

BlackRock Multi-Sector Income Trust  
Form N-CSR  
January 04, 2017

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 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: 10/31/2016

Date of reporting period: 10/31/2016

Item 1 Report to Stockholders

ANNUAL REPORT

**BlackRock Credit Allocation Income Trust (BTZ)**

**BlackRock Floating Rate Income Trust (BGT)**

**BlackRock Multi-Sector Income Trust (BIT)**

Not FDIC Insured   May Lose Value   No Bank Guarantee

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## The Markets in Review

Dear Shareholder,

Central bank policy decisions have continued to provide support to financial markets, while changing economic outlooks and geopolitical risks have been major drivers of investor sentiment. After ending its near-zero interest rate policy at the end of 2015, the Federal Reserve (the Fed) remained in focus as investors considered the anticipated pace of future rate hikes. With the European Central Bank and the Bank of Japan having moved into stimulus mode, the divergence in global monetary policies drove heightened market volatility at the beginning of 2016 and caused the U.S. dollar to strengthen considerably.

Financial markets had a rough start to the year as the strong dollar challenged U.S. companies that generate revenues overseas and pressured emerging market currencies and commodities prices. Low and volatile oil prices and signs of slowing growth in China were also meaningful factors behind the decline in risk assets early in the year. However, as the first quarter wore on, these pressures abated and a more tempered outlook for U.S. rate hikes helped the markets rebound.

Volatility spiked in late June when the United Kingdom shocked investors with its vote to leave the European Union. Uncertainty around how the British exit might affect the global economy and political landscape drove investors to high-quality assets, pushing already low global yields to even lower levels. However, risk assets recovered swiftly in July as economic data suggested that the consequences had thus far been contained to the United Kingdom.

In a second episode of surprise vote results, equities fell sharply after the news of Donald Trump's victory in the U.S. presidential election, but quickly recovered, and the yield curve steepened due to expectations for rising inflation. Broadly, a reflation theme has been building amid signs of rising price pressures, central banks signaling a greater tolerance to let inflation run hotter, and policy emphasis shifting from monetary to fiscal stimulus.

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

Sincerely,

Rob Kapito

President, BlackRock Advisors, LLC

Rob Kapito

President, BlackRock Advisors, LLC

### Total Returns as of October 31, 2016

	6-month	12-month
U.S. large cap equities (S&P 500® Index)	4.06%	4.51%
U.S. small cap equities (Russell 2000® Index)	6.13	4.11
International equities (MSCI Europe, Australasia, Far East Index)	(0.16)	(3.23)
Emerging market equities (MSCI Emerging Markets Index)	9.41	9.27
3-month Treasury bills (BofA Merrill Lynch 3-Month U.S. Treasury Bill Index)	0.17	0.31

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U.S. Treasury securities (BofA Merrill Lynch 10-Year U.S. Treasury Index)	0.46	4.24
U.S. investment grade bonds (Bloomberg Barclays U.S. Aggregate Bond Index)	1.51	4.37
Tax-exempt municipal bonds (S&P Municipal Bond Index)	0.98	4.53
U.S. high yield bonds (Bloomberg Barclays U.S. Corporate High Yield 2% Issuer Capped Index)	7.59	10.16

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 October 31, 2016

## BlackRock Credit Allocation Income Trust

## Trust Overview

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

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

## Trust Information

Symbol on New York Stock Exchange ( NYSE )	BTZ
Initial Offering Date	December 27, 2006
Current Distribution Rate on Closing Market Price as of October 31, 2016 (\$12.87) <sup>1</sup>	6.57%
Current Monthly Distribution per Common Share <sup>2</sup>	\$0.0705
Current Annualized Distribution per Common Share <sup>2</sup>	\$0.8460
Economic Leverage as of October 31, 2016 <sup>3</sup>	29%

<sup>1</sup> 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.

<sup>2</sup> 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.

<sup>3</sup> Represents reverse repurchase agreements as a percentage of total managed assets, which is the total assets of the Trust (including any assets attributable to any borrowings) minus the sum of liabilities (other than borrowings representing financial leverage). For a discussion of leveraging techniques utilized by the Trust, please see The Benefits and Risks of Leveraging on page 10.

## Performance and Portfolio Management Commentary

Returns for the 12 months ended October 31, 2016 were as follows:

	Returns Based On	
	Market Price	NAV
BTZ <sup>1,2</sup>	10.43%	9.61%
Lipper Corporate BBB-Rated Debt Funds (Leveraged) <sup>3</sup>	9.82%	7.16%

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

<sup>2</sup> 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.

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<sup>3</sup> Average return.

Performance results may include adjustments made for financial reporting purposes in accordance with U.S. generally accepted accounting principles. The following discussion relates to the Trust's absolute performance based on NAV:

### **What factors influenced performance?**

The Trust's allocations to high yield bonds and capital securities aided performance, as did its positions in the financials, midstream energy and wireline industries. (Capital securities are dividend-paying securities that combine some features of both corporate bonds and preferred stocks, while generally providing higher yields to compensate for being less senior in the issuer's capital structure.) The largest detractors from absolute performance included the Trust's duration positioning and its allocation to the metals and mining industry.

The Trust held derivatives in the form of futures, swaps, swaptions and options in order to manage duration and convexity risk. (Duration is a measure of interest rate sensitivity; convexity measures how duration changes as interest rates change.) Derivatives were also used to aid in implementing the Trust's yield curve positioning. The Trust used credit default swaps, including those linked to broad indices or individual securities, to manage credit risk. In addition, the Trust employed leverage to enhance yield.

### **Describe recent portfolio activity.**

The Trust became increasingly defensive over the year, as the investment adviser looked to focus less on market risk and more on idiosyncratic opportunities and bottom-up security selection. After maintaining an overweight position in financials relative to industrials for several years, the investment adviser reduced the Trust's weighting in financials. In addition, it significantly decreased exposure to the insurance, financial companies, and banking industries. The investment adviser also lowered the Trust's overall allocation to industrials, mainly by taking down its allocations to the basic industries, energy, communications, and consumer areas. The Trust increased its weighting in technology, as many large issuers in the sector issued new debt at attractive levels.

### **Describe portfolio positioning at period end.**

From a sector perspective, the Trust maintained its exposure to financials, with a preference for U.S. banks and brokers. Although financials lagged the rally in industrials, the investment adviser believed the capital and liquidity of U.S. banks remained strong.

The Trust's largest position was in the cable & satellite sector, where the investment adviser saw strong fundamental trends and compelling valuations. The Trust also held an allocation to pharmaceuticals based on their attractive valuations, rising earnings and improving balance sheets. Additionally, the Trust had a large exposure to the pipeline industry on the belief that companies in this area had adequate cash to support both their balance sheets and credit ratings. However, the investment adviser recognized that industry fundamentals were somewhat challenging, and that pipeline issues remained sensitive to volatility in oil prices. The Trust maintained an allocation to high yield bonds at the close of the period.

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



## BlackRock Credit Allocation Income Trust

## Market Price and Net Asset Value Per Share Summary

	10/31/16	10/31/15	Change	High	Low
Market Price	\$ 12.87	\$ 12.53	2.71%	\$ 13.70	\$ 11.60
Net Asset Value	\$ 14.61	\$ 14.33	1.95%	\$ 14.90	\$ 13.23

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

## Overview of the Trust's Total Investments

Portfolio Composition	10/31/16	10/31/15
Corporate Bonds	71%	76%
Preferred Securities	17	19
Asset-Backed Securities	4	4
U.S. Treasury Obligations	6	
Municipal Bonds	1	1
Foreign Agency Obligations	1	
Other	1	2

<sup>1</sup> Includes a less than 1% holding in each of the following investment types: Short-Term Securities, U.S. Government Sponsored Agency Securities, Options Purchased, Options Written and Common Stocks.

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

Credit Quality Allocation <sup>3,4</sup>	10/31/16	10/31/15
AAA/Aaa <sup>5</sup>	7%	1%
AA/Aa	3	2
A	17	19
BBB/Baa	47	48
BB/Ba	16	18
B	8	9
CCC/Caa	1	1
N/R	1	2

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

<sup>4</sup> Excludes Short-Term Securities, Options Purchased and Options Written.

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- <sup>5</sup> The investment adviser evaluates the credit quality of not-rated investments based upon certain factors including, but not limited to, credit ratings for similar investments and financial analysis of sectors, individual investments and/or issuer. Using this approach, the investment adviser has deemed U.S. Government Sponsored Agency Securities and U.S. Treasury Obligations as AAA/Aaa.

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Trust Summary as of October 31, 2016

BlackRock Floating Rate Income Trust

Trust Overview

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

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

Trust Information

Symbol on NYSE	BGT
Initial Offering Date	August 30, 2004
Current Distribution Rate on Closing Market Price as of October 31, 2016 (\$13.58) <sup>1</sup>	5.15%
Current Monthly Distribution per Common Share <sup>2</sup>	\$0.0583
Current Annualized Distribution per Common Share <sup>2</sup>	\$0.6996
Economic Leverage as of October 31, 2016 <sup>3</sup>	30%

<sup>1</sup> 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.

<sup>2</sup> 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.

<sup>3</sup> Represents bank borrowings outstanding as a percentage of total managed assets, which is the total assets of the Trust (including any assets attributable to any borrowings) minus the sum of liabilities (other than borrowings representing financial leverage). For a discussion of leveraging techniques utilized by the Trust, please see The Benefits and Risks of Leveraging on page 10.

Performance and Portfolio Management Commentary

Returns for the 12 months ended October 31, 2016 were as follows:

	Returns Based On	
	Market Price	NAV
BGT <sup>1,2</sup>	12.25%	7.27%
Lipper Loan Participation Funds <sup>3</sup>	15.20%	8.16%

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

<sup>2</sup> 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.

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<sup>3</sup> Average return.

Performance results may include adjustments made for financial reporting purposes in accordance with U.S. generally accepted accounting principles. The following discussion relates to the Trust's absolute performance based on NAV:

### **What factors influenced performance?**

Over the 12-month period, the broad floating rate bank loan market (i.e., bank loans) provided a positive return, but gains were well below other credit markets, namely the high yield area. The Trust's general outlook on bank loans and credit markets improved as volatility subsided and performance turned positive on an absolute basis. However, the Trust's exposure to integrated energy companies within the broader energy sector detracted from performance, despite gains more broadly across commodity-related sectors over the period. Small positions in convertible securities also negatively affected results.

The Trust's exposure to loans in the technology, health care, and consumer services sectors contributed positively to performance. Performance for high yield bonds was positive and ahead of that for loans during the period, and the Trust's tactical allocation to this asset class contributed to results.

### **Describe recent portfolio activity.**

Throughout the 12-month period, the Trust maintained its focus on the higher quality segments of the loan market in terms of loan structure, liquidity and overall credit quality. The Trust continued to concentrate its investments in strong companies with stable cash flows and high quality collateral, with the ability to meet interest obligations and ultimately return principal. From a sector perspective, the Trust added to names in the technology and health care sectors, while trimming exposure to pharmaceuticals and lodging. The Trust selectively added to its high yield bond position.

### **Describe portfolio positioning at period end.**

At period end, the Trust held 92% of its total portfolio in bank loans, with the remainder primarily in corporate bonds and CLOs. The Trust continued to favor loans rated B where the investment adviser is comfortable with credit quality, in view of the incremental income they offered versus BB loans. Additionally, the Trust held a modest position in BB-rated loans, while maintaining minimal exposure to loans rated CCC and below, especially avoiding the riskier segments among lower-rated loans within sectors such as energy, metals & mining, and media. Top issuer positions included Level 3 Financing, Inc. (Wirelines), Altice US Financing I Corp./Numericable Group SA (Cable & Satellite), and First Data Corp. (Technology). The strategy maintained a modest stake in more conservative high yield bonds.

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

## Market Price and Net Asset Value Per Share Summary

	10/31/16	10/31/15	Change	High	Low
Market Price	\$ 13.58	\$ 12.77	6.34%	\$ 13.82	\$ 11.52
Net Asset Value	\$ 14.41	\$ 14.18	1.62%	\$ 14.41	\$ 13.43

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

## Overview of the Trust's Total Investments

Portfolio Composition	10/31/16	10/31/15
Floating Rate Loan Interests	92%	93%
Corporate Bonds	4	3
Asset-Backed Securities	2	4
Short-Term Securities	2	<sup>1</sup>
Other <sup>2</sup>		

<sup>1</sup> Includes a less than 1% holding in Short-Term Securities.

<sup>2</sup> Includes a less than 1% holding in each of the following investment types: Non-Agency Mortgage Backed Securities, Other Interests, Investment Companies, Warrants, Common Stocks and Options Purchased.

Credit Quality Allocation <sup>3,4</sup>	10/31/16	10/31/15
A	<sup>5</sup>	1%
BBB/Baa	8%	8
BB/Ba	43	45
B	41	39
CCC/Caa	3	3
N/R	5	4

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

<sup>4</sup> Excludes Short-Term Securities and Options Purchased.

<sup>5</sup> Represents less than 1% of total investments.



## Trust Summary as of October 31, 2016

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 objectives will be achieved.

## Trust Information

Symbol on NYSE	BIT
Initial Offering Date	February 27, 2013
Current Distribution Rate on Closing Market Price as of October 31, 2016 (\$16.76) <sup>1</sup>	8.36%
Current Monthly Distribution per Common Share <sup>2</sup>	\$0.1167
Current Annualized Distribution per Common Share <sup>2</sup>	\$1.4004
Economic Leverage as of October 31, 2016 <sup>3</sup>	37%

<sup>1</sup> 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.

<sup>2</sup> 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.

<sup>3</sup> Represents reverse repurchase agreements as a percentage of total managed assets, which is the total assets of the Trust (including any assets attributable to any borrowings) minus the sum of liabilities (other than borrowings representing financial leverage). For a discussion of leveraging techniques utilized by the Trust, please see The Benefits and Risks of Leveraging on page 10.

## Performance and Portfolio Management Commentary

Returns for the 12 months ended October 31, 2016 were as follows:

	Returns Based On	
	Market Price	NAV
BIT <sup>1,2</sup>	13.56%	10.51%
Lipper General Bond Funds <sup>3</sup>	13.49%	8.59%

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

<sup>2</sup> 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.

<sup>3</sup> Average return.

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Performance results may include adjustments made for financial reporting purposes in accordance with U.S. generally accepted accounting principles. The following discussion relates to the Trust's absolute performance based on NAV:

### **What factors influenced performance?**

The Trust's positions in high yield corporate bonds, mortgage-backed securities ( MBS ), asset-backed securities ( ABS ) and investment grade bonds were the most significant contributors to performance. The Trust's stance with respect to duration (sensitivity to interest rate movements) and yield curve positioning also added to returns.

The Trust's allocations in foreign commercial mortgage-backed securities ( CMBS ) and senior loans detracted from performance.  
**Describe recent portfolio activity.**

During the period, the Trust's spread duration (sensitivity to credit spreads) was increased as its spread sector exposure was rotated away from MBS, capital securities and ABS, and toward investment grade credit. These changes were made as divergent central bank monetary policies, improving oil prices and investors' desire for yield created a strong technical backdrop that supported credit-based assets. In addition, the Trust's allocation in longer-dated credit was increased in anticipation of demand from foreign investors shifting toward the back end of the credit curve as a result of the higher cost of hedging U.S. dollar exposure. Additionally, the Trust's high yield allocation was tilted toward U.S. issuers due to concerns regarding the potential negative consequences of the U.K.'s planned exit from the European Union. The Trust's duration was increased in the expectation of continued low interest rates over the near term, based on tepid U.S. economic data and dovish rhetoric from the Fed. Additionally, the Trust's allocation to floating rate securities was reduced.  
**Describe portfolio positioning at period end.**

The Trust maintained a diversified exposure to non-government spread sectors, including non-agency MBS, high yield corporates, capital securities, ABS, collateralized loan obligations, CMBS and senior loans. The Trust also held marginal exposure to government-related sectors such as supranationals (multinational foreign government obligations) and foreign agencies.

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



## Market Price and Net Asset Value Per Share Summary

	10/31/16	10/31/15	Change	High	Low
Market Price	\$ 16.76	\$ 16.31	2.76%	\$ 17.43	\$ 14.70
Net Asset Value	\$ 18.91	\$ 18.91	0.00%	\$ 19.05	\$ 17.16

## Market Price and Net Asset Value History Since Inception

<sup>1</sup> Commencement of operations.

## Overview of the Trust's Total Investments

Portfolio Composition	10/31/16	10/31/15
Corporate Bonds	41%	33%
Asset-Backed Securities	19	21
Non-Agency Mortgage-Backed Securities	18	25
Preferred Securities	12	13
Floating Rate Loan Interests	5	5
Foreign Agency Obligations	4	2
Short-Term Securities	1	1
Other	<sup>1</sup>	<sup>2</sup>

<sup>1</sup> Includes a less than 1% holding in each of the following investment types: Common Stocks, U.S. Treasury Obligations, Options Purchased and Options Written.

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

Credit Quality Allocation<sup>3,4</sup>

	10/31/16	10/31/15
AAA/Aaa <sup>5</sup>	<sup>6</sup>	
AA/Aa	2%	
A	8	3%
BBB/Baa	18	17
BB/Ba	22	28
B	20	12
CCC/Caa	16	19
CC/Ca	5	5
C	1	
N/R	8	16

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

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- <sup>4</sup> Excludes Short-Term Securities, Options Purchased and Options Written.
- <sup>5</sup> The investment adviser evaluates the credit quality of not-rated investments based upon certain factors including, but not limited to, credit ratings for similar investments and financial analysis of sectors, individual investments and/or issuer. Using this approach, the investment adviser has deemed U.S. Government Sponsored Agency Securities and U.S. Treasury Obligations as AAA/Aaa.
- <sup>6</sup> Represents less than 1% of total investments.

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## The Benefits and Risks of Leveraging

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

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

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

However, in order to benefit shareholders, the return on assets purchased with leverage proceeds must exceed the ongoing costs associated with the leverage. If interest and other costs of leverage exceed the Trusts' return on assets purchased with leverage proceeds, income to shareholders is lower than if the Trusts had not used leverage. Furthermore, the value of the Trusts' portfolio investments generally varies inversely with the direction of long-term interest rates, although other factors can influence the value of portfolio investments. In contrast, the value of the Trusts' obligations under their respective leverage arrangements generally does not fluctuate in relation to interest rates. As a result, changes in interest

rates can influence the Trusts' NAVs positively or negatively. Changes in

the future direction of interest rates are very difficult to predict accurately, and there is no assurance that the Trusts' intended leveraging strategy will be successful.

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

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

Under the Investment Company Act of 1940, as amended (the 1940 Act ), the Trusts are permitted to issue debt up to ~~33~~33% of their total managed assets. BIT is permitted to use economic leverage (which includes leverage attributable to reverse repurchase agreements) of up to 50% of its total managed assets. A Trust may voluntarily elect to limit its leverage to less than the maximum amount permitted under the 1940 Act. In addition, a Trust may also be subject to certain asset coverage, leverage or portfolio composition requirements imposed by its credit facility, which may be more stringent than those imposed by the 1940 Act.

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

## Derivative Financial Instruments

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The Trusts may invest in various derivative financial instruments. These instruments are used to obtain exposure to a security, commodity, index, market and/or other asset without owning or taking physical custody of securities, commodities and/or other referenced assets or to manage market, equity, credit, interest rate, foreign currency exchange rate, commodity and/or other risks. Derivative financial instruments may give rise to a form of economic leverage and 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 instrument. The Trusts' successful use of a derivative financial instrument depends on the investment adviser's ability to predict pertinent market movements accurately, which cannot be assured. The use of these instruments may result in losses greater than if they had not been used, may limit the amount of appreciation a Trust can realize on an investment and/or may result in lower distributions paid to shareholders. The Trusts' investments in these instruments, if any, are discussed in detail in the Notes to Financial Statements.

## Schedule of Investments October 31, 2016

## BlackRock Credit Allocation Income Trust (BTZ)

(Percentages shown are based on Net Assets)

Common Stocks	Shares	Value
<b>Oil, Gas &amp; Consumable Fuels 0.0%</b>		
Denbury Resources, Inc.	12,160	\$ 29,014
<b>Real Estate Investment Trusts (REITs) 0.0%</b>		
Ovation Acquisition I LLC, (Acquired 12/28/15, cost \$45,445) (a)	2,951	2,951
<b>Total Common Stocks 0.0%</b>		<b>31,965</b>

Asset-Backed Securities (b)	Par	Value
	(000)	
<b>Asset-Backed Securities 5.6%</b>		
ACAS CLO Ltd., Series 2014-1A, Class C, 3.78%, 7/18/26 (c)	USD 750	747,982
ALM Loan Funding (c):		
Series 2012-5A, Class BR, 3.88%, 10/18/27	1,000	1,005,989
Series 2013-7R2A, Class B, 3.48%, 4/24/24	3,000	2,980,073
ALM XII Ltd., Series 2015-12A, Class B, 4.13%, 4/16/27 (c)	1,000	1,005,665
ALM XIV Ltd., Series 2014-14A, Class C, 4.34%, 7/28/26 (c)	4,500	4,390,475
ALM XVII Ltd., Series 2015-17A, Class B1, 4.28%, 1/15/28 (c)	1,400	1,437,172
AMMC CLO Ltd., Series 2015-17A, Class C, 4.07%, 11/15/27 (c)	1,000	993,918
Anchorage Capital CLO 3, Ltd., Series 2014-3A, Class C, 4.39%, 4/28/26 (c)	1,000	1,000,008
Apidos CDO, Series 2012-9AR, Class CR, 3.78%, 7/15/23 (c)	1,000	1,000,077
Apidos CLO XVIII, Series 2014-18A, Class C, 4.53%, 7/22/26 (c)	1,300	1,282,128
Ares CLO Ltd., Series 2012-2A, Class CR, 3.57%, 10/12/23 (c)	1,000	997,810
Atlas Senior Loan Fund II, Ltd., Series 2012-2A, Class DR, 4.73%, 1/30/24 (c)	750	746,869
Atlas Senior Loan Fund Ltd. (c):		
Series 2012-1A, Class B1LR, 4.66%, 8/15/24	2,000	2,000,089
Series 2014-6A, Class D, 4.58%, 10/15/26	3,000	2,900,705
Atrium CDO Corp. (c):		
Series 5A, Class A4, 1.20%, 7/20/20	9,000	8,960,273
Series 9A, Class D, 4.33%, 2/28/24	1,000	982,552
Benefit Street Partners CLO IV Ltd., Series 2014-IVA, Class B, 3.68%, 7/20/26 (c)	1,250	1,250,000
Benefit Street Partners CLO VI Ltd., Series 2015-VIA, Class B, 3.93%, 4/18/27 (c)	1,000	1,002,500
Bowman Park CLO Ltd., Series 2014-1A, Class D2, 4.77%, 11/23/25 (c)	1,000	960,909

Asset-Backed Securities (b)	Par	Value
	(000)	
<b>Asset-Backed Securities (continued)</b>		
Carlyle Global Market Strategies CLO Ltd. (c):		
Series 2012-2A, Class C1R, 3.78%, 7/20/23	USD 1,000	\$ 1,003,167
Series 2013-3A, Class C, 4.28%, 7/15/25	1,000	970,438
Series 2014-5A, Class C, 5.03%, 10/16/25	1,000	1,000,273
Series 2015-1A, Class C, 4.03%, 4/20/27	500	504,273
Series 2016-1A, Class C, 5.78%, 4/20/27	1,000	1,006,500
Series 2016-3A, Class C, 4.79%, 10/20/29	1,000	999,940
CIFC Funding Ltd., Series 2014-3A (c):		
Class C1, 3.68%, 7/22/26	1,500	1,498,818
Class D, 4.28%, 7/22/26	1,071	1,015,494
Dryden 34 Senior Loan Fund, Series 2014-34A, Class C, 3.68%, 10/15/26 (c)	250	249,994
GoldenTree Loan Opportunities IX Ltd., Series 2014-9A, Class D, 4.25%, 10/29/26	1,000	977,471
Highbridge Loan Management Ltd. (c):		
Series 4A-2014, Class B, 3.89%, 7/28/25	750	750,185
Series 6A-2015, Class C, 3.85%, 5/05/27	1,500	1,497,199
Series 8A-2016, Class D, 5.73%, 4/20/27	500	481,975
ING IM CLO Ltd., Series 2013-2A, Class C, 4.38%, 4/25/25 (c)	1,000	975,745
LCM XVIII LP, Series 18A, Class C1, 4.03%, 4/20/27 (c)	1,000	1,000,207
Limerock CLO III LLC, Series 2014-3A, Class C, 4.48%, 10/20/26 (c)	1,000	946,268
Madison Park Funding IX Ltd., Series 2012-9AR, Class C1R, 3.67%, 8/15/22 (c)	2,000	2,000,793
Madison Park Funding Ltd. (c):		
Series 2012-8AR, Class CR, 3.68%, 4/22/22	1,350	1,350,881

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Series 2012-8AR, Class DR, 4.73%, 4/22/22	1,500	1,499,230
Series 2014-14A, Class D, 4.48%, 7/20/26	2,000	1,964,752
Madison Park Funding XIII Ltd., Series 2014-13A, Class C, 3.63%, 1/19/25 (c)	1,000	1,002,460
Madison Park Funding XIV, Ltd., Series 2014-14A, Class C1, 3.98%, 7/20/26 (c)	1,250	1,250,250
Madison Park Funding XV Ltd., Series 2014-15A, Class B1, 4.14%, 1/27/26 (c)	2,400	2,401,947
Madison Park Funding XVI Ltd., Series 2015-16A, Class B, 3.88%, 4/20/26 (c)	1,000	1,002,800
Mill Creek II CLO, Ltd., Series 2016-1A, Class D, 5.73%, 4/20/28 (c)	1,000	1,007,600
Oak Hill Credit Partners XII Ltd., Series 2015-12A, Class C2, 4.13%, 1/23/27 (c)	1,600	1,602,400
Octagon Investment Partners 26 Ltd., Series 2016-1A, Class D, 5.83%, 4/15/27 (c)	500	500,677
Octagon Investment Partners XX Ltd., Series 2014-1A, Class C, 3.62%, 8/12/26 (c)	750	748,350
Octagon Loan Funding Ltd., Series 2014-1A, Class D, 4.45%, 11/18/26 (c)	1,500	1,444,507

### Portfolio Abbreviations

<b>ABS</b>	Asset-Backed Security	<b>COP</b>	Certificates of Participation	<b>NOK</b>	Norwegian Krone
<b>ADS</b>	American Depositary Shares	<b>EUR</b>	Euro	<b>NZD</b>	New Zealand Dollar
<b>ARB</b>	Airport Revenue Bonds	<b>FKA</b>	Formerly Known As	<b>OTC</b>	Over-the-Counter
<b>ARS</b>	Argentine Peso	<b>GBP</b>	British Pound	<b>PIK</b>	Payment-In-Kind
<b>AUD</b>	Australian Dollar	<b>INR</b>	Indian Rupee	<b>RB</b>	Revenue Bonds
<b>BRL</b>	Brazilian Real	<b>JPY</b>	Japanese Yen	<b>REMIC</b>	Real Estate Mortgage Investment Conduit
<b>BZDIOVER</b>	1-Day Brazil Interbank Deposit	<b>KRW</b>	South Korean Won	<b>RUB</b>	Russian Ruble
<b>CAD</b>	Canadian Dollar	<b>KRWCD</b>	3-Month Certificate of Deposit Rate	<b>SEK</b>	Swedish Krona
<b>CHF</b>	Swiss Franc	<b>LOC</b>	Letter of Credit	<b>TRY</b>	Turkish Lira
<b>CLO</b>	Collateralized Loan Obligation	<b>MXIBTIE</b>	Mexico Interbank TIE 28 Day	<b>TWD</b>	Taiwan Dollar
<b>CLP</b>	Chilean Peso	<b>MXN</b>	Mexican Peso	<b>USD</b>	U.S. Dollar
<b>CNH</b>	Yuan Renminbi Offshore	<b>MYR</b>	Malaysian Ringgit	<b>ZAR</b>	South African Rand
<b>CNY</b>	Chinese Renminbi				

See Notes to Financial Statements.

## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

		Par	
		(000)	Value
<b>Asset-Backed Securities (b)</b>			
<b>Asset-Backed Securities (continued)</b>			
OZLM VI Ltd., Series 2014-6A, Class B, 3.78%, 4/17/26 (c)	USD	1,100	\$ 1,105,806
OZLM VII Ltd., Series 2014-7A, Class C, 4.48%, 7/17/26 (c)		1,500	1,440,821
OZLM XI Ltd., Series 2015-11A, Class B, 3.76%, 1/30/27 (c)		2,750	2,750,031
Regatta IV Funding Ltd., Series 2014-1A, Class C, 3.83%, 7/25/26 (c)		1,500	1,500,095
Regatta V Funding Ltd., Series 2014-1A (c):			
Class B, 3.88%, 10/25/26		1,000	1,000,096
Class C, 4.33%, 10/25/26		1,000	919,963
SLM Private Credit Student Loan Trust, Series 2004-B, Class A2, 1.05%, 6/15/21		522	521,154
Symphony CLO Ltd., Series 2016-17A, Class D, 5.76%, 4/15/28 (c)		1,000	1,012,000
Symphony CLO XV Ltd., Series 2014-15A (c):			
Class C, 4.08%, 10/17/26		2,500	2,499,978
Class D, 4.63%, 10/17/26		1,000	991,460
Venture XIII CLO Ltd., Series 2013-13A, Class D, 4.40%, 6/10/25 (c)		800	785,015
Vibrant CLO II, Ltd., Series 2013-2A, Class C, 4.48%, 7/24/24 (c)		1,000	979,017
Voya CLO Ltd., Series 2014-4A, Class C, 4.88%, 10/14/26 (c)		1,000	983,373
Webster Park CLO Ltd., Series 2015-1A, Class B1, 3.98%, 1/20/27 (c)		4,000	4,055,152
<b>Total Asset-Backed Securities 5.6%</b>			<b>88,843,749</b>
<b>Corporate Bonds</b>			
<b>Aerospace &amp; Defense 0.6%</b>			
Huntington Ingalls Industries, Inc., 5.00%, 12/15/21 (c)		536	561,460
KLX, Inc., 5.88%, 12/01/22 (c)		725	737,832
Mexico City Airport Trust, 4.25%, 10/31/26 (c)		1,350	1,375,650
TransDigm, Inc.:			
6.00%, 7/15/22		4,360	4,545,300
6.50%, 7/15/24		1,560	1,641,900
			8,862,142
<b>Air Freight &amp; Logistics 0.1%</b>			
XPO Logistics, Inc. (c):			
6.50%, 6/15/22		1,421	1,477,840
6.13%, 9/01/23		496	510,260
			1,988,100
<b>Airlines 1.0%</b>			
American Airlines Group, Inc., 4.63%, 3/01/20 (c)		692	696,325
Continental Airlines Pass-Through Trust:			
Series 2009-2, Class B, 9.25%, 11/10/18		1,574	1,603,752
Series 2012-3, Class C, 6.13%, 4/29/18		2,040	2,142,000
Delta Air Lines Pass-Through Trust, Series 2002-1, Class G-1, 6.72%, 7/02/24		3,042	3,498,774
Turkish Airlines Pass Through Trust, Series 2015-1 Class A, 4.20%, 9/15/28 (c)		2,807	2,687,573
United Airlines Pass-Through Trust, Series 2014-1, Class B, 4.75%, 10/11/23		3,616	3,705,993
Virgin Australia Trust, Series 2013-1, Class B, 6.00%, 4/23/22 (c)		1,001	1,015,907
			15,350,324
<b>Auto Components 0.5%</b>			
Allison Transmission, Inc., 5.00%, 10/01/24 (c)		734	748,680
Goodyear Tire & Rubber Co., 5.00%, 5/31/26		535	539,681
		<b>Par</b>	
		<b>(000)</b>	<b>Value</b>
<b>Corporate Bonds</b>			
<b>Auto Components (continued)</b>			
Icahn Enterprises LP/Icahn Enterprises Finance Corp.:			
4.88%, 3/15/19	USD	3,950	\$ 3,932,225
6.00%, 8/01/20		3,108	3,053,610

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		8,274,196
<b>Automobiles 0.5%</b>		
Ford Motor Co., 7.45%, 7/16/31	3,660	4,809,006
General Motors Co.:		
4.88%, 10/02/23	1,875	2,018,878
6.25%, 10/02/43	940	1,076,296
		7,904,180
<b>Banks 4.3%</b>		
CIT Group, Inc.:		
4.25%, 8/15/17	4,600	4,658,880
5.25%, 3/15/18	4,030	4,173,710
5.50%, 2/15/19 (c)	3,967	4,175,267
5.00%, 8/01/23	660	702,966
City National Corp., 5.25%, 9/15/20 (d)	2,900	3,243,789
Cooperatieve Rabobank UA, 3.95%, 11/09/22 (d)	3,775	3,957,374
Credit Suisse Group AG, 6.50%, 8/08/23 (c)	6,000	6,532,500
Discover Bank/Greenwood, 8.70%, 11/18/19	748	867,530
Fifth Third Bancorp, 5.10% (b)(e)	5,000	4,826,000
HSBC Finance Corp., 6.68%, 1/15/21 (d)	5,150	5,877,958
Intesa Sanpaolo SpA, 5.71%, 1/15/26 (c)	3,840	3,656,817
Lloyds Banking Group PLC, 4.65%, 3/24/26	3,015	3,103,267
Royal Bank of Scotland Group PLC, 6.00%, 12/19/23	10,080	10,404,929
Wells Fargo & Co.:		
3.45%, 2/13/23	2,325	2,386,482
4.13%, 8/15/23 (d)	4,000	4,266,620
5.61%, 1/15/44 (d)	4,119	4,829,956
		67,664,045
<b>Beverages 0.6%</b>		
Anheuser-Busch InBev Finance, Inc., 4.90%, 2/01/46 (d)	6,170	7,055,623
Molson Coors Brewing Co., 4.20%, 7/15/46	1,665	1,664,556
		8,720,179
<b>Biotechnology 0.4%</b>		
Amgen, Inc., 4.66%, 6/15/51 (c)(d)	6,709	6,861,207
<b>Building Products 0.3%</b>		
American Builders & Contractors Supply Co., Inc., 5.75%, 12/15/23 (c)	424	442,020
Builders FirstSource, Inc., 5.63%, 9/01/24 (c)	586	591,860
Building Materials Corp. of America, 6.00%, 10/15/25 (c)	2,038	2,175,463
Masonite International Corp., 5.63%, 3/15/23 (c)	610	631,350
Standard Industries, Inc., 5.13%, 2/15/21 (c)	420	441,000
		4,281,693
<b>Capital Markets 2.9%</b>		
E*Trade Financial Corp., 5.38%, 11/15/22	1,348	1,440,817
Goldman Sachs Group, Inc.:		
6.25%, 9/01/17	625	649,755
7.50%, 2/15/19 (d)	5,165	5,806,927
5.25%, 7/27/21	1,175	1,320,628
5.75%, 1/24/22	5,500	6,358,918
6.25%, 2/01/41 (d)	15,000	19,211,985
Morgan Stanley (d):		
5.63%, 9/23/19	6,770	7,453,675
5.50%, 7/28/21	2,695	3,059,138
		45,301,843

See Notes to Financial Statements.



## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

	Par	Value
	(000)	
<b>Corporate Bonds</b>		
<b>Chemicals 1.2%</b>		
Axalta Coating Systems LLC, 4.88%, 8/15/24 (c)	USD 715	\$ 725,725
Basell Finance Co. BV, 8.10%, 3/15/27 (c)(d)	6,000	8,001,210
CF Industries, Inc., 5.38%, 3/15/44	3,625	3,100,633
Chemours Co.:		
6.63%, 5/15/23	220	213,400
7.00%, 5/15/25	869	845,103
Huntsman International LLC:		
4.88%, 11/15/20	72	74,714
5.13%, 11/15/22	2,495	2,582,325
NOVA Chemicals Corp., 5.25%, 8/01/23 (c)	772	786,475
Platform Specialty Products Corp. (c):		
10.38%, 5/01/21	165	178,200
6.50%, 2/01/22	1,372	1,330,840
PQ Corp., 6.75%, 11/15/22 (c)	935	1,008,631
		18,847,256
<b>Commercial Services &amp; Supplies 3.2%</b>		
ADS Waste Holdings, Inc., 8.25%, 10/01/20	1,003	1,048,135
Aviation Capital Group Corp. (c):		
7.13%, 10/15/20	31,000	36,647,270
6.75%, 4/06/21	7,850	9,314,261
Intelsat Jackson Holdings SA, 7.25%, 4/01/19	808	651,450
United Rentals North America, Inc.:		
7.63%, 4/15/22	1,853	1,970,443
5.50%, 5/15/27 (f)	790	786,050
		50,417,609
<b>Communications Equipment 0.3%</b>		
CommScope Technologies Finance LLC, 6.00%, 6/15/25 (c)	2,242	2,354,100
CommScope, Inc., 5.50%, 6/15/24 (c)	254	266,065
Zayo Group LLC/Zayo Capital, Inc., 6.38%, 5/15/25	2,126	2,238,295
		4,858,460
<b>Construction &amp; Engineering 0.2%</b>		
AECOM Co.:		
5.75%, 10/15/22	333	349,510
5.88%, 10/15/24	2,311	2,440,994
BlueLine Rental Finance Corp., 7.00%, 2/01/19 (c)	413	360,342
Weekley Homes LLC/Weekley Finance Corp., 6.00%, 2/01/23	825	750,750
		3,901,596
<b>Construction Materials 0.5%</b>		
Allegion US Holding Co., Inc., 5.75%, 10/01/21	1,907	1,985,664
HD Supply, Inc. (c):		
5.25%, 12/15/21	3,278	3,482,875
5.75%, 4/15/24	1,701	1,786,050
PulteGroup, Inc., 5.50%, 3/01/26	926	963,040
		8,217,629
<b>Consumer Finance 1.5%</b>		
Ally Financial, Inc.:		
5.13%, 9/30/24	590	622,450
4.63%, 3/30/25	136	138,380
8.00%, 11/01/31	5,795	6,925,025
Capital One Bank USA NA, 3.38%, 2/15/23 (d)	6,610	6,751,745
Discover Financial Services, 3.85%, 11/21/22	3,252	3,355,875
Experian Finance PLC, 2.38%, 6/15/17 (c)(d)	2,550	2,563,979
Navient Corp.:		

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6.63%, 7/26/21		461	464,457
7.25%, 9/25/23		996	992,265
Total System Services, Inc., 3.80%, 4/01/21		1,630	1,719,450
			23,533,626
	<b>Par</b>		
	<b>(000)</b>		<b>Value</b>
<b>Corporate Bonds</b>			
<b>Containers &amp; Packaging 0.4%</b>			
Ardagh Packaging Finance PLC/Ardagh MP Holdings USA, Inc., 6.25%, 1/31/19 (c)	USD	400	\$ 407,500
Ball Corp., 4.38%, 12/15/20		681	725,265
Reynolds Group Issuer, Inc.:			
5.75%, 10/15/20		2,866	2,941,319
6.88%, 2/15/21		105	108,675
7.00%, 7/15/24 (c)		1,247	1,332,731
Sealed Air Corp., 6.88%, 7/15/33 (c)		182	195,650
			5,711,140
<b>Diversified Consumer Services 0.4%</b>			
Prime Security Services Borrower LLC/Prime Finance, Inc., 9.25%, 5/15/23 (c)		1,295	1,375,937
Service Corp. International, 4.50%, 11/15/20		4,382	4,458,685
			5,834,622
<b>Diversified Financial Services 8.5%</b>			
AerCap Ireland Capital Ltd./AerCap Global Aviation Trust:			
4.63%, 10/30/20		961	1,011,452
4.63%, 7/01/22		518	540,663
Air Lease Corp., 3.75%, 2/01/22		5,000	5,261,460
Aircastle Ltd., 6.25%, 12/01/19		3,937	4,286,409
Bank of America Corp.:			
5.00%, 5/13/21 (d)		17,100	18,957,812
5.70%, 1/24/22		2,590	2,991,875
4.45%, 3/03/26		1,765	1,884,079
Bank of America NA, 5.30%, 3/15/17 (d)		13,440	13,634,746
Barclays PLC, 4.38%, 9/11/24		2,100	2,108,446
Citigroup, Inc. (d):			
4.45%, 1/10/17		4,800	4,830,096
6.68%, 9/13/43		4,125	5,308,376
Credit Suisse Group Funding Guernsey Ltd., 4.55%, 4/17/26 (c)(d)		5,000	5,244,090
Double Eagle Acquisition, Inc., 7.50%, 10/01/24 (c)		739	761,170
Ford Motor Credit Co. LLC:			
8.00%, 12/15/16		4,000	4,031,000
5.88%, 8/02/21		9,420	10,696,674
General Motors Financial Co., Inc.:			
6.75%, 6/01/18		1,700	1,824,085
4.38%, 9/25/21		2,260	2,399,752
4.25%, 5/15/23		1,681	1,744,601
ING Bank NV, 5.00%, 6/09/21 (c)(d)		8,000	8,979,392
Jefferies Finance LLC/JFIN Co-Issuer Corp., 7.38%, 4/01/20 (c)		1,705	1,692,212
Leucadia National Corp., 5.50%, 10/18/23		4,000	4,200,128
Lloyds Banking Group PLC (c):			
4.58%, 12/10/25		1,985	2,017,084
5.30%, 12/01/45		1,120	1,181,986
Moody s Corp., 6.06%, 9/07/17		20,000	20,422,140
Resparcs Funding LP I, 8.00% (e)(g)		4,000	703,168
Royal Bank of Scotland Group PLC:			
6.10%, 6/10/23		2,500	2,591,312
5.13%, 5/28/24		5,250	5,197,762
			134,501,970
<b>Diversified Telecommunication Services 6.1%</b>			
AT&T, Inc.:			
5.00%, 3/01/21 (d)		8,575	9,426,154
6.30%, 1/15/38 (d)		12,000	13,921,668
4.30%, 12/15/42		265	243,993
4.35%, 6/15/45		367	336,674
CenturyLink, Inc.:			
6.45%, 6/15/21		1,660	1,772,050

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Series Y, 7.50%, 4/01/24

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156,188

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## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

	Par	Value
	(000)	
<b>Corporate Bonds</b>		
<b>Diversified Telecommunication Services (continued)</b>		
Frontier Communications Corp.:		
6.25%, 9/15/21	USD 980	\$ 931,000
7.13%, 1/15/23	55	49,466
7.63%, 4/15/24	1,309	1,165,010
6.88%, 1/15/25	3,964	3,319,850
Level 3 Financing, Inc.:		
5.38%, 8/15/22	2,095	2,152,613
5.13%, 5/01/23	1,183	1,194,830
5.38%, 1/15/24	754	769,080
5.38%, 5/01/25	2,003	2,033,045
SBA Communications Corp., 4.88%, 9/01/24 (c)	1,658	1,658,000
Telefonica Emisiones SAU, 3.19%, 4/27/18	6,550	6,690,059
Verizon Communications, Inc.:		
5.15%, 9/15/23 (d)	8,775	10,037,371
6.40%, 9/15/33	9,475	11,818,954
7.35%, 4/01/39 (d)	7,825	10,693,496
6.55%, 9/15/43 (d)	13,225	17,328,651
		95,698,152
<b>Electric Utilities 4.8%</b>		
CMS Energy Corp., 5.05%, 3/15/22		
	9,900	11,196,969
Duke Energy Corp., 3.55%, 9/15/21 (d)		
	3,650	3,897,353
Emera, Inc., Series 16-A, 6.75%, 6/15/76 (b)		
	7,500	8,287,500
Great Plains Energy, Inc., 5.29%, 6/15/22 (h)		
	5,550	6,151,304
Midland Cogeneration Venture LP, 5.25%, 3/15/25 (c)		
	4,102	4,131,531
NiSource Finance Corp., 6.80%, 1/15/19 (d)		
	3,075	3,406,783
Oncor Electric Delivery Co. LLC (d):		
4.10%, 6/01/22	4,150	4,547,445
5.30%, 6/01/42	2,750	3,420,002
Progress Energy, Inc., 7.00%, 10/30/31 (d)	12,000	15,974,064
Puget Energy, Inc.:		
6.00%, 9/01/21	275	316,885
5.63%, 7/15/22	5,550	6,329,603
Southern Co., 4.40%, 7/01/46	7,500	7,920,915
		75,580,354
<b>Electronic Equipment, Instruments &amp; Components 0.5%</b>		
CDW LLC/CDW Finance Corp.:		
6.00%, 8/15/22	1,050	1,113,000
5.00%, 9/01/23	306	314,231
5.50%, 12/01/24	2,458	2,581,662
Jabil Circuit, Inc., 8.25%, 3/15/18	2,600	2,808,000
Sanmina Corp., 4.38%, 6/01/19 (c)	1,415	1,475,138
		8,292,031
<b>Energy Equipment &amp; Services 0.7%</b>		
Genesis Energy LP/Genesis Energy Finance Corp.:		
5.75%, 2/15/21	473	471,818
6.75%, 8/01/22	1,175	1,207,312
GrafTech International Ltd., 6.38%, 11/15/20	890	676,400
Halliburton Co., 5.00%, 11/15/45	6,615	7,227,205
Noble Holding International Ltd.:		
4.63%, 3/01/21	85	71,780
7.20%, 4/01/25	180	146,700
Transocean, Inc., 6.00%, 3/15/18 (d)	880	882,640
		10,683,855
<b>Food &amp; Staples Retailing 1.8%</b>		

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Albertsons Cos. LLC/Safeway, Inc./New Albertsons, Inc./Albertsons LLC (c):		
6.63%, 6/15/24	775	804,062
5.75%, 3/15/25	1,120	1,105,653
CVS Health Corp.:		
4.75%, 12/01/22	289	324,002
5.00%, 12/01/24	183	208,800
5.13%, 7/20/45 (d)	3,879	4,525,206
	<b>Par</b>	
	<b>(000)</b>	<b>Value</b>
<b>Corporate Bonds</b>		
<b>Food &amp; Staples Retailing (continued)</b>		
Dollar Tree, Inc.:		
5.25%, 3/01/20	USD 105	\$ 108,938
5.75%, 3/01/23	4,723	5,029,995
H.J. Heinz Finance Co., 7.13%, 8/01/39 (c)	4,415	6,034,528
Pinnacle Foods Finance LLC/Pinnacle Foods Finance Corp., 5.88%, 1/15/24	191	204,848
Rite Aid Corp.:		
6.75%, 6/15/21	541	568,050
6.13%, 4/01/23 (c)	2,974	3,137,570
Wal-Mart Stores, Inc., 5.25%, 9/01/35 (d)	5,150	6,579,424
		28,631,076
<b>Food Products 1.2%</b>		
Aramark Services, Inc., 5.13%, 1/15/24 (c)	815	853,713
FAGE International SA/FAGE USA Dairy Industry, Inc., 5.63%, 8/15/26 (c)	830	856,975
Kraft Foods, Inc.:		
6.50%, 8/11/17 (d)	4,450	4,626,127
6.13%, 8/23/18	4,840	5,271,539
Kraft Heinz Foods Co., 4.38%, 6/01/46	2,475	2,510,105
Post Holdings, Inc. (c):		
7.75%, 3/15/24	1,502	1,660,010
8.00%, 7/15/25	743	847,020
5.00%, 8/15/26	1,349	1,308,530
Smithfield Foods, Inc., 5.88%, 8/01/21 (c)	715	745,388
TreeHouse Foods, Inc., 6.00%, 2/15/24 (c)	431	462,894
		19,142,301
<b>Health Care Equipment &amp; Supplies 0.6%</b>		
DJO Finco, Inc./DJO Finance LLC/DJO Finance Corp., 8.13%, 6/15/21 (c)	2,065	1,894,637
Mallinckrodt International Finance SA/Mallinckrodt CB LLC (c):		
4.88%, 4/15/20	517	518,939
5.75%, 8/01/22	1,370	1,298,075
5.63%, 10/15/23	506	475,640
Medtronic, Inc., 4.63%, 3/15/45 (d)	4,565	5,164,672
		9,351,963
<b>Health Care Providers &amp; Services 3.6%</b>		
Acadia Healthcare Co., Inc., 5.13%, 7/01/22	191	187,180
Amsurg Corp., 5.63%, 7/15/22	1,466	1,495,320
Centene Corp.:		
5.63%, 2/15/21	875	917,884
6.13%, 2/15/24	645	686,925
CHS/Community Health Systems, Inc.:		
5.13%, 8/15/18	1,620	1,605,825
6.88%, 2/01/22	1,111	847,138
DaVita HealthCare Partners, Inc.:		
5.13%, 7/15/24	1,990	1,946,469
5.00%, 5/01/25	335	323,275
HCA, Inc.:		
3.75%, 3/15/19	4,364	4,462,190
6.50%, 2/15/20	10,421	11,541,257
7.50%, 2/15/22	2,214	2,519,532
5.88%, 3/15/22	340	374,000
4.75%, 5/01/23	236	245,735
5.38%, 2/01/25	440	449,108
5.88%, 2/15/26	1,297	1,361,850
HealthSouth Corp.:		
5.13%, 3/15/23	512	517,120

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5.75%, 11/01/24	637	656,906
Hologic, Inc., 5.25%, 7/15/22 (c)	742	784,739
MEDNAX, Inc., 5.25%, 12/01/23 (c)	587	613,415
MPH Acquisition Holdings LLC, 7.13%, 6/01/24 (c)	829	886,947

See Notes to Financial Statements.

## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

	Par	
	(000)	Value
<b>Corporate Bonds</b>		
<b>Health Care Providers &amp; Services (continued)</b>		
RegionalCare Hospital Partners Holdings, Inc., 8.25%, 5/01/23 (c)	USD 1,109	\$ 1,124,249
Tenet Healthcare Corp.:		
6.25%, 11/01/18	736	778,320
4.75%, 6/01/20	1,450	1,482,625
6.00%, 10/01/20	3,645	3,839,570
4.50%, 4/01/21	73	73,000
8.13%, 4/01/22	1,907	1,864,092
6.75%, 6/15/23	1,758	1,615,163
UnitedHealth Group, Inc., 6.88%, 2/15/38 (d)	10,000	13,988,470
		57,188,304
<b>Hotels, Restaurants &amp; Leisure 0.6%</b>		
Boyd Gaming Corp., 6.38%, 4/01/26 (c)	71	75,970
ESH Hospitality, Inc., 5.25%, 5/01/25 (c)	1,970	1,950,300
GLP Capital LP / GLP Financing II, Inc., 4.38%, 4/15/21	143	150,508
KFC Holding Co/Pizza Hut Holdings LLC/Taco Bell of America LLC (c):		
5.00%, 6/01/24	600	624,000
5.25%, 6/01/26	650	677,625
MGM Resorts International, 6.75%, 10/01/20	214	237,540
MGP Escrow Issuer LLC/MGP Escrow Co-Issuer, Inc., 5.63%, 5/01/24 (c)	627	667,379
New Red Finance, Inc., 6.00%, 4/01/22 (c)	2,215	2,314,675
Sabre GBLB, Inc. (c):		
5.38%, 4/15/23	594	609,592
5.25%, 11/15/23	294	301,717
Six Flags Entertainment Corp., 5.25%, 1/15/21 (c)	1,718	1,769,540
		9,378,846
<b>Household Durables 0.8%</b>		
Brookfield Residential Properties, Inc./Brookfield Residential US Corp., 6.13%, 7/01/22 (c)	1,647	1,671,705
CalAtlantic Group, Inc., 8.38%, 1/15/21	3,015	3,580,313
Lennar Corp.:		
4.75%, 11/15/22	1,805	1,877,200
4.88%, 12/15/23	466	475,320
Newell Brands, Inc.:		
3.85%, 4/01/23	2,585	2,743,228
4.20%, 4/01/26	955	1,031,890
TRI Pointe Group, Inc.:		
4.38%, 6/15/19	920	940,700
5.88%, 6/15/24	625	647,656
		12,968,012
<b>Household Products 0.2%</b>		
Spectrum Brands, Inc.:		
6.63%, 11/15/22	1,110	1,189,787
6.13%, 12/15/24	231	252,945
5.75%, 7/15/25	1,002	1,084,665
		2,527,397
<b>Independent Power and Renewable Electricity Producers 0.7%</b>		
Calpine Corp.:		
6.00%, 1/15/22 (c)	1,548	1,618,140
5.88%, 1/15/24 (c)	823	868,265
5.75%, 1/15/25	1,064	1,034,740
Dynegy, Inc., 6.75%, 11/01/19	1,945	1,968,515
NRG Energy, Inc.:		
6.25%, 5/01/24	135	130,950
7.25%, 5/15/26 (c)	1,581	1,555,561
6.63%, 1/15/27 (c)	2,521	2,361,068

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QEP Resources, Inc., 5.38%, 10/01/22		1,927	1,907,730
			11,444,969
	<b>Par</b>		
	<b>(000)</b>		<b>Value</b>
<b>Corporate Bonds 0.0%</b>			
<b>Industrial Conglomerates 0.0%</b>			
Cortes NP Acquisition Corp., 9.25%, 10/15/24 (c)	USD	623	\$ 650,646
<b>Insurance 3.0%</b>			
American International Group, Inc., 6.40%, 12/15/20 (d)		8,710	10,141,375
Aon Corp., 5.00%, 9/30/20 (d)		7,700	8,480,187
Aon PLC, 4.25%, 12/12/42 (d)		6,500	6,262,178
Forethought Financial Group, Inc., 8.63%, 4/15/21 (c)		3,400	3,877,340
Northwestern Mutual Life Insurance Co., 6.06%, 3/30/40 (c)(d)		12,000	15,439,404
Principal Financial Group, Inc., 8.88%, 5/15/19		2,825	3,318,270
			47,518,754
<b>Internet Software &amp; Services 0.1%</b>			
Equinix, Inc., 5.88%, 1/15/26		1,061	1,134,124
Netflix, Inc., 5.50%, 2/15/22		563	609,448
			1,743,572
<b>IT Services 0.8%</b>			
Ceridian HCM Holding, Inc., 11.00%, 3/15/21 (c)		1,755	1,847,138
Fidelity National Information Services, Inc., 5.00%, 10/15/25		1,935	2,177,719
First Data Corp. (c):			
6.75%, 11/01/20		1,768	1,829,880
5.38%, 8/15/23		764	790,740
7.00%, 12/01/23		5,545	5,808,387
5.75%, 1/15/24		410	416,150
			12,870,014
<b>Life Sciences Tools &amp; Services 0.8%</b>			
Life Technologies Corp., 6.00%, 3/01/20 (d)		12,000	13,369,836
<b>Media 7.2%</b>			
21st Century Fox America, Inc., 6.15%, 3/01/37 (d)		9,575	11,662,120
A&E Television Networks LLC, 3.11%, 8/22/19		5,000	5,113,500
Altice Financing SA, 7.50%, 5/15/26 (c)		2,172	2,237,160
Altice Luxembourg SA (c):			
7.75%, 5/15/22		2,362	2,466,814
7.63%, 2/15/25		1,752	1,822,080
Altice US Finance I Corp. (c):			
5.38%, 7/15/23		2,919	2,986,283
5.50%, 5/15/26		1,211	1,235,220
AMC Networks, Inc.:			
4.75%, 12/15/22		685	698,700
5.00%, 4/01/24		432	437,400
CCO Holdings LLC/CCO Holdings Capital Corp. (c):			
5.88%, 4/01/24		1,759	1,860,142
5.75%, 2/15/26		499	519,896
5.50%, 5/01/26		1,219	1,248,719
Charter Communications Operating LLC/Charter Communications Operating Capital (c):			
4.91%, 7/23/25		5,000	5,392,755
6.38%, 10/23/35		479	552,159
6.48%, 10/23/45		4,584	5,371,760
6.83%, 10/23/55		3,540	4,220,947
Cinemark USA, Inc., 5.13%, 12/15/22		349	358,598
Clear Channel Worldwide Holdings, Inc., 6.50%, 11/15/22		11,711	11,890,420
Cox Communications, Inc., 8.38%, 3/01/39 (c)(d)		5,000	6,481,580
CSC Holdings LLC:			
8.63%, 2/15/19		4,005	4,445,550
6.63%, 10/15/25 (c)		832	901,680
DISH DBS Corp., 7.75%, 7/01/26		1,901	2,087,545
Grupo Televisa SAB, 5.00%, 5/13/45 (d)		3,345	3,165,718



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## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

		Par	
		(000)	Value
<b>Corporate Bonds</b>			
<b>Media (continued)</b>			
Hughes Satellite Systems Corp. (c):			
5.25%, 8/01/26	USD	1,017	\$ 1,001,745
6.63%, 8/01/26		685	678,150
Intelsat Jackson Holdings SA:			
7.25%, 10/15/20		380	288,088
5.50%, 8/01/23 (d)		1,127	746,638
Interpublic Group of Cos., Inc., 3.75%, 2/15/23		6,025	6,269,591
MDC Partners, Inc., 6.50%, 5/01/24 (c)		1,246	1,062,215
NAI Entertainment Holdings/NAI Entertainment Holdings Finance Corp., 5.00%, 8/01/18 (c)		1,471	1,485,710
Nexstar Escrow Corp., 5.63%, 8/01/24 (c)		495	491,288
Nielsen Finance LLC/Nielsen Finance Co., 5.00%, 4/15/22 (c)		475	484,500
Outfront Media Capital LLC/Outfront Media Capital Corp.:			
5.25%, 2/15/22		249	257,715
5.63%, 2/15/24		122	126,880
SFR Group SA (c):			
6.00%, 5/15/22		4,544	4,659,054
7.38%, 5/01/26		5,843	5,901,430
Time Warner Cable, Inc., 6.55%, 5/01/37		3,519	4,129,543
Time Warner, Inc.:			
4.65%, 6/01/44		28	28,985
4.85%, 7/15/45		40	42,481
Tribune Media Co., 5.88%, 7/15/22		1,308	1,308,000
Univision Communications, Inc. (c):			
5.13%, 5/15/23		5,293	5,372,395
5.13%, 2/15/25		999	1,001,497
Virgin Media Secured Finance PLC (c):			
5.38%, 4/15/21		1,255	1,295,374
5.50%, 8/15/26		487	491,261
			114,279,286
<b>Metals &amp; Mining 3.3%</b>			
Alcoa, Inc., 5.13%, 10/01/24		1,903	1,983,916
Alcoa Nederland Holding BV (c):			
6.75%, 9/30/24		310	320,850
7.00%, 9/30/26		291	299,672
Anglo American Capital PLC, 4.45%, 9/27/20 (c)		136	138,720
AngloGold Ashanti Holdings PLC, 5.13%, 8/01/22		5,000	5,115,235
ArcelorMittal:			
6.13%, 6/01/18		2,575	2,729,500
7.75%, 3/01/41		455	477,750
Commercial Metals Co., 4.88%, 5/15/23		2,194	2,172,060
Constellium NV:			
4.63%, 5/15/21	EUR	490	486,797
5.75%, 5/15/24 (c)	USD	1,728	1,529,280
First Quantum Minerals Ltd. (c):			
7.00%, 2/15/21		303	287,661
7.25%, 5/15/22		912	862,980
FMG Resources August 2006 Property Ltd., 9.75%, 3/01/22 (c)		826	958,160
Freeport-McMoRan, Inc.:			
2.38%, 3/15/18		4,664	4,605,700
4.00%, 11/14/21		500	472,500
3.55%, 3/01/22		1,251	1,147,792
3.88%, 3/15/23		5,360	4,837,400
5.40%, 11/14/34		2,250	1,937,812
5.45%, 3/15/43		1,147	952,010
Novelis Corp. (c):			
6.25%, 8/15/24		2,862	2,976,480
5.88%, 9/30/26		2,060	2,085,750
Southern Copper Corp., 5.88%, 4/23/45		3,870	3,866,339

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Steel Dynamics, Inc.:			
5.13%, 10/01/21		1,105	1,151,962
6.38%, 8/15/22		1,430	1,490,775
		<b>Par</b>	
		<b>(000)</b>	<b>Value</b>
<b>Corporate Bonds</b>			
<b>Metals &amp; Mining (continued)</b>			
Steel Dynamics, Inc. (continued):			
5.25%, 4/15/23	USD	309	\$ 319,815
5.50%, 10/01/24		240	253,200
Teck Resources Ltd.:			
3.00%, 3/01/19		119	117,215
8.00%, 6/01/21 (c)		1,202	1,313,185
8.50%, 6/01/24 (c)		799	924,843
6.00%, 8/15/40		1,861	1,795,865
6.25%, 7/15/41		721	713,790
5.20%, 3/01/42		640	577,600
United States Steel Corp., 8.38%, 7/01/21 (c)		944	1,003,000
Wise Metals Group LLC/Wise Alloys Finance Corp., 8.75%, 12/15/18 (c)		1,472	1,457,280
			51,362,894
<b>Multi-Utilities 1.2%</b>			
CenterPoint Energy, Inc. (d):			
5.95%, 2/01/17		9,000	9,094,815
6.50%, 5/01/18		9,675	10,292,120
			19,386,935
<b>Multiline Retail 0.2%</b>			
Dufry Finance SCA, 5.50%, 10/15/20 (c)		3,460	3,559,475
<b>Offshore Drilling &amp; Other Services 0.0%</b>			
Sensata Technologies BV, 5.63%, 11/01/24 (c)		695	736,700
<b>Oil, Gas &amp; Consumable Fuels 14.4%</b>			
Access Midstream Partners LP/ACMP Finance Corp.:			
6.13%, 7/15/22		1,668	1,731,854
4.88%, 5/15/23		343	347,379
Anadarko Petroleum Corp., 6.38%, 9/15/17		75	78,150
California Resources Corp., 8.00%, 12/15/22 (c)		1,492	1,007,100
Cheniere Corpus Christi Holdings LLC, 7.00%, 6/30/24 (c)		1,231	1,304,860
CONSOL Energy, Inc., 5.88%, 4/15/22		7,210	6,664,744
Continental Resources, Inc.:			
5.00%, 9/15/22		7,519	7,368,620
4.50%, 4/15/23		469	446,723
DCP Midstream LLC, 6.75%, 9/15/37 (c)		1,527	1,595,715
Denbury Resources, Inc., 9.00%, 5/15/21 (c)		182	187,460
Devon Energy Corp., 5.85%, 12/15/25		4,000	4,585,048
El Paso LLC:			
7.80%, 8/01/31		197	244,177
7.75%, 1/15/32		4,586	5,608,238
El Paso Natural Gas Co. LLC, 8.63%, 1/15/22		2,345	2,923,830
El Paso Pipeline Partners Operating Co. LLC, 6.50%, 4/01/20		5,075	5,693,434
Enbridge Energy Partners LP, 9.88%, 3/01/19 (d)		6,000	6,934,974
Energy Transfer Equity LP:			
7.50%, 10/15/20		598	651,820
5.88%, 1/15/24		5,241	5,326,821
5.50%, 6/01/27		870	848,250
Energy Transfer Partners LP:			
5.20%, 2/01/22		10,200	11,179,067
6.13%, 12/15/45		3,579	3,731,311
Enterprise Products Operating LLC:			
4.90%, 5/15/46		5,375	5,530,499
Series N, 6.50%, 1/31/19 (d)		12,000	13,274,964
Gulfport Energy Corp., 6.00%, 10/15/24 (c)		444	452,325
Hilcorp Energy I LP/Hilcorp Finance Co., 5.00%, 12/01/24 (c)		3,666	3,574,350
Kinder Morgan Energy Partners LP:			
6.85%, 2/15/20 (d)		12,000	13,524,288
4.25%, 9/01/24		2,170	2,237,292
5.40%, 9/01/44		3,615	3,621,279

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## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

	Par		
	(000)	Value	
<b>Corporate Bonds</b>			
<b>Oil, Gas &amp; Consumable Fuels (continued)</b>			
MEG Energy Corp. (c):			
6.50%, 3/15/21	USD 3,839	\$ 3,311,137	
7.00%, 3/31/24	3,100	2,542,000	
Midcontinent Express Pipeline LLC, 6.70%, 9/15/19 (c)	3,500	3,666,250	
Murphy Oil Corp., 6.88%, 8/15/24	752	793,326	
Nexen Energy ULC, 6.40%, 5/15/37	2,000	2,532,700	
NGPL PipeCo LLC (c):			
7.12%, 12/15/17	2,859	2,987,655	
9.63%, 6/01/19	902	947,100	
Noble Energy, Inc.:			
5.63%, 5/01/21	1,784	1,849,726	
5.05%, 11/15/44	3,500	3,531,661	
ONEOK Partners LP, 8.63%, 3/01/19 (d)	10,000	11,390,800	
PDC Energy, Inc., 7.75%, 10/15/22	1,225	1,301,563	
Petroleos Mexicanos:			
3.50%, 1/30/23 (d)	5,000	4,722,500	
4.63%, 9/21/23 (c)	3,965	3,954,294	
4.88%, 1/18/24 (d)	2,000	2,008,460	
Pioneer Natural Resources Co., 6.88%, 5/01/18	1,665	1,784,847	
Plains All American Pipeline LP/PAA Finance Corp.:			
4.70%, 6/15/44	1,498	1,380,782	
4.90%, 2/15/45	2,102	1,996,192	
Range Resources Corp., 5.00%, 8/15/22 (c)	32	31,200	
Rockies Express Pipeline LLC (c):			
5.63%, 4/15/20	295	309,381	
6.88%, 4/15/40	580	604,650	
RSP Permian, Inc., 6.63%, 10/01/22	789	831,409	
Ruby Pipeline LLC, 6.00%, 4/01/22 (c)	10,000	10,292,310	
Sabine Pass Liquefaction LLC:			
5.63%, 4/15/23	10,510	11,166,875	
5.75%, 5/15/24	2,575	2,723,062	
5.88%, 6/30/26 (c)	1,481	1,596,074	
5.00%, 3/15/27 (c)	774	787,545	
Sabine Pass LNG LP, 7.50%, 11/30/16	4,471	4,488,437	
Sanchez Energy Corp.:			
7.75%, 6/15/21	153	142,290	
6.13%, 1/15/23	2,119	1,811,745	
SM Energy Co.:			
6.50%, 1/01/23	177	176,115	
5.00%, 1/15/24	181	168,330	
Southwestern Energy Co.:			
7.50%, 2/01/18	63	65,993	
5.80%, 1/23/20	1,166	1,160,170	
4.10%, 3/15/22	710	635,450	
6.70%, 1/23/25	169	160,973	
Targa Resources Partners LP/Targa Resources Partners Finance Corp.:			
6.88%, 2/01/21	1,449	1,499,715	
6.38%, 8/01/22	255	262,650	
5.25%, 5/01/23	37	36,726	
6.75%, 3/15/24	184	196,880	
Tesoro Logistics LP/Tesoro Logistics Finance Corp.:			
6.13%, 10/15/21	125	130,781	
6.25%, 10/15/22	1,519	1,610,140	
6.38%, 5/01/24	342	368,505	
TransCanada PipeLines Ltd., 4.88%, 1/15/26	4,485	5,142,873	
Weatherford International Ltd.:			
4.50%, 4/15/22	75	67,500	
6.50%, 8/01/36	45	35,550	
Western Gas Partners LP, 5.38%, 6/01/21	5,125	5,588,326	

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Whiting Petroleum Corp.:		
6.25%, 4/01/23 (i)	116	113,602
6.25%, 4/01/23	1,697	1,565,483
	<b>Par</b>	
<b>Corporate Bonds</b>	<b>(000)</b>	<b>Value</b>
<b>Oil, Gas &amp; Consumable Fuels (continued)</b>		
Williams Cos., Inc.:		
3.70%, 1/15/23	USD 2,245	\$ 2,172,037
4.55%, 6/24/24	1,253	1,274,928
8.75%, 3/15/32	2,478	3,060,330
5.75%, 6/24/44	685	699,984
Williams Partners LP, 5.10%, 9/15/45	5,075	4,876,882
WPX Energy, Inc., 6.00%, 1/15/22	164	163,590
		227,394,056
<b>Paper &amp; Forest Products 2.0%</b>		
International Paper Co. (d):		
7.50%, 8/15/21	9,675	11,883,309
8.70%, 6/15/38	4,000	5,892,964
7.30%, 11/15/39	10,000	13,146,570
		30,922,843
<b>Pharmaceuticals 3.7%</b>		
AbbVie, Inc. (d):		
2.90%, 11/06/22	5,675	5,744,587
4.70%, 5/14/45	3,255	3,358,343
Actavis Funding SCS:		
3.45%, 3/15/22	7,335	7,615,204
3.85%, 6/15/24	6,000	6,241,230
4.75%, 3/15/45	1,450	1,520,951
Endo Finance LLC/Endo Finco, Inc. (c):		
6.00%, 7/15/23	1,514	1,317,180
6.50%, 2/01/25	730	615,025
Forest Laboratories, Inc. (c):		
4.38%, 2/01/19	2,924	3,071,384
5.00%, 12/15/21	1,631	1,820,662
Grifols Worldwide Operations Ltd., 5.25%, 4/01/22	1,613	1,681,553
Merck & Co., Inc., 6.50%, 12/01/33	6,420	8,707,433
Mylan NV, 3.95%, 6/15/26 (c)	7,500	7,480,650
Valeant Pharmaceuticals International, Inc. (c):		
6.75%, 8/15/18	6,135	5,987,760
5.38%, 3/15/20	62	53,630
7.00%, 10/01/20	447	400,065
6.38%, 10/15/20	1,015	875,438
7.50%, 7/15/21	273	242,970
5.63%, 12/01/21	1,137	932,340
5.50%, 3/01/23	31	24,335
5.88%, 5/15/23	665	523,688
6.13%, 4/15/25	116	91,640
		58,306,068
<b>Professional Services 0.4%</b>		
Dun & Bradstreet Corp., 3.25%, 12/01/17	5,750	5,835,186
<b>Real Estate Investment Trusts (REITs) 3.2%</b>		
American Tower Corp.:		
4.50%, 1/15/18	6,500	6,719,758
5.05%, 9/01/20	500	550,252
5.90%, 11/01/21 (d)	3,770	4,359,123
AvalonBay Communities, Inc., 6.10%, 3/15/20	10,000	11,357,080
DDR Corp.:		
4.75%, 4/15/18	2,140	2,215,872
7.88%, 9/01/20	2,650	3,158,811
ERP Operating LP, 5.75%, 6/15/17 (d)	10,000	10,276,570
Hilton Domestic Operating Co., Inc., 4.25%, 9/01/24 (c)	881	883,202
Host Hotels & Resorts LP, 3.75%, 10/15/23 (d)	3,600	3,624,617
iStar, Inc., 4.00%, 11/01/17	825	826,031
	740	727,050

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MGM Growth Properties Operating Partnership LP/MGP Finance Co-Issuer, Inc.,  
4.50%, 9/01/26 (c)  
UDR, Inc., 4.25%, 6/01/18 (d)

5,225

5,438,692

50,137,058

See Notes to Financial Statements.

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## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

	Par	
	(000)	Value
<b>Corporate Bonds</b>		
<b>Real Estate Management &amp; Development 0.4%</b>		
Northwest Florida Timber Finance LLC, 4.75%, 3/04/29 (c)(d)	USD 4,485	\$ 4,043,142
Realogy Group LLC/Realogy Co-Issuer Corp. (c):		
4.50%, 4/15/19	803	833,113
5.25%, 12/01/21	344	361,630
4.88%, 6/01/23	1,332	1,332,000
		6,569,885
<b>Road &amp; Rail 1.1%</b>		
Hertz Corp.:		
6.75%, 4/15/19	420	428,488
5.88%, 10/15/20	925	950,438
7.38%, 1/15/21	310	319,300
5.50%, 10/15/24 (c)	954	926,239
Norfolk Southern Corp., 6.00%, 3/15/05	12,700	14,690,115
		17,314,580
<b>Semiconductors &amp; Semiconductor Equipment 0.3%</b>		
NXP BV/NXP Funding LLC (c):		
4.13%, 6/15/20	951	1,003,305
4.13%, 6/01/21	1,461	1,559,617
4.63%, 6/15/22	490	534,100
4.63%, 6/01/23	204	223,380
Sensata Technologies BV, 5.00%, 10/01/25 (c)	1,418	1,453,450
		4,773,852
<b>Software 0.9%</b>		
Inception Merger Sub, Inc./Rackspace Hosting, Inc., 8.63%, 11/15/24 (c)(f)	2,034	2,034,000
Infor US, Inc., 6.50%, 5/15/22	2,425	2,506,844
Informatica LLC, 7.13%, 7/15/23 (c)	477	444,802
Nuance Communications, Inc., 5.38%, 8/15/20 (c)	4,435	4,556,962
Oracle Corp., 2.65%, 7/15/26 (d)	4,890	4,823,628
PTC, Inc., 6.00%, 5/15/24	313	330,998
		14,697,234
<b>Specialty Retail 0.8%</b>		
L Brands, Inc.:		
7.00%, 5/01/20	3,050	3,477,000
6.88%, 11/01/35	1,119	1,186,140
Penske Automotive Group, Inc., 5.38%, 12/01/24	1,951	1,960,755
VF Corp., 5.95%, 11/01/17 (d)	5,000	5,224,950
		11,848,845
<b>Technology Hardware, Storage &amp; Peripherals 0.6%</b>		
Diamond 1 Finance Corp./Diamond 2 Finance Corp. (c):		
5.88%, 6/15/21	615	648,184
7.13%, 6/15/24	747	818,305
8.35%, 7/15/46	6,005	7,276,205
Western Digital Corp., 7.38%, 4/01/23 (c)	1,199	1,311,406
		10,054,100
<b>Textiles, Apparel &amp; Luxury Goods 0.2%</b>		
Levi Strauss & Co., 5.00%, 5/01/25	699	725,212
Springs Industries, Inc., 6.25%, 6/01/21	304	316,160
William Carter Co., 5.25%, 8/15/21	1,406	1,462,240
		2,503,612
<b>Thrifts &amp; Mortgage Finance 0.1%</b>		



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Radian Group, Inc., 5.25%, 6/15/20	1,045	1,098,556
<b>Tobacco 1.8%</b>		
Altria Group, Inc., 10.20%, 2/06/39 (d)	13,392	24,669,684
Reynolds American, Inc.:		
4.85%, 9/15/23	1,120	1,263,557
	<b>Par</b>	

<b>Corporate Bonds</b>	<b>(000)</b>	<b>Value</b>
<b>Tobacco (continued)</b>		
Reynolds American, Inc. (continued):		
5.85%, 8/15/45	USD 2,335	\$ 2,903,120
		28,836,361

<b>Trading Companies &amp; Distributors 0.3%</b>		
Doric Nimrod Air Alpha Ltd. Pass-Through Trust, Series 2013-1 (c):		
Class A, 5.25%, 5/30/25	2,326	2,448,033
Class B, 6.13%, 11/30/21	2,486	2,604,456

<b>Transportation Infrastructure 0.8%</b>		
CEVA Group PLC, 4.00%, 5/01/18 (c)	1,800	1,606,500
Penske Truck Leasing Co. LP/PTL Finance Corp., 4.88%, 7/11/22 (c)	10,500	11,623,027
		13,229,527

<b>Wireless Telecommunication Services 1.5%</b>		
America Movil SAB de CV, 3.13%, 7/16/22 (d)	1,275	1,307,372
Crown Castle International Corp., 5.25%, 1/15/23	1,380	1,542,026
Crown Castle Towers LLC, 6.11%, 1/15/40 (c)	4,555	5,025,500
Digicel Group Ltd., 7.13%, 4/01/22 (c)	370	293,114
Digicel Ltd., 6.00%, 4/15/21 (c)	1,285	1,149,690
Sprint Communications, Inc., 9.00%, 11/15/18 (c)	5,290	5,819,000
Sprint Corp., 7.13%, 6/15/24	1,755	1,649,700
Sprint Spectrum Co. LLC/Sprint Spectrum Co. II LLC/Sprint Spectrum Co. III LLC, 3.36%, 3/20/23 (c)	1,193	1,201,947
T-Mobile USA, Inc.:		
6.63%, 4/28/21	2,680	2,810,650
6.73%, 4/28/22	2,495	2,607,275
6.84%, 4/28/23	645	688,860

		24,095,134
<b>Total Corporate Bonds 98.1%</b>		1,550,066,575

<b>Foreign Agency Obligations</b>		
Brazilian Government International Bond, 5.00%, 1/27/45	4,525	3,993,313
Indonesia Government International Bond, 5.88%, 1/15/24 (c)	4,400	5,104,365
Mexico Government International Bond, 4.75%, 3/08/44	2,300	2,294,250
<b>Total Foreign Agency Obligations 0.7%</b>		11,391,928

<b>Municipal Bonds</b>		
City of Chicago Illinois, Refunding ARB, O Hare International Airport, General 3rd Lien, Build America Bonds, Series B, 6.85%, 1/01/38		
	5,000	5,584,400
Metropolitan Transportation Authority, RB, Build America Bonds, Series B-1, 6.55%, 11/15/31	10,000	13,233,400
<b>Total Municipal Bonds 1.2%</b>		18,817,800

### Preferred Securities

<b>Capital Trusts</b>		
<b>Banks 3.5%</b>		
BNP Paribas SA (b)(c)(e):		
7.20%	5,000	5,643,750

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See Notes to Financial Statements.

## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

	Par	
	(000)	Value
<b>Capital Trusts</b>		
<b>Banks (continued)</b>		
BNP Paribas SA (b)(c)(e) (continued):		
7.38%	USD	\$ 4,654,044
Capital One Financial Corp., Series E, 5.55% (b)(e)	5,000	5,055,545
Citigroup, Inc. (b)(e):		
5.90%	2,210	2,301,715
5.95%	7,000	7,157,500
Credit Suisse Group AG, 7.50% (b)(c)(e)	3,250	3,363,750
HSBC Capital Funding LP, 10.18% (b)(c)(e)	11,835	17,870,850
Nordea Bank AB, 6.13% (b)(c)(e)	5,540	5,463,825
Wells Fargo & Co. (b)(e):		
Series K, 7.98%	809	843,382
Series S, 5.90%	281	293,996
Series U, 5.88%	2,655	2,852,466
		55,500,823
<b>Capital Markets 2.3%</b>		
Charles Schwab Corp., Series E, 4.63% (b)(e)	6,805	6,779,481
Goldman Sachs Group, Inc., Series L, 5.70% (b)(e)	2,950	2,986,875
Morgan Stanley, Series H, 5.45% (b)(e)	8,675	8,697,555
State Street Capital Trust IV, 1.85%, 6/01/77 (b)	17,845	15,346,700
State Street Corp., Series F, 5.25% (b)(e)	1,855	1,948,678
		35,759,289
<b>Consumer Finance 0.3%</b>		
American Express Co., Series C, 4.90% (b)(e)	4,510	4,426,565
<b>Diversified Financial Services 4.2%</b>		
Bank of America Corp. (b)(e):		
Series AA, 6.10%	6,630	6,926,759
Series K, 8.00%	2,420	2,465,375
Series U, 5.20% (d)	5,785	5,647,606
Barclays PLC, 6.63% (b)(e)	7,385	6,775,737
Credit Agricole SA, 8.13% (b)(c)(e)	5,000	5,369,200
JPMorgan Chase & Co. (b)(e):		
6.75%	7,775	8,630,250
Series 1, 7.90%	3,650	3,762,238
Series Q, 5.15%	4,000	3,990,000
Series R, 6.00% (d)	14,130	14,730,525
Royal Bank of Scotland Group PLC (b)(e):		
8.00%	970	921,500
8.63%	5,135	5,109,325
Societe Generale SA, 7.38% (b)(c)(e)	1,980	1,963,170
		66,291,685
<b>Electric Utilities 0.5%</b>		
PPL Capital Funding, Inc., Series A, 6.70%, 3/20/67 (b)	8,300	7,407,750
<b>Industrial Conglomerates 0.7%</b>		
General Electric Co., Series D, 5.00% (b)(e)	10,777	11,417,154
<b>Insurance 4.8%</b>		
ACE Capital Trust II, 9.70%, 4/1/30 (d)	7,000	10,570,000
Allstate Corp, 6.50%, 5/15/67 (b)	10,400	12,220,000
American International Group, Inc., 8.18%, 5/15/68 (b)	3,755	5,029,436
Bank One Capital III, 8.75%, 9/1/30	2,000	2,843,954
Chubb Corp., 6.38%, 3/29/67 (b)(d)	7,400	6,974,500
Equitable of Iowa Cos. Capital Trust II, Series B, 8.42%, 4/1/27	5,000	5,951,810
Farmers Exchange Capital II, 6.15%, 11/1/53 (b)(c)	4,890	5,111,712
Great-West Life & Annuity Insurance Capital LP II, 3.36%, 5/16/46 (b)(c)	500	398,750
Hartford Financial Services Group, Inc., 8.13%, 6/15/68 (b)	5,050	5,517,125
<b>Capital Trusts</b>	<b>Par</b>	<b>Value</b>

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(000)		
<b>Insurance (continued)</b>		
MetLife, Inc., 6.40%, 12/15/66	USD	\$ 5,600,000
Principal Financial Group, Inc., 4.70%, 5/15/55 (b)		4,950,000
Reinsurance Group of America, Inc., 3.52%, 12/15/65 (b)		10,128,000
		75,295,287
<b>Media 0.4%</b>		
NBCUniversal Enterprise, Inc., 5.25% (c)(e)		5,965,680
<b>Oil, Gas &amp; Consumable Fuels 1.3%</b>		
Enterprise Products Operating LLC (b):		
7.00%, 6/1/67		2,118,750
Series A, 4.59%, 8/1/66		9,325
TransCanada PipeLines Ltd., 6.35%, 5/15/67 (b)		8,870,406
TransCanada Trust, 5.63%, 5/20/75 (b)		9,400
		2,755
		2,785,994
		21,295,150
<b>Real Estate Investment Trusts (REITs) 0.6%</b>		
Sovereign Real Estate Investment Trust, 12.00% (c)(e)		7,000
<b>Road &amp; Rail 0.4%</b>		
BNSF Funding Trust I, 6.61%, 12/15/55 (b)		6,125
<b>Total Capital Trusts 19.0%</b>		<b>299,379,539</b>
<b>Preferred Stocks</b>		<b>Shares</b>
<b>Banks 1.8%</b>		
Citigroup, Inc., Series K, 6.88% (b)(e)		488,320
Wells Fargo & Co., 5.85% (b)(e)		550,500
		28,675,221
<b>Capital Markets 0.7%</b>		
Goldman Sachs Group, Inc., Series J, 5.50% (b)(e)		162,450
SCE Trust III, 5.75% (b)(e)		31,650
State Street Corp., Series D, 5.90% (b)(e)		220,495
		11,328,311
<b>Electric Utilities 0.2%</b>		
Entergy Louisiana LLC, 5.25% (e)		90,000
<b>Machinery 0.1%</b>		
Stanley Black & Decker, Inc., 6.25% (e)(j)		11,107
<b>Real Estate Investment Trusts (REITs) 0.2%</b>		
Ventas Realty LP/Ventas Capital Corp., 5.45% (e)		75,000
Vornado Realty Trust, Series K, 5.70% (e)		50,000
		1,989,000
		1,266,500
		3,255,500
<b>Wireless Telecommunication Services 1.1%</b>		
Centaur Funding Corp., 9.08% (c)(e)		15,143
<b>Total Preferred Stocks 4.1%</b>		<b>64,751,080</b>
<b>Trust Preferred 0.5%</b>		
<b>Diversified Financial Services 0.5%</b>		
GMAC Capital Trust I, Series 2, 8.13%, 2/15/40 (b)		300,141
<b>Total Preferred Securities 23.6%</b>		<b>7,561,166</b>
		371,691,785

See Notes to Financial Statements.

## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

	Par	Value
<b>U.S. Government Sponsored Agency Securities</b>	<b>(000)</b>	
<b>Agency Obligations 0.2%</b>		
Fannie Mae, 0.00%, 10/09/19 (d)(k)	USD 3,945	\$ 3,779,476
<b>U.S. Treasury Obligations</b>		
<b>U.S. Treasury Bonds:</b>		
2.88%, 8/15/45	400	423,875
2.50%, 5/15/46 (d)	75,480	74,097,207
U.S. Treasury Notes, 1.63%, 2/15/26 (d)	68,325	67,193,401
<b>Total U.S. Treasury Obligations 9.0%</b>		<b>141,714,483</b>
<b>Total Long-Term Investments</b>		
(Cost \$2,064,858,170) 138.4%		2,186,337,761
<b>Short-Term Securities 0.6%</b>	<b>Shares</b>	<b>Value</b>
BlackRock Liquidity Funds, T-Fund, Institutional Class, 0.22% (l)(m)	9,872,272	\$ 9,872,272
<b>Total Short-Term Securities</b>		
(Cost \$9,872,272) 0.6%		9,872,272
<b>Options Purchased (Cost \$3,515,234) 0.2%</b>		<b>2,517,779</b>
<b>Total Investments Before Options Written</b>		
(Cost \$2,078,245,676) 139.2%		2,198,727,812
<b>Options Written (Premiums Received \$951,118) (0.0)%</b>		<b>(678,865)</b>
<b>Total Investments, Net of Options Written</b>		
(Cost \$2,077,294,558) 139.2%		2,198,048,947
<b>Liabilities in Excess of Other Assets (39.2)%</b>		<b>(618,878,590)</b>
<b>Net Assets 100.0%</b>		<b>\$ 1,579,170,357</b>

## Notes to Schedule of Investments

- (a) Restricted security as to resale, excluding 144A securities. As of period end, the Trust held restricted securities with a current value of \$2,951 and an original cost of \$45,445, which was less than 0.05% of its net assets.
- (b) Variable rate security. Rate as of period end.
- (c) 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.
- (d) All or a portion of security has been pledged as collateral in connection with outstanding reverse repurchase agreements.
- (e) Perpetual security with no stated maturity date.
- (f) When-issued security.
- (g) Issuer filed for bankruptcy and/or is in default.

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(h) Step-down bond that pays an initial coupon rate for the first period and then a lower coupon rate for the following periods. Rate as of period end.

(i) Convertible security.

(j) Non-income producing security.

(k) Zero-coupon bond.

(l) During the year ended October 31, 2016, investments in issuers considered to be affiliates of the Trust for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

Affiliate	Shares Held at October 31, 2015	Net Activity	Shares Held at October 31, 2016	Value at October 31, 2016	Income
BlackRock Liquidity Funds, TempFund, Institutional Class	610,104	(610,104)			\$ 50,698
BlackRock Liquidity Funds, T-Fund, Institutional Class		9,872,272	\$ 9,872,272	\$ 9,872,272	5,257
<b>Total</b>				\$ 9,872,272	\$ 55,955

(m) Current yield as of period end.

For Trust compliance purposes, the Trust's industry classifications refer to 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 adviser. These definitions may not apply for purposes of this report, which may combine such industry subclassifications for reporting ease.

### Reverse Repurchase Agreements

Counterparty	Interest Rate	Trade Date	Maturity Date <sup>1</sup>	Face Value	Face Value Including Accrued Interest	Type of Non-Cash Underlying Collateral	Remaining Contractual Maturity of the Agreements <sup>1</sup>
Deutsche Bank Securities, Inc.	0.19%	3/05/15	Open	\$ 3,570,225	\$ 3,581,644	U.S. Government Sponsored Agency Securities	Open/Demand
Barclays Capital, Inc.	0.55%	12/17/15	Open	6,863,500	6,896,950	Capital Trusts	Open/Demand
Barclays Capital, Inc.	0.55%	12/17/15	Open	10,770,000	10,822,489	Corporate Bonds	Open/Demand
Barclays Capital, Inc.	0.55%	12/17/15	Open	4,499,250	4,521,178	Corporate Bonds	Open/Demand
Barclays Capital, Inc.	0.55%	12/17/15	Open	710,625	714,088	Corporate Bonds	Open/Demand
Barclays Capital, Inc.	0.55%	12/17/15	Open	5,906,250	5,935,035	Corporate Bonds	Open/Demand
Barclays Capital, Inc.	0.55%	12/17/15	Open	1,184,375	1,190,147	Corporate Bonds	Open/Demand
Barclays Capital, Inc.	0.55%	12/17/15	Open	4,691,813	4,714,679	Corporate Bonds	Open/Demand
Barclays Capital, Inc.	0.55%	12/17/15	Open	2,514,500	2,526,755	Corporate Bonds	Open/Demand
Barclays Capital, Inc.	0.55%	12/17/15	Open	4,867,413	4,891,134	Corporate Bonds	Open/Demand

See Notes to Financial Statements.

## Schedule of Investments (continued)

## BlackRock Credit Allocation Income Trust (BTZ)

## Reverse Repurchase Agreements (continued)

Counterparty	Interest Rate	Trade Date	Maturity Date <sup>1</sup>	Face Value	Face Value Including Accrued Interest	Type of Non-Cash Underlying Collateral	Remaining Contractual Maturity of the Agreements <sup>1</sup>
Barclays Capital, Inc.	0.55%	12/17/15	Open	\$ 8,268,750	\$ 8,309,049	Corporate Bonds	Open/Demand
Barclays Capital, Inc.	0.55%	12/17/15	Open	2,768,500	2,781,993	Corporate Bonds	Open/Demand
Barclays Capital, Inc.	0.60%	12/17/15	Open	9,843,750	9,896,086	Capital Trusts	Open/Demand
Barclays Capital, Inc.	0.60%	12/17/15	Open	11,820,000	11,882,843	Corporate Bonds	Open/Demand
Credit Suisse Securities (USA) LLC	0.65%	12/17/15	Open	2,199,375	2,212,043	Corporate Bonds	Open/Demand
Credit Suisse Securities (USA) LLC	0.65%	12/17/15	Open	2,664,063	2,679,407	Corporate Bonds	Open/Demand
Credit Suisse Securities (USA) LLC	0.65%	12/17/15	Open	522,500	525,509	Corporate Bonds	Open/Demand
Credit Suisse Securities (USA) LLC	0.70%	12/17/15	Open	5,113,969	5,145,690	Corporate Bonds	Open/Demand
Credit Suisse Securities (USA) LLC	0.70%	12/17/15	Open	6,318,969	6,358,164	Corporate Bonds	Open/Demand
Credit Suisse Securities (USA) LLC	0.70%	12/17/15	Open	4,978,969	5,009,852	Corporate Bonds	Open/Demand
Credit Suisse Securities (USA) LLC	0.70%	12/17/15	Open	2,641,781	2,658,168	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.64%	12/17/15	Open	8,008,000	8,053,414	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.64%	12/17/15	Open	4,507,938	4,533,503	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.64%	12/17/15	Open	3,202,500	3,220,662	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.64%	12/17/15	Open	3,202,500	3,220,662	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.64%	12/17/15	Open	21,125,880	21,245,687	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.64%	12/17/15	Open	3,319,388	3,338,212	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.64%	12/17/15	Open	17,613,000	17,712,885	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.64%	12/17/15	Open	6,405,000	6,441,323	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.64%	12/17/15	Open	6,675,000	6,712,855	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.64%	12/17/15	Open	4,056,625	4,079,631	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.64%	12/17/15	Open	3,336,375	3,355,296	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.64%	12/17/15	Open	17,212,500	17,310,114	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.64%	12/17/15	Open	3,595,688	3,616,079	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.64%	12/17/15	Open	3,940,000	3,962,344	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.64%	12/17/15	Open	9,989,438	10,046,089	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.64%	12/17/15	Open	13,740,000	13,817,921	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.64%	12/17/15	Open	4,594,625	4,620,682	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.64%	12/17/15	Open	4,930,000	4,957,959	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.64%	12/17/15	Open	6,413,813	6,450,186	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.64%	12/17/15	Open	3,285,000	3,303,630	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.64%	12/17/15	Open	3,801,038	3,822,594	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.64%	12/17/15	Open	12,630,000	12,701,626	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.64%	12/17/15	Open	7,395,000	7,436,938	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.64%	12/17/15	Open	10,175,000	10,232,704	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	1.00%	12/17/15	Open	5,460,000	5,508,382	Corporate Bonds	Open/Demand
HSBC Securites (USA), Inc.	0.65%	12/18/15	Open	11,575,000	11,641,042	Capital Trusts	Open/Demand
RBC Capital Markets LLC	0.64%	12/22/15	Open	9,022,500	9,073,026	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.64%	12/22/15	Open	3,995,370	4,017,744	Corporate Bonds	Open/Demand
UBS Securities LLC	0.75%	12/22/15	Open	8,400,000	8,454,950	Corporate Bonds	Open/Demand
UBS Securities LLC	0.75%	12/22/15	Open	3,227,188	3,248,299	Corporate Bonds	Open/Demand
UBS Securities LLC	0.75%	12/22/15	Open	5,784,800	5,822,642	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.85%	3/22/16	Open	8,847,167	8,884,050	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.85%	4/29/16	Open	649,142	650,309	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.85%	5/05/16	Open	42,462,500	42,578,588	U.S. Treasury Obligations	Open/Demand
BNP Paribas Securities Corp.	0.75%	5/18/16	Open	2,953,000	2,963,212	Corporate Bonds	Open/Demand
BNP Paribas Securities Corp.	0.75%	5/18/16	Open	5,432,000	5,450,786	Corporate Bonds	Open/Demand
BNP Paribas Securities Corp.	0.75%	5/18/16	Open	9,685,000	9,718,494	Corporate Bonds	Open/Demand
BNP Paribas Securities Corp.	0.75%	5/18/16	Open	4,479,000	4,494,490	Corporate Bonds	Open/Demand
BNP Paribas Securities Corp.	0.75%	5/18/16	Open	4,984,000	5,001,236	Corporate Bonds	Open/Demand
BNP Paribas Securities Corp.	0.75%	5/18/16	Open	5,055,000	5,072,482	Corporate Bonds	Open/Demand
BNP Paribas Securities Corp.	0.75%	5/18/16	Open	10,853,000	10,890,533	Corporate Bonds	Open/Demand
BNP Paribas Securities Corp.	0.75%	5/18/16	Open	3,043,000	3,053,524	Corporate Bonds	Open/Demand
BNP Paribas Securities Corp.	0.75%	5/18/16	Open	4,668,000	4,684,144	Corporate Bonds	Open/Demand
BNP Paribas Securities Corp.	0.75%	5/18/16	Open	16,684,000	16,741,699	Corporate Bonds	Open/Demand
BNP Paribas Securities Corp.	0.75%	5/18/16	Open	3,210,000	3,221,101	Corporate Bonds	Open/Demand
BNP Paribas Securities Corp.	0.75%	5/18/16	Open	10,157,000	10,192,126	Corporate Bonds	Open/Demand
BNP Paribas Securities Corp.	0.75%	5/18/16	Open	5,097,000	5,114,627	Corporate Bonds	Open/Demand
BNP Paribas Securities Corp.	0.75%	5/18/16	Open	3,291,000	3,302,381	Corporate Bonds	Open/Demand

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BNP Paribas Securities Corp.	0.75%	5/18/16	Open	1,941,000	1,947,713	Corporate Bonds	Open/Demand
BNP Paribas Securities Corp.	0.75%	5/18/16	Open	6,237,000	6,258,570	Corporate Bonds	Open/Demand
BNP Paribas Securities Corp.	0.75%	5/18/16	Open	7,208,000	7,232,928	Corporate Bonds	Open/Demand
BNP Paribas Securities Corp.	0.75%	5/18/16	Open	5,698,000	5,717,706	Corporate Bonds	Open/Demand

See Notes to Financial Statements.

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## Schedule of Investments (continued)

BlackRock Credit Allocation Income Trust (BTZ)

## Reverse Repurchase Agreements (continued)

Counterparty	Interest Rate	Trade Date	Maturity Date <sup>1</sup>	Face Value	Face Value Including Accrued Interest	Type of Non-Cash Underlying Collateral	Remaining Contractual Maturity of the Agreements <sup>1</sup>
Deutsche Bank Securities, Inc.	0.85%	6/09/16	Open	\$ 25,000,000	\$ 25,063,354	U.S. Treasury Obligations	Open/Demand
Credit Suisse Securities (USA) LLC	0.85%	6/15/16	Open	3,776,032	3,786,180	Corporate Bonds	Open/Demand
Credit Suisse Securities (USA) LLC	0.85%	6/27/16	Open	1,257,469	1,260,855	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.85%	7/11/16	Open	7,404,000	7,420,124	Corporate Bonds	Open/Demand
BNP Paribas Securities Corp.	0.85%	9/14/16	Open	76,406,250	76,471,450	U.S. Treasury Obligations	Open/Demand
RBC Capital Markets LLC	0.85%	9/14/16	Open	5,000,000	5,005,200	Corporate Bonds	Open/Demand
Credit Suisse Securities (USA) LLC	0.85%	9/22/16	Open	4,566,000	4,570,116	Corporate Bonds	Open/Demand
Barclays Capital, Inc.	0.80%	9/23/16	Open	475,875	476,213	Corporate Bonds	Open/Demand
Credit Suisse Securities (USA) LLC	(0.50)%	9/29/16	Open	4,844,938	4,842,784	Capital Trusts	Open/Demand
Credit Suisse Securities (USA) LLC	0.70%	10/06/16	Open	4,645,500	4,647,758	Corporate Bonds	Open/Demand
RBC Capital Markets LLC	0.64%	10/24/16	Open	6,399,795	6,400,478	Corporate Bonds	Open/Demand
<b>Total</b>				\$ 635,747,411	\$ 638,327,195		

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

## Derivative Financial Instruments Outstanding as of Period End

## Futures Contracts

Contracts Long (Short)	Issue	Expiration	Notional Value	Unrealized Appreciation (Depreciation)
60	2-Year U.S. Treasury Note	December 2016	USD 13,088,438	\$ (2,268)
800	5-Year U.S. Treasury Note	December 2016	USD 96,637,500	30,250
(219)	10-Year U.S. Treasury Note	December 2016	USD 28,387,875	296,300
(309)	Long U.S. Treasury Bond	December 2016	USD 50,280,094	2,274,954
(128)	Ultra U.S. Treasury Bond	December 2016	USD 22,520,000	1,415,536
<b>Total</b>				\$ 4,014,772

## OTC Interest Rate Swaptions Purchased

Description	Counterparty	Put/Call	Exercise Rate	Pay/Receive Exercise Rate	Floating Rate Index	Expiration Date	Notional Amount (000)	Value
30-Year Interest Swap	Bank of America N.A.	Put	2.20%	Pay	3-month LIBOR	1/13/17	USD 28,000	\$ 474,962
10-Year Interest Swap	Citibank N.A.	Put	1.75%	Pay	3-month LIBOR	2/23/17	USD 75,000	1,053,100
30-Year Interest Swap	Goldman Sachs Bank USA	Put	2.65%	Pay	3-month LIBOR	4/13/17	USD 98,225	831,129
<b>Total</b>								\$ 2,359,191

## OTC Options Purchased

Description	Counterparty	Put/Call	Expiration Date	Strike Price	Notional Amount (000)	Value
USD Currency	Barclays Bank PLC	Put	12/23/16	JPY 98.00	USD 82,000	\$ 158,588

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OTC Interest Rate Swaptions Written

Description	Counterparty	Put/ Call	Exercise Rate	Pay/ Receive Exercise Rate	Floating Rate Index	Expiration Date	Notional Amount (000)	Value
2-Year Interest Rate Swap	Bank of America N.A.	Call	0.70%	Pay	3-month LIBOR	3/15/18	USD 77,900	\$ (104,243)
2-Year Interest Rate Swap	Bank of America N.A.	Call	0.80%	Pay	3-month LIBOR	3/19/18	USD 77,900	(138,368)
2-Year Interest Rate Swap	Bank of America N.A.	Put	1.70%	Receive	3-month LIBOR	3/15/18	USD 77,900	(216,471)
2-Year Interest Rate Swap	Bank of America N.A.	Put	1.70					