 2,484,600
CCH II LLC, 13.50%, 11/30/16		543	641,063
CCO Holdings LLC, 8.75%, 11/15/13		555	563,325
CMP Susquehanna Corp., 3.20%, 5/15/14 (b)		160	3,200
COX Enterprises, Inc.:			
Loan Close 2, 12.00%, 8/15/18		630	630,000
Loan Close 3, 12.00%, 8/15/18		735	735,000
Shares Loan, 12.00%, 8/15/18		735	735,000
CSC Holdings, Inc., 8.50%, 4/15/14 (b)		390	409,988
Cablevision Systems Corp., Series B, 8.00%, 4/15/12		1,515	1,596,431
Catalina Marketing Corp., 10.50%, 10/01/15 (b)(g)		610	637,450
Charter Communications Operating, LLC (b):			
10.00%, 4/30/12		500	517,500
10.38%, 4/30/14		670	680,050
Clear Channel Worldwide Holdings, Inc. (b):			
Series A, 9.25%, 12/15/17		835	851,700
Series B, 9.25%, 12/15/17		3,985	4,094,587
DISH DBS Corp., 7.00%, 10/01/13		90	92,025
Gannett Co., Inc., 8.75%, 11/15/14 (b)		600	627,750
Harland Clarke Holdings Corp.:			
6.00%, 5/15/15 (d)		350	278,250
9.50%, 5/15/15		420	383,250
Intelsat Corp., 9.25%, 6/15/16		2,450	2,535,750
Intelsat Subsidiary Holding Co. Ltd., 8.88%, 1/15/15 (b)		260	263,900
Liberty Global, Inc., 4.50%, 11/15/16 (b)(e)		440	525,250
Liberty Media Corp., 3.13%, 3/30/23 (e)		1,113	1,138,043
Lighthouse International Co. SA:			
8.00%, 4/30/14	EUR	546	464,665
8.00%, 4/30/14 (b)		177	150,633
Lions Gate Entertainment, Inc., 10.25%, 11/01/16 (b)	USD	370	370,925
McClatchy Co., 11.50%, 2/15/17 (b)		260	253,500
Network Communications, Inc., 10.75%, 12/01/13		30	13,800
Nielsen Finance LLC:			
11.63%, 2/01/14		180	200,475
10.00%, 8/01/14		1,890	1,960,875
ProtoStar I Ltd., 18.00%, 10/15/12 (a)(b)(e)(h)		850	807,410
Rainbow National Services LLC (b):			
8.75%, 9/01/12		440	448,800
10.38%, 9/01/14		1,582	1,663,078
Seat Pagine Gialle SpA, 10.50%, 1/31/17 (b)	EUR	864	1,089,059
TL Acquisitions, Inc., 10.50%, 1/15/15 (b)	USD	3,465	3,157,481
UPC Germany GmbH (b):			
8.13%, 12/01/17		600	600,000
8.13%, 12/01/17	EUR	566	778,404
9.63%, 12/01/19		995	1,368,396

Edgar Filing: ITEX CORP - Form SC TO-T/A

UPC Holding BV, 9.88%, 4/15/18 (b)	USD	500	520,000
			34,271,613

Metals & Mining 5.1%

Aleris International, Inc. (a)(h):			
9.00%, 12/15/14		1,035	2,588
10.00%, 12/15/16		800	17,000
Drummond Co., Inc.:			
9.00%, 10/15/14 (b)		875	875,000
7.38%, 2/15/16		225	209,813
FMG Finance Property Ltd. (b):			
10.00%, 9/01/13		535	564,425
10.63%, 9/01/16		1,180	1,315,700

Corporate Bonds		Par (000)	Value
-----------------	--	--------------	-------

Metals & Mining (concluded)

Foundation PA Coal Co., 7.25%, 8/01/14	USD	1,975	\$ 1,975,000
GoldCorp., Inc., 2.00%, 8/01/14 (b)(e)		190	212,800
McJunkin Red Man Corp., 9.50%, 12/15/16 (b)		1,245	1,248,112
Murray Energy Corp., 10.25%, 10/15/15 (b)		845	846,056
New World Resources NV, 7.38%, 5/15/15	EUR	625	757,421
Novelis, Inc.:			
7.25%, 2/15/15	USD	1,515	1,405,162
11.50%, 2/15/15		430	456,875
Ryerson, Inc.:			
7.62%, 11/01/14 (d)		400	357,000
12.00%, 11/01/15		265	272,288
Steel Dynamics, Inc., 7.38%, 11/01/12		460	468,050
Teck Resources Ltd.:			
10.25%, 5/15/16		300	357,750
10.75%, 5/15/19		670	824,100
Vedanta Resources Plc, 9.50%, 7/18/18 (b)		640	675,200
			12,840,340

Multiline Retail 1.3%

Dollar General Corp.:			
10.63%, 7/15/15		148	162,060
11.88%, 7/15/17 (g)		2,431	2,826,037
Saks, Inc., 9.88%, 10/01/11		295	306,063
			3,294,160

Oil, Gas & Consumable Fuels 7.3%

Arch Coal, Inc., 8.75%, 8/01/16 (b)		310	320,850
Atlas Energy Operating Co. LLC:			
12.13%, 8/01/17		500	562,500
10.75%, 2/01/18		260	281,450
Berry Petroleum Co., 8.25%, 11/01/16		510	511,275
Bill Barrett Corp., 9.88%, 7/15/16		240	254,100
Chesapeake Energy Corp., 2.25%, 12/15/38 (e)		800	594,000
Connacher Oil and Gas Ltd. (b):			
11.75%, 7/15/14		175	192,500
10.25%, 12/15/15		1,145	1,103,494
Crosstex Energy LP, 8.88%, 2/15/18 (b)		990	1,004,850
Denbury Resources, Inc., 8.25%, 2/15/20		900	931,500

Edgar Filing: ITEX CORP - Form SC TO-T/A

Encore Acquisition Co., 6.25%, 4/15/14	2,000	2,015,000
Forest Oil Corp., 7.25%, 6/15/19	470	460,600
Massey Energy Co., 3.25%, 8/01/15 (e)	1,750	1,575,000
Niska Gas Storage US LLC, 8.88%, 3/15/18 (b)(i)	2,030	2,030,000
OPTI Canada, Inc., 9.00%, 12/15/12 (b)	1,340	1,363,450
Petrohawk Energy Corp.:		
10.50%, 8/01/14	555	602,175
7.88%, 6/01/15	460	460,000
Range Resources Corp., 8.00%, 5/15/19	400	419,000
Roseton-Danskammer 2001, Series B, 7.67%, 11/08/16	1,895	1,828,675
Sabine Pass LNG LP, 7.50%, 11/30/16	390	342,225
SandRidge Energy, Inc.:		
8.63%, 4/01/15 (g)	120	118,200
9.88%, 5/15/16 (b)	500	516,250
8.00%, 6/01/18 (b)	135	129,262
Teekay Shipping Corp., 8.50%, 1/15/20	660	669,900
		18,286,256

Paper & Forest Products 4.2%

Ainsworth Lumber Co. Ltd., 11.00%, 7/29/15 (b)(g)	1,106	824,310
Boise Paper Holdings LLC, 9.00%, 11/01/17 (b)	380	391,400
Clearwater Paper Corp., 10.63%, 6/15/16 (b)	390	432,900
Georgia-Pacific LLC, 8.25%, 5/01/16 (b)	1,600	1,688,000
Glatfelter, 7.13%, 5/01/16 (b)	210	201,600

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Corporate High Yield Fund III, Inc. (CYE)
(Percentages shown are based on Net Assets)

Corporate Bonds		Par (000)	Value
Paper & Forest Products (concluded)			
NewPage Corp.:			
10.00%, 5/01/12	USD	785	\$ 451,375
11.38%, 12/31/14		5,810	5,548,550
Verso Paper Holdings LLC:			
11.50%, 7/01/14 (b)		335	351,750
Series B, 4.00%, 8/01/14 (d)		280	226,100
Series B, 9.13%, 8/01/14		325	299,000
			10,414,985
Pharmaceuticals 1.4%			
Angiotech Pharmaceuticals, Inc., 4.00%, 12/01/13 (d)		1,050	850,500
Elan Corp. Plc, 8.75%, 10/15/16 (b)		740	717,800
Elan Finance Plc, 8.88%, 12/01/13		105	106,575
Novasep Holding SAS, 9.63%, 12/15/16 (b)	EUR	958	1,206,631
Valeant Pharmaceuticals International, 8.38%, 6/15/16 (b)	USD	545	564,075
			3,445,581
Real Estate Management & Development 0.5%			
Forest City Enterprises, Inc., 7.63%, 6/01/15		1,425	1,282,500
Semiconductors & Semiconductor Equipment 1.0%			
Advanced Micro Devices, Inc., 8.13%, 12/15/17 (b)		1,250	1,265,625
Spansion, Inc., 3.79%, 6/01/13 (a)(b)(h)		1,215	1,202,850
			2,468,475
Software 0.0%			
BMS Holdings, Inc., 7.89%, 2/15/12 (b)(d)(g)		456	9,120
Specialty Retail 1.5%			
Asbury Automotive Group, Inc., 7.63%, 3/15/17		350	330,313
General Nutrition Centers, Inc., 10.75%, 3/15/15		595	601,694
Group 1 Automotive, Inc., 2.25%, 6/15/36 (e)(j)		1,055	825,537
Limited Brands, Inc., 8.50%, 6/15/19		785	840,931
United Auto Group, Inc., 7.75%, 12/15/16		1,110	1,058,662
			3,657,137
Textiles, Apparel & Luxury Goods 1.5%			

Edgar Filing: ITEX CORP - Form SC TO-T/A

Levi Strauss & Co., 8.63%, 4/01/13	EUR	1,850	2,531,658
Quiksilver, Inc., 6.88%, 4/15/15	USD	1,350	1,150,875
			3,682,533

Wireless Telecommunication Services 5.4%

Cricket Communications, Inc.:			
9.38%, 11/01/14		995	990,025
10.00%, 7/15/15		1,890	1,913,625
7.75%, 5/15/16		220	223,575
Digicel Group Ltd. (b):			
8.88%, 1/15/15		1,370	1,308,350
9.13%, 1/15/15 (g)		1,983	1,933,425
FiberTower Corp., 9.00%, 1/01/16		284	230,144
iPCS, Inc., 2.37%, 5/01/13 (d)		815	749,800
MetroPCS Wireless, Inc., 9.25%, 11/01/14		2,285	2,279,287
NII Holdings, Inc., 2.75%, 8/15/25 (e)		770	777,700
Nextel Communications, Inc.:			
Series D, 7.38%, 8/01/15		60	55,350
Series E, 6.88%, 10/31/13		1,840	1,766,400
Series F, 5.95%, 3/15/14		110	99,825
Orascom Telecom Finance SCA, 7.88%, 2/08/14 (b)		275	242,000
Sprint Capital Corp., 6.88%, 11/15/28		1,270	962,025
			13,531,531

Total Corporate Bonds 101.4% 253,274,708

Floating Rate Loan Interests (d)	Par (000)	Value
Aerospace & Defense 0.1%		
Hawker Beechcraft Acquisition Co. LLC, Incremental Term Loan, 10.50%, 3/26/14	USD 274	\$ 250,482
Auto Components 1.0%		
Allison Transmission, Inc., Term Loan, 2.98% 3.00%, 8/07/14	2,266	2,075,223
Dana Holding Corp., Term Advance, 4.48% 6.50%, 1/30/15	401	390,756
		2,465,979
Automobiles 2.7%		
Ford Motor Co., Tranche B-1 Term Loan, 3.24% 3.26%, 12/15/13	7,191	6,717,246
Building Products 1.3%		
CPG International I, Inc., Term Loan, 5.23%, 2/28/11	3,250	3,250,251
Capital Markets 0.1%		
Marsico Parent Co., LLC, Term Loan, 5.25% 5.31%, 12/15/14	381	241,724
Chemicals 1.1%		

Edgar Filing: ITEX CORP - Form SC TO-T/A

PQ Corp., Term Loan (First Lien), 3.48% 3.50%, 7/30/14	739	675,956
Solutia Inc., Loan, 7.25%, 2/28/14	359	364,156
Tronox Worldwide LLC: Tranche B-1 Term Loan, 9.00%, 6/24/10	1,261	1,294,219
Tranche B-2 Term Loan, 9.00%, 6/24/10	339	347,701
		2,682,032
Construction & Engineering 0.8%		
Safeway Services LLC Second Out Term Loan, 9.00%, 12/14/17	2,000	2,000,000
Consumer Finance 0.7%		
Chrysler Financial Services Americas LLC Term Loan (First Lien), 4.24%, 8/03/12	1,760	1,737,762
Diversified Telecommunication Services 1.9%		
Wind Finance SL SA, Facility (Second Lien), 7.67%, 12/17/14	EUR 3,460	4,692,418
Food & Staples Retailing 0.5%		
Rite Aid Corp., Tranche 4 Term Loan, 9.50%, 6/10/15	USD 1,250	1,295,000
Hotels, Restaurants & Leisure 1.2%		
Travelport LLC (fka Travelport, Inc.), Loan, 8.25%, 3/27/12	3,198	2,926,337
IT Services 0.1%		
First Data Corp., Initial Tranche B-1 Term Loan, 2.98%, 9/24/14	347	303,387
Independent Power Producers & Energy Traders 1.2%		
Texas Competitive Electric Holdings Co., LLC (TXU): Initial Tranche B-1 Term Loan, 3.73% 3.75%, 10/10/14	216	173,742
Initial Tranche B-2 Term Loan, 3.73% 3.75%, 10/10/14	656	527,672
Initial Tranche B-3 Term Loan, 3.73% 3.75%, 10/10/14	2,821	2,257,000
		2,958,414
Media 2.3%		
Affinion Group Holdings, Inc., Loan, 8.39%, 3/01/12	436	412,302
Cengage Learning Acquisitions, Inc. (Thomson Learning), Tranche 1 Incremental Term Loan, 7.50%, 7/03/14	1,724	1,706,513
HMH Publishing Co. Ltd.: Mezzanine, 1.26%, 11/14/14	570	70,241
Tranche A Term Loan, 5.48%, 6/12/14	1,557	1,309,580

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Corporate High Yield Fund III, Inc. (CYE)
(Percentages shown are based on Net Assets)

Floating Rate Loan Interests (d)		Par (000)	Value
Media (concluded)			
NVT Networks, LLC Exit Term Loan, 13.00%, 10/01/12	USD	61	\$61,276
Newsday, LLC, Fixed Rate Term Loan, 10.50%, 8/01/13		1,200	1,282,500
Protostar Ltd., Debtor in Possession Term Loan, 18.00%, 3/15/10		170	169,940
Virgin Media Investment Holdings Ltd., C Facility, 3.57%, 3/03/13	GBP	255	363,229
Worldcolor Press Inc. and Worldcolor (USA) Corp. (fka Quebecor World, Inc.), Advance, 9.00%, 7/23/12	USD	498	503,176
			5,878,757
Multiline Retail 0.1%			
The Neiman Marcus Group, Inc., Term Loan, 2.26%, 4/06/13		378	339,160
Oil, Gas & Consumable Fuels 0.7%			
Turbo Beta Ltd., Dollar Facility, 12.00%, 3/15/18		2,278	1,708,698
Paper & Forest Products 0.3%			
Verso Paper Finance Holdings LLC, PIK Loan, 7.25%, 2/01/13 (g)		1,296	712,711
Real Estate Management & Development 0.2%			
Realogy Corp.:			
Initial Term B Loan, 3.25%, 10/10/13		400	352,616
Synthetic Letter of Credit, 0.08%, 10/10/13		128	113,185
			465,801
Specialty Retail 0.3%			
Claire's Stores, Inc., Term B Loan, 3.00%, 5/29/14		279	230,219
Michaels Stores, Inc., B-1 Term Loan, 2.50% 2.56%, 10/31/13		374	336,864
Pedalgreen Ltd., PIK Loan Facility, 0.00%, 11/30/15 (g)	GBP	233	326,444
			893,527