

Edgar Filing: BLACKROCK DEBT STRATEGIES FUND, INC. - Form N-Q

BLACKROCK DEBT STRATEGIES FUND, INC.

Form N-Q

July 27, 2016

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED

MANAGEMENT INVESTMENT COMPANY

Investment Company Act file number: 811-08603

Name of Fund: BlackRock Debt Strategies Fund, Inc. (DSU)

Fund Address: 100 Bellevue Parkway, Wilmington, DE 19809

Name and address of agent for service: John M. Perlowski, Chief Executive Officer, BlackRock Debt Strategies Fund, Inc., 55 East 52nd Street, New York, NY 10055

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

Date of fiscal year end: 02/28/2017

Date of reporting period: 05/31/2016

Item 1 Schedule of Investments

Consolidated Schedule of Investments May 31, 2016 (Unaudited)

BlackRock Debt Strategies Fund, Inc. (DSU)

(Percentages shown are based on Net Assets)

Common Stocks	Shares	Value
Chemicals 0.0%		
GEO Specialty Chemicals, Inc. (a)(b)	481,806	\$ 24,090
GEO Specialty Chemicals, Inc. (a)	557,488	27,875
LyondellBasell Industries NV, Class A	26	2,115
		54,080
Diversified Financial Services 0.0%		
Kcad Holdings I Ltd. (a)	1,075,282,733	10,753
Diversified Telecommunication Services 0.0%		
Broadview Networks Holdings, Inc. (a)	5,037	7,807
Health Care Management Services 0.0%		
New Millennium HoldCo, Inc. (a)(c)	10,718	41,532
Media 0.0%		
Adelphia Communications Corp., Class A (a)	400,000	2,000
Adelphia Recovery Trust (a)	396,568	833
		2,833
Oil, Gas & Consumable Fuels 0.0%		
Denbury Resources, Inc. (a)	37,600	144,008
Southcross Holdings LP (a)	94	29,610
Vantage Drilling International (a)	331	
		173,618
Semiconductors & Semiconductor Equipment 0.0%		
SunPower Corp. (a)	1,707	29,924
Total Common Stocks 0.0%		320,547

Asset-Backed Securities	Par	(000)	Value
ACAS CLO Ltd., Series 2015-1A, Class D, 4.28%, 4/18/27 (b)(d)	USD	280	255,953
Adirondack Park CLO Ltd., Series 2013-1A, Class D, 4.28%, 4/15/24 (b)(d)		350	320,391
ALM Loan Funding, Series 2013-7RA (b)(d):			
Class C, 4.09%, 4/24/24		605	577,077
Class D, 5.64%, 4/24/24		1,150	1,080,380
ALM VII R-2, Ltd., Series 2013-7R2A, Class C, 4.09%, 4/24/24 (b)(d)		250	238,460
ALM XIV Ltd., Series 2014-14A, Class C, 4.08%, 7/28/26 (b)(d)		463	427,185

Asset-Backed Securities	Par	(000)	Value
Anchorage Capital CLO Ltd., Series 2015-6A, Class E1, 5.53%, 4/15/27 (b)(d)	USD	750	\$ 596,363
Apidos CDO, Series 2015-21A, Class C, 4.18%, 7/18/27 (b)(d)		250	225,262
Atlas Senior Loan Fund Ltd. (b)(d):			
Series 2012-1A, Class B2L, 6.88%, 8/15/24		340	316,421
Series 2014-6A, Class D, 4.33%, 10/15/26		1,240	1,100,140
Atrium CDO Corp., Series 9A, Class D, 4.17%, 2/28/24 (b)(d)		1,300	1,217,262
BlueMountain CLO Ltd., Class E (b)(d):			
Series 2014-4A, 5.97%, 11/30/26		250	200,713
Series 2015-2A, 5.98%, 7/18/27		250	201,098
Carlyle Global Market Strategies CLO Ltd. (b)(d):			

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Series 2012-4A, Class D, 5.13%, 1/20/25	900	880,939
Series 2013-1A, Class C, 4.63%, 2/14/25	250	237,967
Series 2015-2A, Class C, 4.38%, 4/27/27	250	227,563
Series 2015-2A, Class D, 5.93%, 4/27/27	1,000	855,390
CFIP CLO Ltd., Series 2013-1A, Class D, 4.38%, 4/20/24 (b)(d)	1,500	1,317,343
CIFC Funding Ltd., Series 2014-3A, Class D, 4.04%, 7/22/26 (b)(d)	250	222,064
Highbridge Loan Management Ltd., Series 6A-2015 (b)(d):		
Class D, 4.28%, 5/05/27	300	277,050
Class E1, 6.08%, 5/05/27	1,250	1,017,880
Madison Park Funding IX Ltd., Series 2012-9AR, Class DR, 4.48%, 8/15/22 (b)(d)	655	622,505
Madison Park Funding XI Ltd., Series 2013-11A, Class D, 4.14%, 10/23/25 (b)(d)	555	493,454
Neuberger Berman CLO XVI, Ltd., Series 2014-16A, Class D, 3.98%, 4/15/26 (b)(d)	250	226,275
Neuberger Berman CLO XVIII Ltd., Series 2014-18A, Class C, 4.38%, 11/14/25 (b)(d)	1,000	887,701
OZLM Funding Ltd., Series 2012-2A, Class C, 4.99%, 10/30/23 (b)(d)	500	483,252
OZLM IX Ltd., Series 2014-9A, Class C, 4.23%, 1/20/27 (b)(d)	750	665,361

BLACKROCK DEBT STRATEGIES FUND, INC.

MAY 31, 2016

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Consolidated Schedule of Investments (continued)

BlackRock Debt Strategies Fund, Inc. (DSU)

	Par		
	(000)		Value
Asset-Backed Securities			
OZLM VII Ltd., Series 2014-7A, Class C, 4.23%, 7/17/26 (b)(d)	USD 500		\$ 441,736
OZLM XII Ltd., Series 2015-12A, Class C, 4.34%, 4/30/27 (b)(d)	340		300,424
Regatta Funding LP, Series 2013-2A, Class C, 4.63%, 1/15/25 (b)(d)	750		710,112
Sound Point CLO IV Ltd., Series 2013-3A, Class D, 4.13%, 1/21/26 (b)(d)	500		446,787
Stewart Park CLO Ltd., Series 2015-1A, Class E, 6.08%, 4/15/26 (b)(d)	500		412,743
TICP CLO I Ltd., Series 2015-1A, Class D, 4.18%, 7/20/27 (b)(d)	250		217,547
Venture XI CLO Ltd., Series 2012-11AR, Class DR, 4.58%, 11/14/22 (b)(d)	250		232,291
Venture XII CLO Ltd., Series 2012-12A, Class D, 4.32%, 2/28/24 (b)(d)	250		229,108
Venture XX CLO Ltd., Series 2015-20A, Class D, 4.48%, 4/15/27 (b)(d)	250		225,137
Venture XXI CLO Ltd., Series 2015-21A, Class D, 4.23%, 7/15/27 (b)(d)	500		452,614
Voya CLO Ltd., Series 2012-2AR, Class ER, 6.63%, 10/15/22 (b)(d)	1,250		1,157,025
Webster Park CLO Ltd., Series 2015-1A (b)(d): Class B1, 3.61%, 1/20/27	500		499,980
Class C, 4.56%, 1/20/27	500		487,645
Total Asset-Backed Securities 2.8%			20,984,598

Corporate Bonds**Aerospace & Defense 0.7%**

Accudyne Industries Borrower/Accudyne Industries LLC, 7.75%, 12/15/20 (b)	167		138,610
Bombardier, Inc. (b): 6.00%, 10/15/22	55		47,025
7.50%, 3/15/25	883		777,040
Huntington Ingalls Industries, Inc., 5.00%, 12/15/21 (b)	307		323,118
KLX, Inc., 5.88%, 12/01/22 (b)	480		472,800
Meccanica Holdings USA, Inc., 6.25%, 7/15/19 (b)	100		109,250

Par**Corporate Bonds****Aerospace & Defense (continued)**

	(000)		Value
TransDigm, Inc.:			
6.00%, 7/15/22	USD 2,095		\$ 2,131,662
6.50%, 7/15/24	461		470,220
6.38%, 6/15/26 (b)(e)	682		682,853

5,152,578

Air Freight & Logistics 0.2%

XPO Logistics, Inc.:			
5.75%, 6/15/21	EUR 100		107,450
6.50%, 6/15/22 (b)	USD 1,520		1,459,200

1,566,650

Airlines 1.4%

Air Canada Pass-Through Trust, Series 2013-1, Class C, 6.63%, 5/15/18 (b)	712		732,470
American Airlines Group, Inc., 4.63%, 3/01/20 (b)	542		525,740
American Airlines Pass-Through Trust, Series 2013-2, Class C, 6.00%, 1/15/17 (b)	3,153		3,200,453
Continental Airlines Pass-Through Trust, Series 2012-3, Class C, 6.13%, 4/29/18	2,390		2,509,500
Delta Air Lines Pass-Through Trust, Series 2009-1, Class B, 9.75%, 6/17/18	220		228,716
US Airways Pass-Through Trust, Series 2013-1, Class B, 5.38%, 5/15/23	2,108		2,168,058

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Virgin Australia Trust, Series 2013-1, Class C, 7.13%, 10/23/18 (b)		744	743,770
			10,108,707
Auto Components 1.3%			
CNH Industrial Finance Europe SA, 2.88%, 5/17/23	EUR	175	192,523
Dakar Finance SA, (9.75% Cash PIK), 9.00%, 11/15/20 (f)		100	110,709
Dana Holding Corp., 6.75%, 2/15/21	USD	180	186,300
Fiat Chrysler Finance Europe: 4.75%, 3/22/21	EUR	100	120,622
4.75%, 7/15/22		100	121,742
Goodyear Tire & Rubber Co., 6.50%, 3/01/21	USD	651	682,736
The Goodyear Tire & Rubber Co., 5.00%, 5/31/26		133	134,496
Icahn Enterprises LP/Icahn Enterprises Finance Corp., 4.88%, 3/15/19		4,609	4,453,446