

BLACKROCK INCOME TRUST INC.

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 811-05542

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

Fund Address: 100 Bellevue Parkway, Wilmington, DE 19809

Name and address of agent for service: John M. Perlowski, 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: 08/31/2014

Date of reporting period: 05/31/2014

Item 1 – Schedule of Investments

Schedule of Investments May 31, 2014 (Unaudited) **BlackRock Income Trust, Inc. (BKT)**
(Percentages shown are based on Net Assets)

| Asset-Backed Securities | Par (000) | Value |
|---|--------------|------------------|
| Asset-Backed Securities — 0.9% | | |
| First Franklin Mortgage Loan Trust, Series 2005-FF2, Class M2, 0.81%, 3/25/35 (a) | \$1,981 | \$ 1,978,554 |
| Securitized Asset Backed Receivables LLC Trust, Series 2005-OP2, Class M1, 0.58%, 10/25/35 (a) | 1,875 | 1,620,388 |
| Small Business Administration Participation Certificates, Class 1: | | |
| Series 1996-20E, 7.60%, 5/01/16 | 41 | 42,760 |
| Series 1996-20G, 7.70%, 7/01/16 | 54 | 56,685 |
| Series 1996-20H, 7.25%, 8/01/16 | 65 | 67,729 |
| Series 1996-20K, 6.95%, 11/01/16 | 134 | 140,243 |
| Series 1997-20C, 7.15%, 3/01/17 | 51 | 53,837 |
| | | 3,960,196 |
| Interest Only Asset-Backed Securities — 0.1% | | |
| Small Business Administration, Series 2000-1, 1.80%, 4/01/15 | 832 | 7,279 |
| Sterling Bank Trust, Series 2004-2, Class Note, 2.08%, 3/30/30 (b) | 2,999 | 218,337 |
| Sterling Coofs Trust, Series 2004-1, Class A, 2.36%, 4/15/29 (b) | 6,297 | 427,003 |
| | | 652,619 |
| Total Asset-Backed Securities — 1.0% | | 4,612,815 |

Non-Agency Mortgage-Backed Securities

| | | |
|---|-----|---------|
| Collateralized Mortgage Obligations — 1.0% | | |
| Collateralized Mortgage Obligation Trust, Series 40, Class R, 580.49%, 4/01/18 | 39 | 39 |
| Deutsche Securities, Inc. Mortgage Alternate Loan Trust, Series 2006-AR5, Class 22A, 5.50%, 10/25/21 | 456 | 437,430 |

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| | | |
|--|-------|-----------|
| Homebanc Mortgage Trust, Series 2005-4, Class A1, 0.42%, 10/25/35 (a) | 2,431 | 2,177,740 |
| Kidder Peabody Acceptance Corp., Series 1993-1, Class A6, 16.34%, 8/25/23 (a) | 44 | 50,020 |
| Residential Funding Securities LLC, Series 2003-RM2, Class AI5, 8.50%, 5/25/33 | 996 | 1,061,456 |

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

| | | |
|---|---------|-------------|
| Collateralized Mortgage Obligations (concluded) | | |
| Structured Adjustable Rate Mortgage Loan Trust, Series 2004-11, Class A, \$1,070 2.57%, 8/25/34 (a) | | |
| | \$1,070 | \$1,073,026 |

4,799,711

| | | |
|---|-------|-----------|
| Commercial Mortgage-Backed Securities — 0.6% | | |
| Credit Suisse Commercial Mortgage Trust, Series 2007-C2, Class A3, 5.54%, 1/15/49 (a) | | |
| | 2,420 | 2,659,740 |

Interest Only Collateralized Mortgage Obligations — 0.7%

| | | |
|--|--------|-----------|
| Bank of America Mortgage Securities, Inc., Series 2003-3, Class 1A, 0.04%, 5/25/33 (a) | | |
| | 30,626 | 177,722 |
| CitiMortgage Alternative Loan Trust, Series 2007-A5, Class 1A7, 6.00%, 5/25/37 | 673 | 168,445 |
| First Boston Mortgage Securities Corp., Series C, 10.97%, 4/25/17 | 7 | 452 |
| GSMPS Mortgage Loan Trust, Series 1998-5, 0.00%, 6/19/27 (a)(b) | 3,077 | 31 |
| IndyMac INDX Mortgage Loan Trust, Series 2006-AR33, Class 4AX, 0.17%, 1/25/37 | 66,523 | 176,286 |
| MASTR Adjustable Rate Mortgages Trust, Series 2004-3, Class 3AX, 0.48%, 4/25/34 (c) | 7,891 | 87,544 |
| MASTR Alternative Loans Trust, Series 2003-9, Class 15X2, 6.00%, 1/25/19 | 277 | 29,239 |
| Morgan Stanley Mortgage Loan Trust, Series 2004-3, Class 1AX, 5.00%, 5/25/19 | 244 | 17,605 |
| Sequoia Mortgage Trust, Series 2005-2, Class XA, 1.04%, 3/20/35 (a) | 34,427 | 554,067 |
| | 17,538 | 2,129,263 |

| | | |
|---|--------|-----------|
| Structured Adjustable Rate Mortgage Loan Trust, Series 2006-7, Class 3AS, 4.96%, 8/25/36 (a) | | |
| Vendee Mortgage Trust, Series 1999-2, Class 1, 0.00%, 5/15/29 (a) | 39,212 | 271 |
| | | 3,340,925 |
| Interest Only Commercial Mortgage-Backed Securities — 0.0% | | |
| Credit Suisse First Boston Mortgage Securities Corp., Series 1997-C1, Class AX, 1.35%, 6/20/29 (a)(b) | 2,025 | 75 |

BLACKROCK INCOME TRUST, INC. MAY 31, 2014 1

Schedule of Investments (continued) **BlackRock Income Trust, Inc. (BKT)**
(Percentages shown are based on Net Assets)

| Non-Agency Mortgage-Backed Securities | Par (000) | Value |
|--|--------------|-------------------|
| Principal Only Collateralized Mortgage Obligations — 0.3% | | |
| Countrywide Home Loan Mortgage Pass-Through Trust: | | |
| Series 2003-26, 8/25/33 | \$603 | \$ 527,179 |
| Series 2003-J4, 6/25/33 | 104 | 86,711 |
| Series 2003-J5, 7/25/33 | 219 | 187,802 |
| Series 2003-J8, 9/25/23 | 130 | 117,820 |
| Drexel Burnham Lambert CMO Trust, Class 1: | | |
| Series K, 9/23/17 | 3 | 3,356 |
| Series V, 9/01/18 | 4 | 3,734 |
| Residential Asset Securitization Trust, Series 2005-A15, Class 1A8, 2/25/36 | 548 | 360,520 |
| Structured Mortgage Asset Residential Trust, Series 1993-3C, Class CX, 4/25/24 | 6 | 5,521 |
| Washington Mutual Alternative Mortgage Pass-Through Certificates, Series 2005-9, Class CP, 11/25/35 | 232 | 164,021 |
| | | 1,456,664 |
| Total Non-Agency Mortgage-Backed Securities — 2.6% | | 12,257,115 |

U.S. Government Sponsored Agency Securities

Agency Obligations — 2.4%

Federal Housing Administration:

| | | |
|---|--------|------------|
| General Motors Acceptance Corp. Projects, Series 56, 7.43%, 11/01/22 | 128 | 124,832 |
| Merrill Projects, Series 54, 7.43%, 5/15/23 | 2 | 1,577 |
| Reilly Projects, Series 41, 8.28%, 3/01/20 | 132 | 131,650 |
| USGI Projects, Series 87, 7.43%, 12/01/22 | 55 | 53,494 |
| USGI Projects, Series 99, 7.43%, 6/1/21 - 10/1/23 | 3,615 | 3,537,547 |
| Resolution Funding Corp., 0.00%, 4/15/30 (d) | 13,000 | 7,643,857 |
| | | 11,492,957 |

Collateralized Mortgage Obligations — 58.0%

Fannie Mae Mortgage-Backed Securities:

| | | |
|---|--------|----------|
| Series 1991-46, Class S, 2,484.65%, 5/25/21 (a) | \$—(e) | \$ 3,706 |
| Series 1991-87, Class S, 26.29%, 8/25/21 (a) | 23 | 34,236 |
| Series 1993-247, Class SN, 10.00%, 12/25/23 (a) | 206 | 257,006 |

Non-Agency Mortgage-Backed Securities Value

Par
(000)**Collateralized Mortgage Obligations (continued)**

Fannie Mae Mortgage-Backed Securities (concluded):

| | | |
|---|----------|--------------|
| Series 2003-135, Class PB, 6.00%, 1/25/34 | \$12,264 | \$13,885,840 |
| Series 2004-31, Class ZG, 7.50%, 5/25/34 | 3,896 | 4,541,385 |
| Series 2005-73, Class DS, 17.16%, 8/25/35 (a) | 1,524 | 1,938,029 |
| Series 2011-117, Class CP, 4.00%, 12/25/40 - 11/25/41 | 17,410 | 18,739,194 |
| Series 2010-47, Class JB, 5.00%, 5/25/30 | 10,000 | 11,238,360 |
| Series 2011-142, Class PE, 3.50%, 1/25/42 | 15,567 | 15,923,390 |
| Series 2011-99, Class CB, 4.50%, 10/25/41 | 43,000 | 47,969,811 |
| Series G-07, Class S, 1,127.65%, 3/25/21 (a) | —(e) | 1,985 |
| Series G-17, Class S, 1,065.44%, 6/25/21 (a) | —(e) | 1,881 |
| Series G-33, Class PV, 1,078.42%, 10/25/21 | —(e) | 1,388 |
| Series G-49, Class S, 1,019.20%, 12/25/21 (a) | —(e) | 724 |

Freddie Mac Mortgage-Backed Securities:

| | | |
|--|-------|-----------|
| Series 19, Class R, 16,325.70%, 3/15/20 (a) | —(e) | 481 |
| Series 40, Class K, 6.50%, 8/17/24 | 198 | 223,802 |
| Series 75, Class R, 9.50%, 1/15/21 | —(e) | 1 |
| Series 75, Class RS, 44.89%, 1/15/21 (a) | —(e) | 1 |
| Series 173, Class R, 9.00%, 11/15/21 | 7 | 7 |
| Series 173, Class RS, 9.46%, 11/15/21 (a) | —(e) | 7 |
| Series 192, Class U, 1,009.03%, 2/15/22 (a) | —(e) | 29 |
| Series 1057, Class J, 1,008.00%, 3/15/21 | —(e) | 690 |
| Series 1160, Class F, 39.52%, 10/15/21 (a) | 12 | 23,644 |
| Series 2218, Class Z, 8.50%, 3/15/20 - 3/15/30 | 3,260 | 3,848,319 |

BLACKROCK INCOME TRUST, INC. MAY 31, 20142

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 |
|--|--------------|--------------|
| Collateralized Mortgage Obligations (concluded) | | |
| Freddie Mac Mortgage-Backed Securities (concluded): | | |
| Series 2542, Class UC, 6.00%, 12/15/22 | \$3,505 | \$ 3,888,290 |
| Series 2927, Class BZ, 5.50%, 5/15/23 - 2/15/35 | 11,197 | 12,257,248 |
| Series 2861, Class AX, 10.57%, 9/15/34 (a) | 60 | 64,891 |
| Series 3688, Class PB, 4.50%, 8/15/32 | 10,000 | 10,962,390 |
| Series 4269, Class PM, 4.00%, 11/15/40 - 9/15/41 | 26,292 | 27,328,254 |
| Series 3856, Class PB, 5.00%, 5/15/41 | 10,000 | 11,533,260 |
| Series 4242, Class PA, 3.50%, 5/15/41 | 9,444 | 9,937,838 |
| Series T-11, Class A9, 2.85%, 1/25/28 (a) | 1,460 | 1,511,286 |
| Ginnie Mae Mortgage-Backed Securities: | | |
| Series 1996-5, Class Z, 7.00%, 5/16/26 | 321 | 362,579 |
| Series 2004-89, Class PE, 6.00%, 10/20/34 | 831 | 877,594 |
| Series 2010-99, Class JM, 3.75%, 12/20/38 | 19,300 | 20,161,803 |
| Series 2010-112, Class TL, 4.00%, 1/20/39 | 15,000 | 15,850,860 |
| Series 2011-80, Class PB, 4.00%, 10/20/39 | 11,489 | 12,302,031 |
| Series 2011-88, Class PY 4.00%, 6/20/41 | 15,402 | 15,891,938 |
| Series 2012-16, Class HJ, 4.00%, 9/20/40 | 10,000 | 10,422,160 |
| | | 271,986,338 |
| Interest Only Collateralized Mortgage Obligations — 4.6% | | |
| Fannie Mae Mortgage-Backed Securities: | | |
| Series 7, Class 2, 8.50%, 4/01/17 | 2 | 193 |
| Series 89, Class 2, 8.00%, 10/01/18 | 3 | 285 |
| Series 94, Class 2, 9.50%, 8/01/21 | 1 | 274 |
| Series 1990-123, Class M, 1,009.50%, 10/25/20 | —(e) | 179 |
| Series 1990-136, Class S, 19.93%, 11/25/20 (a) | 7 | 10,264 |
| Series 1991-99, Class L, 930.00%, 8/25/21 | —(e) | 786 |
| 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 | \$—(e) | \$ 1,378 |
| Series 1993-199, Class SB, 7.35%, 10/25/23 (a) | 227 | 21,401 |
| Series 1997-50, Class SI, 1.20%, 4/25/23 (a) | 191 | 6,408 |
| Series 1997-90, Class M, 6.00%, 1/25/28 | 2,715 | 416,835 |
| Series 1999-W4, 6.50%, 12/25/28 | 175 | 32,076 |
| Series 2010-74, Class DI, 5.00%, 12/25/39 | 13,697 | 1,346,146 |
| Series 2011-124, Class GS, 6.55%, 3/25/37 (a) | 17,822 | 2,542,904 |
| Series 2013-45, Class EI, 4.00%, 2/25/27 - 4/25/43 | 25,931 | 3,710,943 |
| Series G-10, Class S, 1,090.91%, 5/25/21 (a) | —(e) | 7,844 |

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| | | |
|---|--------|-----------|
| Series G-12, Class S, 1,158.08%, 5/25/21 (a) | —(e) | 4,603 |
| Series G92-05, Class H, 9.00%, 1/25/22 | 31 | 3,010 |
| Series G92-12, Class C, 1,016.90%, 2/25/22 | —(e) | 1,298 |
| Series G92-60, Class SB, 1.60%, 10/25/22 (a) | 123 | 4,821 |
| Freddie Mac Mortgage-Backed Securities: | | |
| Series 176, Class M, 1,010.00%, 7/15/21 | —(e) | 340 |
| Series 200, Class R, 197,880.39%, 12/15/22 (a) | 1 | 722 |
| Series 1043, Class H, 44.32%, 2/15/21 (a) | 5 | 11,080 |
| Series 1054, Class I, 868.25%, 3/15/21 (a) | —(e) | 771 |
| Series 1056, Class KD, 1,084.50%, 3/15/21 | —(e) | 522 |
| Series 1148, Class E, 1,179.04%, 10/15/21 (a) | —(e) | 1,709 |
| Series 2559, 0.50%, 8/15/30 (a) | 83 | 1,023 |
| Series 2611, Class QI, 5.50%, 9/15/32 | 1,593 | 162,077 |
| Series 3745, Class IN, 4.00%, 1/15/35 - 6/15/39 | 45,382 | 4,999,462 |
| Series 4026, 4.50%, 4/15/32 | 5,370 | 988,231 |
| Ginnie Mae Mortgage-Backed Securities (a): | | |
| Series 2009-116, Class KS, 6.32%, 12/16/39 | 3,048 | 452,596 |

BLACKROCK INCOME TRUST, INC. MAY 31, 20143

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 (concluded) | | |
| Ginnie Mae Mortgage-Backed Securities (a) (concluded): | | |
| Series 2011-52, Class MJ, 6.50%, 4/20/41 | \$ 16,341 | \$ 3,380,501 |
| Series 2011-52, Class NS, 6.52%, 4/16/41 | 18,250 | 3,469,095 |
| | | 21,579,777 |
| Mortgage-Backed Securities — 86.7% | | |
| Fannie Mae Mortgage-Backed Securities: | | |
| 3.00%, 1/01/43 (f) | 29,570 | 29,311,151 |
| 3.50%, 10/01/42 - 6/01/44 (f)(g) | 41,049 | 42,327,641 |
| 4.00%, 1/01/41 - 9/01/42 (f) | 34,346 | 36,448,093 |
| 4.50%, 8/01/25 - 6/01/44 (f)(g) | 102,363 | 111,690,771 |
| 5.00%, 1/01/23 - 10/01/41 (f) | 68,417 | 76,033,235 |
| 5.50%, 6/01/29 - 10/01/39 (f)(g) | 39,758 | 43,949,985 |
| 5.97%, 8/01/16 | 2,941 | 3,233,820 |
| 6.00%, 6/01/44 (g) | 43,600 | 48,944,406 |
| 6.50%, 12/01/37 - 10/01/39 | 12,426 | 14,026,231 |
| 7.50%, 2/01/22 | —(e) | 66 |
| 9.50%, 1/01/19 - 9/01/19 | 2 | 1,960 |
| Freddie Mac Mortgage-Backed Securities: | | |
| 2.48%, 1/01/35 (a) | 186 | 188,203 |
| 2.55%, 10/01/34 (a) | 202 | 202,111 |
| 2.73%, 11/01/17 (a) | 9 | 8,892 |
| 5.00%, 2/01/22 - 4/01/22 | 359 | 389,624 |
| 9.00%, 9/01/20 | 21 | 23,025 |
| Ginnie Mae Mortgage-Backed Securities: | | |
| 7.50%, 8/15/21 - 12/15/23 | 122 | 128,914 |
| 8.00%, 10/15/22 - 8/15/27 | 54 | 58,104 |
| 9.00%, 4/15/20 - 9/15/21 | 5 | 4,773 |
| | | 406,971,005 |
| Principal Only Collateralized Mortgage Obligations — 0.3% | | |
| Fannie Mae Mortgage-Backed Securities: | | |
| Series 203, Class 1, 2/01/23 | 11 | 10,427 |
| Series 228, Class 1, 6/01/23 | 9 | 8,257 |
| Series 1991-7, Class J, 2/25/21 | 5 | 4,668 |
| Series 1993-51, Class E, 2/25/23 | 35 | 34,446 |
| Series 1993-70, Class A, 5/25/23 | 5 | 4,952 |
| Series 1999-W4, 2/25/29 | 95 | 89,257 |
| Series 2002-13, Class PR, 3/25/32 | 201 | 187,687 |

| U.S. Government Sponsored Agency Securities | Par (000) | Value |
|---|--------------|--------------------|
| Principal Only Collateralized Mortgage Obligations (concluded) | | |
| Fannie Mae Mortgage-Backed Securities (concluded): | | |
| Series G93-2, Class KB, 1/25/23 | \$99 | \$ 96,442 |
| Freddie Mac Mortgage-Backed Securities: | | |
| Series 1418, Class M, 11/15/22 | 37 | 36,179 |
| Series 1571, Class G, 8/15/23 | 261 | 226,809 |
| Series 1691, Class B, 3/15/24 | 502 | 482,610 |
| Series T-8, Class A10, 11/15/28 | 76 | 74,471 |
| | | 1,256,205 |
| Total U.S. Government Sponsored Agency Securities | | 713,286,282 |
| 152.0% | | |

| | | |
|---|-------|------------------|
| U.S. Treasury Obligations | | |
| U.S. Treasury Notes: | | |
| 1.00%, 11/30/19 (g) | 2,965 | 2,858,213 |
| 1.63%, 11/15/22 | 780 | 739,964 |
| 2.50%, 5/15/24 | 1,440 | 1,445,400 |
| Total U.S. Treasury Obligations — 1.1% | | 5,043,577 |

| | | |
|--|--|--------------------|
| Total Long-Term Investments | | 735,199,789 |
| (Cost — \$731,450,301) — 156.7% | | |

| | | |
|--|--------------|-----------|
| Short-Term Securities | Shares | |
| Money Market Funds – 0.6% | | |
| BlackRock Liquidity Funds, TempFund, Institutional Class, 0.03% (h)(i) | 2,237,472 | 2,237,472 |
| | Par (000) | |

| | | |
|---|-------|------------|
| Borrowed Bond Agreement – 0.1% | | |
| Credit Suisse Securities (USA) LLC, 0.05%, Open (Purchased on 3/03/2014 to be repurchased at \$784,098, collateralized by U.S. Treasury Bond, 2.75%, 11/15/42, par and fair value of \$917,000 and \$822,291, respectively) | \$784 | \$ 784,000 |

| | |
|------------------------------------|-----------|
| Total Short-Term Securities | 3,021,472 |
| (Cost — \$3,021,472) — 0.7% | |

BLACKROCK INCOME TRUST, INC. MAY 31, 2014

Schedule of Investments (continued) **BlackRock Income Trust, Inc. (BKT)**
 (Percentages shown are based on Net Assets)

| | Value |
|---|----------------|
| Total Investments before Borrowed Bonds and TBA Sale Commitments | |
| (Cost — \$734,471,773*) | \$ 738,221,261 |
| — 157.4% | |

Borrowed
 Bonds (000)

| | |
|--------------------|-----------|
| U.S. Treasury Bond | |
| \$ 917 | (822,291) |
| 2.75%, 11/15/42 | |

| | |
|--|-----------|
| Total Borrowed Bonds | |
| | (822,291) |
| (Proceeds — \$842,347) — (0.1%) | |

TBA Sale Commitments
 (g)

Fannie Mae Mortgage-Backed Securities:

| | | |
|-------------------|--------|--------------|
| 3.50%, 6/01/44 | 5,100 | (5,256,984) |
| 4.50%, 6/01/29 | 5,200 | (5,532,312) |
| 5.00%, 6/01/29 | 13,300 | (14,680,000) |
| - 6/01/44 | | |
| 6.00%, 6/01/44 | 21,800 | (24,497,750) |

Value

Total TBA**Sale****Commitments**

\$ (49,967,046)

(Proceeds —**\$49,740,281) —****(10.6%)****Total****Investments,****Net of****Borrowed**

\$ 687,431,924

Bonds and**TBA Sale****Commitments****— 146.7%****Liabilities in****Excess of****Other Assets — (218,331,541)****(46.7)%****Net Assets — \$ 469,100,383****100.0%**

As of May 31, 2014, gross unrealized appreciation and * depreciation based on cost for federal income tax purposes were as follows:

| | |
|-------------------------------|----------------|
| Tax cost | \$ 734,603,210 |
| Gross unrealized appreciation | \$ 31,320,473 |
| Gross unrealized depreciation | (27,702,422) |
| | \$ 3,618,051 |

Net unrealized
appreciation

**Notes to Schedule of
Investments**

- Variable
rate security.
- (a) Rate shown
is as of
report date.
Security
exempt from
registration
pursuant to
Rule 144A
under the
Securities
Act of 1933,
as amended.
- (b) These
securities
may be
resold in
transactions
exempt from
registration
to qualified
institutional
investors.
Represents a
step-down
bond that
pays an
initial
coupon rate
for the first
period and
then a lower
coupon rate
for the
following
periods.
Rate shown
is as of
report date.
- (c) Zero-coupon
bond.
- (d) Amount is
less than
- (e)

- \$500.
 All or a portion of security has been pledged as collateral in connection with outstanding reverse repurchase agreements. Represents or includes a TBA transaction.
- (f) Unsettled TBA transactions as of May 31, 2014 were as follows:

| Counterparty | Value | Unrealized Appreciation (Depreciation) |
|---|----------------|--|
| Bank of America N.A. Credit Suisse Securities (USA) LLC | \$ (2,210,000) | \$ (20,625) |
| Deutsche Bank Securities, Inc. | \$ 12,057,844 | \$ (13,992) |
| Goldman Sachs & Co. J.P. Morgan Securities LLC | \$ (1,603,875) | \$ 9,203 |
| | \$ 27,205,670 | \$ 263,358 |

Investments
in issuers
considered
to be an
affiliate of
the Trust
during the
period
ended May
31, 2014,
for
(h) purposes of
Section
2(a)(3) of
the
Investment
Company
Act of
1940, as
amended,
were as
follows:

| Affiliate | Shares Held at August 31, 2013 | Net Activity | Shares Held at May 31, 2014 | Income |
|---|---|-----------------|-----------------------------------|---------|
| BlackRock Liquidity Funds, TempFund, Institutional Class | 14,996,794 | (12,759,322) | 2,237,472 | \$2,952 |

BLACKROCK INCOME TRUST, INC. MAY 31, 20145

Schedule of Investments (continued) **BlackRock Income Trust, Inc. (BKT)**

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

Portfolio Abbreviations

~~CMO~~ Collateralized Mortgage Obligation

~~LIBOR~~ London Interbank Offered Rate

~~OC~~ Over-the-Counter

~~TBA~~ To Be Announced

• Reverse repurchase agreements outstanding as of May 31, 2014 were as follows:

| Interest Rate | Trade Counterparty Date | Maturity Date ¹ | Face Value | Face Value Including Accrued Interest |
|---------------|---|----------------------------|----------------------|---------------------------------------|
| 0.08% | Paribas Securities Corp. | 2/08/13 Open | \$2,916,819 | \$2,917,843 |
| 0.12% | Suisse Credit Suisse Securities (USA) LLC | 12/10/13 Open | 17,914,714 | 17,923,084 |
| 0.12% | Suisse Credit Suisse Securities (USA) LLC | 5/09/14 6/12/14 | 164,902,000 | 164,912,993 |
| 0.12% | Paribas Securities Corp. | 5/20/14 6/12/14 | 6,326,000 | 6,326,253 |
| Total | | | \$192,059,532 | \$192,080,173 |

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

Financial futures contracts outstanding as of May 31, 2014 were as follows:

| Contracts Purchased/ Issue Sold | Exchange | Expiration | Notional Value | Unrealized Appreciation (Depreciation) |
|---------------------------------------|------------------------------|-------------------|-------------------|--|
| (41) 90-Day Euro-Dollar | Chicago Mercantile | June 2014 | \$ 10,226,681 | \$(36,153) |
| (264) 10-Year U.S. Treasury Note | Chicago Board of Trade | September 2014 | \$ 33,136,125 | (28,947) |
| (187) 2-Year U.S. Treasury Note | Chicago Board of Trade | September 2014 | \$ 41,096,172 | (15,222) |
| 366 5-Year U.S. Treasury Note | Chicago Board of Trade | September 2014 | \$ 43,831,360 | 51,352 |
| (41) 90-Day Euro-Dollar | Chicago Mercantile | September 2014 | \$ 10,225,400 | (41,803) |
| (501) Long U.S. Treasury Bond | Chicago Board of Trade | September 2014 | \$ 68,871,844 | (584,635) |
| (77) Ultra Long U.S. Treasury Bond | Chicago Board of Trade | September 2014 | \$ 11,571,656 | (71,411) |
| (41) 90-Day Euro-Dollar | Chicago Mercantile | December 2014 | \$ 10,222,838 | (47,171) |
| (41) 90-Day Euro-Dollar | Chicago Mercantile | March 2015 | \$ 10,215,663 | (45,809) |
| (12) 90-Day Euro-Dollar | Chicago Mercantile | June 2015 | \$ 2,985,750 | (4,073) |
| (12) 90-Day Euro-Dollar | Chicago Mercantile | December 2015 | \$ 2,973,750 | 1,327 |
| (12) 90-Day Euro-Dollar | Chicago Mercantile | March 2016 | \$ 2,966,400 | 4,702 |
| Total | | | | \$(817,843) |

BLACKROCK INCOME TRUST, INC. MAY 31, 2014⁶

Schedule of Investments (continued) **BlackRock Income Trust, Inc. (BKT)**

Centrally cleared interest rate swaps outstanding as of May 31, 2014 were as follows:

| Fixed Rate | Floating Rate | Clearinghouse | Expiration Date | Notional Amount (000) | Unrealized Appreciation |
|------------|---------------|--------------------|-----------------|-----------------------|-------------------------|
| 0.46% | 3-month LIBOR | Chicago Mercantile | 6/11/15 | \$100 | \$202 |

OTC interest rate swaps outstanding as of May 31, 2014 were as follows:

| Fixed Rate | Floating Rate | Counterparty | Expiration Date | Notional Amount (000) | Market Value | Premiums Received | Unrealized Appreciation (Depreciation) |
|--------------------|---------------|--------------------------|-----------------|-----------------------|----------------------|--------------------|--|
| 4.88% ¹ | 3-month LIBOR | UBS AG | 3/21/15 | \$25,000 | \$922,126 | — | \$922,126 |
| 4.87% ¹ | 3-month LIBOR | Goldman Sachs Bank USA | 1/25/16 | \$5,500 | 402,692 | — | 402,692 |
| 2.81% ¹ | 3-month LIBOR | Citibank N.A. | 2/06/16 | \$20,000 | 804,788 | — | 804,788 |
| 5.72% ¹ | 3-month LIBOR | JPMorgan Chase Bank N.A. | 7/14/16 | \$5,400 | 587,225 | — | 587,225 |
| 4.31% ² | 3-month LIBOR | Deutsche Bank AG | 10/01/18 | \$60,000 | (7,443,270) | — | (7,443,270) |
| 3.43% ¹ | 3-month LIBOR | JPMorgan Chase Bank N.A. | 3/28/21 | \$6,000 | 528,940 | \$ (190,966) | 719,904 |
| 5.41% ¹ | 3-month LIBOR | JPMorgan Chase Bank N.A. | 8/15/22 | \$9,565 | 2,258,562 | — | 2,258,562 |
| Total | | | | | \$(1,938,937) | \$(190,966) | \$(1,747,973) |

Trust
pays a
floating
¹rate and
receives
fixed
rate.
Trust
pays a
fixed
²rate and
receives
floating
rate.

Fair Value Measurements - Various inputs are used in determining the fair value of investments and derivative financial instruments. These inputs to valuation techniques are categorized into a disclosure hierarchy consisting of three broad levels for financial reporting purposes as follows:

-

Level 1 — unadjusted price quotations in active markets/exchanges for identical assets or liabilities that the Trust has the ability to access

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 and derivative financial instruments)

The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3. The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the fair value hierarchy classification is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

Changes in valuation techniques may result in transfers into or out of an assigned level within the disclosure hierarchy. In accordance with the Trust's policy, transfers between different levels of the fair value disclosure hierarchy are deemed to have occurred as of the beginning of the reporting period. The categorization of a value determined for investments and derivative financial instruments is based on the pricing transparency of the investment and derivative financial instrument and is not necessarily an indication of the risks associated with investing in those securities. For information about the Trust's policy regarding valuation of investments and derivative financial instruments, please refer to the Trust's most recent financial statements as contained in its semi-annual report.

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Schedule of Investments (continued) **BlackRock Income Trust, Inc. (BKT)**

The following tables summarize the Trust's investments and derivative financial instruments categorized in the disclosure hierarchy as of May 31, 2014:

| | Level 1 | Level 2 | Level 3 | Total |
|---|--------------|----------------|--------------|---------------|
| Assets: | | | | |
| Investments: | | | | |
| Long-Term Investments: | | | | |
| Asset-Backed Securities | — | \$ 3,960,196 | \$ 652,619 | \$4,612,815 |
| Non-Agency Mortgage-Backed Securities | — | 9,486,202 | 2,770,913 | 12,257,115 |
| U.S. Government Sponsored Agency Securities | — | 709,435,963 | 3,850,319 | 713,286,282 |
| U.S. Treasury Obligations | — | 5,043,577 | — | 5,043,577 |
| Short-Term Securities: | | | | |
| Money Market Funds | \$ 2,237,472 | — | — | 2,237,472 |
| Borrowed Bonds | — | 784,000 | — | 784,000 |
| Liabilities: | | | | |
| Investments: | | | | |
| Borrowed Bonds | — | (822,291) | — | (822,291) |
| TBA Sale Commitments | — | (49,967,046) | — | (49,967,046) |
| Total | \$ 2,237,472 | \$ 677,920,601 | \$ 7,273,851 | \$687,431,924 |

| | Level 1 | Level 2 | Level 3 | Total |
|---|-----------|--------------|---------|-------------|
| Derivative Financial Instruments ¹ | | | | |
| Assets: | | | | |
| Interest rate contracts | \$ 57,381 | \$ 5,695,499 | — | \$5,752,880 |
| Liabilities: | | | | |

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| | | | | |
|-------------------------|---------------------|-----------------------|----------|-----------------------|
| Interest rate contracts | (875,224) | (7,443,270) | — | (8,318,494) |
| Total | \$ (817,843) | \$ (1,747,771) | — | \$ (2,565,614) |

¹ Derivative financial instruments are financial futures contracts, which are valued at the unrealized appreciation/depreciation on the instrument.

The Trust may hold assets and/or liabilities in which the fair value approximates the carrying amount or face value, including accrued interest for financial reporting purposes. As of May 31, 2014, such assets and/or liabilities are categorized within the disclosure hierarchy as follows:

| | Level 1 | Level 2 | Level 3 | Total |
|---|---------------------|-------------------------|----------|-------------------------|
| Assets: | | | | |
| Cash pledged as collateral for OTC derivatives | \$ 7,700,000 | — | — | \$7,700,000 |
| Cash pledged for financial futures contracts | 1,781,000 | — | — | 1,781,000 |
| Cash pledged for centrally cleared swaps | 10,000 | — | — | 10,000 |
| Liabilities: | | | | |
| Bank overdraft | — | \$ (14,672) | — | (14,672) |
| Cash received as collateral for OTC derivatives | — | (4,520,000) | — | (4,520,000) |
| Cash held as collateral for reverse repurchase agreements | — | (963,000) | — | (4,520,000) |
| Reverse repurchase agreements | — | (192,080,173) | — | (192,080,173) |
| Total | \$ 9,491,000 | \$ (197,577,845) | — | \$ (188,086,845) |

There were no transfers between Level 1 and Level 2 during the period ended May 31, 2014.

BLACKROCK INCOME TRUST, INC. MAY 31, 2014⁸

Schedule of Investments (concluded) **BlackRock Income Trust, Inc. (BKT)**

A reconciliation of Level 3 investments is presented when the Trust had a significant amount of Level 3 investments at the beginning and/or end of the period in relation to net assets. The following table is a reconciliation of Level 3 investments for which significant unobservable inputs were used in determining fair value:

| | Asset-Backed Securities | Non-Agency Mortgage-Backed Securities | U.S. Government Sponsored Agency Securities | Total |
|---|------------------------------------|--|--|---------------------|
| Assets: | | | | |
| Opening Balance, as of August 31, 2013 | \$ 695,051 | \$ 2,808,305 | \$ 7,314,558 | \$ 10,817,914 |
| Transfers into Level 3 | | | | |
| Transfers out of Level 3 | | | (3,143,245) | (3,143,245) |
| Accrued discounts/premiums | (262,483) | | (9,858) | (272,341) |
| Net realized gain (loss) | | 10 | (10,202) | (10,192) |
| Net change in unrealized appreciation/depreciation ¹ | 220,051 | (37,393) | 26,245 | 208,903 |
| Purchases | | | | |
| Sales | | (9) | (327,179) | (327,188) |
| Closing Balance, as of May 31, 2014 | \$ 652,619 | \$ 2,770,913 | \$ 3,850,319 | \$ 7,273,851 |
| Net change in unrealized appreciation/depreciation on investments still held at May 31, 2014 ¹ | \$ 220,051 | \$ (37,393) | \$ 26,245 | \$ 208,903 |

Any difference between Net change in unrealized appreciation/depreciation and Net change in unrealized appreciation/depreciation on investments still held as of May 31, 2014 is generally due to investments no longer held or categorized as Level 3 at period end.

The Trust's investments that are categorized as Level 3 were valued utilizing third party pricing information without adjustment. Such valuations are based on unobservable inputs. A significant change in third party information could result in a significantly lower or higher value of such Level 3 investments.

BLACKROCK INCOME TRUST, INC. MAY 31, 2014⁹

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 13a-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/ John M. Perlowski

John M. Perlowski

Chief Executive Officer (principal executive officer) of

BlackRock Income Trust, Inc.

Date: July 23, 2014

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/ John M. Perlowski

John M. Perlowski

Chief Executive Officer (principal executive officer) of

BlackRock Income Trust, Inc.

Date: July 23, 2014

By: /s/ Neal J. Andrews

Neal J. Andrews

Chief Financial Officer (principal financial officer) of

BlackRock Income Trust, Inc.

Date: July 23, 2014