

Edgar Filing: BLACKROCK INCOME TRUST INC - Form N-Q

BLACKROCK INCOME TRUST INC
Form N-Q
July 29, 2010
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 811-05542

Name of Fund: BlackRock Income Trust, Inc. (BKT)

Fund Address: 100 Bellevue Parkway, Wilmington, DE 19809

Name and address of agent for service: Anne F. Ackerley, Chief Executive Officer, BlackRock Income Trust, 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: 08/31/2010

Date of reporting period: 05/31/2010

Item 1 – Schedule of Investments

Schedule of Investments May 31, 2010 (Unaudited)

BlackRock Income Trust, Inc. (BKT)
(Percentages shown are based on Net Assets)

| Asset-Backed Securities | Par (000) | Value |
|----------------------------------------------------------------------------------------------------------------|----------------------|-------------------|
| Chase Issuance Trust, Series 2007-A11, Class A11, 0.23%, 7/16/12 (a) | \$ 3,500 | \$ 3,499,362 |
| First Franklin Mortgage Loan Asset Backed Certificates, Series 2005-FF2, Class M2, 0.78%, 3/25/35 (a) | 5,890 | 3,886,876 |
| Freddie Mac Mortgage-Backed Securities, Series T-11, Class A9, 2.30%, 1/25/28 (a) | 2,900 | 2,810,463 |
| GSAA Home Equity Trust, Series 2005-1, Class AF2, 4.32%, 11/25/34 (a) | 1,439 | 1,379,810 |
| Securitized Asset Backed Receivables LLC Trust, Series 2005-OP2, Class M1, 0.77%, 10/25/35 (a) | 1,875 | 775,294 |
| Small Business Administration Participation Certificates, Class 1: Series 1996-20E, 7.60%, 5/01/16 | 287 | 311,509 |
| Series 1996-20G, 7.70%, 7/01/16 | 286 | 310,889 |
| Series 1996-20H, 7.25%, 8/01/16 | 454 | 494,026 |
| Series 1996-20K, 6.95%, 11/01/16 | 695 | 746,145 |
| Series 1997-20C, 7.15%, 3/01/17 | 287 | 314,861 |
| Small Business Administration, Series 1, 1.00%, 4/01/15 | 2,358 | 23,583 |
| | | <u>14,552,818</u> |
| Interest Only Asset-Backed Securities 0.3% | | |
| Sterling Bank Trust, Series 2004-2, Class Note, 2.08%, 3/30/30 (b) | 5,590 | 393,036 |
| Sterling Coofs Trust, Series 1, 2.36%, 4/15/29 | 10,024 | 1,018,062 |
| | | <u>1,411,098</u> |
| Total Asset-Backed Securities 3.3% | | <u>15,963,916</u> |

Non-Agency Mortgage-Backed Securities

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| | | |
|---------------------------------------------------------------------------------------------------|------------------|-------------------|
| Collateralized Mortgage Obligations 3.3% | | |
| Countrywide Alternative Loan Trust, Series 2005-28CB, Class 1A5, 5.50%, 8/25/35 | 1,910 | 1,854,763 |
| Deutsche Alt A Securities, Inc. Alternate Loan Trust, Series 2006-AR5, Class 22A, 5.50%, 10/25/21 | 1,470 | 1,236,030 |
| Homebanc Mortgage Trust, Series 2005-4, Class A1, 0.61%, 10/25/35 (a) | 3,572 | 2,629,036 |
| | Par (000) | Value |
| Non-Agency Mortgage-Backed Securities | | |
| Collateralized Mortgage Obligations (concluded) | | |
| JPMorgan Mortgage Trust, Series 2006-A7, Class 2A2, 5.76%, 1/25/37 (a) | \$ 728 | \$ 558,244 |
| Kidder Peabody Acceptance Corp., Series 1993-1, Class A6, 15.98%, 8/25/23 (a) | 96 | 107,396 |
| Residential Funding Securities LLC, Series 2003-RM2, Class A15, 8.50%, 5/25/33 | 5,340 | 5,468,950 |
| Structured Adjustable Rate Mortgage Loan Trust, Series 2004-11, Class A, 3.27%, 8/25/34 (a) | 1,583 | 1,592,867 |
| WaMu Mortgage Pass-Through Certificates, Series 2006-AR1, Class 2A1C, 1.53%, 1/25/46 (a) | 5,715 | 2,350,312 |
| | | <u>15,797,598</u> |
| Commercial Mortgage-Backed Securities 4.7% | | |
| Credit Suisse Mortgage Capital Certificates: | | |
| Series 2006-C5, Class A2, 5.25%, 12/15/39 (c) | 14,000 | 14,310,137 |
| Series 2007-C2, Class A3, 5.54%, 1/15/49 (a) | 2,420 | 2,209,483 |
| First Union-Lehman Brothers Commercial Mortgage, Series 1997-C2, Class D, 7.12%, 11/18/29 | 3,500 | 3,757,536 |
| Wachovia Bank Commercial Mortgage Trust, Series 2007-C32, Class A2, 5.92%, 6/15/49 (a) | 2,200 | 2,257,465 |
| | | <u>22,534,621</u> |
| Interest Only Collateralized Mortgage Obligations 1.5% | | |
| Bank of America Mortgage Securities Inc., Series 2003-3, Class 1AIO, 0.29%, 5/25/18 (a) | 130,002 | 829,815 |
| CitiMortgage Alternative Loan Trust, Series 2007-A5, Class 1A7, 6.00%, 5/25/37 | 1,218 | 138,563 |

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Collateralized Mortgage Obligation

Trust, Class R:

| | | |
|------------------------------------------------------------------------------------|-------|---------|
| Series 40, 0.58%, 4/01/18 | 189 | 189 |
| Series 42, 6,000.00%, 10/01/14 | (d) | 1,037 |
| First Boston Mortgage Securities Corp., Series C, Class I-O, 10.97%, 4/25/17 | 43 | 7,797 |
| GSMPS Mortgage Loan Trust, Series 1998-5, Class IO, 0.97%, 6/19/27 (a)(b) | 5,668 | 113,352 |

Portfolio Abbreviations

To simplify the listings of portfolio holdings in the Schedule of Investments, the names and descriptions of many of the securities have been abbreviated according to the following list:

| | |
|--------|----------------------------------------------------------------|
| LIBOR | London InterBank Offered Rate |
| STRIPS | Separately Traded Registered Interest and Principal Securities |
| TALF | Term Asset-Backed Securities Loan Facility |

BLACKROCK INCOME TRUST, INC.

MAY 31, 2010

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Schedule of Investments (continued)

BlackRock Income Trust, Inc. (BKT)
(Percentages shown are based on Net Assets)

| Non-Agency Mortgage-Backed Securities | Par (000) | Value |
|--------------------------------------------------------------------------------------------|--------------|------------|
| Interest Only Collateralized Mortgage Obligations (concluded) | | |
| IndyMac INDX Mortgage Loan Trust, Series 2006-AR33, Class 4AX, 0.17%, 1/25/37 | \$ 126,563 | \$ 554,347 |
| Kidder Peabody Mortgage Assets Trust, Series B, Class A2, 9.50%, 4/22/18 | 33 | 6,366 |
| MASTR Adjustable Rate Mortgages Trust, Series 2004-3, Class 3AX, 0.98%, 4/25/34 | 14,799 | 166,489 |
| MASTR Alternative Loans Trust, Series 2003-9, Class 15X2, 6.00%, 1/25/19 | 759 | 104,595 |
| Morgan Stanley Mortgage Loan Trust, Series 2004-3, Class 1AX, 5.00%, 5/25/19 | 839 | 50,353 |
| Sequoia Mortgage Trust, Series 2005-2, Class XA, 1.00%, 3/20/35 (a) | 40,695 | 610,428 |
| Structured Adjustable Rate Mortgage Loan Trust: | | |
| Series 2005-18, Class 7AX, 5.50%, 9/25/35 (a) | 2,074 | 236,542 |
| Series 2005-20, Class 3AX, 5.50%, 10/25/35 | 2,650 | 318,042 |
| Series 2006-2, Class 4AX, 5.50%, 3/25/36 (a) | 5,085 | 649,974 |
| Series 2006-7, Class 3AS, 2.37%, 8/25/36 (a) | 32,365 | 3,489,286 |
| Vendee Mortgage Trust, Series 1999-2, Class IIO, 0.05%, 5/15/29 (a) | 65,097 | 110,952 |
| | | 7,388,127 |
| Interest Only Commercial Mortgage-Backed Securities 0.1% | | |
| CS First Boston Mortgage Securities Corp., Series 1997-C1, Class AX, 1.67%, 6/20/29 (a)(b) | 4,357 | 150,674 |
| Commercial Mortgage Acceptance Corp., Series 1997-ML1, Class IO, 0.70%, 12/15/30 (a) | 11,712 | 289,424 |
| Morgan Stanley Capital I, Series 1997-HF1, Class X, 3.44%, 7/15/29 (a)(b) | 37 | 2 |

440,100

Principal Only Collateralized Mortgage**Obligations 1.1%**

Countrywide Home Loan Mortgage Pass-Through Trust, Class PO:

Series 2003-26, 0.00%

8/25/33 2,940 2,040,526

Series 2003-J4, 0.00%,

6/25/33 563 510,235

| Non-Agency Mortgage-Backed Securities | Par (000) | Value |
|---------------------------------------|--------------|-------|
|---------------------------------------|--------------|-------|

Principal Only Collateralized Mortgage**Obligations (concluded)**

Countrywide Home Loan Mortgage Pass-Through Trust, Class PO (concluded):

Series 2003-J5, 0.00%,
7/25/33 \$ 926 \$ 690,440Series 2003-J8, 0.00%,
9/25/23 764 552,419Drexel Burnham Lambert CMO
Trust, Class 1:

Series K, 0.00%, 9/23/17 13 13,056

Series V, 0.00%, 9/01/18 87 82,440

MASTR Asset Securitization Trust,

Series 2004-3, Class 4A15,
0.00%, 3/25/34 247 169,059Residential Asset Securitization
Trust, Series 2005-A15, Class

1A8, 2/25/36 983 614,559

Structured Mortgage Asset

Residential Trust, Series 1993-
3C, Class CX, 0.00%,
4/25/24 8 5,320Washington Mutual Alternative
Mortgage Pass-ThroughCertificates, Series 2005-9,
Class CP, 0.00%, 11/25/35 700 484,761

5,162,815

Total Non-Agency Mortgage-Backed Securities 10.7% 51,323,261**U.S. Government Sponsored Agency Securities****Agency Obligations 3.1%**

Federal Housing Administration:

General Motors Acceptance

Corp. Projects, Series 56,
7.43%, 11/01/22 237 234,486Merrill Projects, Series 54,
7.43%, 5/15/23 2 2,113Reilly Project, Series 41,
8.28%, 3/01/20 636 629,800

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| | | |
|------------------------------------------------------|-------|-----------|
| USGI Projects, Series 87, 7.43%, 12/01/22 | 71 | 70,071 |
| USGI Projects, Series 99, 7.43%, 6/01/21 | 4,778 | 4,730,336 |
| USGI Projects, Series 99, 7.43%, 10/01/23 | 174 | 171,955 |
| Overseas Private Investment Corp.: 4.09%, 5/29/12 | 359 | 364,175 |
| 4.68%, 5/29/12 | 434 | 438,954 |
| 4.87%, 5/29/12 | 3,302 | 3,307,077 |

| | | |
|---|------------------------------|--------------|
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|---|------------------------------|--------------|

Schedule of Investments (continued)

BlackRock Income Trust, Inc. (BKT)
(Percentages shown are based on Net Assets)

| U.S. Government Sponsored Agency Securities | Par (000) | Value |
|----------------------------------------------------|--------------|------------------|
| Agency Obligations (concluded) | | |
| Resolution Funding Corp., 9.88% 4/15/30 (e) | \$ 13,000 | \$ 5,117,788 |
| | | <hr/> 15,066,755 |
| Collateralized Mortgage Obligations 14.8% | | |
| Fannie Mae Mortgage-Backed Securities: | | |
| Series 1991-38, Class F, 8.33%, 4/25/21 (a) | 12 | 12,175 |
| Series 1991-38, Class SA, 10.19%, 4/25/21 (a) | 12 | 12,342 |
| Series 1991-46, Class S, 1.40%, 5/25/21 (a) | 116 | 6,137 |
| Series 1991-87, Class S, 25.69%, 8/25/21 (a) | 73 | 101,430 |
| Series 1993-247, Class SN, 10.00%, 12/25/23 (a) | 540 | 644,392 |
| Series 2003-32, Class VT, 6.00%, 9/25/15 | 5,126 | 5,362,740 |
| Series 2003-135, Class PB, 6.00%, 1/25/34 | 12,264 | 13,785,798 |
| Series 2004-28, Class PB, 6.00%, 8/25/28 | 84 | 83,581 |
| Series 2004-29, Class HC, 7.50%, 7/25/30 | 1,243 | 1,323,760 |
| Series 2004-31, Class ZG, 7.50%, 5/25/34 | 2,889 | 3,412,163 |
| Series 2005-68, Class PC, 5.50%, 7/25/35 | 1,305 | 1,414,659 |
| Series 2005-73, Class DS, 16.66%, 8/25/35 (a) | 3,791 | 4,137,262 |
| Series 2006-2, Class KP, 0.00%, 2/25/35 (a) | 803 | 719,415 |
| Series G-7, Class S, 116.20%, 3/25/21 (a) | (d) | 4,613 |
| Series G-17, Class S, 0.58%, 6/25/21 (a) | 333 | 6,194 |
| Series G-33, Class PV, 1.08%, 10/25/21 | 395 | 9,202 |
| Series G-49, Class S, 5.55%, 12/25/21 (a) | (d) | 2,405 |
| Freddie Mac Mortgage-Backed Securities: | | |
| Series 19, Class F, 8.50%, 3/15/20 | 116 | 126,671 |

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| | | |
|----------------------------------------------|-----|---------|
| Series 19, Class R, 9.76%, 3/15/20 (a) | 11 | 1,841 |
| Series 40, Class K, 6.50%, 8/17/24 | 452 | 498,445 |
| Series 75, Class R, 9.50%, 1/15/21 | (d) | 3 |
| Series 75, Class RS, 21.33%, 1/15/21 (a) | (d) | 3 |
| Series 173, Class R, 9.12%, 11/15/21 | 17 | 17 |
| Series 173, Class RS, 9.12%, 11/15/21 (a) | (d) | 17 |

**U.S. Government Sponsored Agency
Securities**

**Par
(000)**

Value

Collateralized Mortgage Obligations (concluded)

Freddie Mac Mortgage-Backed
Securities (concluded):

| | | |
|-----------------------------------------------|--------|------------|
| Series 192, Class U, 1.01%, 2/15/22 (a) | \$ 3 | \$ 64 |
| Series 1057, Class J, 1.01%, 3/15/21 | 109 | 2,743 |
| Series 1160, Class F, 38.57%, 10/15/21 (a) | 24 | 43,069 |
| Series 1961, Class H, 6.50%, 5/15/12 | 36 | 36,461 |
| Series 2218, Class Z, 8.50%, 3/15/30 | 6,506 | 7,325,737 |
| Series 2542, Class UC, 6.00%, 12/15/22 | 10,200 | 11,092,500 |
| Series 2758, Class KV, 5.50%, 5/15/23 | 10,160 | 11,224,789 |
| Series 2765, Class UA, 4.00%, 3/15/11 | 666 | 677,238 |
| Series 2861, Class AX, 10.29%, 9/15/34 (a) | 360 | 393,292 |
| Series 2927, Class BZ, 5.50%, 2/15/35 | 2,768 | 3,056,612 |
| Ginnie Mae Mortgage-Backed Securities: | | |
| Series 1996-5, Class Z, 7.00%, 5/16/26 | 681 | 725,476 |
| Series 2001-33, Class PB, 6.50%, 7/20/31 | 1,112 | 1,190,175 |
| Series 2004-89, Class PE, 6.00%, 10/20/34 | 3,392 | 3,754,033 |
| | | <hr/> |
| | | 71,187,454 |

**Federal Deposit Insurance Corporation
Guaranteed 0.8%**

| | | |
|-------------------------------------------------|-------|-----------|
| Citigroup Funding, Inc., 1.88%, 10/22/12 (f) | 3,800 | 3,849,601 |
|-------------------------------------------------|-------|-----------|

**Interest Only Collateralized Mortgage
Obligations 5.5%**

| | | |
|-------------------------------------------|---|-----|
| Fannie Mae Mortgage-Backed Securities: | 6 | 972 |
|-------------------------------------------|---|-----|

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| | | |
|------------------------------------------------------|--------|-----------|
| Series 7, Class 2, 8.50%, 4/01/17 | | |
| Series 89, Class 2, 8.00%, 10/01/18 | 11 | 1,447 |
| Series 94, Class 2, 9.50%, 8/01/21 | 4 | 888 |
| Series 348, Class 25, 4.50%, 1/01/19 | 12,957 | 1,416,812 |
| Series 1990-123, Class M, 1,009.50%, 10/25/20 (a) | (d) | 669 |
| Series 1990-136, Class S, 0.02%, 11/25/20 (a) | 17,693 | 25,591 |
| Series 1991-38, Class N, 1,008.50%, 4/25/21 | (d) | 36 |
| Series 1991-99, Class L, 930.00%, 8/25/21 | (d) | 3,466 |

BLACKROCK INCOME TRUST, INC.

MAY 31, 2010

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Schedule of Investments (continued)

BlackRock Income Trust, Inc. (BKT)
(Percentages shown are based on Net Assets)

| U.S. Government Sponsored Agency Securities | Par (000) | Value |
|----------------------------------------------------------------------|--------------|-----------|
| Interest Only Collateralized Mortgage Obligations (continued) | | |
| Fannie Mae Mortgage-Backed Securities (concluded): | | |
| Series 1991-139, Class PT, 648.35%, 10/25/21 | \$ (d)\$ | 4,948 |
| Series 1993-199, Class SB, 2.63%, 10/25/23 (a) | 1,187 | 125,779 |
| Series 1996-68, Class SC, 2.26%, 1/25/24 (a) | 812 | 65,267 |
| Series 1997-50, Class SI, 1.20%, 4/25/23 (a) | 442 | 14,040 |
| Series 1997-90, Class M, 6.00%, 1/25/28 | 8,073 | 1,135,824 |
| Series 1999-W4, Class IO, 6.50%, 12/25/28 | 435 | 86,468 |
| Series 2003-122, Class IC, 5.00%, 9/25/18 | 586 | 2,897 |
| Series 2003-135, Class SE, 7.52%, 8/25/33 (a) | 25,302 | 2,564,627 |
| Series 2005-43, Class IC, 6.00%, 3/25/34 | 70 | 548 |
| Series 2006-58, Class SI, 6.31%, 7/25/36 (a) | 11,785 | 1,587,026 |
| Series 2006-70, Class II, 6.37%, 6/25/36 (a) | 25,572 | 3,871,925 |
| Series 2009-3, Class II, 6.00%, 1/25/49 | 16,955 | 2,240,423 |
| Series 2010-2, Class SG, 6.22%, 10/25/39 (a) | 21,291 | 1,899,122 |
| Series G-10, Class S, 575.46%, 5/25/21 (a) | 1 | 15,896 |
| Series G-12, Class S, 608.14%, 5/25/21 (a) | 1 | 10,950 |
| Series G-50, Class G, 1,158.63%, 12/25/21 | (d) | 1,709 |
| Series G92-5, Class H, 9.00%, 1/25/22 | 119 | 19,958 |
| Series G92-12, Class C, 1,016.90%, 2/25/22 | (d) | 7,835 |
| Series G92-60, Class SB, 1.60%, 10/25/22 (a) | 337 | 13,745 |
| Freddie Mac Mortgage-Backed Securities: | | |
| Series 176, Class M, 1,010.00%, 7/15/21 | (d) | 848 |
| Series 200, Class R, 98,522.81%, 12/15/22 (a) | (d) | 17 |

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| | | |
|------------------------------------------------|-------|--------|
| Series 1043, Class H, 0.02%, 2/15/21 (a) | 9,626 | 17,518 |
| Series 1054, Class I, 435.32%, 3/15/21 (a) | 0.00 | 1,513 |
| Series 1056, Class KD, 1.08%, 3/15/21 | 83 | 2,130 |
| Series 1148, Class E, 592.55%, 10/15/21 (a) | (d) | 5,967 |

**U.S. Government Sponsored Agency
Securities**

**Par
(000)**

Value

**Interest Only Collateralized Mortgage
Obligations (concluded)**

Freddie Mac Mortgage-Backed
Securities (concluded):

| | | | |
|----------------------------------------------|--------|-------|-----------|
| Series 1179, Class O, 1,009.39%, 11/15/21 | \$ | (d)\$ | 4 |
| Series 1914, Class PC, 0.75%, 12/15/11 | 532 | | 2,085 |
| Series 2545, Class NI, 5.50%, 3/15/22 | 702 | | 33,720 |
| Series 2559, Class IO, 5.00%, 8/15/30 (a) | 279 | | 3,256 |
| Series 2611, Class QI, 5.50%, 9/15/32 | 6,121 | | 735,262 |
| Series 2687, Class IL, 5.00%, 9/15/18 | 538 | | 2,601 |
| Series 2694, Class LI, 4.50%, 7/15/19 | 654 | | 13,994 |
| Series 2949, Class IO, 5.50%, 3/15/35 | 1,060 | | 49,263 |
| Series 3153, Class SI, 6.36%, 5/15/36 (a) | 13,755 | | 2,023,106 |
| Ginnie Mae Mortgage-Backed Securities (a): | | | |
| Series 2005-31, Class SA, 5.92%, 4/16/35 | 24,863 | | 3,038,797 |
| Series 2009-33, Class SN, 6.04%, 5/20/39 | 15,330 | | 1,385,776 |
| Series 2009-64, Class SY, 5.84%, 8/20/39 | 12,119 | | 1,169,194 |
| Series 2009-88, Class ES, 6.12%, 10/16/39 | 12,479 | | 1,242,191 |
| Series 2009-92, Class SC, 5.86%, 10/16/39 | 15,766 | | 1,587,247 |

26,433,357

Interest Only Mortgage-Backed Securities 0.3%

| | | |
|---------------------------------------------------------------|-------|---------|
| Freddie Mac Mortgage-Backed Securities, 2.73%, 1/01/35 (a) | 211 | 218,964 |
| Ginnie Mae Mortgage-Backed Securities (a): | | |
| Series 2006-49, Class SA, 6.22%, 2/20/36 | 6,440 | 543,025 |
| Series 2007-23, Class ST, 5.96%, 4/20/37 | 5,590 | 568,847 |

1,330,836

Mortgage-Backed Securities 139.9%

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Fannie Mae Mortgage-Backed Securities:

| | | |
|---------------------------------|---------|-------------|
| 4.00%, 7/15/40 (g) | 2,500 | 2,471,094 |
| 4.50%, 7/01/39 - 7/15/40 (f)(g) | 267,270 | 272,917,170 |
| 5.00%, 1/01/23 - 7/15/40 (f)(g) | 144,929 | 151,450,303 |
| 5.50%, 6/15/25 - 7/15/40 (g) | 122,900 | 130,686,326 |
| 5.97%, 8/01/16 | 3,099 | 3,484,045 |
| 6.00%, 6/15/40 (g) | 20,800 | 22,402,245 |
| 6.50%, 7/15/40 (g) | 41,300 | 44,810,500 |
| 7.50%, 2/01/22 | (d) | 160 |
| 9.50%, 1/01/19 - 9/01/19 | 3 | 3,677 |

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BLACKROCK INCOME TRUST, INC.

MAY 31, 2010

Schedule of Investments (continued)

BlackRock Income Trust, Inc. (BKT)
(Percentages shown are based on Net Assets)

| U.S. Government Sponsored Agency Securities | Par (000) | Value |
|----------------------------------------------------------------|--------------|-------------------|
| Mortgage-Backed Securities (concluded) | | |
| Freddie Mac Mortgage-Backed Securities: | | |
| 4.51%, 11/01/17 (a) | \$ 21 | \$ 21,738 |
| 4.98%, 10/01/34 (a) | 549 | 572,827 |
| 5.00%, 2/01/22 - 4/01/22 (f)(g) | 1,928 | 2,056,525 |
| 5.50%, 6/15/25 (g) | 7,000 | 7,517,342 |
| 6.50%, 6/15/40 (g) | 100 | 108,922 |
| 9.00%, 9/01/20 | 73 | 80,830 |
| Ginnie Mae Mortgage-Backed Securities: | | |
| 5.00%, 6/15/40 (g) | 23,900 | 25,188,353 |
| 6.50%, 6/15/40 (g) | 8,500 | 9,270,312 |
| 7.50%, 8/15/21 - 12/15/23 | 313 | 357,157 |
| 8.00%, 10/15/22 - 2/15/29 | 97 | 113,024 |
| 9.00%, 6/15/18 - 9/15/21 | 9 | 11,047 |
| | | <hr/> 673,523,597 |
| Principal Only Collateralized Mortgage Obligations 0.6% | | |
| Fannie Mae Mortgage-Backed Securities: | | |
| Series 203, Class 1, 0.00%, 2/01/23 | 26 | 23,918 |
| Series 228, Class 1, 0.00%, 6/01/23 | 17 | 16,024 |
| Series 1991-7, Class J, 0.00%, 2/25/21 | 30 | 26,544 |
| Series 1993-51, Class E, 0.00%, 2/25/23 | 86 | 76,111 |
| Series 1993-70, Class A, 0.00%, 5/25/23 | 14 | 12,590 |
| Series 1999-W4, Class PO, 0.00%, 2/25/29 | 224 | 191,312 |
| Series 2002-13, Class PR, 0.00%, 3/25/32 | 518 | 446,952 |
| Series G93-2, Class KB, 0.00%, 1/25/23 | 201 | 186,754 |
| Freddie Mac Mortgage-Backed Securities: | | |
| Series 1418, Class M, 0.00%, 11/15/22 | 93 | 82,587 |
| Series 1571, Class G, 0.00%, 8/15/23 | 539 | 481,748 |
| Series 1691, Class B, 0.00%, 3/15/24 | 1,265 | 1,143,402 |
| Series 1739, Class B, 0.00%, 2/15/24 | 77 | 74,989 |
| Series T-8, Class A10, 0.00%, 11/15/28 | 160 | 142,728 |

2,905,659

**Total U.S. Government Sponsored
Agency Securities 165.0%**

794,297,259

U.S. Treasury Obligations
U.S. Treasury Bonds:

| | | |
|---------------------|-------|-----------|
| 8.75%, 8/15/20 (h) | 750 | 1,095,000 |
| 8.00%, 11/15/21 (f) | 2,750 | 3,889,531 |

| U.S. Treasury Obligations | Par (000) | Value |
|----------------------------------------------------|--------------|---------------|
| U.S. Treasury Notes: | | |
| 3.63%, 2/15/20 (f) | \$ 20,900 | \$ 21,437,193 |
| 4.50%, 8/15/39 | 330 | 345,159 |
| 4.63%, 2/15/40 (f)(h) | 5,550 | 5,926,357 |
| U.S. Treasury STRIPS, 0.00%, 11/15/24 (a)(f)(h) | 40,000 | 21,915,280 |

Total U.S. Treasury Obligations 11.3% 54,608,520

Total Long-Term Investments
(Cost \$907,677,973) 190.3% 916,192,956

Short-Term Securities
Shares

| | | |
|------------------------------------------------------------------------------|------------|------------|
| BlackRock Liquidity Funds, TempFund, Institutional Class, 0.16% (i)(j) | 72,771,402 | 72,771,402 |
|------------------------------------------------------------------------------|------------|------------|

Total Short-Term Securities
(Cost \$72,771,402) 15.1% 72,771,402

Options Purchased
Contracts (k)
Over-the-Counter Call Swaptions Purchased 0.2%

| | | |
|-----------------------------------------------------------------------------------------------------------------------------------|---|---------|
| Receive a fixed rate of 5.47% and pay a floating rate based on 3-month LIBOR, expires 5/19/12, Broker Bank of America NA | 6 | 786,234 |
|-----------------------------------------------------------------------------------------------------------------------------------|---|---------|

Over-the-Counter Put Swaptions Purchased 0.0%

| | | |
|------------------------------------------------------------------------------------------------------------------------------------|---|---------|
| Receive a fixed rate of 5.47% and pay a floating rate based on 3- month LIBOR, expires 5/19/12, Broker Bank of America NA | 6 | 120,373 |
|------------------------------------------------------------------------------------------------------------------------------------|---|---------|

| | |
|--------------------------------|---------|
| Total Options Purchased | |
| (Cost \$492,280) 0.2% | 906,607 |

| | |
|------------------------------------------------------------------------------------------|-------------|
| Total Investments Before TBA Sale Commitments and Outstanding Options Written | |
| (Cost \$980,941,655*) 205.6% | 989,870,965 |

| TBA Sale Commitments (g) | Par (000) |
|-------------------------------------------|--------------------------|
| Fannie Mae Mortgage-Backed Securities: | |
| 4.50%, 7/01/39 7/15/40 | \$ 128,900 (131,518,217) |
| 5.00%, 1/01/23 7/15/40 | 4,500 (4,778,437) |

BLACKROCK INCOME TRUST, INC.

MAY 31, 2010

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Schedule of Investments (continued)

BlackRock Income Trust, Inc. (BKT)
(Percentages shown are based on Net Assets)

| TBA Sale Commitments (g) | Par (000) | Value |
|------------------------------------------------------------------------------|----------------------|----------------|
| Freddie Mac Mortgage-Backed Securities, 5.00%, 2/01/22 4/01/22 | \$ 1,900 | \$ (2,018,750) |
| Total TBA Sale Commitments (Proceeds \$148,015,402) (28.7)% | | (138,315,404) |

| Options Written | Contracts (k) | |
|-------------------------------------------------------------------------------------------------------------------------------------------|----------------------|-------------|
| Over-the-Counter Call Swaptions Written (0.2)% | | |
| Pay a fixed rate of 3.43% and receive a floating rate based on 3-month LIBOR, expires 3/19/11, Broker JPMorgan Chase Bank NA | 7 | (169,281) |
| Pay a fixed rate of 5.33% and receive a floating rate based on 3-month LIBOR, expires 7/20/13, Broker JPMorgan Chase Bank NA | 11 | (770,618) |
| | | (939,899) |
| Over-the-Counter Put Swaptions Written (0.1)% | | |
| Receive a fixed rate of 3.43% and pay a floating rate based on 3- month LIBOR, expires 3/19/11, Broker JPMorgan Chase Bank NA | 7 | (350,308) |
| Receive a fixed rate of 5.33% and pay a floating rate based on 3- month LIBOR, expires 7/20/13, Broker JPMorgan Chase Bank NA | 11 | (218,359) |
| | | (568,667) |
| Total Options Written (Premiums Received \$1,358,915) (0.3)% | | (1,508,566) |

850,046,995

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Total Investments, Net of TBA Sale Commitments

and Outstanding Options Written 176.6%

Liabilities in Excess of Other Assets (76.6)% (368,754,324)

Net Assets 100.0% \$ 481,292,671

* The cost and unrealized appreciation (depreciation) of investments as of May 31, 2010, as computed for federal income tax purposes, were as follows:

| | |
|-------------------------------|----------------|
| Aggregate cost | \$ 980,979,254 |
| Gross unrealized appreciation | \$ 31,080,790 |
| Gross unrealized depreciation | (22,189,079) |
| Net unrealized appreciation | \$ 8,891,711 |

- (a) Variable rate security. Rate shown is as of report date.
- (b) Security exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration to qualified institutional investors.
- (c) All or a portion of security has been pledged as collateral in connection with TALF Program.
- (d) Amount is less than \$1,000.
- (e) Represents a zero-coupon bond. Rate shown reflects the current yield as of report date.
- (f) All or a portion of security has been pledged as collateral in connection with swaps.
- (g) Represents or includes a to-be-announced (TBA) transaction. Unsettled TBA transactions as of report date were as follows:

| Counterparty | Value | Unrealized Appreciation (Depreciation) |
|---------------------------------|-----------------|----------------------------------------------|
| Bank of America Securities | \$ (60,119,852) | \$ (1,018,386) |
| Citigroup Global Markets, Inc. | \$ 54,393,609 | \$ 101,930 |
| Credit Suisse Securities LLC | \$ 102,806,213 | \$ 1,322,513 |
| Deutsche Bank Securities, Inc. | \$ 125,990,608 | \$ (2,888) |
| Goldman Sachs & Co. | \$ 7,752,469 | \$ (14,515) |
| JPMorgan Chase Securities, Inc. | \$ 136,254,171 | \$ 2,172,968 |

- (h) All or a portion of security has been pledged as collateral in connection with open financial futures contracts.
- (i) Investments in companies considered to be an affiliate of the Trust during the period, for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

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| Affiliate | Shares Held at August 31, 2009 | Net Activity | Shares Held at May 31, 2010 | Income |
|----------------------------------------------------------------|-----------------------------------------|-----------------|--------------------------------------|------------|
| BlackRock Liquidity Funds, TempFund, Institutional Class | 178,238,591 | (105,467,189) | 72,771,402 | \$ 214,988 |

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

(k) One contract represents a notional amount of \$1 million.

| | | |
|---|------------------------------|--------------|
| 6 | BLACKROCK INCOME TRUST, INC. | MAY 31, 2010 |
|---|------------------------------|--------------|

Schedule of Investments (continued)

BlackRock Income Trust, Inc. (BKT)

Interest rate floors outstanding as of May 31, 2010 were as follows:

| | Notional Amount (000) | Value | Unrealized Depreciation |
|--------------------------------------------------------------------------------------------------------------------------------------|-----------------------------|----------------|----------------------------|
| Pay to broker the difference between 3-month LIBOR and a floor of 4.80% Broker Goldman Sachs Bank USA expires 3/19/11 | \$ 70,000 | \$ (2,571,310) | \$ (1,796,643) |
| Pay to broker the difference between 3-month LIBOR and a floor of 5.50% Broker Citibank NA expires 9/17/11 | 25,000 | (1,686,475) | (1,207,308) |
| Total | | \$ (4,257,785) | \$ (3,003,951) |

Financial futures contracts purchased as of May 31, 2010 were as follows:

| Contracts | Issue | Expiration Date | Notional Value | Unrealized Depreciation |
|--------------|----------------------------|--------------------|-------------------|----------------------------|
| 67 | 5-Year U.S. Treasury Bond | September 2010 | \$ 7,866,367 | \$ (49,351) |
| 83 | 30-Year U.S. Treasury Bond | September 2010 | \$ 10,866,995 | (175,557) |
| Total | | | | \$ (224,908) |

Financial futures contracts sold as of May 31, 2010 were as follows:

| Contracts | Issue | Expiration Date | Face Value | Unrealized Appreciation (Depreciation) |
|-----------|----------------------------|--------------------|---------------|----------------------------------------------|
| 84 | 2-Year U.S. Treasury Bond | September 2010 | \$ 18,304,943 | \$ (18,870) |
| 626 | 10-Year U.S. Treasury Bond | September 2010 | 75,016,463 | (25,287) |

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| | | | | |
|-----|----------------------------|----------------|------------|----------|
| 100 | 30-Year U.S. Treasury Bond | September 2010 | 12,400,561 | 134,936 |
| 110 | EuroDollar Futures | June 2010 | 27,378,590 | 43,590 |
| 110 | EuroDollar Futures | September 2010 | 27,325,865 | 58,240 |
| 110 | EuroDollar Futures | December 2010 | 27,250,090 | 23,715 |
| 91 | EuroDollar Futures | March 2011 | 22,477,273 | (16,790) |
| 75 | EuroDollar Futures | June 2011 | 18,455,647 | (51,541) |
| 75 | EuroDollar Futures | September 2011 | 18,393,359 | (74,454) |
| 75 | EuroDollar Futures | December 2011 | 18,332,209 | (88,729) |
| 27 | EuroDollar Futures | March 2012 | 6,600,343 | (15,332) |
| 12 | EuroDollar Futures | June 2012 | 2,927,033 | (5,767) |
| 12 | EuroDollar Futures | September 2012 | 2,918,933 | (6,367) |
| 12 | EuroDollar Futures | December 2012 | 2,910,814 | (6,986) |
| 12 | EuroDollar Futures | March 2013 | 2,904,263 | (7,387) |

| | | | | |
|--------------|--|--|----|----------|
| Total | | | \$ | (57,029) |
|--------------|--|--|----|----------|

BLACKROCK INCOME TRUST, INC.

MAY 31, 2010

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Schedule of Investments (continued)

BlackRock Income Trust, Inc. (BKT)

Interest rate swaps outstanding as of May 31, 2010 were as follows:

| Fixed Rate | Floating Rate | Counterparty | Expiration | Notional Amount (000) | Unrealized Appreciation (Depreciation) |
|----------------------|---------------|---------------------------------------|----------------|-----------------------|----------------------------------------|
| 4.32% ^(a) | 3-month LIBOR | UBS AG | September 2010 | \$ 12,000 | \$ 118,567 |
| 1.45% ^(b) | 3-month LIBOR | JPMorgan Chase Bank NA | July 2011 | \$ 20,000 | (126,632) |
| 4.88% ^(a) | 3-month LIBOR | UBS AG | March 2015 | \$ 25,000 | 2,888,659 |
| 4.87% ^(a) | 3-month LIBOR | Goldman Sachs Bank USA | January 2016 | \$ 5,500 | 657,510 |
| 2.81% ^(a) | 3-month LIBOR | Citibank NA | February 2016 | \$ 20,000 | 192,742 |
| 5.72% ^(a) | 3-month LIBOR | JPMorgan Chase Bank NA | July 2016 | \$ 5,400 | 917,727 |
| 5.51% ^(a) | 3-month LIBOR | Bank of America NA | August 2017 | \$ 159,147 | 26,458,806 |
| 5.88% ^(b) | 3-month LIBOR | Deutsche Bank AG | June 2018 | \$ 31,930 | (5,814,052) |
| 4.55% ^(b) | 3-month LIBOR | Citibank NA | September 2018 | \$ 98,400 | (10,091,797) |
| 4.31% ^(b) | 3-month LIBOR | Deutsche Bank AG | October 2018 | \$ 66,000 | (5,618,848) |
| 3.17% ^(a) | 3-month LIBOR | Bank of America NA | March 2019 | \$ 4,700 | (26,118) |
| 3.09% ^(b) | 3-month LIBOR | Deutsche Bank AG | March 2019 | \$ 25,700 | 283,299 |
| 2.88% ^(a) | 3-month LIBOR | Deutsche Bank AG | April 2019 | \$ 39,700 | (1,130,017) |
| 3.23% ^(b) | 3-month LIBOR | Deutsche Bank AG | May 2019 | \$ 2,800 | 6,900 |
| 3.90% ^(b) | 3-month LIBOR | Barclays Bank Plc | June 2019 | \$ 20,000 | (1,015,225) |
| 3.55% ^(b) | 3-month LIBOR | Deutsche Bank AG | August 2019 | \$ 15,000 | (466,544) |
| 5.49% ^(b) | 3-month LIBOR | JPMorgan Chase Bank NA | October 2019 | \$ 5,400 | (777,519) |
| 3.67% ^(a) | 3-month LIBOR | Deutsche Bank AG | December 2019 | \$ 4,600 | 128,148 |
| 5.67% ^(b) | 3-month LIBOR | Citigroup Global Markets, Inc. | January 2020 | \$ 12,400 | (1,812,449) |
| 3.88% ^(a) | 3-month LIBOR | Morgan Stanley Capital Services, Inc. | January 2020 | \$ 7,600 | 346,260 |
| 3.71% ^(b) | 3-month LIBOR | Deutsche Bank AG | February 2020 | \$ 9,200 | (275,914) |
| 3.73% ^(a) | 3-month LIBOR | Morgan Stanley Capital | May | \$ 28,000 | 843,032 |

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| | | | | | | |
|----------------------|---------------------------|---------------------------------------------|------------------------|----|-------|------------------|
| 5.41% ^(a) | LIBOR 3-month LIBOR | Services, Inc. JPMorgan Chase Bank NA | 2020 August 2022 | \$ | 9,565 | 1,761,863 |
| Total | | | | | \$ | <u>7,448,398</u> |

(a) Pays floating interest rate and receives fixed rate.

(b) Pays fixed interest rate and receives floating rate.

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BLACKROCK INCOME TRUST, INC.

MAY 31, 2010

Schedule of Investments (continued)

BlackRock Income Trust, Inc. (BKT)

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

Fair Value Measurements - Various inputs are used in determining the fair value of investments, which are as follows:

Level 1 price quotations in active markets/exchanges for identical assets and liabilities

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

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

The inputs or methodologies used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. For information about the Trust's policy regarding valuation of investments and other significant accounting policies, please refer to the Trust's most recent financial statements as contained in its semi-annual report.

The following tables summarize the inputs used as of May 31, 2010 in determining the fair valuation of the Trust's investments:

| Investments in Securities | | | | |
|---------------------------------------------|----------------------|-----------------------|----------------------|-----------------------|
| Valuation Inputs | Level 1 | Level 2 | Level 3 | Total |
| Assets: | | | | |
| Asset-Backed Securities | | \$ 14,529,236 | \$ 1,434,680 | \$ 15,963,916 |
| Non-Agency Mortgage-Backed Securities | | 32,978,440 | 18,344,821 | 51,323,261 |
| U.S. Government Sponsored Agency Securities | | 784,346,394 | 9,950,865 | 794,297,259 |
| U.S. Treasury Obligations | | 54,608,520 | | 54,608,520 |
| Short-Term Securities | \$ 72,771,402 | | | 72,771,402 |
| Liabilities: | | | | |
| TBA Sale Commitment | | (138,315,404) | | (138,315,404) |
| Total | \$ 72,771,402 | \$ 748,147,186 | \$ 29,730,366 | \$ 850,648,954 |

BLACKROCK INCOME TRUST, INC.

MAY 31, 2010

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Schedule of Investments (concluded)

BlackRock Income Trust, Inc. (BKT)

| Other Financial Instruments ¹ | | | | |
|------------------------------------------|---------------------|-----------------------|-----------------------|-----------------------|
| Valuation Inputs | Level 1 | Level 2 | Level 3 | Total |
| Assets | \$ 260,481 | \$ 35,510,120 | | \$ 35,770,601 |
| Liabilities | (542,418) | (40,403,215) | \$ (4,257,785) | (45,203,418) |
| Total | \$ (281,937) | \$ (4,893,095) | \$ (4,257,785) | \$ (9,432,817) |

¹ Other financial instruments are swaps, financial futures contracts, interest rate floors, TALF loan and options. Financial futures contracts and swaps are valued at the unrealized appreciation/depreciation on the instrument and interest rate floors, TALF loan and options are shown at value.

The following table is a reconciliation of Level 3 investments for which significant unobservable inputs were used to determine fair value:

| Investments in Securities | | | | | |
|-------------------------------------------------------------|-------------------------|-----------------|---------------------------------------|---------------------------------------------|----------------------|
| | Asset-Backed Securities | Corporate Bonds | Non-Agency Mortgage-Backed Securities | U.S. Government Sponsored Agency Securities | Total |
| Balance, as of August 31, 2009 | \$ 3,536,160 | \$ 582,709 | \$ 21,006,613 | \$ 14,122,541 | \$ 39,248,023 |
| Accrued discounts/premiums | (78,245) | | (1,458,669) | (181,915) | (1,718,829) |
| Realized gain (loss) | (128,163) | (288) | 220,283 | 749,440 | 841,272 |
| Change in unrealized appreciation/depreciation ² | 1,991,804 | 17,928 | 1,156,081 | (536,569) | 2,629,244 |
| Net purchases (sales) | | (600,349) | (2,584,806) | (4,202,632) | (7,387,787) |
| Net transfers in/out of Level 3 | (3,886,876) | | 5,319 | | (3,881,557) |
| Balance, as of May 31, 2010 | \$ 1,434,680 | | \$ 18,344,821 | \$ 9,950,865 | \$ 29,730,366 |

² The change in unrealized appreciation/depreciation on securities still held at May 31, 2010 was \$1,501,623.

The following table is a reconciliation of Level 3 other financial instruments for which significant unobservable inputs were used to determine fair value:

Other Financial Instruments³

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| | |
|------------------------------------------------|-----------------------|
| Balance, as of August 31, 2009 | \$ (7,202,331) |
| Accrued discounts/premiums | |
| Realized gain (loss) | 204,333 |
| Change in unrealized appreciation/depreciation | 2,740,213 |
| Net purchases (sales) | |
| Net transfers in/out of Level 3 | |
| Balance, as of May 31, 2010 | \$ (4,257,785) |

³ Other financial instruments are interest rate floors.

| | | |
|----|------------------------------|--------------|
| 10 | BLACKROCK INCOME TRUST, INC. | MAY 31, 2010 |
|----|------------------------------|--------------|

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Item 2 – Controls and Procedures

- 2(a) – The registrant's principal executive and principal financial officers or persons performing similar functions have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940, as amended (the "1940 Act")) are effective as of a date within 90 days of the filing of this report based on the evaluation of these controls and procedures required by Rule 30a-3(b) under the 1940 Act and Rule 13(a)-15(b) under the Securities Exchange Act of 1934, as amended.
- 2(b) – There were no changes in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the 1940 Act) that occurred during the registrant's last fiscal quarter that have materially affected, or are reasonably likely to materially affect, the registrant's internal control over financial reporting.

Item 3 – Exhibits

Certifications – Attached hereto

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

BlackRock Income Trust, Inc.

By: /s/ Anne F. Ackerley
Anne F. Ackerley
Chief Executive Officer of
BlackRock Income Trust, Inc.

Date: July 23, 2010

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

By: /s/ Anne F. Ackerley
Anne F. Ackerley
Chief Executive Officer (principal executive officer) of
BlackRock Income Trust, Inc.

Date: July 23, 2010

By: /s/ Neal J. Andrews
Neal J. Andrews
Chief Financial Officer (principal financial officer) of
BlackRock Income Trust, Inc.

Date: July 23, 2010

