

BLACKROCK LTD DURATION INCOME TRUST

Form N-Q

July 23, 2014

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 811-21349

Name of Fund: BlackRock Limited Duration Income Trust (BLW)

Fund Address: 100 Bellevue Parkway, Wilmington, DE 19809

Name and address of agent for service: John M. Perlowski, Chief Executive Officer, BlackRock Limited Duration Income Trust, 55 East 52nd Street, New York, NY 10055

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

Date of fiscal year end: 08/31/2014

Date of reporting period: 05/31/2014

Item 1 – Schedule of Investments

Consolidated Schedule of Investments May 31, 2014 (Unaudited) **BlackRock Limited Duration Income Trust (BLW)**
(Percentages shown are based on Net Assets)

Common Stocks	Shares	Value
Auto Components — 0.0%		
Lear Corp.	807	\$ 71,056
Construction & Engineering — 0.0%		
USI United Subcontractors (a)	6,454	109,718
Diversified Consumer Services — 0.2%		
Cengage Thomson Learning (a)	38,155	1,380,753
Diversified Financial Services — 0.4%		
Kcad Holdings I Ltd. (a)	384,412,912	2,406,425
Hotels, Restaurants & Leisure — 0.2%		
BLB Worldwide Holdings, Inc. (a)	51,947	1,603,864
Paper & Forest Products — 0.2%		
NewPage Holdings, Inc.	13,780	1,171,300
Software — 0.3%		
HMH Holdings/EduMedia (a)	128,441	2,340,195
Total Common Stocks — 1.3%		9,083,311

Asset-Backed Securities	Par (000)	
Asset-Backed Securities — 4.7%		
ACAS CLO Ltd. (b)(c):		
Series 2007-1A, Class A1S, 0.44%, 4/20/21	USD 746	736,254
Series 2013-1A, Class D, 3.83%, 4/20/25	750	725,625
Adirondack Park CLO Ltd., Series 2013-1A, Class D, 3.88%, 4/15/24 (b)(c)	1,750	1,694,173
Aircraft Lease Securitisation Ltd., Series 2007-1A, Class G3, 0.41%, 5/10/32 (b)(c)	658	638,291
ALM Loan Funding, Series 2013-7RA (b)(c):		
Class C, 3.68%, 4/24/24	1,210	1,167,344
Class D, 5.23%, 4/24/24	1,040	993,483
Atrium CDO Corp., Series 9A, Class D, 3.73%, 2/28/24 (b)(c)	1,100	1,059,103
	500	468,127

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Battalion CLO IV Ltd., Series 2013-4A, Class C, 3.58%, 10/22/25 (b)(c)		
Capital One Multi-Asset Execution Trust, Series 4-3C, 6.63%, 4/19/17	GBP 2,650	4,446,910
Carlyle Global Market Strategies CLO Ltd., Series 2013-1A, Class C, 4.23%, 2/14/25 (b)(c)	USD 250	246,432
CarMax Auto Owner Trust, Series 2012-3, Class D, 2.29%, 4/15/19	2,530	2,575,887
	Par (000)	Value
Asset-Backed Securities		
Asset-Backed Securities (concluded)		
Cent CLO, Series 2014-21A, Class C, 3.73%, 7/27/26 (b)(c)(d)	USD 1,000	\$940,000
Central Park CLO Ltd., Series 2011-1A, Class D, 3.43%, 7/23/22 (b)(c)	500	492,597
Countrywide Asset-Backed Certificates, Series 2007-7, Class 2A2, 0.31%, 10/25/47 (b)	1,444	1,417,908
Credit Suisse ABS Repackaging Trust, Series 2013-A, Class B, 2.50%, 1/25/30 (c)	2,661	2,531,607
Fraser Sullivan CLO VII Ltd., Series 2012-7A, Class C, 4.23%, 4/20/23 (b)(c)	1,090	1,081,329
GSAA Trust, Series 2007-3, Class 1A2, 0.32%, 3/25/47 (b)	2,775	1,381,256
Halcyon Loan Advisors Funding Ltd., Series 2013-1A, Class C, 3.73%, 4/15/25 (b)(c)	1,000	948,555
Jamestown CLO Ltd., Series 2014-4A, Class C, 3.73%, 7/15/26 (b)(c)(d)	1,165	1,097,849
Madison Park Funding Ltd, Series 2012-10A, Class D, 4.48%, 1/20/25 (b)(c)	700	702,741
Madison Park Funding XI Ltd., Series 2013-11A, Class D, 3.73%, 10/23/25 (b)(c)	420	403,576
Octagon Investment Partners XVI Ltd., Series 2013-1A, Class D, 3.58%, 7/17/25 (b)(c)	2,000	1,912,408
OZLM Funding Ltd., Series 2012-2A, Class C, 4.57%, 10/30/23 (b)(c)	500	501,379
Regatta Funding LP, Series 2013-2A, Class C, 4.23%, 1/15/25 (b)(c)	500	491,547
Santander Drive Auto Receivables Trust, Series 2011-S2A, Class B, 2.06%, 6/15/17 (c)	115	114,633
World Financial Network Credit Card Master Trust, Series 2012-C, Class B, 3.57%, 8/15/22	3,000	3,065,829
		31,834,843
Interest Only Asset-Backed Securities — 0.2%	8,130	592,001

Sterling Bank Trust, Series 2004-2, Class
Note, 2.08%, 3/30/30 (c)

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Consolidated Schedule of Investments (continued) **BlackRock Limited Duration Income Trust (BLW)**
(Percentages shown are based on Net Assets)

Asset-Backed Securities	Par (000)	Value
Interest Only Asset-Backed Securities (concluded)		
Sterling Coofs Trust, Series 2004-1, Class A, 2.36%, 4/15/29 (c)	USD 8,771	\$594,754
		1,186,755
Total Asset-Backed Securities — 4.9%		33,021,598
Corporate Bonds		
Aerospace & Defense — 0.5%		
DigitalGlobe, Inc., 5.25%, 2/01/21 (e)	928	911,760
Huntington Ingalls Industries, Inc., 7.13%, 3/15/21	570	622,725
Meccanica Holdings USA, Inc., 6.25%, 7/15/19 (c)	339	370,357
Transdigm, Inc. (c)(d):		
6.00%, 7/15/22	730	735,475
6.50%, 7/15/24	690	700,350
		3,340,667
Airlines — 2.9%		
Air Canada Pass-Through Trust, Series 2013-1, Class C, 6.63%, 5/15/18 (c)	651	675,933
American Airlines Pass-Through Trust, Series 2013-2 (c):		
Class A, 4.95%, 7/15/24 (e)	3,749	4,043,864
Class B, 5.60%, 1/15/22	736	770,651
Class C, 6.00%, 1/15/17 (e)	2,600	2,717,000
Continental Airlines Pass-Through Trust, Series 2012-3, Class C, 6.13%, 4/29/18 (e)	2,090	2,225,850
Continental Airlines, Inc., 6.75%, 9/15/15 (c)(e)	1,350	1,367,550
Delta Air Lines Pass-Through Trust, Series 2009-1, Class B, 9.75%, 6/17/18	226	258,527
United Continental Holdings, Inc., 6.00%, 12/01/20 (e)	950	990,375
US Airways Pass-Through Trust, Class C (e):		
Series 2011-1, 10.88%, 10/22/14	615	636,363
Series 2012-1, 9.13%, 10/01/15	1,754	1,858,795
Virgin Australia Trust, Series 2013-1 (c):		
Class A, 5.00%, 4/23/25	772	821,625
Class B, 6.00%, 4/23/22	1,627	1,704,157

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Corporate Bonds	Par (000)	Value
Airlines (concluded)		
Virgin Australia Trust, Series 2013-1 (c) (concluded):		
Class C, 7.13%, 10/23/18	USD 1,181	\$1,219,250
		19,289,940
Auto Components — 1.2%		
Affinia Group, Inc., 7.75%, 5/01/21 (e)	1,095	1,168,913
Autodis SA, 6.50%, 2/01/19	EUR 100	141,637
Brighthouse Group PLC, 7.88%, 5/15/18	GBP 100	177,048
Grupo Antolin Dutch BV, 4.75%, 4/01/21	EUR 206	285,541
Icahn Enterprises LP/Icahn Enterprises Finance Corp., 4.88%, 3/15/19	USD 2,058	2,106,877
Jaguar Land Rover Automotive PLC, 8.25%, 3/15/20	GBP 554	1,045,025
Pittsburgh Glass Works LLC, 8.00%, 11/15/18 (c)	USD 445	486,163
Rhino Bondco SpA, 7.25%, 11/15/20	EUR 110	161,192
Schaeffler Holding Finance BV:		
2.75%, 5/15/19	405	550,797
6.88% (6.88% Cash or 7.63% PIK), 8/15/18 (c)(e)(f)	USD 1,085	1,146,031
6.88% (6.88% Cash), 8/15/18 (f)	EUR 375	539,935
Titan International, Inc., 6.88%, 10/01/20 (c)	USD 555	573,731
		8,382,890
Auto Parts — 0.0%		
PetroLogistics LP/PetroLogistics Finance Corp., 6.25%, 4/01/20	260	281,450
Automobiles — 0.9%		
Chrysler Group LLC/CG Co-Issuer, Inc.:		
8.00%, 6/15/19 (e)	1,087	1,187,548
8.25%, 6/15/21	1,165	1,328,100
Ford Motor Co., 4.25%, 11/15/16 (g)	434	830,296
General Motors Co., 3.50%, 10/02/18 (c)(e)	2,478	2,539,950
		5,885,894
Beverages — 0.0%		
Constellation Brands, Inc., 7.25%, 5/15/17	82	94,300

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Consolidated Schedule of Investments (continued) **BlackRock Limited Duration Income Trust (BLW)**
(Percentages shown are based on Net Assets)

Corporate Bonds	Par (000)	Value
Building Products — 1.1%		
American Builders & Contractors Supply Co., Inc., 5.63%, 4/15/21 (c)	USD385	\$398,475
BMBG Bond Finance SCA, 5.33%, 10/15/20 (b)	EUR200	274,674
Builders FirstSource, Inc., 7.63%, 6/01/21 (c)(e)	USD890	952,300
Building Materials Corp. of America, 6.75%, 5/01/21 (c)(e)	1,030	1,112,400
Cemex Finance LLC, 6.00%, 4/01/24 (c)	1,045	1,072,431
CPG Merger Sub LLC, 8.00%, 10/01/21 (c)(e)	1,030	1,089,225
Ply Gem Industries, Inc., 6.50%, 2/01/22 (c)	745	730,100
USG Corp., 9.75%, 1/15/18 (e)	1,390	1,666,263
		7,295,868
Capital Markets — 1.0%		
American Capital Ltd., 6.50%, 9/15/18 (c)(e)	975	1,043,250
Blackstone CQP Holdco LP, 2.32%, 3/18/19	695	700,477
E*Trade Financial Corp., 0.00%, 8/31/19 (c)(g)(h)	249	491,775
The Goldman Sachs Group, Inc., 3.30%, 5/03/15 (e)	3,285	3,365,703
SteelRiver Transmission Co. LLC, 4.71%, 6/30/17 (c)(e)	1,064	1,123,968
		6,725,173

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Chemicals — 1.4%		
Ashland, Inc., 3.88%, 4/15/18 (e)	675	693,562
Chemtura Corp., 5.75%, 7/15/21	200	206,250
Huntsman International LLC:		
8.63%, 3/15/21 (e)	655	730,325
5.13%, 4/15/21	EUR331	467,084
INEOS Group Holdings SA:		
6.13%, 8/15/18 (c)	USD680	703,800
6.50%, 8/15/18	EUR328	468,351
5.75%, 2/15/19	340	478,881
LSB Industries, Inc., 7.75%, 8/01/19 (c)	USD301	321,318
Nufarm Australia Ltd., 6.38%, 10/15/19 (c)(e)	320	332,800
Orion Engineered Carbons Bondco GmbH, 9.63%, 6/15/18 (c)(e)	898	967,595
Rockwood Specialties Group, Inc., 4.63%, 10/15/20 (e)	3,175	3,258,344
US Coatings Acquisition, Inc./Axalta Coating Systems Dutch Holding BV:		
5.75%, 2/01/21	EUR200	292,396
Corporate Bonds	Par (000)	Value
Chemicals (concluded) US Coatings Acquisition, Inc./Axalta Coating Systems Dutch Holding BV (concluded):		
7.38%, 5/01/21 (c)	USD398	\$435,810
		9,356,516
Commercial Banks — 0.8%		
CIT Group, Inc.:		
5.00%, 5/15/17	890	951,188
5.50%, 2/15/19 (c)(e)	1,370	1,479,600

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HSBC Holdings PLC, 6.25%, 3/19/18	EUR 1,000	1,600,120
Nordea Bank AB, 4.50%, 3/26/20	1,020	1,591,472
		5,622,380

Commercial Services & Supplies — 1.3%

AA Bond Co., Ltd., 9.50%, 7/31/43	GBP 306	575,749
ACCO Brands Corp., 6.75%, 4/30/20	USD 100	104,625
ADS Waste Holdings, Inc., 8.25%, 10/01/20	292	316,090
ARAMARK Corp., 5.75%, 3/15/20 (e)	712	757,390
Aviation Capital Group Corp., 4.63%, 1/31/18 (c)(e)	1,000	1,050,509
Bilbao Luxembourg SA, 10.50% (10.50% Cash or 11.25% PIK) 12/01/18 (f)	EUR 100	143,131
Brand Energy & Infrastructure Services, Inc., 8.50%, 12/01/21 (c)(e)	USD 617	654,020
Catalent Pharma Solutions, Inc., 7.88%, 10/15/18	306	311,355
Covanta Holding Corp., 6.38%, 10/01/22	100	107,625
Mobile Mini, Inc., 7.88%, 12/01/20	915	1,011,075
United Rentals North America, Inc.:		
5.75%, 7/15/18 (e)	494	527,345
7.63%, 4/15/22	1,518	1,721,032
5.75%, 11/15/24	1,039	1,075,365
West Corp., 8.63%, 10/01/18	165	174,900
		8,530,211

Communications Equipment — 2.0%

ADC Telecommunications, Inc., 3.50%, 7/15/15 (g)	6,670	6,736,700
Alcatel-Lucent USA, Inc. (c):		

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4.63%, 7/01/17 (e)	800	822,000
6.75%, 11/15/20	1,560	1,657,500
Avaya, Inc., 7.00%, 4/01/19 (c)	437	432,630

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Consolidated Schedule of Investments (continued) **BlackRock Limited Duration Income Trust (BLW)**
(Percentages shown are based on Net Assets)

Corporate Bonds	Value
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Communications
Equipment
(concluded)
CommScope,
Inc.
(c):