

BlackRock Multi-Sector Income Trust
Form N-CSRS
July 01, 2014

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 811-22774

Name of Fund: BlackRock Multi-Sector Income Trust (BIT)

Fund Address: 100 Bellevue Parkway, Wilmington, DE 19809

Name and address of agent for service: John M. Perlowski, Chief Executive Officer, BlackRock Multi-Sector 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: 10/31/2014

Date of reporting period: 04/30/2014

Item 1 Report to Stockholders

SEMI-ANNUAL REPORT (UNAUDITED)

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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Shareholder Letter

Dear Shareholder,

Markets have remained highly attuned to potential changes in U.S. monetary policy over the past year. This was markedly evident one year ago in May of 2013 when then-Federal Reserve Chairman Bernanke first mentioned the possibility of reducing (or tapering) the central bank's asset purchase programs—comments that were widely misinterpreted as signaling an end to the Fed's zero-interest-rate policy. U.S. Treasury yields rose sharply following his comments, triggering a steep sell-off across fixed income markets. (Bond prices move in the opposite direction of yields.) Global equities also suffered as investors feared the implications of a potential end to a program that had greatly supported stocks. Emerging markets, which are more sensitive to changes in global liquidity, were especially hurt by the prospect of ebbing cash flows from the United States. Markets broadly rebounded in late June, however, when the Fed's tone turned more dovish. At the same time, improving economic indicators and better corporate earnings helped extend gains through most of the summer.

Although the tone of economic and financial news was mixed last autumn, it was a surprisingly positive period for most asset classes. Early on, the Fed defied market expectations with its decision to delay tapering, but higher volatility returned in late September 2013 when the U.S. Treasury Department warned that the national debt would soon breach its statutory maximum. The ensuing political brinkmanship led to a partial government shutdown, roiling global financial markets through the first half of October. Equities and other so-called risk assets managed to resume their rally when politicians finally engineered a compromise to reopen the government and extend the debt ceiling.

The remainder of 2013 was a generally positive period for stock markets in the developed world, although investors continued to grapple with uncertainty about when and how much the Fed would scale back on stimulus. When the Fed ultimately announced its tapering plans in mid-December, markets reacted positively, as this action signaled the Fed's perception of real improvement in the economy, and investors were finally released from the anxiety that had gripped them for quite some time.

The start of the new year brought a stark change in sentiment. Heightened volatility in emerging markets—driven by reduced global liquidity, severe currency weakness, high levels of debt and uneven growth—combined with mixed U.S. economic data caused global equities to weaken in January while bond markets found renewed strength from investors seeking relatively safer assets. Although these headwinds persisted, equities were back on the rise in February as investors were encouraged by a one-year extension of the U.S. debt ceiling and market-friendly comments from new Fed Chair Janet Yellen. While U.S. economic data had softened, investors were assuaged by increasing evidence that this was a temporary trend resulting from harsher-than-usual winter weather.

In the final months of the period, signs of decelerating growth in China and geopolitical tensions in Russia and Ukraine made for a bumpy ride, but markets continued their climb as investors focused on improving U.S. economic data, stronger corporate earnings and a still-dovish central bank. Within developed markets, investors shifted from growth to value stocks as the strong performance of growth stocks in 2013 had pushed valuations higher in many of these sectors. Emerging markets also benefited from this broad rotation into cheaper valuations and were further supported by an improving growth outlook for a number of developing countries.

Even though investors were gearing up for a modest shift toward tighter monetary policy from the Fed, equity markets in the developed world posted solid gains for the six- and 12-month periods ended April 30. Emerging markets, however, experienced increased volatility amid heightened risks for the asset class. Interest rate uncertainty posed a headwind for fixed income assets, and higher-quality sectors of the market performed poorly over the reporting period. Conversely, high yield bonds benefited from income-oriented investors' search for yield in the overall low-rate environment. Short-term interest rates remained near zero, keeping yields on money market securities close to historic lows.

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 www.blackrock.com for further insight about investing in today's world.

Sincerely,

Rob Kapito

President, BlackRock Advisors, LLC

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In a modest global growth environment, expectations around monetary policy changes continued to be a key theme in financial market performance.

Rob Kapito

President, BlackRock Advisors, LLC

Total Returns as of April 30, 2014

| | 6-month | 12-month |
|--|----------------|-----------------|
| U.S. large cap equities (S&P 500® Index) | 8.36% | 20.44% |
| U.S. small cap equities (Russell 2000® Index) | 3.08 | 20.50 |
| International equities (MSCI Europe, Australasia, Far East Index) | 4.44 | 13.35 |
| Emerging market equities (MSCI Emerging Markets Index) | (2.98) | (1.84) |
| 3-month Treasury bills (BofA Merrill Lynch 3-Month U.S. Treasury Bill Index) | 0.03 | 0.06 |
| U.S. Treasury securities (BofA Merrill Lynch 10-Year U.S. Treasury Index) | 0.88 | (5.25) |
| U.S. investment-grade bonds (Barclays U.S. Aggregate Bond Index) | 1.74 | (0.26) |
| Tax-exempt municipal bonds (S&P Municipal Bond Index) | 4.24 | 0.46 |
| U.S. high yield bonds (Barclays U.S. Corporate High Yield 2% Issuer Capped Index) | 4.72 | 6.28 |

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

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Trust Summary as of April 30, 2014

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.

Portfolio Management Commentary**How did the Trust perform?**

For the six-month period ended April 30, 2014, the Trust returned 9.38% based on market price and 6.81% based on NAV. For the same period, the closed-end Lipper Corporate BBB-Rated Debt Funds (Leveraged) category posted an average return of 5.32% based on market price and 4.66% based on NAV. All returns reflect reinvestment of dividends and/or distributions. The Trust's discount to NAV, which narrowed during the period, accounts for the difference between performance based on price and performance based on NAV. The following discussion relates to performance based on NAV.

What factors influenced performance?

In a positive market environment, the Trust's high level of leverage enhanced the rewards of its credit exposures. A preference for companies generating cash flows sourced from the U.S. domestic market proved beneficial, as did holding large allocations to the higher-yielding credit sectors such as high yield bonds, subordinated financials and lower-quality investment grade bonds. The Trust's use of leverage to achieve greater exposure to high yield debt boosted returns. Within the investment grade space, security selection within industrials and a preference for capital trust securities within financials added to performance. Additionally, the Trust's short duration bias enhanced results as interest rates increased in late 2013, as did a yield curve-flattening bias as longer-term rates declined in March of 2014.

As the slow-growth, low-rate environment has been conducive for positive performance in credit sectors, there were no material detractors from the Trust's performance during the period.

Describe recent portfolio activity.

During the six-month period, the Trust tactically rotated in and out of sectors and individual credit names, but overall, did not make significant changes to its overall weightings in investment grade credit, high yield and capital trust securities. Within the investment grade space, the Trust favored financials and capital trust securities over industrials given the rising event-driven headline risk among industrial credits.

Describe portfolio positioning at period end.

As of period end, the Trust continued to maintain its allocations to high yield debt and financials, with a preference for capital trust securities, and retained a bias toward companies with U.S.-sourced cash flows.

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.

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BlackRock Credit Allocation Income Trust

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 April 30, 2014 (\$13.68) ¹ | 7.06% |
| Current Monthly Distribution per Common Share ² | \$0.0805 |
| Current Annualized Distribution per Common Share ² | \$0.9660 |
| Economic Leverage as of April 30, 2014 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.

Market Price and Net Asset Value Per Share Summary

| | 4/30/14 | 10/31/13 | Change | High | Low |
|-----------------|---------|----------|--------|---------|---------|
| Market Price | \$13.68 | \$12.97 | 5.47% | \$13.72 | \$12.51 |
| Net Asset Value | \$15.44 | \$14.99 | 3.00% | \$15.44 | \$14.75 |

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

Overview of the Trust's Long-Term Investments

| Portfolio Composition | 4/30/14 | 10/31/13 |
|--|---------|----------|
| Corporate Bonds | 79% | 84% |
| Preferred Securities | 16 | 14 |
| U.S. Treasury Obligations | 4 | |
| Municipal Bonds | 1 | 1 |
| Asset-Backed Securities | | 1 |
| Credit Quality Allocation ⁴ | 4/30/14 | 10/31/13 |
| AAA/Aaa ⁵ | 5% | |
| AA/Aa | 1 | 1% |
| A | 16 | 16 |
| BBB/Baa | 39 | 43 |
| BB/Ba | 25 | 24 |
| B | 11 | 13 |

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CCC/Caa
Not Rated

1
2

3

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

⁵ Includes U.S. Government Sponsored Agency Securities and/or U.S. Treasury Obligations, which were deemed AAA by the investment advisor.

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Trust Summary as of April 30, 2014

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.

Portfolio Management Commentary**How did the Trust perform?**

For the six-month period ended April 30, 2014, the Trust returned 2.42% based on market price and 3.42% based on NAV. For the same period, the closed-end Lipper Loan Participation Funds category posted an average return of 0.77% based on market price and 3.19% based on NAV. All returns reflect reinvestment of dividends and/or distributions. 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 performance based on NAV.

What factors influenced performance?

Security selection in the gaming and technology sectors contributed positively to results, as did the Trust's tactical allocation to fixed-rate high yield corporate bonds, which outperformed floating rate loan interests (i.e., bank loans) over the period. The Trust's tactical exposures to higher quality collateralized loan obligations (CLOs) also helped results.

Conversely, positioning in the media non-cable and electric sectors detracted from performance, as did the Trust's underweight to lower-rated loan assets, which outperformed middle and higher quality loans during the period.

Describe recent portfolio activity.

Throughout the six-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. With the average loan trading recently at or just below par (i.e., with limited or no upside), 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. The Trust actively participated in the new-issue market, where appealing investment opportunities have been emerging. While the investment advisor anticipates modest growth and improving economic conditions, the Trust's exposure to lower-rated segments of the market remained limited given less attractive risk-reward profiles in that space. From an asset allocation perspective, the Trust continued to reduce exposure to higher quality high yield bonds as valuations in that market moved closer to fair value.

In addition, the Trust tactically added risk in high quality CLOs, an area of the market with appealing valuations.

Describe portfolio positioning at period end.

At period end, the Trust held 93% of its total portfolio in floating rate loan interests (bank loans), with the remainder in corporate bonds, asset-backed securities and common stocks. The Trust's highest-conviction holdings included Alliance Boots Holdings Ltd. (retailers) and La

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Quinta Intermediate Holdings LLC (lodging).

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BlackRock Floating Rate Income Trust

Trust Information

| | |
|---|-----------------|
| Symbol on NYSE | BGT |
| Initial Offering Date | August 30, 2004 |
| Current Distribution Rate on Closing Market Price as of April 30, 2014 (\$14.03) ¹ | 5.94% |
| Current Monthly Distribution per Common Share ² | \$0.0695 |
| Current Annualized Distribution per Common Share ² | \$0.8340 |
| Economic Leverage as of April 30, 2014 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 the loan 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.

Market Price and Net Asset Value Per Share Summary

| | 4/30/14 | 10/31/13 | Change | High | Low |
|-----------------|---------|----------|---------|---------|---------|
| Market Price | \$14.03 | \$14.12 | (0.64)% | \$14.47 | \$13.80 |
| Net Asset Value | \$14.84 | \$14.79 | 0.34% | \$14.91 | \$14.72 |

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

Overview of the Trust's Long-Term Investments

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

| Portfolio Composition | 4/30/14 | 10/31/13 |
|------------------------------|---------|----------|
| Floating Rate Loan Interests | 93% | 83% |
| Corporate Bonds | 3 | 13 |
| Asset-Backed Securities | 3 | 3 |
| Common Stocks | 1 | 1 |

| Credit Quality Allocation ⁴ | 4/30/14 | 10/31/13 |
|--|---------|----------|
| BBB/Baa | 9% | 10% |
| BB/Ba | 29 | 21 |
| B | 44 | 67 |
| Not Rated | 18 | 2 |

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

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Trust Summary as of April 30, 2014

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.

Portfolio Management Commentary**How did the Trust perform?**

For the six-month period ended April 30, 2014, the Trust returned 12.31% based on market price and 9.73% based on NAV. For the same period, the closed-end Lipper General Bond Funds category posted an average return of 6.87% based on market price and 6.18% based on NAV. All returns reflect reinvestment of dividends and/or distributions. The Trust's discount to NAV, which narrowed during the period, accounts for the difference between performance based on price and performance based on NAV. The following discussion relates to performance based on NAV.

What factors influenced performance?

The largest contributor to the Trust's positive performance was its exposure to corporate credit, particularly high yield bonds and capital securities. Additionally, the Trust's holdings in asset-backed securities (ABS), especially home equity ABS, and non-agency mortgage-backed securities (MBS) had a notable impact on returns. In securitized debt, exposure to non-U.S. dollar-denominated positions enhanced overall performance for the period. In the positive market environment, the Trust's high level of leverage enhanced the rewards of its credit exposures. As the slow-growth, low-rate environment has been conducive for positive performance in credit sectors, there were no material detractors from the Trust's performance during the period.

Describe recent portfolio activity.

During the six-month period, the Trust took advantage of favorable market conditions offering attractive entry points to increase allocations to capital securities and securitized debt, particularly collateralized loan obligations.

The Trust maintained a high level of leverage throughout the period in order to maximize its income generation potential. Given the low yield environment over the six months, the Trust's distribution yield declined over the period as maturing higher-yielding securities were replaced with lower-yielding issuance.

Describe portfolio positioning at period end.

As of period end, the Trust was positioned to benefit from a continuation of a positive market environment for risk assets with its largest allocation in high yield debt, followed by capital securities and securitized debt.

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.

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Trust Information

| | |
|---|-------------------|
| Symbol on NYSE | BIT |
| Initial Offering Date | February 27, 2013 |
| Current Distribution Rate on Closing Market Price as of April 30, 2014 (\$18.39) ¹ | 7.62% |
| Current Monthly Distribution per Common Share ² | \$0.1167 |
| Current Annualized Distribution per Common Share ² | \$1.4004 |
| Economic Leverage as of April 30, 2014 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. See the financial highlights for the actual sources and character of distributions. 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.

Market Price and Net Asset Value Per Share Summary

| | 4/30/14 | 10/31/13 | Change | High | Low |
|-----------------|---------|----------|--------|---------|---------|
| Market Price | \$18.39 | \$17.04 | 7.92% | \$18.40 | \$16.39 |
| Net Asset Value | \$19.98 | \$18.95 | 5.44% | \$19.98 | \$18.81 |

Market Price and Net Asset Value History Since Inception

⁴ Commencement of operations.

Overview of the Trust's Long-Term Investments

| Portfolio Composition | 4/30/14 | 10/31/13 |
|---------------------------------------|---------|----------|
| Corporate Bonds | 39% | 42% |
| Non-Agency Mortgage-Backed Securities | 27 | 25 |
| Asset-Backed Securities | 17 | 18 |
| Preferred Securities | 11 | 9 |
| Floating Rate Loan Interests | 5 | 5 |
| Foreign Agency Obligations | 1 | 1 |

| Credit Quality Allocation ⁵ | 4/30/14 | 10/31/13 |
|--|---------|----------|
|--|---------|----------|

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| | | |
|-----------|----|----|
| AA/Aa | | 1% |
| A | 2% | 3 |
| BBB/Baa | 18 | 23 |
| BB/Ba | 37 | 33 |
| B | 34 | 31 |
| CCC/Caa | 6 | 6 |
| Not Rated | 3 | 3 |

⁵ Using the higher of S&P's or Moody's ratings.

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The Benefits and Risks of Leveraging

The Trusts may utilize leverage to seek to enhance the yield 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 will be based on short-term interest rates, will normally be 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 Trust (including the assets obtained from leverage) are invested in higher-yielding portfolio investments, the Trust'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.

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, the 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 the Trust with the proceeds from leverage earn income based on longer-term interest rates. In this case, the Trust's financing cost of leverage is significantly lower than the income earned on the 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 Trust's return on assets purchased with leverage proceeds, income to shareholders will be lower than if the Trust had not used leverage. Furthermore, the value of the Trust'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 value of the Trust's obligations under its leverage arrangement generally does not fluctuate in relation to interest rates. As a result, changes in interest rates can influence the Trust's NAVs positively or negatively. Changes in the future direction of interest rates are very difficult to predict accurately, and there is no assurance that a Trust's intended leveraging strategy will be successful.

Leverage also will generally cause 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 a Trust's Common Shares than if the Trust were not leveraged. In addition, the Trust 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 Trust to incur losses. The use of leverage may limit the Trust's ability to invest in certain types of securities or use certain types of hedging strategies. The Trust will incur expenses in connection with the use of leverage, all of which are borne by shareholders and may reduce income to the shares.

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 33 1/3% of their 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 the Trust's obligations under the reverse repurchase agreement (including accrued interest), then such transaction will not be considered a senior security and will not be subject to the foregoing limitations and requirements under the 1940 Act.

Derivative Financial Instruments

The Trusts may invest in various derivative financial instruments, including financial futures contracts, forward foreign currency exchange contracts, options and swaps, as specified in Note 4 of the Notes to Financial Statements, which may constitute forms of economic leverage. Such 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 hedge market, equity, credit, interest rate and/or foreign currency exchange rate risks. Derivative financial instruments 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

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derivative financial instruments may result in losses greater than if they had not been used, may require a Trust to sell or purchase portfolio investments at inopportune times or for distressed values, may limit the amount of appreciation a Trust can realize on an investment, may result in lower dividends paid to shareholders or may cause a Trust to hold an investment that it might otherwise sell. The Trusts' investments in these instruments are discussed in detail in the Notes to Financial Statements.

Schedule of Investments April 30, 2014 (Unaudited)

BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

| | | Par | |
|--|-------------|--------------|--------------|
| | | (000) | Value |
| Asset-Backed Securities | | | |
| Atrium CDO Corp., Series 5A, Class A4, 0.62%, 7/20/20 (a)(b) | USD | 9,000 | \$ 8,518,761 |
| SLM Student Loan Trust, Series 2004-B, Class A2, 0.43%, 6/15/21 (a) | | 3,551 | 3,518,939 |
| Total Asset-Backed Securities | 0.7% | | 12,037,700 |
| Corporate Bonds | | | |
| Aerospace & Defense 0.2% | | | |
| Huntington Ingalls Industries, Inc.: | | | |
| 6.88%, 3/15/18 | | 1,430 | 1,530,100 |
| 7.13%, 3/15/21 | | 2,000 | 2,205,000 |
| | | | 3,735,100 |
| Airlines 0.9% | | | |
| Continental Airlines Pass-Through Trust: | | | |
| Series 2009-2, Class B, 9.25%, 11/10/18 | | 3,048 | 3,444,363 |
| Series 2012-3, Class C, 6.13%, 4/29/18 | | 2,040 | 2,172,600 |
| Delta Air Lines Pass-Through Trust, Series 2002-1, Class G-1, 6.72%, 1/02/23 | | 3,422 | 3,986,287 |
| United Airlines 2014-1 Class B Pass-Through Trust, Series B, 4.75%, 1/01/00 | | 4,200 | 4,239,396 |
| Virgin Australia 2013-1B Trust, 6.00%, 10/23/20 (b) | | 1,866 | 1,940,772 |
| | | | 15,783,418 |
| Auto Components 1.1% | | | |
| Chrysler Group LLC/CG Co-Issuer, Inc., 8.25%, 6/15/21 (b) | | | |
| | | 2,925 | 3,286,969 |
| Delphi Corp., 6.13%, 5/15/21 | | 870 | 968,963 |
| Icahn Enterprises LP/Icahn Enterprises Finance Corp. (b): | | | |
| 3.50%, 3/15/17 | | 265 | 266,988 |
| 4.88%, 3/15/19 | | 3,950 | 4,004,312 |
| 6.00%, 8/01/20 | | 4,538 | 4,787,590 |
| 5.88%, 2/01/22 | | 2,669 | 2,709,035 |
| Schaeffler Finance BV, 4.75%, 5/15/21 (b) | | 2,470 | 2,534,837 |
| | | | 18,558,694 |
| Automobiles 0.5% | | | |
| Ford Motor Co., 7.45%, 7/16/31 | | | |
| | | 3,660 | 4,775,941 |
| General Motors Co. (b): | | | |
| 4.88%, 10/02/23 | | 1,875 | 1,938,281 |
| 6.25%, 10/02/43 | | 940 | 1,029,300 |
| | | | 7,743,522 |
| Beverages 0.2% | | | |
| Silgan Holdings, Inc., 5.50%, 2/01/22 (b) | | | |
| | | 3,004 | 3,109,140 |
| Building Products 0.3% | | | |
| Building Materials Corp. of America (b): | | | |
| 7.00%, 2/15/20 | | 1,430 | 1,519,375 |
| 6.75%, 5/01/21 | | 3,600 | 3,897,000 |
| | | | 5,416,375 |
| | | Par | |
| | | (000) | Value |
| Corporate Bonds | | | |
| Capital Markets 3.1% | | | |
| The Goldman Sachs Group, Inc. (c): | | | |
| 6.25%, 9/01/17 | USD | 625 | \$ 714,205 |
| 7.50%, 2/15/19 | | 5,165 | 6,271,420 |
| 5.25%, 7/27/21 | | 1,175 | 1,304,635 |

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| | | |
|---|--------|------------|
| 5.75%, 1/24/22 | 5,500 | 6,275,451 |
| 6.25%, 2/01/41 | 15,000 | 17,920,995 |
| Morgan Stanley (c): | | |
| 5.63%, 9/23/19 | 6,770 | 7,719,120 |
| 5.50%, 7/28/21 | 2,695 | 3,049,832 |
| 5.00%, 11/24/25 | 5,000 | 5,187,675 |
| UBS AG, 5.88%, 7/15/16 (c) | 3,450 | 3,795,186 |
| | | 52,238,519 |
| Chemicals 2.4% | | |
| Ashland, Inc., 3.88%, 4/15/18 | 1,745 | 1,792,987 |
| Axiall Corp., 4.88%, 5/15/23 (b) | 367 | 358,743 |
| Basell Finance Co. BV, 8.10%, 3/15/27 (b) | 6,000 | 7,953,342 |
| Celanese US Holdings LLC, 5.88%, 6/15/21 | 2,615 | 2,863,425 |
| CF Industries, Inc., 5.38%, 3/15/44 | 2,500 | 2,624,140 |
| Chemtura Corp., 5.75%, 7/15/21 | 632 | 655,700 |
| Eagle Spinco, Inc., 4.63%, 2/15/21 (b) | 2,370 | 2,358,150 |
| Huntsman International LLC: | | |
| 4.88%, 11/15/20 | 1,385 | 1,402,312 |
| 8.63%, 3/15/21 (c) | 2,000 | 2,230,000 |
| Ineos Finance PLC (b): | | |
| 8.38%, 2/15/19 | 255 | 280,819 |
| 7.50%, 5/01/20 | 2,080 | 2,275,000 |
| LSB Industries, Inc., 7.75%, 8/01/19 (b) | 569 | 608,830 |
| NOVA Chemicals Corp., 5.25%, 8/01/23 (b) | 2,277 | 2,436,390 |
| Nufarm Australia Ltd., 6.38%, 10/15/19 (b) | 990 | 1,022,175 |
| PetroLogistics LP/PetroLogistics Finance Corp., 6.25%, 4/01/20 | 885 | 903,806 |
| Rockwood Specialties Group, Inc., 4.63%, 10/15/20 | 9,256 | 9,487,400 |
| US Coatings Acquisition, Inc./Flash Dutch 2 BV, 7.38%, 5/01/21 (b) | 617 | 677,158 |
| | | 39,930,377 |
| Commercial Banks 5.9% | | |
| Associated Banc-Corp, 5.13%, 3/28/16 (c) | 7,430 | 7,920,075 |
| CIT Group, Inc.: | | |
| 4.25%, 8/15/17 | 4,600 | 4,818,500 |
| 5.25%, 3/15/18 | 4,030 | 4,322,175 |
| 6.63%, 4/01/18 (b) | 335 | 373,944 |
| 5.50%, 2/15/19 (b) | 5,147 | 5,545,893 |
| City National Corp., 5.25%, 9/15/20 (c) | 2,900 | 3,243,024 |
| Cooperatieve Centrale Raiffeisen-Boerenleenbank BA, 3.95%, 11/09/22 (c) | 3,775 | 3,797,329 |
| Credit Suisse AG, 6.50%, 8/08/23 (b) | 12,000 | 13,395,480 |
| Credit Suisse Group AG, 7.50% (a)(b)(d) | 3,250 | 3,530,313 |
| Discover Bank: | | |
| 8.70%, 11/18/19 | 748 | 947,344 |
| 4.20%, 8/08/23 | 4,460 | 4,634,065 |
| Fifth Third Bancorp, 5.10% (a)(d) | 5,000 | 4,625,000 |
| HSBC Finance Corp., 6.68%, 1/15/21 (c) | 5,150 | 6,092,084 |
| Oversea-Chinese Banking Corp., Ltd., 4.00%, 10/15/24 (a)(b) | 2,000 | 1,991,404 |

Portfolio Abbreviations

| | | | |
|------------|--------------------------------|--------------|---|
| ABS | Asset-Backed Security | LIBOR | London Interbank Offered Rate |
| ARB | Airport Revenue Bonds | OTC | Over-the-Counter |
| CAD | Canadian Dollar | PIK | Payment-In-Kind |
| CLO | Collateralized Loan Obligation | RB | Revenue Bonds |
| EUR | Euro | REMIC | Real Estate Mortgage Investment Conduit |
| GBP | British Pound | USD | U.S. Dollar |

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

| | Par | | Value |
|---|-------|--------|--------------|
| | (000) | | |
| Corporate Bonds | | | |
| Commercial Banks (concluded) | | | |
| Regions Financial Corp., 5.75%, 6/15/15 | USD | 6,110 | \$ 6,429,785 |
| RESPARCS Funding LP I, 8.00% (d)(e)(f) | | 4,000 | 1,720,000 |
| Royal Bank of Scotland Group PLC, 6.00%, 12/19/23 | | 9,000 | 9,402,030 |
| Santander Holdings USA, Inc., 3.00%, 9/24/15 | | 3,750 | 3,857,254 |
| Wells Fargo & Co. (c): | | | |
| 3.45%, 2/13/23 | | 2,325 | 2,273,564 |
| 4.13%, 8/15/23 | | 4,000 | 4,079,392 |
| 5.61%, 1/15/44 | | 4,119 | 4,591,309 |
| | | | 97,589,964 |
| Commercial Services & Supplies 3.3% | | | |
| ADS Waste Holdings, Inc., 8.25%, 10/01/20 | | 1,003 | 1,087,001 |
| Aviation Capital Group Corp. (b): | | | |
| 7.13%, 10/15/20 (c) | | 31,000 | 34,810,427 |
| 6.75%, 4/06/21 | | 7,850 | 8,778,914 |
| Brand Energy & Infrastructure Services, Inc., 8.50%, 12/01/21 (b) | | 913 | 967,780 |
| Covanta Holding Corp., 6.38%, 10/01/22 | | 2,245 | 2,402,150 |
| Mobile Mini, Inc., 7.88%, 12/01/20 | | 930 | 1,029,975 |
| United Rentals North America, Inc.: | | | |
| 7.38%, 5/15/20 | | 2,025 | 2,242,687 |
| 7.63%, 4/15/22 | | 1,853 | 2,084,625 |
| West Corp., 8.63%, 10/01/18 | | 2,287 | 2,441,373 |
| | | | 55,844,932 |
| Communications Equipment 0.8% | | | |
| Brocade Communications Systems, Inc., 6.88%, 1/15/20 | | 8,695 | 9,303,650 |
| CommScope, Inc., 8.25%, 1/15/19 (b) | | 649 | 702,542 |
| Zayo Group LLC/Zayo Capital, Inc., 8.13%, 1/01/20 | | 2,400 | 2,634,000 |
| | | | 12,640,192 |
| Construction & Engineering 0.1% | | | |
| BlueLine Rental Finance Corp., 7.00%, 2/01/19 (b) | | 413 | 441,910 |
| Safway Group Holding LLC/Safway Finance Corp., 7.00%, 5/15/18 (b) | | 673 | 713,380 |
| Weekley Homes LLC/Weekley Finance Corp., 6.00%, 2/01/23 | | 825 | 825,000 |
| | | | 1,980,290 |
| Construction Materials 1.0% | | | |
| HD Supply, Inc.: | | | |
| 8.13%, 4/15/19 | | 7,300 | 8,084,750 |
| 11.00%, 4/15/20 | | 2,740 | 3,233,200 |
| 7.50%, 7/15/20 | | 2,905 | 3,144,662 |
| Vulcan Materials Co., 7.00%, 6/15/18 | | 1,380 | 1,597,350 |
| | | | 16,059,962 |
| Consumer Finance 3.8% | | | |
| Ally Financial, Inc.: | | | |
| 8.30%, 2/12/15 | | 5,290 | 5,574,337 |
| 8.00%, 11/01/31 | | 6,195 | 7,618,525 |
| Capital One Bank USA NA, 3.38%, 2/15/23 | | 11,610 | 11,468,091 |
| Countrywide Financial Corp., 6.25%, 5/15/16 (c) | | 8,069 | 8,835,337 |
| Discover Financial Services, 3.85%, 11/21/22 | | 3,252 | 3,266,618 |
| Experian Finance PLC, 2.38%, 6/15/17 (b)(c) | | 2,550 | 2,588,449 |
| Inmarsat Finance PLC, 7.38%, 12/01/17 (b) | | 5,620 | 5,844,800 |
| SLM Corp.: | | | |
| 3.88%, 9/10/15 | | 5,000 | 5,150,000 |
| 6.25%, 1/25/16 | | 11,620 | 12,535,075 |

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| | Par | Value |
|--|--------------|--------------|
| | | 62,881,232 |
| | Par | |
| Corporate Bonds | (000) | Value |
| Containers & Packaging 1.3% | | |
| Ardagh Packaging Finance PLC, 7.38%, 10/15/17 (b) | USD 410 | \$ 434,600 |
| Ardagh Packaging Finance PLC/Ardagh Holdings USA, Inc., 6.25%, 1/31/19 (b) | 906 | 944,505 |
| Ball Corp., 6.75%, 9/15/20 | 7,360 | 7,893,600 |
| Bemis Co., Inc., 6.80%, 8/01/19 | 200 | 238,605 |
| Beverage Packaging Holdings Luxembourg II SA, 5.63%, 12/15/16 (b) | 3,944 | 4,027,810 |
| Cascades, Inc., 7.75%, 12/15/17 | 447 | 465,718 |
| Crown Americas LLC/Crown Americas Capital Corp. III, 6.25%, 2/01/21 | 3,128 | 3,386,060 |
| Pactiv LLC, 7.95%, 12/15/25 | 163 | 167,890 |
| Sealed Air Corp. (b): | | |
| 6.50%, 12/01/20 | 2,330 | 2,574,650 |
| 8.38%, 9/15/21 | 700 | 806,750 |
| | | 20,940,188 |
| Diversified Consumer Services 0.3% | | |
| APX Group, Inc., 6.38%, 12/01/19 | 750 | 763,125 |
| Service Corp. International, 4.50%, 11/15/20 | 4,382 | 4,294,360 |
| | | 5,057,485 |
| Diversified Financial Services 8.7% | | |
| Aircastle Ltd., 6.25%, 12/01/19 | 3,937 | 4,242,118 |
| Bank of America Corp.: | | |
| 3.75%, 7/12/16 (c) | 5,525 | 5,833,157 |
| 5.00%, 5/13/21 (c) | 17,100 | 18,843,704 |
| 5.70%, 1/24/22 (c) | 2,590 | 2,965,268 |
| 4.00%, 4/01/24 | 6,975 | 7,010,140 |
| Bank of America NA, 5.30%, 3/15/17 (c) | 13,440 | 14,803,743 |
| Citigroup, Inc. (c): | | |
| 4.45%, 1/10/17 | 4,800 | 5,184,614 |
| 8.50%, 5/22/19 | 464 | 591,168 |
| 6.68%, 9/13/43 | 4,125 | 4,942,851 |
| Ford Motor Credit Co. LLC: | | |
| 8.00%, 12/15/16 | 4,000 | 4,665,668 |
| General Motors Financial Co., Inc.: | | |
| 5.88%, 8/02/21 | 9,420 | 10,919,476 |
| 6.75%, 6/01/18 | 1,700 | 1,933,750 |
| 4.25%, 5/15/23 | 1,681 | 1,649,481 |
| ING Bank NV, 5.00%, 6/09/21 (b)(c) | 8,000 | 8,942,400 |
| Intesa Sanpaolo SpA, 3.13%, 1/15/16 | 5,450 | 5,607,903 |
| Jefferies Finance LLC/JFIN Co-Issuer Corp., 7.38%, 4/01/20 (b) | 2,105 | 2,204,988 |
| Jefferies Group LLC, 5.13%, 1/20/23 | 1,850 | 1,953,202 |
| Jefferies LoanCore LLC/JLC Finance Corp., 6.88%, 6/01/20 (b) | 812 | 818,090 |
| LeasePlan Corp. NV, 3.00%, 10/23/17 (b)(c) | 6,775 | 6,915,988 |
| Leucadia National Corp., 5.50%, 10/18/23 | 4,000 | 4,208,268 |
| Moody's Corp., 6.06%, 9/07/17 | 20,000 | 20,678,200 |
| Reynolds Group Issuer, Inc.: | | |
| 7.13%, 4/15/19 | 1,588 | 1,675,340 |
| 9.00%, 4/15/19 | 110 | 117,425 |
| 7.88%, 8/15/19 | 2,480 | 2,721,800 |
| 9.88%, 8/15/19 | 585 | 649,350 |
| 5.75%, 10/15/20 | 4,620 | 4,804,800 |
| 6.88%, 2/15/21 | 365 | 392,831 |
| 8.25%, 2/15/21 | 522 | 564,413 |
| | | 145,840,136 |
| Diversified Telecommunication Services 5.3% | | |
| AT&T, Inc., 6.30%, 1/15/38 (c) | 12,000 | 14,001,588 |
| CenturyLink, Inc., 5.63%, 4/01/20 | 1,660 | 1,745,075 |
| Level 3 Financing, Inc.: | | |
| 8.13%, 7/01/19 | 11,171 | 12,218,281 |
| 8.63%, 7/15/20 | 2,240 | 2,508,800 |
| Telecom Italia Capital SA, 6.18%, 6/18/14 | 2,177 | 2,190,062 |

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SEMI-ANNUAL REPORT

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Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

| | Par | Value |
|--|-----------|--------------|
| | (000) | |
| Corporate Bonds | | |
| Diversified Telecommunication Services (concluded) | | |
| Telefonica Emisiones SAU, 3.19%, 4/27/18 | USD 6,550 | \$ 6,788,394 |
| Verizon Communications, Inc. (c): | | |
| 5.15%, 9/15/23 | 8,775 | 9,672,999 |
| 6.40%, 9/15/33 | 9,475 | 11,424,870 |
| 7.35%, 4/01/39 | 7,825 | 10,277,472 |
| 6.55%, 9/15/43 | 13,225 | 16,312,958 |
| Windstream Corp., 7.75%, 10/15/20 | 510 | 550,800 |
| | | 87,691,299 |
| Electric Utilities 3.7% | | |
| CMS Energy Corp., 5.05%, 3/15/22 | 9,900 | 11,143,371 |
| Duke Energy Corp., 3.55%, 9/15/21 (c) | 3,650 | 3,782,174 |
| Great Plains Energy, Inc., 5.29%, 6/15/22 (g) | 5,550 | 6,235,270 |
| Midland Cogeneration Venture LP, 5.25%, 3/15/25 (b) | 5,000 | 5,012,440 |
| Mirant Mid Atlantic Pass-Through Trust: | | |
| Series B, 9.13%, 6/30/17 | 1,386 | 1,500,880 |
| Series C, 10.06%, 12/30/28 | 886 | 987,481 |
| Nisource Finance Corp., 6.80%, 1/15/19 | 3,075 | 3,660,013 |
| Oncor Electric Delivery Co. LLC (c): | | |
| 4.10%, 6/01/22 | 4,150 | 4,399,303 |
| 5.30%, 6/01/42 | 2,750 | 3,112,585 |
| Progress Energy, Inc., 7.00%, 10/30/31 (c) | 12,000 | 15,707,304 |
| Puget Energy, Inc.: | | |
| 6.00%, 9/01/21 | 275 | 321,419 |
| 5.63%, 7/15/22 | 5,550 | 6,414,512 |
| | | 62,276,752 |
| Electrical Equipment 0.1% | | |
| GrafTech International Ltd., 6.38%, 11/15/20 | 2,385 | 2,438,663 |
| Electronic Equipment, Instruments & Components 0.3% | | |
| Jabil Circuit, Inc., 8.25%, 3/15/18 | 2,600 | 3,100,500 |
| WireCo WorldGroup, Inc., 9.50%, 5/15/17 | 1,605 | 1,641,113 |
| | | 4,741,613 |
| Energy Equipment & Services 2.3% | | |
| Atwood Oceanics, Inc., 6.50%, 2/01/20 | 375 | 399,375 |
| CGG, 6.50%, 6/01/21 | 2,390 | 2,407,925 |
| Energy Transfer Partners LP, 5.20%, 2/01/22 | 10,200 | 11,152,394 |
| Genesis Energy LP/Genesis Energy Finance Corp., 5.75%, 2/15/21 | 293 | 304,720 |
| Hornbeck Offshore Services, Inc., 5.88%, 4/01/20 | 2,591 | 2,694,640 |
| Oil States International, Inc.: | | |
| 6.50%, 6/01/19 | 2,155 | 2,265,444 |
| 5.13%, 1/15/23 | 2,385 | 2,671,200 |
| Petrofac Ltd., 3.40%, 10/10/18 (b)(c) | 5,360 | 5,531,327 |
| Transocean, Inc.: | | |
| 2.50%, 10/15/17 | 1,300 | 1,322,240 |
| 6.50%, 11/15/20 | 3,795 | 4,288,639 |
| 6.38%, 12/15/21 | 4,655 | 5,260,699 |
| 6.80%, 3/15/38 | 720 | 778,026 |
| | | 39,076,629 |
| Food & Staples Retailing 0.7% | | |
| HJ Heinz Finance Co., 7.13%, 8/01/39 (b) | 4,415 | 4,768,200 |
| Rite Aid Corp., 6.75%, 6/15/21 | 1,170 | 1,272,375 |
| Wal-Mart Stores, Inc., 5.25%, 9/01/35 (c) | 5,150 | 5,874,450 |

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| | | | |
|---|--------------|----|--------------|
| | | | 11,915,025 |
| Food Products 1.8% | | | |
| Barry Callebaut Services NV, 5.50%, 6/15/23 (b) | 2,600 | | 2,721,758 |
| Kellogg Co., Series B, 7.45%, 4/01/31 (c) | 5,000 | | 6,319,735 |
| Kraft Foods Group, Inc., 5.00%, 6/04/42 | 5,000 | | 5,312,795 |
| Mondelez International, Inc.: | | | |
| 6.50%, 8/11/17 | 4,450 | | 5,137,547 |
| 6.13%, 8/23/18 | 4,840 | | 5,591,357 |
| | Par | | |
| Corporate Bonds | (000) | | Value |
| Food Products (concluded) | | | |
| Pinnacle Foods Finance LLC/Pinnacle Foods Finance Corp., 4.88%, 5/01/21 | USD 917 | \$ | 898,660 |
| Post Holdings, Inc., 6.75%, 12/01/21 (b) | 1,044 | | 1,093,590 |
| Sun Merger Sub, Inc. (b): | | | |
| 5.25%, 8/01/18 | 1,389 | | 1,448,032 |
| 5.88%, 8/01/21 | 715 | | 751,644 |
| | | | 29,275,118 |
| Gas Utilities 0.3% | | | |
| Suburban Propane Partners LP/Suburban Energy Finance Corp., 7.50%, 10/01/18 | 1,575 | | 1,669,500 |
| Targa Resources Partners LP: | | | |
| 7.88%, 10/15/18 | 2,355 | | 2,502,187 |
| 6.88%, 2/01/21 | 1,265 | | 1,356,713 |
| | | | 5,528,400 |
| Health Care Equipment & Supplies 0.1% | | | |
| Teleflex, Inc., 6.88%, 6/01/19 | 1,660 | | 1,772,050 |
| Health Care Providers & Services 3.6% | | | |
| Aviv Healthcare Properties LP/Aviv Healthcare Capital Corp.: | | | |
| 7.75%, 2/15/19 | 1,550 | | 1,662,375 |
| 6.00%, 10/15/21 | 869 | | 912,450 |
| CHS/Community Health Systems, Inc.: | | | |
| 5.13%, 8/15/18 | 1,620 | | 1,703,025 |
| 6.88%, 2/01/22 (b) | 1,631 | | 1,690,124 |
| HCA Holdings, Inc., 7.75%, 5/15/21 | 4,549 | | 4,998,214 |
| HCA, Inc.: | | | |
| 3.75%, 3/15/19 | 4,364 | | 4,396,730 |
| 6.50%, 2/15/20 | 10,421 | | 11,619,415 |
| 5.88%, 3/15/22 | 340 | | 364,650 |
| 4.75%, 5/01/23 | 445 | | 437,212 |
| Tenet Healthcare Corp.: | | | |
| 6.25%, 11/01/18 | 1,712 | | 1,884,056 |
| 4.75%, 6/01/20 | 1,450 | | 1,457,250 |
| 6.00%, 10/01/20 (b) | 2,669 | | 2,802,450 |
| 4.50%, 4/01/21 | 304 | | 295,032 |
| 4.38%, 10/01/21 | 7,335 | | 7,032,431 |
| 8.13%, 4/01/22 | 4,387 | | 4,869,570 |
| UnitedHealth Group, Inc., 6.88%, 2/15/38 (c) | 10,000 | | 13,425,810 |
| | | | 59,550,794 |
| Health Care Technology 0.4% | | | |
| Amgen, Inc., 5.15%, 11/15/41 (c) | 6,500 | | 6,861,992 |
| Hotels, Restaurants & Leisure 1.1% | | | |
| Caesars Entertainment Operating Co., Inc., 9.00%, 2/15/20 | 3,958 | | 3,450,383 |
| Caesars Entertainment Resort Properties LLC, 8.00%, 10/01/20 (b) | 4,618 | | 4,802,720 |
| Diamond Resorts Corp., 12.00%, 8/15/18 | 2,131 | | 2,320,126 |
| MCE Finance Ltd., 5.00%, 2/15/21 (b) | 3,895 | | 3,885,262 |
| PNK Finance Corp., 6.38%, 8/01/21 (b) | 494 | | 518,700 |
| Six Flags Entertainment Corp., 5.25%, 1/15/21 (b) | 1,718 | | 1,735,180 |
| Wynn Macau Ltd., 5.25%, 10/15/21 (b) | 1,758 | | 1,784,370 |
| | | | 18,496,741 |
| Household Durables 1.0% | | | |
| Beazer Homes USA, Inc., 6.63%, 4/15/18 | 2,330 | | 2,487,275 |
| Brookfield Residential Properties, Inc./Brookfield Residential US Corp., | | | |
| 6.13%, 7/01/22 (b) | 1,647 | | 1,684,058 |
| K. Hovnanian Enterprises, Inc., 7.25%, 10/15/20 (b) | 3,675 | | 3,978,187 |

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KB Home:

| | | |
|-----------------|-------|-----------|
| 7.25%, 6/15/18 | 1,990 | 2,238,750 |
| 7.00%, 12/15/21 | 1,504 | 1,613,040 |

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2014

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Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

| | Par | Value |
|---|-----------|--------------|
| | (000) | |
| Corporate Bonds | | |
| Household Durables (concluded) | | |
| Standard Pacific Corp., 8.38%, 1/15/21 | USD 3,015 | \$ 3,572,775 |
| Taylor Morrison Communities, Inc./Monarch Communities, Inc., 5.25%, 4/15/21 (b) | 1,537 | 1,552,370 |
| | | 17,126,455 |
| Household Products 0.1% | | |
| Spectrum Brands, Inc.: | | |
| 6.38%, 11/15/20 | 810 | 878,850 |
| 6.63%, 11/15/22 | 1,110 | 1,212,675 |
| | | 2,091,525 |
| Independent Power Producers & Energy Traders 0.3% | | |
| Calpine Corp. (b): | | |
| 7.50%, 2/15/21 | 195 | 213,038 |
| 6.00%, 1/15/22 | 878 | 932,875 |
| 5.88%, 1/15/24 | 823 | 844,604 |
| GenOn REMA LLC, 9.68%, 7/02/26 | 656 | 695,360 |
| QEP Resources, Inc., 5.38%, 10/01/22 | 1,927 | 1,931,817 |
| | | 4,617,694 |
| Insurance 6.3% | | |
| A-S Co-Issuer Subsidiary, Inc./A-S Merger Sub LLC, 7.88%, 12/15/20 (b) | | |
| | 1,204 | 1,276,240 |
| American International Group, Inc.: | | |
| 3.80%, 3/22/17 (c) | 5,070 | 5,423,663 |
| 8.25%, 8/15/18 | 2,125 | 2,654,856 |
| 6.40%, 12/15/20 (c) | 8,710 | 10,513,841 |
| Aon Corp., 5.00%, 9/30/20 (c) | 7,700 | 8,585,785 |
| Aon PLC, 4.25%, 12/12/42 (c) | 6,500 | 6,099,853 |
| Forethought Financial Group, Inc., 8.63%, 4/15/21 (b) | 3,400 | 3,849,585 |
| Genworth Financial, Inc., 7.63%, 9/24/21 | 2,880 | 3,598,710 |
| Manulife Financial Corp., 4.90%, 9/17/20 (c) | 10,425 | 11,431,429 |
| MPL 2 Acquisition Canco, Inc., 9.88%, 8/15/18 (b) | 1,455 | 1,567,763 |
| The Northwestern Mutual Life Insurance Co., 6.06%, 3/30/40 (b)(c) | 12,000 | 14,639,412 |
| Principal Financial Group, Inc., 8.88%, 5/15/19 (c) | 2,825 | 3,606,231 |
| Prudential Financial, Inc., 6.63%, 12/01/37 (c) | 10,000 | 12,893,640 |
| XLIT Ltd., 5.75%, 10/01/21 (c) | 10,085 | 11,719,496 |
| ZFS Finance USA Trust II, 6.45%, 12/15/65 (a)(b)(c) | 6,800 | 7,310,000 |
| | | 105,170,504 |
| Internet Software & Services 0.1% | | |
| VeriSign, Inc., 4.63%, 5/01/23 | 1,425 | 1,364,438 |
| IT Services 1.5% | | |
| Ceridian Corp., 8.88%, 7/15/19 (b) | 12,085 | 13,761,794 |
| Epicor Software Corp., 8.63%, 5/01/19 | 2,400 | 2,616,000 |
| First Data Corp. (b): | | |
| 7.38%, 6/15/19 | 2,905 | 3,115,612 |
| 6.75%, 11/01/20 | 2,720 | 2,903,600 |
| 8.25%, 1/15/21 | 250 | 269,375 |
| SunGard Data Systems, Inc., 7.38%, 11/15/18 | 2,460 | 2,607,600 |
| | | 25,273,981 |
| Life Sciences Tools & Services 0.8% | | |
| Life Technologies Corp., 6.00%, 3/01/20 (c) | 12,000 | 13,922,928 |
| Machinery 0.1% | | |
| Allegion US Holding Co., Inc., 5.75%, 10/01/21 (b) | 1,907 | 2,021,420 |
| Media 6.0% | | |
| A&E Television Networks LLC, 3.11%, 8/22/19 | 5,000 | 4,975,000 |

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| | Par | | |
|--|-------|--------|--------------|
| | (000) | | Value |
| Corporate Bonds | | | |
| Media (concluded) | | | |
| AMC Networks, Inc.: | | | |
| 7.75%, 7/15/21 | USD | 1,330 | \$ 1,489,600 |
| 4.75%, 12/15/22 | | 685 | 683,288 |
| CBS Outdoor Americas Capital LLC/CBS Outdoor Americas Capital Corp. (b): | | | |
| 5.25%, 2/15/22 | | 249 | 255,225 |
| 5.63%, 2/15/24 | | 212 | 217,830 |
| Cinemark USA, Inc., 5.13%, 12/15/22 | | 349 | 349,000 |
| Clear Channel Worldwide Holdings, Inc., 6.50%, 11/15/22 | | 10,205 | 10,905,560 |
| COX Communications, Inc., 8.38%, 3/01/39 (b)(c) | | 5,000 | 6,805,410 |
| CSC Holdings LLC, 8.63%, 2/15/19 | | 4,005 | 4,775,962 |
| DIRECTV Holdings LLC, 5.00%, 3/01/21 (c) | | 8,575 | 9,290,875 |
| Gray Television, Inc., 7.50%, 10/01/20 | | 713 | 766,475 |
| Intelsat Jackson Holdings SA: | | | |
| 7.25%, 4/01/19 | | 710 | 760,588 |
| 5.50%, 8/01/23 (b) | | 2,909 | 2,847,184 |
| The Interpublic Group of Cos., Inc., 3.75%, 2/15/23 | | 6,025 | 5,967,943 |
| Live Nation Entertainment, Inc., 7.00%, 9/01/20 (b) | | 463 | 504,670 |
| Lynx I Corp., 5.38%, 4/15/21 (b) | | 1,394 | 1,428,850 |
| NAI Entertainment Holdings LLC, 5.00%, 8/01/18 (b) | | 1,471 | 1,533,517 |
| The New York Times Co., 6.63%, 12/15/16 | | 1,725 | 1,916,906 |
| News America, Inc., 6.15%, 3/01/37 (c) | | 9,575 | 11,339,098 |
| Numericable Group SA, 6.00%, 5/15/22 (b)(h) | | 9,000 | 9,213,750 |
| Sirius XM Radio, Inc., 4.25%, 5/15/20 (b) | | 2,300 | 2,208,000 |
| Time Warner Cable, Inc., 6.55%, 5/01/37 | | 3,519 | 4,314,164 |
| Unitymedia Hessen GmbH & Co. KG/Unitymedia NRW GmbH (b): | | | |
| 7.50%, 3/15/19 | | 3,530 | 3,803,575 |
| 5.50%, 1/15/23 | | 1,000 | 1,010,000 |
| Univision Communications, Inc., 5.13%, 5/15/23 (b) | | 4,793 | 4,888,860 |
| Virgin Media Secured Finance PLC, 6.50%, 1/15/18 | | 7,750 | 8,016,600 |
| | | | 100,267,930 |
| Metals & Mining 3.1% | | | |
| AngloGold Ashanti Holdings PLC, 5.13%, 8/01/22 | | 5,000 | 4,845,245 |
| ArcelorMittal, 6.13%, 6/01/18 | | 2,575 | 2,822,844 |
| Barrick Gold Corp., 4.10%, 5/01/23 | | 5,000 | 4,868,695 |
| Commercial Metals Co., 4.88%, 5/15/23 | | 2,194 | 2,106,240 |
| Constellium NV: | | | |
| 4.63%, 5/15/21 | EUR | 490 | 679,801 |
| 5.75%, 5/15/24 (b) | USD | 1,178 | 1,208,923 |
| FMG Resources August 2006 Property Ltd., 6.00%, 4/01/17 (b)(c) | | 1,996 | 2,100,790 |
| Freeport-McMoRan Copper & Gold, Inc.: | | | |
| 3.55%, 3/01/22 | | 4,700 | 4,544,298 |
| 3.88%, 3/15/23 | | 8,900 | 8,663,216 |
| Freeport-McMoRan Corp., 7.13%, 11/01/27 | | 8,500 | 9,983,530 |
| New Gold, Inc., 6.25%, 11/15/22 (b) | | 1,795 | 1,839,875 |
| Novelis, Inc., 8.75%, 12/15/20 | | 3,285 | 3,662,775 |
| Steel Dynamics, Inc.: | | | |
| 6.38%, 8/15/22 | | 1,430 | 1,562,275 |
| 5.25%, 4/15/23 | | 163 | 165,649 |
| Wise Metals Group LLC/Wise Alloys Finance Corp., 8.75%, 12/15/18 (b) | | 2,575 | 2,729,500 |
| | | | 51,783,656 |

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

| | Par | | Value |
|--|------------|----|--------------|
| | (000) | | |
| Corporate Bonds | | | |
| Multi-Utilities 1.9% | | | |
| CenterPoint Energy, Inc. (c): | | | |
| 5.95%, 2/01/17 | USD 9,000 | \$ | 10,118,754 |
| 6.50%, 5/01/18 | 9,675 | | 11,207,017 |
| Dominion Resources, Inc., 8.88%, 1/15/19 (c) | 8,000 | | 10,257,312 |
| | | | 31,583,083 |
| Multiline Retail 0.4% | | | |
| Dollar General Corp., 3.25%, 4/15/23 | 2,500 | | 2,360,545 |
| Dufry Finance SCA, 5.50%, 10/15/20 (b) | 3,460 | | 3,578,263 |
| | | | 5,938,808 |
| Oil, Gas & Consumable Fuels 16.2% | | | |
| Access Midstream Partners LP/ACMP Finance Corp.: | | | |
| 5.88%, 4/15/21 | 3,267 | | 3,479,355 |
| 6.13%, 7/15/22 | 1,600 | | 1,730,000 |
| 4.88%, 5/15/23 | 411 | | 416,138 |
| Anadarko Petroleum Corp., 6.38%, 9/15/17 | 75 | | 86,662 |
| Antero Resources Finance Corp., 5.38%, 11/01/21 (b) | 649 | | 663,603 |
| Athlon Holdings LP/Athlon Finance Corp., 7.38%, 4/15/21 (b) | 656 | | 708,480 |
| Berry Petroleum Co., 6.38%, 9/15/22 | 3,207 | | 3,287,175 |
| Bonanza Creek Energy, Inc., 6.75%, 4/15/21 | 1,145 | | 1,225,150 |
| Carrizo Oil & Gas, Inc., 7.50%, 9/15/20 | 1,076 | | 1,178,220 |
| Chesapeake Energy Corp.: | | | |
| 6.63%, 8/15/20 | 3,171 | | 3,563,411 |
| 6.88%, 11/15/20 | 493 | | 559,555 |
| 6.13%, 2/15/21 | 1,857 | | 2,033,415 |
| 5.75%, 3/15/23 | 2,615 | | 2,778,437 |
| Concho Resources, Inc.: | | | |
| 6.50%, 1/15/22 | 562 | | 615,390 |
| 5.50%, 10/01/22 | 226 | | 237,018 |
| 5.50%, 4/01/23 | 1,365 | | 1,421,306 |
| CONSOL Energy, Inc.: | | | |
| 8.25%, 4/01/20 | 355 | | 386,506 |
| 5.88%, 4/15/22 (b) | 3,506 | | 3,611,180 |
| Continental Resources, Inc.: | | | |
| 5.00%, 9/15/22 | 11,232 | | 11,877,840 |
| 4.50%, 4/15/23 | 469 | | 492,849 |
| Crestwood Midstream Partners LP/Crestwood Midstream Finance Corp., | | | |
| 6.13%, 3/01/22 (b) | 710 | | 741,950 |
| DCP Midstream LLC, 4.75%, 9/30/21 (b) | 1,074 | | 1,114,829 |
| DCP Midstream Operating LP, 3.88%, 3/15/23 | 2,690 | | 2,681,365 |
| Denbury Resources, Inc., 4.63%, 7/15/23 | 2,572 | | 2,446,615 |
| Drill Rigs Holdings, Inc., 6.50%, 10/01/17 (b) | 1,812 | | 1,870,890 |
| El Paso LLC: | | | |
| 7.80%, 8/01/31 | 197 | | 211,563 |
| 7.75%, 1/15/32 | 3,153 | | 3,406,864 |
| El Paso Natural Gas Co. LLC, 8.63%, 1/15/22 | 2,345 | | 3,048,371 |
| El Paso Pipeline Partners Operating Co. LLC, 6.50%, 4/01/20 | 5,075 | | 5,901,119 |
| Enbridge Energy Partners LP, 9.88%, 3/01/19 | 6,000 | | 7,904,946 |
| Energy XXI Gulf Coast, Inc., 7.75%, 6/15/19 | 2,351 | | 2,527,325 |
| Enterprise Products Operating LLC, Series N, 6.50%, 1/31/19 | 12,000 | | 14,183,376 |
| EP Energy LLC/Everest Acquisition Finance, Inc., Series WI, 6.88%, 5/01/19 | 3,833 | | 4,115,684 |
| Expro Finance Luxembourg SCA, 8.50%, 12/15/16 (b) | 2,525 | | 2,638,625 |
| Kinder Morgan Energy Partners LP, 6.85%, 2/15/20 (c) | 12,000 | | 14,271,672 |
| Kinder Morgan, Inc., 5.63%, 11/15/23 (b) | 752 | | 752,383 |
| Corporate Bonds | Par | | Value |

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| | (000) | | |
|---|-------|--------|--------------|
| Oil, Gas & Consumable Fuels (continued) | | | |
| Kodiak Oil & Gas Corp.: | | | |
| 8.13%, 12/01/19 | USD | 3,145 | \$ 3,490,950 |
| 5.50%, 2/01/22 | | 540 | 553,500 |
| Laredo Petroleum, Inc., 7.38%, 5/01/22 | | 900 | 992,250 |
| Linn Energy LLC/Linn Energy Finance Corp.: | | | |
| 7.25%, 11/01/19 (b) | | 1,224 | 1,265,310 |
| 8.63%, 4/15/20 | | 480 | 517,800 |
| 7.75%, 2/01/21 | | 475 | 508,250 |
| Marathon Petroleum Corp., 3.50%, 3/01/16 | | 4,600 | 4,809,806 |
| MarkWest Energy Partners LP/MarkWest Energy Finance Corp., 6.25%, 6/15/22 | | 1,369 | 1,475,097 |
| MEG Energy Corp. (b): | | | |
| 6.50%, 3/15/21 | | 3,839 | 4,040,547 |
| 7.00%, 3/31/24 | | 3,598 | 3,813,880 |
| Memorial Production Partners LP/Memorial Production Finance Corp., 7.63%, 5/01/21 | | 885 | 932,569 |
| Nexen, Inc., 6.40%, 5/15/37 (c) | | 4,615 | 5,352,883 |
| Oasis Petroleum, Inc.: | | | |
| 7.25%, 2/01/19 | | 915 | 976,763 |
| 6.50%, 11/01/21 | | 1,025 | 1,096,750 |
| 6.88%, 3/15/22 (b) | | 885 | 960,225 |
| ONEOK Partners LP, 8.63%, 3/01/19 (c) | | 10,000 | 12,517,140 |
| Pacific Drilling SA, 5.38%, 6/01/20 (b) | | 1,537 | 1,494,732 |
| Parker Drilling Co., 7.50%, 8/01/20 | | 1,255 | 1,342,850 |
| PBF Holding Co. LLC/PBF Finance Corp., 8.25%, 2/15/20 | | 191 | 208,668 |
| PDC Energy, Inc., 7.75%, 10/15/22 | | 1,225 | 1,344,438 |
| Peabody Energy Corp.: | | | |
| 6.00%, 11/15/18 | | 2,527 | 2,684,937 |
| 6.25%, 11/15/21 | | 2,503 | 2,540,545 |
| Penn Virginia Resource Partners LP/Penn Virginia Resource Finance Corp. II, 8.38%, 6/01/20 | | 2,691 | 3,040,830 |
| Petrobras International Finance Co. (c): | | | |
| 3.88%, 1/27/16 | | 12,550 | 12,921,794 |
| 5.38%, 1/27/21 | | 3,385 | 3,466,643 |
| Petroleos Mexicanos: | | | |
| 3.50%, 1/30/23 | | 5,000 | 4,737,500 |
| 4.88%, 1/18/24 | | 2,000 | 2,069,500 |
| Petroleum Geo-Services ASA, 7.38%, 12/15/18 (b) | | 3,980 | 4,278,500 |
| Pioneer Natural Resources Co., 6.88%, 5/01/18 | | 1,665 | 1,964,842 |
| Premier Oil PLC, 5.00%, 6/09/18 | | 11,500 | 11,960,000 |
| Range Resources Corp.: | | | |
| 6.75%, 8/01/20 | | 1,760 | 1,896,400 |
| 5.00%, 8/15/22 | | 32 | 32,880 |
| 5.00%, 3/15/23 | | 75 | 76,500 |
| Regency Energy Partners LP/Regency Energy Finance Corp., 4.50%, 11/01/23 | | 4,351 | 4,100,817 |
| RKI Exploration & Production LLC/RKI Finance Corp., 8.50%, 8/01/21 (b) | | 1,035 | 1,122,975 |
| Rosetta Resources, Inc., 5.63%, 5/01/21 | | 3,448 | 3,508,340 |
| Ruby Pipeline LLC, 6.00%, 4/01/22 (b) | | 10,000 | 11,043,310 |
| Sabine Pass Liquefaction LLC, 5.63%, 2/01/21 | | 7,393 | 7,633,272 |
| Sabine Pass Liquefied Natural Gas LP, 7.50%, 11/30/16 | | 5,965 | 6,621,150 |
| SandRidge Energy, Inc.: | | | |
| 8.75%, 1/15/20 | | 139 | 150,294 |
| 7.50%, 3/15/21 | | 325 | 345,313 |
| 7.50%, 2/15/23 | | 1,291 | 1,368,460 |
| SM Energy Co.: | | | |
| 6.63%, 2/15/19 | | 903 | 965,081 |
| 6.50%, 11/15/21 | | 1,160 | 1,247,000 |
| 6.50%, 1/01/23 | | 322 | 346,955 |

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

| | Par | |
|--|-----------|--------------|
| | (000) | Value |
| Corporate Bonds | | |
| Oil, Gas & Consumable Fuels (concluded) | | |
| Stone Energy Corp., 7.50%, 11/15/22 | USD 1,290 | \$ 1,399,650 |
| Summit Midstream Holdings LLC/Summit Midstream Finance Corp., 7.50%, 7/01/21 | 1,614 | 1,735,050 |
| Ultra Petroleum Corp., 5.75%, 12/15/18 (b) | 778 | 818,845 |
| Western Gas Partners LP, 5.38%, 6/01/21 | 5,125 | 5,733,163 |
| Whiting Petroleum Corp.: | | |
| 5.00%, 3/15/19 | 3,550 | 3,736,375 |
| 5.75%, 3/15/21 | 2,341 | 2,510,722 |
| The Williams Cos., Inc.: | | |
| 3.70%, 1/15/23 | 5,000 | 4,616,640 |
| 8.75%, 3/15/32 | 2,478 | 3,079,780 |
| | | 269,617,738 |
| Paper & Forest Products 2.3% | | |
| Ainsworth Lumber Co. Ltd., 7.50%, 12/15/17 (b) | 1,473 | 1,565,062 |
| Clearwater Paper Corp., 4.50%, 2/01/23 | 532 | 514,710 |
| International Paper Co. (c): | | |
| 7.50%, 8/15/21 | 9,675 | 12,200,117 |
| 8.70%, 6/15/38 | 4,000 | 5,903,268 |
| 7.30%, 11/15/39 | 10,000 | 13,419,220 |
| Louisiana-Pacific Corp., 7.50%, 6/01/20 | 2,130 | 2,353,650 |
| Mercer International, Inc., 9.50%, 12/01/17 | 2,900 | 3,132,000 |
| | | 39,088,027 |
| Pharmaceuticals 2.3% | | |
| AbbVie, Inc., 2.90%, 11/06/22 (c) | 5,675 | 5,529,408 |
| Capsugel Finance Co. SCA, 9.88%, 8/01/19 (b) | EUR 400 | 605,689 |
| Endo Finance Co., 5.75%, 1/15/22 (b) | USD 1,559 | 1,609,667 |
| Endo Health Solutions, Inc., 7.25%, 1/15/22 | 499 | 545,158 |
| Forest Laboratories, Inc. (b): | | |
| 4.38%, 2/01/19 | 2,924 | 3,110,405 |
| 5.00%, 12/15/21 | 1,631 | 1,743,131 |
| Grifols Worldwide Operations Ltd., 5.25%, 4/01/22 (b) | 1,613 | 1,637,195 |
| Merck & Co., Inc., 6.50%, 12/01/33 (c) | 6,420 | 8,458,247 |
| Mylan, Inc., 6.00%, 11/15/18 (b) | 3,250 | 3,420,076 |
| Salix Pharmaceuticals, Ltd. 6.00%, 1/15/21 (b) | 697 | 747,533 |
| Valeant Pharmaceuticals International (b): | | |
| 6.75%, 8/15/18 | 6,955 | 7,528,787 |
| 6.38%, 10/15/20 | 2,355 | 2,531,625 |
| 5.63%, 12/01/21 | 1,615 | 1,679,600 |
| | | 39,146,521 |
| Professional Services 0.5% | | |
| Ceridian HCM Holding, Inc., 11.00%, 3/15/21 (b) | 2,158 | 2,492,490 |
| The Dun & Bradstreet Corp., 3.25%, 12/01/17 | 5,750 | 5,945,534 |
| | | 8,438,024 |
| Real Estate Investment Trusts (REITs) 2.8% | | |
| AvalonBay Communities, Inc., 6.10%, 3/15/20 (c) | 10,000 | 11,642,330 |
| DDR Corp.: | | |
| 4.75%, 4/15/18 | 2,140 | 2,325,585 |
| 7.88%, 9/01/20 | 2,650 | 3,314,098 |
| ERP Operating LP, 5.75%, 6/15/17 (c) | 10,000 | 11,302,180 |
| Felcor Lodging LP, 5.63%, 3/01/23 | 999 | 1,011,488 |
| HCP, Inc., 5.38%, 2/01/21 (c) | 3,450 | 3,904,275 |
| Host Hotels & Resorts LP, Series D, 3.75%, 10/15/23 | 3,600 | 3,538,696 |
| UDR, Inc., 4.25%, 6/01/18 | 5,225 | 5,593,472 |

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| | Par | |
|---|-----------|--------------|
| | (000) | Value |
| Corporate Bonds | | |
| Real Estate Investment Trusts (REITs) (concluded) | | |
| Ventas Realty LP/Ventas Capital Corp., 4.75%, 6/01/21 (c) | USD 3,835 | \$ 4,167,951 |
| | | 46,800,075 |
| Real Estate Management & Development 0.7% | | |
| Lennar Corp., 4.75%, 11/15/22 | 1,805 | 1,759,875 |
| Northwest Florida Timber Finance LLC, 4.75%, 3/04/29 (b) | 4,485 | 4,423,107 |
| Realogy Corp., 7.63%, 1/15/20 (b)(c) | 2,085 | 2,324,775 |
| Realogy Group LLC/Realogy Co-Issuer Corp., 4.50%, 4/15/19 (b) | 1,147 | 1,152,735 |
| Shea Homes LP/Shea Homes Funding Corp., 8.63%, 5/15/19 | 1,625 | 1,783,437 |
| | | 11,443,929 |
| Road & Rail 1.6% | | |
| Avis Budget Car Rental LLC/Avis Budget Finance, Inc., 2.99%, 12/01/17 (a)(b) | 600 | 603,750 |
| The Hertz Corp.: | | |
| 4.25%, 4/01/18 | 983 | 1,014,947 |
| 6.75%, 4/15/19 | 1,167 | 1,251,607 |
| 5.88%, 10/15/20 | 925 | 980,500 |
| 7.38%, 1/15/21 | 310 | 341,388 |
| 6.25%, 10/15/22 | 1,560 | 1,669,200 |
| Norfolk Southern Corp., 6.00%, 3/15/05 (c) | 17,200 | 20,200,093 |
| | | 26,061,485 |
| Semiconductors & Semiconductor Equipment 0.5% | | |
| KLA-Tencor Corp., 6.90%, 5/01/18 (c) | 5,515 | 6,469,569 |
| NXP BV/NXP Funding LLC, 5.75%, 2/15/21 (b) | 1,655 | 1,750,163 |
| | | 8,219,732 |
| Software 0.4% | | |
| Infor US, Inc., 9.38%, 4/01/19 | 2,190 | 2,458,275 |
| Nuance Communications, Inc., 5.38%, 8/15/20 (b) | 4,435 | 4,468,263 |
| | | 6,926,538 |
| Specialty Retail 1.0% | | |
| AutoNation, Inc., 6.75%, 4/15/18 | 6,125 | 7,043,750 |
| L Brands, Inc., 7.00%, 5/01/20 | 3,050 | 3,477,000 |
| New Academy Finance Co. LLC/New Academy Finance Corp., 8.00% (8.00% Cash or 8.75% PIK) 6/15/18 (b)(i) | 485 | 497,130 |
| QVC, Inc., 7.38%, 10/15/20 (b) | 355 | 382,269 |
| VF Corp., 5.95%, 11/01/17 (c) | 5,000 | 5,740,035 |
| | | 17,140,184 |
| Textiles, Apparel & Luxury Goods 0.2% | | |
| SIWF Merger Sub, Inc., 6.25%, 6/01/21 (b) | 1,674 | 1,740,960 |
| The William Carter Co., 5.25%, 8/15/21 (b) | 1,406 | 1,455,210 |
| | | 3,196,170 |
| Tobacco 1.9% | | |
| Altria Group, Inc., 10.20%, 2/06/39 (c) | 13,392 | 22,377,376 |
| Lorillard Tobacco Co., 3.50%, 8/04/16 | 8,375 | 8,829,762 |
| | | 31,207,138 |
| Trading Companies & Distributors 0.7% | | |
| Doric Nimrod Air Alpha 2013-1 Pass-Through Trust (b): | | |
| 6.13%, 11/30/19 | 4,000 | 4,190,000 |
| 5.25%, 5/30/23 | 3,000 | 3,142,500 |
| Doric Nimrod Air Finance Alpha Ltd. 2012-1 Class A Pass-Through Trust, 5.13%, 11/30/24 (b) | 3,435 | 3,575,062 |
| | | 10,907,562 |

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

| | Par | | Value |
|--|-----------|----|---------------|
| | (000) | | |
| Corporate Bonds | | | |
| Transportation Infrastructure 0.9% | | | |
| CEVA Group PLC (b): | | | |
| 4.00%, 5/01/18 | USD 3,310 | \$ | 3,094,850 |
| 7.00%, 3/01/21 | 1,067 | | 1,097,676 |
| Penske Truck Leasing Co. LP/PTL Finance Corp., 4.88%, 7/11/22 (b) | 10,500 | | 11,242,917 |
| | | | 15,435,443 |
| Wireless Telecommunication Services 5.6% | | | |
| America Movil SAB de C.V. (c): | | | |
| 2.38%, 9/08/16 | 12,495 | | 12,845,135 |
| 3.13%, 7/16/22 | 1,275 | | 1,232,498 |
| American Tower Corp.: | | | |
| 4.50%, 1/15/18 | 6,500 | | 7,027,345 |
| 3.40%, 2/15/19 | 2,000 | | 2,062,246 |
| 5.05%, 9/01/20 | 500 | | 539,159 |
| 5.90%, 11/01/21 (c) | 3,770 | | 4,271,881 |
| Crown Castle International Corp., 5.25%, 1/15/23 | 1,880 | | 1,931,700 |
| Crown Castle Towers LLC (b): | | | |
| 5.50%, 1/15/37 | 4,000 | | 4,333,200 |
| 4.17%, 8/15/37 | 3,000 | | 3,196,569 |
| 6.11%, 1/15/40 | 4,555 | | 5,272,034 |
| Digicel Group Ltd., 8.25%, 9/30/20 (b) | 3,440 | | 3,663,600 |
| Digicel Ltd., 6.00%, 4/15/21 (b) | 1,285 | | 1,301,063 |
| SBA Tower Trust, 5.10%, 4/15/42 (b) | 13,975 | | 14,959,511 |
| Sprint Communications, Inc. (b): | | | |
| 9.00%, 11/15/18 | 5,290 | | 6,447,188 |
| 7.00%, 3/01/20 | 9,302 | | 10,732,182 |
| Sprint Corp. (b): | | | |
| 7.88%, 9/15/23 | 3,630 | | 4,002,075 |
| 7.13%, 6/15/24 | 1,625 | | 1,706,250 |
| T-Mobile USA, Inc.: | | | |
| 6.63%, 4/28/21 | 2,680 | | 2,894,400 |
| 6.73%, 4/28/22 | 2,495 | | 2,691,481 |
| 6.84%, 4/28/23 | 1,405 | | 1,512,131 |
| | | | 92,621,648 |
| Total Corporate Bonds 112.8% | | | 1,882,387,238 |
| Foreign Agency Obligations | | | |
| Indonesia Government International Bond, 5.88%, 1/15/24 (b) | 4,400 | | 4,763,000 |
| Mexico Government International Bond, 4.75%, 3/08/44 | 2,300 | | 2,219,500 |
| Total Foreign Agency Obligations 0.4% | | | 6,982,500 |
| Municipal Bonds | | | |
| City of Chicago Illinois, Refunding ARB, O Hare International Airport, General Third Lien, Build America Bonds, Series B, 6.85%, 1/01/38 | 5,000 | | 5,424,450 |
| Metropolitan Transportation Authority, RB, Build America Bonds, 6.55%, 11/15/31 | 10,000 | | 12,178,000 |
| Total Municipal Bonds 1.1% | | | 17,602,450 |
| U.S. Government Sponsored Agency Securities 0.2% | | | |
| Agency Obligations 0.2% | | | |

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| | | | | |
|--|-----|--------------|----|--------------|
| Fannie Mae, 0.00%, 10/09/19 (c)(j) | | 3,945 | | 3,424,217 |
| | | Par | | |
| U.S. Treasury Obligations 5.3% | | (000) | | Value |
| U.S. Treasury Note, 2.75%, 2/15/24 (c) | USD | 88,430 | \$ | 89,203,762 |

Preferred Securities

Capital Trusts

| | | | | |
|---|--|--------|--|------------|
| Capital Markets 1.4% | | | | |
| Ameriprise Financial, Inc., 7.52%, 6/01/66 (a)(c) | | 3,000 | | 3,330,000 |
| The Goldman Sachs Group, Inc., Series L, 5.70% (a)(d) | | 2,950 | | 3,012,688 |
| State Street Capital Trust IV, 1.23%, 6/01/77 (a)(c) | | 20,845 | | 17,353,463 |
| | | | | 23,696,151 |

Commercial Banks 2.6%

| | | | | |
|--|--|--------|--|------------|
| Barclays Bank PLC (a)(b)(d): | | | | |
| 5.93% | | 2,125 | | 2,263,125 |
| 7.43% | | 2,225 | | 2,486,438 |
| BNP Paribas SA, 7.20% (a)(b)(c)(d) | | 5,000 | | 5,600,000 |
| Credit Agricole SA, 8.38% (a)(b)(d) | | 5,000 | | 5,800,000 |
| HSBC Capital Funding LP, 10.18% (a)(b)(c)(d) | | 11,835 | | 17,279,100 |
| M&T Capital Trust II, 8.28%, 6/01/27 | | 4,540 | | 4,614,574 |
| Wells Fargo & Co., Series S, 5.90% (a)(d) | | 4,640 | | 4,751,824 |
| | | | | 42,795,061 |

Diversified Financial Services 3.5%

| | | | | |
|---|--|--------|--|------------|
| Bank of America NA, Series U, 5.20% (a)(d) | | 9,000 | | 8,460,000 |
| Citigroup, Inc., Series M, 6.30% (a)(d) | | 5,000 | | 4,981,250 |
| General Electric Capital Corp. (a)(d): | | | | |
| Series B, 6.25% | | 9,100 | | 9,884,875 |
| Series C, 5.25% (c) | | 3,000 | | 2,958,750 |
| JPMorgan Chase & Co. (a)(d): | | | | |
| 6.75% | | 7,775 | | 8,241,500 |
| Series Q, 5.15% | | 4,000 | | 3,785,000 |
| Series R, 6.00% (c) | | 17,780 | | 17,691,100 |
| Morgan Stanley, Series H, 5.45% (a)(d) | | 2,200 | | 2,219,250 |
| | | | | 58,221,725 |

Electric Utilities 0.5%

| | | | | |
|---|--|-------|--|-----------|
| PPL Capital Funding, Inc., Series A, 6.70%, 3/30/67 (a) | | 8,300 | | 8,383,000 |
|---|--|-------|--|-----------|

Insurance 7.3%

| | | | | |
|---|--|--------|--|------------|
| ACE Capital Trust II, 9.70%, 4/01/30 | | 7,000 | | 10,281,068 |
| AIG Life Holdings, Inc., 8.50%, 7/01/30 | | 500 | | 659,109 |
| American International Group, Inc., 8.18%, 5/15/68 (a) | | 3,755 | | 5,022,313 |
| The Allstate Corp., 6.50%, 5/15/67 (a)(c) | | 10,400 | | 11,206,000 |
| AXA SA (a)(b)(d): | | | | |
| 6.38% | | 4,900 | | 5,255,250 |
| 6.46% | | 6,000 | | 6,432,000 |
| Bank One Capital III, 8.75%, 9/01/30 (c) | | 2,000 | | 2,673,020 |
| The Chubb Corp., 6.38%, 3/29/67 (a)(c) | | 7,400 | | 8,214,000 |
| Farmers Exchange Capital II, 6.15%, 11/01/53 (a)(b) | | 4,890 | | 5,391,416 |
| Great-West Life & Annuity Insurance Capital LP II, 7.15%, 5/16/46 (a)(b)(c) | | 500 | | 517,500 |
| Hartford Financial Services Group, Inc., 8.13%, 6/15/68 (a) | | 3,500 | | 4,130,000 |
| ING US, Inc., 5.65%, 5/15/53 (a) | | 4,750 | | 4,749,525 |
| Liberty Mutual Group, Inc., 10.75%, 6/15/88 (a)(b) | | 8,325 | | 12,570,750 |
| Lincoln National Corp., 7.00%, 5/17/66 (a) | | 9,005 | | 9,344,488 |
| MetLife, Inc., 6.40%, 12/15/66 | | 9,775 | | 10,605,875 |
| Prudential Financial, Inc., 5.88%, 9/15/42 (a)(c) | | 6,100 | | 6,420,250 |

See Notes to Financial Statements.

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Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

| | | Par | | Value |
|---|-----|--------------|----|--------------|
| | | (000) | | |
| Capital Trusts | | | | |
| Insurance (concluded) | | | | |
| Reinsurance Group of America, Inc., 6.75%, 12/15/65 (a) | USD | 12,000 | \$ | 12,180,000 |
| Swiss Re Capital I LP, 6.85% (a)(b)(c)(d) | | 4,450 | | 4,761,500 |
| XL Group PLC, Series E, 6.50% (a)(d) | | 1,920 | | 1,891,200 |
| | | | | 122,305,264 |
| Multi-Utilities 0.3% | | | | |
| Dominion Resources, Inc., 7.50%, 6/30/66 (a) | | 4,400 | | 4,774,000 |
| Oil, Gas & Consumable Fuels 1.4% | | | | |
| Enterprise Products Operating LLC (a): | | | | |
| 7.00%, 6/01/67 | | 2,500 | | 2,637,500 |
| Series A, 8.38%, 8/01/66 | | 9,325 | | 10,560,562 |
| TransCanada PipeLines Ltd., 6.35%, 5/15/67 | | 9,400 | | 9,764,250 |
| | | | | 22,962,312 |
| Real Estate Investment Trusts (REITs) 0.5% | | | | |
| Sovereign Real Estate Investment Trust, 12.00% (b) | | 7,000 | | 8,771,210 |
| Road & Rail 0.4% | | | | |
| BNSF Funding Trust I, 6.61%, 12/15/55 (a) | | 6,125 | | 6,768,125 |
| Total Capital Trusts 17.9% | | | | 298,676,848 |
| Preferred Stocks | | | | |
| Capital Markets 0.6% | | | | |
| The Goldman Sachs Group, Inc., 5.50% (a) | | 162,450 | | 3,838,693 |
| SCE Trust III, 5.75% (a) | | 31,650 | | 816,887 |
| State Street Corp., Series D, 5.90% (a) | | 220,495 | | 5,724,050 |
| | | | | 10,379,630 |
| Commercial Banks 0.7% | | | | |
| Wells Fargo & Co., 5.85% (a) | | 438,900 | | 11,126,115 |
| Consumer Finance 0.0% | | | | |
| Ally Financial, Inc., Series A, 8.50% (a) | | 24,509 | | 662,723 |
| Diversified Financial Services 0.3% | | | | |
| Citigroup, Inc., Series K, 6.88% (a) | | 206,000 | | 5,526,980 |
| Electric Utilities 0.1% | | | | |
| Entergy Louisiana LLC, 5.25% | | 90,000 | | 2,205,900 |
| Insurance 0.2% | | | | |
| The Allstate Corp., Series E, 6.63% | | 119,407 | | 3,081,895 |
| Machinery 0.1% | | | | |
| Stanley Black & Decker, Inc., 6.25% (k) | | 11,107 | | 1,242,096 |
| Media 0.4% | | | | |
| NBCUniversal Enterprise, Inc., 5.25% (b)(d) | | 5,600 | | 5,824,000 |
| | | Par | | |
| | | (000) | | Value |
| Preferred Stocks | | | | |
| Real Estate Investment Trusts (REITs) 0.2% | | | | |
| Ventas Realty LP/Ventas Capital Corp., 5.45% | USD | 75,000 | \$ | 1,834,500 |
| Vornado Realty Trust, Series K, 5.70% | | 50,000 | | 1,183,000 |
| | | | | 3,017,500 |
| Wireless Telecommunication Services 1.2% | | | | |
| Centaur Funding Corp., Series B, 9.08% (b) | | 15,143 | | 18,819,910 |
| Crown Castle International Corp., Series A, 4.50% (k) | | 8,192 | | 817,889 |

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| | | |
|--|----------------|------------------|
| | | 19,637,799 |
| Total Preferred Stocks | 3.8% | 62,704,638 |
| Trust Preferred 0.6% | | |
| Diversified Financial Services 0.6% | | |
| GMAC Capital Trust I, Series 2, 8.13%, 2/15/40 (a) | 353,111 | 9,555,600 |
| Total Preferred Securities | 22.2% | 370,937,086 |
| Total Long-Term Investments | | |
| (Cost \$2,224,539,795) | 142.8% | 2,382,574,953 |
| Short-Term Securities | | |
| | Shares | |
| BlackRock Liquidity Funds, TempFund, Institutional Class, 0.03% (l)(m) | 2,444,842 | 2,444,842 |
| Total Short-Term Securities | | 2,444,842 |
| (Cost \$2,444,842) | 0.1% | |
| Options Purchased | | |
| (Cost \$8,311,840) | 0.3% | 5,711,184 |
| Total Investments Before Options Written | | |
| (Cost \$2,235,296,477) | 143.2% | 2,390,730,979 |
| Options Written | | |
| (Premiums Received \$6,393,785) | (0.2)% | (3,658,725) |
| Total Investments, Net of Options Written | 143.0% | 2,387,072,254 |
| Liabilities in Excess of Other Assets | (43.0)% | (718,035,368) |
| Net Assets | 100.0% | \$ 1,669,036,886 |

Notes to Schedule of Investments

- (a) Variable rate security. Rate shown is as of report date.
- (b) Security exempt from registration pursuant to Rule 144A under the Securities Act of 1933, as amended. These securities may be resold in transactions exempt from registration to qualified institutional investors.
- (c) All or a portion of security has been pledged as collateral in connection with outstanding reverse repurchase agreements.
- (d) Security is perpetual in nature and has no stated maturity date.
- (e) Non-income producing security.
- (f) Issuer filed for bankruptcy and/or is in default of principal and/or interest payments.
- (g) Represents a step-up bond that pays an initial coupon rate for the first period and then a higher coupon rate for the following periods. Rate shown is as of report date.

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See Notes to Financial Statements.

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Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

(h) When-issued security. Unsettled when-issued transactions were as follows:

| Counterparty | Value | Unrealized Appreciation |
|----------------------------|--------------|----------------------------|
| J.P. Morgan Securities LLC | \$ 9,213,750 | \$ 213,750 |

(i) Represents a payment-in-kind security which may pay interest/dividends in additional par/shares and/or in cash. Rates shown are the current rate and possible payment rates.

(j) Zero-coupon bond.

(k) Convertible security.

(l) Investments in issuers considered to be an affiliate of the Trust during the six months ended April 30, 2014, for purposes of Section 2(a)(3) of the 1940 Act, were as follows:

| Affiliate | Shares Held at October 31, 2013 | Net Activity | Shares Held at April 30, 2014 | Income |
|--|---------------------------------------|-----------------|-------------------------------------|----------|
| BlackRock Liquidity Funds, TempFund, Institutional Class | 3,999,467 | (1,554,625) | 2,444,842 | \$ 1,468 |

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

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

Reverse repurchase agreements outstanding as of April 30, 2014 were as follows:

| Counterparty | Interest Rate | Trade Date | Maturity Date ¹ | Face Value | Face Value Including Accrued Interest |
|------------------------------------|------------------|---------------|-------------------------------|---------------|--|
| Credit Suisse Securities (USA) LLC | 0.35% | 1/29/13 | Open | \$ 14,670,000 | \$ 14,735,180 |
| BNP Paribas Securities Corp. | 0.34% | 2/28/13 | Open | 8,705,000 | 8,740,105 |
| UBS Securities LLC | 0.35% | 3/12/13 | Open | 6,132,500 | 6,157,183 |
| BNP Paribas Securities Corp. | 0.34% | 3/21/13 | Open | 12,292,000 | 12,339,133 |
| Credit Suisse Securities (USA) LLC | 0.35% | 3/28/13 | Open | 10,309,438 | 10,349,430 |
| UBS Securities LLC | 0.32% | 3/28/13 | Open | 2,249,437 | 2,257,416 |
| UBS Securities LLC | 0.34% | 3/28/13 | Open | 5,572,612 | 5,593,612 |
| Barclays Capital, Inc. | 0.35% | 4/02/13 | Open | 6,163,125 | 6,186,673 |
| Barclays Capital, Inc. | 0.35% | 4/02/13 | Open | 1,205,312 | 1,209,918 |
| Barclays Capital, Inc. | 0.35% | 4/02/13 | Open | 2,858,194 | 2,869,114 |
| BNP Paribas Securities Corp. | 0.35% | 4/02/13 | Open | 5,810,000 | 5,832,199 |

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| | | | | | |
|------------------------------------|-------|---------|------|------------|------------|
| BNP Paribas Securities Corp. | 0.37% | 4/02/13 | Open | 582,647 | 585,000 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 10,825,000 | 10,866,361 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 7,353,913 | 7,382,011 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 8,703,625 | 8,736,880 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 1,143,000 | 1,147,367 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 7,339,594 | 7,367,637 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 2,639,763 | 2,649,849 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 15,710,963 | 15,770,991 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 6,912,938 | 6,939,351 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 5,351,062 | 5,371,508 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 2,915,000 | 2,926,138 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 6,173,719 | 6,197,308 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 20,623,680 | 20,702,480 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 5,266,462 | 5,286,585 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 12,448,144 | 12,495,706 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 3,007,500 | 3,018,991 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 5,154,000 | 5,173,693 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 837,900 | 841,101 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 872,969 | 876,304 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 1,252,295 | 1,257,080 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 7,590,500 | 7,619,502 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 3,747,562 | 3,761,881 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 3,633,656 | 3,647,540 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 860,781 | 864,070 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 4,077,375 | 4,092,954 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 8,587,500 | 8,620,311 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 3,567,375 | 3,581,005 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 11,181,744 | 11,224,467 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 2,285,625 | 2,294,358 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 2,880,000 | 2,891,004 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 3,664,406 | 3,678,407 |

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust
(BTZ)

Reverse repurchase agreements outstanding as of April 30, 2014 were as follows (continued):

| Counterparty | Interest Rate | Trade Date | Maturity Date ¹ | Face Value | Face Value Including Accrued Interest |
|------------------------------------|---------------|------------|----------------------------|--------------|---------------------------------------|
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | \$ 8,018,569 | \$ 8,049,206 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 597,400 | 599,683 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 4,604,531 | 4,622,124 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 3,695,812 | 3,709,934 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 476,875 | 478,697 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 4,197,375 | 4,213,412 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/02/13 | Open | 532,125 | 534,158 |
| Barclays Capital, Inc. | 0.35% | 4/10/13 | Open | 12,018,000 | 12,063,101 |
| UBS Securities LLC | 0.32% | 4/12/13 | Open | 6,936,000 | 6,959,675 |
| Credit Suisse Securities (USA) LLC | 0.35% | 4/23/13 | Open | 7,076,875 | 7,102,539 |
| BNP Paribas Securities Corp. | 0.33% | 5/02/13 | Open | 5,707,000 | 5,726,042 |
| Barclays Capital, Inc. | 0.35% | 6/24/13 | Open | 4,788,764 | 4,803,243 |
| Credit Suisse Securities (USA) LLC | 0.35% | 8/23/13 | Open | 2,055,000 | 2,060,015 |
| BNP Paribas Securities Corp. | 0.33% | 8/27/13 | Open | 5,068,000 | 5,079,475 |
| BNP Paribas Securities Corp. | 0.34% | 9/27/13 | Open | 13,964,000 | 13,992,487 |
| BNP Paribas Securities Corp. | 0.34% | 10/16/13 | Open | 2,822,000 | 2,827,250 |
| BNP Paribas Securities Corp. | 0.34% | 10/17/13 | Open | 9,057,000 | 9,073,766 |
| BNP Paribas Securities Corp. | 0.34% | 10/17/13 | Open | 10,273,000 | 10,292,016 |
| Barclays Capital, Inc. | 0.35% | 10/21/13 | Open | 8,379,000 | 8,394,559 |
| Barclays Capital, Inc. | 0.35% | 10/21/13 | Open | 4,856,000 | 4,865,017 |
| Barclays Capital, Inc. | 0.35% | 10/21/13 | Open | 2,419,000 | 2,423,492 |
| Barclays Capital, Inc. | 0.35% | 10/21/13 | Open | 5,066,000 | 5,075,407 |
| Barclays Capital, Inc. | 0.35% | 10/21/13 | Open | 2,280,000 | 2,284,234 |
| Barclays Capital, Inc. | 0.35% | 10/21/13 | Open | 718,000 | 719,333 |
| Barclays Capital, Inc. | 0.35% | 10/21/13 | Open | 4,589,000 | 4,597,522 |
| UBS Securities LLC | 0.32% | 10/21/13 | Open | 8,430,000 | 8,444,312 |
| UBS Securities LLC | 0.34% | 10/21/13 | Open | 4,669,000 | 4,677,422 |
| UBS Securities LLC | 0.34% | 10/21/13 | Open | 1,233,750 | 1,235,976 |
| UBS Securities LLC | 0.34% | 10/21/13 | Open | 685,156 | 686,392 |
| UBS Securities LLC | 0.35% | 10/21/13 | Open | 11,025,000 | 11,045,473 |
| UBS Securities LLC | 0.35% | 10/21/13 | Open | 22,649,375 | 22,691,434 |
| UBS Securities LLC | 0.35% | 10/21/13 | Open | 5,037,500 | 5,046,854 |
| UBS Securities LLC | 0.35% | 10/21/13 | Open | 3,180,469 | 3,186,375 |
| UBS Securities LLC | 0.36% | 10/21/13 | Open | 7,634,325 | 7,648,907 |
| BNP Paribas Securities Corp. | 0.34% | 10/22/13 | Open | 4,274,000 | 4,281,710 |
| BNP Paribas Securities Corp. | 0.34% | 10/22/13 | Open | 6,120,000 | 6,131,040 |
| BNP Paribas Securities Corp. | 0.34% | 10/22/13 | Open | 5,428,000 | 5,437,792 |
| Credit Suisse Securities (USA) LLC | 0.35% | 10/22/13 | Open | 17,741,250 | 17,774,022 |
| Credit Suisse Securities (USA) LLC | 0.35% | 10/22/13 | Open | 16,593,750 | 16,624,402 |
| UBS Securities LLC | (0.50)% | 10/22/13 | Open | 2,019,844 | 2,014,514 |
| UBS Securities LLC | 0.34% | 10/22/13 | Open | 10,054,125 | 10,072,167 |
| UBS Securities LLC | 0.35% | 10/22/13 | Open | 1,095,000 | 1,097,023 |
| UBS Securities LLC | 0.35% | 10/22/13 | Open | 5,896,750 | 5,907,643 |
| UBS Securities LLC | 0.35% | 10/22/13 | Open | 10,039,500 | 10,058,045 |
| Deutsche Bank Securities, Inc. | 0.34% | 10/23/13 | Open | 2,763,000 | 2,767,958 |
| Deutsche Bank Securities, Inc. | 0.34% | 10/23/13 | Open | 5,185,000 | 5,194,304 |
| BNP Paribas Securities Corp. | 0.34% | 10/25/13 | Open | 3,154,000 | 3,159,600 |
| BNP Paribas Securities Corp. | 0.10% | 10/30/13 | Open | 3,331,000 | 3,332,684 |
| Deutsche Bank Securities, Inc. | 0.35% | 10/31/13 | Open | 2,876,000 | 2,881,089 |
| Deutsche Bank Securities, Inc. | 0.35% | 11/26/13 | Open | 4,540,000 | 4,546,886 |
| BNP Paribas Securities Corp. | 0.36% | 1/08/14 | Open | 9,720,000 | 9,730,984 |
| UBS Securities LLC | 0.32% | 2/05/14 | Open | 956,709 | 957,432 |
| UBS Securities LLC | 0.33% | 2/10/14 | Open | 6,197,000 | 6,201,488 |
| Deutsche Bank Securities, Inc. | (0.14)% | 2/27/14 | Open | 60,600,000 | 60,595,926 |

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| | | | | | |
|--------------------------------|---------|---------|------|------------|------------|
| Barclays Capital, Inc. | 0.35% | 2/28/14 | Open | 7,944,000 | 7,948,788 |
| BNP Paribas Securities Corp. | 0.34% | 3/13/14 | Open | 3,977,000 | 3,978,840 |
| BNP Paribas Securities Corp. | 0.34% | 3/17/14 | Open | 9,813,000 | 9,817,171 |
| RBC Capital Markets LLC | 0.34% | 3/31/14 | Open | 3,285,000 | 3,285,962 |
| RBC Capital Markets LLC | 0.34% | 4/01/14 | Open | 3,234,275 | 3,235,191 |
| Deutsche Bank Securities, Inc. | 0.11% | 4/16/14 | Open | 3,400,000 | 3,400,145 |
| Deutsche Bank Securities, Inc. | (0.25)% | 4/21/14 | Open | 2,068,000 | 2,067,870 |
| Deutsche Bank Securities, Inc. | 0.34% | 4/21/14 | Open | 10,112,000 | 10,112,862 |
| Deutsche Bank Securities, Inc. | 0.34% | 4/21/14 | Open | 6,386,000 | 6,386,544 |
| Deutsche Bank Securities, Inc. | 0.35% | 4/21/14 | Open | 1,951,000 | 1,951,171 |

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

Reverse repurchase agreements outstanding as of April 30, 2014 were as follows (concluded):

| Counterparty | Interest Rate | Trade Date | Maturity Date ¹ | Face Value | Face Value Including Accrued Interest |
|--------------------------------|---------------|------------|----------------------------|----------------|---------------------------------------|
| Deutsche Bank Securities, Inc. | 0.35% | 4/21/14 | Open | \$ 4,526,000 | \$ 4,526,397 |
| Deutsche Bank Securities, Inc. | 0.35% | 4/21/14 | Open | 7,912,000 | 7,912,694 |
| Deutsche Bank Securities, Inc. | 0.35% | 4/21/14 | Open | 5,922,000 | 5,922,519 |
| Deutsche Bank Securities, Inc. | 0.06% | 4/22/14 | Open | 21,226,844 | 21,227,162 |
| Deutsche Bank Securities, Inc. | 0.07% | 4/23/14 | Open | 6,067,500 | 6,067,594 |
| Deutsche Bank Securities, Inc. | 0.06% | 4/29/14 | Open | 1,346,681 | 1,346,686 |
| Citigroup Global Markets, Inc. | (0.10)% | 4/30/14 | Open | 1,809,750 | 1,809,745 |
| RBC Capital Markets LLC | 0.34% | 4/30/14 | Open | 8,085,000 | 8,085,076 |
| RBC Capital Markets LLC | 0.34% | 4/30/14 | Open | 4,975,000 | 4,975,047 |
| Total | | | | \$ 740,524,195 | \$ 742,171,508 |

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

Financial futures contracts outstanding as of April 30, 2014 were as follows:

| Contracts Purchased (Sold) | Issue | Exchange | Expiration | Notional Value | Unrealized Appreciation (Depreciation) |
|----------------------------|------------------------------------|------------------------|------------|-----------------|--|
| 390 | 2-Year U.S. Treasury Note | Chicago Board of Trade | June 2014 | USD 85,751,250 | \$ 3,263 |
| 2,203 | 5-Year U.S. Treasury Note | Chicago Board of Trade | June 2014 | USD 263,155,234 | 700,488 |
| 155 | Ultra Long-Term U.S. Treasury Bond | Chicago Board of Trade | June 2014 | USD 22,828,594 | 860,246 |
| (1,915) | 10-Year U.S. Treasury Note | Chicago Board of Trade | June 2014 | USD 238,267,891 | (931,627) |
| (323) | U.S. Treasury Long Bond | Chicago Board of Trade | June 2014 | USD 43,584,812 | (667,517) |
| Total | | | | | \$ (35,147) |

OTC interest rate swaptions purchased as of April 30, 2014 were as follows:

| Description | Counterparty | Put/Call | Exercise Rate | Pay/Receive Exercise Rate | Floating Rate Index | Expiration Date | Notional Amount (000) | Market Value |
|----------------------------|----------------------------|----------|---------------|---------------------------|---------------------|-----------------|-----------------------|--------------|
| 5-Year Interest Rate Swap | Deutsche Bank AG | Call | 1.75% | Receive | 3-month LIBOR | 7/11/14 | USD 102,100 | \$ 300,516 |
| 30-Year Interest Rate Swap | Royal Bank of Scotland PLC | Call | 3.25% | Receive | 3-month LIBOR | 7/11/14 | USD 8,300 | 49,359 |
| 30-Year Interest Rate Swap | Barclays Bank PLC | Call | 3.25% | Receive | 3-month LIBOR | 8/01/14 | USD 8,300 | 62,677 |
| 10-Year Interest Rate Swap | Barclays Bank PLC | Put | 3.30% | Pay | 3-month LIBOR | 8/22/14 | USD 230,000 | 899,875 |
| 5-Year Interest Rate Swap | JPMorgan Chase Bank N.A. | Put | 4.50% | Pay | 3-month LIBOR | 8/07/18 | USD 203,300 | 4,398,757 |
| Total | | | | | | | | \$ 5,711,184 |

OTC interest rate swaptions written as of April 30, 2014 were as follows:

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| Description | Counterparty | Put/ Call | Exercise Rate | Pay/Receive Exercise Rate | Floating Rate Index | Expiration Date | Notional Amount (000) | Market Value |
|---------------------------|--------------------------|--------------|------------------|------------------------------|------------------------|--------------------|-----------------------------|-----------------|
| 5-Year Interest Rate Swap | JPMorgan Chase Bank N.A. | Put | 6.00% | Receive | 3-month LIBOR | 8/07/18 | USD 406,600 | \$(3,658,725) |

Centrally cleared interest rate swaps outstanding as of April 30, 2014 were as follows:

| Fixed Rate | Floating Rate | Clearinghouse | Expiration Date | Notional Amount (000) | Unrealized Appreciation (Depreciation) |
|--------------------|---------------|--------------------|-----------------|-----------------------|--|
| 0.49% ² | 3-month LIBOR | Chicago Mercantile | 1/16/16 | USD 47,200 | \$ (54,059) |
| 1.45% ² | 3-month LIBOR | Chicago Mercantile | 10/28/18 | USD 13,800 | 78,158 |
| 1.78% ² | 3-month LIBOR | Chicago Mercantile | 1/17/19 | USD 22,900 | (127,646) |
| 2.21% ² | 3-month LIBOR | Clearnet U.S.A. | 10/18/20 | USD 65,000 | (184,437) |
| 2.79% ² | 3-month LIBOR | Chicago Mercantile | 10/11/23 | USD 68,000 | (653,225) |
| 2.79% ² | 3-month LIBOR | Chicago Mercantile | 11/18/23 | USD 10,600 | (88,374) |
| 3.03% ² | 3-month LIBOR | Chicago Mercantile | 1/08/24 | USD 10,900 | (306,569) |
| 2.79% ² | 3-month LIBOR | Chicago Mercantile | 5/01/24 | USD 45,400 | (169,517) |
| 2.82% ³ | 3-month LIBOR | Chicago Mercantile | 5/01/24 | USD 45,400 | 266,945 |
| 3.71% ² | 3-month LIBOR | Chicago Mercantile | 10/18/43 | USD 29,000 | (1,549,145) |
| Total | | | | | \$ (2,787,869) |

² Trust pays the fixed rate and receives the floating rate.

³ Trust pays the floating rate and receives the fixed rate.

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

OTC credit default swaps buy protection outstanding as of April 30, 2014 were as follows:

| Issuer | Pay Fixed Rate | Counterparty | Expiration Date | Notional Amount (000) | Market Value | Premiums Paid (Received) | Unrealized Appreciation (Depreciation) |
|------------------------|-------------------|-----------------------------|--------------------|--------------------------|-----------------|--------------------------------|--|
| The New York Times Co. | 1.00% | Barclays Bank PLC | 12/20/16 | USD 1,725 | \$ (23,615) | \$ 63,702 | \$ (87,317) |
| Southwest Airlines Co. | 1.00% | Goldman Sachs Bank USA | 12/20/16 | USD 2,535 | (46,394) | 63,889 | (110,283) |
| Southwest Airlines Co. | 1.00% | Goldman Sachs International | 12/20/16 | USD 1,465 | (26,837) | 36,922 | (63,759) |
| Southwest Airlines Co. | 1.00% | Royal Bank of Scotland PLC | 12/20/16 | USD 4,000 | (76,984) | 109,646 | (186,630) |
| Staples, Inc. | 1.00% | JPMorgan Chase Bank N.A. | 3/20/17 | USD 1,030 | 2,244 | 1,455 | 789 |
| Staples, Inc. | 1.00% | JPMorgan Chase Bank N.A. | 3/20/17 | USD 3,970 | 8,652 | | 8,652 |
| STMicro Electronics NV | 1.00% | Barclays Bank PLC | 6/20/17 | EUR 1,500 | (31,338) | 39,193 | (70,531) |
| Cigna Corp. | 1.00% | Goldman Sachs Bank USA | 9/20/17 | USD 4,500 | (115,257) | (7,310) | (107,947) |
| Cigna Corp. | 1.00% | Goldman Sachs International | 9/20/17 | USD 2,800 | (71,716) | (4,549) | (67,167) |
| General Dynamic Corp. | 1.00% | Credit Suisse International | 9/20/17 | USD 5,585 | (159,704) | (94,170) | (65,534) |
| Humana, Inc. | 1.00% | Goldman Sachs Bank USA | 9/20/17 | USD 4,500 | (95,923) | 50,310 | (146,233) |
| Humana, Inc. | 1.00% | Goldman Sachs International | 9/20/17 | USD 2,800 | (59,685) | 31,304 | (90,989) |
| Lockheed Martin Corp. | 1.00% | Credit Suisse International | 9/20/17 | USD 5,585 | (159,902) | (32,767) | (127,135) |
| Northrop Grumman Corp. | 1.00% | Credit Suisse International | 9/20/17 | USD 4,715 | (135,956) | (73,139) | (62,817) |
| Raytheon Co. | 1.00% | Credit Suisse International | 9/20/17 | USD 4,715 | (135,997) | (77,908) | (58,089) |
| Hewlett-Packard Co. | 1.00% | JPMorgan Chase Bank N.A. | 12/20/18 | USD 6,000 | (74,741) | 166,826 | (241,567) |
| Citigroup, Inc. | 1.00% | Deutsche Bank AG | 3/20/19 | USD 16,700 | (250,596) | (69,714) | (180,882) |
| Hewlett-Packard Co. | 1.00% | JPMorgan Chase Bank N.A. | 3/20/19 | USD 4,000 | (41,949) | 45,591 | (87,540) |
| YUM! Brands, Inc. | 1.00% | Deutsche Bank AG | 3/20/19 | USD 20,000 | (489,192) | (365,594) | (123,598) |
| Kohl's Corp. | 1.00% | JPMorgan Chase Bank N.A. | 6/20/19 | USD 5,345 | 97,722 | 110,042 | (12,320) |
| Total | | | | | \$ (1,887,168) | \$ (6,271) | \$ (1,880,897) |

OTC credit default swaps sold protection outstanding as of April 30, 2014 were as follows:

| Issuer | Receive Fixed Rate | Counterparty | Expiration Date | Credit Rating ¹ | Notional Amount (000) ² | Market Value | Premiums Paid (Received) | Unrealized Appreciation (Depreciation) |
|--------------------------|-----------------------|-------------------------------------|--------------------|-------------------------------|---------------------------------------|-----------------|--------------------------------|--|
| Anadarko Petroleum Corp. | 1.00% | Credit Suisse International | 6/20/17 | BBB- | USD 2,425 | \$ 53,246 | \$ (76,276) | \$ 129,522 |
| Anadarko Petroleum Corp. | 1.00% | Morgan Stanley Capital Services LLC | 6/20/17 | BBB- | USD 10 | 219 | (348) | 567 |
| Anadarko Petroleum Corp. | 1.00% | UBS AG | 6/20/17 | BBB- | USD 994 | 21,826 | (34,006) | 55,832 |
| Comcast Corp. | 1.00% | Credit Suisse International | 9/20/17 | A- | USD 12,200 | 318,327 | 35,674 | 282,653 |
| UnitedHealth Group, Inc. | 1.00% | Goldman Sachs Bank USA | 9/20/17 | A | USD 4,500 | 113,122 | (7,279) | 120,401 |
| UnitedHealth Group, Inc. | 1.00% | Goldman Sachs International | 9/20/17 | A | USD 2,800 | 70,388 | (4,529) | 74,917 |
| WellPoint, Inc. | 1.00% | Goldman Sachs Bank USA | 9/20/17 | A- | USD 4,500 | 94,753 | (28,932) | 123,685 |
| WellPoint, Inc. | 1.00% | Goldman Sachs International | 9/20/17 | A- | USD 2,800 | 58,958 | (18,002) | 76,960 |
| MetLife, Inc. | 1.00% | Deutsche Bank AG | 3/20/18 | A- | USD 3,025 | 66,577 | (95,438) | 162,015 |
| PSEG Power LLC | 1.00% | JPMorgan Chase Bank N.A. | 9/20/18 | BBB+ | USD 5,850 | 66,680 | (48,163) | 114,843 |
| PSEG Power LLC | 1.00% | JPMorgan Chase Bank N.A. | 9/20/18 | BBB+ | USD 4,300 | 49,013 | (23,091) | 72,104 |
| PSEG Power LLC | 1.00% | JPMorgan Chase Bank N.A. | 9/20/18 | BBB+ | USD 2,750 | 31,345 | (5,667) | 37,012 |
| Bank of America Corp. | 1.00% | Deutsche Bank AG | 3/20/19 | A- | USD 16,700 | 273,750 | 124,301 | 149,449 |
| Staples, Inc. | 1.00% | JPMorgan Chase Bank N.A. | 3/20/19 | BBB | USD 1,030 | (63,956) | (60,860) | (3,096) |
| Staples, Inc. | 1.00% | JPMorgan Chase Bank N.A. | 3/20/19 | BBB | USD 3,970 | (246,509) | (226,476) | (20,033) |
| Total | | | | | | \$ 907,739 | \$ (469,092) | \$ 1,376,831 |

¹ Using S&P's rating of the issuer.

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

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

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

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

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

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

Changes in valuation techniques may result in transfers into or out of an assigned level within the disclosure hierarchy. In accordance with the Trust's policy, transfers between different levels of the fair value disclosure hierarchy are deemed to have occurred as of the beginning of the reporting period. The categorization of a value determined for investments and derivative financial instruments is based on the pricing transparency of the investment and derivative financial instrument and is not necessarily an indication of the risks associated with investing in those securities. For information about the Trust's policy regarding valuation of investments and derivative financial instruments, please refer to Note 2 of the Notes to Financial Statements.

See Notes to Financial Statements.

Schedule of Investments (concluded)

BlackRock Credit Allocation Income Trust (BTZ)

The following tables summarize the Trust's investments and derivative financial instruments categorized in the disclosure hierarchy as of April 30, 2014:

| | Level 1 | Level 2 | Level 3 | Total |
|---|---------------|------------------|---------------|------------------|
| Assets: | | | | |
| Investments: | | | | |
| Long-Term Investments: | | | | |
| Asset-Backed Securities | | \$ 12,037,700 | | \$ 12,037,700 |
| Corporate Bonds | | 1,861,029,131 | \$ 21,358,107 | 1,882,387,238 |
| Foreign Agency Obligations | | 6,982,500 | | 6,982,500 |
| Municipal Bonds | | 17,602,450 | | 17,602,450 |
| U.S. Government Sponsored Agency Securities | | 3,424,217 | | 3,424,217 |
| U.S. Treasury Obligations | | 89,203,762 | | 89,203,762 |
| Preferred Securities | \$ 47,616,328 | 323,320,758 | | 370,937,086 |
| Short-Term Securities | 2,444,842 | | | 2,444,842 |
| Options Purchased: | | | | |
| Interest Rate Contracts | | 5,711,184 | | 5,711,184 |
| Total | \$ 50,061,170 | \$ 2,319,311,702 | \$ 21,358,107 | \$ 2,390,730,979 |

| | Level 1 | Level 2 | Level 3 | Total |
|---|--------------|----------------|---------|----------------|
| Derivative Financial Instruments¹ | | | | |
| Assets: | | | | |
| Credit contracts | | \$ 1,409,401 | | \$ 1,409,401 |
| Interest rate contracts | \$ 1,563,997 | 345,103 | | 1,909,100 |
| Liabilities: | | | | |
| Credit contracts | | (1,913,467) | | (1,913,467) |
| Interest rate contracts | (1,599,144) | (6,791,697) | | (8,390,841) |
| Total | \$ (35,147) | \$ (6,950,660) | | \$ (6,985,807) |

¹ Derivative financial instruments are swaps, financial futures contracts and options written. Swaps and financial futures contracts are valued at the unrealized appreciation/depreciation on the instrument and options written are shown at value.

The carrying amount or face value including accrued interest for certain of the Trust's assets and/or liabilities approximates fair value for financial statement purposes. As of April 30, 2014, such assets and/or liabilities are categorized within the disclosure hierarchy as follows:

| | Level 1 | Level 2 | Level 3 | Total |
|---|--------------|------------------|---------|------------------|
| Assets: | | | | |
| Foreign currency at value | \$ 1,047 | | | \$ 1,047 |
| Cash pledged for centrally cleared swaps | 7,220,000 | | | 7,220,000 |
| Cash pledged for financial futures contracts | 1,785,940 | | | 1,785,940 |
| Liabilities: | | | | |
| Bank overdraft | | \$ (785,713) | | (785,713) |
| Cash received as collateral for OTC derivatives | | (640,000) | | (640,000) |
| Reverse repurchase agreements | | (742,171,508) | | (742,171,508) |
| Total | \$ 9,006,987 | \$ (743,597,221) | | \$ (734,590,234) |

There were no transfers between Level 1 and Level 2 during the six months ended April 30, 2014.

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

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| | Asset-Backed Securities | Corporate Bonds | Total |
|---|----------------------------|----------------------|----------------------|
| Assets: | | | |
| Opening Balance, as of October 31, 2013 | \$ 8,505,000 | \$ 16,746,250 | \$ 25,251,250 |
| Transfers into Level 3 | | | |
| Transfers out of Level 3 | (8,505,000) | | (8,505,000) |
| Accrued discounts/premiums | | | |
| Net realized gain (loss) | | | |
| Net change in unrealized appreciation/depreciation ^{2,3} | | 194,894 | 194,894 |
| Purchases | | 4,416,963 | 4,416,963 |
| Sales | | | |
| Closing Balance, as of April 30, 2014 | | \$ 21,358,107 | \$ 21,358,107 |
| Net change in unrealized appreciation/depreciation on investments still held at April 30, 2014 ³ | | \$ 194,894 | \$ 194,894 |

² Included in the related net change in unrealized appreciation/depreciation in the Statements of Operations.

³ Any difference between Net change in unrealized appreciation/depreciation and Net change in unrealized appreciation/depreciation on investments still held at April 30, 2014 is generally due to investments no longer held or categorized as Level 3 at period end. The Trust's investments that are categorized as Level 3 were valued utilizing third party pricing information without adjustment. Such valuations are based on unobservable inputs. A significant change in third party information could result in a significantly lower or higher value of such Level 3 investments.

See Notes to Financial Statements.

Consolidated Schedule of Investments April 30, 2014 (Unaudited)

BlackRock Floating Rate Income Trust (BGT)

(Percentages shown are based on Net Assets)

| | | Shares | Value |
|--|-----|--------------|------------|
| Common Stocks | | | |
| Auto Components 0.0% | | | |
| Lear Corp. | | 402 | \$ 33,390 |
| Construction & Engineering 0.0% | | | |
| USI United Subcontractors | | 8,067 | 145,215 |
| Diversified Consumer Services 0.2% | | | |
| Cengage Thomson Learning | | 19,588 | 707,616 |
| Hotels, Restaurants & Leisure 0.5% | | | |
| BLB Worldwide Holdings, Inc. | | 50,832 | 1,566,286 |
| Paper & Forest Products 0.3% | | | |
| Ainsworth Lumber Co. Ltd. (a) | | 220,483 | 756,367 |
| Ainsworth Lumber Co. Ltd. (a)(b) | | 62,685 | 215,041 |
| | | | 971,408 |
| Software 0.4% | | | |
| HMH Holdings/EduMedia | | 75,047 | 1,456,550 |
| Total Common Stocks 1.4% | | | 4,880,465 |
| | | | |
| | | Par | |
| | | (000) | |
| Asset-Backed Securities | | | |
| ACAS CLO Ltd., Series 2012-1A, Class D, 5.08%, 9/20/23 (b)(c) | USD | 750 | 753,892 |
| ALM Loan Funding (b)(c): | | | |
| Series 2013-7R2A, Class B, 2.83%, 4/24/24 | | 475 | 466,098 |
| Series 2013-7RA, Class C, 3.68%, 4/24/24 | | 1,280 | 1,238,071 |
| Series 2013-7RA, Class D, 5.23%, 4/24/24 | | 550 | 525,314 |
| Apidos CDO XI, Series 2012-11A, Class D, 4.48%, 1/17/23 (b)(c) | | 500 | 501,394 |
| Atrium CDO Corp., Series 9A, Class D, 3.73%, 2/28/24 (b)(c) | | 500 | 484,721 |
| Carlyle Global Market Strategies CLO Ltd. (b)(c): | | | |
| Series 2012-4A, Class D, 4.73%, 1/20/25 | | 450 | 452,525 |
| Series 2013-1A, Class C, 4.24%, 2/14/25 | | 250 | 250,711 |
| Cent CLO LP, Series 2013-17A, Class C, 3.72%, 1/30/25 (b)(c) | | 500 | 482,813 |
| Fraser Sullivan CLO VII Ltd., Series 2012-7A, Class C, 4.23%, 4/20/23 (b)(c) | | 575 | 574,995 |
| Goldentree Loan Opportunities VI Ltd., Series 2012-6A, Class D, 4.43%, 4/17/22 (b)(c) | | 950 | 949,983 |
| ING Investment Management, Series 2012-2A, Class D, 4.78%, 10/15/22 (b)(c) | | 950 | 953,548 |
| Madison Park Funding XI Ltd., Series 2013-11A, Class D, 3.73%, 10/23/25 (b)(c) | | 250 | 240,979 |
| North End CLO Ltd., Series 2013-1A, Class D, 3.73%, 7/17/25 (b)(c) | | 500 | 479,886 |
| Octagon Investment Partners XVII Ltd., Series 2013-1A, Class D, 3.44%, 10/25/25 (b)(c) | | 750 | 716,543 |
| OZLM Funding Ltd., Series 2012-2A, Class C, 4.57%, 10/30/23 (b)(c) | | 500 | 501,391 |
| Race Point CLO Ltd., Series 2012-6A, Class D, 4.74%, 5/24/23 (b)(c) | | 675 | 675,049 |
| Symphony CLO Ltd., Class D (b)(c): | | | |
| Series 2012-9A, 4.48%, 4/16/22 | | 775 | 776,230 |
| Series 2012-10A, 5.48%, 7/23/23 | | 925 | 927,525 |
| Total Asset-Backed Securities 3.4% | | | 11,951,668 |
| | | Par | |
| | | (000) | |
| Corporate Bonds | | | |
| Airlines 0.6% | | | |
| American Airlines Pass-Through Trust, Series 2013-2, Class C, 6.00%, 1/15/17 (b) | USD | 600 | \$ 621,750 |
| US Airways Pass-Through Trust, Series 2012-2, Class C, 5.45%, 6/03/18 | | 1,585 | 1,628,587 |
| | | | 2,250,337 |
| Auto Components 0.2% | | | |
| Icahn Enterprises LP/Icahn Enterprises Finance Corp. (b): | | | |
| 3.50%, 3/15/17 | | 410 | 413,075 |
| 4.88%, 3/15/19 | | 263 | 266,616 |
| | | | 679,691 |

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Capital Markets 0.4%

| | | |
|---|-----|---------|
| Blackstone CQP Holdco LP, 2.32%, 3/18/19 | 367 | 367,701 |
| E*Trade Financial Corp., 0.00%, 8/31/19 (b)(d)(e) | 439 | 953,179 |

1,320,880

Commercial Services & Supplies 0.2%

| | | |
|--|-----|---------|
| Avis Budget Car Rental LLC/Avis Budget Finance, Inc., 2.99%, 12/01/17 (b)(c) | 179 | 180,119 |
| AWAS Aviation Capital Ltd., 7.00%, 10/17/16 (b) | 418 | 431,752 |
| United Rentals North America, Inc., 5.75%, 7/15/18 | 210 | 224,700 |

836,571

Communications Equipment 0.4%

| | | |
|---|-------|-----------|
| Avaya, Inc., 7.00%, 4/01/19 (b) | 232 | 230,840 |
| Zayo Group LLC/Zayo Capital, Inc., 8.13%, 1/01/20 | 1,010 | 1,108,475 |

1,339,315

Construction & Engineering 0.1%

| | | |
|---|-----|---------|
| Safway Group Holding LLC/Safway Finance Corp., 7.00%, 5/15/18 (b) | 237 | 251,220 |
|---|-----|---------|

Containers & Packaging 0.3%

| | | |
|-------------------------------|-----|---------|
| Ardagh Packaging Finance PLC: | | |
| 7.38%, 10/15/17 (b) | EUR | 400 |
| 7.38%, 10/15/17 | 300 | 439,491 |

1,025,480

Diversified Financial Services 0.2%

| | | |
|--|-----|-----|
| Ally Financial, Inc., 2.91%, 7/18/16 (c) | USD | 875 |
|--|-----|-----|

896,348

Diversified Telecommunication Services 0.3%

| | | |
|------------------------------|-----|---------|
| Level 3 Financing, Inc. (b): | | |
| 3.82%, 1/15/18 (c) | 607 | 616,105 |
| 6.13%, 1/15/21 | 337 | 353,850 |

969,955

Household Durables 0.0%

| | | |
|---|-----|--|
| Berkline/Benchcraft LLC, 1.00%, 11/03/14 (a)(f) | 400 | |
|---|-----|--|

Independent Power Producers & Energy Traders 0.1%

| | | |
|-----------------------------------|-----|---------|
| Calpine Corp., 6.00%, 1/15/22 (b) | 212 | 225,250 |
|-----------------------------------|-----|---------|

Media 0.5%

| | | |
|--|-----|---------|
| NAI Entertainment Holdings/NAI Entertainment Holdings Finance Corp., | | |
| 5.00%, 8/01/18 (b) | 248 | 258,540 |
| Numericable Group SA (b)(g): | | |
| 4.88%, 5/15/19 | 929 | 938,290 |
| 6.00%, 5/15/22 | 512 | 524,160 |

1,720,990

See Notes to Financial Statements.

Consolidated Schedule of Investments (continued)

BlackRock Floating Rate Income Trust (BGT)

(Percentages shown are based on Net Assets)

| | Par | Value |
|--|--------------|--------------|
| | (000) | (000) |
| Corporate Bonds | | |
| Oil, Gas & Consumable Fuels 0.1% | | |
| EP Energy LLC/Everest Acquisition Finance, Inc., Series WI, 6.88%, 5/01/19 | USD 385 | \$ 413,394 |
| Road & Rail 0.2% | | |
| Florida East Coast Holdings Corp., 6.75%, 5/01/19 (b) | 535 | 549,712 |
| Wireless Telecommunication Services 0.0% | | |
| T-Mobile USA, Inc., 6.13%, 1/15/22 | 135 | 141,919 |
| Total Corporate Bonds 3.6% | | 12,621,062 |
| Floating Rate Loan Interests (c) | | |
| Aerospace & Defense 1.6% | | |
| DigitalGlobe, Inc., New Term Loan B, 3.75%, 1/31/20 | 1,351 | 1,352,026 |
| The SI Organization, Inc., Term Loan B, 5.50%, 11/22/16 | 1,047 | 1,034,224 |
| Transdigm, Inc., Term Loan C, 3.75%, 2/28/20 | 514 | 510,583 |
| TransUnion LLC, New Term Loan, 4.00%, 3/17/21 | 2,670 | 2,655,529 |
| | | 5,552,362 |
| Air Freight & Logistics 0.4% | | |
| Ceva Group PLC, Synthetic LC, 6.50%, 3/19/21 | 333 | 330,530 |
| Ceva Intercompany BV, Dutch Term Loan, 6.50%, 3/19/21 | 352 | 348,559 |
| Ceva Logistics Canada ULC, Canadian Term Loan, 6.50%, 3/19/21 | 61 | 60,096 |
| Ceva Logistics US Holdings, Inc., Term Loan, 6.50%, 3/19/21 | 485 | 480,770 |
| | | 1,219,955 |
| Airlines 0.5% | | |
| Northwest Airlines, Inc.: | | |
| 2.18%, 3/10/17 | 474 | 458,595 |
| 1.56%, 9/10/18 | 652 | 617,533 |
| US Airways Group, Inc., New Term Loan B1, 3.50%, 5/23/19 | 700 | 693,294 |
| | | 1,769,422 |
| Auto Components 2.1% | | |
| Autoparts Holdings Ltd., 1st Lien Term Loan, 6.50%, 7/28/17 | 1,588 | 1,580,506 |
| Dayco Products LLC, New Term Loan B, 5.25%, 12/12/19 | 970 | 970,000 |
| FPC Holdings, Inc., 1st Lien Term Loan, 5.25%, 11/19/19 | 903 | 890,528 |
| The Goodyear Tire & Rubber Co., New 2nd Lien Term Loan, 4.75%, 4/30/19 | 1,705 | 1,711,922 |
| GPX International Tire Corp., Term Loan (a)(f): | | |
| 12.25%, 3/30/2012 | 274 | |
| PIK, 13.00%, 3/31/2012 | 4 | |
| Transtar Holding Co., 1st Lien Term Loan, 5.75%, 10/09/18 | 1,282 | 1,274,419 |
| UCI International, Inc., New Term Loan B, 5.50%, 7/26/17 | 919 | 919,989 |
| | | 7,347,364 |
| Automobiles 0.3% | | |
| Chrysler Group LLC: | | |
| 2018 Term Loan B, 3.25%, 12/31/18 | 505 | 500,834 |
| Term Loan, 3.50%, 5/24/17 | 525 | 523,971 |
| | | 1,024,805 |
| | Par | |
| | (000) | Value |
| Floating Rate Loan Interests (c) | | |
| Beverages 0.0% | | |
| Le-Nature s, Inc., Tranche B Term Loan, 10.25%, 3/01/2011 (a)(f) | USD 1,000 | |
| Biotechnology 0.9% | | |

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| | | |
|---|-------|--------------|
| Grifols Worldwide Operations USA, Inc., Term Loan B, 3.15%, 2/27/21 | 3,215 | \$ 3,199,536 |
| Building Products 2.5% | | |
| Continental Building Products LLC, 1st Lien Term Loan, 4.75%, 8/28/20 | 716 | 715,956 |
| CPG International, Inc., New Term Loan, 4.75%, 9/30/20 | 1,995 | 1,995,325 |
| GYP Holdings III Corp., 1st Lien Term Loan, 4.75%, 4/01/21 | 895 | 877,100 |
| Interline Brands, Inc., 2021 Term Loan, 4.00%, 3/15/21 | 820 | 813,342 |
| Momentive Performance Materials, Inc., Term Loan, 4.00%, 4/30/15 | 275 | 273,625 |
| Nortek, Inc., New Term Loan, 4.00%, 12/31/20 | 400 | 399,000 |
| Ply Gem Industries, Inc., Term Loan, 4.00%, 2/01/21 | 620 | 614,885 |
| Quikrete Holdings, Inc., 1st Lien Term Loan, 4.00%, 9/28/20 | 766 | 764,871 |
| United Subcontractors, Inc., Term Loan, 4.24%, 6/30/15 | 214 | 209,064 |
| Wilsonart LLC: | | |
| Incremental Term Loan B2, 4.00%, 10/31/19 | 514 | 507,933 |
| Term Loan B, 4.00%, 10/31/19 | 1,536 | 1,518,288 |
| | | 8,689,389 |
| Capital Markets 0.1% | | |
| American Capital Holdings, Inc., 2017 Term Loan, 3.50%, 8/22/17 | 491 | 489,628 |
| Chemicals 4.0% | | |
| Allnex USA, Inc.: | | |
| Term Loan B1, 4.50%, 10/03/19 | 595 | 592,413 |
| Term Loan B2, 4.50%, 10/03/19 | 309 | 307,375 |
| Axalta Coating Systems US Holdings, Inc., Term Loan, 4.00%, 2/01/20 | 1,925 | 1,918,480 |
| CeramTec Acquisition Corp., Term Loan B2, 4.25%, 8/28/20 | 71 | 71,188 |
| Chemtura Corp., Term Loan B, 3.50%, 8/27/16 | 356 | 356,389 |
| Chromaflo Technologies Corp.: | | |
| 1st Lien Term Loan, 4.50%, 12/02/19 | 698 | 697,377 |
| 2nd Lien Term Loan, 8.25%, 5/30/20 | 295 | 297,213 |
| Evergreen Acqco 1 LP, New Term Loan, 5.00%, 7/09/19 | 1,263 | 1,264,990 |
| INEOS US Finance LLC: | | |
| 3 Year Term Loan, 2.15%, 5/04/15 | 229 | 229,535 |
| 6 Year Term Loan, 3.75%, 5/04/18 | 524 | 518,532 |
| MacDermid, Inc., 1st Lien Term Loan, 4.00%, 6/08/20 | 749 | 747,697 |
| Minerals Technology, Inc., Term Loan B, 4.00%, 4/14/21 | 1,375 | 1,375,866 |
| Nexeo Solutions LLC, Term Loan B, 5.00%, 9/08/17 | 1,178 | 1,174,119 |
| OXEA Finance LLC: | | |
| 2nd Lien Term Loan, 8.25%, 7/15/20 | 845 | 857,675 |
| Term Loan B2, 4.25%, 1/15/20 | 1,423 | 1,421,071 |
| Royal Adhesives and Sealants LLC, 1st Lien Term Loan, 5.50%, 7/31/18 | 418 | 419,104 |
| Tata Chemicals North America, Inc., Term Loan B, 3.75%, 8/07/20 | 352 | 350,135 |
| Tronox Pigments (Netherlands) BV, Term Loan, 4.00%, 3/19/20 | 947 | 945,848 |
| Univar, Inc., Term Loan B, 5.00%, 6/30/17 | 604 | 602,969 |
| | | 14,147,976 |

See Notes to Financial Statements.

Consolidated Schedule of Investments (continued)

BlackRock Floating Rate Income Trust (BGT)

(Percentages shown are based on Net Assets)

| | | Par | | Value |
|--|-----|------------|----|------------|
| | | (000) | | |
| Floating Rate Loan Interests (c) | | | | |
| Commercial Banks 0.3% | | | | |
| Redtop Acquisitions Ltd.: | | | | |
| 1st Lien Term Loan, 3.72%, 12/03/20 | USD | 878 | \$ | 879,994 |
| 2nd Lien Term Loan, 8.25%, 6/03/21 | | 185 | | 189,151 |
| | | | | 1,069,145 |
| Commercial Services & Supplies 4.0% | | | | |
| ADS Waste Holdings, Inc., New Term Loan, 3.75%, 10/09/19 | | 1,889 | | 1,874,035 |
| Aramark Corp., Term Loan E, 3.25%, 9/07/19 | | 1,750 | | 1,728,860 |
| AWAS Finance Luxembourg 2012 SA, New Term Loan, 3.50%, 7/16/18 | | 245 | | 244,039 |
| Brand Energy & Infrastructure Services, Inc., New Term Loan B, 4.75%, 11/26/20 | | 2,317 | | 2,315,966 |
| Catalent Pharma Solutions, Inc., New Term Loan, 6.50%, 12/29/17 | | 300 | | 300,750 |
| KAR Auction Services, Inc., Term Loan B2, 3.50%, 3/11/21 | | 830 | | 825,850 |
| Livingston International, Inc.: | | | | |
| 1st Lien Term Loan, 5.00%, 4/16/19 | | 814 | | 812,833 |
| 2nd Lien Term Loan, 9.00%, 4/20/20 | | 528 | | 530,430 |
| Protection One, Inc., Term Loan, 4.25%, 3/21/19 | | 1,199 | | 1,194,352 |
| Spin Holdco, Inc., New Term Loan B, 4.25%, 11/14/19 | | 2,550 | | 2,539,459 |
| West Corp., Term Loan B10, 3.25%, 6/30/18 | | 1,599 | | 1,580,720 |
| | | | | 13,947,294 |
| Communications Equipment 2.6% | | | | |
| Alcatel-Lucent USA, Inc., Term Loan C, 4.50%, 1/30/19 | | 3,124 | | 3,123,887 |
| Applied Systems, Inc.: | | | | |
| New 1st Lien Term Loan, 4.25%, 1/25/21 | | 459 | | 457,951 |
| New 2nd Lien Term Loan, 7.50%, 1/24/22 | | 230 | | 232,300 |
| Avaya, Inc., Extended Term Loan B3, 4.73%, 10/26/17 | | 846 | | 816,362 |
| CommScope, Inc.: | | | | |
| Term Loan B3, 2.73%, 1/21/17 | | 420 | | 420,441 |
| Term Loan B4, 3.25%, 1/26/18 | | 180 | | 179,946 |
| Telesat Canada, CAD Term Loan A, 4.37%, 3/24/17 | CAD | 2,710 | | 2,460,379 |
| Zayo Group LLC/Zayo Capital, Inc., Term Loan B, 4.00%, 7/02/19 | USD | 1,549 | | 1,543,736 |
| | | | | 9,235,002 |
| Construction & Engineering 0.9% | | | | |
| BakerCorp International, Inc., New Term Loan, 4.25%, 2/14/20 | | 562 | | 555,520 |
| Centaur Acquisition LLC: | | | | |
| New 1st Lien Term Loan, 5.25%, 2/20/19 | | 1,307 | | 1,307,440 |
| New 2nd Lien Term Loan, 8.75%, 2/15/20 | | 745 | | 751,206 |
| USIC Holdings, Inc., 1st Lien Term Loan, 4.00%, 7/10/20 | | 705 | | 695,867 |
| | | | | 3,310,033 |
| Construction Materials 1.7% | | | | |
| Filtration Group Corp.: | | | | |
| 1st Lien Term Loan, 4.50%, 11/21/20 | | 589 | | 591,468 |
| 2nd Lien Term Loan, 8.25%, 11/21/21 | | 320 | | 324,800 |
| HD Supply, Inc., Term Loan B, 4.00%, 6/28/18 | | 4,477 | | 4,465,096 |
| McJunkin Red Man Corp., New Term Loan, 4.75%, 11/08/19 | | 398 | | 399,576 |
| | | | | 5,780,940 |
| | | Par | | |
| Floating Rate Loan Interests (c) | | | | |
| Containers & Packaging 0.7% | | | | |
| Ardagh Holdings USA, Inc.: | | | | |
| Incremental Term Loan, 4.00%, 12/17/19 | USD | 565 | \$ | 562,644 |

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| | | | |
|---|-----|-------|------------|
| Term Loan B, 4.25%, 12/17/19 | | 778 | 775,459 |
| Berry Plastics Holding Corp., Term Loan E, 3.75%, 1/06/21 | | 485 | 481,833 |
| Rexam PLC: | | | |
| 1st Lien Term Loan, 4.25%, 3/21/21 | | 475 | 475,594 |
| 2nd Lien Term Loan, 8.00%, 3/21/22 | | 165 | 164,518 |
| | | | 2,460,048 |
| Distributors 1.2% | | | |
| ABC Supply Co., Inc., Term Loan, 3.50%, 4/16/20 | | 2,841 | 2,825,499 |
| American Tire Distributors Holdings, Inc., Term Loan B, 5.75%, 6/01/18 | | 245 | 245,000 |
| Crossmark Holdings, Inc., 1st Lien Term Loan, 4.50%, 12/20/19 | | 494 | 488,195 |
| VWR Funding, Inc., Term Loan, 3.40%, 4/03/17 | | 726 | 726,046 |
| | | | 4,284,740 |
| Diversified Consumer Services 3.1% | | | |
| Allied Security Holdings LLC: | | | |
| 2nd Lien Delayed Draw Term Loan, 3.50%, 8/14/21 | | 96 | 95,760 |
| New 1st Lien Term Loan, 4.25%, 2/12/21 | | 1,765 | 1,752,102 |
| New 2nd Lien Term Loan, 8.00%, 8/14/21 | | 254 | 253,802 |
| Bright Horizons Family Solutions, Inc., New Term Loan B, 4.00%, 1/30/20 | | 1,486 | 1,489,279 |
| Garda World Security Corp.: | | | |
| Delayed Draw Term Loan, 4.00%, 11/06/20 | | 138 | 137,907 |
| New Term Loan B, 4.00%, 11/06/20 | | 541 | 539,091 |
| Iglo Foods Midco Ltd., Term Loan F, 5.02%, 10/31/17 | EUR | 2,620 | 3,643,164 |
| ROC Finance LLC, Term Loan, 5.00%, 6/20/19 | USD | 657 | 636,454 |
| ServiceMaster Co., New Term Loan, 4.25%, 1/31/17 | | 1,240 | 1,237,407 |
| Weight Watchers International, Inc., Term Loan B2, 4.00%, 4/02/20 | | 1,238 | 967,997 |
| | | | 10,752,963 |
| Diversified Financial Services 4.1% | | | |
| Assured Partners Capital, Inc.: | | | |
| 1st Lien Term Loan, 4.50%, 3/31/21 | | 910 | 906,970 |
| 2nd Lien Term Loan, 7.75%, 4/04/22 | | 275 | 274,313 |
| Kasima LLC, New Term Loan B, 3.25%, 5/17/21 | | 930 | 920,700 |
| Numericable Finance & Co., Term Loan B1, 4.50%, 3/17/20 | | 1,357 | 1,354,669 |
| RPI Finance Trust, Term Loan B3, 3.25%, 11/09/18 | | 238 | 238,063 |
| SAM Finance Luxembourg Sarl, Term Loan, 4.25%, 12/17/20 | | 1,571 | 1,566,161 |
| SIG Euro Holdings AG & Co. KG, 2013 Term Loan, 4.25%, 12/02/18 | EUR | 4,938 | 6,889,599 |
| WMG Acquisition Corp., New Term Loan, 3.75%, 7/01/20 | USD | 2,111 | 2,089,934 |
| | | | 14,240,409 |
| Diversified Telecommunication Services 3.7% | | | |
| Consolidated Communications, Inc., New Term Loan B, 4.25%, 12/23/20 | | 1,857 | 1,857,120 |

See Notes to Financial Statements.

Consolidated Schedule of Investments (continued)

BlackRock Floating Rate Income Trust (BGT)

(Percentages shown are based on Net Assets)

| | | Par | | Value |
|--|-----|-------|----|------------|
| | | (000) | | |
| Floating Rate Loan Interests (c) | | | | |
| Diversified Telecommunication Services (concluded) | | | | |
| Hawaiian Telcom Communications, Inc., Term Loan B, 5.00%, 6/06/19 | USD | 1,448 | \$ | 1,448,938 |
| Integra Telecom, Inc.: | | | | |
| 2nd Lien Term Loan, 9.75%, 2/22/20 | | 685 | | 699,042 |
| Term Loan B, 5.25%, 2/22/19 | | 1,223 | | 1,225,707 |
| Level 3 Financing, Inc.: | | | | |
| New 2019 Term Loan, 4.00%, 8/01/19 | | 560 | | 559,653 |
| Term Loan B, 4.00%, 1/15/20 | | 4,225 | | 4,231,591 |
| Syniverse Holdings, Inc., Term Loan B, 4.00%, 4/23/19 | | 1,183 | | 1,178,972 |
| U.S. Telepacific Corp., New Term Loan B, 5.75%, 2/23/17 | | 1,873 | | 1,878,673 |
| | | | | 13,079,696 |
| Electric Utilities 0.6% | | | | |
| American Energy Utica LLC: | | | | |
| 2nd Lien Term Loan, 11.00%, 9/30/18 | | 604 | | 639,921 |
| Incremental Term Loan, 11.00%, 9/30/18 | | 130 | | 136,825 |
| Empire Generating CO. LLC: | | | | |
| Term Loan B, 5.25%, 3/12/21 | | 270 | | 270,014 |
| Term Loan C, 5.25%, 3/12/21 | | 19 | | 18,838 |
| Sandy Creek Energy Associates LP, Term Loan B, 5.00%, 11/06/20 | | 1,052 | | 1,054,341 |
| | | | | 2,119,939 |
| Electrical Equipment 1.0% | | | | |
| Southwire Co., Term Loan, 3.25%, 2/11/21 | | 615 | | 613,272 |
| Texas Competitive Electric Holdings Co. LLC, Extended Term Loan, 4.74%, 10/10/17 | | 4,025 | | 3,032,153 |
| | | | | 3,645,425 |
| Electronic Equipment, Instruments & Components 0.7% | | | | |
| CDW LLC, New Term Loan, 3.25%, 4/29/20 | | 2,612 | | 2,581,052 |
| Energy Equipment & Services 0.6% | | | | |
| Dynegy Holdings, Inc., Term Loan B2, 4.00%, 4/23/20 | | 977 | | 975,333 |
| MEG Energy Corp., Refinancing Term Loan, 3.75%, 3/31/20 | | 961 | | 960,684 |
| | | | | 1,936,017 |
| Food & Staples Retailing 2.5% | | | | |
| Alliance Boots Holdings Ltd., Term Loan B1, 3.46%, 7/09/15 | GBP | 3,381 | | 5,695,858 |
| Iceland Foods Group Ltd., Term Loan B1, 4.99%, 3/08/19 | | 849 | | 1,441,089 |
| Rite Aid Corp., 2nd Lien Term Loan, 5.75%, 8/21/20 | USD | 540 | | 549,450 |
| Supervalu, Inc., Refinancing Term Loan B, 4.50%, 3/21/19 | | 1,080 | | 1,075,887 |
| | | | | 8,762,284 |
| Food Products 3.6% | | | | |
| AdvancePierre Foods, Inc., Term Loan, 5.75%, 7/10/17 | | 536 | | 535,555 |
| CTI Foods Holding Co. LLC, New 1st Lien Term Loan, 4.50%, 6/29/20 | | 517 | | 515,889 |
| Del Monte Foods, Inc., 1st Lien Term Loan, 4.25%, 2/18/21 | | 1,352 | | 1,344,017 |
| Diamond Foods, Inc., New Term Loan, 4.25%, 8/20/18 | | 1,476 | | 1,472,609 |
| Dole Food Co., Inc., New Term Loan B, 4.50%, 11/01/18 | | 1,486 | | 1,485,814 |
| GFA Brands, Inc., New Term Loan B, 5.00%, 7/09/20 | | 293 | | 293,520 |
| Hearthside Food Solutions LLC, Term Loan, 4.50%, 4/07/21 | | 800 | | 800,000 |
| | | | | 800,000 |
| | | | | Par |
| Floating Rate Loan Interests (c) | | | | |
| Food Products (concluded) | | | | |
| Michael Foods Group, Inc., Term Loan, 4.25%, 2/23/18 | USD | 284 | \$ | 284,434 |
| Performance Food Group Co., 2nd Lien Term Loan, 6.25%, 11/14/19 | | 1,509 | | 1,523,686 |
| Pinnacle Foods Finance LLC: | | | | |

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| | | | |
|---|-----|-------|------------|
| Incremental Term Loan H, 3.25%, 4/29/20 | | 1,042 | 1,031,967 |
| Term Loan G, 3.25%, 4/29/20 | | 1,139 | 1,127,274 |
| Reddy Ice Corp.: | | | |
| 1st Lien Term Loan, 6.75%, 5/01/19 | | 1,495 | 1,468,739 |
| 2nd Lien Term Loan, 10.75%, 10/04/19 | | 725 | 681,500 |
| | | | 12,565,004 |
| Health Care Equipment & Supplies 5.6% | | | |
| Arysta LifeScience Corp.: | | | |
| 1st Lien Term Loan, 4.50%, 5/29/20 | | 2,089 | 2,087,916 |
| 2nd Lien Term Loan, 8.25%, 11/30/20 | | 885 | 900,487 |
| Biomet, Inc., Term Loan B2, 3.65%, 7/25/17 | | 1,453 | 1,454,001 |
| Capsugel Holdings US, Inc., New Term Loan B, 3.50%, 8/01/18 | | 1,019 | 1,014,607 |
| DJO Finance LLC, 2017 Term Loan, 4.25%, 9/15/17 | | 2,299 | 2,297,707 |
| Fresenius SE & Co. KGaA, Term Loan B: | | | |
| Incremental, 2.57%, 6/30/19 | EUR | 319 | 442,288 |
| 2.23%, 8/07/19 | USD | 1,357 | 1,352,956 |
| The Hologic, Inc., New Term Loan B, 3.25%, 8/01/19 | | 2,200 | 2,186,967 |
| Immucor, Inc., Refinancing Term Loan B2, 5.00%, 8/17/18 | | 1,716 | 1,715,482 |
| Kinetic Concepts, Inc., Term Loan E1, 4.00%, 5/04/18 | | 318 | 317,921 |
| Leonardo Acquisition Corp., Term Loan, 4.25%, 1/31/21 | | 1,305 | 1,303,695 |
| LHP Hospital Group, Inc., Term Loan, 9.00%, 7/03/18 | | 332 | 320,507 |
| Millennium Laboratories, Inc., Term Loan B, 5.25%, 3/28/21 | | 1,600 | 1,592,672 |
| National Vision, Inc.: | | | |
| 1st Lien Term Loan, 4.00%, 3/07/21 | | 1,108 | 1,092,546 |
| 2nd Lien Term Loan, 6.75%, 3/07/22 | | 325 | 322,563 |
| Onex Carestream Finance LP: | | | |
| 1st Lien Term Loan, 5.00%, 6/07/19 | | 741 | 742,793 |
| 2nd Lien Term Loan, 9.50%, 12/07/19 | | 588 | 599,630 |
| | | | 19,744,738 |
| Health Care Providers & Services 4.9% | | | |
| American Renal Holdings, Inc., 1st Lien Term Loan, 4.50%, 9/20/19 | | 1,579 | 1,570,176 |
| Ardent Medical Services, Inc., Term Loan, 6.75%, 7/02/18 | | 701 | 702,001 |
| Community Health Systems, Inc., Term Loan D, 4.25%, 1/27/21 | | 5,267 | 5,284,865 |
| ConvaTec, Inc., Term Loan, 4.00%, 12/22/16 | | 1,150 | 1,150,476 |
| DaVita, Inc.: | | | |
| New Term Loan B, 4.50%, 10/20/16 | | 2,156 | 2,160,326 |
| Term Loan B2, 4.00%, 11/01/19 | | 429 | 429,873 |
| Envision Acquisition Co. LLC, 1st Lien Term Loan, 5.75%, 11/04/20 | | 632 | 636,564 |
| Envision Healthcare Corp., Term Loan, 4.00%, 5/25/18 | | 915 | 914,731 |
| Genesis HealthCare Corp., Term Loan B, 10.00%, 9/25/17 | | 541 | 554,929 |
| HCA, Inc., Extended Term Loan B4, 2.98%, 5/01/18 | | 328 | 327,900 |
| Ikaria, Inc.: | | | |
| 1st Lien Term Loan, 5.00%, 2/12/21 | | 540 | 541,350 |
| 2nd Lien Term Loan, 8.75%, 1/17/22 | | 195 | 196,950 |

See Notes to Financial Statements.

Consolidated Schedule of Investments (continued)

BlackRock Floating Rate Income Trust (BGT)

(Percentages shown are based on Net Assets)

| | Par | | |
|---|------------|------------|------------|
| | (000) | Value | |
| Floating Rate Loan Interests (c) | | | |
| Health Care Providers & Services (concluded) | | | |
| inVentiv Health, Inc.: | | | |
| Combined Term Loan, 7.50%, 8/04/16 | USD 153 | \$ 152,844 | |
| Incremental Term Loan B3, 7.75%, 5/15/18 | 241 | 239,627 | |
| MPH Acquisition Holdings LLC, Term Loan, 4.00%, 3/06/21 | 1,214 | 1,207,139 | |
| National Mentor Holdings, Inc., Term Loan B, 4.75%, 1/27/21 | 405 | 404,393 | |
| Surgical Care Affiliates, Inc., Class C Incremental Term Loan, 4.00%, 6/29/18 | 844 | 840,107 | |
| | | | 17,314,251 |
| Health Care Technology 0.6% | | | |
| IMS Health, Inc., New Term Loan, 3.50%, 3/17/21 | 1,760 | 1,751,446 | |
| MedAssets, Inc., Term Loan B, 4.00%, 12/13/19 | 462 | 461,467 | |
| | | | 2,212,913 |
| Hotels, Restaurants & Leisure 12.0% | | | |
| Bally Technologies, Inc., Term Loan B, 4.25%, 11/25/20 | 1,139 | 1,139,560 | |
| Belmond Interfin Ltd., Term Loan B, 4.00%, 3/21/21 | 1,330 | 1,325,012 | |
| Boyd Gaming Corp., Term Loan B, 4.00%, 8/14/20 | 716 | 716,192 | |
| Bronco Midstream Funding LLC, Term Loan B, 5.00%, 8/17/20 | 1,926 | 1,940,797 | |
| Caesars Entertainment Resort Properties LLC, Term Loan B, 7.00%, 10/12/20 | 6,239 | 6,254,961 | |
| Diamond Resorts Corp., New Term Loan, 5.50%, 4/23/21 | 1,425 | 1,423,219 | |
| Dunkin Brands, Inc., Term Loan B4, 3.25%, 2/07/21 | 885 | 876,336 | |
| Four Seasons Holdings, Inc., 2nd Lien Term Loan, 6.25%, 12/28/20 | 745 | 754,313 | |
| Hilton Worldwide Finance LLC, Term Loan B2, 3.50%, 10/26/20 | 3,735 | 3,719,233 | |
| Intrawest ULC, Term Loan, 5.50%, 11/26/20 | 783 | 792,825 | |
| La Quinta Intermediate Holdings LLC, Term Loan B, 4.00%, 2/19/21 | 6,770 | 6,758,694 | |
| Las Vegas Sands LLC, New Term Loan B, 3.25%, 12/20/20 | 2,289 | 2,275,733 | |
| Marina District Finance Co., Inc., Term Loan B, 6.75%, 8/15/18 | 893 | 906,895 | |
| MGM Resorts International, Term Loan B, 3.50%, 12/20/19 | 2,171 | 2,155,811 | |
| OSI Restaurant Partners LLC, New Term Loan, 3.50%, 10/25/19 | 276 | 275,869 | |
| Pinnacle Entertainment, Inc., Term Loan B2, 3.75%, 8/13/20 | 1,175 | 1,171,234 | |
| Playa Resorts Holding BV, Term Loan B, 4.00%, 8/06/19 | 1,080 | 1,077,556 | |
| Sabre, Inc.: | | | |
| Incremental Term Loan, 4.50%, 2/19/19 | 308 | 308,296 | |
| Term Loan B, 4.25%, 2/19/19 | 845 | 842,432 | |
| Station Casinos LLC, Term Loan B, 4.25%, 3/02/20 | 3,393 | 3,393,950 | |
| Travelport LLC: | | | |
| 2nd Lien Term Loan 1, 9.50%, 1/29/16 | 575 | 592,538 | |
| Refinancing Term Loan, 6.25%, 6/26/19 | 839 | 856,065 | |
| Twin River Management Group, Inc., Term Loan B: | | | |
| New, 5.25%, 4/10/20 | 690 | 690,000 | |
| 5.25%, 11/09/18 | 1,496 | 1,483,273 | |
| | Par | | |
| Floating Rate Loan Interests (c) | | | |
| Hotels, Restaurants & Leisure (concluded) | | | |
| Wendy's International, Inc., New Term Loan B, 3.25%, 5/15/19 | USD 576 | \$ 574,406 | |
| | | | 42,305,200 |
| Household Products 1.1% | | | |
| Bass Pro Group LLC, New Term Loan, 3.75%, 11/20/19 | 1,694 | 1,690,882 | |
| Prestige Brands, Inc., New Term Loan, 3.75%, 1/31/19 | 797 | 793,835 | |
| Spectrum Brands, Inc.: | | | |
| Term Loan A, 3.00%, 9/07/17 | 606 | 605,805 | |
| Term Loan C, 3.50%, 9/04/19 | 904 | 900,284 | |
| | | | 3,990,806 |

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| | | |
|--|-------|-----------|
| Independent Power Producers & Energy Traders 0.4% | | |
| Calpine Corp., Term Loan B1, 4.00%, 4/02/18 | 560 | 559,977 |
| La Frontera Generation LLC, Term Loan, 4.50%, 9/30/20 | 832 | 831,122 |
| | | 1,391,099 |
| Industrial Conglomerates 0.7% | | |
| Sequa Corp., New Term Loan B, 5.25%, 6/19/17 | 2,571 | 2,538,814 |
| Insurance 2.7% | | |
| Alliant Holdings I, Inc., New Term Loan B, 4.25%, 12/20/19 | 1,107 | 1,105,416 |
| Asurion LLC: | | |
| New 2nd Lien Term Loan, 8.50%, 3/03/21 | 825 | 846,656 |
| New Term Loan B1, 5.00%, 5/24/19 | 1,226 | 1,226,448 |
| CNO Financial Group, Inc., Term Loan B2, 3.75%, 9/20/18 | 1,382 | 1,378,072 |
| Cooper Gay Swett & Crawford Ltd.: | | |
| 1st Lien Term Loan, 5.00%, 4/16/20 | 1,107 | 1,073,438 |
| 2nd Lien Term Loan, 8.25%, 10/16/20 | 530 | 510,125 |
| Cunningham Lindsey US, Inc., 1st Lien Term Loan, 5.00%, 12/10/19 | 973 | 970,256 |
| Sedgwick CMS Holdings, Inc., 2nd Lien Term Loan, 6.75%, 2/28/22 | 1,230 | 1,215,400 |
| Sedgwick, Inc., 1st Lien Term Loan, 3.75%, 3/01/21 | 1,175 | 1,158,632 |
| | | 9,484,443 |
| Internet Software & Services 1.5% | | |
| Dealertrack Technologies, Inc., Term Loan B, 3.50%, 2/26/21 | 1,219 | 1,212,543 |
| Interactive Data Corp., New Term Loan B, 3.75%, 2/11/18 | 1,999 | 1,996,854 |
| W3 Co.: | | |
| 1st Lien Term Loan, 5.75%, 3/13/20 | 1,079 | 1,076,402 |
| 2nd Lien Term Loan, 9.25%, 9/11/20 | 419 | 418,950 |
| Web.com Group, Inc., Term Loan B, 4.50%, 10/27/17 | 601 | 603,931 |
| | | 5,308,680 |
| IT Services 2.7% | | |
| Ceridian Corp., New Term Loan B, 4.40%, 5/09/17 | 1,679 | 1,677,341 |
| First Data Corp., 2018 Term Loan: | | |
| 4.15%, 9/24/18 | 680 | 678,620 |
| Extended B, 4.15%, 3/23/18 | 4,410 | 4,401,540 |
| Genpact International, Inc., Term Loan B, 3.50%, 8/30/19 | 1,154 | 1,149,508 |
| InfoGroup, Inc., New Term Loan, 8.00%, 5/25/18 | 314 | 267,609 |
| Sungard Availability Services Capital, Inc., Term Loan B, 6.00%, 3/25/19 | 975 | 970,125 |

See Notes to Financial Statements.

Consolidated Schedule of Investments (continued)

BlackRock Floating Rate Income Trust (BGT)

(Percentages shown are based on Net Assets)

| | | Par | |
|--|-----|-------|--------------|
| | | (000) | Value |
| Floating Rate Loan Interests (c) | | | |
| IT Services (concluded) | | | |
| SunGard Data Systems, Inc., Term Loan E, 4.00%, 3/09/20 | USD | 170 | \$ 170,299 |
| | | | 9,315,042 |
| Leisure Equipment & Products 0.4% | | | |
| Bauer Performance Sports Ltd., Term Loan B, 4.50%, 4/15/21 | | 800 | 798,664 |
| FGI Operating Co. LLC, Term Loan, 5.50%, 4/19/19 | | 506 | 511,474 |
| | | | 1,310,138 |
| Machinery 4.0% | | | |
| Alliance Laundry Systems LLC: | | | |
| 2nd Lien Term Loan, 9.50%, 12/10/19 | | 286 | 286,722 |
| Refinancing Term Loan, 4.25%, 12/10/18 | | 903 | 902,064 |
| Atkore International, Inc.: | | | |
| 1st Lien Term Loan, 4.50%, 3/26/21 | | 295 | 293,802 |
| 2nd Lien Term Loan, 7.75%, 9/10/21 | | 230 | 230,000 |
| Faenza Acquisition GmbH: | | | |
| Term Loan B1, 4.25%, 8/31/20 | | 721 | 718,668 |
| Term Loan B3, 4.25%, 8/28/20 | | 221 | 219,902 |
| Gardner Denver, Inc.: | | | |
| 4.25%, 7/30/20 | | 2,008 | 2,003,992 |
| 4.75%, 7/30/20 | EUR | 331 | 459,163 |
| Generac Power Systems, Inc., Term Loan B, 3.25%, 5/31/20 | USD | 885 | 880,924 |
| Intelligent, Inc., 1st Lien Term Loan, 4.50%, 7/30/18 | | 1,182 | 1,181,277 |
| Mirror Bidco Corp., New Term Loan, 4.25%, 12/27/19 | | 1,052 | 1,047,770 |
| Navistar International Corp., Term Loan B, 5.75%, 8/17/17 | | 549 | 557,518 |
| Pacific Industrial Services US Finco LLC: | | | |
| 1st Lien Term Loan, 5.00%, 10/02/18 | | 1,333 | 1,334,967 |
| 2nd Lien Term Loan, 8.75%, 4/02/19 | | 515 | 525,944 |
| Rexnord LLC, 1st Lien Term Loan B, 4.00%, 8/21/20 | | 1,505 | 1,497,522 |
| Silver II US Holdings LLC, Term Loan, 4.00%, 12/13/19 | | 759 | 756,395 |
| STS Operating, Inc., Term Loan, 4.75%, 2/19/21 | | 420 | 420,265 |
| Terex Corp., New Term Loan, 4.00%, 4/28/17 | EUR | 200 | 276,300 |
| Wabash National Corp., Term Loan B, 4.50%, 5/08/19 | USD | 560 | 558,968 |
| | | | 14,152,163 |
| Marine 0.2% | | | |
| HGIM Corp., Term Loan B, 5.50%, 6/18/20 | | 723 | 709,965 |
| Media 13.0% | | | |
| Acosta, Inc., Term Loan B, 4.25%, 3/03/18 | | 115 | 115,108 |
| Activision Blizzard, Inc., Term Loan B, 3.25%, 10/12/20 | | 1,564 | 1,562,074 |
| Advanstar Communications, Inc., New 2nd Lien Term Loan, 9.50%, 6/06/20 | | 685 | 689,569 |
| Affinion Group, Inc., Term Loan B, 6.75%, 10/10/16 | | 1,242 | 1,242,082 |
| CBS Outdoor Americas Capital LLC, Term Loan B, 3.00%, 1/31/21 | | 455 | 452,511 |
| Cengage Learning Acquisitions, Inc.: | | | |
| 1st Lien Term Loan, 7.00%, 3/31/20 | | 3,690 | 3,745,350 |
| Clear Channel Communications, Inc.: | | | |
| Term Loan B, 3.80%, 1/29/16 | | 43 | 42,659 |
| Term Loan C, 3.80%, 1/29/16 | | 100 | 98,744 |
| Term Loan D, 6.90%, 1/30/19 | | 4,332 | 4,295,239 |
| | | | |
| Floating Rate Loan Interests (c) | | | |
| Media (concluded) | | | |
| Cumulus Media Holdings, Inc., 2013 Term Loan, 4.25%, 12/23/20 | USD | 1,131 | \$ 1,130,867 |
| The E.W. Scripps Co., Term Loan B, 3.25%, 11/26/20 | | 933 | 925,089 |
| Getty Images, Inc., Term Loan B, 4.75%, 10/18/19 | | 123 | 117,438 |

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| | | | |
|--|-----|-------|------------|
| Hemisphere Media Group, Inc., Term Loan, 6.25%, 7/30/20 | | 981 | 983,307 |
| Hubbard Radio LLC, Term Loan B, 4.50%, 4/29/19 | | 837 | 836,609 |
| IMG Worldwide, Inc.: | | | |
| 1st Lien Term Loan, 5.25%, 2/26/21 | | 1,420 | 1,414,675 |
| 2nd Lien Term Loan, 8.25%, 2/25/22 | | 560 | 564,200 |
| Intelsat Jackson Holdings SA, Term Loan B2, 3.75%, 6/30/19 | | 2,622 | 2,619,752 |
| Lions Gate Entertainment Corp., 2nd Lien Term Loan, 5.00%, 7/17/20 | | 390 | 395,850 |
| Live Nation Entertainment, Inc., 2020 Term Loan B1, 3.50%, 8/17/20 | | 303 | 302,185 |
| Media General, Inc., Delayed Draw Term Loan B, 4.25%, 7/31/20 | | 1,076 | 1,075,706 |
| Mediacom Communications Corp., Term Loan F, 2.62%, 1/31/18 | | 510 | 504,900 |
| NEP/NCP Holdco, Inc.: | | | |
| 2nd Lien Term Loan, 9.50%, 7/22/20 | | 349 | 356,414 |
| Incremental Term Loan, 4.25%, 1/22/20 | | 1,417 | 1,412,085 |
| Salem Communications Corp., Term Loan B, 4.50%, 3/13/20 | | 1,026 | 1,025,950 |
| SBA Senior Finance II LLC, Term Loan B1, 3.25%, 3/24/21 | | 1,330 | 1,320,584 |
| Sinclair Television Group, Inc., Term Loan B, 3.00%, 4/09/20 | | 2,648 | 2,607,276 |
| Springer Science & Business Media Deutschland GmbH, Term Loan B2, 5.00%, 8/14/20 | | 2,239 | 2,236,511 |
| Tribune Co., 2013 Term Loan, 4.00%, 12/27/20 | | 2,494 | 2,487,516 |
| Univision Communications, Inc., Term Loan C4, 4.00%, 3/01/20 | | 2,117 | 2,107,541 |
| UPC Financing Partnership, Term Loan AG, 3.98%, 3/31/21 | EUR | 910 | 1,266,515 |
| Virgin Media Investment Holdings Ltd.: | | | |
| New GBP Term Loan C, 4.50%, 6/05/20 | GBP | 1,105 | 1,864,636 |
| Term Loan B, 3.50%, 6/08/20 | USD | 815 | 809,124 |
| WideOpenWest Finance LLC, Term Loan B, 4.75%, 4/01/19 | | 1,097 | 1,098,075 |
| YPSO France SAS, Term Loan B2, 5.00%, 4/23/20 | | 1,174 | 1,171,974 |
| Ziggo N.V.: | | | |
| Term Loan B1, 3.25%, 1/15/22 | | 981 | 963,463 |
| Term Loan B2, 3.25%, 1/15/22 | | 632 | 620,874 |
| Term Loan B3, 3.50%, 1/15/22 | | 1,040 | 1,021,115 |
| | | | 45,483,567 |
| Metals & Mining 2.7% | | | |
| Ameriforge Group, Inc.: | | | |
| 1st Lien Term Loan, 5.00%, 12/19/19 | | 739 | 742,481 |
| 2nd Lien Term Loan, 8.75%, 12/19/20 | | 495 | 504,900 |
| API Heat Transfer, Inc., Term Loan, 5.25%, 5/03/19 | | 986 | 980,614 |
| Constellium Holdco BV, Term Loan B, 7.00%, 3/25/20 | | 2,198 | 2,230,767 |
| FMG Resources August 2006 Property Ltd., New Term Loan B, 4.25%, 6/28/19 | | 1,463 | 1,462,200 |
| Novelis, Inc., New Term Loan, 3.75%, 3/10/17 | | 1,587 | 1,581,534 |
| Walter Energy, Inc., Term Loan B, 7.25%, 4/02/18 | | 294 | 282,481 |

See Notes to Financial Statements.

Consolidated Schedule of Investments (continued)

BlackRock Floating Rate Income Trust (BGT)

(Percentages shown are based on Net Assets)

| | | Par | |
|--|-----|------------|--------------|
| | | (000) | Value |
| Floating Rate Loan Interests (c) | | | |
| Metals & Mining (concluded) | | | |
| Windsor Financing LLC, Term Loan B, 6.25%, 12/05/17 | USD | 1,603 | \$ 1,643,037 |
| | | | 9,428,014 |
| Multiline Retail 3.2% | | | |
| 99 Cents Only Stores, New Term Loan, 4.50%, 1/11/19 | | 1,128 | 1,129,208 |
| Apex Tool Group LLC, Term Loan B, 4.50%, 1/31/20 | | 277 | 273,860 |
| BJ's Wholesale Club, Inc.: | | | |
| New 1st Lien Term Loan, 4.50%, 9/26/19 | | 1,086 | 1,083,973 |
| New 2nd Lien Term Loan, 8.50%, 3/26/20 | | 375 | 382,969 |
| HEMA Holding BV: | | | |
| Extended 2nd Lien Term Loan, 5.99%, 1/05/18 | EUR | 3,800 | 4,547,037 |
| Extended Term Loan B, 4.62%, 12/06/17 | | 161 | 206,432 |
| Extended Term Loan C, 4.62%, 12/06/17 | | 148 | 189,050 |
| Hudson's Bay Co., 1st Lien Term Loan, 4.75%, 11/04/20 | USD | 1,045 | 1,053,581 |
| The Neiman Marcus Group, Inc., 2020 Term Loan, 4.25%, 10/25/20 | | 2,306 | 2,298,291 |
| | | | 11,164,401 |
| Oil, Gas & Consumable Fuels 3.5% | | | |
| Arch Coal, Inc., Term Loan B, 6.25%, 5/16/18 | | 1,138 | 1,105,036 |
| Drillships Financing Holding, Inc., Term Loan B1, 6.00%, 3/31/21 | | 1,570 | 1,585,569 |
| EP Energy LLC, Term Loan B3, 3.50%, 5/24/18 | | 1,170 | 1,162,325 |
| Fieldwood Energy LLC: | | | |
| 1st Lien Term Loan, 3.88%, 9/28/18 | | 826 | 823,598 |
| 2nd Lien Term Loan, 8.38%, 9/30/20 | | 360 | 370,800 |
| Moxie Patriot LLC, Term Loan B1, 6.75%, 12/18/20 | | 865 | 880,137 |
| Obsidian Natural Gas Trust, Term Loan, 7.00%, 11/02/15 | | 614 | 620,055 |
| Offshore Group Investment Ltd., Term Loan B: | | | |
| New, 5.00%, 10/25/17 | | 1,028 | 1,022,966 |
| 5.75%, 3/28/19 | | 325 | 323,362 |
| Panda Temple II Power LLC, New Term Loan B, 7.25%, 4/03/19 | | 940 | 959,975 |
| Power Buyer, LLC: | | | |
| 1st Lien Term Loan, 4.25%, 5/06/20 | | 387 | 384,357 |
| 2nd Lien Term Loan, 8.25%, 11/06/20 | | 285 | 281,438 |
| Delayed Draw Term Loan, 4.25%, 5/06/20 | | 21 | 20,573 |
| Raven Power Finance LLC, Term Loan, 5.25%, 12/19/20 | | 390 | 393,412 |
| Tesoro Corp., Term Loan B, 2.40%, 5/30/16 | | 308 | 308,569 |
| Western Refining, Inc., Term Loan B, 4.25%, 11/12/20 | | 888 | 887,402 |
| WTG Holdings III Corp.: | | | |
| 1st Lien Term Loan, 4.75%, 1/15/21 | | 1,047 | 1,049,993 |
| 2nd Lien Term Loan, 8.50%, 1/15/22 | | 85 | 85,319 |
| | | | 12,264,886 |
| Pharmaceuticals 4.2% | | | |
| Akorn, Inc., Term Loan B, 4.50%, 8/27/20 | | 940 | 940,780 |
| Amneal Pharmaceuticals LLC, New Term Loan, 5.75%, 11/01/19 | | 642 | 642,576 |
| CCC Information Services, Inc., Term Loan, 4.00%, 12/20/19 | | 514 | 510,933 |
| Endo Luxembourg Finance Co. I Sarl, 2014 Term Loan B, 3.25%, 2/28/21 | | 720 | 713,880 |
| JLL/Delta Dutch Newco BV, 2021 Term Loan, 4.25%, 3/11/21 | | 975 | 959,965 |
| | | | |
| | | Par | |
| Floating Rate Loan Interests (c) | | | |
| Pharmaceuticals (concluded) | | | |
| Mallinckrodt International Finance SA, Term Loan B, 3.50%, 3/19/21 | USD | 1,420 | \$ 1,407,575 |
| Par Pharmaceutical Companies, Inc., Term Loan B2, 4.00%, 9/30/19 | | 2,279 | 2,264,950 |
| Pharmaceutical Product Development LLC, New Term Loan B, 4.00%, 12/05/18 | | 2,600 | 2,596,699 |
| Quintiles Transnational Corp., Term Loan B3, 3.75%, 6/08/18 | | 1,280 | 1,275,442 |

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| | | | |
|---|-----|-------|------------|
| Valeant Pharmaceuticals International, Inc.: | | | |
| Series C2 Term Loan B, 3.75%, 12/11/19 | | 1,127 | 1,122,900 |
| Series D2 Term Loan B, 3.75%, 2/13/19 | | 1,089 | 1,088,521 |
| Series E Term Loan B, 3.75%, 8/05/20 | | 1,337 | 1,337,280 |
| | | | 14,861,501 |
| Professional Services 2.3% | | | |
| Emdeon Business Services LLC, Term Loan B2, 3.75%, 11/02/18 | | 1,259 | 1,256,141 |
| Intertrust Group Holding BV: | | | |
| 2nd Lien Term Loan, 8.00%, 2/28/22 | | 725 | 724,848 |
| Term Loan B4, 4.51%, 4/04/21 | EUR | 1,000 | 1,388,862 |
| Koosharem LLC, Exit Term Loan, 7.50%, 4/29/20 | USD | 1,450 | 1,457,250 |
| SIRVA Worldwide, Inc., Term Loan, 7.50%, 3/27/19 | | 1,119 | 1,135,480 |
| TriNet Group, Inc., Term Loan B2, 5.00%, 8/14/20 | | 652 | 654,580 |
| Truven Health Analytics, Inc., Term Loan B, 4.50%, 6/06/19 | | 1,486 | 1,473,921 |
| | | | 8,091,082 |
| Real Estate Investment Trusts (REITs) 0.5% | | | |
| iStar Financial, Inc., Term Loan, 4.50%, 10/16/17 | | 1,302 | 1,302,648 |
| Starwood Property Trust, Inc., Term Loan B, 3.50%, 4/17/20 | | 333 | 329,983 |
| | | | 1,632,631 |
| Real Estate Management & Development 1.3% | | | |
| CityCenter Holdings LLC, Term Loan B, 5.00%, 10/16/20 | | 1,531 | 1,537,869 |
| Realogy Corp.: | | | |
| Extended Letter of Credit, 4.40%, 10/10/16 | | 235 | 234,447 |
| New Term Loan B, 3.75%, 3/05/20 | | 2,898 | 2,889,737 |
| | | | 4,662,053 |
| Road & Rail 1.4% | | | |
| Genesee & Wyoming, Inc., Term Loan A, 1.90%, 9/29/17 | | 627 | 627,115 |
| RAC Finance Ltd.: | | | |
| GBP Term Loan B, 5.28%, 9/30/18 | GBP | 1,182 | 2,007,090 |
| GBP Term Loan D, 5.36%, 10/29/19 | | 500 | 849,079 |
| Road Infrastructure Investment LLC: | | | |
| New 1st Lien Term Loan, 4.25%, 3/19/21 | USD | 750 | 745,935 |
| New 2nd Lien Term Loan, 7.75%, 9/21/21 | | 600 | 595,998 |
| | | | 4,825,217 |
| Semiconductors & Semiconductor Equipment 1.5% | | | |
| Avago Technologies Ltd., Term Loan B, 3.75%, 12/16/20 | | 2,475 | 2,481,534 |
| Freescale Semiconductor, Inc.: | | | |
| Term Loan B4, 4.25%, 2/28/20 | | 1,399 | 1,396,862 |
| Term Loan B5, 5.00%, 1/15/21 | | 433 | 434,721 |
| NXP BV, Term Loan D, 3.75%, 1/11/20 | | 866 | 858,075 |
| | | | 5,171,192 |

See Notes to Financial Statements.

Consolidated Schedule of Investments (continued)

BlackRock Floating Rate Income Trust (BGT)

(Percentages shown are based on Net Assets)

| | Par | | Value |
|---|-------|-------|--------------|
| | (000) | | |
| Floating Rate Loan Interests (c) | | | |
| Software 4.1% | | | |
| BMC Software Finance, Inc., Term Loan, 5.00%, 9/10/20 | USD | 1,486 | \$ 1,480,077 |
| GCA Services Group, Inc.: | | | |
| 2nd Lien Term Loan, 9.25%, 10/22/20 | | 400 | 401,000 |
| New Term Loan B, 4.25%, 11/01/19 | | 1,097 | 1,091,117 |
| Infor US, Inc., Term Loan B5, 3.75%, 6/03/20 | | 2,350 | 2,330,775 |
| Interactive Data Corp., 2014 Term Loan, 4.75%, 4/30/21 | | 1,225 | 1,220,921 |
| IQOR US, Inc., Term Loan B, 6.00%, 2/19/21 | | 542 | 517,145 |
| Kronos Worldwide, Inc., 2014 Term Loan, 4.75%, 2/18/20 | | 310 | 310,518 |
| Kronos, Inc., 2nd Lien Term Loan, 9.75%, 4/30/20 | | 1,088 | 1,118,770 |
| Mitchell International, Inc.: | | | |
| New 1st Lien Term Loan, 4.50%, 10/12/20 | | 1,363 | 1,361,196 |
| New 2nd Lien Term Loan, 8.50%, 10/11/21 | | 1,000 | 1,017,500 |
| RP Crown Parent LLC, 2013 Term Loan, 6.00%, 12/21/18 | | 960 | 956,890 |
| Shield Finance Co. Sarl, Term Loan, 5.00%, 1/27/21 | | 420 | 420,655 |
| Sophia LP, Term Loan B, 4.00%, 7/19/18 | | 1,854 | 1,853,556 |
| Websense, Inc., 2nd Lien Term Loan, 8.25%, 12/24/20 | | 445 | 446,393 |
| | | | 14,526,513 |
| Specialty Retail 4.4% | | | |
| Academy Ltd., Term Loan, 4.50%, 8/03/18 | | 1,488 | 1,486,733 |
| Burlington Coat Factory Warehouse Corp., New Term Loan B2, 4.25%, 2/23/17 | | 349 | 350,634 |
| David's Bridal, Inc., New Term Loan B, 5.00%, 10/11/19 | | 944 | 934,522 |
| Equinox Holdings, Inc., Repriced Term Loan B, 4.25%, 1/31/20 | | 748 | 743,226 |
| General Nutrition Centers, Inc., New Term Loan, 3.25%, 3/04/19 | | 1,569 | 1,555,736 |
| The Gymboree Corp., Initial Term Loan, 5.00%, 2/23/18 | | 70 | 60,599 |
| Harbor Freight Tools USA, Inc., New 1st Lien Term Loan, 4.75%, 7/26/19 | | 965 | 969,361 |
| Jo-Ann Stores, Inc., Term Loan, 4.00%, 3/16/18 | | 1,107 | 1,100,010 |
| Leslie's Poolmart, Inc., New Term Loan, 4.25%, 10/16/19 | | 1,231 | 1,227,390 |
| Michaels Stores, Inc., New Term Loan, 3.75%, 1/28/20 | | 903 | 902,070 |
| Party City Holdings, Inc., Term Loan, 4.00%, 7/27/19 | | 2,636 | 2,623,289 |
| Petco Animal Supplies, Inc., New Term Loan, 4.00%, 11/24/17 | | 1,838 | 1,836,694 |
| Things Remembered, Inc., New Term Loan B, 8.00%, 5/24/18 | | 1,010 | 1,005,063 |
| Toys R Us-Delaware, Inc.: | | | |
| Incremental Term Loan B2, 5.25%, 5/25/18 | | 467 | 383,549 |
| Term Loan B3, 5.25%, 5/25/18 | | 98 | 80,496 |
| | | | 15,259,372 |
| Textiles, Apparel & Luxury Goods 1.4% | | | |
| Ascend Performance Materials LLC, Term Loan B, 6.75%, 4/10/18 | | 1,409 | 1,394,836 |
| J Crew Group, Inc., New Term Loan B, 4.00%, 3/05/21 | | 1,480 | 1,470,217 |
| Kate Spade & Co., Term Loan B, 4.00%, 4/09/21 | | 990 | 988,515 |
| | Par | | |
| Floating Rate Loan Interests (c) | | | |
| Textiles, Apparel & Luxury Goods (concluded) | | | |
| Nine West Holdings, Inc.: | | | |
| Guarantee Term Loan, 6.25%, 3/05/19 | USD | 495 | \$ 490,050 |
| Term Loan B, 4.75%, 9/05/19 | | 580 | 578,730 |
| | | | 4,922,348 |
| Thriffs & Mortgage Finance 0.3% | | | |
| IG Investment Holdings LLC, 1st Lien Term Loan, 5.25%, 10/31/19 | | 1,190 | 1,191,056 |
| Wireless Telecommunication Services 0.8% | | | |
| Crown Castle Operating Co., Term Loan B2, 3.25%, 1/31/21 | | 1,217 | 1,212,009 |
| LTS Buyer LLC, 1st Lien Term Loan, 4.00%, 4/13/20 | | 1,618 | 1,611,708 |

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| | | |
|---|---------------|-------------|
| | | 2,823,717 |
| Total Floating Rate Loan Interests | 125.1% | 439,296,230 |

| | | |
|--|-------------|-------------|
| Non-Agency Mortgage-Backed Securities | 0.2% | |
| Commercial Mortgage-Backed Securities | 0.2% | |
| Hilton USA Trust, Series 2013-HLT, Class EFX, 4.45%, 11/05/30 (b)(c) | | 813 831,926 |

| | | Beneficial Interest (000) | |
|---|-------------|--|---------|
| Other Interests (h) | | | |
| Auto Components | 0.0% | | |
| Lear Corp. Escrow | | 500 | 4,375 |
| Construction Materials | 0.0% | | |
| USI Senior Holdings | | 8 | |
| Diversified Financial Services | 0.1% | | |
| J.G. Wentworth LLC Preferred Equity Interests, (Acquired 11/18/13, cost \$837,898) (i) | | 12 | 174,036 |
| J.G. Wentworth LLC Preferred Equity Interests (180-day lock), (Acquired 11/18/13, cost \$837,899) (i) | | 12 | 165,334 |
| | | | 339,370 |
| Household Durables | 0.0% | | |
| Berkline Benchcraft Equity LLC | | 6 | |
| Total Other Interests | 0.1% | | 343,745 |

| | | Shares | |
|--|-------------|---------------|-------|
| Warrants (j) | | | |
| Chemicals | 0.0% | | |
| British Vita Holdings Co. (Non-Expiring) | | 166 | |
| Media | 0.0% | | |
| New Vision Holdings LLC (Expires 9/30/14) | | 22,447 | 1,214 |
| Software | 0.0% | | |
| Bankruptcy Management Solutions, Inc.: | | | |
| (Expires 6/28/18) | | 181 | |
| (Expires 6/28/19) | | 195 | |
| (Expires 6/28/20) | | 292 | |
| HMH Holdings/EduMedia (Issued/Exercisable 3/09/10, 19 Shares for 1 Warrant, Expires 6/22/19, Strike Price \$42.27) | | 1,501 | 7,393 |
| | | | 7,393 |
| Total Warrants | 0.0% | | 8,607 |

See Notes to Financial Statements.

Consolidated Schedule of Investments (continued)

BlackRock Floating Rate Income Trust (BGT)

(Percentages shown are based on Net Assets)

| Investment Companies | Shares | Value |
|--|-----------|----------------|
| Capital Markets 0.0% | | |
| Eaton Vance Floating-Rate Income Trust | 34 | \$ 518 |
| Eaton Vance Senior Income Trust | 8,925 | 61,404 |
| Total Investment Companies 0.0% | | 61,922 |
| Total Long-Term Investments | | |
| (Cost \$468,757,100) 133.8% | | 469,995,625 |
| | | |
| Short-Term Securities | | |
| BlackRock Liquidity Funds, TempFund, Institutional Class, 0.03% (k)(1) | 4,426,836 | 4,426,836 |
| Total Short-Term Securities | | |
| (Cost \$4,426,836) 1.3% | | 4,426,836 |
| | | |
| Options Purchased | | |
| (Cost \$25,422) 0.0% | | |
| Total Investments (Cost \$473,209,358) 135.1% | | 474,422,461 |
| Liabilities in Excess of Other Assets (35.1%) | | (123,338,449) |
| | | |
| Net Assets 100.0% | | \$ 351,084,012 |

Notes to Consolidated Schedule of Investments

- (a) Non-income producing security.
- (b) Security exempt from registration pursuant to Rule 144A under the Securities Act of 1933, as amended. These securities may be resold in transactions exempt from registration to qualified institutional investors.
- (c) Variable rate security. Rate shown is as of report date.
- (d) Zero-coupon bond.
- (e) Convertible security.
- (f) Issuer filed for bankruptcy and/or is in default of principal and/or interest payments.
- (g) When-issued security. Unsettled when-issued transactions were as follows:

| Counterparty | Value | Unrealized Appreciation |
|----------------------------|--------------|----------------------------|
| J.P. Morgan Securities LLC | \$ 1,462,450 | \$ 21,450 |

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- (h) Other interests represent beneficial interests in liquidation trusts and other reorganization or private entities.
- (i) Restricted security as to resale. As of report date, the Trust held restricted securities with a current value of \$339,370 and an original cost of \$1,675,797 which was 0.1% of its net assets.
- (j) Warrants entitle the Trust 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, if any.
- (k) Investments in issuers considered to be an affiliate of the Trust during the six months ended April 30, 2014, for purposes of Section 2(a)(3) of the 1940 Act, were as follows:

| Affiliate | Shares Held at October 31, 2013 | Net Activity | Shares Held at April 30, 2014 | Income |
|--|---------------------------------------|-----------------|-------------------------------------|--------|
| BlackRock Liquidity Funds, TempFund, Institutional Class | 3,378,158 | 1,048,678 | 4,426,836 | \$ 296 |

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

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

Forward foreign currency exchange contracts outstanding as of April 30, 2014 were as follows:

| Currency Purchased | Currency Sold | Counterparty | Settlement Date | Unrealized Appreciation (Depreciation) |
|-----------------------|------------------|---------------------------------|--------------------|--|
| EUR 3,000,000 | USD 4,156,974 | Deutsche Bank AG | 7/23/14 | \$ 4,348 |
| EUR 30,000 | USD 41,422 | State Street Bank and Trust Co. | 7/23/14 | 192 |
| GBP 34,000 | USD 57,180 | Citibank N.A. | 7/23/14 | 189 |
| USD 2,853,964 | CAD 3,140,000 | Deutsche Bank AG | 7/23/14 | (5,252) |
| USD 24,104,051 | EUR 17,440,000 | Barclays Bank PLC | 7/23/14 | (87,100) |
| USD 11,267,646 | GBP 6,707,000 | Barclays Bank PLC | 7/23/14 | (49,246) |
| Total | | | | \$ (136,869) |

See Notes to Financial Statements.

Consolidated Schedule of Investments (continued)

BlackRock Floating Rate Income Trust (BGT)

OTC options purchased as of April 30, 2014 were as follows:

| Description | Counterparty | Put/ Call | Strike Price | Expiration Date | Contracts | Market Value |
|--------------------------------|---------------------|--------------|-----------------|--------------------|-----------|-----------------|
| Marsico Parent Superholdco LLC | Goldman Sachs & Co. | Call | USD 942.86 | 12/14/19 | 26 | |

OTC credit default swaps sold protection outstanding as of April 30, 2014 were as follows:

| Issuer | Receive Fixed Rate | Counterparty | Expiration Date | Credit Rating ¹ | Notional Amount (000) ² | Market Value | Premiums Received | Unrealized Appreciation (Depreciation) |
|---|-----------------------|------------------------|--------------------|-------------------------------|---------------------------------------|-----------------|----------------------|--|
| Caesars Entertainment Operating Co., Inc. | 5.00% | Barclays Bank PLC | 9/20/15 | CCC- | USD 250 | \$ (33,852) | \$ (40,004) | \$ 6,152 |
| Caesars Entertainment Operating Co., Inc. | 5.00% | JPMorgan Chase Bank | 12/20/15 | CCC- | USD 331 | (55,708) | (67,967) | 12,259 |
| Caesars Entertainment Operating Co., Inc. | 5.00% | Citibank N.A. | 12/20/15 | CCC- | USD 189 | (31,815) | (34,640) | 2,825 |
| Caesars Entertainment Operating Co., Inc. | 5.00% | JPMorgan Chase Bank | 12/20/15 | CCC- | USD 77 | (12,908) | (13,652) | 744 |
| Caesars Entertainment Operating Co., Inc. | 5.00% | Citibank N.A. | 12/20/15 | CCC- | USD 91 | (15,331) | (14,958) | (373) |
| Caesars Entertainment Operating Co., Inc. | 5.00% | Goldman Sachs Bank USA | 12/20/15 | CCC- | USD 204 | (34,296) | (20,743) | (13,553) |
| Caesars Entertainment Operating Co., Inc. | 5.00% | Goldman Sachs Bank USA | 3/20/16 | CCC- | USD 131 | (26,507) | (23,257) | (3,250) |
| Caesars Entertainment Operating Co., Inc. | 5.00% | Goldman Sachs Bank USA | 3/20/16 | CCC- | USD 131 | (26,507) | (23,257) | (3,250) |
| Caesars Entertainment Operating Co., Inc. | 5.00% | Goldman Sachs Bank USA | 3/20/16 | CCC- | USD 385 | (77,857) | (65,108) | (12,749) |
| Caesars Entertainment Operating Co., Inc. | 5.00% | Citibank N.A. | 3/20/16 | CCC- | USD 73 | (14,725) | (9,603) | (5,122) |
| Caesars Entertainment Operating Co., Inc. | 5.00% | Goldman Sachs Bank USA | 6/20/16 | CCC- | USD 500 | (118,555) | (92,910) | (25,645) |
| Caesars Entertainment Operating Co., Inc. | 5.00% | JPMorgan Chase Bank | 6/20/16 | CCC- | USD 220 | (52,055) | (34,128) | (17,927) |
| Caesars Entertainment Operating Co., Inc. | 5.00% | Citibank N.A. | 9/20/16 | CCC- | USD 175 | (48,127) | (47,160) | (967) |
| Caesars Entertainment Operating Co., Inc. | 5.00% | Goldman Sachs Bank USA | 9/20/16 | CCC- | USD 1,126 | (309,746) | (201,456) | (108,290) |
| Caesars Entertainment Operating Co., Inc. | 5.00% | Goldman Sachs Bank USA | 3/20/17 | CCC- | USD 238 | (83,486) | (53,571) | (29,915) |
| Caesars Entertainment Operating Co., Inc. | 5.00% | Deutsche Bank AG | 6/20/17 | CCC- | USD 339 | (132,276) | (82,562) | (49,714) |
| Total | | | | | | \$ (1,073,751) | \$ (824,976) | \$ (248,775) |

¹ Using S&P's rating of the issuer.

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

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

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

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

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

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

Changes in valuation techniques may result in transfers into or out of an assigned level within the disclosure hierarchy. In accordance with the Trust's policy, transfers between different levels of the fair value disclosure hierarchy are deemed to have occurred as of the beginning of the reporting period. The categorization of a value determined for investments is based on the pricing transparency of the investment and is not necessarily an indication of the risks associated with investing in those securities. For information about the Trust's policy regarding valuation of investments, please refer to Note 2 of the Notes to Financial Statements.

The following tables summarize the Trust's investments and derivative financial instruments categorized in the disclosure hierarchy as of April 30, 2014:

| | Level 1 | Level 2 | Level 3 | Total |
|---------------------------------------|---------------------|-----------------------|---------------------|-----------------------|
| Assets: | | | | |
| Investments: | | | | |
| Long-Term Investments: | | | | |
| Asset-Backed Securities | | \$ 11,951,668 | | \$ 11,951,668 |
| Common Stocks | \$ 789,757 | 3,945,493 | \$ 145,215 | 4,880,465 |
| Corporate Bonds | | 12,621,062 | | 12,621,062 |
| Floating Rate Loan Interests | | 390,782,246 | 48,513,984 | 439,296,230 |
| Non-Agency Mortgage-Backed Securities | | 831,926 | | 831,926 |
| Other Interests | 174,036 | 165,334 | 4,375 | 343,745 |
| Warrants | | 7,393 | 1,214 | 8,607 |
| Investment Companies | 61,922 | | | 61,922 |
| Short-Term Securities | 4,426,836 | | | 4,426,836 |
| Unfunded Loan Commitments | | | 8,075 | 8,075 |
| Liabilities: | | | | |
| Unfunded Loan Commitments | | (5,937) | | (5,937) |
| Total | \$ 5,452,551 | \$ 420,299,185 | \$48,672,863 | \$ 474,424,599 |

See Notes to Financial Statements.

Consolidated Schedule of Investments (concluded)

BlackRock Floating Rate Income Trust (BGT)

| | Level 1 | Level 2 | Level 3 | Total |
|---|---------|--------------|---------|--------------|
| Derivative Financial Instruments ¹ | | | | |
| Assets: | | | | |
| Foreign currency exchange contracts | | \$ 4,729 | | \$ 4,729 |
| Credit contracts | | 21,980 | | 21,980 |
| Liabilities: | | | | |
| Foreign currency exchange contracts | | (141,598) | | (141,598) |
| Credit contracts | | (270,755) | | (270,755) |
| Total | | \$ (385,644) | | \$ (385,644) |

¹ Derivative financial instruments are swaps and forward foreign currency exchange contracts which are valued at the unrealized appreciation/depreciation on the instrument.

The carrying amount for certain of the Trust's assets and/or liabilities approximates fair value for financial statement purposes. As of April 30, 2014, such assets and/or liabilities are categorized within the disclosure hierarchy as follows:

| | Level 1 | Level 2 | Level 3 | Total |
|--|--------------|------------------|---------|------------------|
| Assets: | | | | |
| Cash | \$ 880,397 | | | \$ 880,397 |
| Cash pledged as collateral for OTC derivatives | 600,000 | | | 600,000 |
| Liabilities: | | | | |
| Foreign bank overdraft | | \$ (4,207,652) | | (4,207,652) |
| Bank borrowings payable | | (109,000,000) | | (109,000,000) |
| Total | \$ 1,480,397 | \$ (113,207,652) | | \$ (111,727,255) |

There were no transfers between Level 1 and Level 2 during the six months ended April 30, 2014.

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

| | Asset-Backed Securities | Common Stocks | Floating | | Unfunded Loan | | Total | |
|---|-------------------------|---------------|---------------|-----------------|---------------|----------------------|----------|---------------|
| | | | Rate Loan | Other Interests | Unfunded Loan | Unfunded Loan | | |
| | | | Interests | Interests | Warrants | Assets (Liabilities) | | |
| Assets: | | | | | | | | |
| Opening Balance, as of October 31, 2013 | \$ 14,250,070 | \$ 2,637,960 | \$ 28,839,567 | \$ 1,426,986 | \$ 1,548 | \$ 14,706 | \$ (902) | \$ 47,169,935 |
| Transfers into Level 3 ¹ | | | 25,132,322 | | | | | 25,132,322 |
| Transfers out of Level 3 ² | (11,831,768) | (2,357,445) | (8,840,597) | | | | 902 | (23,028,908) |
| Accrued discounts/premiums | 6,650 | | 55,471 | | | | | 62,121 |
| Net realized gain (loss) | 171,653 | 240,329 | 53,388 | 1,361,240 | | | | 1,826,610 |
| Net change in unrealized appreciation/depreciation ^{3,4} | (166,017) | (46,461) | 141,972 | 1,098,585 | (334) | (6,631) | | 1,021,114 |
| Purchases | | | 14,460,805 | | | | | 14,460,805 |
| Sales | (2,430,588) | (329,168) | (11,328,944) | (3,882,436) | | | | (17,971,136) |
| Closing Balance, as of April 30, 2014 | | \$ 145,215 | \$ 48,513,984 | \$ 4,375 | \$ 1,214 | \$ 8,075 | | \$ 48,672,863 |

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| | | | | | | | | | | | | |
|---|----|---------|----|---------|----|-------|----|-------|----|-------|----|---------|
| Net change in unrealized appreciation/depreciation on investments still held at April 30, 2014 ⁴ | \$ | 137,147 | \$ | 162,328 | \$ | 1,875 | \$ | (334) | \$ | 8,075 | \$ | 309,091 |
|---|----|---------|----|---------|----|-------|----|-------|----|-------|----|---------|

¹ As of October 31, 2013, the Trust used observable inputs in determining the value of certain investments. As of April 30, 2014, the Trust used significant unobservable inputs in determining the value of the same investments. As a result, investments with a beginning of period value of \$25,132,322 transferred from Level 2 to Level 3 in the disclosure hierarchy.

² As of October 31, 2013, the Trust used significant unobservable inputs in determining the value of certain investments. As of April 30, 2014, the Trust used observable inputs in determining the value of the same investments. As a result, investments with a beginning of period value of \$23,028,908 transferred from Level 3 to Level 2 in the disclosure hierarchy.

³ Included in the related net change in unrealized appreciation/depreciation in the Statements of Operations.

⁴ Any difference between Net change in unrealized appreciation/depreciation and Net change in unrealized appreciation/depreciation on investments still held at April 30, 2014 is generally due to investments no longer held or categorized as Level 3 at period end.

The Trust's investments that are categorized as Level 3 were valued utilizing third party pricing information without adjustment. Such valuations are based on unobservable inputs. A significant change in third party information could result in a significantly lower or higher value of such Level 3 investments.

See Notes to Financial Statements.

Schedule of Investments April 30, 2014 (Unaudited)

BlackRock Multi-Sector Income Trust (BIT)

(Percentages shown are based on Net Assets)

| | Par | | |
|--|--------------|--------------|--|
| | (000) | Value | |
| Asset-Backed Securities | | | |
| ACAS CLO Ltd., Series 2013-1A, Class D, 3.83%, 4/20/25 (a)(b)(c) | USD 2,500 | \$ 2,412,500 | |
| Adirondack Park CLO Ltd., Series 2013-1A (a)(b): | | | |
| Class D, 3.88%, 4/15/24 (c) | 3,250 | 3,174,522 | |
| Class E, 4.88%, 4/15/24 | 2,000 | 1,835,000 | |
| ALM Loan Funding, Series 2013-7RA (a)(b): | | | |
| Class C, 3.68%, 4/24/24 | 4,000 | 3,868,972 | |
| Class D, 5.23%, 4/24/24 | 1,000 | 955,116 | |
| ALM V Ltd., Series 2012-5A, Class C, 4.74%, 2/13/23 (a)(b) | 4,000 | 4,010,128 | |
| AMMC CLO XII Ltd., Series 2013-12A, Class D1, 3.99%, 5/10/25 (a)(b)(c) | 1,000 | 972,450 | |
| Apidos CLO XII, Series 2013-12A, Class D, 3.28%, 4/15/25 (a)(b) | 1,000 | 950,832 | |
| Atrium X, Series 10A (a)(b): | | | |
| Class D, 3.73%, 7/16/25 | 1,000 | 967,807 | |
| Class E, 4.73%, 7/16/25 | 2,000 | 1,826,350 | |
| Benefit Street Partners CLO II Ltd., Series 2013-IIA, Class C, 3.73%, 7/15/24 (a)(b) | 1,000 | 959,545 | |
| Benefit Street Partners CLO Ltd., Series 2012-IA, Class C, 4.73%, 10/15/23 (a)(b)(c) | 2,750 | 2,764,330 | |
| BlueMountain CLO Ltd., Series 2013-1A, Class C, 3.64%, 5/15/25 (a)(b) | 1,000 | 959,972 | |
| Brookside Mill CLO Ltd., Series 2013-1A, Class D, 3.28%, 4/17/25 (a)(b) | 1,250 | 1,174,759 | |
| C-BASS Trust, Series 2006-CB7, Class A4, 0.31%, 10/25/36 (a) | 10,412 | 6,672,526 | |
| Carlyle Global Market Strategies CLO Ltd., Class D (a)(b): | | | |
| Series 2012-4A, 4.73%, 1/20/25 | 1,350 | 1,357,574 | |
| Series 2013-2A, 3.98%, 4/18/25 | 1,250 | 1,223,760 | |
| Carrington Mortgage Loan Trust, Series 2006-FRE2 (a): | | | |
| Class A2, 0.27%, 10/25/36 | 7,646 | 4,207,971 | |
| Class A5, 0.23%, 10/25/36 | 8,108 | 4,439,755 | |
| Central Park CLO Ltd., Series 2011-1A, Class D, 3.43%, 7/23/22 (a)(b) | 2,250 | 2,216,428 | |
| CIFC Funding Ltd., Class B1L (a)(b): | | | |
| Series 2012-1A, 5.49%, 8/14/24 | 2,000 | 2,010,000 | |
| Series 2013-2A, 3.83%, 4/21/25 | 1,000 | 975,860 | |
| Citigroup Mortgage Loan Trust, Inc., Series 2005-HE3, Class M2, 0.63%, 9/25/35 (a) | 4,800 | 4,200,821 | |
| Countrywide Asset-Backed Certificates (a): | | | |
| Series 2006-BC5, Class 2A3, 0.32%, 3/25/37 | 5,906 | 4,908,073 | |
| Series 2007-6, Class 2A2, 0.32%, 9/25/37 | 3,071 | 2,969,163 | |
| Credit Suisse ABS Repackaging Trust, Series 2013-A, Class B, 2.50%, 1/25/30 (b) | 2,218 | 2,106,900 | |
| Dryden XXIII Senior Loan Fund, Series 2012-23A, Class D, 6.23%, 7/17/23 (a)(b) | 2,000 | 1,999,920 | |
| ECP CLO Ltd., Series 2013-5A, Class C, 3.73%, 1/20/25 (a)(b)(c) | 2,500 | 2,413,652 | |
| Fieldstone Mortgage Investment Trust, Series 2006-3 (a): | | | |
| Class 2A3, 0.31%, 11/25/36 | 13,722 | 7,943,144 | |
| Class 2A4, 0.39%, 11/25/36 | 12,731 | 7,389,778 | |
| Flatiron CLO Ltd., Series 2012-1A, Class C, 4.73%, 10/25/24 (a)(b) | 750 | 754,105 | |
| Fremont Home Loan Trust, Class 2A3 (a): | | | |
| Series 2006-A, 0.31%, 5/25/36 | 28,286 | 14,194,870 | |
| Series 2006-D, 0.30%, 11/25/36 | 26,315 | 12,375,777 | |
| GoldenTree Loan Opportunities VII Ltd., Series 2013-7A, Class D, 3.53%, 4/25/25 (a)(b) | 1,250 | 1,200,856 | |
| | Par | | |
| | (000) | Value | |
| Asset-Backed Securities | | | |
| GSAMP Trust (a): | | | |
| Series 2005-AHL2, Class A2C, 0.39%, 12/25/35 | USD 6,973 | \$ 6,282,677 | |
| Series 2006-FM2, Class A2C, 0.30%, 9/25/36 | 13,296 | 5,722,267 | |
| Series 2007-FM2, Class A2B, 0.24%, 1/25/37 | 9,733 | 5,743,409 | |
| Halecyon Loan Advisors Funding Ltd., Series 2013-1A, Class C, 3.73%, 4/15/25 (a)(b) | 2,000 | 1,910,870 | |
| Home Equity Mortgage Loan Asset-Backed Trust, Series 2006-E, Class 2A3, 0.32%, 4/25/37 (a) | 15,940 | 10,469,775 | |
| ING IM CLO Ltd., Series 2013-2A, Class C, 3.73%, 4/25/25 (a)(b) | 1,000 | 968,018 | |

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| | | |
|---|--------|--------------------|
| Jamestown CLO I Ltd., Series 2012-1A, Class C, 4.16%, 11/05/24 (a)(b) | 2,550 | 2,541,378 |
| Lehman XS Trust (a): | | |
| Series 2005-9N, Class 1A1, 0.42%, 2/25/36 | 5,634 | 4,789,050 |
| Series 2007-1, Class 2A1, 5.73%, 2/25/37 | 10,833 | 10,034,314 |
| Madison Park Funding Ltd., Series 2012-8X, Class E, 5.58%, 4/22/22 (a) | 3,000 | 2,923,662 |
| Mastr Asset-Backed Securities Trust (a): | | |
| Series 2006-HE2, Class A3, 0.30%, 6/25/36 | 13,676 | 7,233,628 |
| Series 2006-WMC2, Class A5, 0.40%, 4/25/36 | 9,927 | 4,277,456 |
| Morgan Stanley IXIS Real Estate Capital Trust, Series 2006-2, Class A3, 0.30%, 11/25/36 (a) | 16,794 | 7,870,832 |
| Morgan Stanley Mortgage Loan Trust, Series 2006-12XS, Class A4, 6.01%, 10/25/36 (d) | 3,975 | 2,217,011 |
| Mountain View CLO Ltd., Series 2013-1A, Class D, 3.53%, 4/12/24 (a)(b) | 750 | 708,788 |
| Octagon Investment Partners XIV Ltd., Series 2012-1A, Class C, 4.23%, 1/15/24 (a)(b) | 1,000 | 1,002,818 |
| Octagon Investment Partners XVI Ltd., Series 2013-1A, Class D, 3.58%, 7/17/25 (a)(b) | 750 | 723,498 |
| OHA Credit Partners VII Ltd., Series 2012-7A, Class D, 4.23%, 11/20/23 (a)(b)(c) | 3,000 | 2,996,640 |
| OZLM Funding IV Ltd., Series 2013-4A, Class C, 3.43%, 7/22/25 (a)(b) | 1,250 | 1,174,384 |
| OZLM Funding Ltd., Series 2012-2A, Class C, 4.57%, 10/30/23 (a)(b) | 2,000 | 2,005,566 |
| Race Point CLO Ltd., Series 2011-5AR, Class ER, 6.23%, 12/15/22 (a)(b) | 1,500 | 1,500,000 |
| Renaissance Home Equity Loan Trust, Series 2007-3 (d): | | |
| Class AF2, 7.00%, 9/25/37 | 4,914 | 3,145,808 |
| Class AF3, 7.24%, 9/25/37 | 9,829 | 6,289,718 |
| Saxon Asset Securities Trust, Series 2007-3, Class 2A3, 0.55%, 9/25/47 (a) | 5,000 | 3,159,590 |
| Scholar Funding Trust, Series 2013-A, Class R, 0.00%, 1/30/45 (b) | (e) | 3,922,548 |
| Tyron Park CLO Ltd., Series 2013-1A (a)(b): | | |
| Class C, 3.73%, 7/15/25 | 1,250 | 1,209,794 |
| Class D, 4.63%, 7/15/25 | 1,000 | 906,760 |
| WaMu Asset-Backed Certificates Trust, Series 2007-HE3, Class 2A3, 0.39%, 5/25/47 (a) | 11,451 | 7,365,787 |
| Total Asset-Backed Securities 28.9% | | 221,489,262 |

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Multi-Sector Income Trust (BIT)

(Percentages shown are based on Net Assets)

| | Par | |
|---|-----------|--------------|
| | (000) | Value |
| Corporate Bonds | | |
| Airlines 5.1% | | |
| Air Canada Pass-Through Trust, Series 2013-1 (b)(c): | | |
| Class B, 5.38%, 11/15/22 | USD 3,400 | \$ 3,493,500 |
| Class C, 6.63%, 5/15/18 | 761 | 780,086 |
| American Airlines Pass-Through Trust (b): | | |
| Series 2013-1, Class C, 6.13%, 7/15/18 (c) | 1,500 | 1,580,625 |
| Series 2013-2, Class A, 4.95%, 7/15/24 (c) | 4,052 | 4,346,190 |
| Series 2013-2, Class B, 5.60%, 1/15/22 | 935 | 979,901 |
| Series 2013-2, Class C, 6.00%, 1/15/17 | 2,800 | 2,901,500 |
| Continental Airlines Pass-Through Trust (c): | | |
| Series 2003-ERJ1, 7.88%, 1/02/20 | 7,950 | 8,665,663 |
| Series 2007-1, Class B, 6.90%, 10/19/23 | 3,492 | 3,780,312 |
| Series 2012-1, Class B, 6.25%, 10/11/21 | 517 | 561,935 |
| Series 2012-3, Class C, 6.13%, 4/29/18 | 678 | 722,070 |
| Delta Air Lines Pass-Through Trust, Class B (c): | | |
| Series 2007-1, 8.02%, 2/10/24 | 2,464 | 2,858,240 |
| Series 2012-1, 6.88%, 5/07/19 (b) | 4,651 | 5,104,252 |
| US Airways Pass-Through Trust, Series 2013-1, Class B, 5.38%, 5/15/23 (c) | 3,100 | 3,177,500 |
| | | 38,951,774 |
| Auto Components 1.6% | | |
| Chrysler Group LLC/CG Co-Issuer, Inc. (b): | | |
| 8.00%, 6/15/19 | 1,212 | 1,327,140 |
| 8.25%, 6/15/21 | 1,300 | 1,460,875 |
| Dana Holding Corp., 6.75%, 2/15/21 (c) | 1,257 | 1,362,274 |
| Icahn Enterprises LP/Icahn Enterprises Finance Corp. (b): | | |
| 3.50%, 3/15/17 | 170 | 171,275 |
| 4.88%, 3/15/19 (c) | 2,898 | 2,937,847 |
| 6.00%, 8/01/20 (c) | 2,174 | 2,293,570 |
| 5.88%, 2/01/22 (c) | 1,334 | 1,354,010 |
| Schaeffler Finance BV, 4.75%, 5/15/21 (b)(c) | 1,045 | 1,072,431 |
| | | 11,979,422 |
| Automobiles 0.7% | | |
| General Motors Co. (b)(c): | | |
| 3.50%, 10/02/18 | 2,669 | 2,725,716 |
| 6.25%, 10/02/43 | 2,194 | 2,402,430 |
| | | 5,128,146 |
| Building Products 0.8% | | |
| American Builders & Contractors Supply Co., Inc., 5.63%, 4/15/21 (b)(c) | 375 | 388,125 |
| Builders FirstSource, Inc., 7.63%, 6/01/21 (b)(c) | 1,100 | 1,182,500 |
| Building Materials Corp. of America, 6.75%, 5/01/21 (b)(c) | 3,125 | 3,382,812 |
| Cemex SAB de CV, 5.88%, 3/25/19 (b) | 200 | 205,500 |
| USG Corp., 9.75%, 1/15/18 (c) | 572 | 689,260 |
| | | 5,848,197 |
| Capital Markets 0.8% | | |
| AE-Rotor Holding BV, 4.97%, 3/28/18 | 2,500 | 2,530,775 |
| American Capital Ltd., 6.50%, 9/15/18 (b)(c) | 700 | 743,750 |
| Credit Suisse Group AG, 7.50% (a)(b)(c)(f) | 2,851 | 3,096,899 |
| | | 6,371,424 |
| Chemicals 0.7% | | |
| Celanese US Holdings LLC, 6.63%, 10/15/18 (c) | 1,555 | 1,636,638 |
| PetroLogistics LP/PetroLogistics Finance Corp., 6.25%, 4/01/20 | 246 | 251,228 |
| | 3,392 | 3,476,800 |

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Rockwood Specialties Group, Inc.,
4.63%, 10/15/20 (c)

| | | |
|--|--------------|--------------|
| | | 5,364,666 |
| Commercial Banks 2.5% | | |
| CIT Group, Inc., 5.25%, 3/15/18 (c) | 9,558 | 10,250,955 |
| Fifth Third Bancorp, 5.10% (a)(c)(f) | 5,000 | 4,625,000 |
| | Par | |
| | | |
| Corporate Bonds | (000) | Value |
| Commercial Banks (concluded) | | |
| Sberbank of Russia Via SB Capital SA, 5.25%, 5/23/23 (b)(c) | USD 5,000 | \$ 4,275,000 |
| | | 19,150,955 |
| Commercial Services & Supplies 2.2% | | |
| ARAMARK Corp., 5.75%, 3/15/20 (c) | 672 | 704,760 |
| Aviation Capital Group Corp., 6.75%, 4/06/21 (b)(c) | 5,000 | 5,591,665 |
| Brand Energy & Infrastructure Services, Inc., 8.50%, 12/01/21 (b) | 406 | 430,360 |
| Catalent Pharma Solutions, Inc., 7.88%, 10/15/18 (c) | 1,000 | 1,017,000 |
| United Rentals North America, Inc. (c): 8.25%, 2/01/21 | 4,204 | 4,703,225 |
| 7.63%, 4/15/22 | 2,440 | 2,745,000 |
| West Corp., 8.63%, 10/01/18 (c) | 1,346 | 1,436,855 |
| | | 16,628,865 |
| Communications Equipment 1.0% | | |
| Alcatel-Lucent USA, Inc., 8.88%, 1/01/20 (b)(c) | 942 | 1,059,750 |
| Avaya, Inc., 7.00%, 4/01/19 (b)(c) | 691 | 687,545 |
| Zayo Group LLC/Zayo Capital, Inc., 10.13%, 7/01/20 (c) | 5,000 | 5,787,500 |
| | | 7,534,795 |
| Computers & Peripherals 0.1% | | |
| Pacific Emerald Property Ltd., 9.75%, 7/25/18 | 1,000 | 1,043,750 |
| Construction & Engineering 0.3% | | |
| Alam Synergy Property Ltd., 6.95%, 3/27/20 | 2,000 | 1,905,000 |
| BlueLine Rental Finance Corp., 7.00%, 2/01/19 (b) | 183 | 195,810 |
| Safway Group Holding LLC/Safway Finance Corp., 7.00%, 5/15/18 (b)(c) | 290 | 307,400 |
| | | 2,408,210 |
| Construction Materials 1.7% | | |
| HD Supply, Inc. (c): 8.13%, 4/15/19 | 2,292 | 2,538,390 |
| 11.00%, 4/15/20 | 2,900 | 3,422,000 |
| 7.50%, 7/15/20 | 6,388 | 6,915,010 |
| | | 12,875,400 |
| Distributors 0.1% | | |
| VWR Funding, Inc., 7.25%, 9/15/17 (c) | 652 | 699,172 |
| Diversified Consumer Services 0.3% | | |
| APX Group, Inc.: 6.38%, 12/01/19 | 289 | 294,058 |
| 8.75%, 12/01/20 (c) | 1,428 | 1,456,560 |
| Laureate Education, Inc., 9.25%, 9/01/19 (b)(c) | 624 | 658,320 |
| | | 2,408,938 |
| Diversified Financial Services 4.7% | | |
| Aircastle Ltd., 6.25%, 12/01/19 (c) | 624 | 672,360 |
| Ally Financial, Inc., 8.00%, 11/01/31 (c) | 9,315 | 11,457,450 |
| DPL, Inc., 6.50%, 10/15/16 (c) | 638 | 689,040 |
| General Motors Financial Co., Inc. (c): 3.25%, 5/15/18 | 235 | 237,350 |
| 4.25%, 5/15/23 | 326 | 319,888 |
| Jefferies Finance LLC/JFIN Co-Issuer Corp., 7.38%, 4/01/20 (b)(c) | 845 | 885,137 |
| | 331 | 333,482 |

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Jefferies LoanCore LLC/JLC Finance Corp.,

6.88%, 6/01/20 (b)

| | | |
|--|--------|------------|
| Macquarie Bank Ltd., 10.25%, 6/20/57 (a) | 10,000 | 11,350,000 |
|--|--------|------------|

Reynolds Group Issuer, Inc. (c):

| | | |
|----------------|-------|-----------|
| 9.88%, 8/15/19 | 3,278 | 3,638,580 |
|----------------|-------|-----------|

| | | |
|-----------------|-------|-----------|
| 5.75%, 10/15/20 | 4,941 | 5,138,640 |
|-----------------|-------|-----------|

| | | |
|----------------|-------|-----------|
| 8.25%, 2/15/21 | 1,124 | 1,215,325 |
|----------------|-------|-----------|

35,937,252

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Multi-Sector Income Trust (BIT)

(Percentages shown are based on Net Assets)

| | Par | Value |
|--|---------|------------|
| | (000) | |
| Corporate Bonds | | |
| Diversified Telecommunication Services 3.8% | | |
| CenturyLink, Inc., Series V, 5.63%, 4/01/20 (c) | USD 834 | \$ 876,743 |
| Cequel Communications Escrow 1 LLC/Cequel Capital Corp., 6.38%, 9/15/20 (b)(c) | 662 | 693,445 |
| Consolidated Communications Finance Co., 10.88%, 6/01/20 (c) | 1,264 | 1,466,240 |
| Level 3 Communications, Inc., 8.88%, 6/01/19 (c) | 1,234 | 1,354,315 |
| Level 3 Financing, Inc., 8.13%, 7/01/19 (c) | 7,722 | 8,445,937 |
| Verizon Communications, Inc., 6.55%, 9/15/43 (c) | 12,500 | 15,418,675 |
| Windstream Corp. (c): | | |
| 7.75%, 10/15/20 | 535 | 577,800 |
| 6.38%, 8/01/23 | 470 | 457,075 |
| | | 29,290,230 |
| Electric Utilities 1.6% | | |
| Electricite de France SA, 5.25% (a)(b)(c)(f) | 7,500 | 7,653,750 |
| Star Energy Geothermal Wayang Windu Ltd., 6.13%, 3/27/20 | 5,000 | 4,900,000 |
| | | 12,553,750 |
| Energy Equipment & Services 1.6% | | |
| CGG SA, 6.50%, 6/01/21 (c) | 2,564 | 2,583,230 |
| MEG Energy Corp., 6.50%, 3/15/21 (b)(c) | 1,586 | 1,669,265 |
| Peabody Energy Corp. (c): | | |
| 6.00%, 11/15/18 | 176 | 187,000 |
| 6.25%, 11/15/21 | 1,625 | 1,649,375 |
| Transocean, Inc., 7.35%, 12/15/41 (c) | 5,000 | 6,067,560 |
| | | 12,156,430 |
| Food & Staples Retailing 0.1% | | |
| Rite Aid Corp., 6.75%, 6/15/21 (c) | 506 | 550,275 |
| Food Products 0.4% | | |
| Barry Callebaut Services NV, 5.50%, 6/15/23 (b) | 1,200 | 1,256,196 |
| Pinnacle Foods Finance LLC, 4.88%, 5/01/21 (c) | 395 | 387,100 |
| Post Holdings, Inc., 6.75%, 12/01/21 (b)(c) | 460 | 481,850 |
| Smithfield Foods, Inc. (b)(c): | | |
| 5.25%, 8/01/18 | 596 | 621,330 |
| 5.88%, 8/01/21 | 307 | 322,734 |
| | | 3,069,210 |
| Health Care Equipment & Supplies 1.2% | | |
| Biomet, Inc. (c): | | |
| 6.50%, 8/01/20 | 5,795 | 6,338,281 |
| 6.50%, 10/01/20 | 2,904 | 3,165,360 |
| | | 9,503,641 |
| Health Care Providers & Services 4.0% | | |
| Aviv Healthcare Properties LP/Aviv Healthcare Capital Corp., 6.00%, 10/15/21 (c) | 871 | 914,550 |
| CHS/Community Health Systems, Inc., 6.88%, 2/01/22 (b) | 548 | 567,865 |
| HCA, Inc.: | | |
| 6.50%, 2/15/20 (c) | 10,643 | 11,866,945 |
| 5.88%, 3/15/22 | 124 | 132,990 |
| 4.75%, 5/01/23 | 161 | 158,183 |
| Hologic, Inc., 6.25%, 8/01/20 (c) | 3,216 | 3,400,920 |
| LifePoint Hospitals, Inc., 5.50%, 12/01/21 (b)(c) | 527 | 548,080 |
| Tenet Healthcare Corp. (c): | | |
| 6.25%, 11/01/18 | 6,087 | 6,698,743 |

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| | | | |
|--|------------|--------------|--------------|
| 8.00%, 8/01/20 | | 2,969 | 3,228,787 |
| 6.00%, 10/01/20 (b) | | 1,150 | 1,207,500 |
| 8.13%, 4/01/22 | | 2,137 | 2,372,070 |
| | | | 31,096,633 |
| | Par | | |
| Corporate Bonds | | (000) | Value |
| Hotels, Restaurants & Leisure 3.8% | | | |
| Caesars Entertainment Operating Co., Inc., 9.00%, 2/15/20 (c) | USD | 2,499 | \$ 2,178,504 |
| Caesars Entertainment Resort Properties LLC/Caesars Entertainment Resort Property, 8.00%, 10/01/20 (b)(c) | | 2,773 | 2,883,920 |
| Diamond Resorts Corp., 12.00%, 8/15/18 (c) | | 620 | 675,025 |
| Enterprise Inns PLC, 6.50%, 12/06/18 | GBP | 3,320 | 5,955,828 |
| PNK Finance Corp., 6.38%, 8/01/21 (b)(c) | USD | 490 | 514,500 |
| The Unique Pub Finance Co. PLC: Series A3, 6.54%, 3/30/21 | GBP | 2,842 | 5,050,117 |
| Series M, 7.40%, 3/28/24 | | 6,400 | 11,075,898 |
| Wynn Macau Ltd., 5.25%, 10/15/21 (b)(c) | USD | 765 | 776,475 |
| | | | 29,110,267 |
| Household Durables 0.3% | | | |
| Standard Pacific Corp., 8.38%, 1/15/21 (c) | | 2,000 | 2,370,000 |
| Taylor Morrison Communities, Inc./Monarch Communities, Inc., 5.25%, 4/15/21 (b)(c) | | 357 | 360,570 |
| | | | 2,730,570 |
| Independent Power Producers & Energy Traders 0.5% | | | |
| Calpine Corp. (b): 6.00%, 1/15/22 | | 254 | 269,875 |
| 5.88%, 1/15/24 | | 240 | 246,300 |
| NRG Energy, Inc., 7.63%, 1/15/18 (c) | | 2,735 | 3,097,388 |
| | | | 3,613,563 |
| Insurance 1.1% | | | |
| A-S Co-Issuer Subsidiary, Inc./A-S Merger Sub LLC, 7.88%, 12/15/20 (b)(c) | | 680 | 720,800 |
| Genworth Holdings, Inc., 6.50%, 6/15/34 (c) | | 5,500 | 6,561,412 |
| MPL 2 Acquisition Canco, Inc., 9.88%, 8/15/18 (b)(c) | | 1,400 | 1,508,500 |
| | | | 8,790,712 |
| Internet Software & Services 0.1% | | | |
| Equinix, Inc., 4.88%, 4/01/20 | | 144 | 146,880 |
| VeriSign, Inc., 4.63%, 5/01/23 (c) | | 575 | 550,563 |
| | | | 697,443 |
| IT Services 2.5% | | | |
| Ceridian Corp., 8.88%, 7/15/19 (b)(c) | | 2,007 | 2,285,471 |
| Ceridian HCM Holding, Inc., 11.00%, 3/15/21 (b)(c) | | 742 | 857,010 |
| Epicor Software Corp., 8.63%, 5/01/19 (c) | | 425 | 463,250 |
| First Data Corp. (b)(c): 7.38%, 6/15/19 | | 5,071 | 5,438,647 |
| 6.75%, 11/01/20 | | 4,788 | 5,111,190 |
| SunGard Data Systems, Inc., 6.63%, 11/01/19 (c) | | 5,003 | 5,240,643 |
| | | | 19,396,211 |
| Media 6.4% | | | |
| Bharti Airtel International Netherlands BV, 5.13%, 3/11/23 | | 3,000 | 2,934,000 |
| Cablevision Systems Corp., 5.88%, 9/15/22 (c) | | 700 | 708,750 |
| CBS Outdoor Americas Capital LLC/CBS Outdoor Americas Capital Corp. (b): 5.25%, 2/15/22 | | 117 | 119,925 |
| 5.63%, 2/15/24 | | 94 | 96,585 |
| CCO Holdings LLC/CCO Holdings Capital Corp., 5.13%, 2/15/23 (c) | | 7,029 | 6,862,061 |
| Clear Channel Communications, Inc., 9.00%, 12/15/19 (c) | | 700 | 745,500 |
| Clear Channel Worldwide Holdings, Inc. (c): | | | |

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| | | |
|--|-------|-----------|
| 7.63%, 3/15/20 | 5,274 | 5,682,735 |
| 6.50%, 11/15/22 | 2,573 | 2,753,110 |
| Columbus International, Inc., 7.38%, 3/30/21 (b) | 1,560 | 1,630,200 |

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2014

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Schedule of Investments (continued)

BlackRock Multi-Sector Income Trust (BIT)

(Percentages shown are based on Net Assets)

| | Par | | Value |
|---|-----------|--|--------------|
| | (000) | | |
| Corporate Bonds | | | |
| Media (concluded) | | | |
| DISH DBS Corp. (c): | | | |
| 4.25%, 4/01/18 | USD 1,000 | | \$ 1,045,000 |
| 5.13%, 5/01/20 | 5,500 | | 5,775,000 |
| Gannett Co., Inc., 6.38%, 10/15/23 (b)(c) | 1,400 | | 1,484,000 |
| Gray Television, Inc., 7.50%, 10/01/20 (c) | 891 | | 957,825 |
| Intelsat Jackson Holdings SA (c): | | | |
| 7.25%, 10/15/20 | 1,250 | | 1,350,000 |
| 5.50%, 8/01/23 (b) | 1,271 | | 1,243,991 |
| Intelsat Luxembourg SA, 6.75%, 6/01/18 (c) | 3,000 | | 3,172,500 |
| Live Nation Entertainment, Inc., 7.00%, 9/01/20 (b) | 199 | | 216,910 |
| Midcontinent Communications & Midcontinent Finance Corp., 6.25%, 8/01/21 (b)(c) | 250 | | 258,750 |
| NAI Entertainment Holdings/NAI Entertainment Holdings Finance Corp., | | | |
| 5.00%, 8/01/18 (b)(c) | 629 | | 655,733 |
| Radio One, Inc., 9.25%, 2/15/20 (b) | 685 | | 728,669 |
| RCN Telecom Services LLC/RCN Capital Corp., | | | |
| 8.50%, 8/15/20 (b)(c) | 630 | | 667,800 |
| Sirius XM Holdings, Inc., 4.25%, 5/15/20 (b)(c) | 994 | | 954,240 |
| Unitymedia Hessen GmbH & Co. KG/Unitymedia NRW GmbH, 5.50%, 1/15/23 (b)(c) | 5,287 | | 5,339,870 |
| Univision Communications, Inc., 5.13%, 5/15/23 (b)(c) | 2,093 | | 2,134,860 |
| Virgin Media Finance PLC, 6.38%, 4/15/23 (b)(c) | 805 | | 845,250 |
| WaveDivision Escrow LLC/WaveDivision Escrow Corp., 8.13%, 9/01/20 (b)(c) | 980 | | 1,048,600 |
| | | | 49,411,864 |
| Metals & Mining 1.6% | | | |
| ArcelorMittal, 6.13%, 6/01/18 (c) | 1,900 | | 2,082,875 |
| Commercial Metals Co., 4.88%, 5/15/23 (c) | 984 | | 944,640 |
| Novelis, Inc., 8.75%, 12/15/20 (c) | 7,164 | | 7,987,860 |
| Wise Metals Group LLC/Wise Alloys Finance Corp., 8.75%, 12/15/18 (b)(c) | 1,140 | | 1,208,400 |
| | | | 12,223,775 |
| Multiline Retail 0.4% | | | |
| Dollar General Corp., 4.13%, 7/15/17 (c) | 643 | | 687,052 |
| The Neiman Marcus Group Ltd.: | | | |
| 8.00%, 10/15/21 (b)(c) | 927 | | 1,015,065 |
| 8.75% (8.75% Cash or 9.50% PIK), 10/15/21 (b)(c)(g) | 963 | | 1,064,115 |
| | | | 2,766,232 |
| Oil, Gas & Consumable Fuels 2.0% | | | |
| Antero Resources Finance Corp., | | | |
| 5.38%, 11/01/21 (b) | 284 | | 290,390 |
| Athlon Holdings LP/Athlon Finance Corp., | | | |
| 7.38%, 4/15/21 (b) | 254 | | 274,320 |
| Aurora USA Oil & Gas, Inc. (b): | | | |
| 9.88%, 2/15/17 | 190 | | 210,900 |
| 7.50%, 4/01/20 | 224 | | 255,024 |
| Bonanza Creek Energy, Inc., 6.75%, 4/15/21 | 99 | | 105,930 |
| Chesapeake Energy Corp., 5.75%, 3/15/23 (c) | 1,145 | | 1,216,562 |
| Continental Resources, Inc., 4.50%, 4/15/23 (c) | 283 | | 297,391 |
| CrownRock LP/CrownRock Finance, Inc., | | | |
| 7.13%, 4/15/21 (b)(c) | 383 | | 405,022 |
| Kinder Morgan, Inc., 5.63%, 11/15/23 (b)(c) | 486 | | 486,247 |
| Memorial Production Partners LP/Memorial Production Finance Corp., 7.63%, 5/01/21 (c) | 334 | | 351,953 |
| MIE Holdings Corp., 6.88%, 2/06/18 | 2,000 | | 2,000,000 |
| Oasis Petroleum, Inc., 6.88%, 3/15/22 (b)(c) | 529 | | 573,965 |
| Offshore Group Investment Ltd., 7.13%, 4/01/23 | 62 | | 61,070 |
| Pacific Drilling SA, 5.38%, 6/01/20 (b)(c) | 669 | | 650,602 |
| Pertamina Persero PT, 5.63%, 5/20/43 (b)(c) | 2,000 | | 1,697,500 |

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| | Par | | |
|--|-------|-------|--------------|
| | (000) | | Value |
| Corporate Bonds | | | |
| Oil, Gas & Consumable Fuels (concluded) | | | |
| Range Resources Corp.: | | | |
| 5.75%, 6/01/21 (c) | USD | 2,874 | \$ 3,075,180 |
| 5.00%, 8/15/22 | | 91 | 93,503 |
| 5.00%, 3/15/23 | | 211 | 215,220 |
| Regency Energy Partners LP/Regency Energy Finance Corp., 4.50%, 11/01/23 | | 297 | 279,923 |
| RKI Exploration & Production LLC/RKI Finance Corp., 8.50%, 8/01/21 (b)(c) | | 218 | 236,530 |
| Rosetta Resources, Inc., 5.63%, 5/01/21 (c) | | 286 | 291,005 |
| Sabine Pass Liquefaction LLC, 6.25%, 3/15/22 (b)(c) | | 752 | 788,660 |
| Summit Midstream Holdings LLC / Summit Midstream Finance Corp., 7.50%, 7/01/21 (c) | | 703 | 755,725 |
| Whiting Petroleum Corp., 5.00%, 3/15/19 (c) | | 878 | 924,095 |
| | | | 15,536,717 |
| Paper & Forest Products 0.1% | | | |
| Ainsworth Lumber Co. Ltd., 7.50%, 12/15/17 (b)(c) | | 385 | 409,063 |
| Pharmaceuticals 1.1% | | | |
| Endo Finance LLC, 5.75%, 1/15/22 (b)(c) | | 951 | 981,907 |
| Forest Laboratories, Inc. (b): | | | |
| 4.38%, 2/01/19 | | 585 | 622,294 |
| 5.00%, 12/15/21 (c) | | 718 | 767,363 |
| Grifols Worldwide Operations, Ltd., | | | |
| 5.25%, 4/01/22 (b) | | 1,094 | 1,110,410 |
| Salix Pharmaceuticals Ltd., 6.00%, 1/15/21 (b) | | 308 | 330,330 |
| Valeant Pharmaceuticals International, Inc. (b)(c): | | | |
| 6.75%, 8/15/18 | | 1,807 | 1,956,077 |
| 6.75%, 8/15/21 | | 1,276 | 1,368,510 |
| 5.63%, 12/01/21 | | 1,182 | 1,229,280 |
| | | | 8,366,171 |
| Real Estate Investment Trusts (REITs) 0.2% | | | |
| Felcor Lodging LP, 6.75%, 6/01/19 (c) | | 1,261 | 1,349,270 |
| Real Estate Management & Development 4.1% | | | |
| Caifu Holdings Ltd., 8.75%, 1/24/20 (c) | | 3,000 | 2,880,000 |
| Kaisa Group Holdings Ltd., 10.25%, 1/08/20 (c) | | 2,000 | 1,960,000 |
| Lai Sun International Finance 2012 Ltd., | | | |
| 5.70%, 1/18/18 | | 2,000 | 1,982,600 |
| Northwest Florida Timber Finance LLC, | | | |
| 4.75%, 3/04/29 (b) | | 4,360 | 4,299,832 |
| Punch Taverns Finance B Ltd.: | | | |
| 7.37%, 6/30/22 | GBP | 3,188 | 5,651,971 |
| Series A6, 5.94%, 12/30/24 | | 6,346 | 10,634,222 |
| The Realogy Group LLC/Sunshine Group Florida Ltd., 3.38%, 5/01/16 (b)(c) | USD | 454 | 459,108 |
| Shea Homes LP/Shea Homes Funding Corp., 8.63%, 5/15/19 (c) | | 1,505 | 1,651,737 |
| Sparkle Assets Ltd., 6.88%, 1/30/20 | | 2,000 | 1,965,122 |
| | | | 31,484,592 |
| Road & Rail 0.5% | | | |
| The Hertz Corp. (c): | | | |
| 4.25%, 4/01/18 | | 400 | 413,000 |
| 7.38%, 1/15/21 | | 3,075 | 3,386,344 |
| | | | 3,799,344 |
| Semiconductors & Semiconductor Equipment 0.1% | | | |
| NXP BV/NXP Funding LLC, 3.75%, 6/01/18 (b)(c) | | 1,065 | 1,063,669 |
| Software 0.7% | | | |
| Infor US, Inc., 9.38%, 4/01/19 (c) | | 2,400 | 2,694,000 |
| Nuance Communications, Inc., 5.38%, 8/15/20 (b) | | 1,605 | 1,617,037 |
| Sophia LP/Sophia Finance, Inc., 9.75%, 1/15/19 (b)(c) | | 1,220 | 1,357,250 |
| | | | 5,668,287 |

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Multi-Sector Income Trust (BIT)

(Percentages shown are based on Net Assets)

| | Par | Value |
|---|---------|-------------|
| | (000) | |
| Corporate Bonds | | |
| Specialty Retail 0.2% | | |
| Party City Holdings, Inc., 8.88%, 8/01/20 (c) | USD 623 | \$ 694,645 |
| Sally Holdings LLC/Sally Capital, Inc., 5.75%, 6/01/22 (c) | 647 | 687,438 |
| | | 1,382,083 |
| Textiles, Apparel & Luxury Goods 0.3% | | |
| SIWF Merger Sub, Inc., 6.25%, 6/01/21 (b)(c) | 1,434 | 1,491,360 |
| The William Carter Co., 5.25%, 8/15/21 (b)(c) | 604 | 625,140 |
| | | 2,116,500 |
| Thriffs & Mortgage Finance 0.4% | | |
| National Savings Bank, 8.88%, 9/18/18 | 3,000 | 3,333,750 |
| Trading Companies & Distributors 0.2% | | |
| Doric Nimrod Air Finance Alpha Ltd. Pass-Through Trust, Series 2012-1, Class B, 6.50%, 5/30/21 (b) | 1,329 | 1,413,845 |
| Wireless Telecommunication Services 3.6% | | |
| Crown Castle International Corp., 5.25%, 1/15/23 (c) | 6,565 | 6,745,537 |
| Digicel Ltd., 6.00%, 4/15/21 (b)(c) | 5,000 | 5,062,500 |
| Softbank Corp., 4.50%, 4/15/20 (b)(c) | 1,500 | 1,503,750 |
| Sprint Communications, Inc., 9.00%, 11/15/18 (b)(c) | 8,131 | 9,909,656 |
| Sprint Corp., 7.88%, 9/15/23 (b)(c) | 1,922 | 2,119,005 |
| T-Mobile USA, Inc. (c): | | |
| 6.63%, 4/28/21 | 820 | 885,600 |
| 6.73%, 4/28/22 | 945 | 1,019,419 |
| 6.84%, 4/28/23 | 610 | 656,513 |
| | | 27,901,980 |
| Total Corporate Bonds 65.5% | | 503,117,043 |
| Floating Rate Loan Interests (a) | | |
| Airlines 0.4% | | |
| Delta Air Lines, Inc., Term Loan B2, 2.40%, 4/18/16 | 2,963 | 2,958,056 |
| Chemicals 0.0% | | |
| Allnex USA, Inc.: | | |
| Term Loan B1, 4.50%, 10/03/19 | 88 | 87,885 |
| Term Loan B2, 4.50%, 10/03/19 | 46 | 45,600 |
| Tronox Pigments (Netherlands) BV, Term Loan, 4.00%, 3/19/20 | 248 | 247,431 |
| | | 380,916 |
| Commercial Services & Supplies 0.2% | | |
| ADS Waste Holdings, Inc., New Term Loan, 3.75%, 10/09/19 | 642 | 636,791 |
| ARAMARK Corp., Term Loan E, 3.25%, 9/07/19 | 450 | 444,564 |
| AWAS Finance Luxembourg S.A.R.L., Term Loan B, 3.50%, 6/10/16 | 112 | 111,986 |
| Spin Holdco, Inc., New Term Loan B, 4.25%, 11/14/19 | 279 | 277,418 |
| | | 1,470,759 |
| Communications Equipment 0.3% | | |
| | 1,481 | 1,480,983 |

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| | | | |
|---|--------------|------------|--------------|
| Alcatel-Lucent USA, Inc., Term Loan C, 4.50%, 1/30/19 | | | |
| Zayo Group LLC/Zayo Capital, Inc., Term Loan B, 4.00%, 7/02/19 | 987 | 984,115 | |
| | | | 2,465,098 |
| Construction Materials 0.1% | | | |
| HD Supply, Inc., Term Loan B, 4.00%, 6/28/18 | 494 | 492,381 | |
| | Par | | |
| | | | |
| Floating Rate Loan Interests (a) | | | |
| | (000) | | Value |
| Distributors 0.1% | | | |
| ABC Supply Co., Inc., Term Loan, 3.50%, 4/16/20 | USD 597 | \$ 593,800 | |
| Diversified Consumer Services 0.2% | | | |
| Bright Horizons Family Solutions, Inc., New Term Loan B, 4.00%, 1/30/20 | 494 | 494,777 | |
| ServiceMaster Co., New Term Loan, 4.25%, 1/31/17 | 425 | 423,882 | |
| Weight Watchers International, Inc., Term Loan B2, 4.00%, 4/02/20 | 495 | 387,199 | |
| | | | 1,305,858 |
| Diversified Financial Services 0.3% | | | |
| Kasima LLC, New Term Loan B, 3.25%, 5/17/21 | 2,260 | 2,237,400 | |
| Diversified Telecommunication Services 0.3% | | | |
| Level 3 Financing, Inc., Term Loan B, 4.00%, 1/15/20 | 2,275 | 2,278,549 | |
| Electronic Equipment, Instruments & Components 0.0% | | | |
| CDW LLC, New Term Loan, 3.25%, 4/29/20 | 297 | 293,499 | |
| Energy Equipment & Services 0.2% | | | |
| Dynegy Holdings, Inc., Term Loan B2, 4.00%, 4/23/20 | 1,628 | 1,624,982 | |
| Food Products 0.1% | | | |
| Pinnacle Foods Finance LLC, Term Loan G, 3.25%, 4/29/20 | 495 | 490,119 | |
| Health Care Equipment & Supplies 0.1% | | | |
| Immucor, Inc., Refinancing Term Loan B2, 5.00%, 8/17/18 | 741 | 740,255 | |
| Health Care Providers & Services 0.1% | | | |
| American Renal Holdings, Inc., 1st Lien Term Loan, 4.50%, 9/20/19 | 475 | 472,529 | |
| inVentiv Health, Inc., Combined Term Loan, 7.50%, 8/04/16 | 500 | 499,690 | |
| | | | 972,219 |
| Hotels, Restaurants & Leisure 2.9% | | | |
| Caesars Entertainment Resort Properties LLC, Term Loan B, 7.00%, 10/12/20 | 1,830 | 1,834,988 | |
| Hilton Ft. Lauderdale, Mezzanine Term Loan, 7.35%, 2/22/16 | 10,000 | 10,100,000 | |
| Hilton Los Cabos, B-Note, 8.16%, 9/18/18 | 5,375 | 5,375,000 | |
| Hilton Worldwide Finance LLC, Term Loan B2, 3.50%, 10/26/20 | 2,689 | 2,677,155 | |
| MGM Resorts International, Term Loan A, 2.90%, 12/20/17 | 1,234 | 1,232,832 | |
| Station Casinos LLC, Term Loan B, 4.25%, 3/02/20 | 959 | 958,990 | |
| | | | 22,178,965 |
| Independent Power Producers & Energy Traders 0.4% | | | |
| La Frontera Generation LLC, Term Loan, 4.50%, 9/30/20 | 2,730 | 2,726,265 | |
| IT Services 0.0% | | | |
| SunGard Data Systems, Inc., Term Loan E, 4.00%, 3/09/20 | 227 | 227,066 | |
| Machinery 0.3% | | | |
| Generac Power Systems, Inc., Term Loan B, 3.25%, 5/31/20 | 943 | 938,484 | |
| Silver II US Holdings LLC, Term Loan, 4.00%, 12/13/19 | 1,208 | 1,204,027 | |
| | | | 2,142,511 |
| Media 0.3% | | | |

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Clear Channel Communications, Inc.:

| | | |
|-----------------------------|-----|---------|
| Term Loan B, 3.80%, 1/29/16 | 75 | 74,251 |
| Term Loan D, 6.90%, 1/30/19 | 675 | 669,394 |

See Notes to Financial Statements.

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Schedule of Investments (continued)

BlackRock Multi-Sector Income Trust (BIT)

(Percentages shown are based on Net Assets)

| | Par | |
|--|--------------|-------------------|
| | (000) | Value |
| Floating Rate Loan Interests (a) | | |
| Media (concluded) | | |
| Univision Communications, Inc., Term Loan C4, 4.00%, 3/01/20 | USD 495 | \$ 492,742 |
| Virgin Media Investment Holdings Ltd., Term Loan B, 3.50%, 6/08/20 | 700 | 694,953 |
| | | 1,931,340 |
| Metals & Mining 0.2% | | |
| Constellium Holdco BV, Term Loan B, 7.00%, 3/25/20 | 411 | 417,013 |
| FMG Resources August 2006 Property Ltd., New Term Loan B, 4.25%, 6/28/19 | 1,322 | 1,320,488 |
| | | 1,737,501 |
| Oil, Gas & Consumable Fuels 0.2% | | |
| Offshore Group Investment Ltd., Term Loan B, 5.75%, 3/28/19 | 1,188 | 1,182,060 |
| Power Buyer, LLC: | | |
| 1st Lien Term Loan, 4.25%, 5/06/20 | 688 | 682,972 |
| Delayed Draw Term Loan, 4.25%, 5/06/20 | 37 | 36,558 |
| | | 1,901,590 |
| Pharmaceuticals 0.1% | | |
| Par Pharmaceutical Companies, Inc., Term Loan B2, 4.00%, 9/30/19 | 741 | 736,200 |
| Real Estate Investment Trusts (REITs) 0.5% | | |
| BRE Select Holdings LP, Mezzanine Term Loan, 6.80%, 12/15/15 | 3,460 | 3,460,000 |
| iStar Financial, Inc., Term Loan, 4.50%, 10/16/17 | 546 | 545,928 |
| | | 4,005,928 |
| Real Estate Management & Development 0.1% | | |
| Realty Corp., New Term Loan B, 3.75%, 3/05/20 | 886 | 883,409 |
| Semiconductors & Semiconductor Equipment 0.1% | | |
| Freescal Semiconductor, Inc., Term Loan B4, 4.25%, 2/28/20 | 495 | 494,237 |
| Specialty Retail 0.1% | | |
| Party City Holdings, Inc., Term Loan, 4.00%, 7/27/19 | 988 | 982,894 |
| Sprouts Farmers Markets Holdings LLC, Term Loan, 4.00%, 4/23/20 | 31 | 31,173 |
| SRAM LLC, Term Loan B, 4.00%, 4/10/20 | 138 | 136,924 |
| | | 1,150,991 |
| Total Floating Rate Loan Interests 7.6% | | 58,419,894 |
| Foreign Agency Obligations | | |
| Iceland Government International Bond, 5.88%, 5/11/22 | 3,415 | 3,718,081 |
| Slovenia Government International Bond, 5.85%, 5/10/23 (b)(c) | 766 | 833,025 |
| Sri Lanka Government International Bond, 5.88%, 7/25/22 (c) | 3,000 | 2,992,500 |
| Total Foreign Agency Obligations 1.0% | | 7,543,606 |
| Non-Agency Mortgage-Backed Securities | | |
| Collateralized Mortgage Obligations 30.7% | | |
| Alternative Loan Trust: | | |
| Series 2005-61, Class 2A1, 0.43%, 12/25/35 (a)(c) | 4,745 | 4,206,419 |
| Series 2005-86CB, Class A8, 5.50%, 2/25/36 (c) | 2,990 | 2,774,930 |
| | Par | |
| | (000) | Value |
| Non-Agency Mortgage-Backed Securities | | |
| Collateralized Mortgage Obligations (continued) | | |

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Alternative Loan Trust (concluded):

| | | | |
|--|-----|--------|--------------|
| Series 2005-9CB, Class 1A3, 0.60%, 5/25/35 (a)(c) | USD | 7,651 | \$ 6,243,890 |
| Series 2006-40T1, Class 2A5, 0.55%, 12/25/36 (a) | | 3,936 | 1,691,561 |
| Series 2006-4CB, Class 2A6, 5.50%, 4/25/36 | | 4,853 | 4,480,933 |
| Series 2006-7CB, Class 2A1, 6.50%, 5/25/36 | | 5,216 | 3,563,747 |
| Series 2006-J7, Class 2A1, 2.27%, 11/20/36 (a) | | 12,434 | 7,918,402 |
| Series 2006-J8, Class A5, 6.00%, 2/25/37 | | 3,134 | 2,455,223 |
| Series 2006-OA10, Class 2A1, 0.34%, 8/25/46 (a) | | 4,742 | 3,502,189 |
| Series 2006-OA14, Class 3A1, 0.98%, 11/25/46 (a) | | 18,062 | 13,110,726 |
| Series 2006-OA16, Class A2, 0.34%, 10/25/46 (a) | | 12,457 | 10,711,222 |
| Series 2006-OA8, Class 1A1, 0.34%, 7/25/46 (a) | | 4,216 | 3,470,656 |
| Series 2007-12T1, Class A22, 5.75%, 6/25/37 | | 8,727 | 7,238,791 |
| Series 2007-12T1, Class A5, 6.00%, 6/25/37 | | 4,235 | 3,569,359 |
| Series 2007-22, Class 2A16, 6.50%, 9/25/37 | | 13,951 | 11,318,425 |
| Series 2007-23CB, Class A1, 6.00%, 9/25/37 | | 13,382 | 11,763,579 |
| Series 2007-4CB, Class 1A3, 0.50%, 4/25/37 (a) | | 8,540 | 6,288,148 |
| Series 2007-OA6, Class A1A, 0.29%, 6/25/37 | | 13,130 | 11,435,389 |
| American Home Mortgage Assets Trust, Series 2006-5, Class A1, 1.05%, 11/25/46 (a) | | 7,433 | 3,968,574 |
| American Home Mortgage Investment Trust, Series 2007-1, Class GA1C, 0.34%, 5/25/47 (a) | | 5,241 | 3,698,695 |
| Banc of America Funding Trust, Series 2006-G (a): Class 2A1, 0.37%, 7/20/36 | | 3,081 | 2,872,462 |
| Class 2A4, 0.44%, 7/20/36 | | 9,500 | 8,644,382 |
| Bear Stearns ARM Trust, Series 2006-1, Class A1, 2.37%, 2/25/36 (a) | | 5,213 | 5,198,242 |
| CHL Mortgage Pass-Through Trust: Series 2006-13, Class 1A19, 6.25%, 9/25/36 | | 6,153 | 5,480,689 |
| Series 2006-9, Class A2, 6.00%, 5/25/36 | | 3,632 | 3,332,912 |
| Series 2007-2, Class A16, 6.00%, 3/25/37 | | 5,668 | 5,151,585 |
| Series 2007-3, Class A30, 5.75%, 4/25/37 | | 5,030 | 4,526,229 |
| Series 2007-J2, Class 2A1, 0.80%, 7/25/37 (a) | | 8,495 | 5,852,968 |
| Series 2007-J2, Class 2A8, 6.00%, 7/25/37 | | 4,691 | 3,856,180 |
| Citigroup Mortgage Loan Trust: Series 2005-9, Class 21A2, 5.50%, 11/25/35 | | 7,231 | 6,602,550 |
| Series 2006-AR7, Class 2A3A, 2.60%, 11/25/36 (a) | | 10,434 | 7,868,696 |
| Credit Suisse First Boston Mortgage Trust, Series 2008-2R, Class 1A1, 6.00%, 7/25/37 (b) | | 4,125 | 3,596,880 |
| GSR Mortgage Loan Trust (a): Series 2005-AR3, Class 5A1, 2.67%, 5/25/35 | | 4,400 | 4,280,992 |
| Series 2005-AR6, Class 2A1, 2.65%, 9/25/35 (c) | | 3,126 | 3,160,416 |

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Multi-Sector Income Trust (BIT)

(Percentages shown are based on Net Assets)

| | Par | | Value |
|---|------------|--------|--------------------|
| | (000) | | |
| Non-Agency Mortgage-Backed Securities | | | |
| Collateralized Mortgage Obligations (concluded) | | | |
| Madison Avenue Trust, Series 2013-650M, Class E, 4.17%, 10/12/32 (a)(b) | USD | 5,000 | \$ 4,808,399 |
| Morgan Stanley Re-REMIC Trust, Series 2010-R5, Class 7B, 0.09%, 5/26/37 (a)(b) | | 20,922 | 12,948,439 |
| Residential Asset Securitization Trust, Series 2006-A8, Class 2A5, 0.75%, 8/25/36 (a) | | 9,114 | 4,304,697 |
| Structured Asset Mortgage Investments II Trust, Series 2006-AR1, Class 3A1, 0.38%, 2/25/36 (a) | | 4,630 | 3,636,916 |
| WaMu Mortgage Pass-Through Certificates (a): | | | |
| Series 2005-AR1, Class A1A, 0.47%, 1/25/45 (c) | | 4,314 | 3,947,788 |
| Series 2005-AR17, Class A1A1, 0.42%, 12/25/45 (c) | | 3,558 | 3,313,444 |
| Series 2006-AR19, Class 1A, 0.87%, 1/25/47 | | 3,635 | 2,954,036 |
| Series 2007-OA4, Class 1A, 0.90%, 5/25/47 | | 7,084 | 6,160,867 |
| | | | 235,910,627 |
| Commercial Mortgage-Backed Securities 14.5% | | | |
| Banc of America Commercial Mortgage Trust, Series 2008-1, Class AJ, 6.46%, 2/10/51 (a)(c) | | 5,000 | 5,417,190 |
| Bank of America Merrill Lynch Commercial Mortgage Securities Trust, Series 2013-DSMZ, Class M, 5.84%, 9/15/18 (a)(b) | | 7,500 | 7,500,000 |
| CD Commercial Mortgage Trust, Series 2007-CD5, Class C, 6.32%, 11/15/44 (a) | | 3,372 | 3,389,204 |
| Commercial Mortgage Pass-Through Certificates (a)(b): | | | |
| Series 2013-CR11, Class D, 5.34%, 10/10/46 | | 2,000 | 1,922,742 |
| Series 2013-FL3, Class MMHP, 3.75%, 10/13/28 (c) | | 4,000 | 4,068,924 |
| Series 2013-LC13, Class D, 5.22%, 8/10/46 (c) | | 2,650 | 2,549,417 |
| Series 2014-CR16, Class D, 4.91%, 4/10/47 | | 2,000 | 1,858,612 |
| Series 2014-LC15, Class D, 5.11%, 4/10/47 | | 3,000 | 2,759,178 |
| Commercial Mortgage Trust 2007-GG11, Series 2007-GG11, Class AJ, 6.26%, 12/10/49 (a) | | 2,000 | 2,051,190 |
| Credit Suisse First Boston Mortgage Securities Corp., Series 2005-C3, Class B, 4.88%, 7/15/37 | | 2,000 | 1,905,046 |
| Del Coronado Trust, Series 2013-HDMZ, Class M, 5.15%, 3/15/18 (a)(b) | | 6,000 | 6,015,600 |
| GS Mortgage Securities Trust, Series 2006-GG6, Class AJ, 5.76%, 4/10/38 (a) | | 5,000 | 5,115,070 |
| Hilton USA Trust, Series 2013-HLT, Class EFX, 4.60%, 11/05/30 (a)(b) | | 5,000 | 5,116,395 |
| JPMorgan Chase Commercial Mortgage Securities Trust, Series 2007-CB20 (a): | | | |
| Class AJ, 6.28%, 2/12/51 | | 5,000 | 5,265,255 |
| Class B, 6.38%, 2/12/51 (b) | | 1,000 | 979,069 |
| LB-UBS Commercial Mortgage Trust: | | | |
| Series 2006-C4, Class AJ, 6.05%, 6/15/38 (a)(c) | | 5,000 | 5,308,945 |
| Series 2007-C1, Class AJ, 5.48%, 2/15/40 (c) | | 2,000 | 2,079,276 |
| Series 2007-C1, Class B, 5.51%, 2/15/40 | | 436 | 440,898 |
| Series 2007-C2, Class AM, 5.49%, 2/15/40 (a)(c) | | 5,000 | 5,371,980 |
| Series 2007-C7, Class AJ, 6.46%, 9/15/45 (a)(c) | | 5,000 | 5,258,315 |
| | Par | | |
| Non-Agency Mortgage-Backed Securities | | | |
| Commercial Mortgage-Backed Securities (concluded) | | | |
| London & Regional Debt Securitisation No. 2 PLC, Series 2, Class A, 3.53%, 10/15/18 (a) | GBP | 4,475 | \$ 7,649,349 |
| ML-CFC Commercial Mortgage Trust, Series 2006-1, Class AJ, 5.75%, 2/12/39 (a) | USD | 6,000 | 6,324,018 |
| New York Mortgage Securitization Trust, Series 2013-1, Class A, 5.40%, 8/27/24 (a)(b) | | 5,000 | 5,000,000 |
| RBSSP Resecuritization Trust, Series 2013-5, Class 3A1, 0.51%, 1/26/36 (a)(b) | | 2,345 | 2,006,382 |
| Talisman Finance PLC, Series 6, Class A, 0.51%, 10/22/16 (a) | EUR | 6,408 | 8,557,229 |
| Wachovia Bank Commercial Mortgage Trust, Series 2007-C33, Class AJ, 6.13%, 2/15/51 (a)(c) | USD | 7,000 | 7,316,435 |
| | | | 111,225,719 |
| Total Non-Agency Mortgage-Backed Securities 45.2% | | | 347,136,346 |

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Preferred Securities

Capital Trusts

Capital Markets 0.8%

| | | |
|--|-------|-----------|
| The Bank of New York Mellon Corp., Series D, 4.50% (a)(c)(f) | 3,067 | 2,811,672 |
| The Goldman Sachs Group, Inc., Series J, 5.50% (a)(f) | 160 | 3,780,800 |

6,592,472

Commercial Banks 3.0%

| | | |
|---|--------|-----------|
| BNP Paribas SA, 7.20% (a)(b)(c)(f) | 7,500 | 8,400,000 |
| Lloyds Bank PLC, 12.00% (a)(b)(c)(f) | 3,500 | 4,943,750 |
| Wachovia Capital Trust III, 5.57% (a)(c)(f) | 10,000 | 9,625,000 |

22,968,750

Diversified Financial Services 2.5%

| | | |
|---|-------|-----------|
| Bank of America Corp., Series U, 5.20% (a)(c)(f) | 1,750 | 1,645,000 |
| Citigroup, Inc., Series D, 5.35% (a)(c)(f) | 3,700 | 3,450,250 |
| Citigroup, Inc., Series M, 6.30% (a)(f) | 2,000 | 1,992,500 |
| General Electric Capital Corp., Series B, 6.25% (a)(c)(f) | 5,000 | 5,431,250 |
| JPMorgan Chase & Co., Series Q, 5.15% (a)(c)(f) | 5,500 | 5,204,375 |
| Morgan Stanley, Series H, 5.45% (a)(f) | 1,644 | 1,658,385 |

19,381,760

Insurance 8.4%

| | | |
|---|--------|------------|
| The Allstate Corp., 5.75%, 8/15/53 (a)(c) | 2,000 | 2,140,000 |
| American International Group, Inc., 8.18%, 5/15/68 (a)(c) | 4,500 | 6,018,750 |
| AXA SA, 6.46% (a)(b)(c)(f) | 10,000 | 10,720,000 |
| Genworth Holdings, Inc., 6.15%, 11/15/66 (a)(c) | 10,000 | 9,350,000 |
| ING US, Inc., 5.65%, 5/15/53 (a)(c) | 1,090 | 1,089,891 |
| Liberty Mutual Group, Inc., 7.80%, 3/07/87 (b)(c) | 14,000 | 15,925,000 |
| Prudential Financial, Inc., 5.63%, 6/15/43 (a)(c) | 6,000 | 6,195,000 |
| Sompo Japan Insurance, Inc., 5.33%, 3/28/73 (a)(b)(c) | 6,000 | 6,420,000 |
| XL Group PLC, Series E, 6.50% (a)(c)(f) | 6,500 | 6,402,500 |

64,261,141

Oil, Gas & Consumable Fuels 1.1%

| | | |
|--|-------|-----------|
| DCP Midstream LLC, 5.85%, 5/21/43 (a)(b)(c) | 5,020 | 4,743,900 |
| Enterprise Products Operating LLC, Series A, 8.38%, 8/01/66 (a)(c) | 3,248 | 3,678,360 |

8,422,260

Total Capital Trusts 15.8%

121,626,383

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Multi-Sector Income Trust (BIT)

(Percentages shown are based on Net Assets)

| Preferred Stocks | Shares | Value |
|--|-----------|----------------|
| Aerospace & Defense 0.4% | | |
| United Technologies Corp., 7.50% (h) | 50,000 | \$ 3,307,000 |
| Capital Markets 0.1% | | |
| SCE Trust III, 5.75% (a) | 23,730 | 612,471 |
| Real Estate Investment Trusts (REITs) 1.9% | | |
| Firststar Realty LLC, 8.88% (b) | 10,000 | 12,515,625 |
| Suntrust Real Estate Investment Corp., 9.00% (b) | 15 | 1,822,923 |
| | | 14,338,548 |
| Total Preferred Stocks 2.4% | | 18,258,019 |
| Total Preferred Securities 18.2% | | 139,884,402 |
| Total Long-Term Investments | | |
| (Cost \$1,246,498,977) 166.4% | | 1,277,590,553 |
| BlackRock Liquidity Funds, TempFund, Institutional Class, 0.03% (i)(j) | 9,857,902 | \$ 9,857,902 |
| Total Short-Term Securities | | |
| (Cost \$9,857,902) 1.3% | | 9,857,902 |
| Total Investments (Cost \$1,256,356,879) 167.7% | | 1,287,448,455 |
| Liabilities in Excess of Other Assets (67.7)% | | (519,722,364) |
| Net Assets 100.0% | | \$ 767,726,091 |

Notes to Schedule of Investments

- (a) Variable rate security. Rate shown is as of report date.
- (b) Security exempt from registration pursuant to Rule 144A under the Securities Act of 1933, as amended. These securities may be resold in transactions exempt from registration to qualified institutional investors.
- (c) All or a portion of security has been pledged as collateral in connection with outstanding reverse repurchase agreements.
- (d) Represents a step-up bond that pays an initial coupon rate for the first period and then a higher coupon rate for the following periods. Rate shown is as of report date.
- (e) Amount is less than \$500.
- (f) Security is perpetual in nature and has no stated maturity date.
- (g) Represents a payment-in-kind security which may pay interest/dividends in additional par/shares and/or in cash. Rates shown are the current rate and possible payment rates.
- (h) Convertible security.

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(i) Investments in issuers considered to be an affiliate of the Trust during the six months ended April 30, 2014, for purposes of Section 2(a)(3) of the 1940 Act, were as follows:

| Affiliate | Shares Held at October 31, 2013 | Net Activity | Shares Held at April 30, 2014 | Income |
|--|---------------------------------------|-----------------|-------------------------------------|----------|
| BlackRock Liquidity Funds, TempFund, Institutional Class | 10,668,292 | (810,390) | 9,857,902 | \$ 2,784 |

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

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

Reverse repurchase agreements outstanding as of April 30, 2014 were as follows:

| Counterparty | Interest Rate | Trade Date | Maturity Date ¹ | Face Value | Face Value Including Accrued Interest |
|------------------------------------|------------------|---------------|-------------------------------|--------------|--|
| Barclays Capital, Inc. | 0.45% | 4/01/13 | Open | \$ 9,562,500 | \$ 9,609,595 |
| UBS Securities LLC | 0.45% | 4/01/13 | Open | 7,068,750 | 7,103,564 |
| Barclays Capital, Inc. | 0.45% | 4/02/13 | Open | 5,250,000 | 5,275,791 |
| Barclays Capital, Inc. | 0.45% | 4/02/13 | Open | 5,692,500 | 5,720,464 |
| Barclays Capital, Inc. | 0.45% | 4/02/13 | Open | 9,387,500 | 9,433,616 |
| UBS Securities LLC | 0.40% | 4/04/13 | Open | 4,606,250 | 4,626,262 |
| UBS Securities LLC | 0.50% | 4/04/13 | Open | 7,059,375 | 7,097,711 |
| UBS Securities LLC | 0.55% | 4/04/13 | Open | 1,776,500 | 1,787,112 |
| UBS Securities LLC | 0.60% | 4/04/13 | Open | 2,800,781 | 2,819,033 |
| UBS Securities LLC | 0.55% | 4/05/13 | Open | 9,127,890 | 9,182,416 |
| UBS Securities LLC | 0.55% | 4/05/13 | Open | 9,086,392 | 9,140,671 |
| UBS Securities LLC | 0.55% | 4/05/13 | Open | 4,857,431 | 4,886,448 |
| UBS Securities LLC | 0.50% | 4/09/13 | Open | 6,041,347 | 6,073,820 |
| UBS Securities LLC | 0.50% | 4/09/13 | Open | 8,025,000 | 8,068,134 |
| UBS Securities LLC | 0.55% | 5/06/13 | Open | 10,722,822 | 10,781,798 |
| Barclays Capital, Inc. | 0.60% | 5/07/13 | Open | 6,425,494 | 6,463,940 |
| Barclays Capital, Inc. | 0.40% | 5/13/13 | Open | 6,306,250 | 6,330,914 |
| Barclays Capital, Inc. | 0.40% | 5/13/13 | Open | 6,277,500 | 6,302,122 |
| Barclays Capital, Inc. | 0.40% | 5/13/13 | Open | 6,105,000 | 6,128,945 |
| Credit Suisse Securities (USA) LLC | 0.40% | 5/16/13 | Open | 2,764,134 | 2,774,852 |

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Multi-Sector Income Trust (BIT)

Reverse repurchase agreements outstanding as of April 30, 2014 were as follows (continued):

| Counterparty | Interest Rate | Trade Date | Maturity Date ¹ | Face Value | Face Value Including Accrued Interest |
|------------------------------------|---------------|------------|----------------------------|--------------|---------------------------------------|
| Barclays Capital, Inc. | 0.60% | 5/17/13 | Open | \$ 3,196,700 | \$ 3,215,294 |
| Barclays Capital, Inc. | 0.60% | 5/17/13 | Open | 2,202,110 | 2,214,919 |
| Barclays Capital, Inc. | 0.60% | 5/17/13 | Open | 2,496,390 | 2,510,911 |
| Barclays Capital, Inc. | 0.60% | 5/17/13 | Open | 1,538,020 | 1,546,966 |
| Barclays Capital, Inc. | 0.60% | 5/17/13 | Open | 1,272,380 | 1,279,781 |
| Barclays Capital, Inc. | 0.60% | 5/17/13 | Open | 1,263,960 | 1,271,312 |
| Barclays Capital, Inc. | 0.60% | 5/17/13 | Open | 1,379,520 | 1,387,544 |
| Barclays Capital, Inc. | 0.60% | 5/17/13 | Open | 1,383,100 | 1,391,145 |
| Barclays Capital, Inc. | 0.60% | 5/17/13 | Open | 1,261,640 | 1,268,979 |
| Barclays Capital, Inc. | 0.60% | 5/17/13 | Open | 1,268,800 | 1,276,180 |
| Barclays Capital, Inc. | 0.60% | 5/17/13 | Open | 797,000 | 801,636 |
| Barclays Capital, Inc. | 0.60% | 5/17/13 | Open | 798,870 | 803,517 |
| Barclays Capital, Inc. | 0.60% | 5/17/13 | Open | 807,840 | 812,539 |
| Barclays Capital, Inc. | 0.60% | 5/17/13 | Open | 824,620 | 829,417 |
| Barclays Capital, Inc. | 0.60% | 5/17/13 | Open | 885,770 | 890,922 |
| Barclays Capital, Inc. | 0.60% | 5/17/13 | Open | 952,260 | 957,799 |
| Barclays Capital, Inc. | 0.60% | 5/17/13 | Open | 952,150 | 957,688 |
| Barclays Capital, Inc. | 0.60% | 5/21/13 | Open | 4,392,500 | 4,417,757 |
| Barclays Capital, Inc. | 0.60% | 5/21/13 | Open | 1,891,549 | 1,902,425 |
| Barclays Capital, Inc. | 0.60% | 5/24/13 | Open | 1,278,230 | 1,285,516 |
| Barclays Capital, Inc. | 0.50% | 5/30/13 | Open | 4,162,500 | 4,181,925 |
| Barclays Capital, Inc. | 0.60% | 6/03/13 | Open | 653,366 | 656,971 |
| Barclays Capital, Inc. | 0.60% | 6/03/13 | Open | 326,209 | 328,008 |
| Barclays Capital, Inc. | 0.75% | 6/12/13 | Open | 4,412,701 | 4,442,395 |
| UBS Securities LLC | 0.55% | 6/12/13 | Open | 2,728,163 | 2,741,584 |
| UBS Securities LLC | 0.55% | 6/12/13 | Open | 1,417,812 | 1,424,787 |
| Barclays Capital, Inc. | 0.60% | 7/30/13 | Open | 4,812,979 | 4,835,038 |
| Barclays Capital, Inc. | 0.60% | 7/31/13 | Open | 305,249 | 306,643 |
| Barclays Capital, Inc. | 0.60% | 8/08/13 | Open | 1,032,000 | 1,036,575 |
| Barclays Capital, Inc. | 0.60% | 8/13/13 | Open | 997,357 | 1,001,686 |
| UBS Securities LLC | 0.55% | 8/27/13 | Open | 878,178 | 881,492 |
| Barclays Capital, Inc. | 0.60% | 8/30/13 | Open | 437,575 | 439,355 |
| Deutsche Bank Securities, Inc. | 0.60% | 9/05/13 | Open | 575,535 | 577,818 |
| Deutsche Bank Securities, Inc. | 0.60% | 9/05/13 | Open | 562,275 | 564,505 |
| Barclays Capital, Inc. | 0.65% | 9/16/13 | Open | 806,663 | 809,969 |
| Barclays Capital, Inc. | 0.65% | 9/16/13 | Open | 907,853 | 911,573 |
| Deutsche Bank Securities, Inc. | 0.60% | 9/19/13 | Open | 251,322 | 252,260 |
| Deutsche Bank Securities, Inc. | 0.60% | 9/19/13 | Open | 269,700 | 270,707 |
| Barclays Capital, Inc. | 0.60% | 9/20/13 | Open | 3,061,280 | 3,072,658 |
| Barclays Capital, Inc. | 0.60% | 9/20/13 | Open | 612,500 | 614,776 |
| Deutsche Bank Securities, Inc. | 0.55% | 9/26/13 | Open | 2,755,000 | 2,764,134 |
| Deutsche Bank Securities, Inc. | 0.60% | 9/27/13 | Open | 1,952,000 | 1,959,027 |
| Deutsche Bank Securities, Inc. | 0.60% | 9/27/13 | Open | 2,390,000 | 2,398,604 |
| Deutsche Bank Securities, Inc. | 0.60% | 9/27/13 | Open | 1,062,000 | 1,065,823 |
| Deutsche Bank Securities, Inc. | 0.58% | 10/09/13 | Open | 499,000 | 500,640 |
| Deutsche Bank Securities, Inc. | 0.58% | 10/09/13 | Open | 504,000 | 505,656 |
| Deutsche Bank Securities, Inc. | 0.60% | 10/09/13 | Open | 1,293,000 | 1,297,396 |
| Barclays Capital, Inc. | 0.60% | 10/11/13 | Open | 223,750 | 224,503 |
| Barclays Capital, Inc. | 0.60% | 10/11/13 | Open | 2,481,835 | 2,490,190 |
| Deutsche Bank Securities, Inc. | 0.56% | 10/11/13 | Open | 754,000 | 756,369 |
| Deutsche Bank Securities, Inc. | 0.60% | 10/15/13 | Open | 463,623 | 465,152 |
| Credit Suisse Securities (USA) LLC | 0.65% | 10/16/13 | Open | 571,875 | 573,909 |
| Credit Suisse Securities (USA) LLC | 0.65% | 10/16/13 | Open | 770,800 | 773,542 |
| Credit Suisse Securities (USA) LLC | 0.65% | 10/16/13 | Open | 791,131 | 793,945 |
| Deutsche Bank Securities, Inc. | 0.58% | 10/17/13 | Open | 508,875 | 510,482 |

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| | | | | | |
|--------------------------------|-------|----------|------|-----------|-----------|
| Deutsche Bank Securities, Inc. | 0.58% | 10/17/13 | Open | 2,935,599 | 2,944,869 |
| Deutsche Bank Securities, Inc. | 0.59% | 10/21/13 | Open | 695,000 | 697,187 |
| Deutsche Bank Securities, Inc. | 0.59% | 10/21/13 | Open | 893,000 | 895,810 |
| Deutsche Bank Securities, Inc. | 0.59% | 10/21/13 | Open | 856,000 | 858,694 |
| Barclays Capital, Inc. | 0.60% | 10/25/13 | Open | 201,000 | 201,630 |
| Deutsche Bank Securities, Inc. | 0.55% | 10/30/13 | Open | 594,000 | 595,661 |
| Deutsche Bank Securities, Inc. | 0.59% | 11/07/13 | Open | 465,000 | 466,334 |
| Deutsche Bank Securities, Inc. | 0.59% | 11/07/13 | Open | 1,479,000 | 1,483,242 |

See Notes to Financial Statements.

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Schedule of Investments (continued)

BlackRock Multi-Sector Income Trust (BIT)

Reverse repurchase agreements outstanding as of April 30, 2014 were as follows (continued):

| Counterparty | Interest Rate | Trade Date | Maturity Date ¹ | Face Value | Face Value Including Accrued Interest |
|--------------------------------|---------------|------------|----------------------------|---------------|---------------------------------------|
| Barclays Capital, Inc. | 0.60% | 11/08/13 | Open | \$ 13,877,500 | \$ 13,917,745 |
| Deutsche Bank Securities, Inc. | 0.58% | 11/20/13 | Open | 365,000 | 365,953 |
| Deutsche Bank Securities, Inc. | 0.60% | 11/20/13 | Open | 1,081,000 | 1,083,901 |
| Deutsche Bank Securities, Inc. | 0.60% | 11/20/13 | Open | 924,000 | 926,479 |
| Deutsche Bank Securities, Inc. | 0.58% | 11/21/13 | Open | 635,000 | 636,647 |
| Deutsche Bank Securities, Inc. | 0.60% | 11/22/13 | Open | 6,155,000 | 6,171,413 |
| Deutsche Bank Securities, Inc. | 0.60% | 12/13/13 | Open | 2,678,000 | 2,684,070 |
| Deutsche Bank Securities, Inc. | 0.60% | 12/13/13 | Open | 1,077,000 | 1,079,441 |
| Deutsche Bank Securities, Inc. | 0.60% | 12/13/13 | Open | 648,000 | 649,469 |
| Deutsche Bank Securities, Inc. | 0.59% | 12/16/13 | Open | 859,000 | 860,915 |
| Deutsche Bank Securities, Inc. | 0.59% | 1/09/14 | Open | 481,000 | 481,883 |
| Deutsche Bank Securities, Inc. | 0.59% | 1/09/14 | Open | 682,000 | 683,252 |
| Deutsche Bank Securities, Inc. | 0.59% | 1/09/14 | Open | 436,000 | 436,800 |
| Deutsche Bank Securities, Inc. | 0.59% | 1/09/14 | Open | 863,000 | 864,584 |
| Barclays Bank PLC | 0.70% | 1/14/14 | Open | 2,493,750 | 2,498,841 |
| Barclays Bank PLC | 0.85% | 1/14/14 | Open | 1,565,000 | 1,568,880 |
| Barclays Capital, Inc. | 0.60% | 1/14/14 | Open | 1,337,858 | 1,340,243 |
| Barclays Capital, Inc. | 0.60% | 1/14/14 | Open | 892,500 | 894,092 |
| BNP Paribas Securities Corp. | 0.34% | 1/14/14 | Open | 13,719,000 | 13,732,864 |
| Deutsche Bank Securities, Inc. | 0.59% | 1/14/14 | Open | 414,000 | 414,726 |
| Deutsche Bank Securities, Inc. | 0.59% | 1/14/14 | Open | 646,000 | 647,133 |
| Deutsche Bank Securities, Inc. | 0.59% | 1/14/14 | Open | 527,000 | 527,924 |
| Deutsche Bank Securities, Inc. | 0.59% | 1/21/14 | Open | 284,000 | 284,465 |
| Deutsche Bank Securities, Inc. | 0.58% | 1/29/14 | Open | 344,000 | 344,510 |
| Barclays Capital, Inc. | 0.65% | 2/03/14 | Open | 1,869,145 | 1,872,081 |
| Barclays Capital, Inc. | 0.60% | 2/04/14 | Open | 4,837,500 | 4,844,434 |
| Deutsche Bank Securities, Inc. | 0.58% | 2/04/14 | Open | 452,000 | 452,626 |
| Deutsche Bank Securities, Inc. | 0.58% | 2/06/14 | Open | 215,000 | 215,291 |
| Deutsche Bank Securities, Inc. | 0.55% | 2/07/14 | Open | 288,000 | 288,365 |
| Deutsche Bank Securities, Inc. | 0.55% | 2/28/14 | Open | 1,502,000 | 1,503,423 |
| Deutsche Bank Securities, Inc. | 0.55% | 2/28/14 | Open | 1,127,000 | 1,128,068 |
| Deutsche Bank Securities, Inc. | 0.55% | 2/28/14 | Open | 1,228,000 | 1,229,163 |
| Deutsche Bank Securities, Inc. | 0.55% | 2/28/14 | Open | 2,064,000 | 2,065,955 |
| Deutsche Bank Securities, Inc. | 0.55% | 2/28/14 | Open | 1,943,000 | 1,944,840 |
| Deutsche Bank Securities, Inc. | 0.60% | 3/03/14 | Open | 2,225,000 | 2,227,188 |
| Deutsche Bank Securities, Inc. | 0.58% | 3/12/14 | Open | 658,000 | 658,530 |
| Deutsche Bank Securities, Inc. | 0.32% | 3/20/14 | Open | 742,000 | 742,270 |
| Deutsche Bank Securities, Inc. | 0.45% | 3/20/14 | Open | 4,902,000 | 4,904,512 |
| Deutsche Bank Securities, Inc. | 0.45% | 3/20/14 | Open | 1,414,000 | 1,414,725 |
| Deutsche Bank Securities, Inc. | 0.55% | 3/20/14 | Open | 617,000 | 617,386 |
| Deutsche Bank Securities, Inc. | 0.55% | 3/20/14 | Open | 1,094,000 | 1,094,685 |
| Deutsche Bank Securities, Inc. | 0.55% | 3/20/14 | Open | 5,231,000 | 5,234,277 |
| Deutsche Bank Securities, Inc. | 0.55% | 3/20/14 | Open | 2,250,000 | 2,251,409 |
| Deutsche Bank Securities, Inc. | 0.55% | 3/20/14 | Open | 7,582,500 | 7,587,250 |
| Deutsche Bank Securities, Inc. | 0.55% | 3/20/14 | Open | 5,096,000 | 5,099,192 |
| Deutsche Bank Securities, Inc. | 0.55% | 3/20/14 | Open | 4,629,000 | 4,631,900 |
| Deutsche Bank Securities, Inc. | 0.55% | 3/20/14 | Open | 2,376,000 | 2,377,488 |
| Deutsche Bank Securities, Inc. | 0.55% | 3/20/14 | Open | 172,000 | 172,108 |
| Deutsche Bank Securities, Inc. | 0.55% | 3/20/14 | Open | 2,696,000 | 2,697,689 |
| Deutsche Bank Securities, Inc. | 0.55% | 3/20/14 | Open | 4,235,000 | 4,237,653 |
| Deutsche Bank Securities, Inc. | 0.55% | 3/20/14 | Open | 3,082,000 | 3,083,931 |
| Deutsche Bank Securities, Inc. | 0.55% | 3/20/14 | Open | 4,647,000 | 4,649,911 |
| Deutsche Bank Securities, Inc. | 0.55% | 3/20/14 | Open | 7,639,000 | 7,643,785 |
| Deutsche Bank Securities, Inc. | 0.55% | 3/20/14 | Open | 3,094,000 | 3,095,938 |
| Deutsche Bank Securities, Inc. | 0.55% | 3/20/14 | Open | 2,454,000 | 2,455,537 |

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| | | | | | |
|--------------------------------|-------|---------|------|------------|------------|
| Deutsche Bank Securities, Inc. | 0.55% | 3/20/14 | Open | 3,115,000 | 3,116,951 |
| Deutsche Bank Securities, Inc. | 0.55% | 3/20/14 | Open | 2,079,000 | 2,080,302 |
| Deutsche Bank Securities, Inc. | 0.55% | 3/20/14 | Open | 618,000 | 618,387 |
| Deutsche Bank Securities, Inc. | 0.55% | 3/20/14 | Open | 10,343,000 | 10,349,479 |
| Deutsche Bank Securities, Inc. | 0.55% | 3/20/14 | Open | 3,044,000 | 3,045,907 |
| Deutsche Bank Securities, Inc. | 0.55% | 3/20/14 | Open | 651,000 | 651,408 |
| Deutsche Bank Securities, Inc. | 0.55% | 3/20/14 | Open | 5,781,000 | 5,784,621 |
| Deutsche Bank Securities, Inc. | 0.55% | 3/20/14 | Open | 4,544,000 | 4,546,846 |

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Multi-Sector Income Trust (BIT)

Reverse repurchase agreements outstanding as of April 30, 2014 were as follows (continued):

| Counterparty | Interest Rate | Trade Date | Maturity Date ¹ | Face Value | Face Value Including Accrued Interest |
|------------------------------------|---------------|------------|----------------------------|--------------|---------------------------------------|
| Deutsche Bank Securities, Inc. | 0.55% | 3/20/14 | Open | \$ 4,900,000 | \$ 4,903,069 |
| BNP Paribas Securities Corp. | 1.15% | 4/02/14 | 5/05/14 | 9,963,300 | 9,971,927 |
| Barclays Capital, Inc. | 0.60% | 4/07/14 | Open | 2,885,335 | 2,886,489 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/07/14 | Open | 674,880 | 675,141 |
| Credit Suisse Securities (USA) LLC | 1.40% | 4/09/14 | 5/09/14 | 2,616,725 | 2,618,964 |
| Barclays Capital, Inc. | 1.40% | 4/10/14 | 5/09/14 | 1,439,000 | 1,440,176 |
| Barclays Capital, Inc. | 1.40% | 4/10/14 | 5/09/14 | 5,084,000 | 5,088,155 |
| Barclays Capital, Inc. | 1.40% | 4/10/14 | 5/09/14 | 3,693,000 | 3,696,018 |
| Barclays Capital, Inc. | 1.40% | 4/10/14 | 5/09/14 | 3,966,000 | 3,969,241 |
| Barclays Capital, Inc. | 1.40% | 4/10/14 | 5/09/14 | 3,640,000 | 3,642,975 |
| Morgan Stanley & Co. LLC | 1.00% | 4/10/14 | 5/12/14 | 3,179,000 | 3,180,854 |
| Barclays Capital, Inc. | 1.40% | 4/16/14 | 5/16/14 | 8,633,000 | 8,637,708 |
| Barclays Capital, Inc. | 1.40% | 4/21/14 | 5/21/14 | 2,681,000 | 2,682,044 |
| Barclays Capital, Inc. | 1.40% | 4/21/14 | 5/21/14 | 12,336,000 | 12,340,805 |
| Deutsche Bank Securities, Inc. | 0.50% | 4/21/14 | Open | 1,940,000 | 1,940,243 |
| Deutsche Bank Securities, Inc. | 0.55% | 4/21/14 | Open | 1,317,000 | 1,317,181 |
| Deutsche Bank Securities, Inc. | 0.55% | 4/21/14 | Open | 1,100,000 | 1,100,152 |
| Deutsche Bank Securities, Inc. | 0.55% | 4/21/14 | Open | 4,230,000 | 4,230,583 |
| Deutsche Bank Securities, Inc. | 0.55% | 4/21/14 | Open | 2,086,000 | 2,086,288 |
| Deutsche Bank Securities, Inc. | 0.55% | 4/21/14 | Open | 603,000 | 603,083 |
| Deutsche Bank Securities, Inc. | 0.55% | 4/21/14 | Open | 4,849,000 | 4,849,668 |
| Deutsche Bank Securities, Inc. | 0.55% | 4/21/14 | Open | 3,345,000 | 3,345,461 |
| Deutsche Bank Securities, Inc. | 0.55% | 4/21/14 | Open | 2,550,000 | 2,550,351 |
| Deutsche Bank Securities, Inc. | 0.55% | 4/21/14 | Open | 3,735,000 | 3,735,515 |
| Deutsche Bank Securities, Inc. | 0.55% | 4/21/14 | Open | 273,000 | 273,038 |
| Deutsche Bank Securities, Inc. | 0.55% | 4/21/14 | Open | 5,704,000 | 5,704,786 |
| Deutsche Bank Securities, Inc. | 0.55% | 4/21/14 | Open | 7,407,000 | 7,408,021 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 435,000 | 435,063 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 652,000 | 652,095 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 1,309,000 | 1,309,190 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 6,318,000 | 6,318,918 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 1,483,000 | 1,483,216 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 378,000 | 378,055 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 2,533,000 | 2,533,368 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 3,430,000 | 3,430,499 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 667,000 | 667,097 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 348,000 | 348,051 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 667,000 | 667,097 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 653,000 | 653,095 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 626,000 | 626,091 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 1,480,000 | 1,480,215 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 4,524,000 | 4,524,658 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 632,000 | 632,092 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 418,000 | 418,061 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 633,000 | 633,092 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 587,000 | 587,085 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 727,000 | 727,106 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 359,000 | 359,052 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 882,000 | 882,128 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 623,000 | 623,091 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 579,000 | 579,084 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 588,000 | 588,085 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 1,855,000 | 1,855,270 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 602,000 | 602,087 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 974,000 | 974,142 |

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| | | | | | |
|--------------------------------|-------|---------|------|-----------------------|-----------------------|
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 1,515,000 | 1,515,220 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 2,957,000 | 2,957,430 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 297,000 | 297,043 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/21/14 | Open | 624,000 | 624,091 |
| Deutsche Bank Securities, Inc. | 0.58% | 4/29/14 | Open | 510,000 | 510,016 |
| Total | | | | \$ 525,353,223 | \$ 526,663,539 |

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

See Notes to Financial Statements.

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Schedule of Investments (continued)

BlackRock Multi-Sector Income Trust (BIT)

Financial futures contracts outstanding as of April 30, 2014 were as follows:

| Contracts Sold | Issue | Exchange | Expiration | Notional Value | Unrealized Appreciation (Depreciation) |
|----------------|------------------------------------|------------------------|------------|----------------|--|
| (284) | 10-Year U.S Treasury Note | Chicago Board of Trade | June 2014 | USD 35,335,813 | \$ 45,861 |
| (33) | U.S. Treasury Long Bond | Chicago Board of Trade | June 2014 | USD 4,452,937 | (92,593) |
| (125) | Ultra Long-Term U.S. Treasury Bond | Chicago Board of Trade | June 2014 | USD 18,410,156 | (461,087) |
| Total | | | | | \$ (507,819) |

Forward foreign currency exchange contracts outstanding as of April 30, 2014 were as follows:

| Currency Purchased | Currency Sold | Counterparty | Settlement Date | Unrealized Depreciation |
|--------------------|----------------|----------------------|-----------------|-------------------------|
| USD 6,408,065 | EUR 4,640,000 | Bank of America N.A. | 7/23/14 | \$ (28,113) |
| USD 39,577,742 | GBP 23,691,000 | Bank of America N.A. | 7/23/14 | (396,687) |
| Total | | | | \$ (424,800) |

Centrally cleared credit default swaps buy protection outstanding as of April 30, 2014 were as follows:

| Issuer | Pay Fixed Rate | Clearinghouse | Expiration Date | Notional Amount (000) | Unrealized Depreciation |
|--|----------------|--------------------|-----------------|-----------------------|-------------------------|
| Dow Jones CDX North America High Yield Index, Series 20, Version 1 | 5.00% | Chicago Mercantile | 6/20/18 | USD 5,000 | \$ (240,191) |
| Dow Jones CDX North America High Yield Index, Series 21, Version 1 | 5.00% | Chicago Mercantile | 12/20/18 | USD 14,500 | (58,699) |
| Total | | | | | \$ (298,890) |

OTC credit default swaps sold protection outstanding as of April 30, 2014 were as follows:

| Issuer | Receive Fixed Rate | Counterparty | Expiration Date | Credit Rating ¹ | Notional Amount (000) ² | Market Value | Premiums Received | Unrealized Appreciation |
|--|--------------------|----------------------|-----------------|----------------------------|------------------------------------|--------------|-------------------|-------------------------|
| Dow Jones CDX North America Investment Grade, Series 9 | 5.00% | Bank of America N.A. | 12/20/17 | BBB | USD 10,000 | \$ 730,785 | \$ (630,213) | \$ 1,360,998 |

¹ Using S&P's rating of the the underlying securities of the index.

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

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

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

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

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

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

Changes in valuation techniques may result in transfers into or out of an assigned level within the disclosure hierarchy. In accordance with the Trust's policy, transfers between different levels of the fair value disclosure hierarchy are deemed to have occurred as of the beginning of the reporting period. The categorization of a value determined for investments and derivative financial instruments is based on the pricing transparency of the investment and derivative financial instrument and is not necessarily an indication of the risks associated with investing in those securities. For information about the Trust's policy regarding valuation of investments and derivative financial instruments, please refer to Note 2 of the Notes to Financial Statements.

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Multi-Sector Income Trust (BIT)

The following tables summarize the Trust's investments and derivative financial instruments categorized in the disclosure hierarchy as of April 30, 2014:

| | Level 1 | Level 2 | Level 3 | Total |
|---------------------------------------|---------------|------------------|---------------|------------------|
| Assets: | | | | |
| Investments: | | | | |
| Long-Term Investments: | | | | |
| Asset-Backed Securities | | \$ 206,795,554 | \$ 14,693,708 | \$ 221,489,262 |
| Corporate Bonds | | 498,817,211 | 4,299,832 | 503,117,043 |
| Floating Rate Loan Interests | | 36,696,996 | 21,722,898 | 58,419,894 |
| Foreign Agency Obligations | | 7,543,606 | | 7,543,606 |
| Non-Agency Mortgage-Backed Securities | | 319,681,525 | 27,454,821 | 347,136,346 |
| Preferred Securities | \$ 7,700,271 | 132,184,131 | | 139,884,402 |
| Short-Term Securities | 9,857,902 | | | 9,857,902 |
| Liabilities: | | | | |
| Unfunded Loan Commitments | | (153) | | (153) |
| Total | \$ 17,558,173 | \$ 1,201,718,870 | \$ 68,171,259 | \$ 1,287,448,302 |

| | Level 1 | Level 2 | Level 3 | Total |
|---|--------------|--------------|---------|--------------|
| Derivative Financial Instruments ¹ | | | | |
| Assets: | | | | |
| Credit contracts | | \$ 1,360,998 | | \$ 1,360,998 |
| Interest rate contracts | \$ 45,861 | | | 45,861 |
| Liabilities: | | | | |
| Credit contracts | | (298,890) | | (298,890) |
| Foreign currency exchange contracts | | (424,800) | | (424,800) |
| Interest rate contracts | (553,680) | | | (553,680) |
| Total | \$ (507,819) | \$ 637,308 | | \$ 129,489 |

¹ Derivative financial instruments are swaps, financial futures contracts, and forward foreign currency exchange contracts, which are valued at the unrealized appreciation/depreciation on the instrument.

The carrying amount or face value, including accrued interest for certain of the Trust's assets and/or liabilities approximates fair value for financial statement purposes. As of April 30, 2014, such assets and/or liabilities are categorized within the disclosure hierarchy as follows:

| | Level 1 | Level 2 | Level 3 | Total |
|---|--------------|------------------|---------|------------------|
| Assets: | | | | |
| Cash | \$ 33,975 | | | \$ 33,975 |
| Cash pledged for centrally cleared swaps | 1,845,000 | | | 1,845,000 |
| Cash pledged for financial futures contracts | 841,000 | | | 841,000 |
| Foreign currency at value | 532,387 | | | 532,387 |
| Liabilities: | | | | |
| Cash received as collateral for OTC derivatives | | \$ (660,000) | | (660,000) |
| Cash received as collateral for reverse repurchase agreements | | (108,000) | | (108,000) |
| Reverse repurchase agreements | | (526,663,539) | | (526,663,539) |
| Total | \$ 3,252,362 | \$ (527,431,539) | | \$ (524,179,177) |

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As of October 31, 2013, the Trust valued certain equity securities using unadjusted price quotations from an exchange. As of April 30, 2014, the Trust used other observable inputs in determining the value of the same securities. As a result, investments with a beginning of period value of \$14,190,054 transferred from Level 1 to Level 2 in the disclosure hierarchy.

See Notes to Financial Statements.

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Schedule of Investments (concluded)

BlackRock Multi-Sector Income Trust (BIT)

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

| | Asset-Backed Securities | Corporate Bonds | Floating Rate Loan Interests | Non-Agency Mortgage-Backed Securities | Unfunded Loan Commitments (Liabilities) | Total |
|---|-------------------------|---------------------|------------------------------|---------------------------------------|---|----------------------|
| Assets: | | | | | | |
| Opening Balance, as of October 31, 2013 | \$ 67,811,145 | | \$ 18,805,204 | \$ 16,556,311 | \$ (1,224) | \$ 103,171,436 |
| Transfers into Level 3 | | | 557,984 | | | 557,984 |
| Transfers out of Level 3 ¹ | (51,049,139) | | (1,181,504) | (4,688,500) | 1,224 | (56,917,919) |
| Accrued discounts/premiums | 15,119 | | 9,089 | 145,795 | | 170,003 |
| Net realized gain (loss) | 401,140 | | 12,182 | (182,643) | | 230,679 |
| Net change in unrealized appreciation/depreciation ^{2,3} | (164,341) | \$ 5,973 | 74,862 | 1,476,357 | | 1,392,851 |
| Purchases | 1,500,000 | 4,293,859 | 7,000,000 | 14,493,250 | | 27,287,109 |
| Sales | (3,820,216) | | (3,554,919) | (345,749) | | (7,720,884) |
| Closing Balance, as of April 30, 2014 | \$ 14,693,708 | \$ 4,299,832 | \$ 21,722,898 | \$ 27,454,821 | | \$ 68,171,259 |
| Net change in unrealized appreciation/depreciation on investments still held at April 30, 2014 ³ | \$ (160,591) | \$ 5,973 | \$ 74,862 | \$ 1,476,357 | | \$ 2,866,986 |

¹ As of October 31, 2013, the Trust used significant unobservable inputs in determining the value of certain investments. As of April 30, 2014, the Trust used observable inputs in determining the value of the same investments. As a result, investments with a beginning of period value of \$56,917,919 transferred from Level 3 to Level 2 in the disclosure hierarchy.

² Included in the related net change in unrealized appreciation/depreciation in the Statements of Operations.

³ Any difference between Net change in unrealized appreciation/depreciation and Net change in unrealized appreciation/depreciation on investments still held at April 30, 2014 is generally due to investments no longer held or categorized as Level 3 at period end.

The Trust's investments that are categorized as Level 3 were valued utilizing third party pricing information without adjustment. Such valuations are based on unobservable inputs. A significant change in third party information could result in a significantly lower or higher value of such Level 3 investments.

See Notes to Financial Statements.

Statements of Assets and Liabilities

| April 30, 2014 (Unaudited) | BlackRock Credit Allocation Income Trust (BTZ) | BlackRock Floating Rate Income Trust (BGT) ¹ | BlackRock Multi-Sector Income Trust (BIT) |
|--|---|--|--|
| Assets | | | |
| Investments at value unaffiliated | \$ 2,388,286,137 | \$ 469,995,625 | \$ 1,277,590,553 |
| Investments at value affiliated | 2,444,842 | 4,426,836 | 9,857,902 |
| Cash | | 880,397 | 33,975 |
| Cash pledged for financial futures contracts | 1,785,940 | | 841,000 |
| Interest receivable | 32,786,039 | 1,698,127 | 12,283,883 |
| Investments sold receivable | 1,522,662 | 23,472,253 | 15,408,371 |
| Unrealized appreciation on OTC derivatives | 1,409,401 | 21,980 | 1,360,998 |
| Reverse repurchase agreements receivable | 1,809,750 | | |
| Swap premiums paid | 878,855 | | |
| Cash pledged as collateral for OTC derivatives | | 600,000 | |
| Foreign currency at value ⁴ | 1,047 | | 532,387 |
| Dividends receivable | 78,079 | | 101,875 |
| Swaps receivable | 79,163 | 26,006 | 58,333 |
| Principal paydowns receivable | | | 26,310 |
| Variation margin receivable on financial futures contracts | 843,413 | | |
| Unrealized appreciation on unfunded loan commitments | | 8,075 | |
| Unrealized appreciation on forward foreign currency exchange contracts | | 4,729 | |
| Cash pledged for centrally cleared swaps | 7,220,000 | | 1,845,000 |
| Prepaid expenses | 71,822 | 18,218 | 28,453 |
| Total assets | 2,439,217,150 | 501,152,246 | 1,319,969,040 |
| Liabilities | | | |
| Reverse repurchase agreements | 742,171,508 | | 526,663,539 |
| Bank borrowings payable | | 109,000,000 | |
| Bank overdraft | 785,713 | | |
| Investments purchased payable | 13,088,642 | 34,603,137 | 22,208,684 |
| Unrealized depreciation on OTC derivatives | 1,913,467 | 270,755 | |
| Foreign bank overdraft | | 4,207,652 | |
| Options written at value ⁵ | 3,658,725 | | |
| Swap premiums received | 1,354,218 | 824,976 | 630,213 |
| Investment advisory fees payable | 1,213,797 | 283,110 | 853,334 |
| Cash received as collateral for OTC derivatives | 640,000 | | 660,000 |
| Income dividends payable | 622,848 | 308,277 | 229,024 |
| Variation margin payable on financial futures contracts | 991,834 | | 247,751 |
| Officers and Trustees fees payable | 557,755 | 182,748 | 7,881 |
| Unrealized depreciation on forward foreign currency exchange contracts | | 141,598 | 424,800 |
| Swaps payable | 122,096 | | |
| Cash received as collateral for reverse repurchase agreements | | | 108,000 |
| Interest expense payable | | 80,534 | |
| Unrealized depreciation on unfunded loan commitments | | 5,937 | 153 |
| Reverse repurchase agreements payable | 1,858,113 | | |
| Other accrued expenses payable | 295,557 | 159,510 | 197,525 |
| Variation margin payable on centrally cleared swaps | 905,991 | | 12,045 |
| Total liabilities | 770,180,264 | 150,068,234 | 552,242,949 |
| Net Assets | \$ 1,669,036,886 | \$ 351,084,012 | \$ 767,726,091 |
| Net Assets Consist of | | | |
| Paid-in capital ^{6,7,8} | \$ 1,906,261,237 | \$ 429,064,959 | \$ 727,781,455 |
| Undistributed (distributions in excess of) net investment income | 2,875,289 | (2,027,734) | 3,755,518 |
| Accumulated net realized gain (loss) | (394,942,241) | (76,769,636) | 4,962,046 |
| Net unrealized appreciation/depreciation | 154,842,601 | 816,423 | 31,227,072 |

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| | | | | | | |
|--|----|---------------|----|-------------|----|---------------|
| Net Assets | \$ | 1,669,036,886 | \$ | 351,084,012 | \$ | 767,726,091 |
| Net asset value | \$ | 15.44 | \$ | 14.84 | \$ | 19.98 |
| ¹ Consolidated Statement of Assets and Liabilities. | | | | | | |
| ² Investments at cost unaffiliated | \$ | 2,232,851,635 | \$ | 468,782,522 | \$ | 1,246,498,977 |
| ³ Investments at cost affiliated | \$ | 2,444,842 | \$ | 4,426,836 | \$ | 9,857,902 |
| ⁴ Foreign currency at cost | \$ | 1,039 | \$ | (4,190,847) | \$ | 530,724 |
| ⁵ Premiums received | \$ | 6,393,785 | | | | |
| ⁶ Par value per share | \$ | 0.001 | \$ | 0.001 | \$ | 0.001 |
| ⁷ Shares outstanding | | 108,088,170 | | 23,663,232 | | 38,421,624 |
| ⁸ Shares authorized | | unlimited | | unlimited | | unlimited |

See Notes to Financial Statements.

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Statements of Operations

| | BlackRock Credit Allocation Income Trust (BTZ) | BlackRock Floating Rate Income Trust (BGT)¹ | BlackRock Multi-Sector Income Trust (BIT) |
|---|---|---|--|
| Six Months Ended April 30, 2014 (Unaudited) | | | |
| Investment Income | | | |
| Interest | \$ 61,306,008 | \$ 12,365,213 | \$ 37,427,610 |
| Dividends unaffiliated | 1,848,225 | 198,048 | 1,135,654 |
| Dividends affiliated | 1,468 | 296 | 2,784 |
| Total income | 63,155,701 | 12,563,557 | 38,566,048 |
| Expenses | | | |
| Investment advisory | 7,297,733 | 1,827,306 | 5,165,515 |
| Officer and Trustees | 88,417 | 20,191 | 35,540 |
| Accounting services | 85,835 | 27,924 | 49,584 |
| Transfer agent | 82,405 | 20,360 | 35,565 |
| Professional | 75,848 | 63,606 | 105,710 |
| Custodian | 67,729 | 86,759 | 69,646 |
| Printing | 24,447 | 9,839 | 12,450 |
| Registration | 18,995 | 4,423 | 4,354 |
| Miscellaneous | 79,278 | 24,059 | 26,446 |
| Total expenses excluding interest expense | 7,820,687 | 2,084,467 | 5,504,810 |
| Interest expense | 1,199,802 | 631,233 | 1,818,868 |
| Total expenses | 9,020,489 | 2,715,700 | 7,323,678 |
| Less fees waived by Manager | (2,587) | (500) | (5,347) |
| Total expenses after fees waived | 9,017,902 | 2,715,200 | 7,318,331 |
| Net investment income | 54,137,799 | 9,848,357 | 31,247,717 |
| Realized and Unrealized Gain (Loss) | | | |
| Net realized gain (loss) from: | | | |
| Investments | 10,154,648 | 6,758,778 | 4,054,132 |
| Financial futures contracts | 33,124 | | 57,787 |
| Foreign currency transactions | (2,802) | (1,432,590) | (1,489,403) |
| Options written | 21,557 | | 194,818 |
| Swaps | (5,080,036) | 165,898 | 664,756 |
| | 5,126,491 | 5,492,086 | 3,482,090 |
| Net change in unrealized appreciation/depreciation on: | | | |
| Investments | 39,163,773 | (3,479,056) | 32,990,361 |
| Financial futures contracts | 1,465,166 | | 154,858 |
| Foreign currency translations | (20,273) | (763,784) | (1,160,540) |
| Options written | 1,682,868 | | |
| Swaps | (15,051) | 208,920 | 5,536 |
| Unfunded loan commitments | | (11,665) | 1,071 |
| | 42,276,483 | (4,045,585) | 31,991,286 |
| Total realized and unrealized gain | 47,402,974 | 1,446,501 | 35,473,376 |
| Net Increase in Net Assets Resulting from Operations | \$ 101,540,773 | \$ 11,294,858 | \$ 66,721,093 |

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¹ Consolidated Statement of Operations.

See Notes to Financial Statements.

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Statements of Changes in Net Assets

| Increase (Decrease) in Net Assets: | BlackRock Credit Allocation Income Trust (BTZ) | |
|--|--|-----------------------------------|
| | Six Months Ended April 30, 2014 (Unaudited) | Year Ended October 31, 2013 |
| Operations | | |
| Net investment income | \$ 54,137,799 | \$ 99,114,534 |
| Net realized gain | 5,126,491 | 32,493,332 |
| Net change in unrealized appreciation/depreciation | 42,276,483 | (71,895,937) |
| Net increase in net assets resulting from operations | 101,540,773 | 59,711,929 |
| Dividends to Shareholders From | | |
| Net investment income | (52,206,586) ¹ | (99,536,463) ² |
| Capital Share Transactions | | |
| Net proceeds from the issuance of shares due to reorganization | | 862,691,514 |
| Net Assets | | |
| Total increase in net assets | 49,334,187 | 822,866,980 |
| Beginning of period | 1,619,702,699 | 796,835,719 |
| End of period | \$ 1,669,036,886 | \$ 1,619,702,699 |
| Undistributed net investment income, end of period | \$ 2,875,289 | \$ 944,076 |

| Increase (Decrease) in Net Assets: | BlackRock Floating Rate Income Trust (BGT) ³ | |
|--|--|-----------------------------------|
| | Six Months Ended April 30, 2014 (Unaudited) | Year Ended October 31, 2013 |
| Operations | | |
| Net investment income | \$ 9,848,357 | \$ 22,212,564 |
| Net realized gain | 5,492,086 | 5,355,527 |
| Net change in unrealized appreciation/depreciation | (4,045,585) | 3,431,673 |
| Net increase in net assets resulting from operations | 11,294,858 | 30,999,764 |
| Dividends to Shareholders From | | |
| Net investment income | (10,151,527) ¹ | (24,716,431) ² |
| Capital Share Transactions | | |
| Reinvestment of dividends | | 374,931 |
| Net Assets | | |
| Total increase in net assets | 1,143,331 | 6,658,264 |
| Beginning of period | 349,940,681 | 343,282,417 |

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| | | |
|---|----------------|----------------|
| End of period | \$ 351,084,012 | \$ 349,940,681 |
| Distributions in excess of net investment income, end of period | \$ (2,027,734) | \$ (1,724,564) |

¹ A portion of the dividends from net investment income may be deemed a return of capital or net realized gain at fiscal year end.

² Determined in accordance with federal income tax regulations.

³ Consolidated Statements of Changes.

See Notes to Financial Statements.

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Statements of Changes in Net Assets

| | BlackRock Multi-Sector Income Trust (BIT) | |
|---|--|---|
| | Six Months Ended April 30, 2014 (Unaudited) | Period February 27, 2013¹ to October 31, 2013 |
| Increase (Decrease) in Net Assets: | | |
| Operations | | |
| Net investment income | \$ 31,247,717 | \$ 38,588,756 |
| Net realized gain (loss) | 3,482,090 | (10,846,530) |
| Net change in unrealized appreciation/depreciation | 31,991,286 | (764,214) |
| Net increase in net assets resulting from operations | 66,721,093 | 26,978,012 |
| Dividends and Distributions to Shareholders From | | |
| Net investment income | (26,902,821) ² | (26,851,648) ³ |
| Return of capital | | (4,534,977) ³ |
| Decrease in net assets resulting from dividends and distributions to shareholders | (26,902,821) | (31,386,625) |
| Capital Share Transactions | | |
| Net proceeds from the issuance of shares | | 686,096,414 |
| Net proceeds from the underwriter's over allotment option exercised | | 46,120,006 |
| Net increase in net assets derived from capital share transactions | | 732,216,420 |
| Net Assets | | |
| Total increase in net assets | 39,818,272 | 727,807,807 |
| Beginning of period | 727,907,819 | 100,012 |
| End of period | \$ 767,726,091 | \$ 727,907,819 |
| Undistributed (distributions in excess of) net investment income, end of period | \$ 3,755,518 | \$ (589,378) |

¹ Commencement of operations.

² A portion of the dividends from net investment income may be deemed a return of capital or net realized gain at fiscal year end.

³ Determined in accordance with federal income tax regulations.

See Notes to Financial Statements.

Statements of Cash Flows

| | BlackRock | BlackRock | |
|---|--------------------------|--------------------------|---------------------|
| | Credit Allocation | Floating Rate | BlackRock |
| | Income Trust | Income Trust | Multi-Sector |
| Six Months Ended April 30, 2014 (Unaudited) | (BTZ) | (BGT)¹ | Income Trust |
| | | | (BIT) |
| Cash Provided by Operating Activities | | | |
| Net increase in net assets resulting from operations | \$ 101,540,773 | \$ 11,294,858 | \$ 66,721,093 |
| Adjustments to reconcile net increase in net assets resulting from operations to net cash provided by operating activities: | | | |
| Decrease in interest receivable | 167,764 | 771,369 | 1,178,193 |
| Decrease in swap receivable | 251,842 | | 14,861 |
| (Increase) decrease in cash pledged for centrally cleared swaps | 2,445,000 | 145,000 | (1,345,000) |
| Increase in cash pledged for financial futures contracts | (122,000) | | (511,000) |
| Decrease in cash pledged as collateral for reverse repurchase agreements | 1,333,000 | | 3,032,750 |
| Increase in prepaid expenses | (45,095) | (8,543) | (28,453) |
| (Increase) decrease in variation margin receivable on financial futures contracts | (628,495) | | 17,344 |
| Increase in dividends receivable | (7,264) | | |
| Decrease in swap premiums paid | 225,527 | | |
| Decrease in swaps payable | (117,085) | | |
| Increase (decrease) in investment advisory fees payable | (35,375) | (24,692) | 283 |
| Increase (decrease) in interest expense payable | 709,567 | (131,165) | 96,221 |
| Decrease in other accrued expenses payable | (50,468) | (108,156) | (44,660) |
| Increase in Officers and Trustees fees payable | 46,658 | 11,211 | 550 |
| Increase (decrease) in swap premiums received | 633,218 | (195,625) | (846,851) |
| Increase in variation margin payable on financial futures contracts | 991,834 | | 247,751 |
| Increase in cash received as collateral for reverse repurchase agreements | | | 108,000 |
| Increase (decrease) in cash received as collateral for OTC derivatives | (60,000) | | 60,000 |
| Increase in variation margin payable on centrally cleared swaps | 881,539 | | 8,537 |
| Net realized gain on investments and options written | (3,538,191) | (6,345,595) | (1,892,918) |
| Net unrealized gain (loss) on investments, swaps, foreign currency translations and unfunded loan commitments. | (41,336,295) | 4,045,585 | (31,949,167) |
| Amortization of premium and accretion of discount on investments | 2,497,858 | (599,736) | (6,163,859) |
| Premiums received from options written | 1,177,411 | | 194,818 |
| Proceeds from sales of long-term investments | 429,337,810 | 201,518,254 | 233,122,684 |
| Purchases of long-term investments | (374,922,116) | (160,711,033) | (210,456,971) |
| Net proceeds from sales (purchases) of short-term securities | 1,554,625 | (1,048,678) | 810,390 |
| Premiums paid on closing options written | (1,496,007) | | |
| Cash provided by operating activities | 121,436,035 | 48,613,054 | 52,374,596 |
| Cash Used for Financing Activities | | | |
| Cash receipts from borrowings | | 78,000,000 | |
| Cash payments on borrowings | | (121,000,000) | |
| Net borrowing of reverse repurchase agreements | (70,518,010) | | (25,472,558) |
| Cash dividends paid to shareholders | (52,110,489) | (9,876,087) | (26,906,773) |
| Increase in bank overdraft | 785,713 | 4,161,128 | |
| Cash used for financing activities | (121,842,786) | (48,714,959) | (52,379,331) |
| Cash Impact from Foreign Exchange Fluctuations | | | |
| Cash impact from foreign exchange fluctuations | \$ 8 | \$ (17,321) | \$ 3,122 |
| Cash and Foreign Currency | | | |
| Net increase (decrease) in cash and foreign currency | (406,743) | (119,226) | (1,613) |
| Cash and foreign currency at beginning of period | 407,790 | 999,623 | 567,975 |

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| | | | | | | |
|--|----|-------|----|-----------|----|---------|
| Cash and foreign currency at end of period | \$ | 1,047 | \$ | \$880,397 | \$ | 566,362 |
|--|----|-------|----|-----------|----|---------|

Supplemental Disclosure of Cash Flow Information

| | | | | | | |
|--|----|---------|----|-----------|----|-----------|
| Cash paid during the period for interest | \$ | 490,235 | \$ | \$762,398 | \$ | 1,722,647 |
|--|----|---------|----|-----------|----|-----------|

¹ Consolidated Statement of Cash Flows.

See Notes to Financial Statements.

SEMI-ANNUAL REPORT

APRIL 30, 2014

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Financial Highlights

BlackRock Credit Allocation Income Trust (BTZ)

| | Six Months Ended April 30, 2014 (Unaudited) | | Year Ended October 31, | | | |
|--|--|---------------------|------------------------|---------------------|---------------------|---------------------|
| | 2013 | 2012 | 2011 | 2010 | 2009 | |
| Per Share Operating Performance | | | | | | |
| Net asset value, beginning of period | \$ 14.99 | \$ 15.37 | \$ 13.94 | \$ 14.46 | \$ 12.64 | \$ 10.59 |
| Net investment income ¹ | 0.50 | 0.97 | 0.94 | 0.88 | 0.85 | 0.99 |
| Net realized and unrealized gain (loss) | 0.43 | (0.37) | 1.43 | (0.54) | 2.14 | 2.54 |
| Dividends to Preferred Shareholders from net investment income | | | | (0.01) | (0.07) | (0.07) |
| Net increase from investment operations | 0.93 | 0.60 | 2.37 | 0.33 | 2.92 | 3.46 |
| Dividends and distributions to Common Shareholders from: | | | | | | |
| Net investment income | (0.48) ² | (0.98) ³ | (0.94) ³ | (0.85) ³ | (0.81) ³ | (0.93) ³ |
| Return of capital | | | | | (0.29) ³ | (0.48) ³ |
| Total dividends and distributions | (0.48) | (0.98) | (0.94) | (0.85) | (1.10) | (1.41) |
| Net asset value, end of period | \$ 15.44 | \$ 14.99 | \$ 15.37 | \$ 13.94 | \$ 14.46 | \$ 12.64 |
| Market price, end of period | \$ 13.68 | \$ 12.97 | \$ 14.23 | \$ 12.08 | \$ 13.02 | \$ 10.96 |
| Total Investment Return Applicable to Common Shareholders⁴ | | | | | | |
| Based on net asset value | 6.81% ⁵ | 4.86% | 18.35% | 3.28% | 25.16% | 41.06% |
| Based on market price | 9.38% ⁵ | (2.01)% | 26.44% | (0.60)% | 29.98% | 38.38% |
| Ratios to Average Net Assets Applicable to Common Shareholders | | | | | | |
| Total expenses | 1.12% ⁶ | 1.15% ⁷ | 1.20% ⁸ | 1.09% ⁹ | 1.12% ⁹ | 1.60% ⁹ |
| Total expenses after fees waived and paid indirectly | 1.12% ⁶ | 1.15% ⁷ | 1.20% ⁸ | 1.09% ⁹ | 1.11% ⁹ | 1.58% ⁹ |
| Total expenses after fees waived and paid indirectly and excluding interest expense | 0.97% ⁶ | 1.00% ⁷ | 1.07% ⁸ | 0.99% ⁹ | 1.07% ⁹ | 1.24% ⁹ |
| Net investment income | 6.70% ⁶ | 6.43% | 6.53% | 6.25% ⁹ | 6.33% ⁹ | 9.93% ⁹ |
| Dividends to Preferred Shareholders | | | | 0.09% | 0.50% | 0.74% |
| Net investment income to Common Shareholders | 6.70% ⁶ | 6.43% | 6.53% | 6.16% | 5.83% | 9.19% |
| Supplemental Data | | | | | | |
| Net assets applicable to Common Shareholders, end of period (000) | \$ 1,669,037 | \$ 1,619,703 | \$ 796,836 | \$ 722,337 | \$ 749,360 | \$ 654,999 |
| Preferred Shares outstanding at \$25,000 liquidation preference, end of period (000) | | | | | \$ 231,000 | \$ 231,000 |
| Borrowings outstanding, end of period (000) | \$ 742,172 | \$ 812,028 | \$ 373,716 | \$ 339,303 | | \$ 61,576 |
| Average borrowings outstanding, during the period (000) | \$ 743,993 | \$ 724,537 | \$ 312,634 | \$ 182,843 | \$ 63,660 | \$ 76,521 |
| Portfolio turnover | 15% | 43% | 37% | 54% | 64% | 30% |

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| | | | |
|---|----------|------------|-------------------|
| Asset coverage per Preferred Share at \$25,000 liquidation preference, end of period | | \$ 106,104 | \$ 95,892 |
| Asset coverage, end of period per \$1,000 | \$ 3,249 | \$ 2,995 | \$ 3,132 \$ 3,129 |

¹ Based on average shares outstanding.

² A portion of the dividends from net investment income may be deemed a return of capital or net realized gain at fiscal year end.

³ Determined in accordance with federal income tax regulations.

⁴ Total investment returns based on market price, which can be significantly greater or less than the net asset value, may result in substantially different returns. Where applicable, excludes the effects of any sales charges and assumes the reinvestment of dividends and distributions.

⁵ Aggregate total investment return.

⁶ Annualized.

⁷ Includes reorganization costs associated with the Trust's merger. Without these costs, total expenses, total expenses after fees waived and paid indirectly, and total expenses after fees waived and paid indirectly and excluding interest expense would have been 1.15%, 1.15% and 1.00%, respectively.

⁸ Includes reorganization costs associated with the Trust's merger. Without these costs, total expenses, total expenses after fees waived and paid indirectly, and total expenses after fees waived and paid indirectly and excluding interest expense would have been 1.16%, 1.16% and 1.02%, respectively.

⁹ Does not reflect the effect of dividends to Preferred Shareholders.

See Notes to Financial Statements.

Financial Highlights

BlackRock Floating Rate Income Trust (BGT)

| | Six Months Ended April 30, 2014 ¹ (Unaudited) | | Year Ended October 31, | | | |
|--|---|---------------------|------------------------|---------------------|---------------------|---------------------|
| | 2013 ¹ | 2012 ¹ | 2011 | 2010 | 2009 | |
| Per Share Operating Performance | | | | | | |
| Net asset value, beginning of period | \$ 14.79 | \$ 14.52 | \$ 13.97 | \$ 14.48 | \$ 13.29 | \$ 11.24 |
| Net investment income ² | 0.42 | 0.94 | 0.97 | 1.00 | 0.97 | 0.98 |
| Net realized and unrealized gain (loss) | 0.06 | 0.38 | 0.68 | (0.42) | 1.09 | 2.72 |
| Dividends to Preferred Shareholders from net investment income | | | | (0.00) ³ | (0.04) | (0.04) |
| Net increase from investment operations | 0.48 | 1.32 | 1.65 | 0.58 | 2.02 | 3.66 |
| Dividends and distributions to Common Shareholders from: | | | | | | |
| Net investment income | (0.43) ⁴ | (1.05) ⁵ | (1.10) ⁵ | (1.09) ⁵ | (0.83) ⁵ | (1.19) ⁵ |
| Return of capital | | | | | | (0.42) ⁵ |
| Total dividends and distributions | (0.43) | (1.05) | (1.10) | (1.09) | (0.83) | (1.61) |
| Net asset value, end of period | \$ 14.84 | \$ 14.79 | \$ 14.52 | \$ 13.97 | \$ 14.48 | \$ 13.29 |
| Market price, end of period | \$ 14.03 | \$ 14.12 | \$ 15.07 | \$ 13.00 | \$ 14.52 | \$ 12.58 |
| Total Investment Return Applicable to Common Shareholders⁶ | | | | | | |
| Based on net asset value | 3.42% ⁷ | 9.37% | 12.37% | 4.03% | 15.55% | 39.51% |
| Based on market price | 2.42% ⁷ | 0.60% | 25.33% | (3.46)% | 22.41% | 54.14% |
| Ratios to Average Net Assets Applicable to Common Shareholders | | | | | | |
| Total expenses | 1.56% ⁸ | 1.57% | 1.66% | 1.73% ⁹ | 1.43% ⁹ | 1.96% ⁹ |
| Total expenses after fees waived and paid indirectly | 1.56% ⁸ | 1.57% | 1.61% | 1.60% ⁹ | 1.25% ⁹ | 1.68% ⁹ |
| Total expenses after fees waived and paid indirectly and excluding interest expense | 1.20% ⁸ | 1.19% | 1.25% ¹⁰ | 1.24% ⁹ | 1.15% ⁹ | 1.24% ⁹ |
| Net investment income | 5.66% ⁸ | 6.39% | 6.87% | 6.95% ⁹ | 7.01% ⁹ | 8.92% ⁹ |
| Dividends to Preferred Shareholders | | | | 0.03% | 0.27% | 0.38% |
| Net investment income to Common Shareholders | 5.66% ⁸ | 6.39% | 6.87% | 6.92% | 6.74% | 8.54% |
| Supplemental Data | | | | | | |
| Net assets applicable to Common Shareholders, end of period (000) | \$ 351,084 | \$ 349,941 | \$ 343,282 | \$ 329,831 | \$ 341,436 | \$ 312,872 |
| Preferred Shares outstanding at \$25,000 liquidation preference, end of period (000) | | | | | \$ 58,800 | \$ 58,800 |
| Borrowings outstanding, end of period (000) | \$ 109,000 | \$ 152,000 | \$ 145,000 | \$ 122,000 | \$ 38,000 | \$ 14,000 |
| Average borrowings outstanding, during the period (000) | \$ 140,243 | \$ 138,337 | \$ 126,186 | \$ 120,334 | \$ 24,321 | \$ 53,156 |
| Portfolio turnover | 36% | 72% | 65% | 89% | 87% | 42% |

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| | | | | | | | | |
|---|----|-------|----|-------|----|------------|------------|-------|
| Asset coverage per Preferred Share at \$25,000 liquidation preference, end of period (000) | | | | | | \$ 170,174 | \$ 158,029 | |
| Asset coverage, end of period \$1,000 | \$ | 4,221 | \$ | 3,302 | \$ | 3,367 | \$ | 3,704 |

¹ Consolidated Financial Highlights.

² Based on average shares outstanding.

³ Amount is greater than \$(0.005) per share.

⁴ A portion of the dividends from net investment income may be deemed a return of capital or net realized gain at fiscal year end.

⁵ Determined in accordance with federal income tax regulations.

⁶ Total investment returns based on market price, which can be significantly greater or less than the net asset value, may result in substantially different returns. Where applicable, excludes the effects of any sales charges and assumes the reinvestment of dividends and distributions.

⁷ Aggregate total investment return.

⁸ Annualized.

⁹ Do not reflect the effect of dividends to Preferred Shareholders.

¹⁰ For the year ended October 31, 2012, the total expense ratio after fees waived and paid indirectly and excluding interest expense and borrowing costs was 1.14%.

See Notes to Financial Statements.

Financial Highlights

BlackRock Multi-Sector Income Trust (BIT)

| | Six Months Ended April 30, 2014 (Unaudited) | Period February 27, 2013 ¹ to October 31, 2013 |
|---|--|--|
| Per Share Operating Performance | | |
| Net asset value, beginning of period | \$ 18.95 | \$ 19.10 ² |
| Net investment income ³ | 0.81 | 1.02 |
| Net realized and unrealized gain (loss) | 0.92 | (0.35) |
| Net increase from investment operations | 1.73 | 0.67 |
| Dividends and distributions from: | | |
| Net investment income | (0.70) ⁴ | (0.70) ⁵ |
| Return of capital | | (0.12) ⁵ |
| Total dividends and distributions | (0.70) | (0.82) |
| Net asset value, end of period | \$ 19.98 | \$ 18.95 |
| Market price, end of period | \$ 18.39 | \$ 17.04 |
| Total Investment Return^{6,7} | | |
| Based on net asset value | 9.73% | 4.04% |
| Based on market price | 12.31% | (10.66)% |
| Ratios to Average Net Assets⁸ | | |
| Total expenses | 1.98% | 1.67% |
| Total expenses after fees waived | 1.98% | 1.67% |
| Total expenses after fees waived and excluding interest expense | 1.49% | 1.33% |
| Net investment income | 8.46% | 8.05% |
| Supplemental Data | | |
| Net assets, end of period (000) | \$ 767,726 | \$ 727,908 |
| Borrowings outstanding, end of period (000) | \$ 526,664 | \$ 552,040 |
| Average borrowings outstanding, during the period (000) | \$ 556,907 | \$ 397,402 |
| Portfolio turnover | 18% | 77% ⁹ |
| Asset coverage, end of period per \$1,000 | \$ 2,458 | \$ 2,319 |

¹ Commencement of operations.

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- ² Net asset value, beginning of period, reflects a deduction of \$0.90 per share sales charge from the initial offering price of \$20.00 per share.
- ³ Based on average shares outstanding.
- ⁴ A portion of the dividends from net investment income may be deemed a return of capital or net realized gain at fiscal year end.
- ⁵ Determined in accordance with federal income tax regulations.
- ⁶ Total investment returns based on market price, which can be significantly greater or less than the net asset value, may result in substantially different returns. Where applicable, excludes the effects of any sales charges and assumes the reinvestment of dividends and distributions.
- ⁷ Aggregate total investment return.
- ⁸ Annualized.
- ⁹ Includes mortgage dollar roll transactions. Excluding these transactions, the portfolio turnover would have been 54%.

See Notes to Financial Statements.

Notes to Financial Statements (Unaudited)

1. Organization:

BlackRock Credit Allocation Income Trust (BTZ), BlackRock Floating Rate Income Trust (BGT) and BlackRock Multi-Sector Income Trust (BIT) (collectively, the Trusts or individually as a Trust) are registered under the 1940 Act as non-diversified, closed-end management investment companies. The Trusts are organized as Delaware statutory trusts. The Boards of Trustees of the Trusts are collectively referred to throughout this report as the Board of Trustees or the Board , and the trustees thereof are collectively referred to throughout this report as Trustees . The Trusts determine and make available for publication the NAVs of their Common Shares on a daily basis.

Reorganization: The Board and shareholders of BTZ and the respective Boards of Directors and Boards of Trustees and shareholders of each of BlackRock Credit Allocation Income Trust I, Inc. (PSW), BlackRock Credit Allocation Income Trust II, Inc. (PSY) and BlackRock Credit Allocation Income Trust III (BPP) (individually, a Target Fund and collectively the Target Funds) approved the reorganization of its respective Target Fund into BTZ pursuant to which BTZ acquired substantially all of the assets and substantially all of the liabilities of each Target Fund in exchange for an equal aggregate value of newly issued shares of BTZ in a merger transaction.

Each shareholder of a Target Fund received shares of BTZ in an amount equal to the aggregate net asset value of such shareholder's Target Fund shares, as determined at the close of business on December 7, 2012, less the cost of the Target Fund's reorganization. Cash was distributed for any fractional shares.

The reorganizations were accomplished by a tax-free exchange of shares of BTZ in the following amounts and at the following conversion ratios:

| | Shares Prior to | Conversion | Shares of |
|-------------|-----------------|------------|------------|
| Target Fund | Reorganization | Ratio | BTZ |
| PSW | 10,311,941 | 0.74476327 | 7,679,944 |
| PSY | 40,807,418 | 0.80162384 | 32,712,181 |
| BPP | 18,467,785 | 0.85922134 | 15,867,889 |

Each Target Fund's net assets and composition of net assets on December 7, 2012, the date of the reorganization, were as follows:

| | Target Funds | | |
|--|------------------|------------------|------------------|
| | PSW | PSY | BPP |
| Net assets | \$ 117,764,870 | \$ 501,609,101 | \$ 243,318,554 |
| Paid-in capital | \$ 220,759,069 | \$ 855,557,957 | \$ 421,683,737 |
| Undistributed (distributions in excess of) net investment income | \$ (271,460) | \$ (379,634) | \$ (20,963) |
| Accumulated net realized loss | \$ (117,819,600) | \$ (415,840,977) | \$ (201,649,795) |
| Net unrealized appreciation (depreciation) | \$ 15,096,861 | \$ 62,271,755 | \$ 23,305,575 |

For financial reporting purposes, assets received and shares issued by BTZ were recorded at fair value. However, the cost basis of the investments being received from the Target Funds were carried forward to align ongoing reporting of BTZ's realized and unrealized gains and losses with amounts distributable to shareholders for tax purposes.

The net assets of BTZ before the acquisition were \$794,732,940. The aggregate net assets of BTZ immediately after the acquisition amounted to \$1,657,424,622. Each Target Fund's fair value and cost of investments prior to the reorganization were as follows:

| | Fair Value of | Cost of |
|-------------|----------------|----------------|
| Target Fund | Investments | Investments |
| PSW | \$ 173,824,678 | \$ 158,779,261 |

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| | | |
|-----|----------------|----------------|
| PSY | \$ 728,147,930 | \$ 666,028,086 |
| BPP | \$ 354,504,965 | \$ 331,424,010 |

The purpose of these transactions was to combine four funds managed by the Manager with the same or substantially similar (but not identical) investment objectives, investment policies, strategies, risks and restrictions. Each reorganization was a tax-free event and was effective on December 10, 2012.

Assuming the acquisition had been completed on November 1, 2012 the beginning of the fiscal reporting period of BTZ, the pro forma results of operations for the year ended October 31, 2013, are as follows:

Net investment income: \$104,977,862

Net realized and change in unrealized gain/loss on investments: \$(41,452,879)

Net increase/decrease in net assets resulting from operations: \$63,524,983

Because the combined investment portfolios have been managed as a single integrated portfolio since the acquisition was completed, it is not practicable to separate the amounts of revenue and earnings of the Target Funds that have been included in BTZ's Statement of Operations since December 10, 2012.

Reorganization costs incurred in connection with the reorganization were expensed by BTZ.

Basis of Consolidation: BGT's accompanying consolidated financial statements include the account of BGT Subsidiary, LLC (the Taxable Subsidiary), which is a wholly owned taxable subsidiary of BGT. The Taxable Subsidiary enables BGT to hold an investment in J.G. Wentworth LLC Preferred Equity Interests, an operating company and satisfy regulated investment company tax requirements. Income earned and gains realized on the investment held by the Taxable Subsidiary are taxable to such subsidiary. A tax provision for income, if any, is shown as income tax in the Consolidated Statement of Operations for BGT. A tax provision for realized and unrealized gains, if any, is included as a reduction of realized and/or unrealized gain (loss) in the Consolidated Statement of Operations for BGT. BGT may invest up to 25% of its total assets in the Taxable Subsidiary. Intercompany accounts and transactions, if any, have been eliminated. The Taxable Subsidiary is subject to the same investment policies and restrictions that apply to BGT.

2. Significant Accounting Policies:

The Trusts' financial statements are prepared in conformity with accounting principles generally accepted in the United States of America (U.S. GAAP), which may require management to make estimates and assumptions that affect the reported amounts of assets and liabilities in the financial statements and the reported amounts of increases and decreases in net assets from operations during the reporting period.

Notes to Financial Statements (continued)

Actual results could differ from those estimates. The following is a summary of significant accounting policies followed by the Trusts:

Valuation: U.S. GAAP defines fair value as the price the Trusts would receive to sell an asset or pay to transfer a liability in an orderly transaction between market participants at the measurement date. The Trusts determine the fair values of their financial instruments at market value using independent dealers or pricing services under policies approved by the Board. The BlackRock Global Valuation Methodologies Committee (the Global Valuation Committee) is the committee formed by management to develop global pricing policies and procedures and to provide oversight of the pricing function for the Trusts for all financial instruments.

The Trusts value their bond investments on the basis of last available bid prices or current market quotations provided by dealers or pricing services. Floating rate loan interests are valued at the mean of the bid prices from one or more brokers or dealers as obtained from a pricing service. In determining the value of a particular investment, pricing services may use certain information with respect to transactions in such investments, quotations from dealers, pricing matrixes, market transactions in comparable investments, various relationships observed in the market between investments and calculated yield measures. Asset-backed and mortgage-backed securities are valued by independent pricing services using models that consider estimated cash flows of each tranche of the security, establish a benchmark yield and develop an estimated tranche-specific spread to the benchmark yield based on the unique attributes of the tranche. Financial futures contracts traded on exchanges are valued at their last sale price. Swap agreements are valued utilizing quotes received daily by the Trusts' pricing service or through brokers, which are derived using daily swap curves and models that incorporate a number of market data factors, such as discounted cash flows, trades and values of the underlying reference instruments. Certain centrally cleared swaps are valued at the price determined by the relevant exchange or clearinghouse. Investments in open-end registered investment companies are valued at NAV each business day. Short-term securities with remaining maturities of 60 days or less may be valued at amortized cost, which approximates fair value.

Municipal investments (including commitments to purchase such investments on a when-issued basis) are valued on the basis of prices provided by dealers or pricing services. In determining the value of a particular investment, pricing services may use certain information with respect to transactions in such investments, quotations from dealers, pricing matrixes, market transactions in comparable investments and information with respect to various relationships between investments.

Equity investments traded on a recognized securities exchange or the NASDAQ Stock Market (NASDAQ) are valued at the last reported sale price that day or the NASDAQ official closing price, if applicable. For equity investments traded on more than one exchange, the last reported sale price on the exchange where the stock is primarily traded is used. Equity investments traded on a recognized exchange for which there were no sales on that day are valued at the last available bid price.

Securities and other assets and liabilities denominated in foreign currencies are translated into U.S. dollars using exchange rates determined as of the close of business on the New York Stock Exchange (NYSE). Foreign currency exchange contracts are valued at the mean between the bid and ask prices and are determined as of the close of business on the NYSE. Interpolated values are derived when the settlement date of the contract is an interim date for which quotations are not available.

Exchange-traded options are valued at the mean between the last bid and ask prices at the close of the options market in which the options trade. An exchange-traded option for which there is no mean price is valued at the last bid (long positions) or ask (short positions) price. If no bid or ask price is available, the prior day's price will be used, unless it is determined that the prior day's price no longer reflects the fair value of the option. Over-the-counter (OTC) options and swaptions are valued by an independent pricing service using a mathematical model, which incorporates a number of market data factors, such as the trades and prices of the underlying instruments.

In the event that the application of these methods of valuation results in a price for an investment that is deemed not to be representative of the market value of such investment, or if a price is not available, the investment will be valued by the Global Valuation Committee, or its delegate, in accordance with a policy approved by the Board as reflecting fair value (Fair Value Assets). When determining the price for Fair Value Assets, the Global Valuation Committee, or its delegate, seeks to determine the price that each Trust might reasonably expect to receive from the current sale of that asset in an arm's-length transaction. Fair value determinations shall be based upon all available factors that the Global Valuation Committee, or its delegate, deems relevant consistent with the principles of fair value measurement, which include the market approach, income approach and/or in the case of recent investments, the cost approach, as appropriate. The market approach generally consists of using comparable market transactions. The income approach generally is used to discount future cash flows to present value and is adjusted for liquidity as appropriate. These factors include but are not limited to: (i) attributes specific to the investment or asset; (ii) the principal market for the investment or asset; (iii) the customary participants in the principal market for the investment or asset; (iv) data assumptions by market participants for the investment or asset, if reasonably available; (v) quoted prices for similar investments or assets in active markets; and (vi) other factors, such as future cash flows, interest rates, yield curves, volatilities, prepayment speeds, loss severities, credit risks, recovery rates, liquidation amounts and/or default rates. Due to the inherent uncertainty of valuations of such investments, the fair values may differ from

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the values that would have been used had an active market existed. The Global Valuation Committee, or its delegate, employs various methods for calibrating valuation approaches for investments where an active market does not exist, including regular due diligence of the Trusts' pricing vendors, regular reviews of key inputs and assumptions, transactional back-testing or disposition analysis to compare unrealized gains and losses to realized gains and losses, reviews of missing or stale prices and large movements in market values and reviews of any market related activity. The pricing of all Fair Value Assets is subsequently reported to the Board or a committee thereof on a quarterly basis.

Generally, trading in foreign instruments is substantially completed each day at various times prior to the close of business on the NYSE.

Notes to Financial Statements (continued)

Occasionally, events affecting the values of such instruments may occur between the foreign market close and the close of business on the NYSE that may not be reflected in the computation of the Trusts' net assets. If events (e.g., a company announcement, market volatility or a natural disaster) occur during such periods that are expected to materially affect the value of such instruments, those instruments may be Fair Value Assets and be valued at their fair value, as determined in good faith by the Global Valuation Committee using a pricing service and/or policies approved by the Board.

Foreign Currency: The Trusts' books and records are maintained in U.S. dollars. Purchases and sales of investment securities are recorded at the rates of exchange prevailing on the respective date of such transactions. Generally, when the U.S. dollar rises in value against a foreign currency, the Trusts' investments denominated in that currency will lose value because that currency is worth fewer U.S. dollars; the opposite effect occurs if the U.S. dollar falls in relative value.

The Trusts do not isolate the portion of the results of operations arising as a result of changes in the foreign exchange rates from the changes in the market prices of investments held or sold for financial reporting purposes. Accordingly, the effects of changes in foreign currency exchange rates on investments are not segregated in the Statements of Operations from the effects of changes in market prices of those investments but are included as a component of net realized and unrealized gain (loss) from investments. The Trusts report realized currency gains (losses) on foreign currency related transactions as components of net realized gain (loss) for financial reporting purposes, whereas such components are generally treated as ordinary income for federal income tax purposes.

Segregation and Collateralization: In cases where the Trusts enter into certain investments (e.g., financial futures contracts, forward foreign currency exchange contracts, swaps and options written), or certain borrowings (e.g., reverse repurchase transactions and bank borrowings payable), that would be senior securities for 1940 Act purposes, the Trusts may segregate or designate on their books and records cash or liquid securities having a market value at least equal to the amount of the Trusts' future obligations under such investments or borrowings. Doing so allows the investment or borrowing to be excluded from treatment as a senior security. Furthermore, if required by an exchange or counterparty agreement, the Trust may be required to deliver/deposit cash and/or securities to/with an exchange, or broker-dealer or custodian as collateral for certain investments or obligations.

Investment Transactions and Investment Income: For financial reporting purposes, investment transactions are recorded on the dates the transactions are entered into (the trade dates). Realized gains and losses on investment transactions are determined on the identified cost basis. Dividend income is recorded on the ex-dividend date. Dividends from foreign securities where the ex-dividend date may have passed are subsequently recorded when the Trusts are informed of the ex-dividend date. Under the applicable foreign tax laws, a withholding tax at various rates may be imposed on capital gains, dividends and interest. Upon notification from issuers, some of the dividend income received from a real estate investment trust may be redesignated as a reduction of cost of the related investment and/or realized gain. Interest income, including amortization and accretion of premiums and discounts on debt securities, is recognized on the accrual basis.

Dividends and Distributions: Dividends and distributions paid by the Trusts are recorded on the ex-dividend date.

Portions of return of capital distributions under U.S. GAAP may be taxed at ordinary income rates. The character of dividends and distributions is determined in accordance with federal income tax regulations, which may differ from U.S. GAAP. The portion of distributions that exceeds a Trust's current and accumulated earnings and profits, which are measured on a tax basis, will constitute a non-taxable return of capital. Realized net capital gains can be offset by capital losses carried forward from prior years. However, certain Trusts have capital loss carryforwards from pre-2012 tax years that offset realized net capital gains but do not offset current and accumulated earnings and profits. Consequently, if distributions in any tax year are less than the Trust's current earnings and profits but greater than net investment income and net realized capital gains (taxable income), distributions in excess of taxable income are not treated as non-taxable return of capital, but rather may be taxable to shareholders at ordinary income rates. Under certain circumstances, taxable excess distributions could be significant.

Income Taxes: It is the Trusts' policy to comply with the requirements of the Internal Revenue Code of 1986, as amended, applicable to regulated investment companies and to distribute substantially all of their taxable income to their shareholders. Therefore, no federal income tax provision is required, except with respect to any taxes related to the Taxable Subsidiary.

Each Trust files U.S. federal and various state and local tax returns. No income tax returns are currently under examination. The statute of limitations on BTZ's and BGT's U.S. federal tax returns remains open for each of the four years ended October 31, 2013. The statute of limitations on BIT's U.S. federal tax returns remains open for the period ended October 31, 2013. The statutes of limitations on each Trust's state and local tax returns may remain open for an additional year depending upon the jurisdiction.

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Management has analyzed tax laws and regulations and their application to the Trusts' facts and circumstances and does not believe there are any uncertain tax positions that require recognition of a tax liability.

Deferred Compensation Plan: Under the Deferred Compensation Plan (the Plan) approved by each Trust's Board, the independent Trustees (Independent Trustees) may defer a portion of their annual complex-wide compensation. Deferred amounts earn an approximate return as though equivalent dollar amounts had been invested in common shares of certain other BlackRock Closed-End Funds selected by the Independent Trustees. This has the same economic effect for the Independent Trustees as if the Independent Trustees had invested the deferred amounts directly in certain other BlackRock Closed-End Funds.

The Plan is not funded and obligations thereunder represent general unsecured claims against the general assets of each Trust. Deferred compensation liabilities are included in officers' and trustees' fees payable in the Statements of Assets and Liabilities and will remain as a liability of the Trusts until such amounts are distributed in accordance with the Plan.

Notes to Financial Statements (continued)

Other: Expenses directly related to a Trust are charged to that Trust. Other operating expenses shared by several funds are pro rated among those funds on the basis of relative net assets or other appropriate methods.

The Trusts have an arrangement with the custodian whereby fees may be reduced by credits earned on uninvested cash balances, which, if applicable, are shown as fees paid indirectly in the Statements of Operations. The custodian imposes fees on overdrawn cash balances, which can be offset by accumulated credits earned or may result in additional custody charges.

3. Securities and Other Investments:

Asset-Backed and Mortgage-Backed Securities: The Trusts may invest in asset-backed securities. Asset-backed securities are generally issued as pass-through certificates, which represent undivided fractional ownership interests in an underlying pool of assets, or as debt instruments, which are also known as collateralized obligations, and are generally issued as the debt of a special purpose entity organized solely for the purpose of owning such assets and issuing such debt. Asset-backed securities are often backed by a pool of assets representing the obligations of a number of different parties. The yield characteristics of certain asset-backed securities may differ from traditional debt securities. One such major difference is that all or a principal part of the obligations may be prepaid at any time because the underlying assets (i.e., loans) may be prepaid at any time. As a result, a decrease in interest rates in the market may result in increases in the level of prepayments as borrowers, particularly mortgagors, refinance and repay their loans. An increased prepayment rate with respect to an asset-backed security subject to such a prepayment feature will have the effect of shortening the maturity of the security. In addition, the Trusts may subsequently have to reinvest the proceeds at lower interest rates. If the Trusts have purchased such an asset-backed security at a premium, a faster than anticipated prepayment rate could result in a loss of principal to the extent of the premium paid.

The Trusts may purchase certain mortgage pass-through securities. There are a number of important differences among the agencies and instrumentalities of the U.S. government that issue mortgage-related securities and among the securities that they issue. For example, mortgage-related securities guaranteed by Ginnie Mae are guaranteed as to the timely payment of principal and interest by Ginnie Mae and such guarantee is backed by the full faith and credit of the United States. However, mortgage-related securities issued by Freddie Mac and Fannie Mae, including Freddie Mac and Fannie Mae guaranteed mortgage pass-through certificates, which are solely the obligations of Freddie Mac and Fannie Mae, are not backed by or entitled to the full faith and credit of the United States, but are supported by the right of the issuer to borrow from the Treasury.

Collateralized Debt Obligations: The Trusts may invest in collateralized debt obligations (CDOs), which include collateralized bond obligations (CBOs) and collateralized loan obligations (CLOs). CBOs and CLOs are types of asset-backed securities. A CDO is an entity that is backed by a diversified pool of debt securities (CBOs) or syndicated bank loans (CLOs). The cash flows of the CDO can be split into multiple segments, called tranches, which will vary in risk profile and yield. The riskiest segment is the subordinated or equity tranche. This tranche bears the greatest risk of defaults from the underlying assets in the CDO and serves to protect the other, more senior, tranches from default in all but the most severe circumstances. Since it is shielded from defaults by the more junior tranches, a senior tranche will typically have higher credit ratings and lower yields than their underlying securities, and often receive investment grade ratings from one or more of the nationally recognized rating agencies. Despite the protection from the more junior tranches, senior tranches can experience substantial losses due to actual defaults, increased sensitivity to future defaults and the disappearance of one or more protecting tranches as a result of changes in the credit profile of the underlying pool of assets.

Multiple Class Pass-Through Securities: The Trusts may invest in multiple class pass-through securities, including collateralized mortgage obligations (CMOs) and commercial mortgage-backed securities. These multiple class securities may be issued by Ginnie Mae, U.S. government agencies or instrumentalities or by trusts formed by private originators of, or investors in, mortgage loans. In general, CMOs are debt obligations of a legal entity that are collateralized by, and multiple class pass-through securities represent direct ownership interests in, a pool of residential or commercial mortgage loans or mortgage pass-through securities (the Mortgage Assets), the payments on which are used to make payments on the CMOs or multiple pass-through securities. Classes of CMOs include interest only (IOs), principal only (POs), planned amortization classes and targeted amortization classes. IOs and POs are stripped mortgage-backed securities representing interests in a pool of mortgages, the cash flow from which has been separated into interest and principal components. IOs receive the interest portion of the cash flow while POs receive the principal portion. IOs and POs can be extremely volatile in response to changes in interest rates. As interest rates rise and fall, the value of IOs tends to move in the same direction as interest rates. POs perform best when prepayments on the underlying mortgages rise since this increases the rate at which the principal is returned and the yield to maturity on the PO. When payments on mortgages underlying a PO are slower than anticipated, the life of the PO is lengthened and the yield to maturity is reduced. If the underlying Mortgage Assets experience greater than anticipated pre-payments of principal, the Trusts may not fully recoup their initial investment in IOs.

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Zero-Coupon Bonds: The Trusts may invest in zero-coupon bonds, which are normally issued at a significant discount from face value and do not provide for periodic interest payments. Zero-coupon bonds may experience greater volatility in market value than similar maturity debt obligations which provide for regular interest payments.

Capital Trusts and Trust Preferred Securities: The Trusts may invest in capital trusts and/or trust preferred securities. These securities are typically issued by corporations, generally in the form of interest-bearing notes with preferred securities characteristics, or by an affiliated business trust of a corporation, generally in the form of beneficial interests in subordinated debentures or similarly structured securities. The securities can be structured as either fixed or adjustable coupon securities that can have either a perpetual or stated maturity date. For trust preferred securities, the issuing bank or corporation will pay interest to the trust, which

Notes to Financial Statements (continued)

will then be distributed to holders of the trust preferred securities as a dividend. Dividends can be deferred without creating an event of default or acceleration, although maturity cannot take place unless all cumulative payment obligations have been met. The deferral of payments does not affect the purchase or sale of these securities in the open market. Payments on these securities are treated as interest rather than dividends for federal income tax purposes. These securities generally are rated below that of the issuing company's senior debt securities and are freely callable at the issuer's option.

Preferred Stock: The Trusts may invest in preferred stock. Preferred stock has a preference over common stock in liquidation (and generally in receiving dividends as well) but is subordinated to the liabilities of the issuer in all respects. As a general rule, the market value of preferred stock with a fixed dividend rate and no conversion element varies inversely with interest rates and perceived credit risk, while the market price of convertible preferred stock generally also reflects some element of conversion value. Because preferred stock is junior to debt securities and other obligations of the issuer, deterioration in the credit quality of the issuer will cause greater changes in the value of a preferred stock than in a more senior debt security with similar stated yield characteristics. Unlike interest payments on debt securities, preferred stock dividends are payable only if declared by the issuer's board of directors. Preferred stock also may be subject to optional or mandatory redemption provisions.

Floating Rate Loan Interests: The Trusts may invest in floating rate loan interests. The floating rate loan interests held by the Trusts are typically issued to companies (the borrower) by banks, other financial institutions, and privately and publicly offered corporations (the lender). Floating rate loan interests are generally non-investment grade, often involve borrowers whose financial condition is troubled or uncertain and companies that are highly leveraged. The Trusts may invest in obligations of borrowers who are in bankruptcy proceedings. Floating rate loan interests may include fully funded term loans or revolving lines of credit. Floating rate loan interests are typically senior in the corporate capital structure of the borrower. Floating rate loan interests generally pay interest at rates that are periodically determined by reference to a base lending rate plus a premium. The base lending rates are generally the lending rate offered by one or more European banks, such as the London Interbank Offered Rate (LIBOR), the prime rate offered by one or more U.S. banks or the certificate of deposit rate. Floating rate loan interests may involve foreign borrowers, and investments may be denominated in foreign currencies. The Trusts consider these investments to be investments in debt securities for purposes of their investment policies.

When the Trusts purchase a floating rate loan interest they may receive a facility fee and when they sell a floating rate loan interest they may pay a facility fee. On an ongoing basis, the Trusts may receive a commitment fee based on the undrawn portion of the underlying line of credit amount of a floating rate loan interest. Facility and commitment fees are typically amortized to income over the term of the loan or term of the commitment, respectively. Consent and amendment fees are recorded to income as earned. Prepayment penalty fees, which may be received by the Trusts upon the prepayment of a floating rate loan interest by a borrower, are recorded as realized gains. The Trusts may invest in multiple series or tranches of a loan. A different series or tranche may have varying terms and carry different associated risks.

Floating rate loan interests are usually freely callable at the borrower's option. The Trusts may invest in such loans in the form of participations in loans (Participations) or assignments (Assignments) of all or a portion of loans from third parties. Participations typically will result in the Trusts having a contractual relationship only with the lender, not with the borrower. The Trusts will have the right to receive payments of principal, interest and any fees to which they are entitled only from the lender selling the Participation and only upon receipt by the lender of the payments from the borrower. In connection with purchasing Participations, the Trusts generally will have no right to enforce compliance by the borrower with the terms of the loan agreement, nor any rights of offset against the borrower, and the Trusts may not benefit directly from any collateral supporting the loan in which they have purchased the Participation. As a result, the Trusts will assume the credit risk of both the borrower and the lender that is selling the Participation. The Trusts' investment in loan participation interests involves the risk of insolvency of the financial intermediaries who are parties to the transactions. In the event of the insolvency of the lender selling the Participation, the Trusts may be treated as general creditors of the lender and may not benefit from any offset between the lender and the borrower. Assignments typically result in the Trusts having a direct contractual relationship with the borrower, and the Trusts may enforce compliance by the borrower with the terms of the loan agreement.

In connection with floating rate loan interests, the Trusts may also enter into unfunded floating rate loan interests (commitments). In connection with these commitments, the Trusts earn a commitment fee, typically set as a percentage of the commitment amount. Such fee income, which is included in interest income in the Statements of Operations, is recognized ratably over the commitment period. Unfunded floating rate loan interests are marked-to-market daily, and any unrealized appreciation or depreciation is included in the Statements of Assets and Liabilities and Statements of Operations. As of April 30, 2014, the Trusts had the following unfunded floating rate loan interests:

| Borrower | Unfunded Floating Rate Loan | Value of Underlying Floating | Unrealized Appreciation (Depreciation) |
|----------|-----------------------------------|------------------------------------|--|
|----------|-----------------------------------|------------------------------------|--|

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| | | Interest | Rate Loan | |
|-----|------------------|------------|------------|------------|
| | | | Interest | |
| BGT | Allied Security | \$ 629,390 | \$ 624,670 | \$ (5,851) |
| BGT | American Energy | \$ 130,000 | \$ 136,825 | \$ 8,075 |
| BGT | Power Buyer, LLC | \$ 27,555 | \$ 27,348 | \$ (86) |
| BIT | Power Buyer, LLC | \$ 48,966 | \$ 48,599 | \$ (153) |

Forward Commitments and When-Issued Delayed Delivery Securities: The Trusts may purchase securities on a when-issued basis and may purchase or sell securities on a forward commitment basis. Settlement of such transactions normally occurs within a month or more after the purchase or sale commitment is made. The Trusts may purchase securities under such conditions with the intention of actually acquiring them, but may enter into a separate agreement to sell the securities before the settlement date. Since the value of securities purchased may fluctuate prior to

Notes to Financial Statements (continued)

settlement, the Trusts may be required to pay more at settlement than the security is worth. In addition, the Trusts are not entitled to any of the interest earned prior to settlement. When purchasing a security on a delayed delivery basis, the Trusts assume the rights and risks of ownership of the security, including the risk of price and yield fluctuations. In the event of default by the counterparty, the Trusts' maximum amount of loss is the unrealized appreciation of unsettled when-issued transactions, which is shown in the Schedules of Investments.

TBA Commitments: The Trusts may enter into TBA commitments. TBA commitments are forward agreements for the purchase or sale of mortgage-backed securities for a fixed price, with payment and delivery on an agreed upon future settlement date. The specific securities to be delivered are not identified at the trade date. However, delivered securities must meet specified terms, including issuer, rate and mortgage terms. When entering into TBA commitments, the Trusts may take possession of or deliver the underlying mortgage-backed securities but can extend the settlement or roll the transaction. TBA commitments involve a risk of loss if the value of the security to be purchased or sold declines or increases, respectively, prior to settlement date.

In order to better define contractual rights and to secure rights that will help the Trusts mitigate their counterparty risk, TBA commitments may be entered into by the Trusts under Master Securities Forward Transaction Agreements (each, an "MSFTA"). An MSFTA typically contains, among other things, collateral posting terms and netting provisions in the event of default and/or termination event. The collateral requirements are typically calculated by netting the mark to market amount for each transaction under such agreement and comparing that amount to the value of the collateral currently pledged by a Trust and the counterparty. Cash collateral that has been pledged to cover the obligations of a Trust and cash collateral received from the counterparty, if any, is reported separately on the Statements of Assets and Liabilities as cash pledged as collateral for TBA commitments or cash received as collateral for TBA commitments, respectively. Non-cash collateral pledged by a Trust, if any, is noted in the Schedules of Investments. Typically, the Trusts are permitted to sell, re-pledge or use the collateral they receive; however, the counterparty is not. To the extent amounts due to the Trust are not fully collateralized, contractually or otherwise, the Trust bears the risk of loss from counterparty non-performance.

Mortgage Dollar Roll Transactions: The Trusts may sell TBA mortgage-backed securities and simultaneously contract to repurchase substantially similar (i.e., same type, coupon and maturity) securities on a specific future date at an agreed upon price. During the period between the sale and repurchase, the Trust will not be entitled to receive interest and principal payments on the securities sold. The Trusts account for mortgage dollar roll transactions as purchases and sales and realizes gains and losses on these transactions. These transactions may increase the Trusts' portfolio turnover rate. Mortgage dollar rolls involve the risk that the market value of the securities that the Trust is required to purchase may decline below the agreed upon repurchase price of those securities.

Reverse Repurchase Agreements: The Trusts may enter into reverse repurchase agreements with qualified third party broker-dealers. In a reverse repurchase agreement, the Trusts sell securities to a bank or broker-dealer and agree to repurchase the same securities at a mutually agreed upon date and price. During the term of the reverse repurchase agreement, the Trusts continue to receive the principal and interest payments on the securities sold. Certain agreements have no stated maturity and can be terminated by either party at any time. Interest on the value of the reverse repurchase agreements issued and outstanding is based upon competitive market rates determined at the time of issuance. The Trusts may utilize reverse repurchase agreements when it is anticipated that the interest income to be earned from the investment of the proceeds of the transaction is greater than the interest expense of the transaction. Reverse repurchase agreements involve leverage risk and also the risk that the market value of the securities to be repurchased may decline below the repurchase price.

For financial reporting purposes, cash received in exchange for securities delivered plus accrued interest due to the counterparty is recorded as a liability in the Statements of Assets and Liabilities at face value including accrued interest. Due to the short term nature of the reverse repurchase agreements, face value approximates fair value. Interest payments made by the Trusts to the counterparties are recorded as a component of interest expense in the Statements of Operations. In periods of increased demand for the security, the Trusts may receive a fee for use of the security by the counterparty, which may result in interest income to the Trusts.

Reverse repurchase transactions are entered into by the Trusts under Master Repurchase Agreements ("MRA"), which permit the Trusts, under certain circumstances, including an event of default (such as bankruptcy or insolvency), to offset payables and/or receivables under the MRA with collateral held and/or posted to the counterparty and create one single net payment due to or from the Trusts. With reverse repurchase transactions, typically the Trusts and the counterparties are permitted to sell, re-pledge, or use the collateral associated with the transaction. Bankruptcy or insolvency laws of a particular jurisdiction may impose restrictions on or prohibitions against such a right of offset in the event of the MRA counterparty's bankruptcy or insolvency. Pursuant to the terms of the MRA, the Trusts receive or post securities as collateral with a market value in excess of the repurchase price to be paid or received by the Trusts upon the maturity of the transaction. Upon a bankruptcy or insolvency of the MRA counterparty, the Trusts are considered an unsecured creditor with respect to excess collateral and, as such, the return of excess collateral may be delayed.

Notes to Financial Statements (continued)

The following table is a summary of the Trusts' open reverse repurchase agreements by counterparty which are subject to offset under an MRA on a net basis as of April 30, 2014:

| Counterparty | Fair Value of Non-cash | | | |
|------------------------------------|-------------------------------|--|-------------------------|------------|
| | Reverse Repurchase Agreements | Collateral Pledged Including Accrued Interest ¹ | Cash Collateral Pledged | Net Amount |
| Barclays Capital, Inc. | \$ 63,440,401 | \$ (63,440,401) | | |
| BNP Paribas Securities Corp. | 120,357,294 | (120,357,294) | | |
| Citigroup Global Markets, Inc. | 1,858,113 | (1,858,113) | | |
| Credit Suisse Securities (USA) LLC | 268,135,642 | (268,135,642) | | |
| Deutsche Bank Securities, Inc. | 146,907,807 | (146,907,807) | | |
| RBC Capital Markets, LLC | 19,581,276 | (19,581,276) | | |
| UBS Securities LLC | 121,939,343 | (121,939,343) | | |
| Total | \$ 742,219,876 | \$ (742,219,876) | | |

¹ Net collateral with a value of \$790,205,284 has been pledged in connection with open reverse repurchase agreements. Excess of net collateral pledged to the individual counterparty is not shown for financial reporting purposes.

| Counterparty | Fair Value of Non-cash | | | |
|------------------------------------|-------------------------------|--|-------------------------|------------|
| | Reverse Repurchase Agreements | Collateral Pledged Including Accrued Interest ² | Cash Collateral Pledged | Net Amount |
| Barclays Bank PLC | \$ 4,067,721 | \$ (4,067,721) | | |
| Barclays Capital, Inc. | 179,093,735 | (179,093,735) | | |
| BNP Paribas Securities Corp. | 23,704,791 | (23,704,791) | | |
| Credit Suisse Securities (USA) LLC | 7,535,212 | (7,535,212) | | |
| Deutsche Bank Securities, Inc. | 232,466,394 | (232,466,394) | | |
| Morgan Stanley & Co. LLC | 3,180,854 | (3,180,854) | | |
| UBS Securities LLC | 76,614,832 | (76,614,832) | | |
| Total | \$ 526,663,539 | \$ (526,663,539) | | |

² Net collateral with a value of \$597,455,909 has been pledged in connection with open reverse repurchase agreements. Excess of net collateral pledged to the individual counterparty is not shown for financial reporting purposes.

In the event the counterparty of securities under an MRA files for bankruptcy or becomes insolvent, the Trusts' use of the proceeds from the agreement may be restricted while the counterparty, or its trustee or receiver, determines whether or not to enforce the Trusts' obligation to repurchase the securities.

4. Derivative Financial Instruments:

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The Trusts engage in various portfolio investment strategies using derivative contracts both to increase the returns of the Trusts and/or to economically hedge their exposure to certain risks such as credit risk, equity risk, interest rate risk or foreign currency exchange rate risk). These contracts may be transacted on an exchange or OTC.

Financial Futures Contracts: The Trusts purchase and/or sell financial futures contracts and options on financial futures contracts to gain exposure to, or economically hedge against, changes in interest rates (interest rate risk) or changes in the value of equity securities (equity risk). Financial futures contracts are agreements between the Trusts and a counterparty to buy or sell a specific quantity of an underlying instrument at a specified price and at a specified date. Depending on the terms of the particular contract, financial futures contracts are settled either through physical delivery of the underlying instrument on the settlement date or by payment of a cash settlement amount on the settlement date.

Upon entering into a financial futures contract, the Trusts are required to deposit initial margin with the broker in the form of cash or securities in an amount that varies depending on a contract's size and risk profile. The initial margin deposit must then be maintained at an established level over the life of the contract. Securities deposited as initial margin are designated on the Schedules of Investments and cash deposited, if any, is recorded on the Statements of Assets and Liabilities as cash pledged for financial futures contracts. Pursuant to the contract, the Trusts agree to receive from or pay to the broker an amount of cash equal to the daily fluctuation in value of the contract. Such receipts or payments are known as variation margin. Variation margin is recorded by the Trusts as unrealized appreciation or depreciation and, if applicable, as a receivable or payable for variation margin in the Statements of Assets and Liabilities.

When the contract is closed, the Trusts record a realized gain or loss equal to the difference between the value of the contract at the time it was opened and the value at the time it was closed. The use of financial futures contracts involves the risk of an imperfect correlation in the movements in the price of financial futures contracts, interest or foreign currency exchange rates and the underlying assets.

Forward Foreign Currency Exchange Contracts: The Trusts enter into forward foreign currency exchange contracts as an economic hedge against either specific transactions or portfolio instruments or to obtain exposure to, or hedge exposure away from, foreign currencies (foreign currency exchange rate risk). A forward foreign currency exchange contract is an agreement between two parties to buy and sell a currency at a set exchange rate on a future date. Forward foreign currency exchange

Notes to Financial Statements (continued)

contracts, when used by the Trusts, help to manage the overall exposure to the currencies in which some of the investments held by the Trusts are denominated. The contract is marked-to-market daily and the change in market value is recorded by the Trusts as an unrealized gain or loss. When the contract is closed, the Trusts record a realized gain or loss equal to the difference between the value at the time it was opened and the value at the time it was closed. The use of forward foreign currency exchange contracts involves the risk that the value of a foreign currency exchange contract changes unfavorably due to movements in the value of the referenced foreign currencies.

Options: The Trusts purchase and write call and put options to increase or decrease their exposure to underlying instruments (including interest rate risk) and/or, in the case of options written, to generate gains from options premiums. A call option gives the purchaser (holder) of the option the right (but not the obligation) to buy, and obligates the seller (writer) to sell (when the option is exercised) the underlying instrument at the exercise or strike price at any time or at a specified time during the option period. A put option gives the holder the right to sell and obligates the writer to buy the underlying instrument at the exercise or strike price at any time or at a specified time during the option period. When the Trusts purchase (write) an option, an amount equal to the premium paid (received) by the Trusts is reflected as an asset (liability). The amount of the asset (liability) is subsequently marked-to-market to reflect the current market value of the option purchased (written). When an instrument is purchased or sold through an exercise of an option, the related premium paid (or received) is added to (or deducted from) the basis of the instrument acquired or deducted from (or added to) the proceeds of the instrument sold. When an option expires (or the Trusts enter into a closing transaction), the Trusts realize a gain or loss on the option to the extent of the premiums received or paid (or gain or loss to the extent the cost of the closing transaction exceeds the premiums received or paid). When the Trusts write a call option, such option is covered, meaning that the Trusts hold the underlying instrument subject to being called by the option counterparty. When the Trusts write a put option, such option is covered by cash in an amount sufficient to cover the obligation.

Options on swaps (swaptions) are similar to options on securities except that instead of selling or purchasing the right to buy or sell a security, the writer or purchaser of the swap option is granting or buying the right to enter into a previously agreed upon interest rate or credit default swap agreement (interest rate risk and/or credit risk) at any time before the expiration of the option.

In purchasing and writing options, the Trusts bear the risk of an unfavorable change in the value of the underlying instrument or the risk that the Trusts may not be able to enter into a closing transaction due to an illiquid market. Exercise of a written option could result in the Trusts purchasing or selling a security when it otherwise would not, or at a price different from the current market value.

Swaps: The Trusts enter into swap agreements in which the Trusts and a counterparty agree either to make periodic net payments on a specified notional amount or a net payment upon termination. Swap agreements are privately negotiated in the OTC market and may be entered into as a bilateral contract (OTC swaps) or centrally cleared (centrally cleared swaps). Swaps are marked-to-market daily and changes in value are recorded as unrealized appreciation (depreciation).

For OTC swaps, any upfront premiums paid are recorded as assets and any upfront fees received are recorded as liabilities and are shown as swap premiums paid and swap premiums received, respectively, in the Statements of Assets and Liabilities and amortized over the term of the OTC swap. Payments received or made by the Trusts for OTC swaps are recorded in the Statements of Operations as realized gains or losses, respectively. When an OTC swap is terminated, the Trusts will record a realized gain or loss equal to the difference between the proceeds from (or cost of) the closing transaction and the Trusts' basis in the contract, if any. Generally, the basis of the contracts is the premium received or paid.

In a centrally cleared swap, immediately following execution of the swap agreement, the swap agreement is novated to a central counterparty (the CCP) and the Trust's counterparty on the swap agreement becomes the CCP. The Trust is required to interface with the CCP through a broker. Upon entering into a centrally cleared swap, the Trusts are required to deposit initial margin with the broker in the form of cash or securities in an amount that varies depending on the size and risk profile of the particular swap. Securities deposited as initial margin are designated on the Schedules of Investments and cash deposited is recorded on the Statements of Assets and Liabilities as cash pledged for centrally cleared swaps. The daily change in valuation of centrally cleared swaps is recorded as a receivable or payable for variation margin in the Statements of Assets and Liabilities. Payments received from (paid to) the counterparty, including at termination, are recorded as realized gain (loss) in the Statements of Operations.

Swap transactions involve, to varying degrees, elements of interest rate, credit and market risk in excess of the amounts recognized in the Statements of Assets and Liabilities. Such risks involve the possibility that there will be no liquid market for these agreements, that the counterparty to the agreements may default on its obligation to perform or disagree as to the meaning of the contractual terms in the agreements, and that there may be unfavorable changes in interest rates and/or market values associated with these transactions.

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Credit default swaps The Trusts enter into credit default swaps to manage their exposure to the market or certain sectors of the market, to reduce their risk exposure to defaults of corporate and/or sovereign issuers or to create exposure to corporate and/or sovereign issuers to which they are not otherwise exposed (credit risk). The Trusts may either buy or sell (write) credit default swaps on single-name issuers (corporate or sovereign), a combination or basket of single-name issuers or traded indexes. Credit default swaps on single-name issuers are agreements in which the protection buyer pays fixed periodic payments to the seller in consideration for a guarantee from the protection seller to make a specific payment should a negative credit event take place with respect to the referenced entity (e.g., bankruptcy, failure to pay, obligation accelerators, repudiation, moratorium or restructuring). Credit default swaps on traded indexes are agreements in which the buyer pays fixed periodic payments to the seller in consideration for a guarantee from the seller to make a specific payment should a write-down, principal or interest shortfall or default of all or individual underlying securities included in the index

Notes to Financial Statements (continued)

occur. As a buyer, if an underlying credit event occurs, the Trusts will either (i) receive from the seller an amount equal to the notional amount of the swap and deliver the referenced security or underlying securities comprising the index, or (ii) receive a net settlement of cash equal to the notional amount of the swap less the recovery value of the security or underlying securities comprising the index. As a seller (writer), if an underlying credit event occurs, the Trusts will either pay the buyer an amount equal to the notional amount of the swap and take delivery of the referenced security or underlying securities comprising the index or pay a net settlement of cash equal to the notional amount of the swap less the recovery value of the security or underlying securities comprising the index.

Interest rate swaps The Trusts enter into interest rate swaps to gain or reduce exposure to interest rates or to manage duration, the yield curve or interest rate risk by economically hedging the value of the fixed rate bonds, which may decrease when interest rates rise (interest rate risk). Interest rate swaps are agreements in which one party pays a stream of interest payments, either fixed or floating, for another party's stream of interest payments, either fixed or floating, on the same notional amount for a specified period of time.

The following is a summary of the Trusts' derivative financial instruments categorized by risk exposure:

Fair Values of Derivative Financial Instruments as of April 30, 2014

| | Statements of Assets and Liabilities Location | Derivative Assets | | |
|-------------------------------------|--|-------------------|-----------|--------------|
| | | BTZ | BGT | BIT |
| Interest rate contracts | Net unrealized appreciation/depreciation ¹ ; Investments at value unaffiliated | \$ 7,620,284 | | \$ 45,861 |
| Foreign currency exchange contracts | Unrealized appreciation on forward foreign currency exchange contracts | | \$ 4,729 | |
| Credit contracts | Unrealized appreciation on swaps; Swap premiums paid | 2,288,256 | 21,980 | 1,360,998 |
| Total | | \$ 9,908,540 | \$ 26,709 | \$ 1,406,859 |

| | Statements of Assets and Liabilities Location | Derivative Liabilities | | |
|-------------------------------------|---|------------------------|--------------|--------------|
| | | BTZ | BGT | BIT |
| Interest rate contracts | Net unrealized appreciation/depreciation ¹ ; Options written at value | \$ 8,390,841 | | \$ 553,680 |
| Foreign currency exchange contracts | Unrealized depreciation on forward foreign currency exchange contracts | | \$ 141,598 | 424,800 |
| Credit contracts | Unrealized depreciation on swaps; Swap premiums received | 3,267,685 | 1,095,731 | 929,103 |
| Total | | \$ 11,658,526 | \$ 1,237,329 | \$ 1,907,583 |

¹ Includes cumulative appreciation/depreciation on financial futures contracts and centrally cleared swaps as reported in the Schedules of Investments. Only the current day's variation margin is reported within the Statements of Assets and Liabilities.

² Includes options purchased at value as reported in the Schedules of Investments.

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The Effect of Derivative Financial Instruments in the Statements of Operations

Six Months Ended April 30, 2014

| | Net Realized Gain (Loss) From | | |
|---|-------------------------------|-----------------------|-----------------------|
| | BTZ | BGT | BIT |
| Interest rate contracts: | | | |
| Financial futures contracts | \$ 33,124 | | \$ 57,787 |
| Swaps | (3,428,092) | | |
| Options ³ | (385,319) | | (78,270) |
| Forward foreign currency exchange contracts: | | | |
| Foreign currency transactions | 35,727 | \$ (1,467,323) | (2,062,147) |
| Credit contracts: | | | |
| Swaps | (1,651,944) | 165,898 | 664,756 |
| Equity contracts | | | |
| Options ³ | (3,319,088) | | |
| Total | \$ (8,715,592) | \$ (1,301,425) | \$ (1,417,874) |

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Notes to Financial Statements (continued)

The Effect of Derivative Financial Instruments in the Statements of Operations

Six Months Ended April 30, 2014

| | Net Change in Unrealized Appreciation/ Depreciation on | | |
|--|---|---------------------|---------------------|
| | BTZ | BGT | BIT |
| Interest rate contracts: | | | |
| Financial futures contracts | \$ 1,465,166 | | \$ 154,858 |
| Swaps | (78,643) | | |
| Options ³ | 374,140 | | |
| Forward foreign currency exchange contracts: | | | |
| Foreign currency translations | (19,412) | \$ (658,325) | (1,158,384) |
| Credit contracts: | | | |
| Swaps | 63,592 | 208,920 | 5,536 |
| Equity contracts: | | | |
| Options ³ | 1,325,641 | | |
| Total | \$ 3,130,484 | \$ (449,405) | \$ (997,990) |

³ Options purchased are included in the net realized gain (loss) from investments and net change in unrealized appreciation/depreciation on investments. For the six months ended April 30, 2014, the average quarterly balances of outstanding derivative financial instruments were as follows:

| | BTZ | BGT | BIT |
|--|----------------------------|---------------|-----------------------------|
| Financial futures contracts: | | | |
| Average number of contracts purchased | 1,684 | | 870 ⁵ |
| Average number of contracts sold | 1,699 | | 277 |
| Average notional value of contracts purchased | \$ 247,298,031 | | \$ 211,193,659 ⁵ |
| Average notional value of contracts sold | \$ 213,853,664 | | \$ 36,513,906 |
| Foreign currency exchange contracts: | | | |
| Average number of contracts US dollars purchased | 1 | 5 | 2 |
| Average number of contracts US dollars sold | 1 ⁴ | 2 | |
| Average U.S. dollar amounts purchased | \$ 1,594,510 | \$ 63,333,104 | \$ 56,570,506 |
| Average U.S. dollar amounts sold | \$ 3,188,276 ⁴ | \$ 4,382,365 | |
| Options: | | | |
| Average number of option contracts purchased | 790 | 26 | 733 ⁵ |
| Average number of option contracts written | 3,400 ⁵ | | 966 ⁴ |
| Average notional value of option contracts purchased | \$ 790,000 | \$ 2,451,436 | \$ 733,000 ⁵ |
| Average notional value of option contracts written | \$ 30,525,000 ⁵ | | \$ 966,000 ⁴ |
| Average number of swaption contracts purchased | 7 | | |
| Average number of swaption contracts written | 2 | | |
| Average notional value of swaption contracts purchased | \$ 470,950,000 | | |
| Average notional value of swaption contracts written | \$ 414,600,000 | | |
| Credit default swaps: | | | |
| Average number of contracts buy protection | 24 | 1 | 2 |
| Average number of contracts sell protection | 14 | 16 | 2 |
| Average notional value buy protection | \$ 144,809,447 | \$ 1,375,000 | \$ 12,250,000 |
| Average notional value sell protection | \$ 69,004,000 | \$ 4,458,150 | \$ 11,750,000 |
| Interest rate swaps: | | | |
| Average number of contracts pays fixed rate | 9 | | |
| Average number of contracts receives fixed rate | 1 | | |
| Average notional value pays fixed rate | \$ 290,422,500 | | |
| Average notional value receives fixed rate | \$ 22,700,000 | | |

⁴ Actual contract amount shown due to limited activity.

⁵ Average contract amount shown due to limited activity.

Counterparty Credit Risk: A derivative contract may suffer a mark-to-market loss if the value of the contract decreases due to an unfavorable change in the market rates or values of the underlying instrument. Losses can also occur if the counterparty does not perform under the contract.

A Trust's risk of loss from counterparty credit risk on OTC derivatives is generally limited to the aggregate unrealized gain netted against any collateral held by such Trust. For OTC options purchased, each Trust bears the risk of loss of the amount of the premiums paid plus the positive change in market values net of any collateral held by such Trust should the counterparty fail to perform under the contracts. Options written by the Trusts do not typically give rise to counterparty credit risk, as options written generally obligate the Trusts, and not the counterparty, to perform.

With exchange-traded purchased options, futures and centrally cleared swaps, there is less counterparty credit risk to the Trusts since the exchange or clearinghouse, as counterparty to such instruments, guarantees against a possible default. The clearinghouse stands between the buyer and the seller of the contract; therefore, credit risk is limited to failure of the clearinghouse. While offset rights may exist under applicable law, a Trust does not have a contractual right of offset against a clearing broker or clearinghouse in the event of a default (including the bankruptcy or insolvency) of the clearing broker or clearinghouse. Additionally, credit risk exists in exchange-traded futures and centrally cleared swaps with respect to initial and variation margin that is held in a clearing broker's customer accounts. While clearing brokers are required to segregate

Notes to Financial Statements (continued)

customer margin from their own assets, in the event that a clearing broker becomes insolvent or goes into bankruptcy and at that time there is a shortfall in the aggregate amount of margin held by the clearing broker for all its clients, typically the shortfall would be allocated on a pro rata basis across all the clearing broker's customers, potentially resulting in losses to the Trusts.

In order to better define their contractual rights and to secure rights that will help the Trusts mitigate their counterparty risk, the Trusts may enter into an International Swaps and Derivatives Association, Inc. Master Agreement (ISDA Master Agreement) or similar agreement with their derivative contract counterparties. An ISDA Master Agreement is a bilateral agreement between each Trust and a counterparty that governs certain OTC derivatives and typically contains, among other things, collateral posting terms and netting provisions in the event of a default and/or termination event. Under an ISDA Master Agreement, each Trust may, under certain circumstances, offset with the counterparty certain derivative financial instruments payables and/or receivables with collateral held and/or posted and create one single net payment. The provisions of the ISDA Master Agreement typically permit a single net payment in the event of default including the bankruptcy or insolvency of the counterparty. Bankruptcy or insolvency laws of a particular jurisdiction may impose restrictions on or prohibitions against the right of offset in bankruptcy, insolvency or other events. In addition, certain ISDA Master Agreements allow counterparties to OTC derivatives to terminate derivative contracts prior to maturity in the event the Trusts' net assets decline by a stated percentage or the Trusts fail to meet the terms of their ISDA Master Agreements, which would cause the Trusts to accelerate payment of any net liability owed to the counterparty.

Collateral Requirements: For derivatives traded under an ISDA Master Agreement, the collateral requirements are typically calculated by netting the mark-to-market amount for each transaction under such agreement and comparing that amount to the value of any collateral currently pledged by the Trust and the counterparty.

Cash collateral that has been pledged to cover obligations of the Trusts and cash collateral received from the counterparty, if any, is reported separately on the Statements of Assets and Liabilities as cash pledged as collateral and cash received as collateral, respectively. Non-cash collateral pledged by the Trusts, if any, is noted in the Schedules of Investments. Generally, the amount of collateral due from or to a party has to exceed a minimum transfer amount threshold (typically either \$250,000 or \$500,000) before a transfer is required, which is determined at the close of business of the Trusts and any additional required collateral is delivered to/pledged by the Trusts on the next business day. Typically, the Trusts and counterparties are not permitted to sell, re-pledge or use the collateral they receive. To the extent amounts due to the Trusts from their counterparties are not fully collateralized, contractually or otherwise, the Trusts bear the risk of loss from counterparty non-performance.

For financial reporting purposes, the Trusts do not offset derivative assets and derivative liabilities that are subject to netting arrangements, if any, in the Statements of Assets and Liabilities.

At April 30, 2014, the Trusts' derivative assets and liabilities (by type) are as follows:

| | BTZ | | BGT | | BIT | |
|--|---------------------|---------------------|------------------|---------------------|---------------------|---------------------|
| | Assets | Liabilities | Assets | Liabilities | Assets | Liabilities |
| Derivative Financial Instruments: | | | | | | |
| Financial futures contracts | \$ 843,413 | \$ 991,834 | | | | \$ 247,751 |
| Forward foreign currency exchange contracts | | | \$ 4,729 | \$ 141,598 | | 424,800 |
| Options ¹ | 5,711,184 | 3,658,725 | | | | |
| Centrally cleared swaps | | 905,991 | | | | 12,045 |
| OTC swaps ² | 2,288,256 | 3,267,685 | 21,980 | 1,095,731 | \$ 1,360,998 | 630,213 |
| Total derivative assets and liabilities in the Statements of Assets and Liabilities | 8,842,853 | 8,824,235 | 26,709 | 1,237,329 | 1,360,998 | 1,314,809 |
| Derivatives not subject to an master netting agreement of similar agreement (MNA) | (843,413) | (1,897,825) | | | | (259,796) |
| Total derivative assets and liabilities subject to an MNA | \$ 7,999,440 | \$ 6,926,410 | \$ 26,709 | \$ 1,237,329 | \$ 1,360,998 | \$ 1,055,013 |

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- ¹ Includes options purchased at value which is included in Investments at value unaffiliated in the Statements of Assets and Liabilities and reported in the Schedules of Investments.
- ² Includes unrealized appreciation/depreciation on OTC swaps and swap premiums paid/received in the Statements of Assets and Liabilities.

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Notes to Financial Statements (continued)

The following tables present the Trusts' derivative assets and liabilities by counterparty net of amounts available for offset under an MNA and net of the related collateral received and pledged by the Trusts as of April 30, 2014:

BTZ

| Counterparty | Derivative Assets Subject to an MNA by Counterparty | Derivatives Available for Offset ¹ | Non-cash Collateral Received | Cash Collateral Received ² | Net Amount of Derivative Assets ³ |
|-------------------------------------|---|--|---------------------------------|---|--|
| Barclays Bank PLC | \$ 1,065,447 | \$ (157,848) | | | \$ 907,599 |
| Credit Suisse International | 447,849 | (447,849) | | | |
| Deutsche Bank AG | 736,281 | (736,281) | | | |
| Goldman Sachs Bank USA | 358,285 | (358,285) | | | |
| Goldman Sachs International | 220,103 | (220,103) | | | |
| JPMorgan Chase Bank N.A. | 4,956,071 | (4,387,538) | | \$ (568,533) | |
| Morgan Stanley Capital Services LLC | 567 | (348) | | | 219 |
| Royal Bank of Scotland PLC | 159,005 | (159,005) | | | |
| UBS AG | 55,832 | (34,006) | | | 21,826 |
| Total | \$ 7,999,440 | \$ (6,501,263) | | \$ (568,533) | \$ 929,644 |

BTZ

| Counterparty | Derivative Liabilities Subject to an MNA by Counterparty | Derivatives Available for Offset ¹ | Non-cash Collateral Pledged | Cash Collateral Pledged | Net Amount of Derivative Liabilities ⁴ |
|-------------------------------------|--|--|--------------------------------|----------------------------|--|
| Barclays Bank PLC | \$ 157,848 | \$ (157,848) | | | |
| Credit Suisse International | 667,835 | (447,849) | | | \$ 219,986 |
| Deutsche Bank AG | 835,226 | (736,281) | | | 98,945 |
| Goldman Sachs Bank USA | 407,984 | (358,285) | | | 49,699 |
| Goldman Sachs International | 248,995 | (220,103) | | | 28,892 |
| JPMorgan Chase Bank N.A. | 4,387,538 | (4,387,538) | | | |
| Morgan Stanley Capital Services LLC | 348 | (348) | | | |
| Royal Bank of Scotland PLC | 186,630 | (159,005) | | | 27,625 |
| UBS AG | 34,006 | (34,006) | | | |
| Total | \$ 6,926,410 | \$ (6,501,263) | | | \$ 425,147 |

BGT

| Counterparty | Derivative Assets Subject to an MNA by Counterparty | Derivatives Available for Offset ¹ | Non-cash Collateral Received | Cash Collateral Received | Net Amount of Derivative Assets ³ |
|---------------------------------|--|--|---------------------------------|-----------------------------|--|
| Barclays Bank PLC | \$ 6,152 | \$ (6,152) | | | |
| Citibank N.A. | 3,014 | (3,014) | | | |
| Deutsche Bank AG | 4,348 | (4,348) | | | |
| JPMorgan Chase Bank N.A. | 13,003 | (13,003) | | | |
| State Street Bank and Trust Co. | 192 | | | | \$ 192 |
| Total | \$ 26,709 | \$ (26,517) | | | \$ 192 |

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| BGT | | | | | | |
|--------------------------|---|---|--|--|---|--|
| Counterparty | Derivative Liabilities Subject to an MNA by Counterparty | Derivatives Available for Offset¹ | Non-cash Collateral Pledged | Cash Collateral Pledged⁵ | Net Amount of Derivative Liabilities⁴ | |
| Barclays Bank PLC | \$ 176,350 | \$ (6,152) | | | \$ 170,198 | |
| Citbank N.A. | 112,823 | (3,014) | | | 109,809 | |
| Deutsche Bank AG | 137,528 | (4,348) | | | 133,180 | |
| Goldman Sachs Bank USA | 676,954 | | | \$ (600,000) | 76,954 | |
| JPMorgan Chase Bank N.A. | 133,674 | (13,003) | | | 120,671 | |
| Total | \$ 1,237,329 | \$ (26,517) | | \$ (600,000) | \$ 610,812 | |

Notes to Financial Statements (continued)

BIT

| Counterparty | Derivative Assets Subject to an MNA by Counterparty | Derivatives Available for Offset ¹ | Non-cash Collateral Received | Cash Collateral Received ² | Net Amount of Derivative Assets |
|----------------------|--|--|---------------------------------|---|--|
| Bank of America N.A. | \$ 1,360,998 | \$ (1,055,013) | | \$ (305,985) | |

BIT

| Counterparty | Derivative Liabilities Subject to an MNA by Counterparty | Derivatives Available for Offset ¹ | Non-cash Collateral Pledged | Cash Collateral Pledged | Net Amount of Derivative Liabilities |
|----------------------|--|--|--------------------------------|----------------------------|---|
| Bank of America N.A. | \$ 1,055,013 | \$ (1,055,013) | | | |

¹ The amount of derivatives available for offset is limited to the amount of derivative assets and/or liabilities that are subject to an MNA.

² Excess of collateral received from the individual counterparty is not shown for financial reporting purposes.

³ Net amount represents the net amount receivable from the counterparty in the event of default.

⁴ Net amount represents the net amount payable due to the counterparty in the event of default.

⁵ Excess of collateral pledged to the individual counterparty is not shown for financial reporting purposes.

5. Investment Advisory Agreement and Other Transactions with Affiliates:

The PNC Financial Services Group, Inc. is the largest stockholder and an affiliate, for 1940 Act purposes, of BlackRock, Inc. (BlackRock).

Each Trust entered into an Investment Advisory Agreement with BlackRock Advisors, LLC (the Manager), the Trusts' investment advisor, an indirect, wholly owned subsidiary of BlackRock, to provide investment advisory and administration services. The Manager is responsible for the management of each Trust's portfolio and provides the necessary personnel, facilities, equipment and certain other services necessary to the operations of each Trust. For such services, each Trust pays the Manager a monthly fee based on a percentage of BTZ's and BGT's average weekly (average daily for BIT's) net assets (including any assets attributable to borrowings) at the following annual rates:

| | |
|-----|-------|
| BTZ | 0.62% |
| BGT | 0.75% |
| BIT | 0.80% |

The Manager voluntarily agreed to waive its investment advisory fees by the amount of investment advisory fees to the Manager indirectly through its investment in affiliated money market funds. However, the Manager does not waive its investment advisory fees by the amount of investment advisory fees paid in connection with each Trust's investment in other affiliated investment companies, if any. These amounts are included in fees waived by Manager in the Statements of Operations.

The Manager provides investment management and other services to the Taxable Subsidiary. The Manager does not receive separate compensation from the Taxable Subsidiary for providing investment management or administrative services. However, BGT pays the Manager based on BGT's net assets, which includes the assets of the Taxable Subsidiary.

The Manager entered into a sub-advisory agreement with BlackRock Financial Management, Inc. (BFM), an affiliate of the Manager with respect to each Trust. The Manager also entered into a sub-advisory agreement with BlackRock Investment Management, LLC (BIM), an affiliate of the Manager, with respect to BTZ and BIT. The Manager entered into a sub-advisory agreement with BlackRock (Singapore) Limited (BRS), an affiliate of the Manager, with respect to BIT. The Manager pays BFM, BIM and BRS, for services they provide, a monthly fee that is a percentage of the investment advisory fees paid by each Trust to the Manager.

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Certain officers and/or Trustees of the Trusts are officers and/or trustees of BlackRock or its affiliates. The Trusts reimburse the Manager for a portion of the compensation paid to the Trusts' Chief Compliance Officer, which is included in officer and trustees in the Statements of Operations.

The Trusts may purchase securities from, or sell securities to, an affiliated fund provided the affiliation is due solely to having a common investment adviser, common officers, or common trustees. For the six months ended April 30, 2014, the purchase and sale transactions with an affiliated fund in compliance with Rule 17a-7 under the 1940 Act were as follows:

| | Purchases | Sales |
|-----|------------------|--------------|
| BTZ | \$ 5,859,962 | \$ 274,821 |

6. Purchases and Sales:

Purchases and sales of investments, including paydowns, and excluding short-term securities and U.S. government securities for the six months ended April 30, 2014, were as follows:

| | Purchases | Sales |
|-----|------------------|----------------|
| BTZ | \$ 256,186,953 | \$ 388,926,299 |
| BGT | \$ 182,178,840 | \$ 220,557,112 |
| BIT | \$ 225,046,081 | \$ 245,397,401 |

Purchases and sales of U.S. government securities for the six months ended April 30, 2014, were as follows:

| | Purchases | Sales |
|-----|------------------|---------------|
| BTZ | \$ 102,467,134 | \$ 16,247,776 |

Notes to Financial Statements (continued)

Transactions in options written for the six months ended April 30, 2014, were as follows:

| BTZ | Calls | | Puts | | |
|--|-----------|----------------------------------|-----------|----------------|-------------------|
| | Contracts | Notional (000) Premiums Received | Contracts | Notional (000) | Premiums Received |
| Outstanding options, beginning of period | 416 | \$ 103,235 | 3,500 | \$ 422,600 | \$ 7,143,141 |
| Options written | | | 6,800 | | 1,177,411 |
| Options exercised | | | (1,834) | | (512,438) |
| Options expired | | | (7,000) | | (692,714) |
| Options closed | (416) | \$ (103,235) | (1,466) | (16,000) | (721,615) |
| Outstanding options, end of period | | | | \$ 406,600 | \$ 6,393,785 |

| BIT | Puts | |
|--|-----------|----------------------------------|
| | Contracts | Notional (000) Premiums Received |
| Outstanding options, beginning of period | | |
| Options written | 966 | \$ 194,818 |
| Options exercised | (966) | (194,818) |
| Options expired | | |
| Options closed | | |
| Outstanding options, end of period | | |

7. Income Tax Information:

As of October 31, 2013, the Trusts had capital loss carryforwards available to offset future realized capital gains through the indicated expiration dates as follows:

| Expires October 31, | BTZ | BGT | BIT |
|---------------------------------|----------------|---------------|--------------|
| 2014 | \$ 22,589,500 | | |
| 2015 | 56,798,160 | | |
| 2016 | 121,634,930 | \$ 20,248,278 | |
| 2017 | 158,120,431 | 45,385,443 | |
| 2018 | 31,756,723 | 16,526,601 | |
| 2019 | 10,353,275 | 409,424 | |
| No expiration date ¹ | | | \$ 2,838,978 |
| Total | \$ 401,253,019 | \$ 82,569,746 | \$ 2,838,978 |

¹ Must be utilized prior to losses subject to expiration.

As of April 30, 2014, gross unrealized appreciation and depreciation based on cost for federal income tax purposes were as follows:

| | BTZ | BGT | BIT |
|----------|------------------|----------------|------------------|
| Tax cost | \$ 2,234,791,808 | \$ 471,533,280 | \$ 1,252,556,416 |

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| | | | | | | |
|-------------------------------|----|----------------|----|--------------|----|---------------|
| Gross unrealized appreciation | \$ | 166,969,311 | \$ | 7,263,738 | \$ | 45,204,466 |
| Gross unrealized depreciation | | (11,030,140) | | (4,374,557) | | (10,312,427) |
| Net unrealized appreciation | | \$ 155,939,171 | | \$ 2,889,181 | | \$ 34,892,039 |

8. Borrowings:

BGT is party to a senior committed secured, 360-day rolling line of credit facility and a separate security agreement (the SSB Agreement) with State Street Bank and Trust Company (SSB). SSB may elect to terminate its commitment upon 360-days written notice to BGT. As of April 30, 2014, BGT has not received any notice to terminate. BGT has granted a security interest in substantially all of its assets to SSB.

The SSB Agreement allows for a maximum commitment amount of \$172,000,000.

Advances will be made by SSB to BGT, at BGT's option of (a) the higher of (i) 0.80% above the Fed Funds rate and (ii) 0.80% above the Overnight LIBOR or (b) 0.80% above 7-day, 30-day, 60-day or 90-day LIBOR.

In addition, BGT pays a facility fee and utilization fee (based on the daily unused portion of the commitments). The commitment fees are waived if BGT meets certain conditions. The fees associated with the agreements is included in the Statements of Operations as borrowing costs. Advances to BGT as of April 30, 2014 are shown in the Statements of Assets and Liabilities as bank borrowings payable. Based on the short-term nature of the borrowings under the line of credit and the variable interest rate, the carrying amount of the borrowings approximates fair value.

BGT may not declare dividends or make other distributions on shares or purchase any such shares if, at the time of the declaration, distribution or purchase, asset coverage with respect to the outstanding short-term borrowings is less than 300%.

Notes to Financial Statements (concluded)

For the six months ended April 30, 2014, the daily weighted average interest rates for BGT with loans under the revolving credit agreement, was 0.91%.

For the six months ended April 30, 2014, the daily weighted average interest rates from reverse repurchase agreements, were as follows:

| | Daily Weighted Average Interest Rate |
|-----|---|
| BTZ | 0.33% |
| BIT | 0.66% |

9. Concentration, Market and Credit Risk:

In the normal course of business, the Trusts invest in securities and enter into transactions where risks exist due to fluctuations in the market (market risk) or failure of the issuer of a security to meet all its obligations (issuer credit risk). The value of securities held by the Trusts may decline in response to certain events, including those directly involving the issuers whose securities are owned by the Trusts; conditions affecting the general economy; overall market changes; local, regional or global political, social or economic instability; and currency and interest rate and price fluctuations. Similar to issuer credit risk, the Trusts may be exposed to counterparty credit risk, or the risk that an entity with which the Trusts have unsettled or open transactions may fail to or be unable to perform on its commitments. The Trusts manage counterparty credit risk by entering into transactions only with counterparties that they believe have the financial resources to honor their obligations and by monitoring the financial stability of those counterparties. Financial assets, which potentially expose the Trusts to market, issuer and counterparty credit risks, consist principally of financial instruments and receivables due from counterparties. The extent of the Trusts exposure to market, issuer and counterparty credit risks with respect to these financial assets is generally approximated by their value recorded in the Statements of Assets and Liabilities, less any collateral held by the Trusts.

The Trusts invest a significant portion of their assets in fixed-income securities and/or use derivatives tied to the fixed income markets. See the Schedules of Investments for these securities and/or derivatives. Changes in market interest rates or economic conditions, including the Federal Reserve's decision in December 2013 to taper its quantitative easing policy, may affect the value and/or liquidity of such investments. Interest rate risk is the risk that prices of bonds and other fixed-income securities will increase as interest rates fall and decrease as interest rates rise. The Trusts may be subject to a greater risk of rising interest rates due to the current period of historically low rates.

As of April 30, 2014, the BTZ and BIT invested a significant portion of their assets in securities in the financials sector. Changes in economic conditions affecting the financials sector would have a greater impact on the Trust and could affect the value, income and/or liquidity of positions in such securities.

10. Capital Share Transactions:

The Trusts are each authorized to issue an unlimited number of \$0.001 par value shares, which may be issued as either Common Shares or Preferred Shares.

Common Shares

For the periods shown, shares issued and outstanding increased by the following amounts as a result of dividend reinvestment:

| | Six Months Ended April 30, 2014 | Year Ended October 31, 2013 |
|---|--|--|
| BGT | | 25,384 |
| Shares issued and outstanding increased 56,260,013 from the reorganization for the year ended October 31, 2013 for BTZ. | | |

For BIT, at April 30, 2014, 6,964 shares were owned by affiliates.

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Shares issued and outstanding for the period February 27, 2013 to October 31, 2013, increased by 36,006,964 from the initial public offering and 2,414,660 from the underwriters exercising the overallotment option for BIT.

11. Subsequent Events:

Management's evaluation of the impact of all subsequent events on the Trusts' financial statements was completed through the date the financial statements were issued and the following items were noted:

Each Trust paid a net investment income dividend on May 30, 2014 to shareholders of record on May 15, 2014 as follows:

| | Common Dividend Per Share | |
|-----|---------------------------|--------|
| BTZ | \$ | 0.0805 |
| BGT | \$ | 0.0695 |
| BIT | \$ | 0.1167 |

Additionally, the Trusts declared a net investment income dividend on June 2, 2014 payable to Common Shareholders of record on June 16, 2014 for the same amounts noted above.

Officers and Trustees

Richard E. Cavanagh, Chairman of the Board and Trustee

Karen P. Robards, Vice Chairperson of the Board, Chairperson of the Audit Committee and Trustee

Paul L. Audet, Trustee

Michael J. Castellano, Trustee and Member of the Audit Committee

Frank J. Fabozzi, Trustee and Member of the Audit Committee

Kathleen F. Feldstein, Trustee

James T. Flynn, Trustee and Member of the Audit Committee

Henry Gabbay, Trustee

Jerrold B. Harris, Trustee

R. Glenn Hubbard, Trustee

W. Carl Kester, Trustee and Member of the Audit Committee

John M. Perlowski, President and Chief Executive Officer

Brendan Kyne, Vice President

Robert W. Crothers, Vice President

Neal Andrews, Chief Financial Officer

Jay Fife, Treasurer

Brian Kindelan, Chief Compliance Officer and Anti-Money Laundering Officer

Janey Ahn, Secretary

Investment Advisor

BlackRock Advisors, LLC

Wilmington, DE 19809

Sub-Advisors

BlackRock Financial Management, Inc.¹

New York, NY 10022

BlackRock Investment Management LLC²

Princeton, NJ 08540

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BlackRock (Singapore) Limited³

079912 Singapore

Custodian and Accounting Agent

State Street Bank and Trust Company

Boston, MA 02110

Transfer Agent

Common Shares

Computershare Trust Company, N.A.

Canton, MA 02021

Independent Registered Public Accounting Firm

Deloitte & Touche LLP

Boston, MA 02116

Legal Counsel

Skadden, Arps, Slate, Meagher & Flom LLP

New York, NY 10036

Address of the Trusts

100 Bellevue Parkway

Wilmington, DE 19809

¹ For BTZ, BGT and BIT.

² For BTZ and BIT.

³ For BIT.

Effective June 6, 2014, Brian Kindelan resigned as Chief Compliance Officer and Anti-Money Laundering Officer of the Trusts and Charles Park became Chief Compliance Officer and Anti-Money Laundering Officer of the Trusts. Mr. Park joined BlackRock in 2009 and is the current Chief Compliance Officer of BlackRock's iShares exchange traded funds.

Effective June 13, 2014, Randy Robertson became co-portfolio manager of BIT. The other portfolio managers of BIT are Thomas Musmanno and Akiva Dickstein.

Additional Information

Dividend Policy

Each Trust's dividend policy is to distribute all or a portion of its net investment income to its shareholders on a monthly basis. In order to provide shareholders with a more stable level of dividend distributions, the dividends paid by the Trusts for any particular month may be more or less than the amount of net investment income earned by the Trusts during such month. The portion of dividend distributions that exceeds a Trust's current and accumulated earnings and profits, which are measured on a tax basis, will constitute a nontaxable return of capital. Dividend distributions in excess of a Trust's taxable income and net capital gains, but not in excess of a Trust's earnings and profits, will be taxable to shareholders as ordinary income and will not constitute a nontaxable return of capital. The Trusts' current accumulated but undistributed net investment income, if any, is disclosed in the Statements of Assets and Liabilities, which comprises part of the financial information included in this report.

General Information

The Trusts do not make available copies of their Statements of Additional Information because the Trusts' shares are not continuously offered, which means that the Statement of Additional Information of each Trust has not been updated after completion of the respective Trust's offerings and the information contained in each Trust's Statement of Additional Information may have become outdated.

Additional Information (continued)

General Information (concluded)

During the period there were no material changes in the Trusts' investment objectives or policies or to the Trusts' charters or by-laws that would delay or prevent a change of control of the Trusts that were not approved by the shareholders or in the principal risk factors associated with investment in the Trusts. There have been no changes in the persons who are primarily responsible for the day-to-day management of the Trusts' portfolios.

Quarterly performance, semi-annual and annual reports, current net asset value and other information regarding the Trusts may be found on BlackRock's website, which can be accessed at <http://www.blackrock.com>. This reference to BlackRock's website is intended to allow investors public access to information regarding the Trusts and does not, and is not intended to, incorporate BlackRock's website in this report.

Electronic Delivery

Electronic copies of most financial reports are available on the Trusts' website or shareholders can sign up for e-mail notifications of quarterly statements, annual and semi-annual reports by enrolling in the Trusts' electronic delivery program.

Shareholders Who Hold Accounts with Investment Advisors, Banks or Brokerages:

Please contact your financial advisor to enroll. Please note that not all investment advisors, banks or brokerages may offer this service.

Householding

The Trusts will mail only one copy of shareholder documents, including annual and semi-annual reports and proxy statements, to shareholders with multiple accounts at the same address. This practice is commonly called "householding" and is intended to reduce expenses and eliminate duplicate mailings of shareholder documents. Mailings of your share holder documents may be househanded indefinitely unless you instruct us otherwise. If you do not want the mailing of these documents to be combined with those for other members of your household, please call the Trusts at (800) 882-0052.

Availability of Quarterly Schedule of Investments

The Trusts file their complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year on Form N-Q. The Trusts' Forms N-Q are available on the SEC's website at <http://www.sec.gov> and may also be reviewed and copied at the SEC's Public Reference Room in Washington, DC. Information on how to access documents on the SEC's website without charge may be obtained by calling (800) SEC-0330. The Trusts' Forms N-Q may also be obtained upon request and without charge by calling (800) 882-0052.

Availability of Proxy Voting Policies and Procedures

A description of the policies and procedures that the Trusts use to determine how to vote proxies relating to portfolio securities is available (1) without charge, upon request, by calling (800) 882-0052; (2) at <http://www.blackrock.com>; and (3) on the SEC's website at <http://www.sec.gov>.

Availability of Proxy Voting Record

Information about how the Trusts voted proxies relating to securities held in the Trusts' portfolios during the most recent 12-month period ended June 30 is available upon request and without charge (1) at <http://www.blackrock.com> or by calling (800) 882-0052 and (2) on the SEC's website at <http://www.sec.gov>.

Availability of Trust Updates

BlackRock will update performance and certain other data for the Trusts on a monthly basis on its website in the "Closed-end Funds" section of <http://www.blackrock.com> as well as certain other material information as necessary from time to time. Investors and others are advised to

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periodically check the website for updated performance information and the release of other material information about the Trusts. This reference to BlackRock's website is intended to allow investors public access to information regarding the Trusts and does not, and is not intended to, incorporate BlackRock's website in this report.

Additional Information (concluded)

Section 19(a) Notices

These reported amounts and sources of distributions are only estimates provided to you pursuant to regulatory requirements and are not being provided for tax reporting purposes. The actual amounts and sources for tax reporting purposes will depend upon each Trust's investment experience during the year and may be subject to changes based on the tax regulations. Each Trust will provide a Form 1099-DIV each calendar year that will tell you how to report these distributions for federal income tax purposes.

April 30, 2014

| | Total Cumulative Distributions for the Fiscal Year-to-Date | | | % Breakdown of the Total Cumulative Distributions for the Fiscal Year-to-Date | | | | |
|------|---|-------------------------------|----------------------|--|--------------------------|-------------------------------|----------------------|---------------------------|
| | Net Investment Income | Net Realized Capital Gains | Return of Capital | Total Per Common Share | Net Investment Income | Net Realized Capital Gains | Return of Capital | Total Per Common Share |
| BTZ | \$ 0.483000 | | | \$ 0.483000 | 100% | | | 100% |
| BGT* | \$ 0.404771 | | \$ 0.024229 | \$ 0.429000 | 94% | 0% | 6% | 100% |
| BIT | \$ 0.700200 | | | \$ 0.700200 | 100% | | | 100% |

* The Trust estimates that it has distributed more than the amount of earned income and net realized gains; therefore, a portion of the distribution may be a return of capital. A return of capital may occur, for example, when some or all of the shareholder's investment in the Trust is returned to the shareholder. A return of capital does not necessarily reflect the Trust's investment performance and should not be confused with yield or income. When distributions exceed total return performance, the difference will incrementally reduce the Trust's net asset value per share.

BlackRock Privacy Principles

BlackRock is committed to maintaining the privacy of its current and former fund investors and individual clients (collectively, "Clients") and to safeguarding their non-public personal information. The following information is provided to help you understand what personal information BlackRock collects, how we protect that information and why in certain cases we share such information with select parties.

If you are located in a jurisdiction where specific laws, rules or regulations require BlackRock to provide you with additional or different privacy-related rights beyond what is set forth below, then BlackRock will comply with those specific laws, rules or regulations.

BlackRock obtains or verifies personal non-public information from and about you from different sources, including the following: (i) information we receive from you or, if applicable, your financial intermediary, on applications, forms or other documents; (ii) information about your transactions with us, our affiliates, or others; (iii) information we receive from a consumer reporting agency; and (iv) from visits to our websites.

BlackRock does not sell or disclose to non-affiliated third parties any non-public personal information about its Clients, except as permitted by law or as is necessary to respond to regulatory requests or to service Client accounts. These non-affiliated third parties are required to protect the confidentiality and security of this information and to use it only for its intended purpose.

We may share information with our affiliates to service your account or to provide you with information about other BlackRock products or services that may be of interest to you. In addition, BlackRock restricts access to non-public personal information about its Clients to those BlackRock employees with a legitimate business need for the information. BlackRock maintains physical, electronic and procedural safeguards that are designed to protect the non-public personal information of its Clients, including procedures relating to the proper storage and disposal of such information.

This report is transmitted to shareholders only. It is not a prospectus. Past performance results shown in this report should not be considered a representation of future performance. The Trusts have leveraged their Common Shares, which creates risk for Common Shareholders, including the likelihood of greater volatility of net asset value and market price of Common Shares, and the risk that fluctuations in short-term interest rates may reduce the Common Shares yield. Statements and other information herein are as dated and are subject to change.

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Item 2 Code of Ethics Not Applicable to this semi-annual report

Item 3 Audit Committee Financial Expert Not Applicable to this semi-annual report

Item 4 Principal Accountant Fees and Services Not Applicable to this semi-annual report

Item 5 Audit Committee of Listed Registrants Not Applicable to this semi-annual report

Item 6 Investments

(a) The registrant's Schedule of Investments is included as part of the Report to Stockholders filed under Item 1 of this Form.

(b) Not Applicable due to no such divestments during the semi-annual period covered since the previous Form N-CSR filing.

Item 7 Disclosure of Proxy Voting Policies and Procedures for Closed-End Management Investment Companies

Not Applicable to this semi-annual report

Item 8 Portfolio Managers of Closed-End Management Investment Companies April 30, 2014

(a)(1) The registrant is managed by a team of investment professionals which now includes Randy Robertson, Managing Director at BlackRock. Mr. Robertson is a part of the Fund's portfolio managers and is responsible for the day-to-day management of the Fund's portfolio and the selection of its investments. Mr. Robertson has been a member of the Fund's portfolio management team since 2014.

| | |
|--------------------------|---|
| Portfolio Manager | Biography |
| Randy Robertson | Managing Director of BlackRock since 2009; Managing Director at Wachovia Capital Markets from 1998 to 2009; Senior Vice President of The Money Store from 1997 to 1998; Director of Barnett Banks Inc. from 1990 to 1997. |

(a)(2) As of May 31, 2014:

| (i) Name of Portfolio Manager | (ii) Number of Other Accounts Managed and Assets by Account Type | | | (iii) Number of Other Accounts and Assets for Which Advisory Fee is | | |
|----------------------------------|---|--|-------------------|--|---|-------------------|
| | Other Registered Investment | Other Pooled Investment Vehicles | Other Accounts | Other Registered Investment | Performance-Based Other Pooled Investment Vehicles | Other Accounts |

| | Companies | | | Companies | | |
|-----------------|-----------|-----------------|-----------------|-----------|-----------------|-----|
| Randy Robertson | 0 | 4 | 2 | 0 | 2 | 0 |
| | \$0 | \$315.2 Million | \$76.02 Million | \$0 | \$120.6 Million | \$0 |

(iv) Potential Material Conflicts of Interest

BlackRock has built a professional working environment, firm-wide compliance culture and compliance procedures and systems designed to protect against potential incentives that may favor one account over another. BlackRock has adopted policies and procedures that address the allocation of investment opportunities, execution of portfolio transactions, personal trading by employees and other potential conflicts of interest that are designed to ensure that all client accounts are treated equitably over time. Nevertheless, BlackRock furnishes investment management and advisory services to numerous

clients in addition to the Fund, and BlackRock may, consistent with applicable law, make investment recommendations to other clients or accounts (including accounts which are hedge funds or have performance or higher fees paid to BlackRock, or in which portfolio managers have a personal interest in the receipt of such fees), which may be the same as or different from those made to the Fund. In addition, BlackRock Inc. its affiliates and significant shareholders and any officer, director, shareholder or employee may or may not have an interest in the securities whose purchase and sale BlackRock recommends to the Fund. BlackRock, Inc. or any of its affiliates or significant shareholders, or any officer, director, shareholder, employee or any member of their families may take different actions than those recommended to the Fund by BlackRock with respect to the same securities. Moreover, BlackRock may refrain from rendering any advice or services concerning securities of companies of which any of BlackRock Inc. s (or its affiliates or significant shareholders) officers, directors or employees are directors or officers, or companies as to which BlackRock, Inc. or any of its affiliates or significant shareholders or the officers, directors and employees of any of them has any substantial economic interest or possesses material non-public information. Certain portfolio managers also may manage accounts whose investment strategies may at times be opposed to the strategy utilized for a fund. It should also be noted that Mr. Robertson may be managing certain hedge fund and/or long only accounts, or may be part of a team managing certain hedge fund and/or long only accounts, subject to incentive fees. Mr. Robertson may therefore be entitled to receive a portion of any incentive fees earned on such accounts.

As a fiduciary, BlackRock owes a duty of loyalty to its clients and must treat each client fairly. When BlackRock purchases or sells securities for more than one account, the trades must be allocated in a manner consistent with its fiduciary duties. BlackRock attempts to allocate investments in a fair and equitable manner among client accounts, with no account receiving preferential treatment. To this end, BlackRock, Inc. has adopted policies that are intended to ensure reasonable efficiency in client transactions and provide BlackRock with sufficient flexibility to allocate investments in a manner that is consistent with the particular investment discipline and client base, as appropriate.

(a)(3) As of April 30, 2014:

Portfolio Manager Compensation Overview

The discussion below describes the portfolio manager s compensation as of April 30, 2014.

BlackRock s financial arrangements with its portfolio managers, its competitive compensation and its career path emphasis at all levels reflect the value senior management places on key resources. Compensation may include a variety of components and may vary from year to year based on a number of factors. The principal components of compensation include a base salary, a performance-based discretionary bonus, participation in various benefits programs and one or more of the incentive compensation programs established by BlackRock.

Base compensation. Generally, portfolio managers receive base compensation based on their position with the firm.

Discretionary Incentive Compensation

Discretionary incentive compensation is a function of several components: the performance of BlackRock, Inc., the performance of the portfolio manager s group within BlackRock, the investment performance, including risk-adjusted returns, of the firm s assets under management or supervision by that portfolio manager relative to predetermined benchmarks, and the individual s performance and

contribution to the overall performance of these portfolios and BlackRock. In most cases, these benchmarks are the same as the benchmark or benchmarks against which the performance of the Funds or other accounts managed by the portfolio managers are measured. Among other things, BlackRock's Chief Investment Officers make a subjective determination with respect to each portfolio manager's compensation based on the performance of the Funds and other accounts managed by each portfolio manager relative to the various benchmarks. Performance of fixed income funds is measured on a pre-tax and/or after-tax basis over various time periods including 1-, 3- and 5- year periods, as applicable. The performance of Mr. Robertson is not measured against a specific benchmark.

Distribution of Discretionary Incentive Compensation. Discretionary incentive compensation is distributed to portfolio managers in a combination of cash and BlackRock, Inc. restricted stock units which vest ratably over a number of years. For some portfolio managers, discretionary incentive compensation is also distributed in deferred cash awards that notionally track the returns of select BlackRock investment products they manage and that vest ratably over a number of years. The BlackRock, Inc. restricted stock units, upon vesting, will be settled in BlackRock, Inc. common stock. Typically, the cash portion of the discretionary incentive compensation, when combined with base salary, represents more than 60% of total compensation for the portfolio managers. Paying a portion of discretionary incentive compensation in BlackRock, Inc. stock puts compensation earned by a portfolio manager for a given year at risk based on BlackRock's ability to sustain and improve its performance over future periods. Providing a portion of discretionary incentive compensation in deferred cash awards that notionally track the BlackRock investment products they manage provides direct alignment with investment product results.

Long-Term Incentive Plan Awards From time to time long-term incentive equity awards are granted to certain key employees to aid in retention, align their interests with long-term shareholder interests and motivate performance. Equity awards are generally granted in the form of BlackRock, Inc. restricted stock units that, once vested, settle in BlackRock, Inc. common stock. Mr. Robertson has unvested long-term incentive awards.

Deferred Compensation Program A portion of the compensation paid to eligible United States-based BlackRock employees may be voluntarily deferred at their election for defined periods of time into an account that tracks the performance of certain of the firm's investment products. Any portfolio manager who is either a managing director or director at BlackRock with compensation above a specified threshold is eligible to participate in the deferred compensation program.

Other compensation benefits. In addition to base salary and discretionary incentive compensation, portfolio managers may be eligible to receive or participate in one or more of the following:

Incentive Savings Plans BlackRock, Inc. has created a variety of incentive savings plans in which BlackRock, Inc. employees are eligible to participate, including a 401(k) plan, the BlackRock Retirement Savings Plan (RSP), and the BlackRock Employee Stock Purchase Plan (ESPP). The employer contribution components of the RSP include a company match equal to 50% of the first 8% of eligible pay contributed to the plan capped at \$5,000 per year, and a company retirement contribution equal to 3-5% of eligible compensation up to the Internal Revenue Service limit (\$260,000 for 2014). The RSP offers a range of investment options, including registered investment companies and collective investment funds managed by the firm. BlackRock, Inc. contributions follow the investment direction set by participants for their own contributions or, absent participant investment direction, are invested into a target date fund that corresponds to, or is closest to, the year in which the participant attains age 65. The ESPP allows for investment in BlackRock, Inc. common stock at a 5% discount on the fair market value of the stock on the purchase date. Annual participation in the ESPP is limited to the purchase of 1,000 shares of common stock or a dollar value of \$25,000 based on its fair market value on the purchase date. All of the eligible portfolio managers are eligible to participate in these plans.

(a)(4) *Beneficial Ownership of Securities* As of April 30, 2014.

| Portfolio Manager | Dollar Range of Equity Securities of the Fund Beneficially Owned |
|--------------------------|---|
| Randy Robertson | None |

(b) Effective June 13, 2014, John Vibert was removed and Randy Robertson was added as a Portfolio Manager for the Fund

Item 9 Purchases of Equity Securities by Closed-End Management Investment Company and Affiliated Purchasers
Not Applicable

Item 10 Submission of Matters to a Vote of Security Holders There have been no material changes to these procedures.

Item 11 Controls and Procedures

(a) The registrant's principal executive and principal financial officers, or persons performing similar functions, have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940, as amended (the 1940 Act)) are effective as of a date within 90 days of the filing of this report based on the evaluation of these controls and procedures required by Rule 30a-3(b) under the 1940 Act and Rule 13a-15(b) under the Securities Exchange Act of 1934, as amended.

(b) There were no changes in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the 1940 Act) that occurred during the second fiscal quarter of the period covered by this report that have materially affected, or are reasonably likely to materially affect, the registrant's internal control over financial reporting.

Item 12 Exhibits attached hereto

(a)(1) Code of Ethics Not Applicable to this semi-annual report

(a)(2) Certifications Attached hereto

(a)(3) Not Applicable

(b) Certifications Attached hereto

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

BlackRock Multi-Sector Income Trust

By: /s/ John M. Perlowski
John M. Perlowski
Chief Executive Officer (principal executive officer) of

BlackRock Multi-Sector Income Trust

Date: July 1, 2014

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

By: /s/ John M. Perlowski
John M. Perlowski
Chief Executive Officer (principal executive officer) of

BlackRock Multi-Sector Income Trust

Date: July 1, 2014

By: /s/ Neal J. Andrews
Neal J. Andrews
Chief Financial Officer (principal financial officer) of

BlackRock Multi-Sector Income Trust

Date: July 1, 2014