BLACKROCK CORPORATE HIGH YIELD FUND III INC Form N-Q July 27, 2012 UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549
FORM N-Q
QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED MANAGEMENT INVESTMENT COMPANY
Investment Company Act file number 811-08497
Name of Fund: BlackRock Corporate High Yield Fund III, Inc. (CYE)
Fund Address: 100 Bellevue Parkway, Wilmington, DE 19809
Name and address of agent for service: John M. Perlowski, Chief Executive Officer, BlackRock Corporate High Yield Fund III, Inc., 55 East 52 <sup>nd</sup> Street, New York, NY 10055
Registrant's telephone number, including area code: (800) 882-0052, Option 4
Date of fiscal year end: 02/28/2013
Date of reporting period: 05/31/2012
Item 1 – Schedule of Investments

Consolidated Schedule of Investments May 31, 2012 (Unaudited)

Asset-Backed Securities American Airlines Pass-Through	Par (000)	Value
Trust, Series 2011-2, Class A,		
8.63%, 4/15/23	USD 1,087	\$ 1,141,282
Total Asset-Backed Securities 0.4%		1,141,282
Common Stocks	Shares	
Auto Components 2.8%		
Delphi Automotive Plc (a)	13,654	396,387
Delphi Automotive Plc (a)	242,654	7,044,234
		7,440,621
Biotechnology 0.0%	7.120	0.4.000
Ironwood Pharmaceuticals, Inc. (a)	7,130	84,990
Capital Markets 0.2%	74.600	622.254
E*Trade Financial Corp. (a)  Chemicals 0.2%	74,600	633,354
CF Industries Holdings, Inc.	2,200	376,112
Huntsman Corp.	14,000	179,200
Tunishian Corp.	11,000	555,312
Commercial Banks 0.3%		333,312
CIT Group, Inc. (a)	22,270	761,411
Communications Equipment 0.3%		
Loral Space & Communications		
Ltd.	12,778	770,514
Diversified Financial Services 0.6%		
Kcad Holdings I Ltd.	220,203,372	1,745,552
Diversified Telecommunication Services 0.1%		
Level 3 Communications, Inc. (a)	15,380	326,517
Electrical Equipment 0.0%	=0=04	
Medis Technologies Ltd. (a)	70,784	262
Energy Equipment & Services 1.0%	25 204	1 450 207
Laricina Energy Ltd. Osum Oil Sands Corp.	35,294 82,000	1,452,287 992,400
Transocean Ltd.	8,600	351,138
Hansoccan Ltd.	0,000	2,795,825
Hotels, Restaurants & Leisure 0.0%		2,775,025
Buffets Restaurants Holdings, Inc.		
(a)	1,099	55
Travelport Worldwide Ltd.	76,940	38,470
		38,525
Media 1.6%		
Belo Corp., Class A	23,782	137,460
Charter Communications, Inc. (a)	63,805	4,000,574
Clear Channel Outdoor Holdings,	0.044	<0.==0
Inc., Class A (a)	9,964	62,773
Common Stocks	Shares	Value
Media (concluded)		
DISH Network Corp., Class A	5,900	\$ 165,436 4,366,243
Metals & Mining 0.1%		
African Minerals Ltd. (a)	47,050	273,301
Oil, Gas & Consumable Fuels 0.1%	102 100	120.229
African Petroleum Corp. Ltd (a)	102,100	139,238

Paper & Forest Products 0.2%			
Ainsworth Lumber Co. Ltd. (a)		122,117	144,244
Ainsworth Lumber Co. Ltd. (a)(b)		140,415	165,858
Western Forest Products, Inc. (a)		158,023	126,988
Western Forest Products, Inc. (a)		45,762	36,774
, , ,		,	473,864
Road & Rail 0.2%			,
Dollar Thrifty Automotive Group,			
Inc. (a)		5,900	481,322
Semiconductors & Semiconducto	or Equipment 0.3%		
Spansion, Inc., Class A (a)	• •	64,237	693,759
SunPower Corp. (a)		271	1,358
• ` ` `			695,117
Software 0.0%			
Bankruptcy Management			
Solutions, Inc. (a)		501	15
HMH Holdings/EduMedia (a)		89,669	897
3			912
Total Common Stocks 8.0%			21,582,880
		Par	
		i ai	
Corporate Bonds		(000)	
Corporate Bonds Aerospace & Defense 0.5%			
Aerospace & Defense 0.5% Huntington Ingalls Industries, Inc.:			
Aerospace & Defense 0.5%			238,050
Aerospace & Defense 0.5% Huntington Ingalls Industries, Inc.:		(000)	238,050 342,375
Aerospace & Defense 0.5% Huntington Ingalls Industries, Inc.: 6.88%, 3/15/18		(000) USD 230	
Aerospace & Defense 0.5% Huntington Ingalls Industries, Inc.: 6.88%, 3/15/18 7.13%, 3/15/21		(000) USD 230	342,375
Aerospace & Defense 0.5% Huntington Ingalls Industries, Inc.: 6.88%, 3/15/18 7.13%, 3/15/21 Kratos Defense & Security		(000) USD 230	
Aerospace & Defense 0.5% Huntington Ingalls Industries, Inc.: 6.88%, 3/15/18 7.13%, 3/15/21 Kratos Defense & Security Solutions, Inc., 10.00%, 6/01/17		USD 230 330	342,375
Aerospace & Defense 0.5% Huntington Ingalls Industries, Inc.: 6.88%, 3/15/18 7.13%, 3/15/21 Kratos Defense & Security Solutions, Inc., 10.00%, 6/01/17  Air Freight & Logistics 0.5%		USD 230 330	342,375 896,760
Aerospace & Defense 0.5% Huntington Ingalls Industries, Inc.: 6.88%, 3/15/18 7.13%, 3/15/21 Kratos Defense & Security Solutions, Inc., 10.00%, 6/01/17  Air Freight & Logistics 0.5% National Air Cargo Group, Inc.:		USD 230 330 846	342,375 896,760
Aerospace & Defense 0.5% Huntington Ingalls Industries, Inc.: 6.88%, 3/15/18 7.13%, 3/15/21 Kratos Defense & Security Solutions, Inc., 10.00%, 6/01/17  Air Freight & Logistics 0.5%		(000) USD 230 330 846	342,375 896,760 1,477,185 635,499
Aerospace & Defense 0.5% Huntington Ingalls Industries, Inc.: 6.88%, 3/15/18 7.13%, 3/15/21 Kratos Defense & Security Solutions, Inc., 10.00%, 6/01/17  Air Freight & Logistics 0.5% National Air Cargo Group, Inc.:		USD 230 330 846	342,375 896,760 1,477,185 635,499 642,631
Aerospace & Defense 0.5% Huntington Ingalls Industries, Inc.: 6.88%, 3/15/18 7.13%, 3/15/21 Kratos Defense & Security Solutions, Inc., 10.00%, 6/01/17  Air Freight & Logistics 0.5% National Air Cargo Group, Inc.: Series 1, 12.38%, 9/02/15 Series 2, 12.38%, 8/16/15		(000) USD 230 330 846	342,375 896,760 1,477,185 635,499
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	Pa		
Corporate Bonds	(00	0)	Value
Airlines (concluded)			
Continental Airlines, Inc. (concluded):			
Series 2010-1, Class B,	USD	480 5	190.055
6.00%, 7/12/20 Dalta Air Lines Inc.	USD	480 3	480,955
Delta Air Lines, Inc.:			
Series 2002-1, Class G-1,		611	647 474
6.72%, 7/02/24 Series 2009-1, Class B,		611	647,474
9.75%, 6/17/18		199	213 170
9.73%, 0/17/18 Series 2010-1, Class B,		199	213,179
		500	500,000
6.38%, 7/02/17 United Air Lines Inc. 12.75%		300	500,000
United Air Lines, Inc., 12.75%, 7/15/12		2,062	2 092 002
		2,002	2,082,992
US Airways Pass Through Trust: Series 2011-1, Class C,			
10.88%, 10/22/14		679	699,261
Series 2012-1, Class C,		079	099,201
9.13%, 10/01/15		450	450,000
3.13 /0, 10/01/13		450	5,351,564
Auto Components 2.2%			3,331,304
Baker Corp. International, Inc.,			
8.25%, 6/01/19 (b)		210	210,000
Dana Holding Corp., 6.75%,		210	210,000
2/15/21		450	481,500
Delphi Corp., 6.13%, 5/15/21		170	181,050
Icahn Enterprises LP:		170	101,030
4.00%, 8/15/13 (b)(d)(e)		255	254,363
8.00%, 1/15/18		3,035	3,213,306
IDQ Holdings, Inc., 11.50%,		2,022	5,215,500
4/01/17 (b)		380	397,100
International Automotive		200	57,,100
Components Group SL, 9.13%,			
6/01/18 (b)		40	36,100
Jaguar Land Rover Plc, 8.25%,			,
3/15/20	GBP	482	728,744
Titan International, Inc., 7.88%,			,.
10/01/17	USD	465	481,275
			5,983,438
Beverages 0.3%			
Crown European Holdings SA:			
7.13%, 8/15/18 (b)	EUR	302	398,629
7.13%, 8/15/18		238	314,152
			712,781
Biotechnology 0.1%			
QHP Royalty Sub LLC, 10.25%,			
3/15/15 (b)	USD	165	165,106
Building Products 0.7%			
Building Materials Corp. of America (b):			
7.00%, 2/15/20		530	556,500
6.75%, 5/01/21		950	971,375
		475	356,250

Momentive Performance Materials, Inc., 11.50%, 12/01/16

1,884,125

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Corporate Bonds	(0	00)	Value
Capital Markets 1.1%			
American Capital Ltd., 7.96%,	HCD	720	¢ 700.000
12/31/13 (f) E*Trade Financial Corp.:	USD	720	\$ 722,023
12.50%, 11/30/17		1,070	1,227,825
2.36%, 8/31/19 (b)(e)(g)		244	205,875
Series A, 2.36%, 8/31/19		211	203,073
(e)(g)		7	5,906
KKR Group Finance Co., 6.38%,		,	2,500
9/29/20 (b)		650	699,614
			2,861,243
Chemicals 4.1%			
American Pacific Corp., 9.00%,			
2/01/15		880	875,600
Ashland, Inc., 9.13%, 6/01/17		25	27,438
Basell Finance Co. BV, 8.10%,			
3/15/27 (b)		495	584,100
Celanese US Holdings LLC, 5.88%,			
6/15/21		1,785	1,860,862
Chemtura Corp., 7.88%, 9/01/18		310	321,625
Hexion US Finance Corp.:			
6.63%, 4/15/20 (b)		535	541,687
9.00%, 11/15/20		310	270,475
Huntsman International LLC,		4=0	100 100
8.63%, 3/15/21		170	190,400
Ineos Finance Plc (b):		000	014 477
8.38%, 2/15/19		890	914,475
7.50%, 5/01/20		440	435,600
INEOS Group Holdings Plc, 8.50%,		1.45	120.962
2/15/16 (b) Kinove German Bondco GmbH,		145	130,863
10.00%, 6/15/18	EUR	380	466,440
Kraton Polymers LLC, 6.75%,	LOR	300	400,440
3/01/19	USD	125	128,125
LyondellBasell Industries NV,	COD	123	120,123
5.75%, 4/15/24 (b)		2,745	2,813,625
Nexeo Solutions LLC, 8.38%,		_,,	_,,,,,,,,,
3/01/18 (b)		185	177,600
PolyOne Corp., 7.38%, 9/15/20		215	226,825
Solutia, Inc., 7.88%, 3/15/20		620	725,400
TPC Group LLC, 8.25%, 10/01/17		335	351,750
			11,042,890
Commercial Banks 1.6%			
CIT Group, Inc.:			
7.00%, 5/02/16 (b)		2,786	2,782,517
5.25%, 3/15/18		550	541,750
5.50%, 2/15/19 (b)		530	515,425
6.00%, 4/01/36		550	494,398
Communication & Committee 2.16			4,334,090
Commercial Services & Supplies 2.1%		260	260 551
ARAMARK Corp., 8.50%, 2/01/15		360	368,554
ARAMARK Holdings Corp., 8.63%, 5/01/16 (b)(h)		440	449,904
J/01/10 (θ)(II)		540	543,856
		340	343,630

Aviation Capital Group Corp., 6.75%, 4/06/21 (b)

BLACKROCK CORPORATE HIGH YIELD FUND III, INC.

MAY 31, 2012

		ar		
Corporate Bonds	(00	00)	,	Value
Commercial Services & Supplies (concluded)				
AWAS Aviation Capital Ltd., 7.00%,	****	100		
10/17/16 (b)	USD	108	\$	111,361
Brickman Group Holdings, Inc.,				• • • • • •
9.13%, 11/01/18 (b)		25		24,000
Casella Waste Systems, Inc.,				
7.75%, 2/15/19		650		637,000
Clean Harbors, Inc., 7.63%,		200		20= 100
8/15/16		380		397,100
Covanta Holding Corp., 6.38%,				ć <b>z</b> o 110
10/01/22		635		658,418
Iron Mountain, Inc., 7.75%,		2.40		262 100
10/01/19		340		362,100
Mead Products LLC/ACCO Brands		1.50		1=4 < =0
Corp., 6.75%, 4/30/20 (b)		460		472,650
Mobile Mini, Inc., 7.88%,				
12/01/20		365		383,250
RSC Equipment Rental, Inc.,				
8.25%, 2/01/21		875		925,312
Verisure Holding AB:				
8.75%, 9/01/18	EUR	184		213,296
8.75%, 12/01/18		100		103,248
West Corp., 8.63%, 10/01/18	USD	135		140,738
				5,790,787
Communications Equipment 1.0%				
Avaya, Inc., 9.75%, 11/01/15		780		643,500
Consolidated Communications				
Finance Co., 10.88%, 6/01/20				
(b)		650		650,000
Frontier Communications Corp.,				
6.25%, 1/15/13		900		920,250
Hughes Satellite Systems Corp.,				
6.50%, 6/15/19		380		385,700
				2,599,450
Computers & Peripherals 0.1%				
SanDisk Corp., 1.50%, 8/15/17				
(e)		220		218,900
Construction & Engineering 0.2%				
Boart Longyear Management				
Property Ltd., 7.00%, 4/01/21				
(b)		200		206,500
URS Corp., 5.00%, 4/01/22 (b)		350		346,486
				552,986
Construction Materials 1.2%				
HD Supply, Inc. (b):				
8.13%, 4/15/19		1,320		1,376,100
11.00%, 4/15/20		1,400		1,445,500
Xefin Lux SCA:				
8.00%, 6/01/18 (b)	EUR	254		287,375
8.00%, 6/01/18		200		226,280
				3,335,255

Consumer Finance 0.	9%	
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Consumer Finance 0.9%				
Credit Acceptance Corp., 9.13%,	HCD	4.4.5		470.275
2/01/17	USD	445		478,375
		Par		
Corporate Bonds		(000)		Value
Consumer Finance (concluded)		(000)		, 11111
Ford Motor Credit Co. LLC:				
7.80%, 6/01/12	USD	200	\$	200,000
7.00%, 4/15/15	CSD	520	Ψ	583,700
12.00%, 5/15/15		730		921,625
6.63%, 8/15/17		139		161,399
0.03 /0, 0/13/11		137		2,345,099
Containers & Packaging 1.5%				2,3 (3,0))
Ardagh Packaging Finance Plc (b):				
7.38%, 10/15/17	EUR	375		477,598
9.13%, 10/15/20	USD	205		213,200
9.13%, 10/15/20	CSD	395		406,850
Berry Plastics Corp.:		393		400,030
4.35%, 9/15/14 (d)		300		293,625
8.25%, 11/15/15		115		
•		215		121,613
9.50%, 5/15/18				220,375
9.75%, 1/15/21		315		327,600
Beverage Packaging Holdings				
Luxembourg II SA, 8.00%,	ELID	(12		(00 ((1
12/15/16	EUR	643		699,661
GCL Holdings SCA, 9.38%,				207.424
4/15/18 (b)		267		297,131
Graphic Packaging International,				
Inc., 7.88%, 10/01/18	USD	375		413,438
OI European Group BV, 6.88%,				
3/31/17	EUR	155		197,886
Sealed Air Corp., 8.38%, 9/15/21				
(b)	USD	255		280,500
Tekni-Plex, Inc., 9.75%, 6/01/19				
(b)		180		178,650
				4,128,127
Diversified Consumer Services 1.5%				
Service Corp. International, 7.00%,				
6/15/17		3,000		3,337,500
ServiceMaster Co., 8.00%,				
2/15/20		655		686,931
				4,024,431
Diversified Financial Services 4.5%				
Ally Financial, Inc.:				
7.50%, 12/31/13		280		296,800
8.00%, 11/01/31		3,650		4,106,250
Boparan Holdings Ltd. (b):				
9.75%, 4/30/18	EUR	102		124,862
9.88%, 4/30/18	GBP	145		216,770
CNG Holdings, Inc., 9.38%,				,
5/15/20 (b)	USD	300		301,500
DPL, Inc., 7.25%, 10/15/21 (b)		1,175		1,277,812
General Motors Financial Co., Inc.,		1,173		1,2.7,012
6.75%, 6/01/18		300		322,072
Lehman Brothers Holdings, Inc. (a)(i):		300		322,072
5.38%, 10/17/12	EUR	150		45,441
4.75%, 1/16/14	EUK	760		230,236
1.00%, 2/05/14		1,600		494,600
1.00 /u, 4/0J/14		1,000		474,000

BLACKROCK CORPORATE HIGH YIELD FUND III, INC.

MAY 31, 2012

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Corporate Bonds	(0	00)	Value
Diversified Financial Services (concluded)			
Lehman Brothers Holdings, Inc. (a)(i)			
(concluded):	Hab	105	Φ 40.021
1.00%, 9/22/18	USD	175	\$ 40,031
1.00%, 12/31/49		620	141,825
Leucadia National Corp., 8.13%,			
9/15/15		825	921,937
Reynolds Group Issuer, Inc.:	F7.10		4.7.4.0.70
7.75%, 10/15/16 (f)	EUR	123	156,272
7.75%, 10/15/16		256	325,249
7.13%, 4/15/19 (b)	USD	245	251,738
9.00%, 4/15/19 (b)		100	96,000
7.88%, 8/15/19 (b)		455	481,163
9.88%, 8/15/19 (b)		1,290	1,286,775
6.88%, 2/15/21 (b)		200	203,000
8.50%, 2/15/21 (b)		135	125,213
WMG Acquisition Corp.:			
9.50%, 6/15/16 (b)		120	128,100
11.50%, 10/01/18		585	623,025
			12,196,671
Diversified Telecommunication Services 1.7%			
Broadview Networks Holdings, Inc.,			
11.38%, 9/01/12		1,035	796,950
ITC Deltacom, Inc., 10.50%,			
4/01/16		280	294,700
Level 3 Financing, Inc.:			
8.13%, 7/01/19		1,675	1,675,000
8.63%, 7/15/20 (b)		950	969,000
Windstream Corp.:			
8.13%, 8/01/13		460	484,150
7.88%, 11/01/17		393	418,545
			4,638,345
Electric Utilities 0.8%			
The Tokyo Electric Power Co., Inc.,			
4.50%, 3/24/14	EUR	1,750	2,142,237
Electronic Equipment, Instruments & Components 0.3%		ĺ	, ,
CDW LLC/CDW Finance Corp.,			
8.50%, 4/01/19	USD	205	210,638
Elster Finance BV, 6.25%,			,
4/15/18 (b)	EUR	114	145,542
Jabil Circuit, Inc., 8.25%, 3/15/18	USD	235	272,600
NXP BV/NXP Funding LLC, 9.75%,	000		2,2,000
8/01/18 (b)		200	225,500
0/01/10 (0)		200	854,280
Energy Equipment & Services 3.3%			03 1,200
Antero Resources Finance Corp.,			
7.25%, 8/01/19 (b)		165	167,063
Atwood Oceanics, Inc., 6.50%,		105	107,003
2/01/20		140	144,900
Calfrac Holdings LP, 7.50%,		140	144,700
12/01/20 (b)		395	371,300
12/01/20 (0)		373	371,300

Compagnie Générale de Géophysique		
Veritas:		
7.75%, 5/15/17	250	257,500
6.50%, 6/01/21	1,255	1,229,900

		Par	
Corporate Bonds		(000)	Value
Energy Equipment & Services (concluded)			
Forbes Energy Services Ltd., 9.00%, 6/15/19		USD 365	\$ 338,537
Frac Tech Services LLC, 8.13%, 11/15/18 (b)		1,755	1,737,450
Gulfmark Offshore, Inc., 6.38%, 3/15/22 (b)		155	155,775
Hornbeck Offshore Services, Inc., 5.88%, 4/01/20 (b)		315	308,700
Key Energy Services, Inc., 6.75%, 3/01/21		450	451,687
MEG Energy Corp., 6.50%, 3/15/21 (b)		1,205	1,229,100
Oil States International, Inc.,			
6.50%, 6/01/19 Peabody Energy Corp.:		320	330,400
6.25%, 11/15/21 (b) 7.88%, 11/01/26		1,405 375	1,401,487 388,125
Precision Drilling Corp.:			
6.63%, 11/15/20		155	157,325
6.50%, 12/15/21		295	297,213 8,966,462
Food & Staples Retailing 0.2% Bakkavor Finance 2 Plc, 8.25%,			8,900,402
2/15/18 (j)		GBP 100	125,608
Rite Aid Corp., 9.25%, 3/15/20 (b)		USD 375	359,062
End Davidson 0.20			484,670
Food Products 0.3% Darling International, Inc., 8.50%,		115	120,260
12/15/18 Del Monte Corp., 7.63%, 2/15/19		115 350	128,369 339,500
Post Holdings, Inc., 7.38%,			
2/15/22 (b)		230	234,025 701,894
Health Care Equipment & Supplies 2.2%	6		701,094
Biomet, Inc.:			
10.00%, 10/15/17		195	207,431
10.38%, 10/15/17 (h)		2,790	2,969,606
DJO Finance LLC:			
10.88%, 11/15/14		519	528,083
8.75%, 3/15/18 (b) 7.75%, 4/15/18		450 100	452,250
Fresenius Medical Care US Finance II, Inc., 5.88%, 1/31/22		100	80,750
(b) Fresenius Medical Care US		650	646,750
Finance, Inc., 6.50%, 9/15/18 (b)		208	216,840
Fresenius US Finance II, Inc., 9.00%, 7/15/15 (b)		540	616,950
Teleflex, Inc., 6.88%, 6/01/19		295	312,700
			6,031,360
<b>Health Care Providers &amp; Services</b> 5.7%			
Aviv Healthcare Properties LP:			
7.75%, 2/15/19		415	431,600

BLACKROCK CORPORATE HIGH YIELD FUND III, INC.

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Corporate Bonds Health Care Providers & Services (concluded)	Par (000)			Value	
Aviv Healthcare Properties LP					
(concluded):					
7.75%, 2/15/19 (b)	USD	155	\$	159,650	
ConvaTec Healthcare E SA, 7.38%,	CSD	133	Ψ	157,050	
12/15/17 (b)	EUR	494		623,048	
Crown Newco 3 Plc, 7.00%,	Bert	171		023,010	
2/15/18 (b)	GBP	364		532,947	
HCA, Inc.:	ODI	501		332,717	
8.50%, 4/15/19	USD	135		149,006	
6.50%, 2/15/20	CDD	1,995		2,107,219	
7.88%, 2/15/20		95		104,263	
7.25%, 9/15/20		2,600		2,834,000	
5.88%, 3/15/22		275		272,938	
IASIS Healthcare LLC, 8.38%,		213		272,730	
5/15/19		1,565		1,471,100	
INC Research LLC, 11.50%,		1,303		1,471,100	
7/15/19 (b)		410		387,962	
inVentiv Health, Inc., 10.00%,		710		307,902	
8/15/18 (b)		135		114,075	
Omnicare, Inc., 7.75%, 6/01/20		1,005		1,102,987	
PSS World Medical, Inc., 6.38%,		1,003		1,102,967	
3/01/22 (b)		285		287,850	
Symbion, Inc., 8.00%, 6/15/16		345		336,375	
Tenet Healthcare Corp.:		373		330,373	
10.00%, 5/01/18		459		523,260	
6.25%, 11/01/18 (b)		330		333,300	
8.88%, 7/01/19		2,504		2,785,700	
United Surgical Partners		2,504		2,765,700	
International, Inc., 9.00%,					
4/01/20 (b)		290		300,875	
Vanguard Health Holding Co. II		290		300,673	
LLC, 7.75%, 2/01/19 (b)		465		455,700	
LLC, 1.13 10, 2/01/17 (b)		703		15,313,855	
Health Care Technology 1.0%				13,313,633	
IMS Health, Inc., 12.50%,					
3/01/18 (b)		2,405		2,813,850	
Hotels, Restaurants & Leisure 4.0%		2,403		2,013,030	
Affinity Gaming LLC/Affinity					
Gaming Finance Corp., 9.00%,					
5/15/18 (b)		290		290,000	
Caesars Entertainment Operating Co.,		270		250,000	
Inc.:					
11.25%, 6/01/17		1,090		1,158,125	
10.00%, 12/15/18		3,898		2,631,150	
Caesars Operating Escrow LLC.,		2,070		2,031,130	
8.50%, 2/15/20 (b)		440		438,350	
Carlson Wagonlit BV, 6.88%,		UFF		150,550	
6/15/19 (b)		325		323,375	
Diamond Resorts Corp., 12.00%,		343		323,313	
8/15/18		1,190		1,282,225	
0,10,10		1,170		1,202,223	

El Dorado Resorts LLC, 8.63%, 6/15/19 (b)		140	131,250
Enterprise Inns Plc, 6.50%, 12/06/18	GBP	324	281 502
12/00/16			381,502
Comparate Bands		Par	Value
Corporate Bonds Hotels, Restaurants & Leisure (concluded)	,,	000)	value
Gategroup Finance Luxembourg			
SA, 6.75%, 3/01/19	EUR	265	320,300
Little Traverse Bay Bands of	Lon	203	320,300
Odawa Indians, 9.00%, 8/31/20			
(b)	USD	300	273,000
MGM Resorts International:	CSD	300	273,000
10.38%, 5/15/14		190	213,750
4.25%, 4/15/15 (e)		800	791,000
11.13%, 11/15/17		1,400	1,568,000
Travelport LLC:		,	, ,
5.11%, 9/01/14 (d)		180	113,850
9.88%, 9/01/14		40	27,900
9.00%, 3/01/16		120	77,400
6.47%, 12/01/16 (b)(h)		412	297,952
Tropicana Entertainment LLC,			
9.63%, 12/15/14 (a)(i)		305	
Wynn Las Vegas LLC, 5.38%,			
3/15/22 (b)		620	600,625
			10,919,754
Household Durables 1.9%			
Beazer Homes USA, Inc., 12.00%,			4 440 220
10/15/17		1,345	1,449,238
Jarden Corp., 7.50%, 1/15/20	EUR	305	383,921
Libbey Glass, Inc., 6.88%,	Hab	250	250 (25
5/15/20 (b)	USD	250	250,625
Ryland Group, Inc., 6.63%, 5/01/20		340	241 700
Spie BondCo 3 SCA, 11.00%,		340	341,700
8/15/19	EUR	303	354,990
Standard Pacific Corp.:	LUK	303	334,990
10.75%, 9/15/16	USD	1,390	1,622,825
8.38%, 1/15/21	CSD	555	593,850
			4,997,149
Household Products 0.5%			, ,
Ontex IV SA, 7.50%, 4/15/18 (b)	EUR	150	177,129
Spectrum Brands Holdings, Inc.:			
9.50%, 6/15/18	USD	360	397,800
9.50%, 6/15/18 (b)		590	651,950
			1,226,879
Independent Power Producers & Energy Traders 3.2%			
AES Corp., 7.38%, 7/01/21 (b)		275	297,000
Calpine Corp. (b):		100	100.000
7.25%, 10/15/17		180	189,900
7.50%, 2/15/21		100	104,500
7.88%, 1/15/23		195	206,213
Energy Future Holdings Corp., 10.00%, 1/15/20		1,920	2,040,000
Energy Future Intermediate Holding Co.		1,920	2,040,000
LLC:			
10.00%, 12/01/20		2,714	2,924,335
11.75%, 3/01/22 (b)		1,420	1,448,400
Laredo Petroleum, Inc.:		-,	2, 0, 100
9.50%, 2/15/19		510	566,100
7.38%, 5/01/22 (b)		425	434,562
			,

BLACKROCK CORPORATE HIGH YIELD FUND III, INC.

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Corporate Bonds	Pa (00		Value
Independent Power Producers & Energy Traders (concluded)	(00	<b>U</b> )	v aluc
QEP Resources, Inc., 5.38%,			
10/01/22	USD	333	\$ 325,507
			8,536,517
Industrial Conglomerates 2.5%			0,000,000
Sequa Corp. (b):			
11.75%, 12/01/15		2,340	2,483,325
13.50%, 12/01/15		3,954	4,196,194
,		- )	6,679,519
Insurance 1.0%			, ,
Alliant Holdings I, Inc., 11.00%,			
5/01/15 (b)		1,700	1,763,750
CNO Financial Group, Inc., 9.00%,			
1/15/18 (b)		367	389,020
Genworth Financial, Inc., 7.63%,			· ·
9/24/21		430	417,297
MPL 2 Acquisition Canco, Inc.,			
9.88%, 8/15/18 (b)		260	223,600
			2,793,667
IT Services 2.4%			
Alliance Data Systems Corp.,			
6.38%, 4/01/20 (b)		360	358,200
Epicor Software Corp., 8.63%,			
5/01/19		570	571,425
First Data Corp.:			
7.38%, 6/15/19 (b)		1,525	1,525,000
8.88%, 8/15/20 (b)		535	571,113
8.25%, 1/15/21 (b)		620	601,400
12.63%, 1/15/21		1,699	1,601,307
SunGard Data Systems, Inc.:			
7.38%, 11/15/18		550	559,625
7.63%, 11/15/20		600	615,000
			6,403,070
Machinery 1.2%			
SPX Corp., 6.88%, 9/01/17		175	190,750
UR Financing Escrow Corp. (b):			
5.75%, 7/15/18		257	261,498
7.38%, 5/15/20		440	451,000
7.63%, 4/15/22		2,157	2,205,532
			3,108,780
Media 13.7%			
Affinion Group, Inc., 7.88%,			
12/15/18		815	688,675
AMC Networks, Inc., 7.75%,			
7/15/21 (b)		225	249,750
CCH II LLC, 13.50%, 11/30/16		1,542	1,726,598
CCO Holdings LLC:			
7.38%, 6/01/20		270	288,900
6.50%, 4/30/21		498	509,205
Cengage Learning Acquisitions,			
Inc., 11.50%, 4/15/20 (b)		950	947,625

Checkout Holding Corp., 10.67%, 11/15/15 (b)(g)

11/15/15 (b)(g) 261,300

		Par	
Corporate Bonds	(0	00)	Value
Media (continued)			
Cinemark USA, Inc., 8.63%, 6/15/19	USD	220	\$ 239,250
Clear Channel Communications, Inc., 9.00%, 3/01/21		555	477,300
Clear Channel Worldwide Holdings, Inc.:			
9.25%, 12/15/17		1,495	1,599,650
7.63%, 3/15/20 (b)		1,982	1,892,810
Series B, 9.25%, 12/15/17		5,202	5,592,150
Cox Enterprises, Inc. (b):			
Loan Close 2, 12.00%,		65.4	(70.040
8/15/18		674	679,242
Loan Close 3, 12.00%,		771	776 560
8/15/18 Shares Lean 12 00%		//1	776,569
Shares Loan, 12.00%, 8/15/18		795	800,914
CSC Holdings LLC, 8.50%,			
4/15/14		390	429,487
DISH DBS Corp., 5.88%, 7/15/22 (b)		610	594,750
Gray Television, Inc., 10.50%,			
6/29/15		345	355,350
Harron Communications LP,		220	225 200
9.13%, 4/01/20 (b) Intelsat Jackson Holdings SA:		320	335,200
11.25%, 6/15/16		883	921,631
7.25%, 10/15/20 (b)		910	903,175
Intelsat Luxemburg SA:		910	903,173
11.25%, 2/04/17		620	609,150
11.50%, 2/04/17 (h)		1,380	1,355,850
Interactive Data Corp., 10.25%,		,	,,
8/01/18		1,345	1,489,587
The Interpublic Group of Cos., Inc., 10.00%, 7/15/17		340	383,350
Kabel Deutschland Vertrieb und		340	303,330
Service GmbH & Co. KG, 6.50%,			
6/29/18 (b)	EUR	345	443,656
Lamar Media Corp., 5.88%,			
2/01/22 (b)	USD	140	140,875
Live Nation Entertainment, Inc.,			
8.13%, 5/15/18 (b)		735	767,156
NAI Entertainment Holdings LLC,			
8.25%, 12/15/17 (b)		620	675,800
Nielsen Finance LLC:		117	122 041
11.63%, 2/01/14		117	132,941
7.75%, 10/15/18 Odeon & UCI Finco Plc, 9.00%,		2,145	2,305,875
8/01/18 (b)	GBP	207	304,672
ProQuest LLC, 9.00%, 10/15/18	ODI	207	304,072
(b)	USD	500	430,000
ProtoStar I Ltd., 18.00%,	0.02	200	.50,000
10/15/12 (a)(b)(e)(i)		850	425
Truven Health Analytics, Inc.,			
10.63%, 6/01/20 (b)(j)		510	502,350
Unitymedia GmbH:			
9.63%, 12/01/19	EUR	168	219,157
9.63%, 12/01/19 (b)		570	743,570

BLACKROCK CORPORATE HIGH YIELD FUND III, INC.

MAY 31, 2012

Consolidated Schedule of Investments (continued)

		ar		
Corporate Bonds	(0	00)		Value
Media (concluded)				
Unitymedia GmbH (concluded):	EIID	220	ф	412 496
9.50%, 3/15/21	EUR	320	\$	413,486
Unitymedia Hessen GmbH & Co. KG:	HCD	(55		601.025
8.13%, 12/01/17 (b)	USD	655		691,025
8.13%, 12/01/17 (b)	EUR	441		572,562
7.50%, 3/15/19		673		846,728
UPC Holding BV, 9.88%, 4/15/18	HCD	400		422,000
(b) UPCB Finance II Ltd.:	USD	400		432,000
	ELID	922		079 209
6.38%, 7/01/20 (b) 6.38%, 7/01/20	EUR	822 300		978,288
,		300		357,040
Virgin Media Secured Finance Plc, 7.00%, 1/15/18	GBP	283		462,329
Ziggo Bond Co. BV, 8.00%,	GDI	203		402,327
5/15/18 (b)	EUR	388		513,346
Ziggo Finance BV, 6.13%,				/
11/15/17 (b)		652		846,508
				36,887,257
Metals & Mining 3.9%				, ,
Eco-Bat Finance Plc, 7.75%,				
2/15/17		460		548,883
FMG Resources August 2006 Property				,
Ltd. (b):				
6.88%, 2/01/18	USD	370		363,525
6.88%, 4/01/22		525		505,312
Global Brass and Copper, Inc.,				ĺ
9.50%, 6/01/19 (b)(j)		300		303,000
Goldcorp, Inc., 2.00%, 8/01/14 (e)		1,060		1,188,525
Kaiser Aluminum Corp., 8.25%,				
6/01/20 (b)		225		226,125
New Gold, Inc., 7.00%, 4/15/20				
(b)		150		153,000
New World Resources NV, 7.88%,				
5/01/18	EUR	655		747,140
Newmont Mining Corp., Series A,				
1.25%, 7/15/14 (e)	USD	1,475		1,836,375
Novelis, Inc., 8.75%, 12/15/20		3,315		3,505,612
Schmolz + Bickenbach				
Luxembourg SA, 9.88%,				
5/15/19	EUR	315		373,918
Taseko Mines Ltd., 7.75%,				
4/15/19	USD	420		399,000
Vedanta Resources Plc, 8.25%,				
6/07/21 (b)		270		233,550
				10,383,965
Multiline Retail 1.7%				
Dollar General Corp., 11.88%,				
7/15/17 (d)		4,351		4,655,614
Oil, Gas & Consumable Fuels 11.3%				
Alpha Appalachia Holdings, Inc.,				
3.25%, 8/01/15 (e)		280		235,900
Alpha Natural Resources, Inc.:				
6.00%, 6/01/19		130		116,350

6.25%, 6/01/21 440 391,600

	Par			
Corporate Bonds	(000)		Value	
Oil, Gas & Consumable Fuels (continued)				
Aurora USA Oil & Gas, Inc., 9.88%, 2/15/17 (b)	USD 455	\$	475,475	
Berry Petroleum Co., 6.38%, 9/15/22	410		418,200	
BreitBurn Energy Partners LP,				
7.88%, 4/15/22 (b)	255		249,900	
CCS, Inc., 11.00%, 11/15/15 (b)	570		589,950	
Chaparral Energy, Inc., 7.63%,				
11/15/22 (b)	220		224,950	
Chesapeake Energy Corp.: 6.63%, 8/15/20	195		183,300	
6.88%, 11/15/20	175		165,813	
6.13%, 2/15/21	595		559,300	
Chesapeake Midstream Partners	3,3		337,300	
LP, 6.13%, 7/15/22	275		261,250	
Chesapeake Oilfield Operating				
LLC, 6.63%, 11/15/19 (b)	5		4,325	
Coffeyville Resources LLC, 9.00%,				
4/01/15 (b)	116		123,540	
Concho Resources, Inc.:	4.60		4=4 <00	
7.00%, 1/15/21	160		171,600	
6.50%, 1/15/22	110		114,950	
5.50%, 10/01/22	475		466,687	
Consol Energy, Inc., 8.25%, 4/01/20	1,965		1,965,000	
Continental Resources, Inc., 7.13%, 4/01/21	370		407,000	
Copano Energy LLC, 7.13%, 4/01/21	335		345,050	
Crosstex Energy LP:				
8.88%, 2/15/18	180		189,000	
7.13%, 6/01/22 (b)	150		148,875	
Crown Oil Partners IV LP, 15.00%, 3/07/15	591		590,722	
Denbury Resources, Inc., 8.25%, 2/15/20	47		50,760	
Energy XXI Gulf Coast, Inc.:	1,		20,700	
9.25%, 12/15/17	555		596,625	
7.75%, 6/15/19	900		909,000	
EV Energy Partners LP, 8.00%,				
4/15/19	150		151,500	
Everest Acquisition LLC/Everest				
Acquisition Finance, Inc. (b):	205		404.975	
6.88%, 5/01/19 9.38%, 5/01/20	395 300		404,875 307,500	
Hilcorp Energy I LP, 7.63%,	300		307,300	
4/15/21 (b)	745		778,525	
Holly Energy Partners LP, 6.50%, 3/01/20 (b)	155		154,225	
Kodiak Oil & Gas Corp., 8.13%,			,	
12/01/19 (b)	420		432,600	
Linn Energy LLC:				
6.50%, 5/15/19 (b)	95		92,150	
6.25%, 11/01/19 (b)	2,045		1,947,862	
8.63%, 4/15/20	225		238,500	

7.75%, 2/01/21 200 204,500

BLACKROCK CORPORATE HIGH YIELD FUND III, INC.

MAY 31, 2012

	Par	<b>T</b> 7 <b>1</b>
Corporate Bonds Oil Corp. Company abla Errala (completed al)	(000)	Value
Oil, Gas & Consumable Fuels (concluded)		
MarkWest Energy Partners LP:	HeD 55	¢ 50.420
6.75%, 11/01/20	USD 55	\$ 58,438
6.25%, 6/15/22	80	82,000
Newfield Exploration Co., 6.88%,	700	927 900
2/01/20	780	826,800
Northern Oil and Gas, Inc., 8.00%,	210	200 450
6/01/20 (b)	310	308,450
Oasis Petroleum, Inc.:	220	220,000
7.25%, 2/01/19	330	339,900
6.50%, 11/01/21 Offshare Crays Investments Ltd	290	290,000
Offshore Group Investments Ltd.,	1.000	1 150 200
11.50%, 8/01/15 (b)	1,080	1,150,200
OGX Petroleo e Gas Participacoes SA		
(b):	4.055	2 002 027
8.50%, 6/01/18	4,055	3,902,937
8.38%, 4/01/22  DDE Halding Co. LL C. 9.25%	700	663,250
PBF Holding Co. LLC, 8.25%,	205	292 200
2/15/20 (b)	295	283,200
PetroBakken Energy Ltd., 8.63%,	1 105	1 212 025
2/01/20 (b)	1,195	1,212,925
Petrohawk Energy Corp., 7.25%,	220	264.711
8/15/18 Br. J. G. G. J. AGA	320	364,711
Petroleum Geo-Services ASA,	575	505 105
7.38%, 12/15/18 (b)	575	595,125
Pioneer Natural Resources Co.:	460	541 257
6.88%, 5/01/18	460	541,357
7.50%, 1/15/20	145	179,298
Plains Exploration & Production Co.:	505	577.005
6.63%, 5/01/21	585	576,225
6.75%, 2/01/22	55	54,450
Range Resources Corp.:	345	276.050
8.00%, 5/15/19	985	376,050
5.75%, 6/01/21 5.00%, 8/15/22		1,014,550
5.00%, 8/15/22 Same as Investment Co. 10.75%	435	417,600
Samson Investment Co., 9.75%,	600	696 550
2/15/20 (b)	690	686,550
SandRidge Energy, Inc.:	250	242 500
7.50%, 3/15/21 8.13%, 10/15/22 (b)	255	242,500
8.13%, 10/15/22 (b)	233	251,175
SESI LLC: 6.38%, 5/01/19	325	341,250
7.13%, 12/15/21 (b)	235	256,150
	233	230,130
SM Energy Co.:	120	122 000
6.63%, 2/15/19	130 265	133,900
6.50%, 11/15/21 Vanguard Natural Resources,	203	270,963
=	270	266 625
7.88%, 4/01/20	270	266,625
Danan & Farest Draduate 15%		30,353,938
Paper & Forest Products 1.5%		
Ainsworth Lumber Co. Ltd., 11.00%, 7/29/15 (b)(h)	1,221	989,268
11.00 /0, 1143/13 (U)(II)	1,221	909,200

9,00%, 1,100,175         6,55         7,16,63           Clow, 40,120         12,55         136,83           Clear water Paper Copy.         30         43,485           Copporate Bonds         Paper         Paper Copy.         Value           Paper A Forest Products (concluded)         1 <th>Boise Paper Holdings LLC:</th> <th></th> <th></th> <th></th> <th></th>	Boise Paper Holdings LLC:					
Clearmeter Papers Corp.	·					
Incompany (appear Norest Products (concluded)         Incompany (appear Norest Products (concluded))         Incompany (appear Norest Products (concluded)) <td></td> <td></td> <td>125</td> <td></td> <td>136,875</td>			125		136,875	
Corporate Bonds         Part         Value           Paper & Forest Products (concluded):         USD 585         \$ 615,725           1.3%, 1.10/18         USD 585         \$ 615,725           1.3%, 1.10/18         345         342,413           1.0%, 8.00%, 6.01/16 (b)         345         342,413           1.0%, 8.00%, 6.01/16 (b)         345         342,413           1.0%, 8.00%, 6.01/16 (b)         340         342,413           1.0%, 8.00%, 6.01/16 (b)         340         343,403           1.28/14 (a)(f)         2,00         1,283,400           3.63/14 (152) (b)         2,00         2,80           5.63%, 4.15/21 (b)         2,00         2,90           8.8%, 8.00/19 (b)         EUR 20         2,90           8.8%, 8.00/19 (b)         USD 20         2,34,300           8.9%, 8.00/19 (b)         USD 20         2,34,300           8.9%, 8.00/19 (b)         USD 20         2,34,300           8.9%, 8.00/19 (b)         USD 20	• •		200		124 950	
Corporate Bonds         Owner         Security           Clearwater Paper Corp. Concluded):         USD 58         5 615,72           1.3%, 1.10/18         USD 58         5 615,72           1.3%, 1.10/18         USD 58         5 615,72           1.3%, 1.10/18         USD 58         5 342,41           1.6, 8.00%, 6.01/16 (b)         3 45         3 42,41           1.8, 8.00%, 6.01/16 (b)         3 45         3 42,41           1.8, 1.3/14 (a)         2,00         1,283,40           1.23/14 (a)         3 11,00         1,283,40           1.23/14 (a)         3 11,00         1,283,40           1.23/14 (a)         1 11,00         1,283,40           1.23/14 (a)         2 20,00         2 20,00           1.24/15 (b)         1 12,00         2 23,20           1.25/16 (b)         2 25         2 22,20           1.25/17 (b)         2 5         2 22,20           2.25/17 (b)         2 5         2 22,20           2.25/17 (b)         2 5         2 22,20           2.25/17 (b)	10.05%, 0/13/10		390		434,630	
Paper & Forest Products (concluded): 7,13%, 11/01/18						
Clearwater Paper Cope, (concluded):		(00	00)		Value	
1,1101/18   1,101/18   1,201						
Design Flore Paper & Packaging   182   1		USD	585	\$	615 712	
Inc., 8,00%, 601/16 (b)         345         342,413           NewPage Cop, 11,38%,         2,070         1,283,400           12/31/4 (a)(6)         2,070         1,283,400           Sappi Papier Holding GmbH,         140         131,600           6,63%, 4/15/21 (b)         140         131,600           Pharmaceutical S.8%           Easy get Jinance Co. SCA:           9,88%, 80/19 (b)         EUR 20         259,665           9,88%, 80/19 (b)         100         129,833           Pharmaceutical Product         20         234,300           Development, Inc., 9,50%         20         20           12/01/19 (b)         USD 20         20           Spectrum Brands, Inc., 6,75%,         20         23,300           Spectrum Brands, Inc., 6,75%,         20         23,200           Valeauf Pharmaceuticals International (b):         885         872,100           6,5%, 8,15/21         50         2,00         20           6,5%, 8,15/21         50         9         9         968,300           Professional Services 0.4%         1         1         1         1         1         1         1         1         1         1         1         1<		CSD	505	Ψ	015,712	
12/31/14 (a)(i)   2,070   1,283,400   2,007   1,283,400   2,007   1,283,400   2,007,801			345		342,413	
Sapit paper Holding GmbH,         140         131,600           Co.3%, 41/521 to 10         4,005,781           Pharmaceuticals 0.8%           Capsuge I mance Co. SCA:         EUR 200         259,665           9.8%, 8,011/9 (b)         EUR 200         129,835           Pharmaceutical Product         Provelopment, inc., 9,50%         USD 20         234,300           120/19 (b)         USD 20         234,300           Spectrum Brands, inc., 6,75%,         20         26,252           31/5/20 (b)         855         872,100           5,5%, 71/5/16         855         872,100           6,5%, 71/5/16         855         872,100           6,5%, 71/5/16         855         872,100           6,5%, 71/5/16         855         872,100           6,5%, 71/5/16         85         872,100           6,5%, 71/5/16         85         872,100           6,5%, 71/5/16         90         96,830           10/10/20         90         96,830           Real Estate Investment Trusts (REITs) 0.7%         1,405         1,405           760/11/20         1,405         1,405           10/10/9/15         1,50         1,405           10/10/9/15         1,5	NewPage Corp., 11.38%,					
140   131,000   140   131,000   140   131,000   140   131,000   140   131,000   140   131,000   140   131,000   140   131,000   140   131,000   140   131,000   140,			2,070		1,283,400	
Pharmaceuticals   0.8%   Capsugel Finance Co. SCA:   Sex   Scale Finance Co. SCA:   Scale			1.40		121 (00	
Pharmacetticals 0.8%   Capusel Finance Co. SCA:   9.8%, 800119 (b)	0.03%, 4/13/21 (0)		140		,	
Capsage Finance Co. SCA:         URR         200         259,665           9.88%, 80/11/9         100         129,838           Pharmaceutical Product         Value of the County of t	Pharmaceuticals 0.8%				4,003,781	
9.88%, 8001/19 (b) EUR 200 259.656 9.88%, 8001/19 100 129.837 188%, 8001/19 200 234, 300 1898, 8001/19 200 234, 300 1898, 8001/19 200 234, 300 1898, 8001/19 200 234, 300 1898, 8001/19 200 234, 300 1898, 8001/19 200 234, 300 1898, 8001/19 200 234, 300 1898, 8001/19 200 234, 300 1898, 8001/19 200 234, 300 1898, 8001/19 200 234, 300 1898, 8001/19 200 234, 300 1898, 8001/19 200 234, 300 1898, 8001/19 200 234, 300 1898, 8001/19 200 234, 300 1898, 8001/19 200 234, 300 1898, 8001/19 200 234, 300 1898, 8001/19 200 200 1898, 8001/19 200 200 1898, 8001/19 200 200 1898, 8001/19 200 200 1898, 8001/19 200 1898,						
Pharmaceutical Product           Development, Inc., 9.50%,         200/170 (b)         200         234,300           Spectrum Brands, Inc., 6.75%,         200         263,250           Valeant Pharmaceuticals International (b):         365         822,100           6.50%, 71/51/6         855         872,100           6.50%, 8/15/21         570         523,687           Professional Services 0.4%           FTI Consulting, Inc., 6.75%,           10/00/120         20         968,300           Real Estate Investment Trusts (REITs) 0.7%         1,405         1,408,513           The Rouse Co. LP, 6.75%,         1,405         1,408,513           10/09/15         520         543,400           Real Estate Management & Development 2.5%           CBRE Services, Inc., 6.63%,           10/15/20         335         356,775           Forest City Enterprises, Inc., 6.63%,           10/15/20         1,425         1,410,750           10/09/15         1,425         1,410,750           10/09/15         1,425         1,410,750           Forest City Enterprises, Inc., 6.63%,           10/15/20         1,40         1,50		EUR	200		259,665	
Development, Inc., 9.50%,   200   20, 20, 20, 20, 20, 20, 20, 20, 20, 20,			100		129,833	
12/01/19 (b)   220   234,300   Spectrum Brands, Inc., 6.75%, 3715/20 (b)   260   263,250   263,260   263						
Spectrum Brands, Inc., 6.75%, 3/15/20 (b) 26 0 263,250 (c) 3/15/20 (b) 26 0,263,250 (c) 3/15/20 (c)	•	HCD	220		224 200	
3/15/20 (b)   260   263,250     Valeant Pharmaceuticals International (b):		USD	220		234,300	
Valeant Pharmaceuticals International (b):           (b):         855         872,100           6.50%, 7/15/16         855         872,100           6.75%, 8/15/21         570         523,687           6.75%, 8/15/21         570         523,687           Professional Services 0.4%           FTI Consulting, Inc., 6.75%, 10/01/20         920         968,300           Real Estate Investment Trusts (REITs) 0.7%           Felcor Lodging LP, 6.75%, 6/01/19         1,405         1,408,513           The Rouse Co. LP, 6.75%, 1,109/15         520         543,400           The Rouse Co. LP, 6.75%, 1,109/15         520         543,400           Real Estate Management & Development 2.5%           CBRE Services, Inc., 6.63%, 10/15/20         335         356,775           Forest City Enterprises, Inc., 6.63%, 10/15/20         335         356,775           Forest City Enterprises, Inc., 6.63%, 11/15/20         1,425         1,410,750           In July 1,415         1,425         1,410,750           In July 2,415/17         10         59,352           Real Estate Management & Development 2,5%         10         5,356         36,500			260		263 250	
6.50%, 7/15/16       855       872,100         6.75%, 8/15/21       570       523,687         Professional Services 0.4%         FTI Consulting, Inc., 6.75%,       920       968,300         Real Estate Investment Trusts (REITs) 0.7%         6/01/19       1,405       1,408,513         The Rouse Co. LP, 6.75%,       1,405       1,408,513         11/09/15       520       543,400         1,951,913       1,951,913       1,951,913         Real Estate Management & Development 2.5%         CBRE Services, Inc., 6.63%,       335       356,775         Forest City Enterprises, Inc.,         7.63%, 6/01/15       1,425       1,410,750         IVG Immobilien AG, 8.00% (k)       EUR 100       59,352         Realogy Corp.:       11.50%, 41/5/17       USD 400       354,000         12.00%, 4/15/17       USD 400       38,000         7.63%, 1/5/20 (b)       505       518,888         9.00%, 1/15/20 (b)       365       365,000         She Homes LP, 8.63%, 5/15/19       1,20       1,303,125         Carry (All Shift)       1,20       1,303,125         Carry (All Shift)       1,20       1,303,125 <t< td=""><td>· /</td><td></td><td>200</td><td></td><td>203,230</td></t<>	· /		200		203,230	
6.75%, 8/15/21       570       523,687         Professional Services 0.4%         FTI Consulting, Inc., 6.75%, 10/01/20       920       968,300         Real Estate Investment Trusts (REITs) 0.7%         Felcor Lodging LP, 6.75%, 6/01/19       1,405       1,408,513         The Rouse Co. LP, 6.75%, 11/09/15       520       543,400         11/09/15       520       543,400         Real Estate Management & Development 2.5%         CBRE Services, Inc., 6.63%, 10/15/20       335       356,775         Forest City Enterprises, Inc., 7.63%, 6/01/15       1,425       1,410,750         IVG Immobilien AG, 8.00% (k)       EUR       100       59,352         Realogy Corp.:       11.50%, 4/15/17       100       88,500         1.20%, 4/15/17       100       88,500         7.88%, 2/15/19 (b)       2,380       2,261,000         7.63%, 1/15/20 (b)       365       365,000         She Homes LP, 8.63%, 5/15/19       1,25       1,303,125         6,717,390         Road & Rail 1.4%         Avis Budget Car Rental LLC, 8.25%, 1/15/19       130       134,550         Rois Budget Car Rental LLC, 8.25%, 1/15/19       130       134,550         Rois Bu	(b):					
Professional Services   0.4%   FTI Consulting, Inc., 6.75%, 10/01/20   920   968,300     Real Estate Investment Trusts (REITs)   0.7%   1,405,131     Felcor Lodging LP, 6.75%, 6/01/19   1,405   1,408,513     The Rouse Co. LP, 6.75%, 11/09/15   520   543,400     Real Estate Management & Development   2.5%   2.5%     CBRE Services, Inc., 6.63%, 10/15/20   335   356,775     Forest City Enterprises, Inc., 7.63%, 6/01/15   1,425   1,410,750     IVG Immobilien AG, 8.00% (k)   EUR   100   59,352     Realogy Corp.: 11.50%, 4/15/17   USD   400   354,000     12.00%, 4/15/17   USD   400   354,000     12.00%, 4/15/19 (b)   2,380   2,261,000     7.63%, 1/15/20 (b)   505   518,888     9.00%, 1/15/20 (b)   365   365,000     Shea Homes LP, 8.63%, 5/15/19   1,250   1,303,125     Road & Rail   1.4%   Avis Budget Car Rental LLC, 8,25%, 1/15/19   130   134,550     Roride East Coast Railway Corp., 1.50%, 1.51%   1.50%, 1.50%	6.50%, 7/15/16					
Professional Services 0.4%           FTI Consulting, Inc., 6.75%,         920 968,300           Real Estate Investment Trusts (REITs) 0.7%         Felcor Lodging LP, 6.75%,           6/01/19         1,405 1,408,513           The Rouse Co. LP, 6.75%,         1,951,913           The Real Estate Management & Development 2.5%         CBRE Services, Inc., 6.63%,           10/15/20         335 356,775           Forest City Enterprises, Inc.,         1,425 1,410,750           1/63%, 6/01/15         1,425 1,410,750           1/7 (30%, 6/01/15)         1,425 1,410,750           1/8 (41/5/17)         1,508, 4/15/17         1,508, 4/15/17         1,508, 4/15/17         1,508, 4/15/17         1,009, 4/15/17         1,009, 4/15/17         1,009, 4/15/19         1,009, 4/15/20 (b)         3,009, 4/15	6.75%, 8/15/21		570			
FTI Consulting, Inc., 6.75%, 10/01/20         920         968,300           Real Estate Investment Trusts (REITs)         0.7%           Felcor Lodging LP, 6.75%, 6/01/19         1,405         1,408,513           The Rouse Co. LP, 6.75%, 11/09/15         520         543,400           Real Estate Management & Development         2.5%         2.55,1913           Real Estate Management & Development         2.5%         335         356,775           CBRE Services, Inc., 6.63%, 10/15/20         335         356,775         56,775         57         57         57         57         57         57         57         57         57         57         57         57         57         57         57         57         57         57         57         58         58         58         58         58         58         58         58         58         58         58         58         58         58         58         59         59         52         58         58         59         59         59         52         58         58         59         59         59         58         58         59         59         59         59         59         59         58         59         59         59 </td <td>D. C 1 C 0 40/</td> <td></td> <td></td> <td></td> <td>2,282,835</td>	D. C 1 C 0 40/				2,282,835	
10/01/20						
Real Estate Investment Trusts (REITs) 0.7%           Felcor Lodging LP, 6.75%,         1,405         1,408,513           6/01/19         1,405         1,408,513           The Rouse Co. LP, 6.75%,         11/09/15         520         543,400           1/09/15         520         543,400           Real Estate Management & Development         2.5%         2.5%           CBRE Services, Inc., 6.63%,         335         356,775           Forest City Enterprises, Inc.,         7.63%, 6/01/15         1,425         1,410,750           IVG Immobilien AG, 8.00% (k)         EUR         100         59,352           Realogy Corp.:         11.50%, 4/15/17         100         88,500           12.00%, 4/15/17         100         88,500           7.88%, 2/15/19 (b)         2,380         2,261,000           7.63%, 1/15/20 (b)         505         518,888           9,00%, 1/15/20 (b)         365         365,000           Shea Homes LP, 8.63%, 5/15/19         1,250         1,303,125           Road & Rail 1.4%         4         4           Avis Budget Car Rental LLC,         2,25%, 1/15/19         130         134,550           Florida East Coast Railway Corp.,         130         134,550			920		968.300	
6/01/19       1,405       1,408,513         The Rouse Co. LP, 6.75%,       11/09/15       520       543,400         Real Estate Management & Development       2.5%         CBRE Services, Inc., 6.63%,         10/15/20       335       356,775         Forest City Enterprises, Inc.,         7.63%, 6/01/15       1,425       1,410,750         IVG Immobilien AG, 8.00% (k)       EUR       10.00       59,352         Realogy Corp.:         11.50%, 4/15/17       USD       400       354,000         12.00%, 4/15/17       100       88,500         7.83%, 1/15/20 (b)       2,380       2,261,000         7.63%, 1/15/20 (b)       365       365,000         Shea Homes LP, 8.63%, 5/15/19       1,250       1,303,125         Road & Rail       1.4%         Avis Budget Car Rental LLC,       3       130       134,550         Florida East Coast Railway Corp.,			,_,		, , , , , , , ,	
The Rouse Co. LP, 6.75%,  11/09/15 520 543,400	Felcor Lodging LP, 6.75%,					
11/09/15       543,400         Real Estate Management & Development 2.5%         CBRE Services, Inc., 6.63%, 10/15/20       335       356,775         Forest City Enterprises, Inc., 7.63%, 6/01/15       1,425       1,410,750         IVG Immobilien AG, 8.00% (k)       EUR       100       59,352         Realogy Corp.:         11.50%, 4/15/17       100       485,000         2.00%, 4/15/19 (b)       100       88,500         7.63%, 1/15/20 (b)       505       518,888         9.00%, 1/15/20 (b)       518,588       518,588 <th cols<="" td=""><td></td><td></td><td>1,405</td><td></td><td>1,408,513</td></th>	<td></td> <td></td> <td>1,405</td> <td></td> <td>1,408,513</td>			1,405		1,408,513
Real Estate Management & Development 2.5%         CBRE Services, Inc., 6.63%, 10/15/20       335       356,775         Forest City Enterprises, Inc., 7.63%, 6/01/15       1,425       1,410,750         IVG Immobilien AG, 8.00% (k)       EUR       100       59,352         Realogy Corp.:         11.50%, 4/15/17       USD 400       354,000         12.00%, 4/15/17       100       88,500         7.88%, 2/15/19 (b)       2,380       2,261,000         7.63%, 1/15/20 (b)       505       518,888         9.00%, 1/15/20 (b)       365       365,000         She Homes LP, 8.63%, 5/15/19       1,250       1,303,125         Road & Rail 1.4%         Avis Budget Car Rental LLC,       8.25%, 1/15/19       130       134,550         Florida East Coast Railway Corp.,			520		5.42.400	
Real Estate Management & Development 2.5%         CBRE Services, Inc., 6.63%, 10/15/20       335       356,775         Forest City Enterprises, Inc., 7.63%, 6/01/15       1,425       1,410,750         IVG Immobilien AG, 8.00% (k)       EUR 100       59,352         Realogy Corp.:       USD 400       354,000         12.00%, 4/15/17       100       88,500         7.88%, 2/15/19 (b)       2,380       2,261,000         7.63%, 1/15/20 (b)       505       518,888         9.00%, 1/15/20 (b)       365       365,000         Shea Homes LP, 8.63%, 5/15/19       1,250       1,303,125         Road & Rail 1.4%       1.4%         Avis Budget Car Rental LLC, 8.25%, 1/15/19       130       134,550         Florida East Coast Railway Corp.,	11/09/15		520			
CBRE Services, Inc., 6.63%,         10/15/20       335       356,775         Forest City Enterprises, Inc.,       335       1,425       1,410,750         IVG Immobilien AG, 8.00% (k)       EUR       100       59,352         Realogy Corp.:       USD       400       354,000         12.00%, 4/15/17       100       88,500         7.88%, 2/15/19 (b)       2,380       2,261,000         7.63%, 1/15/20 (b)       505       518,888         9.00%, 1/15/20 (b)       365       365,000         Shea Homes LP, 8.63%, 5/15/19       1,303,125         6,717,390       Road & Rail       1.4%         Avis Budget Car Rental LLC,       8,25%, 1/15/19       130       134,550         Florida East Coast Railway Corp.,       130       134,550	Real Estate Management & Development 2.5%				1,931,913	
10/15/20       335       356,775         Forest City Enterprises, Inc.,       7.63%, 6/01/15       1,425       1,410,750         IVG Immobilien AG, 8.00% (k)       EUR       100       59,352         Realogy Corp.:       USD       400       354,000         12.00%, 4/15/17       100       88,500         7.88%, 2/15/19 (b)       2,380       2,261,000         7.63%, 1/15/20 (b)       505       518,888         9.00%, 1/15/20 (b)       365       365,000         Shea Homes LP, 8.63%, 5/15/19       1,250       1,303,125         6,717,390         Road & Rail       1.4%         Avis Budget Car Rental LLC,       8,25%, 1/15/19       130       134,550         Florida East Coast Railway Corp.,       130       134,550						
7.63%, 6/01/15       1,425       1,410,750         IVG Immobilien AG, 8.00% (k)       EUR 100       59,352         Realogy Corp.:       11.50%, 4/15/17       USD 400       354,000         12.00%, 4/15/17       100       88,500         7.88%, 2/15/19 (b)       2,380       2,261,000         7.63%, 1/15/20 (b)       505       518,888         9.00%, 1/15/20 (b)       365       365,000         Shea Homes LP, 8.63%, 5/15/19       1,250       1,303,125         Road & Rail 1.4%         Avis Budget Car Rental LLC,       8.25%, 1/15/19       130       134,550         Florida East Coast Railway Corp.,       130       134,550			335		356,775	
IVG Immobilien AG, 8.00% (k)       EUR       100       59,352         Realogy Corp.:       11.50%, 4/15/17       USD       400       354,000         12.00%, 4/15/17       100       88,500         7.88%, 2/15/19 (b)       2,380       2,261,000         7.63%, 1/15/20 (b)       505       518,888         9.00%, 1/15/20 (b)       365       365,000         Shea Homes LP, 8.63%, 5/15/19       1,250       1,303,125         Road & Rail       1.4%         Avis Budget Car Rental LLC,       8.25%, 1/15/19       130       134,550         Florida East Coast Railway Corp.,						
Realogy Corp.:         11.50%, 4/15/17       USD 400       354,000         12.00%, 4/15/17       100       88,500         7.88%, 2/15/19 (b)       2,380       2,261,000         7.63%, 1/15/20 (b)       505       518,888         9.00%, 1/15/20 (b)       365       365,000         Shea Homes LP, 8.63%, 5/15/19       1,250       1,303,125         Road & Rail 1.4%         Avis Budget Car Rental LLC,       8.25%, 1/15/19       130       134,550         Florida East Coast Railway Corp.,						
11.50%, 4/15/17       USD 400       354,000         12.00%, 4/15/17       100       88,500         7.88%, 2/15/19 (b)       2,380       2,261,000         7.63%, 1/15/20 (b)       505       518,888         9.00%, 1/15/20 (b)       365       365,000         Shea Homes LP, 8.63%, 5/15/19       1,250       1,303,125         Road & Rail 1.4%         Avis Budget Car Rental LLC,       8.25%, 1/15/19       130       134,550         Florida East Coast Railway Corp.,		EUR	100		59,352	
12.00%, 4/15/17       100       88,500         7.88%, 2/15/19 (b)       2,380       2,261,000         7.63%, 1/15/20 (b)       505       518,888         9.00%, 1/15/20 (b)       365       365,000         Shea Homes LP, 8.63%, 5/15/19       1,250       1,303,125         Road & Rail 1.4%         Avis Budget Car Rental LLC,       8.25%, 1/15/19       130       134,550         Florida East Coast Railway Corp.,		USD	400		354,000	
7.88%, 2/15/19 (b)       2,380       2,261,000         7.63%, 1/15/20 (b)       505       518,888         9.00%, 1/15/20 (b)       365       365,000         Shea Homes LP, 8.63%, 5/15/19       1,250       1,303,125         Road & Rail 1.4%         Avis Budget Car Rental LLC,       8.25%, 1/15/19       130       134,550         Florida East Coast Railway Corp.,		CSD				
9.00%, 1/15/20 (b) Shea Homes LP, 8.63%, 5/15/19  1,250  1,303,125 6,717,390  Road & Rail 1.4%  Avis Budget Car Rental LLC, 8.25%, 1/15/19  130  134,550  Florida East Coast Railway Corp.,						
Shea Homes LP, 8.63%, 5/15/19       1,250       1,303,125         Road & Rail 1.4%         Avis Budget Car Rental LLC,       8.25%, 1/15/19       130       134,550         Florida East Coast Railway Corp.,       130       134,550	7.63%, 1/15/20 (b)		505		518,888	
6,717,390         Road & Rail 1.4%         Avis Budget Car Rental LLC,         8.25%, 1/15/19       130       134,550         Florida East Coast Railway Corp.,						
Road & Rail 1.4%         Avis Budget Car Rental LLC,         8.25%, 1/15/19       130 134,550         Florida East Coast Railway Corp.,	Shea Homes LP, 8.63%, 5/15/19		1,250			
Avis Budget Car Rental LLC, 8.25%, 1/15/19 130 134,550 Florida East Coast Railway Corp.,	Dood & Doil 140				6,717,390	
8.25%, 1/15/19 130 134,550 Florida East Coast Railway Corp.,						
Florida East Coast Railway Corp.,			130		134.550	
					.,,,,,,	
	8.13%, 2/01/17		410		420,250	

BLACKROCK CORPORATE HIGH YIELD FUND III, INC.

MAY 31, 2012

		ar	
Corporate Bonds	(0)	00)	Value
Road & Rail (concluded)			
The Hertz Corp.:			
7.50%, 10/15/18	USD	550	\$ 572,688
6.75%, 4/15/19 (b)		290	296,525
7.38%, 1/15/21		415	435,231
Hertz Holdings Netherlands BV:			
8.50%, 7/31/15	EUR	188	247,572
8.50%, 7/31/15 (b)		1,325	1,744,857
		-,	3,851,673
Semiconductors & Semiconductor Equipment 0.2%			3,031,073
Spansion LLC, 7.88%, 11/15/17	USD	580	556,800
Software 1.0%	USD	360	330,800
Audatex North America, Inc.,		520	545.000
6.75%, 6/15/18 (b)		530	545,900
Lawson Software, Inc., 9.38%,			
4/01/19 (b)		1,780	1,833,400
Sophia LP, 9.75%, 1/15/19 (b)		442	458,575
			2,837,875
Specialty Retail 2.9%			
Asbury Automotive Group, Inc.,			
8.38%, 11/15/20		365	392,375
Claire s Stores, Inc., 9.00%,		200	0,2,0,0
3/15/19 (b)		635	635,000
Hillman Group, Inc., 10.88%,		033	033,000
6/01/18		530	550 505
		330	552,525
House of Fraser Funding Plc:	CDD	205	202 1 41
8.88%, 8/15/18 (b)	GBP	285	382,141
8.88%, 8/15/18		221	296,326
Limited Brands, Inc.:			
8.50%, 6/15/19	USD	785	923,356
5.63%, 2/15/22		160	161,200
Penske Automotive Group, Inc.,			
7.75%, 12/15/16		1,025	1,060,875
Phones4u Finance Plc, 9.50%,			
4/01/18 (b)	GBP	400	536,338
QVC, Inc. (b):			,
7.13%, 4/15/17	USD	230	243,800
7.50%, 10/01/19	0.02	625	679,687
7.38%, 10/15/20		290	316,100
		290	310,100
Sally Holdings LLC:		E 1 E	500 125
6.88%, 11/15/19 (b)		545	580,425
5.75%, 6/01/22		435	439,894
Sonic Automotive, Inc., 9.00%,			
3/15/18		370	399,600
Toys R US-Delaware, Inc., 7.38%,			
9/01/16 (b)		150	151,125
			7,750,767
Textiles, Apparel & Luxury Goods 0.2%			
Levi Strauss & Co., 6.88%,			
5/01/22 (b)		440	436,700
Trading Companies & Distributors 0.2%			12 3,7 33
Aircastle Ltd., 6.75%, 4/15/17 (b)		470	465,300
1 mousile Liu., 0.13 /0, 7/13/17 (0)		7/0	<del>-103,300</del>

	Par		*7 *	
Corporate Bonds Too die a Communica & Distributous (construidad)	(000)		Value	
Trading Companies & Distributors (concluded)				
Russel Metals, Inc., 6.00%,	CAD	175	¢ 172	772
4/19/22 (b)	CAD	1/3	\$ 172,7 638,0	
Transportation Infrastructure 0.2%			036,0	072
Transportation Infrastructure 0.2% Aguila 3 SA, 7.88%, 1/31/18 (b)	USD	431	439,0	620
Wireless Telecommunication Services 4.4%	ОЗД	731	739,	020
Cricket Communications, Inc.:				
7.75%, 5/15/16		110	116,0	050
7.75%, 10/15/20		70		050
Digicel Group Ltd. (b):		70	04,	050
8.88%, 1/15/15		700	689,	500
9.13%, 1/15/15	1	1,783	1,756,2	
8.25%, 9/01/17		1,180	1,185,9	
10.50%, 4/15/18		500	510,0	
iPCS, Inc., 2.59%, 5/01/13 (d)		545	534,	
Matterhorn Mobile Holdings SA,		3 13	331,	100
8.25%, 2/15/20	EUR	305	381,	847
MetroPCS Wireless, Inc., 6.63%,	Lok	303	301,0	0-17
11/15/20	USD	760	735,	300
NII Capital Corp., 7.63%, 4/01/21	COD	621	523,	
Sprint Capital Corp., 6.88%,		021	323,	1,2
11/15/28		2,220	1,648,	350
Sprint Nextel Corp. (b):	-	.,220	1,010,.	330
9.00%, 11/15/18	1	1,930	2,089,2	225
7.00%, 3/01/20		1,730	1,742,9	
7.00%, 5701120		.,750	11,976,	
Total Corporate Bonds 105.3%			283,589,	
Tomi Corporate Bornes Took A			200,000,	,,,
Floating Rate Loan Interests (d)				
Airlines 0.2%				
Delta Air Lines, Inc., Credit - New		•••	204	<b>-</b> 0-
Term Loan B, 5.50%, 4/20/17		397	394,	592
Auto Components 0.5%				
Federal-Mogul Corp., Term Loan B,		0.40	000	·-·
2.18%, 12/29/14		948	890,0	674
Schaeffler AG, Term Loan C2,		40.5	40.0	
6.00%, 1/27/17		495	492,	
D 11 P 1 / A20			1,383,	199
Building Products 0.2%				
Goodman Global, Inc., Term Loan				
(Second Lien), 9.00%,		200	401	100
10/30/17		398	401,	108
Capital Markets 0.4%				
Nuveen Investments, Inc.:				
Incremental Term Loan,		(55	652	262
7.25%, 5/13/17		655	653,	363
New Second Lien Term Loan,		417	417	165
8.25%, 2/28/19		415	417,4	
			1,070,	028

BLACKROCK CORPORATE HIGH YIELD FUND III, INC.

MAY 31, 2012

		Par	•••
Floating Rate Loan Interests (d) Chemicals 0.7%		(000)	Value
Ineos US Finance LLC, 6 year Term Loan, 6.50%, 5/04/18	USD	1,150	\$ 1,126,379
PQ Corp., Term Loan B, 3.99%, 7/30/14		290	277,874
Styron Sarl LLC, Term Loan B, 6.00% - 6.75%, 8/02/17		438	390,968 1,795,221
Commercial Services & Supplies 0.7%			-,,,,,
AWAS Finance Luxembourg Sarl, Term Loan B, 5.25%, 6/10/16		476	473,539
Delos Aircraft, Inc., Term Loan B2, 4.75%, 4/12/16		550	549,313
Volume Services America, Inc., Term Loan B, 10.50% - 11.75%,			
9/16/16		985	979,257 2,002,109
Communications Equipment 0.1%			2,002,109
Avaya, Inc., Term Loan B1, 3.22%, 10/24/14		254	239,467
Construction & Engineering 0.7%			
Safway Services LLC, Mezzanine			
Loan, 15.63%, 12/16/17		2,000	2,000,000
Construction Materials 0.4%			
HD Supply, Inc., Senior Debt B, 7.25%, 10/12/17		1,115	1,119,460
Consumer Finance 1.7%			
Springleaf Finance Corp., Term Loan, 5.50%, 5/10/17		5,085	4,688,777
Diversified Consumer Services 0.1%			
Laureate Education, Inc., Extended Term Loan, 5.25%, 8/15/18		145	138,579
ServiceMaster Co.:			
Delayed Draw Term Loan, 2.74%, 7/24/14		9	8,275
Term Loan, 2.74% - 2.99%, 7/24/14		85	83,096
			229,950
Diversified Telecommunication Services 0.5% Level 3 Financing, Inc.:			
Term Loan B3, 5.75%, 8/31/18		850	841,959
Tranche A Term Loan, 2.49% - 2.72%, 3/13/14		500	486,460
			1,328,419
Electronic Equipment, Instruments & Components 0.1%			
CDW LLC, Extended Term Loan, 4.00%, 7/14/17		276	263,617
Energy Equipment & Services 2.2%			200,017
Dynegy Midwest Generation LLC, Coal Co. Term Loan, 9.25%,		1,986	2,024,847

8/04/16

Floating Rate Loan Interests (d)		Par (000)	Value
Energy Equipment & Services (concluded)			
Dynegy Power LLC, Gas Co. Term			
Loan, 9.25%, 8/04/16	USD	3,635	\$ 3,745,987
Tervita Corp., Incremental Term Loan, 6.50%, 10/17/14		274	272,941
Loan, 0.30%, 10/17/14		214	6,043,775
Food & Staples Retailing 0.1%			0,043,773
US Foods, Inc. (FKA U.S.			
Foodservice, Inc.), Term Loan B,			
2.74%, 7/03/14		164	158,735
Food Products 0.3%			
Advance Pierre Foods, Term Loan			
(Second Lien), 11.25%,		000	004.550
9/29/17 Health Core Equipment & Supplies 0.5%		900	904,779
Health Care Equipment & Supplies 0.5% Bausch & Lomb, Inc., Term Loan B,			
5.25%, 5/17/19		475	466,431
Hupah Finance Inc., Term Loan B,		173	100,131
6.25%, 1/21/19		765	767,394
,			1,233,825
Health Care Providers & Services 0.7%			
Harden Healthcare LLC:			
Term Loan A, 8.50%, 3/02/15		380	372,771
Tranche A Additional Term		401	202.107
Loan, 7.75%, 3/02/15		401	393,196
inVentiv Health, Inc., Combined Term Loan, 6.50%, 8/04/16		735	688,358
Wolverine Healthcare, Term Loan		155	000,550
B, 6.75%, 6/06/19		375	368,906
, ,			1,823,231
Hotels, Restaurants & Leisure 1.3%			
Caesars Entertainment Operating Co.,			
Inc.:			
Extended Term Loan B6,		200	157,000
5.50%, 1/26/18		200	176,032
Incremental Term Loan B4, 9.50%, 10/31/16		484	486,873
Term Loan B1, 3.24%,		404	400,073
1/28/15		546	498,342
Term Loan B2, 3.24%,			, .
1/28/15		309	282,084
Term Loan B3, 3.24% - 3.47%,			
1/28/15		968	883,121
OSI Restaurant Partners LLC:			
Revolver, 2.54% - 2.72%, 6/14/13		9	9,207
Term Loan B, 2.56%, 6/14/14		95	93,091
Sabre, Inc., Non Extended Initial			75,071
Term Loan, 2.24%, 9/30/14		100	95,021
Station Casinos, Inc., Term Loan			/- /-
B1, 3.24%, 6/17/16		871	818,501
Travelport LLC:			
Extended Tranche A Term			
Loan, 6.47%, 9/28/12		190	74,009

Floating Rate Loan Interests (d)	Par (000)	Value
Hotels, Restaurants & Leisure (concluded)	(000)	v aruc
Travelport LLC (concluded):		
Extended Tranche B Term		
Loan, 13.97%, 12/01/16 US	SD 600	\$ 60,048
		3,476,329
Industrial Conglomerates 0.2%		
Sequa Corp.:		
Incremental Term Loan,		
6.25%, 12/03/14	439	437,803
Term Loan, 3.72%, 12/03/14	155	151,973
		589,776
IT Services 0.3%		
Ceridian Corp., Term Loan, 3.24%,		
11/10/14	114	108,113
First Data Corp., Extended Term		
Loan B, 4.24%, 3/23/18	785	709,161
		817,274
Leisure Equipment & Products 0.2%		
Eastman Kodak Co., DIP Term	<=0	< <b>7.</b> 7. 7. 7. 7. 7. 7. 7. 7. 7. 7. 7. 7. 7.
Loan B, 8.50%, 7/19/13	653	652,553
Machinery 0.2%		
Rexnord Corp., Term Loan B,	504	500.051
5.00%, 4/02/18	594	589,951
Media 5.4%		
Affinion Group, Inc., Term Loan B,	40	26 602
5.00%, 7/16/15 Cengage Learning Acquisitions, Inc.:	40	36,682
Non-Extended Term Loan,		
2.49%, 7/03/14	324	292,728
Tranche 1 Incremental Term	321	272,720
Loan, 7.50%, 7/03/14	1,684	1,611,745
Cequel Communications LLC, Term	1,001	1,011,710
Loan B, 4.00%, 2/14/19	475	462,650
Clear Channel Communications, Inc.:		,,,,,,
Term Loan B, 3.89%, 1/28/16	2,116	1,646,043
Term Loan C, 3.89%, 1/28/16	385	297,045
EMI Music Publishing Ltd., Term		
Loan B, 1.00%, 11/14/17	560	556,500
HMH Publishing Co. Ltd., Term		
Loan, 6.49%, 6/12/14 (a)(i)	923	511,784
Intelsat Jackson Holdings SA,		
Tranche B Term Loan, 5.25%,		
4/02/18	7,227	7,162,246
Interactive Data Corp., Term Loan		
B, 4.50%, 2/12/18	409	401,810
Newsday LLC, Fixed Rate Term		
Loan, 10.50%, 8/01/13	1,325	1,350,679
Univision Communications, Inc.,		
Extended Term Loan, 4.49%,	225	207.007
3/31/17	335	306,987
		14,636,899

Floating Rate Loan Interests (d)		Par (000)	Value
Metals & Mining 0.2%			
Constellium Holding Co. BV, Term			
Loan B, 9.25%, 5/25/18	USD	430	\$ 419,250
Oil, Gas & Consumable Fuels 1.3%			
Chesapeake Energy Corp.,			
Unsecured Term Loan, 8.50%,		2 2 4 0	2 20 ( 710
12/01/17		2,340	2,296,710
Obsidian Natural Gas Trust, Term		1.000	1,000,017
Loan, 7.00%, 11/02/15		1,089	1,089,016
Paper & Forest Products 0.5%			3,385,726
NewPage Corp., DIP Term Loan,			
8.00%, 3/07/13		600	604,752
Verso Paper Finance Holdings LLC,		000	004,732
Term Loan with PIK option,			
6.72% - 7.47%, 2/01/13		1,509	754,284
		1,000	1,359,036
Pharmaceuticals 0.5%			2,222,322
Aptalis Pharma, Inc., Term Loan B,			
5.50%, 2/10/17		988	954,913
Pharmaceutical Product			
Development, Inc., Term Loan B,			
6.25%, 12/05/18		419	419,025
			1,373,938
Real Estate Investment Trusts (REITs) 0.5%			
iStar Financial, Inc.:			
Term Loan A1, 5.00%,			
6/28/13		1,290	1,283,768
Term Loan A2, 7.00%,			
6/30/14		5	4,987
D IF ( A M A A A A A A A A A A A A A A A A A			1,288,755
Real Estate Management & Development 0.4%			
Realogy Corp.:			
Extended Letter of Credit Loan, 4.49%, 10/10/16		112	101 061
Extended Term Loan, 4.49%,		112	101,861
10/10/16		737	671,333
Stockbridge SBE Holdings LLC,		131	071,333
Term Loan BTerm Loan B,			
13.00%, 5/02/17		185	182,225
15.0070, 5102411		103	955,419
Semiconductors & Semiconductor Equipment 0.0%			,
NXP BV, Term Loan A-2, 5.50%,			
3/03/17		70	68,734
Software 0.5%			
Lawson Software, Inc., Term Loan			
B, 6.25%, 4/05/18		1,235	1,232,580
Magic Newco LLC, Second Lien			
Term Loan, 1.00%, 12/06/19		245	236,628
			1,469,208

BLACKROCK CORPORATE HIGH YIELD FUND III, INC.

MAY 31, 2012

	Par		
Floating Rate Loan Interests (d)  Specialty Retail 0.1%	(000)	Value	
Claire s Stores, Inc., Term Loan B,			
2.99% - 3.22%, 5/29/14	USD 387 S	360,151	
Textiles, Apparel & Luxury Goods 0.4%	035 307	300,131	
Ascend Performance Materials			
LLC, Term Loan B, 6.75%,			
4/10/18	1,140	1,107,704	
Wireless Telecommunication Services 1.3%			
Crown Castle International Corp.,			
Term Loan B, 4.00%, 1/31/19	160	157,206	
Vodafone Americas Finance 2, Inc. (h):			
Term Loan, 6.88%, 8/11/15	1,938	1,967,246	
Term Loan B, 6.25%, 7/11/16	1,341	1,360,734	
		3,485,186	
Total Floating Rate Loan Interests 23.4%		63,116,981	
	Beneficial		
Other Interests (m)	Interest (000)		
Adelphia Escrow (a)	750	8	
Adelphia Recovery Trust (a)	941	94	
Buffets, Inc. (a)	575	6	
Lear Corp. Escrow (a)	460	3,450	
Wellman Holdings, Inc., Litigation		, , ,	
Trust Certificate (a)	2,830	28	
Total Other Interests 0.0%		3,586	
Preferred Securities			
C:4-1 T4-	Par		
Capital Trusts Insurance 0.2%	(000)		
Genworth Financial, Inc., 6.15%,			
11/15/66 (d)	865	493,284	
Total Capital Trusts 0.2%	003	493,284	
		, .	
Preferred Stocks	Shares		
Auto Components 0.8%			
Dana Holding Corp., 4.00% (b)	17,830	2,041,535	
Preferred Stocks	Shares	Value	
Diversified Financial Services 1.3%	Dimi eo		
Ally Financial, Inc., 7.00% (b)(d)	4,074 \$	3,493,200	
Media 0.1%			

TDA CLL LT. ()	206.652	252.502
TRA Global, Inc. (a)	286,652	352,582
Real Estate Investment Trusts (REITs) 0.0%		
MPG Office Trust, Inc., Series A,	0.004	100.165
7.63% (a)	8,994	128,165
Thrifts & Mortgage Finance 0.1%		
Fannie Mae, 7.00% (a)	30,000	64,500
Freddie Mac, 8.00% (a)	75,961	127,614
		192,114
Total Preferred Stocks 2.3%		6,207,596
Trust Preferred		
Diversified Financial Services 1.0%		
GMAC Capital Trust I, Series 2,		
8.13%, 2/15/40 (b)	80,390	1,842,539
RBS Capital Funding Trust VII,		
6.08%, 12/31/49	60,800	829,920
Total Trust Preferred 1.0%		2,672,459
Total Preferred Securities 3.5%		9,373,339
Warrants (I)		
Containers & Packaging 0.0%		
MDP Acquisitions Plc	700	22,924
Health Care Providers & Services 0.0%		
HealthSouth Corp.	32,042	
Hotels, Restaurants & Leisure 0.0%	- /-	
Buffets Restaurants		
Holdings, Inc.	485	
Media 0.1%		
Cumulus Media, Inc.		
(Issued/Exercisable		
9/16/11, 0.01 Share for 1		
Warrant, Expires		
6/03/30, Strike Price \$2.88)	42,640	250,664
New Vision Holdings LLC,	42,040	230,004
Expires 9/30/14	22	
Explics 9/30/14	22	250,664
Software 0.0%		230,004
Bankruptcy Management		
Solutions, Inc., Expires		
9/29/17	334	
	334	
HMH Holdings/EduMedia		
(Issued/Exercisable		
3/09/10, 19 Shares for		
1 Warrant, Expires		
3/09/17, Strike Price		
\$12.26)	11,225	252.525
Total Warrants 0.1%		273,588

BLACKROCK CORPORATE HIGH YIELD FUND III, INC.

MAY 31, 2012

Total Long-Term Investments (Cost \$384,248,705) 140.7%		<b>Value</b> \$ 379,081,446
Short-Term Securities BlackRock Liquidity Funds,	Shares	
TempFund, Institutional Class, 0.15% (n)(o) <b>Total Short-Term Securities</b>	1,541,301	1,541,301
(Cost \$1,541,301) 0.6%		1,541,301
Options Purchased Exchange-Traded Put Options 0.1% SPDR S&P 500 ETF Trust, Strike Price USD 132.00, Expires	Contracts	
6/16/12	795	230,948
	Notional Amount (000)	
Over-the-Counter Call Options 0.0%	(000)	
Marsico Parent Superholdco LLC, Strike Price USD 942.86, Expires 12/21/19, Broker Goldman Sachs Bank USA (b)	19	
Total Options Purchased		
(Cost \$326,262) 0.1% Total Investments Before Options Written		230,948
(Cost \$386,116,268*) 141.4%		380,853,695
Options Written Exchange-Traded Put Options (0.0)% SPDR S&P 500 ETF Trust, Strike Price USD 122.00, Expires	Contracts	Value
6/16/12	795	(31,005)
Options Written	Notional Amount (000)	Value
Over-the-Counter Put Swaptions (0.0)%  Sold credit default protection on Dow  Jones CDX North America High  Yield Index Series 18, Strike Price  USD 92, Expires 6/20/12, Broker		\$ (10,359)

Credit Suisse International (p)

**Total Options Written** 

(Premiums Received \$94,119) 0.0% Total Investments, Net of Options Written 141.4% (41,364)

380,812,331

**Liabilities in Excess of Other Assets** (41.4)%