

BLACKROCK DEBT STRATEGIES FUND, INC.

Form N-CSRS

November 04, 2013

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UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-CSR

**CERTIFIED SHAREHOLDER REPORT OF REGISTERED MANAGEMENT INVESTMENT
COMPANIES**

Investment Company Act file number 811-08603

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: 02/28/2014

Date of reporting period: 08/31/2013

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Item 1 Report to Stockholders

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AUGUST 31, 2013

SEMI-ANNUAL REPORT (UNAUDITED)

BlackRock Corporate High Yield Fund, Inc. (COY)

BlackRock Corporate High Yield Fund III, Inc. (CYE)

BlackRock Debt Strategies Fund, Inc. (DSU)

BlackRock Senior High Income Fund, Inc. (ARK)

Not FDIC Insured May Lose Value No Bank Guarantee

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Dear Shareholder

Though we've seen spates of volatility over the past year, riskier asset classes generally outperformed lower-risk investments. Financial markets rallied last fall after the European Central Bank and the US Federal Reserve announced aggressive monetary stimulus programs, substantially increasing global liquidity. But markets weakened later in the year amid slowing global trade as many European countries fell into recession and growth continued to decelerate in China. In the United States, investors became increasingly concerned about the fiscal cliff of tax increases and spending cuts that had been scheduled to take effect at the beginning of 2013. High levels of global market volatility persisted through year-end due to fears that bipartisan gridlock would preclude a timely resolution, putting the US economy at risk for recession.

The worst of the fiscal cliff was averted with a last-minute tax deal, allowing markets to get off to a good start in 2013. Money that had been pulled to the sidelines amid year-end tax-rate uncertainty poured back into the markets in January. Key indicators signaling modest but broad-based improvements in the world's major economies coupled with the absence of negative headlines from Europe created an aura of comfort for investors. Global equities surged, while rising US Treasury yields pressured high quality fixed income assets. (Bond prices move in the opposite direction of yields.)

February brought a slowdown in global economic momentum and the pace of the rally moderated. In the months that followed, US equities outperformed international markets, as the US economic recovery showed greater stability compared to most other regions. Slow, but positive, growth in the United States was sufficient to support corporate earnings, while uncomfortably high unemployment reinforced investors' expectations that the US Federal Reserve would keep interest rates low. International markets experienced higher levels of volatility given a resurgence of political instability in Italy and a severe banking crisis in Cyprus, while a poor outlook for European economies also dampened sentiment for overseas investment. Emerging markets significantly lagged the rest of the world as growth in these economies (particularly China and Brazil) fell short of expectations.

After peaking in late May, equity markets broadly sold off due to concerns about the US Federal Reserve reducing monetary stimulus. Volatility picked up considerably as investors abruptly retreated from risk assets and a sharp and dramatic rise in US Treasury yields resulted in tumbling prices for higher-quality fixed income investments. The downswing bottomed out in late June as a more dovish tone from the US central bank served to quell the extreme level of volatility in interest rates. Improving economic data and a positive outlook for corporate earnings helped financial markets regain strength in July, with major US equity indices hitting new record highs. However, markets slumped again in August as investors became more wary amid a number of unknowns. Mixed economic data spurred heightened uncertainty about the future of global growth and investors grew anxious about the timing and extent to which the US Federal Reserve would scale back on its asset-purchase program. Meanwhile, escalating political turmoil in Egypt and Syria renewed concerns about the impact of the broader issue of growing unrest in many countries across the Middle East-North Africa region.

On the whole, developed market equities generated strong returns for the 6- and 12-month periods ended August 31, 2013. Emerging markets, in contrast, suffered the impact of slowing growth and concerns about a shrinking global money supply. Extraordinary levels of interest rate volatility in the latter part of the period resulted in poor performance for most fixed income assets, especially US Treasury bonds and other higher quality sectors such as tax-exempt municipals and investment grade corporate bonds. Conversely, high yield bonds posted gains as the sector continued to benefit from investors' ongoing search for income in the low-rate environment. Short-term interest rates remained near zero, keeping yields on money market securities near historical lows.

Markets remain volatile, and investors continue to face a number of uncertainties in the current environment. At BlackRock, we believe investors need to think globally and extend their scope across a broader array of asset classes and be prepared to move freely as market conditions change over time. We encourage you to talk with your financial advisor and visit www.blackrock.com for further insight about investing in today's world.

Sincerely,

Rob Kapito

President, BlackRock Advisors, LLC

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Though we've seen spates of volatility over the past year, riskier asset classes generally outperformed lower-risk investments.

Rob Kapito

President, BlackRock Advisors, LLC

Total Returns as of August 31, 2013

	6-month	12-month
US large cap equities (S&P 500® Index)	8.95%	18.70%
US small cap equities (Russell 2000® Index)	11.73	26.27
International equities (MSCI Europe, Australasia, Far East Index)	3.71	18.66
Emerging market equities (MSCI Emerging Markets Index)	(10.29)	0.54
3-month Treasury bill (BofA Merrill Lynch 3-Month US Treasury Bill Index)	0.05	0.11
US Treasury securities (BofA Merrill Lynch 10-Year US Treasury Index)	(6.10)	(7.51)
US investment grade bonds (Barclays US Aggregate Bond Index)	(2.61)	(2.47)
Tax-exempt municipal bonds (S&P Municipal Bond Index)	(5.99)	(3.74)
US high yield bonds (Barclays US Corporate High Yield 2% Issuer Capped Index)	0.84	7.56

Past performance is no guarantee of future results. Index performance is shown for illustrative purposes only. You cannot invest directly in an index.

THIS PAGE NOT PART OF YOUR FUND REPORT

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Fund Summary as of August 31, 2013

BlackRock Corporate High Yield Fund, Inc.

Fund Overview

BlackRock Corporate High Yield Fund, Inc.'s (COY) (the Fund) investment objective is to provide shareholders with current income by investing primarily in a diversified portfolio of fixed income securities, which are rated in the lower rating categories of the established rating services (BB or lower by Standard & Poor's Corporation (S&P's)) or Ba or lower by Moody's Investors Service, Inc. (Moody's)) or are unrated securities considered by BlackRock to be of comparable quality. As a secondary objective, the Fund also seeks to provide shareholders with capital appreciation. The Fund invests, under normal market conditions, at least 80% of its assets in high yield debt instruments, including high yield bonds (commonly referred to as junk bonds) and corporate loans, which are below investment grade quality. The Fund may invest directly in such securities or synthetically through the use of derivatives.

On June 5, 2013, the Board of the Fund approved the reorganization of the Fund with BlackRock Corporate High Yield Fund VI, Inc., with BlackRock Corporate High Yield Fund VI, Inc. continuing as the surviving fund after the reorganization. On October 11, 2013, the shareholders of the Fund and BlackRock Corporate High Yield Fund VI, Inc. approved the reorganization, which is expected to be completed in late 2013.

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

Portfolio Management Commentary

How did the Fund perform?

For the six-month period ended August 31, 2013, the Fund returned (10.76)% based on market price and 2.53% based on net asset value (NAV). For the same period, the closed-end Lipper High Yield Funds (Leveraged) category posted an average return of (6.67)% based on market price and 1.46% based on NAV. All returns reflect reinvestment of dividends. The Fund moved from a premium to NAV to a discount by period end, which accounts for the difference between performance based on price and performance based on NAV. The following discussion relates to performance based on NAV.

What factors influenced performance?

The Fund benefited from a tactical allocation to equities, which rallied during the period. In fixed income, selection in the automotive, technology and consumer service industries boosted results. Exposure to senior secured floating rate loan interests (bank loans) also aided performance as the asset class outperformed high yield bonds for the six-month period.

Detracting from performance was the Fund's exposure to issuers in the independent energy, electric and banking industries.

Describe recent portfolio activity.

The Fund actively managed risk throughout the period. The Fund began the period with a riskier stance, but gradually reduced risk in the early months of the period by taking advantage of market strength to sell its higher-beta holdings (securities with greater sensitivity to market movements). However, the Fund scaled back its risk exposure more aggressively when financial markets began to correct in mid-May.

The Fund's focus on income-oriented credits with strong asset bases and good earnings visibility remained paramount to its investment selection process. While continuing to find value within credit sectors, during the period, the Fund tactically added to select positions in equity and equity-like assets with compelling total return opportunities. Given upward pressure on interest rates in the latter part of the period,

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the Fund reduced duration (sensitivity to interest rate movements) in its credit allocation. The Fund added to positions in floating rate loan interests as a means of lowering the Fund's duration profile and hedging against the risk of further interest rate volatility. Over the six-month period, the Fund increased exposure to the technology and building materials industries, while decreasing risk within metals and chemicals. **Describe portfolio positioning at period end.**

At period end, the Fund held 77% of its total portfolio in corporate bonds, 14% in floating rate loan interests and 7% in common stocks, with the remainder invested in preferred securities. The Fund's highest-conviction holdings included HD Supply, Inc. (building materials), Caesars Entertainment Corp. (gaming) and Energy Future Intermediate Holding Co. LLC/EFIH Finance, Inc. (electric). The Fund held limited exposure to segments with minimal cash flow visibility and/or challenged industry dynamics. The views expressed reflect the opinions of BlackRock as of the date of this report and are subject to change based on changes in market, economic or other conditions. These views are not intended to be a forecast of future events and are no guarantee of future results.

Table of Contents**BlackRock Corporate High Yield Fund, Inc.****Fund Information**

Symbol on New York Stock Exchange (NYSE)	COY
Initial Offering Date	June 25, 1993
Current Distribution Rate on Closing Market Price as of August 31, 2013 (\$6.89) ¹	8.62%
Current Monthly Distribution per Common Share ²	\$0.0495
Current Annualized Distribution per Common Share ²	\$0.5940
Economic Leverage as of August 31, 2013 ³	29%

¹ Current distribution rate on closing market price is calculated by dividing the current annualized distribution per share by the closing market price. The current distribution rate consists of income, net realized gains and/or a tax return of capital. Past performance does not guarantee future results.

² The distribution rate is not constant and is subject to change. A portion of the distribution may be deemed a tax return of capital or net realized gain.

³ Represents loan outstanding as a percentage of total managed assets, which is the total assets of the Fund (including any assets attributable to borrowings) minus the sum of liabilities (other than borrowings representing financial leverage). For a discussion of leveraging techniques utilized by the Fund, please see The Benefits and Risks of Leveraging on page 12.

Market Price and Net Asset Value Per Share Summary

	8/31/13	2/28/13	Change	High	Low
Market Price	\$6.89	\$8.04	(14.30)%	\$8.39	\$6.74
Net Asset Value	\$7.64	\$7.76	(1.55)%	\$8.07	\$7.44

Market Price and Net Asset Value History For the Past Five Years**Overview of the Fund's Long-Term Investments**

Portfolio Composition	8/31/13	2/28/13
Corporate Bonds	77%	75%
Floating Rate Loan Interests	14	17
Common Stocks	7	7
Preferred Securities	2	1
Credit Quality Allocation ⁴	8/31/13	2/28/13
BBB/Baa	4%	6%
BB/Ba	31	36
B	52	46
CCC/Caa	11	10
Not Rated	2	2

⁴ Using the higher of S&P's or Moody's ratings.

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Fund Summary as of August 31, 2013

BlackRock Corporate High Yield Fund III, Inc.

Fund Overview

BlackRock Corporate High Yield Fund III, Inc.'s (CYE) (the Fund) primary investment objective is to provide current income by investing primarily in fixed-income securities, which are rated in the lower rating categories of the established rating services (BBB or lower by S&P's or Baa or lower by Moody's) or are unrated securities of comparable quality. The Fund's secondary investment objective is to provide capital appreciation. The Fund may invest directly in such securities or synthetically through the use of derivatives.

On June 5, 2013, the Board of the Fund approved the reorganization of the Fund with BlackRock Corporate High Yield Fund VI, Inc., with BlackRock Corporate High Yield Fund VI, Inc. continuing as the surviving fund after the reorganization. On October 11, 2013, the shareholders of the Fund and BlackRock Corporate High Yield Fund VI, Inc. approved the reorganization, which is expected to be completed in late 2013.

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

Portfolio Management Commentary

How did the Fund perform?

For the six-month period ended August 31, 2013, the Fund returned (7.95)% based on market price and 2.61% based on NAV. For the same period, the closed-end Lipper High Yield Funds (Leveraged) category posted an average return of (6.67)% based on market price and 1.46% based on NAV. All returns reflect reinvestment of dividends. The Fund moved from a premium to NAV to a discount by period end, which accounts for the difference between performance based on price and performance based on NAV. The following discussion relates to performance based on NAV.

What factors influenced performance?

The Fund benefited from a tactical allocation to equities, which rallied during the period. In fixed income, selection in the automotive, technology and consumer service industries boosted results. Exposure to senior secured floating rate loan interests (bank loans) also aided performance as the asset class outperformed high yield bonds for the six-month period.

Detracting from performance was the Fund's exposure to issuers in the independent energy, electric and chemicals industries.

Describe recent portfolio activity.

The Fund actively managed risk throughout the period. The Fund began the period with a riskier stance, but gradually reduced risk in the early months of the period by taking advantage of market strength to sell its higher-beta holdings (securities with greater sensitivity to market movements). However, the Fund scaled back its risk exposure more aggressively when financial markets began to correct in mid-May.

The Fund's focus on income-oriented credits with strong asset bases and good earnings visibility remained paramount to its investment selection process. While continuing to find value within credit sectors, during the period, the Fund tactically added to select positions in equity and equity-like assets with compelling total return opportunities. Given upward pressure on interest rates in the latter part of the period, the Fund reduced duration (sensitivity to interest rate movements) in its credit allocation. The Fund added to positions in floating rate loan

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interests as a means of lowering the Fund's duration profile and hedging against the risk of further interest rate volatility. Over the six-month period, the Fund increased exposure to the technology and building materials industries, while decreasing risk within metals and chemicals.
Describe portfolio positioning at period end.

At period end, the Fund held 76% of its total portfolio in corporate bonds, 14% in floating rate loan interests and 7% in common stocks, with the remainder invested in preferred securities and asset-backed securities. The Fund's highest-conviction holdings included HD Supply, Inc. (building materials), Caesars Entertainment Corp. (gaming) and Level 3 Financing, Inc. (wirelines). The Fund held limited exposure to segments with minimal cash flow visibility and/or challenged industry dynamics.

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

Table of Contents**BlackRock Corporate High Yield Fund III, Inc.****Fund Information**

Symbol on NYSE	CYE
Initial Offering Date	January 30, 1998
Current Distribution Rate on Closing Market Price as of August 31, 2013 (\$6.97) ¹	8.69%
Current Monthly Distribution per Common Share ²	\$0.0505
Current Annualized Distribution per Common Share ²	\$0.6060
Economic Leverage as of August 31, 2013 ³	29%

¹ Current distribution rate on closing market price is calculated by dividing the current annualized distribution per share by the closing market price. The current distribution rate consists of income, net realized gains and/or a tax return of capital. Past performance does not guarantee future results.

² The distribution rate is not constant and is subject to change. A portion of the distribution may be deemed a tax return of capital or net realized gain.

³ Represents loan outstanding as a percentage of total managed assets, which is the total assets of the Fund (including any assets attributable to borrowings) minus the sum of liabilities (other than borrowings representing financial leverage). For a discussion of leveraging techniques utilized by the Fund, please see The Benefits and Risks of Leveraging on page 12.

Market Price and Net Asset Value Per Share Summary

	8/31/13	2/28/13	Change	High	Low
Market Price	\$6.97	\$7.89	(11.66)%	\$8.07	\$6.85
Net Asset Value	\$7.76	\$7.88	(1.52)%	\$8.20	\$7.56

Market Price and Net Asset Value History For the Past Five Years**Overview of the Fund's Long-Term Investments**

Portfolio Composition	8/31/13	2/28/13
Corporate Bonds	76%	73%
Floating Rate Loan Interests	14	19
Common Stocks	7	6
Preferred Securities	2	2
Asset-Backed Securities	1	
Credit Quality Allocation⁴	8/31/13	2/28/13
A		1%
BBB/Baa	4%	5
BB/Ba	31	36
B	51	45
CCC/Caa	12	10
Not Rated	2	3

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⁴ Using the higher of S&P's or Moody's ratings.

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Fund Summary as of August 31, 2013

BlackRock Debt Strategies Fund, Inc.

Fund Overview

BlackRock Debt Strategies Fund, Inc.'s (DSU) (the Fund) primary investment objective is to provide current income by investing primarily in a diversified portfolio of US companies' debt instruments, including corporate loans, which are rated in the lower rating categories of the established rating services (BBB or lower by S&P's or Baa or lower by Moody's) or unrated debt instruments, which are in the judgment of the investment adviser of equivalent quality. The Fund's secondary objective is to provide capital appreciation. Corporate loans include senior and subordinated corporate loans, both secured and unsecured. The Fund may invest directly in such securities or synthetically through the use of derivatives.

On July 19, 2013, the Board of the Fund approved the reorganization of the Fund with each of BlackRock Senior High Income Fund, Inc. and BlackRock Strategic Bond Trust, with the Fund continuing as the surviving fund after the reorganizations. On October 25, 2013, the shareholders of the Fund, BlackRock Senior High Income Fund, Inc. and BlackRock Strategic Bond Trust approved their respective reorganizations, which is expected to be completed in late 2013. In connection with the Funds' reorganizations, the Board of the Fund also approved an increase in the amount of the Fund's authorized shares by 200 million shares.

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

Portfolio Management Commentary

How did the Fund perform?

For the six-month period ended August 31, 2013, the Fund returned (8.31)% based on market price and 2.37% based on NAV. For the same period, the closed-end Lipper High Yield Funds (Leveraged) category posted an average return of (6.67)% based on market price and 1.46% based on NAV. All returns reflect reinvestment of dividends. The Fund moved from a premium to NAV to a discount by period end, which accounts for the difference between performance based on price and performance based on NAV. The following discussion relates to performance based on NAV.

What factors influenced performance?

The Fund benefited from a tactical allocation to equities, which rallied during the period. In fixed income, selection in the chemicals, gaming and consumer service industries boosted results.

Detracting from performance was the Fund's exposure to issuers in the independent energy, electric and wireless industries. Within floating rate loan interests (bank loans), holding limited exposure to lower-quality assets resulted in an opportunity cost to the Fund as this segment of the market outperformed higher-quality issues.

Describe recent portfolio activity.

Fund management continued to maintain a positive view on high yield and bank loan assets overall, while remaining focused on income-oriented credits with strong asset bases and good earnings visibility. Within the bank loan space, the Fund continued to prefer

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higher-quality, more liquid assets with attractive coupon rates. In high yield bonds, the Fund remained anchored in companies with more stable cash flows, but allowed some risk in companies with positive growth catalysts. Additionally, the Fund continued to find value in select equity and equity-like investments that provide upside potential to enhance total return. Over the six-month period, the Fund increased exposure to the technology and automotive industries, while decreasing risk within independent energy.

Describe portfolio positioning at period end.

At period end, the Fund held 54% of its total portfolio in floating rate loan interests, 42% in corporate bonds, with the remainder invested in asset-backed securities and common stocks. The Fund's highest-conviction holdings included HD Supply, Inc. (building materials), Federal-Mogul Corp. (automotive) and Level 3 Financing, Inc. (wirelines).

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

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BlackRock Debt Strategies Fund, Inc.

Fund Information

Symbol on NYSE	DSU
Initial Offering Date	March 27, 1998
Current Distribution Rate on Closing Market Price as of August 31, 2013 (\$3.94) ¹	7.61%
Current Monthly Distribution per Common Share ²	\$0.025
Current Annualized Distribution per Common Share ²	\$0.300
Economic Leverage as of August 31, 2013 ³	28%

¹ Current distribution rate on closing market price is calculated by dividing the current annualized distribution per share by the closing market price. The current distribution rate consists of income, net realized gains and/or a tax return of capital. Past performance does not guarantee future results.

² The distribution rate is not constant and is subject to change. A portion of the distribution may be deemed a tax return of capital or net realized gain.

³ Represents loan outstanding as a percentage of total managed assets, which is the total assets of the Fund (including any assets attributable to borrowings) minus the sum of liabilities (other than borrowings representing financial leverage). For a discussion of leveraging techniques utilized by the Fund, please see The Benefits and Risks of Leveraging on page 12.

Market Price and Net Asset Value Per Share Summary

	8/31/13	2/28/13	Change	High	Low
Market Price	\$3.94	\$4.46	(11.66)%	\$4.65	\$3.85
Net Asset Value	\$4.32	\$4.38	(1.37)%	\$4.51	\$4.27

Market Price and Net Asset Value History For the Past Five Years**Overview of the Fund's Long-Term Investments**

Portfolio Composition	8/31/13	2/28/13
Floating Rate Loan Interests	54%	53%
Corporate Bonds	42	41
Asset-Backed Securities	2	3
Common Stocks	2	2
Other Interests		1

Credit Quality Allocation ⁴	8/31/13	2/28/13
A	1%	1%
BBB/Baa	3	6
BB/Ba	29	34
B	53	45
CCC/Caa	10	10

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Not Rated

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⁴ Using the higher of S&P's or Moody's ratings.

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Fund Summary as of August 31, 2013

BlackRock Senior High Income Fund, Inc.

Fund Overview

BlackRock Senior High Income Fund, Inc. s (ARK) (the Fund) investment objective is to provide high current income by investing principally in senior debt obligations of companies, including corporate loans made by banks and other financial institutions and both privately placed and publicly offered corporate bonds and notes. The Fund may invest directly in such securities or synthetically through the use of derivatives.

On July 19, 2013, the Board of the Fund approved the reorganization of the Fund with BlackRock Debt Strategies Fund, Inc., with BlackRock Debt Strategies Fund, Inc. continuing as the surviving fund after the reorganization. On October 25, 2013, the shareholders of the Fund and BlackRock Debt Strategies Fund, Inc. approved the reorganization, which is expected to be completed in late 2013.

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

Portfolio Management Commentary

How did the Fund perform?

For the six-month period ended August 31, 2013, the Fund returned (6.93)% based on market price and 1.91% based on NAV. For the same period, the closed-end Lipper High Yield Funds (Leveraged) category posted an average return of (6.67)% based on market price and 1.46% based on NAV. All returns reflect reinvestment of dividends. The Fund s discount to NAV, which widened during the period, accounts for the difference between performance based on price and performance based on NAV. The following discussion relates to performance based on NAV.

What factors influenced performance?

The Fund benefited from a tactical allocation to equities, which rallied during the period. In fixed income, selection in the chemicals, metals and healthcare industries boosted results.

Detracting from performance was the Fund s exposure to issuers in the media non cable, electric and wireless industries. Within floating rate loan interests (bank loans), holding limited exposure to lower-quality assets resulted in an opportunity cost to the Fund as this segment of the market outperformed higher-quality issues.

Describe recent portfolio activity.

Fund management continued to maintain a positive view on high yield and bank loan assets overall, while remaining focused on income-oriented credits with strong asset bases and good earnings visibility. Within the bank loan space, the Fund continued to prefer higher-quality, more liquid assets with attractive coupon rates. In high yield bonds, the Fund remained anchored in companies with more stable cash flows, but allowed some risk in companies with positive growth catalysts. Additionally, the Fund continued to find value in select equity and equity-like investments that provide upside potential to enhance total return. Over the six-month period, the Fund increased exposure to the consumer services and food & beverage industries, while decreasing risk within independent energy.

Describe portfolio positioning at period end.

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At period end, the Fund held 56% of its total portfolio in floating rate loan interests, 40% in corporate bonds, with the remainder invested in asset-backed securities, common stocks and preferred securities. The Fund's highest-conviction holdings included HD Supply, Inc. (building materials), Intelsat Jackson Holdings SA (media non cable) and Level 3 Financing, Inc. (wirelines).

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

Table of Contents**BlackRock Senior High Income Fund, Inc.****Fund Information**

Symbol on NYSE	ARK
Initial Offering Date	April 30, 1993
Current Distribution Rate on Closing Market Price as of August 31, 2013 (\$3.90) ¹	7.38%
Current Monthly Distribution per Common Share ²	\$0.024
Current Annualized Distribution per Common Share ²	\$0.288
Economic Leverage as of August 31, 2013 ³	26%

¹ Current distribution rate on closing market price is calculated by dividing the current annualized distribution per share by the closing market price. The current distribution rate consists of income, net realized gains and/or a tax return of capital. Past performance does not guarantee future results.

² The distribution rate is not constant and is subject to change. A portion of the distribution may be deemed a tax return of capital or net realized gain.

³ Represents loan outstanding as a percentage of total managed assets, which is the total assets of the Fund (including any assets attributable to borrowings) minus the sum of liabilities (other than borrowings representing financial leverage). For a discussion of leveraging techniques utilized by the Fund, please see The Benefits and Risks of Leveraging on page 12.

Market Price and Net Asset Value Per Share Summary

	8/31/13	2/28/13	Change	High	Low
Market Price	\$3.90	\$4.34	(10.14)%	\$4.78	\$3.84
Net Asset Value	\$4.28	\$4.35	(1.61)%	\$4.47	\$4.23

Market Price and Net Asset Value History For the Past Five Years**Overview of the Fund's Long-Term Investments**

Portfolio Composition	8/31/13	2/28/13
Floating Rate Loan Interests	56%	54%
Corporate Bonds	40	42
Asset-Backed Securities	2	3
Common Stocks	1	1
Preferred Securities	1	
Credit Quality Allocation ⁴	8/31/13	2/28/13
A	1%	1%
BBB/Baa	3	7
BB/Ba	35	37
B	56	51

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CCC/Caa	1	1
Not Rated	4	3

⁴ Using the higher of S&P's or Moody's ratings.

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The Funds may utilize leverage to seek to enhance the yield and NAV of their common shares (Common Shares). However, these objectives cannot be achieved in all interest rate environments.

The Funds may utilize leverage through a credit facility. In general, the concept of leveraging is based on the premise that the financing cost of assets to be obtained from leverage, which will be based on short-term interest rates, will normally be lower than the income earned by each Fund on its longer-term portfolio investments. To the extent that the total assets of each Fund (including the assets obtained from leverage) are invested in higher-yielding portfolio investments, each Fund's shareholders will benefit from the incremental net income.

The interest earned on securities purchased with the proceeds from leverage is paid to shareholders in the form of dividends, and the value of these portfolio holdings is reflected in the per share NAV. However, in order to benefit shareholders, the yield curve must be positively sloped; that is, short-term interest rates must be lower than long-term interest rates. If the yield curve becomes negatively sloped, meaning short-term interest rates exceed long-term interest rates, income to shareholders will be lower than if the Funds had not used leverage.

To illustrate these concepts, assume a Fund's capitalization is \$100 million and it borrows for an additional \$30 million, creating a total value of \$130 million available for investment in long-term securities. If prevailing short-term interest rates are 3% and long-term interest rates are 6%, the yield curve has a strongly positive slope. In this case, the Fund pays borrowing costs and interest expense on the \$30 million of borrowings based on the lower short-term interest rates. At the same time, the securities purchased by the Fund with assets received from the borrowings earn income based on long-term interest rates. In this case, the borrowing costs and interest expense of the borrowings is significantly lower than the income earned on the Fund's long-term investments, and therefore the Fund's shareholders are the beneficiaries of the incremental net income.

If short-term interest rates rise, narrowing the differential between short-term and long-term interest rates, the incremental net income pickup will be reduced or eliminated completely. Furthermore, if prevailing short-term interest rates rise above long-term interest rates, the yield curve has a negative slope. In this case, the Fund pays higher short-term interest rates whereas the Fund's total portfolio earns income based on lower long-term interest rates.

Furthermore, the value of the Funds' portfolio investments generally varies inversely with the direction of long-term interest rates, although other factors can influence the value of portfolio investments. In contrast, the redemption value of the Funds' borrowings does not fluctuate in relation to interest rates. As a result, changes in interest rates can influence the Funds' NAVs positively or negatively in addition to the impact on Fund performance from leverage from borrowings discussed above.

The use of leverage may enhance opportunities for increased income to the Funds, but as described above, it also creates risks as short- or long-term interest rates fluctuate. Leverage also will generally cause greater changes in the Funds' NAVs, market prices and dividend rates than comparable portfolios without leverage. If the income derived from securities purchased with assets received from leverage exceeds the cost of leverage, the Fund's net income will be greater than if leverage had not been used. Conversely, if the income from the securities purchased is not sufficient to cover the cost of leverage, each Fund's net income will be less than if leverage had not been used, and therefore the amount available for distribution to shareholders will be reduced. Each Fund may be required to sell portfolio securities at inopportune times or at distressed values in order to comply with regulatory requirements applicable to the use of leverage or as required by the terms of leverage instruments, which may cause a Fund to incur losses. The use of leverage may limit each Fund's ability to invest in certain types of securities or use certain types of hedging strategies. Each Fund will incur expenses in connection with the use of leverage, all of which are borne by shareholders and may reduce income.

Under the Investment Company Act of 1940, as amended (the 1940 Act), the Funds are permitted to issue senior securities representing indebtedness up to 33 $\frac{1}{3}$ % of their total managed assets (each Fund's net assets plus the proceeds of any outstanding borrowings). In addition, each Fund voluntarily limits its aggregate economic leverage to 50% of its managed assets. As of August 31, 2013, the Funds had aggregate economic leverage from borrowings through a credit facility as a percentage of their total managed assets as follows:

	Percent of Economic Leverage
COY	29%
CYE	29%

DSU	28%
ARK	26%

Derivative Financial Instruments

The Funds may invest in various derivative financial instruments, including financial futures contracts, foreign currency exchange contracts, options and swaps, as specified in Note 4 of the Notes to Consolidated Financial Statements, which may constitute forms of economic leverage. Such derivative financial instruments are used to obtain exposure to a market without owning or taking physical custody of securities or to hedge market, equity, credit, interest rate and/or foreign currency exchange rate risks. Derivative financial instruments involve risks, including the imperfect correlation between the value of a derivative financial instrument and the underlying asset, possible default of the counterparty to the transaction or illiquidity of the derivative financial instrument. The Funds' ability to use a derivative financial instrument successfully depends on the investment advisor's ability to predict pertinent market movements accurately, which cannot be assured. The use of derivative financial instruments may result in losses greater than if they had not been used, may require a Fund to sell or purchase portfolio investments at inopportune times or for distressed values, may limit the amount of appreciation a Fund can realize on an investment, may result in lower dividends paid to shareholders or may cause a Fund to hold an investment that it might otherwise sell. The Funds' investments in these instruments are discussed in detail in the Notes to Consolidated Financial Statements.

Table of Contents**Consolidated Schedule of Investments** August 31, 2013 (Unaudited) **BlackRock Corporate High Yield Fund, Inc. (COY)**

(Percentages shown are based on Net Assets)

Asset-Backed Securities	Par (000)	Value
ALM Loan Funding (a)(b)(c):		
Series 2013-7R2A, Class B, 2.86%, 4/24/24	USD 375	\$ 358,126
Series 2013-7RA, Class C, 3.71%, 4/24/24	1,000	943,800
Series 2013-7RA, Class D, 5.26%, 4/24/24	450	413,325
Total Asset-Backed Securities 0.6%		1,715,251
Common Stocks	Shares	
Auto Components 0.8%		
Dana Holding Corp.	5,718	119,849
Delphi Automotive PLC	8,200	451,164
The Goodyear Tire & Rubber Co. (d)	77,979	1,568,938
		2,139,951
Automobiles 1.5%		
General Motors Co. (d)	115,397	3,932,730
Biotechnology 0.0%		
Ironwood Pharmaceuticals, Inc. (d)	6,540	76,191
Capital Markets 1.9%		
American Capital Ltd. (d)	341,246	4,258,750
E*Trade Financial Corp. (d)	44,900	630,396
Uraniun Participation Corp. (d)	33,680	155,402
		5,044,548
Chemicals 0.4%		
Advanced Emissions Solutions, Inc. (d)	6,170	240,938
Huntsman Corp.	42,200	738,500
		979,438
Communications Equipment 0.3%		
Loral Space & Communications Ltd.	11,463	757,819
Containers & Packaging 0.0%		
Smurfit Kappa Group PLC	3,634	73,910
Diversified Financial Services 0.5%		
Kcad Holdings I Ltd. (d)	269,089,036	1,358,900
Diversified Telecommunication Services 0.3%		
Broadview Networks Holdings, Inc. (d)	32,500	204,750
Level 3 Communications, Inc. (d)	20,920	467,771
		672,521
Electrical Equipment 0.0%		
Medis Technologies Ltd. (d)	67,974	1
Energy Equipment & Services 0.8%		
Laricina Energy Ltd. (d)	35,294	1,185,514
Osum Oil Sands Corp. (d)	74,000	890,135
		2,075,649
Hotels, Restaurants & Leisure 0.8%		
Caesars Entertainment Corp. (d)	45,393	974,588
Common Stocks	Shares	Value
Hotels, Restaurants & Leisure (concluded)		
Pinnacle Entertainment, Inc. (d)	8,176	\$ 193,608
Travelport LLC (d)(e)	895,979	792,941

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		1,961,137
Insurance 0.7%		
American International Group, Inc. (d)	40,002	1,858,493
Media 0.2%		
Cablevision Systems Corp., Class A	30,253	536,386
Clear Channel Outdoor Holdings, Inc., Class A (d)	8,934	67,541
		603,927
Metals & Mining 0.1%		
African Minerals Ltd. (d)	40,400	119,284
Peninsula Energy Ltd. (d)	6,975,317	160,145
		279,429
Oil, Gas & Consumable Fuels 0.0%		
African Petroleum Corp. Ltd. (d)	180,300	19,257
Paper & Forest Products 0.5%		
Ainsworth Lumber Co. Ltd. (d)	146,558	403,511
Ainsworth Lumber Co. Ltd. (a)(d)	41,686	120,889
NewPage Corp. (d)	7,740	619,200
Western Forest Products, Inc. (d)	147,968	199,757
Western Forest Products, Inc.	41,528	55,986
		1,399,343
Semiconductors & Semiconductor Equipment 0.0%		
SunPower Corp. (d)	123	2,643
Software 0.2%		
HMH Holdings/EduMedia (d)	19,102	575,456
Trading Companies & Distributors 0.3%		
HD Supply Holdings, Inc. (d)	39,100	889,134
Wireless Telecommunication Services 0.5%		
Crown Castle International Corp. (d)	9,634	668,792
SBA Communications Corp., Class A (d)	9,634	722,550
		1,391,342
Total Common Stocks 9.8%		26,091,819

		Par (000)	
Corporate Bonds			
Aerospace & Defense 0.7%			
Bombardier, Inc., 4.25%, 1/15/16 (a)	USD	450	465,187
Huntington Ingalls Industries, Inc.:			
6.88%, 3/15/18		145	156,238
7.13%, 3/15/21		235	253,800
Kratos Defense & Security Solutions, Inc., 10.00%, 6/01/17		796	859,680
Meccanica Holdings USA, Inc., 6.25%, 7/15/19 (a)		247	251,607
			1,986,512

Portfolio Abbreviations

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

AUD	Australian Dollar
CAD	Canadian Dollar
DIP	Debtor-In-Possession
EUR	Euro
GBP	British Pound
S&P	Standard and Poor's
SPDR	Standard and Poor's Depository Receipts
USD	US Dollar

See Notes to Consolidated Financial Statements.

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Consolidated Schedule of Investments (continued)

BlackRock Corporate High Yield Fund, Inc. (COY)

(Percentages shown are based on Net Assets)

		Par (000)	Value
Corporate Bonds			
Air Freight & Logistics 0.2%			
National Air Cargo Group, Inc.:			
Series 1, 12.38%, 9/02/15	USD	308	\$ 308,330
Series 2, 12.38%, 8/16/15		317	316,825
			625,155
Airlines 2.3%			
Air Canada Pass-Through Trust, Series 2013-1, Class C, 6.63%, 5/15/18 (a)		371	369,739
Continental Airlines Pass-Through Trust:			
Series 1997-4, Class B, 6.90%, 7/02/18		89	92,395
Series 2010-1, Class B, 6.00%, 7/12/20		298	305,241
Series 2012-3, Class C, 6.13%, 4/29/18		850	862,325
Delta Air Lines Pass-Through Trust:			
Series 2002-1, Class G-1, 6.72%, 7/02/24		531	578,509
Series 2009-1, Class B, 9.75%, 6/17/18		161	176,025
Series 2010-1, Class B, 6.38%, 7/02/17		447	463,763
US Airways Group, Inc., 6.13%, 6/01/18		305	276,788
US Airways Pass-Through Trust:			
Series 2011-1, Class C, 10.88%, 10/22/14		421	444,422
Series 2012-1, Class C, 9.13%, 10/01/15		390	405,292
Series 2012-2, Class B, 6.75%, 12/03/22		300	309,750
Series 2012-2, Class C, 5.45%, 6/03/18		1,045	974,462
Series 2013-1, Class B, 5.38%, 5/15/23		875	831,250
			6,089,961
Auto Components 3.0%			
Affinia Group, Inc., 7.75%, 5/01/21 (a)		621	638,077
Brighthouse Group PLC, 7.88%, 5/15/18	GBP	100	156,520
Continental Rubber of America Corp., 4.50%, 9/15/19 (a)	USD	150	151,575
Dana Holding Corp., 6.75%, 2/15/21		410	435,112
Delphi Corp., 6.13%, 5/15/21		65	71,013
GKN Holdings PLC, 5.38%, 9/19/22	GBP	180	283,962
Icahn Enterprises LP/Icahn Enterprises Finance Corp., 8.00%, 1/15/18	USD	2,775	2,920,687
IDQ Holdings, Inc., 11.50%, 4/01/17 (a)		355	393,162
Jaguar Land Rover Automotive PLC, 8.25%, 3/15/20	GBP	439	753,793
Schaeffler Finance BV, 4.25%, 5/15/18	EUR	121	159,952
Schaeffler Holding Finance BV (f):			
6.88%, 8/15/18 (a)	USD	450	468,000
6.88%, 8/15/18	EUR	310	420,979
Servus Luxembourg Holdings SCA, 7.75%, 6/15/18		200	268,348
Titan International, Inc.:			
7.88%, 10/01/17	USD	430	455,800
7.88%, 10/01/17 (a)		455	482,300
			8,059,280
Building Products 1.5%			
American Builders & Contractors Supply Co., Inc., 5.63%, 4/15/21 (a)		425	412,250
Builders FirstSource, Inc., 7.63%, 6/01/21 (a)		372	372,000
Building Materials Corp. of America (a):			
7.00%, 2/15/20		500	531,250
6.75%, 5/01/21		710	752,600
Cemex SAB de CV, 5.88%, 3/25/19 (a)		210	198,975
Momentive Performance Materials, Inc., 8.88%, 10/15/20		700	726,250
Texas Industries, Inc., 9.25%, 8/15/20		215	234,888
USG Corp., 9.75%, 1/15/18		645	743,362

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			3,971,575
Capital Markets 0.3%			
E*Trade Financial Corp., 0.00%, 8/31/19 (g)(h)		226	306,795
Capital Markets (concluded)			
KCG Holdings, Inc., 8.25%, 6/15/18 (a)	USD	209	\$ 205,342
Nuveen Investments, Inc., 9.13%, 10/15/17 (a)		194	191,090
			703,227
Chemicals 2.0%			
Axiall Corp., 4.88%, 5/15/23 (a)		99	91,823
Basell Finance Co. BV, 8.10%, 3/15/27 (a)		380	480,574
Celanese US Holdings LLC, 5.88%, 6/15/21		668	684,700
Huntsman International LLC, 8.63%, 3/15/21		155	172,825
INEOS Finance PLC, 7.50%, 5/01/20 (a)		405	433,350
INEOS Group Holdings SA:			
6.13%, 8/15/18 (a)		275	266,062
6.50%, 8/15/18	EUR	261	335,327
Kraton Polymers LLC/Kraton Polymers Capital Corp., 6.75%, 3/01/19	USD	115	116,725
LSB Industries, Inc., 7.75%, 8/01/19 (a)		219	226,665
Nexo Solutions LLC/Nexo Solutions Finance Corp., 8.38%, 3/01/18		85	84,575
Nufarm Australia Ltd., 6.38%, 10/15/19 (a)		205	205,000
Orion Engineered Carbons Bondco GmbH, 10.00%, 6/15/18	EUR	315	464,717
PetroLogistics LP/PetroLogistics Finance Corp., 6.25%, 4/01/20 (a)	USD	157	151,897
PolyOne Corp., 7.38%, 9/15/20		200	220,500
Rockwood Specialties Group, Inc., 4.63%, 10/15/20		858	842,985
Tronox Finance LLC, 6.38%, 8/15/20 (a)		228	217,740
US Coatings Acquisition, Inc./Axalta Coating Systems Dutch Holding B BV:			
5.75%, 2/01/21	EUR	100	130,513
7.38%, 5/01/21(a)	USD	328	335,380
			5,461,358
Commercial Banks 1.1%			
CIT Group, Inc.:			
5.25%, 3/15/18		510	526,575
6.63%, 4/01/18 (a)		215	232,200
5.50%, 2/15/19 (a)		1,511	1,548,775
6.00%, 4/01/36		500	478,618
Lloyds TSB Bank PLC, 11.88%, 12/16/21 (c)	EUR	40	65,025
			2,851,193
Commercial Services & Supplies 3.6%			
AA Bond Co. Ltd., 9.50%, 7/31/43	GBP	160	264,689
ACCO Brands Corp., 6.75%, 4/30/20	USD	71	70,113
ADS Waste Holdings, Inc., 8.25%, 10/01/20 (a)		256	270,080
ARAMARK Corp., 5.75%, 3/15/20 (a)		596	607,920
Aviation Capital Group Corp., 6.75%, 4/06/21 (a)		500	526,506
Brickman Group Holdings, Inc., 9.13%, 11/01/18 (a)		24	25,710
Catalent Pharma Solutions, Inc., 7.88%, 10/15/18		466	471,825
Covanta Holding Corp., 6.38%, 10/01/22		585	593,598
EC Finance PLC, 9.75%, 8/01/17	EUR	451	649,650
Interactive Data Corp., 10.25%, 8/01/18		1,235	1,375,543
Mobile Mini, Inc., 7.88%, 12/01/20	USD	335	365,150
Mustang Merger Corp., 8.50%, 8/15/21 (a)		485	477,725
TransUnion LLC/TransUnion Financing Corp., 11.38%, 6/15/18		59	65,638
UR Merger Sub Corp.:			
5.75%, 7/15/18		236	251,930
7.38%, 5/15/20		315	339,412
8.25%, 2/01/21		429	474,045
7.63%, 4/15/22		2,045	2,198,375
6.13%, 6/15/23		175	172,375

See Notes to Consolidated Financial Statements.

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Consolidated Schedule of Investments (continued)

BlackRock Corporate High Yield Fund, Inc. (COY)

(Percentages shown are based on Net Assets)

		Par (000)	Value
Corporate Bonds			
Commercial Services & Supplies (concluded)			
Verisure Holding AB:			
8.75%, 9/01/18	EUR	169	\$ 244,578
8.75%, 12/01/18		100	139,764
West Corp., 8.63%, 10/01/18	USD	125	135,313
			9,719,939
Communications Equipment 1.7%			
Alcatel-Lucent USA, Inc.:			
8.88%, 1/01/20 (a)		805	821,100
6.50%, 1/15/28		55	41,800
6.45%, 3/15/29		169	130,130
Avaya, Inc. (a):			
7.00%, 4/01/19		250	228,750
10.50%, 3/01/21		740	571,650
CommScope Holding Co., Inc., 6.63%, 6/01/20 (a)(f)		440	435,600
Zayo Group LLC/Zayo Capital, Inc.:			
8.13%, 1/01/20		830	900,550
10.13%, 7/01/20		1,355	1,537,925
			4,667,505
Computers & Peripherals 0.1%			
EMC Corp., Series B, 1.75%, 12/01/13 (g)		186	298,646
Construction & Engineering 0.4%			
Boart Longyear Management Property Ltd., 7.00%, 4/01/21 (a)			
		175	141,750
H&E Equipment Services, Inc., 7.00%, 9/01/22			
		408	433,500
Safway Group Holding LLC/Safway Finance Corp., 7.00%, 5/15/18 (a)			
		214	215,070
Weekley Homes LLC/Weekley Finance Corp., 6.00%, 2/01/23 (a)			
		143	138,710
			929,030
Construction Materials 3.4%			
Buzzi Unicem SpA, 6.25%, 9/28/18			
	EUR	126	177,349
HD Supply, Inc.:			
8.13%, 4/15/19	USD	3,072	3,417,600
11.00%, 4/15/20		1,798	2,148,610
7.50%, 7/15/20 (a)		3,170	3,312,650
HeidelbergCement Finance Luxembourg SA, 7.50%, 4/03/20			
	EUR	51	79,537
			9,135,746
Consumer Finance 0.6%			
Credit Acceptance Corp., 9.13%, 2/01/17			
	USD	435	464,362
Ford Motor Credit Co. LLC:			
12.00%, 5/15/15		670	781,485
6.63%, 8/15/17		131	147,927
IVS F. SpA, 7.13%, 4/01/20			
	EUR	195	257,077
			1,650,851
Containers & Packaging 1.6%			
Ardagh Packaging Finance PLC:			
7.38%, 10/15/17		100	140,690
9.13%, 10/15/20 (a)	USD	409	436,607
9.13%, 10/15/20 (a)		365	387,813
7.00%, 11/15/20 (a)		230	223,675
5.00%, 11/15/22	EUR	200	255,253
Berry Plastics Corp., 9.75%, 1/15/21			
	USD	170	196,775
Beverage Packaging Holdings Luxembourg II SA, 8.00%, 12/15/16			
	EUR	617	815,491

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Crown Americas LLC/Crown Americas Capital Corp. III, 6.25%, 2/01/21	USD	15	15,750
GCL Holdings SCA, 9.38%, 4/15/18 (a)	EUR	244	348,281
Graphic Packaging International, Inc., 7.88%, 10/01/18	USD	340	369,750
OI European Group BV, 4.88%, 3/31/21	EUR	301	401,715
Pactiv LLC, 7.95%, 12/15/25	USD	431	381,435
Tekni-Plex, Inc., 9.75%, 6/01/19 (a)		367	411,040
			4,384,275
Distributors 0.5%			
VWR Funding, Inc., 7.25%, 9/15/17	USD	1,260	\$ 1,310,400
Diversified Consumer Services 1.0%			
APX Group, Inc. (a):			
6.38%, 12/01/19		903	851,077
8.75%, 12/01/20		547	538,795
Laureate Education, Inc., 9.25%, 9/01/19 (a)		1,145	1,236,600
			2,626,472
Diversified Financial Services 5.6%			
Aircastle Ltd.:			
6.75%, 4/15/17		345	365,700
6.25%, 12/01/19		295	307,537
Ally Financial, Inc.:			
7.50%, 12/31/13		350	356,125
8.00%, 3/15/20		276	317,745
7.50%, 9/15/20		186	209,250
8.00%, 11/01/31		3,165	3,639,750
8.00%, 11/01/31		201	227,884
CNG Holdings, Inc., 9.38%, 5/15/20 (a)		116	108,750
Co-Operative Group Ltd. (i):			
6.88%, 7/08/20	GBP	160	234,935
7.50%, 7/08/26		100	144,897
DPL, Inc.:			
6.50%, 10/15/16	USD	298	314,390
7.25%, 10/15/21		777	792,540
Gala Group Finance PLC, 8.88%, 9/01/18	GBP	600	990,259
General Motors Financial Co., Inc.:			
6.75%, 6/01/18	USD	270	300,713
4.25%, 5/15/23(a)		228	205,200
Jefferies Finance LLC/JFIN Co-Issuer Corp., 7.38%, 4/01/20 (a)		465	460,350
Jefferies LoanCore LLC/JLC Finance Corp., 6.88%, 6/01/20 (a)		660	648,450
Leucadia National Corp., 8.13%, 9/15/15		790	880,850
Reynolds Group Issuer, Inc.:			
7.13%, 4/15/19		430	457,412
9.00%, 4/15/19		535	552,387
7.88%, 8/15/19		100	110,000
9.88%, 8/15/19		430	456,875
5.75%, 10/15/20		2,075	2,056,844
WMG Acquisition Corp., 11.50%, 10/01/18		702	809,055
			14,947,898
Diversified Telecommunication Services 3.3%			
Broadview Networks Holdings, Inc., 10.50%, 11/15/17		500	495,000
CenturyLink, Inc., Series V, 5.63%, 4/01/20		1,272	1,246,560
Cequel Communications Holdings I LLC/Cequel Capital Corp., 5.13%, 12/15/21 (a)		390	358,800
Consolidated Communications Finance Co., 10.88%, 6/01/20		320	368,000
Frontier Communications Corp., 8.50%, 4/15/20		485	529,862
Level 3 Communications, Inc., 8.88%, 6/01/19		295	314,912
Level 3 Financing, Inc.:			
8.13%, 7/01/19		1,417	1,498,477
7.00%, 6/01/20		395	397,962
8.63%, 7/15/20		1,604	1,716,280
Telenet Finance V Luxembourg SCA:			
6.25%, 8/15/22	EUR	237	314,171
6.75%, 8/15/24		350	468,360
tw telecom holdings, Inc.:			
5.38%, 10/01/22	USD	275	261,938
5.38%, 10/01/22 (a)		235	223,838
Windstream Corp.:			

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7.88%, 11/01/17	360	399,600
7.75%, 10/15/20	144	147,240
6.38%, 8/01/23	220	198,825
		8,939,825

See Notes to Consolidated Financial Statements.

SEMI-ANNUAL REPORT

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Consolidated Schedule of Investments (continued)

BlackRock Corporate High Yield Fund, Inc. (COY)

(Percentages shown are based on Net Assets)

		Par (000)	Value
Corporate Bonds			
Electric Utilities 0.6%			
Homer City Generation LP (f):			
8.14%, 10/01/19	USD	140	\$ 140,700
8.73%, 10/01/26		205	208,075
Mirant Mid Atlantic Pass-Through Trust, Series B, 9.13%, 6/30/17		214	224,536
The Tokyo Electric Power Co., Inc., 4.50%, 3/24/14	EUR	800	1,055,455
			1,628,766
Electrical Equipment 0.9%			
Belden, Inc.:			
5.50%, 9/01/22 (a)		340	329,800
5.50%, 4/15/23		110	139,566
General Cable Corp., 5.75%, 10/01/22 (a)	USD	560	539,000
International Wire Group Holdings, Inc., 8.50%, 10/15/17 (a)		257	267,280
Rexel SA, 5.13%, 6/15/20	EUR	339	454,760
Techem GmbH, 6.13%, 10/01/19		300	425,891
Trionista TopCo GmbH, 6.88%, 4/30/21		100	133,492
			2,289,789
Electronic Equipment, Instruments & Components 0.1%			
Jabil Circuit, Inc., 8.25%, 3/15/18	USD	215	253,163
Energy Equipment & Services 3.7%			
Atwood Oceanics, Inc., 6.50%, 2/01/20		130	139,100
Calfrac Holdings LP, 7.50%, 12/01/20 (a)		306	308,295
CGG:			
6.50%, 6/01/21		1,150	1,164,375
7.75%, 5/15/17		235	240,875
FTS International Services LLC/FTS International Bonds, Inc., 8.13%, 11/15/18 (a)		612	653,310
Genesis Energy LP/Genesis Energy Finance Corp., 5.75%, 2/15/21		47	46,295
Gulfmark Offshore, Inc., 6.38%, 3/15/22		145	146,813
Hornbeck Offshore Services, Inc., 5.88%, 4/01/20		290	293,625
MEG Energy Corp., 6.50%, 3/15/21 (a)		1,309	1,331,907
Oil States International, Inc.:			
6.50%, 6/01/19		611	644,605
5.13%, 1/15/23 (a)		315	344,137
Parker Drilling Co., 7.50%, 8/01/20 (a)		360	353,700
Peabody Energy Corp.:			
6.00%, 11/15/18		619	615,905
6.25%, 11/15/21		611	589,615
7.88%, 11/01/26		345	344,138
4.75%, 12/15/41 (g)		392	303,310
Precision Drilling Corp.:			
6.63%, 11/15/20		70	73,675
6.50%, 12/15/21		165	172,425
Rain CII Carbon LLC/CII Carbon Corp., 8.25%, 1/15/21 (a)		214	214,000
Seadrill Ltd., 5.63%, 9/15/17 (a)		1,254	1,263,405
Tervita Corp., 8.00%, 11/15/18 (a)		252	251,370
Trionista Holdco GmbH, 5.00%, 4/30/20	EUR	302	403,130
			9,898,010
Food & Staples Retailing 0.6%			
Bakkavor Finance 2 PLC:			
8.25%, 2/15/18	GBP	213	344,115
8.75%, 6/15/20		200	323,887
R&R Ice Cream PLC, 9.25%, 5/15/18 (f)	EUR	100	135,469
Rite Aid Corp.:			

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9.25%, 3/15/20		345	390,281
6.75%, 6/15/21 (a)	USD	379	383,738
Zobeke Holding SpA, 7.88%, 2/01/18	EUR	100	137,452
			1,714,942
Food Products 0.9%			
Darling International, Inc., 8.50%, 12/15/18	USD	105	115,500
Findus Bondco SA:			
9.13%, 7/01/18	EUR	153	212,849
9.50%, 7/01/18	GBP	100	162,579
Pinnacle Foods Finance LLC/Pinnacle Foods Finance Corp., 4.88%, 5/01/21 (a)	USD	360	334,800
Post Holdings, Inc., 7.38%, 2/15/22		530	559,150
Smithfield Foods, Inc., 6.63%, 8/15/22		431	441,775
Sun Merger Sub, Inc. (a):			
5.25%, 8/01/18		515	516,931
5.88%, 8/01/21		161	160,598
			2,504,182
Health Care Equipment & Supplies 2.3%			
Biomet, Inc.:			
6.50%, 8/01/20		1,644	1,685,100
6.50%, 10/01/20		1,900	1,895,250
DJO Finance LLC/DJO Finance Corp.:			
8.75%, 3/15/18		350	378,875
7.75%, 4/15/18		95	93,338
9.88%, 4/15/18		540	567,000
Fresenius Medical Care US Finance, Inc., 5.75%, 2/15/21 (a)		260	265,200
Fresenius US Finance II, Inc., 9.00%, 7/15/15 (a)		500	556,875
IDH Finance PLC, 6.00%, 12/01/18	GBP	103	159,220
Kinetic Concepts, Inc./KCI USA, Inc., 12.50%, 11/01/19	USD	212	220,745
Teleflex, Inc., 6.88%, 6/01/19		270	283,500
			6,105,103
Health Care Providers & Services 5.6%			
Aviv Healthcare Properties LP/Aviv Healthcare Capital Corp., 7.75%, 2/15/19		520	556,400
CHS/Community Health Systems, Inc.:			
5.13%, 8/15/18		785	802,662
8.00%, 11/15/19		98	102,900
7.13%, 7/15/20		637	643,370
ConvaTec Healthcare E SA, 7.38%, 12/15/17 (a)	EUR	300	422,267
Crown Newco 3 PLC:			
7.00%, 2/15/18	GBP	100	158,224
7.00%, 2/15/18 (a)		331	523,723
DaVita HealthCare Partners, Inc., 5.75%, 8/15/22	USD	819	810,810
HCA Holdings, Inc., 6.25%, 2/15/21		670	671,675
HCA, Inc.:			
8.50%, 4/15/19		120	129,600
6.50%, 2/15/20		1,345	1,444,194
7.88%, 2/15/20		255	275,081
7.25%, 9/15/20		1,095	1,192,181
5.88%, 3/15/22		540	557,550
4.75%, 5/01/23		363	338,951
Health Management Associates, Inc., 7.38%, 1/15/20		190	212,325
Hologic, Inc., 6.25%, 8/01/20		1,125	1,172,812
IASIS Healthcare LLC/IASIS Capital Corp., 8.38%, 5/15/19		87	91,133
inVentiv Health, Inc., 9.00%, 1/15/18 (a)		580	591,600
Omnicare, Inc.:			
7.75%, 6/01/20		0.00	0.00
3.75%, 4/01/42 (g)		268	371,348
Symbion, Inc., 8.00%, 6/15/16		315	330,750

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Consolidated Schedule of Investments (continued)

BlackRock Corporate High Yield Fund, Inc. (COY)

(Percentages shown are based on Net Assets)

		Par (000)	Value
Corporate Bonds			
Health Care Providers & Services (concluded)			
Tenet Healthcare Corp.:			
6.25%, 11/01/18	USD	1,080	\$ 1,140,750
6.75%, 2/01/20		480	470,400
4.38%, 10/01/21 (a)		701	636,158
Vanguard Health Holding Co. II LLC/Vanguard Holding Co. II, Inc., 7.75%, 2/01/19		992	1,061,440
Voyage Care Bondco PLC, 6.50%, 8/01/18	GBP	110	169,274
			14,877,578
Health Care Technology 1.0%			
IMS Health, Inc. (a):			
12.50%, 3/01/18		2,065	2,436,700
6.00%, 11/01/20	USD	132	135,465
			2,572,165
Hotels, Restaurants & Leisure 3.2%			
Carlson Wagonlit BV, 6.88%, 6/15/19 (a)			
		295	299,425
Cirsa Funding Luxembourg SA, 8.75%, 5/15/18	EUR	453	607,688
Diamond Resorts Corp., 12.00%, 8/15/18	USD	1,232	1,367,520
Enterprise Inns PLC, 6.50%, 12/06/18	GBP	296	459,858
Gategroup Finance Luxembourg SA, 6.75%, 3/01/19	EUR	361	489,044
Intralot Finance Luxembourg SA, 9.75%, 8/15/18		400	547,163
Isle of Capri Casinos, Inc.:			
7.75%, 3/15/19	USD	45	46,463
5.88%, 3/15/21		201	185,925
Little Traverse Bay Bands of Odawa Indians, 9.00%, 8/31/20 (a)		270	264,600
MCE Finance Ltd., 5.00%, 2/15/21 (a)		620	568,850
MTR Gaming Group, Inc., 11.50%, 8/01/19 (f)		256	269,737
Playa Resorts Holding BV, 8.00%, 8/15/20 (a)		150	153,000
PNK Finance Corp., 6.38%, 8/01/21 (a)		474	472,815
Regal Entertainment Group, 5.75%, 2/01/25		80	73,600
Six Flags Entertainment Corp., 5.25%, 1/15/21 (a)		547	516,915
Station Casinos LLC, 7.50%, 3/01/21		1,298	1,336,940
Travelport LLC/Travelport Holdings, Inc. (a):			
6.40%, 3/01/16 (c)		82	79,453
11.88%, 9/01/16		31	30,155
Tropicana Entertainment LLC/Tropicana Finance Corp., 9.63%, 12/15/14 (d)(e)		315	
The Unique Pub Finance Co. PLC, Series A3, 6.54%, 3/30/21	GBP	300	468,397
Vougeot Bidco PLC, 7.88%, 7/15/20		203	323,240
Wynn Las Vegas LLC/Wynn Las Vegas Capital Corp., 5.38%, 3/15/22	USD	70	69,125
			8,629,913
Household Durables 2.6%			
Algeco Scotsman Global Finance PLC, 9.00%, 10/15/18			
	EUR	100	136,460
Ashton Woods USA LLC/Ashton Woods Finance Corp., 6.88%, 2/15/21 (a)	USD	210	207,900
Beazer Homes USA, Inc., 6.63%, 4/15/18		30	31,613
Brookfield Residential Properties, Inc., 6.50%, 12/15/20 (a)		375	383,437
Brookfield Residential Properties, Inc./Brookfield Residential US Corp., 6.13%, 7/01/22 (a)		267	263,663
Jarden Corp., 7.50%, 1/15/20	EUR	285	397,410
K. Hovnanian Enterprises, Inc., 7.25%, 10/15/20 (a)	USD	870	917,850
Libbey Glass, Inc., 6.88%, 5/15/20		264	282,150
Pulte Group, Inc., 6.38%, 5/15/33		175	156,625
RPG Byty Sro, 6.75%, 5/01/20	EUR	180	229,571
The Ryland Group, Inc., 6.63%, 5/01/20	USD	315	326,812
Household Durables (concluded)			
Spie BondCo 3 SCA, 11.00%, 8/15/19	EUR	276	406,725

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Standard Pacific Corp.:			
10.75%, 9/15/16	USD	1,185	1,407,187
8.38%, 1/15/21		880	985,600
Taylor Morrison Communities, Inc./Monarch Communities, Inc. (a):			
7.75%, 4/15/20		275	300,437
5.25%, 4/15/21		247	233,415
William Lyon Homes, Inc., 8.50%, 11/15/20		275	291,500
			6,958,355
Household Products 0.7%			
Ontex IV SA:			
7.50%, 4/15/18	EUR	100	138,794
7.50%, 4/15/18 (a)		130	180,433
9.00%, 4/15/19		313	429,189
Spectrum Brands Escrow Corp. (a):			
6.38%, 11/15/20	USD	351	363,285
6.63%, 11/15/22		230	235,750
Spectrum Brands, Inc.:			
9.50%, 6/15/18		330	363,000
6.75%, 3/15/20		89	93,895
			1,804,346
Independent Power Producers & Energy Traders 4.0%			
Calpine Corp., 7.50%, 2/15/21 (a)		42	44,520
Energy Future Intermediate Holding Co. LLC/EFIH Finance, Inc.:			
6.88%, 8/15/17 (a)		378	382,253
11.25%, 12/01/18 (a)(f)		657	515,848
10.00%, 12/01/20		3,373	3,554,299
10.00%, 12/01/20 (a)		1,700	1,787,125
12.25%, 3/01/22 (a)		1,140	1,268,250
GenOn REMA LLC:			
Series B, 9.24%, 7/02/17		86	88,283
Series C, 9.68%, 7/02/26		384	407,040
Laredo Petroleum, Inc.:			
9.50%, 2/15/19		445	495,062
7.38%, 5/01/22		345	363,975
NRG Energy, Inc., 7.63%, 1/15/18		1,453	1,609,197
QEP Resources, Inc., 5.38%, 10/01/22		305	291,275
			10,807,127
Industrial Conglomerates 0.2%			
Sequa Corp., 7.00%, 12/15/17 (a)		420	420,000
Insurance 0.8%			
A-S Co-Issuer Subsidiary, Inc./A-S Merger Sub LLC, 7.88%, 12/15/20 (a)		1,035	1,058,288
CNO Financial Group, Inc., 6.38%, 10/01/20 (a)		206	215,270
MPL 2 Acquisition Canco, Inc., 9.88%, 8/15/18 (a)		605	623,150
TMF Group Holding BV, 9.88%, 12/01/19	EUR	100	138,120
			2,034,828
Internet Software & Services 0.3%			
Bankrate, Inc., 6.13%, 8/15/18 (a)	USD	269	265,974
Cerved Technologies SpA:			
6.38%, 1/15/20	EUR	100	133,513
8.00%, 1/15/21		100	132,495
VeriSign, Inc., 4.63%, 5/01/23 (a)	USD	255	238,425
			770,407
IT Services 4.7%			
Ceridian Corp.:			
11.25%, 11/15/15		115	116,438
8.88%, 7/15/19 (a)		1,540	1,732,500

See Notes to Consolidated Financial Statements.

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Consolidated Schedule of Investments (continued)

BlackRock Corporate High Yield Fund, Inc. (COY)

(Percentages shown are based on Net Assets)

		Par (000)	Value
Corporate Bonds			
IT Services (concluded)			
Ceridian Corp.(concluded):			
11.00%, 3/15/21 (a)	USD	2,405	\$ 2,777,775
Epicor Software Corp., 8.63%, 5/01/19		510	538,050
First Data Corp. (a):			
7.38%, 6/15/19		2,203	2,285,612
8.88%, 8/15/20		495	534,600
6.75%, 11/01/20		1,242	1,269,945
10.63%, 6/15/21		676	671,775
11.75%, 8/15/21		327	305,745
SunGard Data Systems, Inc.:			
7.38%, 11/15/18		500	531,250
6.63%, 11/01/19		1,371	1,391,565
WEX, Inc., 4.75%, 2/01/23 (a)		453	412,230
			12,567,485
Machinery 0.4%			
Cleaver-Brooks, Inc., 8.75%, 12/15/19 (a)		300	318,000
DH Services Luxembourg Sarl, 7.75%, 12/15/20 (a)		85	87,763
Navistar International Corp., 8.25%, 11/01/21		335	332,906
SPX Corp., 6.88%, 9/01/17		160	177,200
Trinseo Materials Operating SCA/Trinseo Materials Finance, Inc., 8.75%, 2/01/19 (a)		168	164,220
			1,080,089
Media 9.7%			
AMC Networks, Inc.:			
7.75%, 7/15/21		205	226,525
4.75%, 12/15/22		267	250,313
Cablevision Systems Corp., 5.88%, 9/15/22		490	467,950
CCO Holdings LLC/CCO Holdings Capital Corp.:			
5.25%, 9/30/22		540	492,750
5.13%, 2/15/23		685	614,788
Cengage Learning Acquisitions, Inc., 11.50%, 4/15/20 (a)(d)(e)		537	393,353
Checkout Holding Corp., 9.91%, 11/15/15 (a)(h)		418	337,535
Cinemark USA, Inc., 5.13%, 12/15/22		232	216,920
Clear Channel Communications, Inc.:			
9.00%, 12/15/19 (b)		618	594,825
9.00%, 3/01/21		1,122	1,065,900
Clear Channel Worldwide Holdings, Inc.:			
6.50%, 11/15/22		568	563,740
Series B, 7.63%, 3/15/20		883	885,207
Series B, 6.50%, 11/15/22		1,743	1,743,000
DISH DBS Corp.:			
4.25%, 4/01/18		485	477,725
5.13%, 5/01/20		827	800,122
5.88%, 7/15/22		600	588,000
DreamWorks Animation SKG, Inc., 6.88%, 8/15/20 (a)		164	168,510
Harron Communications LP/Harron Finance Corp., 9.13%, 4/01/20 (a)		840	911,400
Intelsat Jackson Holdings SA, 5.50%, 8/01/23 (a)		757	702,118
Intelsat Luxembourg SA, 6.75%, 6/01/18 (a)		1,160	1,200,600
Live Nation Entertainment, Inc. (a):			
8.13%, 5/15/18		675	737,444
7.00%, 9/01/20		178	185,120
Lynx I Corp., 6.00%, 4/15/21	GBP	930	1,444,824
The McClatchy Co., 9.00%, 12/15/22	USD	502	529,610
Midcontinent Communications & Finance Corp., 6.25%, 8/01/21 (a)		861	863,152
NAI Entertainment Holdings LLC, 8.25%, 12/15/17 (a)		456	493,939

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NAI Entertainment Holdings/NAI Entertainment Holdings Finance Corp., 5.00%, 8/01/18 (a)		316	319,950
Media (concluded)			
Nara Cable Funding Ltd., 8.88%, 12/01/18	EUR	200	278,406
Nielsen Finance LLC/Nielsen Finance Co.:			
11.63%, 2/01/14		45	46,859
7.75%, 10/15/18		1,111	1,208,212
Odeon & UCI Finco PLC, 9.00%, 8/01/18 (a)	GBP	189	301,680
ProQuest LLC/ProQuest Notes Co., 9.00%, 10/15/18 (a)	USD	166	166,830
ProtoStar I Ltd., 18.00%, 10/15/13 (a)(d)(e)(g)		812	406
RCN Telecom Services LLC/RCN Capital Corp., 8.50%, 8/15/20 (a)		240	237,600
Sirius XM Radio, Inc. (a):			
4.25%, 5/15/20		474	433,710
5.75%, 8/01/21		326	319,480
4.63%, 5/15/23		233	205,623
Sterling Entertainment Corp.,			
10.00%, 12/15/19		800	800,000
Unitymedia Hessen GmbH & Co. KG/Unitymedia NRW GmbH:			
7.50%, 3/15/19	EUR	722	1,032,955
5.50%, 1/15/23 (a)	USD	475	432,250
Unitymedia KabelBW GmbH, 9.50%, 3/15/21	EUR	385	577,401
Univision Communications, Inc. (a):			
8.50%, 5/15/21	USD	266	287,945
6.75%, 9/15/22		112	116,200
5.13%, 5/15/23		648	611,550
UPCB Finance II Ltd.:			
6.38%, 7/01/20 (a)	EUR	753	1,043,818
6.38%, 7/01/20		100	138,621
WaveDivision Escrow LLC/WaveDivision Escrow Corp., 8.13%, 9/01/20 (a)	USD	329	340,515
			25,855,381
Metals & Mining 3.6%			
ArcelorMittal:			
9.50%, 2/15/15		300	329,250
4.25%, 8/05/15		268	276,040
4.25%, 3/01/16		125	127,500
5.00%, 2/25/17		340	347,650
6.13%, 6/01/18		305	314,150
Eco-Bat Finance PLC, 7.75%, 2/15/17	EUR	435	586,416
FMG Resources August 2006 Property Ltd. (a):			
6.38%, 2/01/16		925	947,715
6.00%, 4/01/17	USD	1,251	1,272,892
Global Brass & Copper, Inc.,			
9.50%, 6/01/19 (a)		275	299,750
Kaiser Aluminum Corp., 8.25%, 6/01/20		205	228,575
New Gold, Inc., 6.25%, 11/15/22 (a)		275	263,313
Novelis, Inc., 8.75%, 12/15/20		2,815	3,061,312
Peninsula Energy Ltd., 0.00%, 12/14/14		500	500,000
Perstorp Holding AB, 8.75%, 5/15/17 (a)		205	209,613
Steel Dynamics, Inc., 6.38%, 8/15/22		225	234,563
Taseko Mines Ltd., 7.75%, 4/15/19		385	379,225
Vedanta Resources PLC, 8.25%, 6/07/21 (a)		245	230,300
			9,608,264
Multiline Retail 0.4%			
Dollar General Corp., 4.13%, 7/15/17		727	763,429
Dufry Finance SCA, 5.50%, 10/15/20 (a)		203	207,172
			970,601
Oil, Gas & Consumable Fuels 9.1%			
Access Midstream Partners LP/ACMP Finance Corp.:			
5.88%, 4/15/21		273	280,507
6.13%, 7/15/22		250	256,875
4.88%, 5/15/23		411	382,230

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Consolidated Schedule of Investments (continued)

BlackRock Corporate High Yield Fund, Inc. (COY)

(Percentages shown are based on Net Assets)

	Par (000)	Value
Corporate Bonds		
Oil, Gas & Consumable Fuels (continued)		
Alpha Appalachia Holdings, Inc., 3.25%, 8/01/15 (g)	USD 817	\$ 749,087
Athlon Holdings LP/Athlon Finance Corp., 7.38%, 4/15/21 (a)	175	176,750
Aurora USA Oil & Gas, Inc. (a):		
9.88%, 2/15/17	610	643,550
7.50%, 4/01/20	305	301,950
Bonanza Creek Energy, Inc., 6.75%, 4/15/21	78	79,365
BreitBurn Energy Partners LP/BreitBurn Finance Corp., 7.88%, 4/15/22	235	232,650
Carrizo Oil & Gas, Inc., 7.50%, 9/15/20	215	226,825
Chaparral Energy, Inc., 7.63%, 11/15/22	205	205,513
Chesapeake Energy Corp.:		
7.25%, 12/15/18	110	124,575
6.63%, 8/15/20	77	82,583
6.88%, 11/15/20	248	268,460
6.13%, 2/15/21	69	71,760
Concho Resources, Inc.:		
7.00%, 1/15/21	75	82,313
6.50%, 1/15/22	270	286,200
5.50%, 10/01/22	333	325,507
5.50%, 4/01/23	67	64,990
CONSOL Energy, Inc.:		
8.00%, 4/01/17	388	409,340
8.25%, 4/01/20	285	302,100
Continental Resources, Inc., 7.13%, 4/01/21	340	372,300
Crosstex Energy LP/Crosstex Energy Finance Corp., 8.88%, 2/15/18	140	148,750
Crown Oil Partners IV LP, 15.00%, 3/07/15	568	591,110
CrownRock LP/CrownRock Finance, Inc., 7.13%, 4/15/21 (a)	314	310,860
Denbury Resources, Inc., 4.63%, 7/15/23	708	631,890
Energy XXI Gulf Coast, Inc.:		
9.25%, 12/15/17	430	478,375
7.75%, 6/15/19	490	509,600
EP Energy LLC/EP Energy Finance, Inc., 9.38%, 5/01/20	195	214,500
EP Energy LLC/Everest Acquisition Finance, Inc., 6.88%, 5/01/19	315	334,687
EV Energy Partners LP/EV Energy Finance Corp., 8.00%, 4/15/19	140	140,000
Halcon Resources Corp., 8.88%, 5/15/21	384	384,960
Hilcorp Energy I LP/Hilcorp Finance Corp., 7.63%, 4/15/21 (a)	243	258,795
Holly Energy Partners LP/Holly Energy Finance Corp., 6.50%, 3/01/20	145	149,350
Kodiak Oil & Gas Corp.:		
8.13%, 12/01/19	320	350,400
5.50%, 2/01/22 (a)	148	142,820
Legacy Reserves LP/Legacy Reserves Finance Corp., 6.63%, 12/01/21 (a)	140	133,000
Lightstream Resources Ltd., 8.63%, 2/01/20 (a)	237	225,150
Linn Energy LLC/Linn Energy Finance Corp.:		
6.50%, 5/15/19	41	38,540
6.25%, 11/01/19 (a)	649	597,080
8.63%, 4/15/20	710	713,550
7.75%, 2/01/21	55	53,350
MarkWest Energy Partners LP/MarkWest Energy Finance Corp.:		
6.25%, 6/15/22	147	153,615
4.50%, 7/15/23	225	204,750
Memorial Production Partners LP/Memorial Production Finance Corp., 7.63%, 5/01/21	181	174,665
Newfield Exploration Co., 6.88%, 2/01/20	715	748,962
Northern Oil & Gas, Inc., 8.00%, 6/01/20	285	289,275
Oil, Gas & Consumable Fuels (concluded)		
Oasis Petroleum, Inc.:		
7.25%, 2/01/19	USD 185	196,100
6.50%, 11/01/21	270	283,500
Offshore Group Investment Ltd., 7.13%, 4/01/23	388	373,450

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Pacific Drilling SA, 5.38%, 6/01/20 (a)	373	359,945
PBF Holding Co. LLC/PBF Finance Corp., 8.25%, 2/15/20	89	91,003
PDC Energy, Inc., 7.75%, 10/15/22	190	199,500
Penn Virginia Corp., 8.50%, 5/01/20	184	184,000
Petrobras Global Finance BV, 3.00%, 1/15/19	320	294,339
Petroleum Geo-Services ASA, 7.38%, 12/15/18 (a)	730	799,350
Range Resources Corp.:		
8.00%, 5/15/19	345	370,875
6.75%, 8/01/20	111	119,603
5.75%, 6/01/21	896	938,560
5.00%, 8/15/22	296	289,340
5.00%, 3/15/23	157	153,468
Regency Energy Partners LP/Regency Energy Finance Corp., 6.88%, 12/01/18	107	114,758
RKI Exploration & Production LLC/RKI Finance Corp., 8.50%, 8/01/21 (a)	116	116,000
Rosetta Resources, Inc., 5.63%, 5/01/21	245	236,425
Sabine Pass Liquefaction LLC (a):		
5.63%, 2/01/21	1,074	1,025,670
5.63%, 4/15/23	309	286,597
Sabine Pass LNG LP:		
7.50%, 11/30/16	1,595	1,756,494
6.50%, 11/01/20 (a)	300	301,500
SandRidge Energy, Inc.:		
8.75%, 1/15/20	28	29,260
7.50%, 2/15/23	277	267,997
SESI LLC, 6.38%, 5/01/19	188	197,870
Seven Generations Energy Ltd., 8.25%, 5/15/20 (a)	93	95,325
SM Energy Co.:		
6.63%, 2/15/19	192	200,640
6.50%, 11/15/21	240	252,000
6.50%, 1/01/23	283	291,490
Summit Midstream Holdings LLC/Summit Midstream Finance Corp., 7.50%, 7/01/21 (a)	260	263,900
Tesoro Logistics LP/Tesoro Logistics Finance Corp., 5.88%, 10/01/20 (a)	142	141,645
Vanguard Natural Resources LLC/VNR Finance Corp., 7.88%, 4/01/20	250	253,125
		24,387,193
Paper & Forest Products 0.6%		
Ainsworth Lumber Co. Ltd., 7.50%, 12/15/17 (a)	292	308,060
Boise Paper Holdings LLC/Boise Co-Issuer Co., 8.00%, 4/01/20	105	112,612
Boise Paper Holdings LLC/Boise Finance Co., 9.00%, 11/01/17	55	57,888
Clearwater Paper Corp.:		
7.13%, 11/01/18	535	575,125
4.50%, 2/01/23	40	36,200
NewPage Corp., 11.38%, 12/31/14 (d)(e)	1,785	
Sappi Papier Holding GmbH (a):		
8.38%, 6/15/19	200	209,000
6.63%, 4/15/21	120	111,600
Unifrax I LLC/Unifrax Holding Co., 7.50%, 2/15/19 (a)	240	240,600
		1,651,085

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Consolidated Schedule of Investments (continued)

BlackRock Corporate High Yield Fund, Inc. (COY)

(Percentages shown are based on Net Assets)

		Par (000)	Value
Corporate Bonds			
Pharmaceuticals 2.2%			
Capsugel Finance Co. SCA:			
9.88%, 8/01/19	EUR	100	\$ 146,042
9.88%, 8/01/19 (a)		200	292,085
Jaguar Holding Co. II/Jaguar Merger Sub, Inc., 9.50%, 12/01/19 (a)	USD	600	678,000
Valeant Pharmaceuticals International (a):			
6.88%, 12/01/18		841	891,460
6.38%, 10/15/20		248	252,030
6.75%, 8/15/21		412	424,360
VPPI Escrow Corp. (a):			
6.75%, 8/15/18		2,255	2,387,481
7.50%, 7/15/21		136	145,520
Warner Chilcott Co. LLC/Warner Chilcott Finance LLC, 7.75%, 9/15/18		565	617,263
			5,834,241
Professional Services 0.3%			
La Financiere Atalian SA, 7.25%, 1/15/20			
	EUR	120	154,633
Truven Health Analytics, Inc., 10.63%, 6/01/20			
	USD	470	499,375
			654,008
Real Estate Investment Trusts (REITs) 0.7%			
Cantor Commercial Real Estate Co. LP/CCRE Finance Corp., 7.75%, 2/15/18 (a)			
		261	266,872
Felcor Lodging LP:			
6.75%, 6/01/19		934	978,365
5.63%, 3/01/23		235	218,550
Host Hotels & Resorts LP, 2.50%, 10/15/29 (a)(g)		110	149,875
iStar Financial, Inc., 4.88%, 7/01/18		375	363,750
			1,977,412
Real Estate Management & Development 2.4%			
CBRE Services, Inc., 6.63%, 10/15/20			
		310	329,375
Crescent Resources LLC/Crescent Ventures, Inc., 10.25%, 8/15/17 (a)			
		785	843,875
Realogy Corp. (a):			
7.88%, 2/15/19		2,165	2,354,437
7.63%, 1/15/20		465	520,800
9.00%, 1/15/20		305	352,275
Realogy Group LLC/Sunshine Group Florida Ltd., 3.38%, 5/01/16 (a)		311	308,668
Shea Homes LP/Shea Homes Funding Corp., 8.63%, 5/15/19		1,290	1,415,775
Woodside Homes Co. LLC/Woodside Homes Finance, Inc., 6.75%, 12/15/21 (a)		415	412,925
			6,538,130
Road & Rail 0.7%			
The Hertz Corp.:			
7.50%, 10/15/18		505	545,400
6.75%, 4/15/19		265	282,556
5.88%, 10/15/20		60	61,575
7.38%, 1/15/21		400	432,000
6.25%, 10/15/22		245	249,287
Watco Cos. LLC/Watco Finance Corp., 6.38%, 4/01/23 (a)		181	178,738
			1,749,556
Semiconductors & Semiconductor Equipment 0.3%			
NXP BV/NXP Funding LLC (a):			
3.75%, 6/01/18		395	381,669
9.75%, 8/01/18		100	110,500
5.75%, 2/15/21		305	305,000

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			797,169
Software 1.9%			
BMC Software Finance, Inc., 8.13%, 7/15/21 (a)	USD	665	673,312
Healthcare Technology Intermediate, Inc., 7.38%, 9/01/18 (a)(f)		309	313,635
IAC/InterActiveCorp, 4.75%, 12/15/22		386	356,085
Igloo Holdings Corp., 8.25%, 12/15/17 (a)(f)		274	280,165
Infor US, Inc., 9.38%, 4/01/19		1,890	2,102,625
Interface Security Systems Holdings, Inc./Interface Security Systems LLC, 9.25%, 1/15/18 (a)		139	143,518
Nuance Communications, Inc., 5.38%, 8/15/20 (a)		865	823,912
Sophia LP/Sophia Finance, Inc., 9.75%, 1/15/19 (a)		408	442,680
			5,135,932
Specialty Retail 3.1%			
Asbury Automotive Group, Inc., 8.38%, 11/15/20		335	370,175
Claire's Stores, Inc. (a):			
9.00%, 3/15/19		797	887,659
7.75%, 6/01/20		304	302,480
CST Brands, Inc., 5.00%, 5/01/23 (a)		348	330,600
House of Fraser Funding PLC:			
8.88%, 8/15/18(a)	GBP	259	424,833
8.88%, 8/15/18		221	362,502
Limited Brands, Inc., 8.50%, 6/15/19	USD	745	880,031
Magnolia BC SA, 9.00%, 8/01/20	EUR	252	337,252
Michaels FinCo Holdings LLC/Michaels FinCo, Inc., 7.50%, 8/01/18 (a)(f)	USD	541	541,000
Michaels Stores, Inc., 7.75%, 11/01/18		215	231,394
New Academy Finance Co. LLC/New Academy Finance Corp., 8.00%, 6/15/18 (a)(f)		197	202,418
Party City Holdings, Inc., 8.88%, 8/01/20 (a)		929	995,191
PC Nextco Holdings LLC/PC Nextco Finance, Inc., 8.75%, 8/15/19 (a)(f)		264	261,030
Penske Automotive Group, Inc., 5.75%, 10/01/22		289	286,110
QVC, Inc. (a):			
7.50%, 10/01/19		565	609,114
7.38%, 10/15/20		270	293,368
Sally Holdings LLC/Sally Capital, Inc.:			
6.88%, 11/15/19		500	545,000
5.75%, 6/01/22		470	470,587
			8,330,744
Textiles, Apparel & Luxury Goods 0.5%			
Levi Strauss & Co., 6.88%, 5/01/22		400	425,000
PVH Corp., 4.50%, 12/15/22		233	215,816
Quiksilver, Inc./QS Wholesale, Inc., 7.88%, 8/01/18 (a)		110	113,438
SIWF Merger Sub, Inc./Springs Industries, Inc., 6.25%, 6/01/21 (a)		461	455,237
The William Carter Co., 5.25%, 8/15/21 (a)		231	232,155
			1,441,646
Thrifts & Mortgage Finance 0.1%			
MGIC Investment Corp., 2.00%, 4/01/20 (g)		47	59,102
Radian Group, Inc. (g):			
3.00%, 11/15/17		55	76,141
2.25%, 3/01/19		66	94,380
			229,623
Trading Companies & Distributors 0.6%			
Air Lease Corp., 4.50%, 1/15/16		540	561,600
Ashtead Capital, Inc., 6.50%, 7/15/22 (a)		455	481,162

See Notes to Consolidated Financial Statements.

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Consolidated Schedule of Investments (continued)

BlackRock Corporate High Yield Fund, Inc. (COY)

(Percentages shown are based on Net Assets)

		Par (000)	Value
Corporate Bonds			
Trading Companies & Distributors (concluded)			
Doric Nimrod Air Finance Alpha Ltd. Pass-Through Trust, Series 2012-1, Class A, 5.13%, 11/30/24 (a)	USD	533	\$ 525,323
			1,568,085
Transportation Infrastructure 0.5%			
Aguila 3 SA (a):			
7.88%, 1/31/18		398	416,905
Series 144, 7.88%, 1/31/18		290	303,775
Jack Cooper Holdings Corp., 9.25%, 6/01/20 (a)		680	697,000
			1,417,680
Wireless Telecommunication Services 4.6%			
Crown Castle International Corp., 5.25%, 1/15/23		1,029	972,405
Digicel Group Ltd., 8.25%, 9/30/20 (a)		420	445,200
Digicel Ltd., 6.00%, 4/15/21 (a)		1,962	1,893,330
MetroPCS Wireless, Inc., 6.63%, 11/15/20		477	494,888
NII Capital Corp., 7.63%, 4/01/21		324	247,860
Phones4u Finance PLC:			
9.50%, 4/01/18	GBP	100	160,394
9.50%, 4/01/18 (a)		370	593,458
Softbank Corp., 4.50%, 4/15/20 (a)	USD	720	680,717
Sprint Capital Corp., 6.88%, 11/15/28		1,034	933,185
Sprint Communications, Inc. (a):			
9.00%, 11/15/18		3,237	3,779,197
7.00%, 3/01/20		1,743	1,873,725
T-Mobile USA, Inc., 5.25%, 9/01/18 (a)		345	348,450
			12,422,809
Total Corporate Bonds 106.8%			285,844,655
Floating Rate Loan Interests (c)			
Airlines 1.0%			
Delta Air Lines, Inc., Term Loan B1, 4.00%, 10/18/18			
		391	391,512
Northwest Airlines, Inc., Term Loan:			
2.30%, 3/10/17		588	544,635
2.30%, 3/10/17		589	545,457
1.68%, 9/10/18		499	441,345
1.68%, 9/10/18		495	438,100
1.68%, 9/10/18		491	434,854
			2,795,903
Auto Components 1.2%			
Federal-Mogul Corp.:			
Term Loan B, 2.12% 2.13%, 12/29/14		1,859	1,810,368
Term Loan C, 2.12% 2.13%, 12/28/15		901	877,753
Schaeffler AG, Term Loan C, 4.25%, 1/27/17		520	520,806
			3,208,927
Building Products 0.1%			
Wilsonart International Holdings LLC, Term Loan B, 4.00%, 10/31/19		388	384,736
Capital Markets 0.8%			
American Capital Holdings, Inc., Term Loan, 4.00%, 8/22/16		1,294	1,297,807
Knight Capital Group, Inc., Term Loan B, 5.75%, 12/05/17		330	328,558

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Nuveen Investments, Inc.:			
2nd Lien Term Loan, 6.50%, 2/28/19		315	313,164
Term Loan, 4.18%, 5/15/17		102	101,756
			2,041,285
Chemicals 0.2%			
MacDermid, Inc., 2nd Lien Term Loan, 7.75%, 12/07/20	USD	130	131,300
OXEA Finance LLC, 2nd Lien Term Loan, 8.25%, 7/15/20		280	279,213
US Coatings Acquisition, Inc./Axalta Coating Systems Dutch Holding B BV, Term Loan, 4.75%, 2/03/20		50	50,199
			460,712
Commercial Services & Supplies 0.3%			
Catalent Pharma Solutions, Inc., Term Loan, 6.50%, 12/29/17		240	240,751
Interactive Data Corp., Term Loan B, 3.75%, 2/11/18		379	378,016
Spin Holdco, Inc., Term Loan B, 4.25%, 11/14/19		235	235,221
			853,988
Communications Equipment 1.3%			
Alcatel-Lucent USA, Inc.:			
Term Loan C, 5.75%, 1/30/19		1,284	1,288,774
Term Loan D, 6.25%, 1/30/19	EUR	502	665,590
Avaya, Inc., Term Loan B5, 8.00%, 3/30/18	USD	113	106,763
Zayo Group LLC/Zayo Capital, Inc., Term Loan B, 4.50%, 7/02/19		1,349	1,353,042
			3,414,169
Construction Materials 0.3%			
HD Supply, Inc., Senior Debt B, 4.50%, 10/12/17		795	796,968
Containers & Packaging 0.1%			
Tekni-Plex, Inc., Term Loan B, 5.50% 6.50%, 8/25/19		245	243,775
Diversified Consumer Services 0.2%			
Laureate Education, Inc., Extended Term Loan, 5.25%, 6/18/18		133	132,464
ServiceMaster Co.:			
Extended Term Loan, 4.44%, 1/31/17		155	150,566
Term Loan, 4.25%, 1/31/17		423	409,977
			693,007
Diversified Telecommunication Services 0.4%			
Level 3 Financing, Inc.:			
2016 Term Loan, 4.00%, 1/15/20		360	359,701
2019 Term Loan B, 4.00%, 8/01/19		530	529,009
Term Loan, 4.75%, 8/01/19		245	244,743
			1,133,453
Energy Equipment & Services 0.1%			
Dynegy Holdings, Inc., Term Loan B2, 4.00%, 4/23/20		170	168,866
Food & Staples Retailing 0.0%			
Rite Aid Corp., 2nd Lien Term Loan, 5.75%, 8/21/20		100	102,469
Food Products 0.1%			
AdvancePierre Foods, Inc., Term Loan, 5.75%, 7/10/17		194	195,663
Health Care Equipment & Supplies 0.1%			
LHP Hospital Group, Inc., Term Loan, 9.00%, 7/03/18		257	254,826
Health Care Providers & Services 0.2%			
Genesis HealthCare Corp., Term Loan B, 10.00% 10.75%, 9/25/17		213	219,084

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Consolidated Schedule of Investments (continued)

BlackRock Corporate High Yield Fund, Inc. (COY)

(Percentages shown are based on Net Assets)

		Par (000)	Value
Floating Rate Loan Interests (c)			
Health Care Providers & Services (concluded)			
inVentiv Health, Inc., Combined Term Loan, 7.50%, 8/04/16	USD	376	\$ 366,805
			585,889
Hotels, Restaurants & Leisure 4.3%			
Bally Technologies, Inc., Term Loan B, 4.25%, 8/31/20		425	424,205
Boyd Gaming Corp., Term Loan B, 4.00%, 8/14/20		405	405,502
Bronco Midstream Funding LLC, Term Loan B, 5.00%, 8/17/20		1,105	1,102,238
Harrah's Property Co., Mezzanine Term Loan, 3.68%, 2/13/14		6,579	6,259,918
MGM Resorts International, Term Loan B, 3.50%, 12/20/19		496	494,040
Pinnacle Entertainment, Inc., Term Loan B2, 3.75%, 8/13/20		515	516,282
Playa Resorts Holding BV, Term Loan B, 4.75%, 8/06/19		600	601,752
Station Casinos, Inc., Term Loan B, 5.00%, 3/01/20		843	848,510
Travelport LLC:			
2nd Lien PIK Term Loan 2, 8.38%, 12/01/16		405	404,672
2nd Lien Term Loan 1, 9.50%, 1/29/16		97	100,513
Refinancing Term Loan, 6.25%, 6/26/19		275	277,613
			11,435,245
Industrial Conglomerates 0.2%			
Sequa Corp., Term Loan B, 5.25%, 6/19/17		529	531,044
Insurance 0.1%			
Alliant Holdings I, Inc., Term Loan B, 5.00%, 12/20/19		308	309,415
IT Services 0.4%			
Ceridian Corp., Term Loan B, 4.43%, 5/09/17		285	284,703
First Data Corp., Extended 2018 Term Loan B, 4.18%, 3/23/18		720	712,397
			997,100
Life Sciences Tools & Services 0.1%			
Patheon, Inc., Term Loan, 7.25%, 12/06/18		189	189,989
Machinery 1.3%			
Gardner Denver, Inc., Term Loan:			
4.25%, 7/30/20		1,137	1,130,947
4.75%, 7/30/20	EUR	1,245	1,640,829
Rexnord LLC, 1st Lien Term Loan B, 4.00%, 8/20/20	USD	656	648,645
			3,420,421
Media 1.6%			
Cengage Learning Acquisitions, Inc.:			
Non-Extended Term Loan, 4.75%, 7/03/14		290	207,258
Tranche 1 Incremental, 6.00%, 7/03/14		1,370	967,766
Clear Channel Communications, Inc.:			
Term Loan B, 3.83%, 1/29/16		123	114,834
Term Loan C, 3.83%, 1/29/16		92	83,939
Term Loan D, 6.93%, 1/30/19		1,365	1,251,607
EMI Music Publishing Ltd., Term Loan B, 4.25%, 6/29/18		397	398,293
Getty Images, Inc., Term Loan B, 4.75%, 10/18/19		41	39,203
Harron Communications Corp., Refinancing Term Loan B, 3.50%, 6/19/20		545	545,452
TWCC Holding Corp., 2nd Lien Term Loan, 7.00%, 6/26/20		205	210,125
Media (concluded)			
Univision Communications, Inc., Converted Extended Term Loan, 4.50%, 3/02/20	USD	227	226,566
Virgin Media Investment Holdings Ltd., Term Loan B, 3.50%, 6/08/20		110	109,447
			4,154,490
Metals & Mining 0.8%			
Constellium Holdco BV, Term Loan B, 6.00%, 3/25/20		823	841,454

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FMG America Finance, Inc., Term Loan, 5.25%, 10/18/17	1,311	1,315,729
		2,157,183
Multiline Retail 0.5%		
HEMA Holding BV, Mezzanine, 8.63%, 7/05/17	EUR 1,214	1,444,198
Oil, Gas & Consumable Fuels 1.5%		
Chesapeake Energy Corp., Unsecured Term Loan, 5.75%, 12/01/17	USD 2,015	2,051,935
Obsidian Natural Gas Trust, Term Loan, 7.00%, 11/02/15	628	628,002
Samson Investment Co., 2nd Lien Term Loan, 6.00%, 9/25/18	215	215,942
Vantage Drilling Co.:		
Term Loan, 6.25%, 10/26/17	788	793,007
Term Loan B, 5.75%, 3/22/19	344	346,718
		4,035,604
Pharmaceuticals 0.3%		
Par Pharmaceutical, Refinancing Term Loan B, 4.25%, 9/30/19	655	651,580
Pharmaceutical Product Development, Inc., Term Loan B, 4.25%, 12/05/18	285	285,073
		936,653
Real Estate Investment Trusts (REITs) 0.3%		
iStar Financial, Inc., Term Loan, 4.50%, 10/16/17	889	889,076
Real Estate Management & Development 0.2%		
Realogy Corp.:		
Extended Letter of Credit, 4.45%, 10/10/16	86	86,529
Extended Term Loan, 4.50%, 3/05/20	409	411,225
		497,754
Road & Rail 0.1%		
Genesee & Wyoming, Inc., Term Loan A, 2.19%, 9/29/17	249	248,270
Software 0.4%		
BMC Software, Inc., Term Loan, 5.00%, 8/07/20	130	129,730
GCA Services Group, Inc., 2nd Lien Term Loan, 9.25%, 10/22/20	55	55,825
Infor US, Inc., Term Loan B2, 5.25%, 4/05/18	459	461,771
Kronos, Inc., 2nd Lien Term Loan, 9.75%, 4/30/20	470	485,862
		1,133,188
Specialty Retail 0.3%		
David's Bridal, Inc., Term Loan B, 5.00%, 10/11/19	493	495,106
Party City Holdings, Inc., Refinancing Term Loan B, 4.25%, 7/29/19	240	239,354
		734,460
Textiles, Apparel & Luxury Goods 0.4%		
Ascend Performance Materials LLC, Term Loan B, 6.75%, 4/10/18	1,037	992,808

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Consolidated Schedule of Investments (continued)

BlackRock Corporate High Yield Fund, Inc. (COY)

(Percentages shown are based on Net Assets)

		Par (000)	Value
Floating Rate Loan Interests (c)			
Thriffs & Mortgage Finance 0.2%			
Ocwen Financial Corp., Term Loan, 5.00%, 2/15/18	USD	559	\$ 563,907
Total Floating Rate Loan Interests 19.4%			52,005,441

		Beneficial Interest (000)	
Other Interests (d)(j)			
Chemicals 0.0%			
Wellman Holdings, Inc., Litigation Trust Certificate		2,650	27
Media 0.0%			
Adelphia Preferred Escrow		700	7
Adelphia Recovery Trust		878	8,779
			8,786
Total Other Interests 0.0%			8,813

Preferred Securities

		Par (000)	
Capital Trusts			
Media 0.0%			
NBCUniversal Enterprise, Inc., 5.25% (a)(k)		100	97,921

Preferred Stocks

		Shares	
Auto Components 1.5%			
Dana Holding Corp., 4.00% (a)(g)		23,460	4,121,629

Trust Preferreds

Diversified Financial Services 1.4%			
GMAC Capital Trust I, Series 2, 8.13%, 2/15/40 (c)		139,710	3,689,522
Total Preferred Securities 2.9%			7,909,072

Warrants (l)

Health Care Providers & Services 0.0%			
HealthSouth Corp., (Expires 1/16/14)		29,930	
Media 0.0%			
New Vision Holdings LLC:			
(Expires 9/30/14)		2,283	4,196
(Expires 9/30/14)		12,682	19,391
			23,587
Metals & Mining 0.0%			
Peninsula Energy Ltd., (Expires 12/31/15)		2,142,553	14,684
Peninsula Minerals Ltd., (Expires 12/31/15)		3,627,165	35,512
			50,196

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Software 0.0%		
HMH Holdings/EduMedia, (Issued/exercisable 3/09/10, 19 Shares for 1 Warrant, Expires 6/22/19, Strike Price \$42.27)	1,070	
Total Warrants 0.0%		73,783
Total Long-Term Investments		
(Cost \$373,669,516) 139.5%		373,648,834
Short-Term Securities		
BlackRock Liquidity Funds, TempCash, Institutional Class, 0.06% (m)(n)	1,579,905	1,579,905
Total Short-Term Securities		
(Cost \$1,579,905) 0.6%		1,579,905
Options Purchased		
(Cost \$1,065,207) 0.5%		1,213,665
Total Investments Before Options Written		
(Cost \$376,314,628) 140.6%		376,442,404
Options Written		
(Premiums Received \$265,802) (0.1)%		(280,700)
Total Investments, Net of Options Written 140.5%		376,161,704
Liabilities in Excess of Other Assets (40.5)%		(108,463,512)
Net Assets 100.0%		\$ 267,698,192

Notes to Consolidated Schedule of Investments

(a) Security exempt from registration pursuant to Rule 144A under the Securities Act of 1933, as amended. These securities may be resold in transactions exempt from registration to qualified institutional investors.

(b) When-issued security. Unsettled when-issued transactions were as follows:

		Unrealized
Counterparty	Value	Appreciation
J.P. Morgan Securities LLC	\$ 1,715,250	
Bank of America N.A.	\$ 594,825	\$ 24,628

(c) Variable rate security. Rate shown is as of report date.

(d) Non-income producing security.

(e) Issuer filed for bankruptcy and/or is in default of principal and/or interest payments.

(f) Represents a payment-in-kind security which may pay interest/dividends in additional par/shares.

(g) Convertible security.

See Notes to Consolidated Financial Statements.

SEMI-ANNUAL REPORT

AUGUST 31, 2013

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Consolidated Schedule of Investments (continued)

BlackRock Corporate High Yield Fund, Inc. (COY)

- (h) Represents a zero-coupon bond. Rate shown reflects the current yield as of report date.
- (i) Represents a step-up bond that pays an initial coupon rate for the first period and then a higher coupon rate for the following periods. Rate shown is as of report date.
- (j) Other interests represent beneficial interests in liquidation trusts and other reorganization or private entities.
- (k) Security is perpetual in nature and has no stated maturity date.
- (l) Warrants entitle the Fund to purchase a predetermined number of shares of common stock and are non-income producing. The purchase price and number of shares are subject to adjustment under certain conditions until the expiration date of the warrants, if any.
- (m) Investments in issuers considered to be an affiliate of the Fund during the six months ended August 31, 2013, for purposes of Section 2(a)(3) of the 1940 Act, were as follows:

Affiliate	Shares Held		
	Net Activity	at August 31, 2013	Income
BlackRock Liquidity Funds, TempCash, Institutional Class	1,579,905	1,579,905	\$ 704

- (n) Represents the current yield as of report date.

For Fund compliance purposes, the Fund's industry classifications refer to any one or more of the industry sub-classifications used by one or more widely recognized market indexes or rating group indexes, and/or as defined by Fund management. These definitions may not apply for purposes of this report, which may combine such industry sub-classifications for reporting ease.

Financial futures contracts as of August 31, 2013 were as follows:

Contracts Sold	Issue	Exchange	Expiration	Notional Value	Unrealized Appreciation (Depreciation)
(20)	10-Year US Treasury Note	Chicago Board of Trade	December 2013	\$2,485,625	\$ (1,281)
(11)	2-Year US Treasury Note	Chicago Board of Trade	December 2013	\$2,417,250	(157)
(30)	5-Year US Treasury Note	Chicago Board of Trade	December 2013	\$3,590,391	4,414
Total					\$ 2,976

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Foreign currency exchange contracts as of August 31, 2013 were as follows:

Currency Purchased		Currency Sold		Counterparty	Settlement Date	Unrealized Appreciation (Depreciation)
USD	269,543	EUR	204,000	Credit Suisse International	9/03/13	\$ (74)
USD	332,923	GBP	215,000	Bank of America N.A.	9/03/13	(262)
EUR	204,000	USD	269,562	Credit Suisse International	9/25/13	73
USD	1,653,867	EUR	1,239,000	Barclays PLC	9/25/13	16,230
USD	20,774,374	EUR	15,461,000	UBS AG	9/25/13	338,937
GBP	215,000	USD	332,799	Bank of America N.A.	10/22/13	263
USD	421,777	AUD	463,000	UBS AG	10/22/13	10,995
USD	3,045,332	CAD	3,169,000	JPMorgan Chase Bank N.A.	10/22/13	40,273
USD	150,763	GBP	100,000	Bank of America N.A.	10/22/13	(4,150)
USD	158,155	GBP	102,000	Bank of America N.A.	10/22/13	144
USD	131,600	GBP	85,000	Barclays PLC	10/22/13	(76)
USD	8,607,693	GBP	5,708,000	Deutsche Bank AG	10/22/13	(234,716)
USD	156,630	GBP	103,000	Deutsche Bank AG	10/22/13	(2,930)
USD	89,306	GBP	57,423	Deutsche Bank AG	10/22/13	351
USD	70,618	GBP	45,171	Deutsche Bank AG	10/22/13	642
Total						\$ 165,700

Exchange-traded options purchased as of August 31, 2013 were as follows:

Description	Put/Call	Strike Price	Expiration Date	Contracts	Market Value
SPDR S&P 500 ETF Trust	Put	USD 165.00	9/21/13	280	\$ 94,080
SPDR S&P 500 ETF Trust	Put	USD 164.00	9/21/13	950	269,325
SPDR S&P 500 ETF Trust	Put	USD 161.00	10/19/13	1,087	326,100
SPDR S&P 500 ETF Trust	Put	USD 164.00	10/19/13	1,260	524,160
Total					\$ 1,213,665

Over-the-counter options purchased as of August 31, 2013 were as follows:

Description	Counterparty	Put/Call	Strike Price	Expiration Date	Contracts	Market Value
Marsico Parent Superholdco LLC	Goldman Sachs & Co.	Call	USD 942.86	12/14/19	17	

See Notes to Consolidated Financial Statements.

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Consolidated Schedule of Investments (continued)

BlackRock Corporate High Yield Fund, Inc. (COY)

Exchange-traded options written as of August 31, 2013 were as follows:

Description	Put/Call	Strike Price	Expiration Date	Contracts	Market Value
SPDR S&P 500 ETF Trust	Put	USD 156.00	9/21/13	(950)	\$ (66,500)
SPDR S&P 500 ETF Trust	Put	USD 156.00	10/19/13	(1,260)	(214,200)
Total					\$ (280,700)

Credit default swaps buy protection outstanding as of August 31, 2013 were as follows:

Issuer	Pay Fixed Rate	Counterparty	Expiration Date	Notional Amount (000)	Market Value	Premiums Paid	Unrealized Depreciation
Radioshack Corp.	5.00%	Deutsche Bank AG	9/20/18	USD 61	\$ 15,330	\$ 18,980	\$ (3,651)
Radioshack Corp.	5.00%	Deutsche Bank AG	9/20/18	USD 61	15,329	18,689	(3,360)
Radioshack Corp.	5.00%	Deutsche Bank AG	9/20/18	USD 61	15,329	16,935	(1,605)
Total					\$ 45,988	\$ 54,604	\$ (8,616)

Credit default swaps sold protection outstanding as of August 31, 2013 were as follows:

Issuer/Index	Receive Fixed Rate	Counterparty	Expiration Date	Credit Rating ¹	Notional Amount (000) ²	Market Value	Premiums Received	Unrealized Appreciation (Depreciation)
Radioshack Corp.	5.00%	Deutsche Bank AG	9/20/15	CCC	USD 61	\$ (6,506)	\$ (9,486)	\$ 2,980
Radioshack Corp.	5.00%	Deutsche Bank AG	9/20/15	CCC	USD 61	(6,505)	(9,498)	2,992
Radioshack Corp.	5.00%	Deutsche Bank AG	9/20/15	CCC	USD 61	(6,505)	(7,777)	1,272
Caesars Entertainment Operating Co., Inc.	5.00%	Citibank N.A.	12/20/15	CCC-	USD 143	(27,215)	(36,705)	9,490
Caesars Entertainment Operating Co., Inc.	5.00%	Citibank N.A.	12/20/15	CCC-	USD 70	(13,330)	(16,111)	2,781
Caesars Entertainment Operating Co., Inc.	5.00%	JPMorgan Chase Bank N.A.	12/20/15	CCC-	USD 58	(11,042)	(14,467)	3,425
Caesars Entertainment Operating Co., Inc.	5.00%	JPMorgan Chase Bank N.A.	12/20/15	CCC-	USD 250	(47,654)	(72,022)	24,369
Caesars Entertainment Operating Co., Inc.	5.00%	Citibank N.A.	3/20/16	CCC-	USD 48	(10,906)	(9,361)	(1,545)
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	3/20/16	CCC-	USD 71	(15,946)	(15,379)	(567)
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	3/20/16	CCC-	USD 301	(67,721)	(52,739)	(14,983)
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	3/20/16	CCC-	USD 101	(22,718)	(24,171)	1,454
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	3/20/16	CCC-	USD 101	(22,718)	(24,171)	1,454
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	3/20/16	CCC-	USD 302	(67,922)	(68,881)	959
Caesars Entertainment Operating Co., Inc.	5.00%	JPMorgan Chase Bank N.A.	3/20/16	CCC-	USD 41	(9,215)	(8,392)	(823)
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	6/20/16	CCC-	USD 114	(29,570)	(23,210)	(6,360)
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	6/20/16	CCC-	USD 204	(53,132)	(51,128)	(2,005)
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	6/20/16	CCC-	USD 390	(101,607)	(94,691)	(6,916)
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	6/20/16	CCC-	USD 708	(184,360)	(174,199)	(10,161)
Caesars Entertainment Operating Co., Inc.	5.00%	Citibank N.A.	9/20/16	CCC-	USD 335	(99,317)	(115,201)	15,883
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	3/20/17	CCC-	USD 187	(66,140)	(51,643)	(14,497)
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	3/20/17	CCC-	USD 222	(78,630)	(68,997)	(9,633)
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	3/20/17	CCC-	USD 129	(45,861)	(38,083)	(7,777)
Crown Castle International Corp.	7.25%	Deutsche Bank AG	3/20/17	B	USD 430	69,958		69,958
CCO Holdings LLC	8.00%	Deutsche Bank AG	9/20/17	BB-	USD 1,500	306,475		306,475

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Level 3 Communications, Inc.	5.00%	Goldman Sachs International	6/20/19	CCC+	USD	900	18,691	(80,132)	98,823
Markit CMBX North America AAA Index Series 3	0.50%	Citibank N.A.	12/13/49	BBB-	USD	70	(7,962)	(6,583)	(1,379)
Markit CMBX North America AAA Index Series 3	0.50%	Citibank N.A.	12/13/49	BBB-	USD	140	(15,924)	(13,254)	(2,670)
Total							\$ (623,282)	\$ (1,086,281)	\$ 462,999

¹ Using S&P's rating of the issuer or the underlying securities of the index, as applicable.

² The maximum potential amount the Fund may pay should a negative credit event take place as defined under the terms of agreement.

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 statement purposes as follows:

Level 1 unadjusted price quotations in active markets/exchanges for identical assets or liabilities that the Fund 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 Fund'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.

See Notes to Consolidated Financial Statements.

Table of Contents**Consolidated Schedule of Investments (continued)****BlackRock Corporate High Yield Fund, Inc. (COY)**

Changes in valuation techniques may result in transfers into or out of an assigned level within the disclosure hierarchy. In accordance with the Fund'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 Fund's policy regarding valuation of investments and derivative financial instruments, please refer to Note 2 of the Notes to Consolidated Financial Statements.

The following tables summarize the Fund's investments and derivative financial instruments categorized in the disclosure hierarchy as of August 31, 2013:

	Level 1	Level 2	Level 3	Total
Assets:				
Investments:				
Long-Term Investments:				
Asset-Backed Securities			\$ 1,715,251	\$ 1,715,251
Common Stocks	\$ 19,990,694	\$ 1,842,625	4,258,500	26,091,819
Corporate Bonds		283,063,384	2,781,271	285,844,655
Floating Rate Loan Interests		44,211,823	7,793,618	52,005,441
Other Interests	8,779		34	8,813
Preferred Securities	3,689,522	4,219,550		7,909,072
Warrants	35,512		38,271	73,783
Short-Term Securities	1,579,905			1,579,905
Options Purchased:				
Equity Contracts	1,213,665			1,213,665
Unfunded Loan Commitments		7,406		7,406
Total	\$ 26,518,077	\$ 333,344,788	\$ 16,586,945	\$ 376,449,810

	Level 1	Level 2	Level 3	Total
Derivative Financial Instruments ¹				
Investments: ¹				
Assets:				
Credit contracts		\$ 165,882	\$ 376,433	\$ 542,315
Interest rate contracts	\$ 4,414			4,414
Foreign currency exchange contracts		407,908		407,908
Liabilities:				
Credit contracts		(87,932)		(87,932)
Equity contracts	(280,700)			(280,700)
Interest rate contracts	(1,438)			(1,438)
Foreign currency exchange contracts	(336)	(241,872)		(242,208)
Total	\$ (278,060)	\$ 243,986	\$ 376,433	\$ 342,359

¹ Derivative financial instruments are swaps, financial futures contracts, foreign currency exchange contracts and options written. Swaps, financial futures contracts and foreign currency exchange contracts are valued at the unrealized appreciation/depreciation on the instrument and options written are shown at value.

Certain of the Fund's assets and liabilities are held at carrying amount, which approximates fair value for financial statement purposes. As of August 31, 2013, such assets and liabilities are categorized within the disclosure hierarchy as follows:

	Level 1	Level 2	Level 3	Total
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Assets:			
Cash	\$ 53,290		\$ 53,290
Foreign currency at value	95,193		95,193
Cash pledged for financial futures contracts	75,000		75,000
Cash pledged as collateral for over-the counter swaps	600,000		600,000
Liabilities:			
Loan payable		\$ (108,000,000)	(108,000,000)
Cash received as collateral for over-the counter swaps		(600,000)	(600,000)
Total	\$ 823,483	\$ (108,600,000)	\$ (107,776,517)

There were no transfers between Level 1 and Level 2 during the six months ended August 31, 2013.

See Notes to Consolidated Financial Statements.

Table of Contents**Consolidated Schedule of Investments (continued)****BlackRock Corporate High Yield Fund, Inc. (COY)**

A reconciliation of Level 3 investments is presented when the Fund 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	Common Stocks	Corporate Bonds	Floating Rate Loan Interests	Other Interests	Warrants	Total
Assets:							
Opening balance, as of February 28, 2013		\$ 4,867,942	\$ 3,974,553	\$ 9,296,536	\$ 33	\$ 58,758	\$ 18,197,822
Transfers into Level 3				264,521			264,521
Transfers out of Level 3		(707)	(488,750)	(1,547,037)			(2,036,494)
Accrued discounts/premiums			2,150	20,483			22,633
Net realized gain (loss)		(5,496)	15,489	160,958		1,021	171,972
Net change in unrealized appreciation/depreciation ¹		(603,237)	(3,768)	(75,995)	1	(21,508)	(704,507)
Purchases	\$ 1,715,251		11,246	3,501,682			5,228,179
Sales		(2)	(729,649)	(3,827,530)			(4,557,181)
Closing balance, as of August 31, 2013	\$ 1,715,251	\$ 4,258,500	\$ 2,781,271	\$ 7,793,618	\$ 34	\$ 38,271	\$ 16,586,945

¹ Included in the related net change in unrealized appreciation/depreciation in the Consolidated Statements of Operations. The change in unrealized appreciation/depreciation on investments still held as of August 31, 2013 was \$(696,482).

The following table is a reconciliation of Level 3 derivative financial instruments for which significant unobservable inputs were used in determining fair value:

	Credit Contracts
Assets:	
Opening Balance, as of February 28, 2013	
Transfers into Level 3	\$ 437,105
Transfers out of Level 3	
Accrued discounts/premiums	
Net realized gain (loss)	
Net change in unrealized appreciation/depreciation ²	(60,672)
Purchases	
Issues ³	
Sales	
Settlements ⁴	
Closing Balance, as of August 31, 2013	\$ 376,433

² Included in the related net change in unrealized appreciation/depreciation in the Consolidated Statements of Operations. The change in unrealized appreciation/depreciation on derivative financial instruments still held as of August 31, 2013 was \$(60,672).

³ Issues represent upfront cash received on certain derivative financial instruments.

⁴ Settlements represent periodic contractual cash flows and/or cash flows to terminate certain derivative financial instruments.

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The following table summarizes the valuation techniques used and unobservable inputs utilized by the BlackRock Global Valuation Methodologies Committee (Global Valuation Committee) to determine the value of certain of the Fund's Level 3 investments as of August 31, 2013. The table does not include Level 3 investments with values based upon unadjusted third party pricing information. Level 3 investments valued using third party pricing information was \$10,392,704. A significant change in such third party pricing information could result in a significantly lower or higher value of such Level 3 investments.

	Value	Valuation Techniques	Unobservable Inputs ⁵	Range of Unobservable Inputs Utilized
Assets:				
Common Stocks ⁶	\$ 204,750	Market Comparable Companies	Forecasted EBITDA Multiple	3.50x
	2,075,649	Market Comparable Companies	2P (Proved and Probable) Reserves + 2C (Contingent) Resources Multiple	CAD ⁷ 0.35x 0.53x
	1,358,900	Market Comparable Companies	PV-10 Multiple ⁸	0.13x 0.21x
			Offshore EBITDA Multiple	8.25x
			Onshore EBITDA Multiple	4.75x
			Implied Last 12 Months EBITDA Multiple	6.95x
Corporate Bonds ⁹	625,155	Market Comparable Companies	Yield	12.10%
	406	Estimated Recovery Value	Recovery Rate	0.05%
	591,110	Discounted Cash Flow	Yield	12.00%
	800,000	Market Comparable Companies	Last 12 Months EBITDA Multiple	10.00x
	500,000	Cost ¹⁰	N/A	
Warrants ¹¹	23,587	Estimated Recovery Value	Distribution Rate	\$1.36 \$1.63
	14,684	Black-Scholes	Implied Volatility	67.605%
Total	\$ 6,194,241			

See Notes to Consolidated Financial Statements.

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Consolidated Schedule of Investments (concluded)

BlackRock Corporate High Yield Fund, Inc. (COY)

⁵ A change to the unobservable input may result in a significant change to the value of the investment as follows:

Unobservable Input	Impact to	Impact to
	Value if Input Increases	Value if Input Decreases
Forecasted EBITDA Multiple	Increase	Decrease
2P (Proved and Probable) Reserves + 2C (Contingent) Resources Multiple	Increase	Decrease
PV-10 Multiple	Increase	Decrease
Offshore EBITDA Multiple	Increase	Decrease
Onshore EBITDA Multiple	Increase	Decrease
Implied Last 12 Months EBITDA Multiple	Increase	Decrease
Yield	Decrease	Increase
Recovery Rate	Increase	Decrease
Last 12 Months EBITDA Multiple	Increase	Decrease
Distribution Rate	Increase	Decrease
Implied Volatility	Increase	Decrease

⁶ For the six months ended August 31, 2013, the valuation technique for certain investments classified as common stocks changed to a market approach. The investment was previously valued utilizing the company's financial restructuring plan. Market information became available for this investment, which is considered to be a more relevant measure of fair value for this investment.

⁷ Canadian Dollar.

⁸ Present value of estimated future oil and gas revenues, net of estimated direct expenses, discounted at an annual rate of 10%.

⁹ For the six months ended August 31, 2013, the valuation technique for certain investments classified as corporate bonds changed to a market approach. The investment was previously valued utilizing acquisition cost. Market information became available for this investment which is considered to be a more relevant measure of fair value for this investment.

¹⁰ The Fund fair values certain of its Level 3 investments using acquisition cost, although the transaction may not have occurred during the current reporting period. These investments are generally privately held investments. There may not be a secondary market, and/or there are a limited number of investors. The determination to fair value such investments at cost is based upon factors consistent with the principles of fair value measurement that are reasonably available to the Global Valuation Committee, or its delegate. Valuations are reviewed utilizing available market information to determine if the carrying value should be adjusted. Such market data may include, but is not limited to, observations of the trading multiples of public companies considered comparable to the private companies being valued, financial or operational information released by the company, and/or news or corporate events that affect the investment. Valuations may be adjusted to account for company-specific issues, the lack of liquidity inherent in a nonpublic investment and the fact that comparable public companies are not identical to the investments being fair valued by the Fund.

¹¹ For the six months ended August 31, 2013, the valuation technique for certain investments classified as warrants changed to an as estimated recovery value approach. The investments were previously valued utilizing a discounted vendor price. The estimated recovery value is considered to be a more relevant measure of fair value for these investments.

See Notes to Consolidated Financial Statements.

Table of Contents**Consolidated Schedule of Investments** August 31, 2013 (Unaudited) **BlackRock Corporate High Yield Fund III, Inc. (CYE)**

(Percentages shown are based on Net Assets)

	Par (000)	Value
Asset-Backed Securities		
ALM Loan Funding (a)(b)(c):		
Series 2013-7R2A, Class B, 2.86%, 4/24/24	USD 385	\$ 367,673
Series 2013-7RA, Class C, 3.71%, 4/24/24	1,095	1,033,461
Series 2013-7RA, Class D, 5.26%, 4/24/24	475	436,287
Total Asset-Backed Securities 0.6%		1,837,421
Common Stocks		
Auto Components 0.8%		
Dana Holding Corp.	6,229	130,560
Delphi Automotive PLC	8,900	489,678
The Goodyear Tire & Rubber Co. (d)	84,967	1,709,536
Lear Corp.	379	26,056
		2,355,830
Automobiles 1.5%		
General Motors Co. (d)	125,954	4,292,512
Biotechnology 0.0%		
Ironwood Pharmaceuticals, Inc. (d)	7,130	83,065
Capital Markets 1.9%		
American Capital Ltd. (d)	367,401	4,585,164
E*Trade Financial Corp. (d)	49,200	690,768
Uranium Participation Corp. (d)	35,440	163,523
		5,439,455
Chemicals 0.4%		
Advanced Emissions Solutions, Inc. (d)	6,720	262,416
Huntsman Corp.	46,100	806,750
		1,069,166
Communications Equipment 0.3%		
Loral Space & Communications Ltd.	12,778	844,754
Diversified Financial Services 0.5%		
Kcad Holdings I Ltd. (d)	281,902,800	1,423,609
Diversified Telecommunication Services 0.3%		
Broadview Networks Holdings, Inc. (d)	33,638	211,916
Level 3 Communications, Inc. (d)	22,280	498,181
		710,097
Electrical Equipment 0.0%		
Medis Technologies Ltd. (d)	70,784	1
Energy Equipment & Services 0.8%		
Laricina Energy Ltd. (d)	35,294	1,185,514
Osum Oil Sands Corp. (d)	82,000	986,367
		2,171,881
Hotels, Restaurants & Leisure 0.7%		
Caesars Entertainment Corp. (d)	46,168	991,227
Pinnacle Entertainment, Inc. (d)	9,073	214,848
Travelport LLC (d)(e)	975,272	863,116
		2,069,191
Insurance 0.6%		
American International Group, Inc. (d)	38,945	1,809,385

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Media 0.2%		
Cablevision Systems Corp., Class A	33,005	585,178
Clear Channel Outdoor Holdings, Inc., Class A (d)	9,964	75,328
		660,506
Metals & Mining 0.1%		
African Minerals Ltd. (d)	47,050	138,918
Peninsula Energy Ltd. (d)	7,628,138	175,133
		314,051
Common Stocks	Shares	Value
Oil, Gas & Consumable Fuels 0.0%		
African Petroleum Corp. Ltd. (d)	196,300	\$ 20,966
Paper & Forest Products 0.9%		
Ainsworth Lumber Co. Ltd. (d)	489,913	1,348,854
Ainsworth Lumber Co. Ltd. (b)(d)	140,415	407,203
NewPage Corp. (d)	8,280	662,400
Western Forest Products, Inc. (d)	158,023	213,331
Western Forest Products, Inc.	45,762	61,694
		2,693,482
Semiconductors & Semiconductor Equipment 0.0%		
SunPower Corp. (d)	271	5,824
Software 0.2%		
HMH Holdings/EduMedia (d)	20,718	624,126
Trading Companies & Distributors 0.3%		
HD Supply Holdings, Inc. (d)	42,660	970,088
Wireless Telecommunication Services 0.5%		
Crown Castle International Corp. (d)	10,597	735,644
SBA Communications Corp., Class A (d)	10,597	794,775
		1,530,419
Total Common Stocks 10.0%		29,088,408

		Par (000)
Corporate Bonds		
Aerospace & Defense 0.8%		
Bombardier, Inc., 4.25%, 1/15/16 (b)	USD	490
Huntington Ingalls Industries, Inc.:		
6.88%, 3/15/18		160
7.13%, 3/15/21		260
Kratos Defense & Security Solutions, Inc., 10.00%, 6/01/17		846
Meccanica Holdings USA, Inc., 6.25%, 7/15/19 (b)		324
		2,203,460
Air Freight & Logistics 0.2%		
National Air Cargo Group, Inc.:		
Series 1, 12.38%, 9/02/15		342
Series 2, 12.38%, 8/16/15		346
		688,352
Airlines 2.2%		
Air Canada Pass-Through Trust, Series 2013-1, Class C, 6.63%, 5/15/18 (b)		404
Continental Airlines Pass-Through Trust:		
Series 1997-4, Class B, 6.90%, 7/02/18 (f)		93
Series 2010-1, Class B, 6.00%, 7/12/20		372
Series 2012-3, Class C, 6.13%, 4/29/18		930
Delta Air Lines Pass-Through Trust:		
Series 2002-1, Class G-1, 6.72%, 7/02/24		585
Series 2009-1, Class B, 9.75%, 6/17/18		178
Series 2010-1, Class B, 6.38%, 7/02/17		500
US Airways Group, Inc., 6.13%, 6/01/18		330
US Airways Pass-Through Trust:		
Series 2011-1, Class C, 10.88%, 10/22/14		461
Series 2012-1, Class C, 9.13%, 10/01/15		418

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Series 2012-2, Class B, 6.75%, 12/03/22	300	309,750
Series 2012-2, Class C, 5.45%, 6/03/18	970	904,525
Series 2013-1, Class B, 5.38%, 5/15/23	955	907,250
		6,516,614

See Notes to Consolidated Financial Statements.

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Consolidated Schedule of Investments (continued)

BlackRock Corporate High Yield Fund III, Inc. (CYE)

(Percentages shown are based on Net Assets)

		Par (000)	Value
Corporate Bonds			
Auto Components 2.9%			
Affinia Group, Inc., 7.75%, 5/01/21 (b)	USD	681	\$ 699,727
Brighthouse Group PLC, 7.88%, 5/15/18	GBP	100	156,520
Continental Rubber of America Corp., 4.50%, 9/15/19 (b)	USD	150	151,575
Dana Holding Corp., 6.75%, 2/15/21		450	477,562
Delphi Corp., 6.13%, 5/15/21		75	81,938
GKN Holdings PLC, 5.38%, 9/19/22	GBP	200	315,513
Icahn Enterprises LP/Icahn Enterprises Finance Corp., 8.00%, 1/15/18	USD	2,805	2,952,262
IDQ Holdings, Inc., 11.50%, 4/01/17 (b)		380	420,850
Jaguar Land Rover Automotive PLC, 8.25%, 3/15/20	GBP	482	827,627
Schaeffler Finance BV, 4.25%, 5/15/18	EUR	133	175,815
Schaeffler Holding Finance BV (g):			
6.88%, 8/15/18 (b)	USD	485	504,400
6.88%, 8/15/18	EUR	335	454,928
Servus Luxembourg Holdings SCA, 7.75%, 6/15/18		220	295,183
Titan International, Inc.:			
7.88%, 10/01/17	USD	465	492,900
7.88%, 10/01/17 (b)		495	524,700
			8,531,500
Building Products 1.5%			
American Builders & Contractors Supply Co., Inc., 5.63%, 4/15/21 (b)		470	455,900
Builders FirstSource, Inc., 7.63%, 6/01/21 (b)		403	403,000
Building Materials Corp. of America (b):			
7.00%, 2/15/20		530	563,125
6.75%, 5/01/21		790	837,400
Cemex SAB de CV, 5.88%, 3/25/19 (b)		230	217,925
Momentive Performance Materials, Inc., 8.88%, 10/15/20		760	788,500
Texas Industries, Inc., 9.25%, 8/15/20		236	257,830
USG Corp., 9.75%, 1/15/18		715	824,037
			4,347,717
Capital Markets 0.3%			
E*Trade Financial Corp. (h):			
0.00%, 8/31/19 (b)(i)		244	331,230
Series A 0.01%, 8/31/19		7	9,503
KCG Holdings, Inc., 8.25%, 6/15/18 (b)		228	224,010
Nuveen Investments, Inc., 9.13%, 10/15/17 (b)		212	208,820
			773,563
Chemicals 2.1%			
Axiall Corp., 4.88%, 5/15/23 (b)		109	101,098
Basell Finance Co. BV, 8.10%, 3/15/27 (b)		420	531,161
Celanese US Holdings LLC, 5.88%, 6/15/21		727	745,175
Huntsman International LLC, 8.63%, 3/15/21		170	189,550
INEOS Finance PLC, 7.50%, 5/01/20 (b)		370	395,900
INEOS Group Holdings SA:			
6.13%, 8/15/18 (b)		300	290,250
6.50%, 8/15/18	EUR	298	382,863
Kraton Polymers LLC/Kraton Polymers Capital Corp., 6.75%, 3/01/19	USD	125	126,875
LSB Industries, Inc., 7.75%, 8/01/19 (b)		238	246,330
Nexeo Solutions LLC/Nexeo Solutions Finance Corp., 8.38%, 3/01/18		90	89,550
Nufarm Australia Ltd., 6.38%, 10/15/19 (b)		225	225,000
Orion Engineered Carbons Bondco GmbH, 10.00%, 6/15/18	EUR	342	504,550
PetroLogistics LP/PetroLogistics Finance Corp., 6.25%, 4/01/20 (b)	USD	172	166,410
PolyOne Corp., 7.38%, 9/15/20		215	237,038

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		Par (000)	Value
Corporate Bonds			
Chemicals (concluded)			
Rockwood Specialties Group, Inc., 4.63%, 10/15/20	USD	933	\$ 916,672
Tronox Finance LLC, 6.38%, 8/15/20 (b)		249	237,795
US Coatings Acquisition, Inc./Axalta Coating Systems Dutch Holding B BV: 5.75%, 2/01/21	EUR	200	261,026
7.38%, 5/01/21 (b)	USD	357	365,032
			6,012,275
Commercial Banks 1.1%			
CIT Group, Inc.:			
5.25%, 3/15/18		550	567,875
6.63%, 4/01/18 (b)		235	253,800
5.50%, 2/15/19 (b)		1,648	1,689,200
6.00%, 4/01/36		550	526,480
Lloyds TSB Bank PLC, 11.88%, 12/16/21 (a)	EUR	40	65,025
			3,102,380
Commercial Services & Supplies 3.7%			
AA Bond Co. Ltd., 9.50%, 7/31/43	GBP	180	297,775
ACCO Brands Corp., 6.75%, 4/30/20	USD	76	75,050
ADS Waste Holdings, Inc., 8.25%, 10/01/20 (b)		279	294,345
ARAMARK Corp., 5.75%, 3/15/20 (b)		655	668,100
Aviation Capital Group Corp., 6.75%, 4/06/21 (b)		540	568,627
AWAS Aviation Capital Ltd., 7.00%, 10/17/16 (b)		96	99,112
Brickman Group Holdings, Inc., 9.13%, 11/01/18 (b)		25	26,781
Catalent Pharma Solutions, Inc., 7.88%, 10/15/18		507	513,337
Covanta Holding Corp., 6.38%, 10/01/22		635	644,333
EC Finance PLC, 9.75%, 8/01/17	EUR	503	724,555
Interactive Data Corp., 10.25%, 8/01/18	USD	1,345	1,498,061
Mobile Mini, Inc., 7.88%, 12/01/20		365	397,850
Mustang Merger Corp., 8.50%, 8/15/21 (b)		529	521,065
TransUnion LLC/TransUnion Financing Corp., 11.38%, 6/15/18		65	72,313
UR Merger Sub Corp.:			
5.75%, 7/15/18		257	274,347
7.38%, 5/15/20		340	366,350
8.25%, 2/01/21		468	517,140
7.63%, 4/15/22		2,277	2,447,775
6.13%, 6/15/23		190	187,150
Verisure Holding AB:			
8.75%, 9/01/18	EUR	184	266,286
8.75%, 12/01/18		100	139,764
West Corp., 8.63%, 10/01/18	USD	135	146,137
			10,746,253
Communications Equipment 1.8%			
Alcatel-Lucent USA, Inc.:			
8.88%, 1/01/20 (b)		855	872,100
6.50%, 1/15/28		60	45,600
6.45%, 3/15/29		185	142,450
Avaya, Inc. (b):			
7.00%, 4/01/19		275	251,625
10.50%, 3/01/21		864	667,440
CommScope Holding Co., Inc., 6.63%, 6/01/20 (b)(g)		480	475,200
Zayo Group LLC/Zayo Capital, Inc.:			
8.13%, 1/01/20		900	976,500
10.13%, 7/01/20		1,480	1,679,800
			5,110,715

See Notes to Consolidated Financial Statements.

Table of Contents**Consolidated Schedule of Investments (continued)****BlackRock Corporate High Yield Fund III, Inc. (CYE)**

(Percentages shown are based on Net Assets)

		Par (000)	Value
Corporate Bonds			
Computers & Peripherals 0.1%			
EMC Corp., Series B, 1.75%, 12/01/13 (h)	USD	201	\$ 322,731
Construction & Engineering 0.3%			
Boart Longyear Management Property Ltd., 7.00%, 4/01/21 (b)		200	162,000
H&E Equipment Services, Inc., 7.00%, 9/01/22		441	468,563
Safway Group Holding LLC/Safway Finance Corp., 7.00%, 5/15/18 (b)		234	235,170
Weekley Homes LLC/Weekley Finance Corp., 6.00%, 2/01/23 (b)		156	151,320
			1,017,053
Construction Materials 3.4%			
Buzzi Unicem SpA, 6.25%, 9/28/18	EUR	138	194,239
HD Supply, Inc.:			
8.13%, 4/15/19	USD	3,333	3,707,962
11.00%, 4/15/20		1,963	2,345,785
7.50%, 7/15/20 (b)		3,457	3,612,565
HeidelbergCement Finance Luxembourg SA, 7.50%, 4/03/20	EUR	54	84,216
			9,944,767
Consumer Finance 0.3%			
Credit Acceptance Corp., 9.13%, 2/01/17	USD	445	475,038
IVS F. SpA, 7.13%, 4/01/20	EUR	215	283,444
			758,482
Containers & Packaging 1.6%			
Ardagh Packaging Finance PLC:			
7.38%, 10/15/17		100	140,690
9.13%, 10/15/20 (b)	USD	395	419,687
9.13%, 10/15/20 (b)		409	436,607
7.00%, 11/15/20 (b)		252	245,070
5.00%, 11/15/22	EUR	220	280,778
Berry Plastics Corp., 9.75%, 1/15/21	USD	185	214,138
Beverage Packaging Holdings Luxembourg II SA, 8.00%, 12/15/16	EUR	706	933,122
Crown Americas LLC/Crown Americas Capital Corp. III, 6.25%, 2/01/21	USD	17	17,850
GCL Holdings SCA, 9.38%, 4/15/18 (b)	EUR	267	381,111
Graphic Packaging International, Inc., 7.88%, 10/01/18	USD	375	407,813
OI European Group BV, 4.88%, 3/31/21	EUR	205	273,593
Pactiv LLC, 7.95%, 12/15/25	USD	471	416,835
Tekni-Plex, Inc., 9.75%, 6/01/19 (b)		401	449,120
			4,616,414
Distributors 0.5%			
VWR Funding, Inc., 7.25%, 9/15/17		1,374	1,428,960
Diversified Consumer Services 1.0%			
APX Group, Inc. (b):			
6.38%, 12/01/19		987	930,248
8.75%, 12/01/20		597	588,045
Laureate Education, Inc., 9.25%, 9/01/19 (b)		1,250	1,350,000
			2,868,293
Diversified Financial Services 5.8%			
Aircastle Ltd.:			
6.75%, 4/15/17		375	397,500
6.25%, 12/01/19		326	339,855
Ally Financial, Inc.:			
7.50%, 12/31/13		280	284,900
8.00%, 3/15/20		299	344,224

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7.50%, 9/15/20		201	226,125
8.00%, 11/01/31 (f)		3,420	3,933,000
8.00%, 11/01/31		230	260,762
CNG Holdings, Inc., 9.38%, 5/15/20 (b)		125	117,188
		Par	
		(000)	Value
Corporate Bonds			
Diversified Financial Services (concluded)			
Co-Operative Group Ltd. (j):			
6.88%, 7/08/20	GBP	170	\$ 249,618
7.50%, 7/08/26		100	144,897
DPL, Inc.:			
6.50%, 10/15/16	USD	324	341,820
7.25%, 10/15/21		851	868,020
Gala Group Finance PLC, 8.88%, 9/01/18	GBP	600	990,259
General Motors Financial Co., Inc.:			
6.75%, 6/01/18	USD	300	334,125
4.25%, 5/15/23 (b)		249	224,100
Jefferies Finance LLC/JFIN Co-Issuer Corp., 7.38%, 4/01/20 (b)		510	504,900
Jefferies LoanCore LLC/JLC Finance Corp., 6.88%, 6/01/20 (b)		684	672,030
Lehman Brothers Holdings, Inc. (d)(e):			
5.38%, 10/17/13	EUR	150	52,536
4.75%, 1/16/14		760	266,180
1.00%, 2/05/14		1,600	549,806
1.00%, 9/22/18	USD	175	44,625
1.00%, 12/31/49		620	158,100
Leucadia National Corp., 8.13%, 9/15/15		825	919,875
Reynolds Group Issuer, Inc.:			
7.13%, 4/15/19		445	473,369
9.00%, 4/15/19		580	598,850
7.88%, 8/15/19		100	110,000
9.88%, 8/15/19		430	456,875
5.75%, 10/15/20		2,265	2,245,181
WGM Acquisition Corp., 11.50%, 10/01/18		761	877,052
			16,985,772
Diversified Telecommunication Services 3.4%			
Broadview Networks Holdings, Inc., 10.50%, 11/15/17			
		518	512,325
CenturyLink, Inc., Series V, 5.63%, 4/01/20		1,383	1,355,340
Cequel Communications Holdings I LLC/Cequel Capital Corp., 5.13%, 12/15/21 (b)		425	391,000
Consolidated Communications Finance Co., 10.88%, 6/01/20		345	396,750
Frontier Communications Corp., 8.50%, 4/15/20		525	573,562
Level 3 Communications, Inc., 8.88%, 6/01/19		315	336,262
Level 3 Financing, Inc.:			
8.13%, 7/01/19		1,543	1,631,722
7.00%, 6/01/20		434	437,255
8.63%, 7/15/20		1,738	1,859,660
Telenet Finance V Luxembourg SCA:			
6.25%, 8/15/22	EUR	250	331,404
6.75%, 8/15/24		467	624,926
tw telecom holdings, Inc.:			
5.38%, 10/01/22	USD	300	285,750
5.38%, 10/01/22 (b)		260	247,650
Windstream Corp.:			
7.88%, 11/01/17		393	436,230
7.75%, 10/15/20		161	164,623
6.38%, 8/01/23		246	222,323
			9,806,782
Electric Utilities 0.6%			
Homer City Generation LP (g):			
8.14%, 10/01/19		155	155,775
8.73%, 10/01/26		225	228,375
Mirant Mid Atlantic Pass-Through Trust, Series B, 9.13%, 6/30/17		231	242,078
The Tokyo Electric Power Co., Inc., 4.50%, 3/24/14	EUR	850	1,121,421
			1,747,649

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Consolidated Schedule of Investments (continued)

BlackRock Corporate High Yield Fund III, Inc. (CYE)

(Percentages shown are based on Net Assets)

		Par (000)	Value
Corporate Bonds			
Electrical Equipment 0.8%			
Belden, Inc.:			
5.50%, 9/01/22 (b)	EUR	370	\$ 358,900
5.50%, 4/15/23		120	152,254
General Cable Corp., 5.75%, 10/01/22 (b)	USD	610	587,125
International Wire Group Holdings, Inc., 8.50%, 10/15/17 (b)		279	290,160
Rexel SA, 5.13%, 6/15/20	EUR	259	347,442
Techem GmbH, 6.13%, 10/01/19		300	425,891
Trionista TopCo GmbH, 6.88%, 4/30/21		100	133,492
			2,295,264
Electronic Equipment, Instruments & Components 0.1%			
Jabil Circuit, Inc., 8.25%, 3/15/18	USD	235	276,713
Energy Equipment & Services 3.7%			
Atwood Oceanics, Inc., 6.50%, 2/01/20		140	149,800
Calfrac Holdings LP, 7.50%, 12/01/20 (b)		335	337,512
CGG:			
7.75%, 5/15/17		250	256,250
6.50%, 6/01/21		1,255	1,270,687
FTS International Services LLC/FTS International Bonds, Inc., 8.13%, 11/15/18 (b)		655	699,212
Genesis Energy LP/Genesis Energy Finance Corp., 5.75%, 2/15/21		51	50,235
Gulfmark Offshore, Inc., 6.38%, 3/15/22		155	156,938
Hornbeck Offshore Services, Inc., 5.88%, 4/01/20		315	318,938
MEG Energy Corp., 6.50%, 3/15/21 (b)		1,430	1,455,025
Oil States International, Inc.:			
6.50%, 6/01/19		670	706,850
5.13%, 1/15/23 (b)		344	375,820
Parker Drilling Co., 7.50%, 8/01/20 (b)		395	388,087
Peabody Energy Corp.:			
6.00%, 11/15/18		674	670,630
6.25%, 11/15/21		671	647,515
7.88%, 11/01/26		375	374,062
4.75%, 12/15/41 (h)		426	329,618
Precision Drilling Corp.:			
6.63%, 11/15/20		75	78,938
6.50%, 12/15/21		180	188,100
Rain CII Carbon LLC/CII Carbon Corp., 8.25%, 1/15/21 (b)		234	234,000
Seadrill Ltd., 5.63%, 9/15/17 (b)		1,360	1,370,200
Tervita Corp., 8.00%, 11/15/18 (b)		277	276,308
Trionista Holdco GmbH, 5.00%, 4/30/20	EUR	306	408,469
			10,743,194
Food & Staples Retailing 0.7%			
Bakkavor Finance 2 PLC:			
8.25%, 2/15/18	GBP	319	515,365
8.75%, 6/15/20		200	323,887
R&R Ice Cream PLC, 9.25%, 5/15/18 (g)	EUR	100	135,469
Rite Aid Corp.:			
9.25%, 3/15/20		375	424,219
6.75%, 6/15/21 (b)	USD	415	420,187
Zobebe Holding SpA, 7.88%, 2/01/18	EUR	100	137,452
			1,956,579
Food Products 0.9%			
Darling International, Inc., 8.50%, 12/15/18	USD	115	126,500
Findus Bondco SA:			

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9.13%, 7/01/18	EUR	168	233,716
9.50%, 7/01/18	GBP	100	162,579
Pinnacle Foods Finance LLC, 4.88%, 5/01/21 (b)	USD	392	364,560
Post Holdings, Inc., 7.38%, 2/15/22		520	548,600
	Par		
	(000)		Value
Corporate Bonds			
Food Products (concluded)			
Smithfield Foods, Inc., 6.63%, 8/15/22	USD	477	\$ 488,925
Sun Merger Sub, Inc. (b):			
5.25%, 8/01/18		558	560,092
5.88%, 8/01/21		175	174,563
			2,659,535
Health Care Equipment & Supplies 2.3%			
Biomet, Inc.:			
6.50%, 8/01/20		1,799	1,843,975
6.50%, 10/01/20		2,081	2,075,797
DJO Finance LLC/DJO Finance Corp.:			
8.75%, 3/15/18		379	410,268
7.75%, 4/15/18		100	98,250
9.88%, 4/15/18		602	632,100
Fresenius Medical Care US Finance, Inc., 5.75%, 2/15/21 (b)		290	295,800
Fresenius US Finance II, Inc., 9.00%, 7/15/15 (b)		540	601,425
IDH Finance PLC, 6.00%, 12/01/18	GBP	103	159,220
Kinetic Concepts, Inc./KCI USA, Inc., 12.50%, 11/01/19	USD	229	238,446
Teleflex, Inc., 6.88%, 6/01/19		295	309,750
			6,665,031
Health Care Providers & Services 5.7%			
Aviv Healthcare Properties LP/Aviv Healthcare Capital Corp., 7.75%, 2/15/19		570	609,900
CHS/Community Health Systems, Inc.:			
5.13%, 8/15/18		785	802,663
8.00%, 11/15/19		108	113,400
7.13%, 7/15/20		693	699,930
ConvaTec Healthcare E SA, 7.38%, 12/15/17 (b)	EUR	368	517,981
Crown Newco 3 PLC, 7.00%, 2/15/18 (b)	GBP	364	575,937
DaVita HealthCare Partners, Inc., 5.75%, 8/15/22	USD	893	884,070
HCA Holdings, Inc., 6.25%, 2/15/21		736	737,840
HCA, Inc.:			
8.50%, 4/15/19		135	145,800
6.50%, 2/15/20		1,452	1,559,085
7.88%, 2/15/20		275	296,656
7.25%, 9/15/20		1,250	1,360,937
5.88%, 3/15/22		580	598,850
4.75%, 5/01/23		392	366,030
Health Management Associates, Inc., 7.38%, 1/15/20		210	234,675
Hologic, Inc., 6.25%, 8/01/20		1,468	1,530,390
IASIS Healthcare LLC/IASIS Capital Corp., 8.38%, 5/15/19		94	98,465
inVentiv Health, Inc., 9.00%, 1/15/18 (b)		630	642,600
Omnicare, Inc., 3.75%, 4/01/42 (h)		291	403,217
Symbion, Inc., 8.00%, 6/15/16		345	362,250
Tenet Healthcare Corp.:			
6.25%, 11/01/18		1,184	1,250,600
6.75%, 2/01/20		525	514,500
4.38%, 10/01/21 (b)		760	689,700
Vanguard Health Holding Co. II LLC/Vanguard Holding Co. II, Inc., 7.75%, 2/01/19		1,081	1,156,670
Voyage Care Bondco PLC, 6.50%, 8/01/18	GBP	230	353,936
			16,506,082
Health Care Technology 0.9%			
IMS Health, Inc. (b):			
12.50%, 3/01/18		2,225	2,625,500
6.00%, 11/01/20	USD	143	146,754
			2,772,254

See Notes to Consolidated Financial Statements.

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Consolidated Schedule of Investments (continued)

BlackRock Corporate High Yield Fund III, Inc. (CYE)

(Percentages shown are based on Net Assets)

		Par (000)	Value
Corporate Bonds			
Hotels, Restaurants & Leisure 3.2%			
Carlson Wagonlit BV, 6.88%, 6/15/19 (b)	USD	325	\$ 329,875
Cirsa Funding Luxembourg SA, 8.75%, 5/15/18	EUR	480	643,908
Diamond Resorts Corp., 12.00%, 8/15/18	USD	1,334	1,480,740
Enterprise Inns PLC, 6.50%, 12/06/18	GBP	324	503,358
Gategroup Finance Luxembourg SA, 6.75%, 3/01/19	EUR	476	644,833
Intralot Finance Luxembourg SA, 9.75%, 8/15/18		435	595,040
Isle of Capri Casinos, Inc.:			
7.75%, 3/15/19	USD	50	51,625
5.88%, 3/15/21		219	202,575
Little Traverse Bay Bands of Odawa Indians, 9.00%, 8/31/20 (b)		300	294,000
MCE Finance Ltd., 5.00%, 2/15/21 (b)		677	621,147
MTR Gaming Group, Inc., 11.50%, 8/01/19 (g)		281	296,191
Playa Resorts Holding BV, 8.00%, 8/15/20 (b)		150	153,000
PNK Finance Corp., 6.38%, 8/01/21 (b)		516	514,710
Regal Entertainment Group, 5.75%, 2/01/25		90	82,800
Six Flags Entertainment Corp., 5.25%, 1/15/21 (b)		600	567,000
Station Casinos LLC, 7.50%, 3/01/21		1,416	1,458,480
Travelport LLC/Travelport Holdings, Inc. (b):			
6.40%, 3/01/16 (a)		89	86,727
11.88%, 9/01/16		34	32,824
Tropicana Entertainment LLC/Tropicana Finance Corp., 9.63%, 12/15/14 (d)(e)		305	
The Unique Pub Finance Co. PLC, Series A3, 6.54%, 3/30/21	GBP	300	468,397
Vougeot Bidco PLC, 7.88%, 7/15/20		204	324,833
Wynn Las Vegas LLC/Wynn Las Vegas Capital Corp., 5.38%, 3/15/22	USD	76	75,050
			9,427,113
Household Durables 2.6%			
Algeco Scotsman Global Finance PLC, 9.00%, 10/15/18	EUR	100	136,460
Ashton Woods USA LLC/Ashton Woods Finance Corp., 6.88%, 2/15/21 (b)	USD	228	225,720
Beazer Homes USA, Inc., 6.63%, 4/15/18		50	52,688
Brookfield Residential Properties, Inc., 6.50%, 12/15/20 (b)		410	419,225
Brookfield Residential Properties, Inc./Brookfield Residential US Corp., 6.13%, 7/01/22 (b)	USD	291	287,362
Jarden Corp., 7.50%, 1/15/20	EUR	305	425,298
K. Hovnanian Enterprises, Inc., 7.25%, 10/15/20 (b)	USD	950	1,002,250
Libbey Glass, Inc., 6.88%, 5/15/20		288	307,800
Pulte Group, Inc., 6.38%, 5/15/33		190	170,050
RPG Byty Sro, 6.75%, 5/01/20	EUR	190	242,325
The Ryland Group, Inc., 6.63%, 5/01/20	USD	340	352,750
Spie BondCo 3 SCA, 11.00%, 8/15/19	EUR	303	446,513
Standard Pacific Corp.:			
10.75%, 9/15/16	USD	1,290	1,531,875
8.38%, 1/15/21		970	1,086,400
Taylor Morrison Communities, Inc./Monarch Communities, Inc. (b):			
7.75%, 4/15/20		300	327,750
5.25%, 4/15/21		270	255,150
William Lyon Homes, Inc., 8.50%, 11/15/20		300	318,000
			7,587,616
Household Products 0.8%			
Ontex IV SA:			
7.50%, 4/15/18		100	138,794
7.50%, 4/15/18 (b)	EUR	150	208,192
9.00%, 4/15/19		213	292,068
	Par (000)		Value
Corporate Bonds			
Household Products (concluded)			

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Spectrum Brands Escrow Corp. (b):			
6.38%, 11/15/20	USD	384	\$ 397,440
6.63%, 11/15/22		250	256,250
Spectrum Brands, Inc.:			
9.50%, 6/15/18		950	1,045,000
6.75%, 3/15/20		96	101,280
			2,439,024
Independent Power Producers & Energy Traders 3.9%			
Calpine Corp., 7.50%, 2/15/21 (b)			
		44	46,640
Energy Future Intermediate Holding Co. LLC/EFIH Finance, Inc.:			
6.88%, 8/15/17 (b)		414	418,658
11.25%, 12/01/18 (b)(g)		715	561,609
10.00%, 12/01/20		3,352	3,532,170
10.00%, 12/01/20 (b)		1,830	1,923,787
12.25%, 3/01/22 (b)		1,246	1,386,175
GenOn REMA LLC:			
Series B, 9.24%, 7/02/17		88	90,302
Series C, 9.68%, 7/02/26		409	433,540
Laredo Petroleum, Inc.:			
9.50%, 2/15/19		485	539,563
7.38%, 5/01/22		370	390,350
NRG Energy, Inc., 7.63%, 1/15/18		1,591	1,762,032
QEP Resources, Inc., 5.38%, 10/01/22		333	318,015
			11,402,841
Industrial Conglomerates 0.2%			
Sequa Corp., 7.00%, 12/15/17 (b)			
		465	465,000
Insurance 0.8%			
A-S Co-Issuer Subsidiary, Inc./A-S Merger Sub LLC, 7.88%, 12/15/20 (b)			
		1,120	1,145,200
CNO Financial Group, Inc., 6.38%, 10/01/20 (b)			
		225	235,125
MPL 2 Acquisition Canco, Inc., 9.88%, 8/15/18 (b)			
		664	683,920
TMF Group Holding BV, 9.88%, 12/01/19			
	EUR	100	138,120
			2,202,365
Internet Software & Services 0.4%			
Bankrate, Inc., 6.13%, 8/15/18 (b)			
	USD	293	289,704
Cerved Technologies SpA:			
6.38%, 1/15/20	EUR	100	133,513
8.00%, 1/15/21		100	132,495
InterActiveCorp, 4.75%, 12/15/22			
	USD	421	388,373
VeriSign, Inc., 4.63%, 5/01/23 (b)			
		290	271,150
			1,215,235
IT Services 4.7%			
Ceridian Corp.:			
11.25%, 11/15/15		125	126,563
8.88%, 7/15/19 (b)		1,685	1,895,625
11.00%, 3/15/21 (b)		2,616	3,021,480
Epicor Software Corp., 8.63%, 5/01/19			
		570	601,350
First Data Corp. (b):			
7.38%, 6/15/19		2,406	2,496,225
8.88%, 8/15/20		535	577,800
6.75%, 11/01/20		1,350	1,380,375
10.63%, 6/15/21		738	733,387
11.75%, 8/15/21		360	336,600
SunGard Data Systems, Inc.:			
7.38%, 11/15/18		550	584,375
6.63%, 11/01/19		1,498	1,520,470
WEX, Inc., 4.75%, 2/01/23 (b)			
		495	450,450
			13,724,700

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Consolidated Schedule of Investments (continued)

BlackRock Corporate High Yield Fund III, Inc. (CYE)

(Percentages shown are based on Net Assets)

		Par (000)	Value
Corporate Bonds			
Machinery 0.4%			
Cleaver-Brooks, Inc., 8.75%, 12/15/19 (b)	USD	330	\$ 349,800
DH Services Luxembourg Sarl, 7.75%, 12/15/20 (b)		93	96,023
Navistar International Corp., 8.25%, 11/01/21		367	364,706
SPX Corp., 6.88%, 9/01/17		175	193,812
Trinseo Materials Operating SCA/Trinseo Materials Finance, Inc., 8.75%, 2/01/19 (b)		183	178,883
			1,183,224
Media 9.8%			
AMC Networks, Inc.:			
7.75%, 7/15/21		225	248,625
4.75%, 12/15/22		292	273,750
Cablevision Systems Corp., 5.88%, 9/15/22			
CCO Holdings LLC/CCO Holdings Capital Corp.:			
5.25%, 9/30/22		600	547,500
5.13%, 2/15/23		745	668,637
Cengage Learning Acquisitions, Inc., 11.50%, 4/15/20 (b)(d)(e)		542	397,015
Checkout Holding Corp., 9.91%, 11/15/15 (b)(i)		453	365,798
Cinemark USA, Inc., 5.13%, 12/15/22		254	237,490
Clear Channel Communications, Inc.:			
9.00%, 12/15/19		676	650,650
9.00%, 3/01/21		1,223	1,161,850
Clear Channel Worldwide Holdings, Inc.:			
6.50%, 11/15/22		621	616,342
Series B, 7.63%, 3/15/20		958	960,395
Series B, 6.50%, 11/15/22		1,919	1,919,000
DISH DBS Corp.:			
4.25%, 4/01/18		530	522,050
5.13%, 5/01/20		899	869,782
5.88%, 7/15/22		1,010	989,800
DreamWorks Animation SKG, Inc., 6.88%, 8/15/20 (b)		176	180,840
Harron Communications LP/Harron Finance Corp., 9.13%, 4/01/20 (b)		910	987,350
Intelsat Jackson Holdings SA, 5.50%, 8/01/23 (b)		821	761,477
Intelsat Luxembourg SA, 6.75%, 6/01/18 (b)		1,265	1,309,275
Live Nation Entertainment, Inc. (b):			
8.13%, 5/15/18		735	802,995
7.00%, 9/01/20		194	201,760
Lynx I Corp., 6.00%, 4/15/21	GBP	1,020	1,584,646
The McClatchy Co., 9.00%, 12/15/22	USD	552	582,360
Midcontinent Communications & Finance Corp., 6.25%, 8/01/21 (b)		937	939,342
NAI Entertainment Holdings LLC, 8.25%, 12/15/17 (b)		496	537,267
NAI Entertainment Holdings/NAI Entertainment Holdings Finance Corp., 5.00%, 8/01/18 (b)		324	328,050
Nara Cable Funding Ltd., 8.88%, 12/01/18	EUR	200	278,406
Nielsen Finance LLC/Nielsen Finance Co.:			
11.63%, 2/01/14		117	121,832
7.75%, 10/15/18		1,143	1,243,012
Odeon & UCI Finco PLC, 9.00%, 8/01/18 (b)	GBP	207	330,412
ProQuest LLC/ProQuest Notes Co., 9.00%, 10/15/18 (b)	USD	181	181,905
ProtoStar I Ltd., 18.00%, 10/15/13 (b)(d)(e)(h)		850	425
RCN Telecom Services LLC/RCN Capital Corp., 8.50%, 8/15/20 (b)		265	262,350
Sirius XM Radio, Inc. (b):			
4.25%, 5/15/20		517	473,055
5.75%, 8/01/21		355	347,900
4.63%, 5/15/23		253	223,273
		Par (000)	Value
Corporate Bonds			

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Media (concluded)			
Sterling Entertainment Corp., 10.00%, 12/15/19	USD	875	\$ 875,000
Unitymedia Hessen GmbH & Co. KG/Unitymedia NRW GmbH: 7.50%, 3/15/19	EUR	794	1,135,965
5.50%, 1/15/23 (b)	USD	520	473,200
Unitymedia KabelBW GmbH, 9.50%, 3/15/21	EUR	320	479,918
Univision Communications, Inc. (b): 8.50%, 5/15/21	USD	289	312,843
6.75%, 9/15/22		118	122,425
5.13%, 5/15/23		704	664,400
UPCB Finance II Ltd.: 6.38%, 7/01/20	EUR	100	138,621
6.38%, 7/01/20 (b)		822	1,139,467
WaveDivision Escrow LLC/WaveDivision Escrow Corp., 8.13%, 9/01/20 (b)	USD	358	370,530
			28,353,785
Metals & Mining 3.6%			
ArcelorMittal: 9.50%, 2/15/15		315	345,713
4.25%, 8/05/15		294	302,820
4.25%, 3/01/16		125	127,500
5.00%, 2/25/17		369	377,302
6.13%, 6/01/18		328	337,840
Eco-Bat Finance PLC, 7.75%, 2/15/17	EUR	460	620,118
FMG Resources August 2006 Property Ltd. (b): 6.38%, 2/01/16	USD	1,003	1,027,972
6.00%, 4/01/17		1,362	1,385,835
Global Brass & Copper, Inc., 9.50%, 6/01/19 (b)		300	327,000
Kaiser Aluminum Corp., 8.25%, 6/01/20		225	250,875
New Gold, Inc., 6.25%, 11/15/22 (b)		300	287,250
Novelis, Inc., 8.75%, 12/15/20		3,065	3,333,187
Peninsula Energy Ltd., 0.00%, 12/14/14		600	600,000
Perstorp Holding AB, 8.75%, 5/15/17 (b)		205	209,613
Steel Dynamics, Inc., 6.38%, 8/15/22		245	255,413
Taseko Mines Ltd., 7.75%, 4/15/19		420	413,700
Vedanta Resources PLC, 8.25%, 6/07/21 (b)		270	253,800
			10,455,938
Multiline Retail 0.4%			
Dollar General Corp., 4.13%, 7/15/17		792	831,686
Dufry Finance SCA, 5.50%, 10/15/20 (b)		403	411,282
			1,242,968
Oil, Gas & Consumable Fuels 9.1%			
Access Midstream Partners LP/ACMP Finance Corp.: 5.88%, 4/15/21		296	304,140
6.13%, 7/15/22		275	282,563
4.88%, 5/15/23		445	413,850
Alpha Appalachia Holdings, Inc., 3.25%, 8/01/15 (h)		880	806,850
Athlon Holdings LP/Athlon Finance Corp., 7.38%, 4/15/21 (b)		191	192,910
Aurora USA Oil & Gas, Inc. (b): 9.88%, 2/15/17		680	717,400
7.50%, 4/01/20		330	326,700
Bonanza Creek Energy, Inc., 6.75%, 4/15/21		86	87,505
BreitBurn Energy Partners LP/BreitBurn Finance Corp., 7.88%, 4/15/22		255	252,450
Carrizo Oil & Gas, Inc., 7.50%, 9/15/20		240	253,200
Chaparral Energy, Inc., 7.63%, 11/15/22		220	220,550
Chesapeake Energy Corp.: 7.25%, 12/15/18		120	135,900
6.63%, 8/15/20		84	90,090

See Notes to Consolidated Financial Statements.

Table of Contents**Consolidated Schedule of Investments (continued)****BlackRock Corporate High Yield Fund III, Inc. (CYE)**

(Percentages shown are based on Net Assets)

		Par (000)	Value
Corporate Bonds			
Oil, Gas & Consumable Fuels (continued)			
Chesapeake Energy Corp.(concluded):			
6.88%, 11/15/20	USD	271	\$ 293,358
6.13%, 2/15/21		78	81,120
Concho Resources, Inc.:			
7.00%, 1/15/21		80	87,800
6.50%, 1/15/22		297	314,820
5.50%, 10/01/22		365	356,787
5.50%, 4/01/23		74	71,780
CONSOL Energy, Inc.:			
8.00%, 4/01/17		422	445,210
8.25%, 4/01/20		315	333,900
Continental Resources, Inc., 7.13%, 4/01/21		370	405,150
Crosstex Energy LP/Crosstex Energy Finance Corp., 8.88%, 2/15/18		150	159,375
Crown Oil Partners IV LP, 15.00%, 3/07/15		621	646,526
CrownRock LP/CrownRock Finance, Inc., 7.13%, 4/15/21 (b)		342	338,580
Denbury Resources, Inc., 4.63%, 7/15/23		771	688,117
Energy XXI Gulf Coast, Inc.:			
9.25%, 12/15/17		465	517,312
7.75%, 6/15/19		540	561,600
EP Energy LLC/EP Energy Finance, Inc., 9.38%, 5/01/20		215	236,500
EP Energy LLC/Everest Acquisition Finance, Inc., 6.88%, 5/01/19		345	366,562
EV Energy Partners LP/EV Energy Finance Corp., 8.00%, 4/15/19		150	150,000
Halcon Resources Corp., 8.88%, 5/15/21		415	416,037
Hilcorp Energy I LP/Hilcorp Finance Corp., 7.63%, 4/15/21 (b)		260	276,900
Holly Energy Partners LP/Holly Energy Finance Corp., 6.50%, 3/01/20		155	159,650
Kodiak Oil & Gas Corp.:			
8.13%, 12/01/19		350	383,250
5.50%, 2/01/22 (b)		162	156,330
Legacy Reserves LP/Legacy Reserves Finance Corp., 6.63%, 12/01/21 (b)		153	145,350
Lightstream Resources Ltd., 8.63%, 2/01/20 (b)		256	243,200
Linn Energy LLC/Linn Energy Finance Corp.:			
6.50%, 5/15/19		43	40,420
6.25%, 11/01/19 (b)		717	659,640
8.63%, 4/15/20		777	780,885
7.75%, 2/01/21		60	58,200
MarkWest Energy Partners LP/MarkWest Energy Finance Corp.:			
6.25%, 6/15/22		164	171,380
4.50%, 7/15/23		250	227,500
Memorial Production Partners LP/Memorial Production Finance Corp., 7.63%, 5/01/21		199	192,035
Newfield Exploration Co., 6.88%, 2/01/20		780	817,050
Northern Oil & Gas, Inc., 8.00%, 6/01/20		310	314,650
Oasis Petroleum, Inc.:			
7.25%, 2/01/19		205	217,300
6.50%, 11/01/21		290	304,500
Offshore Group Investment Ltd., 7.13%, 4/01/23		422	406,175
Pacific Drilling SA, 5.38%, 6/01/20 (b)		406	391,790
PBF Holding Co. LLC/PBF Finance Corp., 8.25%, 2/15/20		95	97,138
PDC Energy, Inc., 7.75%, 10/15/22		210	220,500
Penn Virginia Corp., 8.50%, 5/01/20		201	201,000
Petrobras Global Finance BV, 3.00%, 1/15/19		349	321,014
Petroleum Geo-Services ASA, 7.38%, 12/15/18 (b)		775	848,625
		Par (000)	Value
Corporate Bonds			
Oil, Gas & Consumable Fuels (concluded)			
Range Resources Corp.:			
8.00%, 5/15/19	USD	345	\$ 370,875
6.75%, 8/01/20		120	129,300

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5.75%, 6/01/21	981	1,027,597	
5.00%, 8/15/22	319	311,823	
5.00%, 3/15/23	157	153,468	
Regency Energy Partners LP/Regency Energy Finance Corp., 6.88%, 12/01/18	113	121,193	
RKI Exploration & Production LLC/RKI Finance Corp., 8.50%, 8/01/21 (b)	126	126,000	
Rosetta Resources, Inc., 5.63%, 5/01/21	266	256,690	
Sabine Pass Liquefaction LLC (b):			
5.63%, 2/01/21	1,169	1,116,395	
5.63%, 4/15/23	337	312,567	
Sabine Pass LNG LP:			
7.50%, 11/30/16	1,730	1,905,162	
6.50%, 11/01/20 (b)	325	326,625	
SandRidge Energy, Inc.:			
8.75%, 1/15/20	30	31,350	
7.50%, 2/15/23	291	281,543	
SESI LLC, 6.38%, 5/01/19	205	215,763	
Seven Generations Energy Ltd., 8.25%, 5/15/20 (b)	100	102,500	
SM Energy Co.:			
6.63%, 2/15/19	210	219,450	
6.50%, 11/15/21	265	278,250	
6.50%, 1/01/23	310	319,300	
Summit Midstream Holdings LLC/Summit Midstream Finance Corp., 7.50%, 7/01/21 (b)	285	289,275	
Tesorro Logistics LP/Tesorro Logistics Finance Corp., 5.88%, 10/01/20 (b)	155	154,613	
Vanguard Natural Resources LLC/VNR Finance Corp., 7.88%, 4/01/20	270	273,375	
		26,512,238	
Paper & Forest Products 0.6%			
Ainsworth Lumber Co. Ltd., 7.50%, 12/15/17 (b)	320	337,600	
Boise Paper Holdings LLC/Boise Co-Issuer Co., 8.00%, 4/01/20	125	134,063	
Boise Paper Holdings LLC/Boise Finance Co., 9.00%, 11/01/17	60	63,150	
Clearwater Paper Corp.:			
7.13%, 11/01/18	585	628,875	
4.50%, 2/01/23	45	40,725	
NewPage Corp., 11.38%, 12/31/14 (d)(e)	1,909		
Sappi Papier Holding GmbH (b):			
8.38%, 6/15/19	200	209,000	
6.63%, 4/15/21	140	130,200	
Unifrax I LLC/Unifrax Holding Co., 7.50%, 2/15/19 (b)	260	260,650	
		1,804,263	
Pharmaceuticals 2.2%			
Capsugel Finance Co. SCA:			
9.88%, 8/01/19 (b)	EUR	200	292,085
9.88%, 8/01/19		100	146,042
Jaguar Holding Co. II/Jaguar Merger Sub, Inc., 9.50%, 12/01/19 (b)	USD	664	750,320
Valeant Pharmaceuticals International (b):			
6.88%, 12/01/18		908	962,480
6.38%, 10/15/20		271	275,404
6.75%, 8/15/21		455	468,650
VPII Escrow Corp. (b):			
6.75%, 8/15/18		2,458	2,602,407
7.50%, 7/15/21		149	159,430

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Consolidated Schedule of Investments (continued)

BlackRock Corporate High Yield Fund III, Inc. (CYE)

(Percentages shown are based on Net Assets)

		Par (000)	Value
Corporate Bonds			
Pharmaceuticals (concluded)			
Warner Chilcott Co. LLC/Warner Chilcott Finance LLC, 7.75%, 9/15/18	USD	615	\$ 671,888
			6,328,706
Professional Services 0.2%			
La Financiere Atalian SA, 7.25%, 1/15/20	EUR	120	154,633
Truven Health Analytics, Inc., 10.63%, 6/01/20	USD	510	541,875
			696,508
Real Estate Investment Trusts (REITs) 0.7%			
Cantor Commercial Real Estate Co. LP/CCRE Finance Corp., 7.75%, 2/15/18 (b)		283	289,368
Felcor Lodging LP: 6.75%, 6/01/19		1,023	1,071,592
5.63%, 3/01/23		258	239,940
Host Hotels & Resorts LP, 2.50%, 10/15/29 (b)(h)		120	163,500
iStar Financial, Inc., 4.88%, 7/01/18		409	396,730
			2,161,130
Real Estate Management & Development 2.6%			
CBRE Services, Inc., 6.63%, 10/15/20		335	355,938
Crescent Resources LLC/Crescent Ventures, Inc., 10.25%, 8/15/17 (b)		860	924,500
IVG Finance BV, 1.75%, 3/29/17 (h)	EUR	400	343,629
Realogy Corp. (b): 7.88%, 2/15/19	USD	2,355	2,561,062
7.63%, 1/15/20		505	565,600
9.00%, 1/15/20		335	386,925
Realogy Group LLC/Sunshine Group Florida Ltd., 3.38%, 5/01/16 (b)		339	336,458
Shea Homes LP/Shea Homes Funding Corp., 8.63%, 5/15/19		1,405	1,541,987
Woodside Homes Co. LLC/Woodside Homes Finance, Inc., 6.75%, 12/15/21 (b)		455	452,725
			7,468,824
Road & Rail 0.7%			
The Hertz Corp.: 7.50%, 10/15/18		550	594,000
6.75%, 4/15/19		290	309,212
5.88%, 10/15/20		65	66,706
7.38%, 1/15/21		440	475,200
6.25%, 10/15/22		265	269,638
Watco Cos. LLC/Watco Finance Corp., 6.38%, 4/01/23 (b)		198	195,525
			1,910,281
Semiconductors & Semiconductor Equipment 0.3%			
NXP BV/NXP Funding LLC (b): 3.75%, 6/01/18		430	415,488
9.75%, 8/01/18		100	110,500
5.75%, 2/15/21		335	335,000
			860,988
Software 1.8%			
BMC Software Finance, Inc., 8.13%, 7/15/21 (b)		720	729,000
Healthcare Technology Intermediate, Inc., 7.38%, 9/01/18 (b)(g)		337	342,055
Igloo Holdings Corp., 8.25%, 12/15/17 (b)(g)		295	301,637
Infor US, Inc., 9.38%, 4/01/19		2,055	2,286,187
Interface Security Systems Holdings, Inc./Interface Security Systems LLC, 9.25%, 1/15/18 (b)		149	153,843

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Nuance Communications, Inc., 5.38%, 8/15/20 (b)		940	895,350
		Par (000)	Value
Corporate Bonds			
Software (concluded)			
Sophia LP/Sophia Finance, Inc., 9.75%, 1/15/19 (b)	USD	442	\$ 479,570
			5,187,642
Specialty Retail 3.1%			
Asbury Automotive Group, Inc., 8.38%, 11/15/20		365	403,325
Claire's Stores, Inc. (b):			
9.00%, 3/15/19		869	967,849
7.75%, 6/01/20		332	330,340
CST Brands, Inc., 5.00%, 5/01/23 (b)		378	359,100
House of Fraser Funding PLC:			
8.88%, 8/15/18	GBP	321	526,530
8.88%, 8/15/18 (b)		285	467,480
Limited Brands, Inc., 8.50%, 6/15/19	USD	785	927,281
Magnolia BC SA, 9.00%, 8/01/20	EUR	260	347,959
Michaels FinCo Holdings LLC/Michaels FinCo, Inc., 7.50%, 8/01/18 (b)(g)	USD	589	589,000
Michaels Stores, Inc., 7.75%, 11/01/18		234	251,842
New Academy Finance Co. LLC/New Academy Finance Corp., 8.00%, 6/15/18 (b)(g)		216	221,940
Party City Holdings, Inc., 8.88%, 8/01/20 (b)		1,013	1,085,176
PC Nextco Holdings LLC/PC Nextco Finance, Inc., 8.75%, 8/15/19 (b)(g)		285	281,794
Penske Automotive Group, Inc., 5.75%, 10/01/22		317	313,830
QVC, Inc. (b):			
7.50%, 10/01/19		625	673,799
7.38%, 10/15/20		290	315,099
Sally Holdings LLC/Sally Capital, Inc.:			
6.88%, 11/15/19		545	594,050
5.75%, 6/01/22		512	512,640
			9,169,034
Textiles, Apparel & Luxury Goods 0.5%			
Levi Strauss & Co., 6.88%, 5/01/22		440	467,500
PVH Corp., 4.50%, 12/15/22		253	234,341
Quiksilver, Inc./QS Wholesale, Inc., 7.88%, 8/01/18 (b)		120	123,750
SIWF Merger Sub, Inc./Springs Industries, Inc., 6.25%, 6/01/21 (b)		502	495,725
The William Carter Co., 5.25%, 8/15/21 (b)		253	254,265
			1,575,581
Thrifts & Mortgage Finance 0.1%			
MGIC Investment Corp., 2.00%, 4/01/20 (h)		51	64,133
Radian Group, Inc. (h):			
3.00%, 11/15/17		60	83,062
2.25%, 3/01/19		142	203,060
			350,255
Trading Companies & Distributors 0.6%			
Air Lease Corp., 4.50%, 1/15/16		590	613,600
Ashtead Capital, Inc., 6.50%, 7/15/22 (b)		490	518,175
Doric Nimrod Air Finance Alpha Ltd. Pass-Through Trust, Series 2012-1, Class A, 5.13%, 11/30/24 (b)		616	606,509
			1,738,284
Transportation Infrastructure 0.5%			
Aguila 3 SA (b):			
Series 144, 7.88%, 1/31/18		320	335,200
7.88%, 1/31/18		431	451,473
Jack Cooper Holdings Corp., 9.25%, 6/01/20 (b)		740	758,500
			1,545,173

See Notes to Consolidated Financial Statements.

Table of Contents**Consolidated Schedule of Investments (continued)****BlackRock Corporate High Yield Fund III, Inc. (CYE)**

(Percentages shown are based on Net Assets)

		Par (000)	Value
Corporate Bonds			
Wireless Telecommunication Services 4.6%			
Crown Castle International Corp., 5.25%, 1/15/23	USD	1,126	\$ 1,064,070
Digicel Group Ltd., 8.25%, 9/30/20 (b)		425	450,500
Digicel Ltd., 6.00%, 4/15/21 (b)		2,075	2,002,375
MetroPCS Wireless, Inc., 6.63%, 11/15/20		508	527,050
NII Capital Corp., 7.63%, 4/01/21		341	260,865
Phones4u Finance PLC:			
9.50%, 4/01/18	GBP	100	160,394
9.50%, 4/01/18 (b)		400	641,576
Softbank Corp., 4.50%, 4/15/20 (b)	USD	785	742,170
Sprint Capital Corp., 6.88%, 11/15/28		1,014	915,135
Sprint Communications, Inc. (b):			
9.00%, 11/15/18		3,598	4,200,665
7.00%, 3/01/20		1,883	2,024,225
T-Mobile USA, Inc., 5.25%, 9/01/18 (b)		375	378,750
			13,367,775
Total Corporate Bonds 107.1%			311,780,875
Floating Rate Loan Interests (a)			
Airlines 1.0%			
Delta Air Lines, Inc., Term Loan B1, 4.00%, 10/18/18		392	392,683
Northwest Airlines, Inc., Term Loan:			
2.30%, 3/10/17		642	593,997
2.30%, 3/10/17		643	594,820
1.68%, 9/10/18		544	481,099
1.68%, 9/10/18		539	477,042
1.68%, 9/10/18		535	473,797
			3,013,438
Auto Components 1.2%			
Federal-Mogul Corp.:			
Term Loan B, 2.12% 2.13%, 12/29/14		2,006	1,953,006
Term Loan C, 2.12% 2.13%, 12/28/15		980	954,580
Schaeffler AG, Term Loan C, 4.25%, 1/27/17		580	580,899
			3,488,485
Building Products 0.1%			
Wilsonart International Holdings LLC, Term Loan B, 4.00%, 10/31/19		423	419,264
Capital Markets 0.8%			
American Capital Holdings, Inc., Term Loan, 4.00%, 8/22/16		1,416	1,420,464
Knight Capital Group, Inc., Term Loan B, 5.75%, 12/05/17		360	358,427
Nuveen Investments, Inc.:			
2nd Lien Term Loan, 6.50%, 2/28/19		340	338,018
Term Loan, 4.18%, 5/15/17		120	119,447
			2,236,356
Chemicals 0.2%			
MacDermid, Inc., 2nd Lien Term Loan, 7.75%, 12/07/20		135	136,350
OXEA Finance LLC, 2nd Lien Term Loan, 8.25%, 7/15/20		300	299,157
US Coatings Acquisition, Inc./Axalta Coating Systems Dutch Holding B BV, Term Loan, 4.75%, 2/03/20		55	55,219
			490,726

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Commercial Services & Supplies 0.4%			
AWAS Finance Luxembourg Sarl, Term Loan B, 3.50%, 6/10/16		409	408,838
		Par	
		(000)	Value
Floating Rate Loan Interests (a)			
Commercial Services & Supplies (concluded)			
Catalent Pharma Solutions, Inc., Term Loan, 6.50%, 12/29/17	USD	260	\$ 260,814
Interactive Data Corp., Term Loan B, 3.75%, 2/11/18		409	407,859
Spin Holdco, Inc., Term Loan B, 4.25%, 11/14/19		260	260,244
			1,337,755
Communications Equipment 1.3%			
Alcatel-Lucent USA, Inc.:			
Term Loan C, 5.75%, 1/30/19		1,403	1,408,660
Term Loan D, 6.25%, 1/30/19	EUR	547	724,900
Avaya, Inc., Term Loan B5, 8.00%, 3/30/18	USD	125	118,367
Zayo Group LLC/Zayo Capital, Inc., Term Loan B, 4.50%, 7/02/19		1,471	1,474,894
			3,726,821
Construction Materials 0.3%			
HD Supply, Inc., Senior Debt B, 4.50%, 10/12/17		859	861,427
Containers & Packaging 0.1%			
Tekni-Plex, Inc., Term Loan B, 5.50% 6.50%, 8/25/19		265	263,675
Diversified Consumer Services 0.3%			
Laureate Education, Inc., Extended Term Loan, 5.25%, 6/18/18		143	142,277
ServiceMaster Co.:			
Extended Term Loan, 4.44%, 1/31/17		165	160,279
Term Loan, 4.25%, 1/31/17		463	448,563
			751,119
Diversified Telecommunication Services 0.4%			
Level 3 Financing, Inc.:			
2016 Term Loan, 4.00%, 1/15/20		405	404,664
2019 Term Loan B, 4.00%, 8/01/19		270	269,495
Term Loan, 4.75%, 8/01/19		480	479,496
			1,153,655
Energy Equipment & Services 0.1%			
Dynegy Holdings, Inc., Term Loan B2, 4.00%, 4/23/20		185	183,766
Food & Staples Retailing 0.0%			
Rite Aid Corp., 2nd Lien Term Loan, 5.75%, 8/21/20		110	112,716
Food Products 0.1%			
AdvancePierre Foods, Inc., Term Loan, 5.75%, 7/10/17		214	215,730
Health Care Equipment & Supplies 0.3%			
Capital Safety North America Holding, Inc., Term Loan, 4.50%, 1/21/19		755	752,633
LHP Hospital Group, Inc., Term Loan, 9.00%, 7/03/18		282	279,329
			1,031,962
Health Care Providers & Services 0.2%			
Genesis HealthCare Corp., Term Loan B, 10.00% 10.75%, 9/25/17		234	240,582
inVentiv Health, Inc., Combined Term Loan, 7.50%, 8/04/16		368	358,948
			599,530
Hotels, Restaurants & Leisure 4.3%			
Bally Technologies, Inc., Term Loan B, 4.25%, 8/31/20		465	464,130
Boyd Gaming Corp., Term Loan B, 4.00%, 8/14/20		440	440,546

See Notes to Consolidated Financial Statements.

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Consolidated Schedule of Investments (continued)

BlackRock Corporate High Yield Fund III, Inc. (CYE)

(Percentages shown are based on Net Assets)

		Par (000)	Value
Floating Rate Loan Interests (a)			
Hotels, Restaurants & Leisure (concluded)			
Bronco Midstream Funding LLC, Term Loan B, 5.00%, 8/17/20	USD	1,205	\$ 1,201,988
Harrah s Property Co., Mezzanine Term Loan, 3.68%, 2/13/14		7,233	6,882,580
MGM Resorts International, Term Loan B, 3.50%, 12/20/19		541	538,496
Pinnacle Entertainment, Inc., Term Loan B2, 3.75%, 8/13/20		560	561,394
Playa Resorts Holding BV, Term Loan B, 4.75%, 8/06/19		655	656,913
Station Casinos, Inc., Term Loan B, 5.00%, 3/01/20		928	933,863
Travelport LLC:			
2nd Lien PIK Term Loan 2, 8.38%, 12/01/16		441	440,486
2nd Lien Term Loan 1, 9.50%, 1/29/16		106	109,715
Refinancing Term Loan, 6.25%, 6/26/19		300	302,850
			12,532,961
Industrial Conglomerates 0.2%			
Sequa Corp., Term Loan B, 5.25%, 6/19/17		579	580,675
Insurance 0.1%			
Alliant Holdings I, Inc., Term Loan B, 5.00%, 12/20/19		338	339,359
IT Services 0.4%			
Ceridian Corp., Term Loan B, 4.43%, 5/09/17		305	304,683
First Data Corp., Extended 2018 Term Loan B, 4.18%, 3/23/18		785	776,710
			1,081,393
Life Sciences Tools & Services 0.1%			
Patheon, Inc., Term Loan, 7.25%, 12/06/18		203	204,988
Machinery 1.3%			
Gardner Denver, Inc.:			
Term Loan, 4.25%, 7/30/20		1,236	1,229,649
Term Loan, 4.75%, 7/30/20	EUR	1,358	1,789,284
Rexnord LLC, 1st Lien Term Loan B, 4.00%, 8/20/20	USD	717	709,333
			3,728,266
Media 1.6%			
Cengage Learning Acquisitions, Inc.:			
Non-Extended Term Loan, 4.75%, 7/03/14		320	228,335
Tranche 1 Incremental, 6.00%, 7/03/14		1,598	1,128,475
Clear Channel Communications, Inc.:			
Term Loan B, 3.83%, 1/29/16		136	126,704
Term Loan C, 3.83%, 1/29/16		100	91,997
Term Loan D, 6.93%, 1/30/19		1,487	1,364,220
EMI Music Publishing Ltd., Term Loan B, 4.25%, 6/29/18		432	433,144
Getty Images, Inc., Term Loan B, 4.75%, 10/18/19		50	47,819
Harron Communications Corp., Refinancing Term Loan B, 3.50%, 6/19/20		590	590,490
TWCC Holding Corp., 2nd Lien Term Loan, 7.00%, 6/26/20		225	230,625
Univision Communications, Inc., Converted Extended Term Loan, 4.50%, 3/02/20		247	246,441
Virgin Media Investment Holdings Ltd., Term Loan B, 3.50%, 6/08/20		120	119,396
			4,607,646
Floating Rate Loan Interests (a)			
Metals & Mining 0.8%			
Constellium Holdco BV, Term Loan B, 6.00%, 3/25/20	USD	888	\$ 907,750
FMG America Finance, Inc., Term Loan, 5.25%, 10/18/17		1,430	1,434,831
			2,342,581

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Oil, Gas & Consumable Fuels 1.5%		
Chesapeake Energy Corp., Unsecured Term Loan, 5.75%, 12/01/17	2,225	2,265,784
Obsidian Natural Gas Trust, Term Loan, 7.00%, 11/02/15	680	680,126
Samson Investment Co., 2nd Lien Term Loan, 6.00%, 9/25/18	235	236,030
Vantage Drilling Co.:		
Term Loan, 6.25%, 10/26/17	864	870,412
Term Loan B, 5.75%, 3/22/19	369	371,843
		4,424,195
Pharmaceuticals 0.7%		
Aptalis Pharma, Inc., Term Loan B, 5.50%, 2/10/17	975	976,833
Par Pharmaceutical, Refinancing Term Loan B, 4.25%, 9/30/19	725	720,687
Pharmaceutical Product Development, Inc., Term Loan B, 4.25%, 12/05/18	310	309,644
		2,007,164
Real Estate Investment Trusts (REITs) 0.2%		
iStar Financial, Inc., Term Loan, 4.50%, 10/16/17	693	692,772
Real Estate Management & Development 0.2%		
Realogy Corp.:		
Extended Letter of Credit, 4.45%, 10/10/16	93	93,137
Extended Term Loan, 4.50%, 3/05/20	459	461,374
		554,511
Road & Rail 0.1%		
Genesee & Wyoming, Inc., Term Loan A, 2.19%, 9/29/17	272	270,839
Software 0.4%		
BMC Software, Inc., Term Loan, 5.00%, 8/07/20	145	144,698
GCA Services Group, Inc., 2nd Lien Term Loan, 9.25%, 10/22/20	60	60,900
Infor US, Inc., Term Loan B2, 5.25%, 4/05/18	504	506,719
Kronos, Inc., 2nd Lien Term Loan, 9.75%, 4/30/20	515	532,381
		1,244,698
Specialty Retail 0.3%		
David's Bridal, Inc., Term Loan B, 5.00%, 10/11/19	542	545,117
Party City Holdings, Inc., Refinancing Term Loan B, 4.25%, 7/29/19	265	264,287
		809,404
Textiles, Apparel & Luxury Goods 0.4%		
Ascend Performance Materials LLC, Term Loan B, 6.75%, 4/10/18	1,126	1,077,906
Thrifts & Mortgage Finance 0.2%		
Ocwen Financial Corp., Term Loan, 5.00%, 2/15/18	608	614,255
Total Floating Rate Loan Interests 19.6%		57,000,038

See Notes to Consolidated Financial Statements.

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Consolidated Schedule of Investments (continued)

BlackRock Corporate High Yield Fund III, Inc. (CYE)

(Percentages shown are based on Net Assets)

Investment Companies	Shares	Value
Exchange-Traded Fund 0.2%		
iShares MSCI EAFE Index Fund (n)	12,240	\$ 724,241
Total Investment Companies 0.2%		724,241

	Beneficial	Interest (000)
Other Interests (k)		
Auto Components 0.0%		
Lear Corp. Escrow	USD 460	2,300
Chemicals 0.0%		
Wellman Holdings, Inc., Litigation Trust Certificate (d)	2,830	28
Hotels, Restaurants & Leisure 0.0%		
Buffets, Inc. (d)	575	6
Media 0.0%		
Adelphia Preferred Escrow (d)	750	8
Adelphia Recovery Trust (d)	941	9,406
		9,414
Total Other Interests 0.0%		11,748

Preferred Securities

Capital Trusts	Par (000)
Media 0.0%	
NBCUniversal Enterprise, Inc., 5.25% (b)(1)	100 97,921

Preferred Stocks

Auto Components	Shares
1.7%	
Dana Holding Corp., 4.00% (b)(h)	28,800 5,059,800

Trust Preferreds

Diversified Financial Services 1.4%	
GMAC Capital Trust I, Series 2, 8.13%, 2/15/40 (a)	152,140 4,017,780
Total Preferred Securities 3.1%	9,175,501

Warrants (m)

Containers & Packaging 0.1%	
MDP Acquisitions PLC, (Issued/exercisable 12/31/02, 3 Shares for 1 Warrant, Expires 10/01/13, Strike Price EUR 0.001)	700 73,826
Health Care Providers & Services 0.0%	
HealthSouth Corp., (Expires 1/16/14)	32,042
Media 0.0%	
New Vision Holdings LLC:	
(Expires 9/30/14)	19,023 \$ 29,086
(Expires 9/30/14)	3,424 6,293

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		35,379
Metals & Mining 0.0%		
Peninsula Energy Ltd., (Expires 12/31/15)	2,343,076	16,058
Peninsula Minerals Ltd., (Expires 12/31/15)	3,966,632	38,836
		54,894
Software 0.0%		
HMH Holdings/EduMedia, (Issued/exercisable 3/09/10, 19 Shares for 1 Warrant, Expires 6/22/19, Strike Price \$42.27)	1,164	
Total Warrants 0.1%		164,099
Total Long-Term Investments		
(Cost \$408,530,445) 140.7%		409,782,331
Short-Term Securities		
BlackRock Liquidity Funds, TempFund, Institutional Class, 0.03% (n)(o)	1,962,371	1,962,371
Total Short-Term Securities		
(Cost \$1,962,371) 0.7%		1,962,371
Options Purchased		
(Cost \$1,161,168) 0.4%		1,322,693
Total Investments Before Options Written		
(Cost \$411,653,984) 141.8%		413,067,395
Options Written		
(Premiums Received \$289,600) (0.1)%		(305,850)
Total Investments, Net of Options Written 141.7%		412,761,545
Liabilities in Excess of Other Assets (41.7)%		(121,490,754)
Net Assets 100.0%		\$ 291,270,791

Notes to Consolidated Schedule of investments

(a) Variable rate security. Rate shown is as of report date.

(b) Security exempt from registration pursuant to Rule 144A under the Securities Act of 1933, as amended. These securities may be resold in transactions exempt from registration to qualified institutional investors.

See Notes to Consolidated Financial Statements.

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Consolidated Schedule of Investments (continued)

BlackRock Corporate High Yield Fund III, Inc. (CYE)

(c) When-issued security. Unsettled when-issued transactions were as follows:

Counterparty	Value	Unrealized Appreciation (Depreciation)
J.P. Morgan Securities LLC	\$ 1,837,421	

(d) Non-income producing security.

(e) Issuer filed for bankruptcy and/or is in default of principal and/or interest payments.

(f) All or a portion of security has been pledged as collateral in connection with swaps.

(g) Represents a payment-in-kind security which may pay interest/dividends in additional par/shares.

(h) Convertible security.

(i) Represents a zero-coupon bond. Rate shown reflects the current yield as of report date.

(j) Represents a step-up bond that pays an initial coupon rate for the first period and then a higher coupon rate for the following periods. Rate shown is as of report date.

(k) Other interests represent beneficial interests in liquidation trusts and other reorganization or private entities.

(l) Security is perpetual in nature and has no stated maturity date.

(m) Warrants entitle the Fund to purchase a predetermined number of shares of common stock and are non-income producing. The purchase price and number of shares are subject to adjustment under certain conditions until the expiration date of the warrants, if any.

(n) Investments in issuers considered to be an affiliate of the Fund during the six months ended August 31, 2013, for purposes of Section 2(a)(3) of the 1940 Act, were as follows:

Affiliate	Shares Held at February 28, 2013	Shares Purchased	Shares Sold	Shares Held at August 31, 2013	Value at August 31, 2013	Income	Realized Loss
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BlackRock Liquidity Funds, TempFund, Institutional Class	2,103,451	(141,080) ¹	1,962,371	\$ 1,962,371	\$ 295
iShares iBoxx \$ High Yield Corporate Bond ETF ²	26,548	(26,548)			\$ 12,719 \$ (35,468)
iShares MSCI EAFE Index Fund	12,240		12,240	\$ 724,241	\$ 2,251

¹ Represents net shares purchased.

² No longer held by the Trust as of report date.

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

For Fund compliance purposes, the Fund's industry classifications refer to any one or more of the industry sub-classifications used by one or more widely recognized market indexes or rating group indexes, and/or as defined by Fund management. These definitions may not apply for purposes of this report, which may combine such industry sub-classifications for reporting ease.

Financial futures contracts as of August 31, 2013 were as follows:

Contracts Sold	Issue	Exchange	Expiration	Notional Value	Unrealized Appreciation (Depreciation)
(22)	10-Year US Treasury Note	Chicago Board of Trade	December 2013	\$2,734,188	\$ (1,409)
(12)	2-Year US Treasury Note	Chicago Board of Trade	December 2013	\$2,637,000	(171)
(32)	5-Year US Treasury Note	Chicago Board of Trade	December 2013	\$3,829,750	4,708
Total					\$ 3,128

Foreign currency exchange contracts as of August 31, 2013 were as follows:

Currency Purchased		Currency Sold		Counterparty	Settlement Date	Unrealized Appreciation (Depreciation)
USD	336,929	EUR	255,000	Credit Suisse International	9/03/13	\$ (92)
USD	284,920	GBP	184,000	Bank of America N.A.	9/03/13	(225)
EUR	255,000	USD	336,953	Credit Suisse International	9/25/13	91
USD	1,795,360	EUR	1,345,000	Barclays PLC	9/25/13	17,618
USD	21,315,870	EUR	15,864,000	UBS AG	9/25/13	347,771
GBP	184,000	USD	284,814	Bank of America N.A.	10/22/13	226
GBP	26,000	USD	39,913	Citibank N.A.	10/22/13	364
USD	461,860	AUD	507,000	UBS AG	10/22/13	12,040
USD	4,358,025	CAD	4,535,000	JPMorgan Chase Bank N.A.	10/22/13	57,633
USD	150,763	GBP	100,000	Bank of America N.A.	10/22/13	(4,150)
USD	158,155	GBP	102,000	Bank of America N.A.	10/22/13	144
USD	162,564	GBP	105,000	Barclays PLC	10/22/13	(94)
USD	9,355,663	GBP	6,204,000	Deutsche Bank AG	10/22/13	(255,112)
USD	158,151	GBP	104,000	Deutsche Bank AG	10/22/13	(2,958)
USD	77,498	GBP	49,830	Deutsche Bank AG	10/22/13	305
Total						\$ 173,561

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Consolidated Schedule of Investments (continued)

BlackRock Corporate High Yield Fund III, Inc. (CYE)

Exchange-traded options purchased as of August 31, 2013 were as follows:

Description	Put/Call	Strike Price	Expiration Date	Contracts	Market Value
SPDR S&P 500 ETF Trust	Put	USD 165.00	9/21/13	308	\$ 103,488
SPDR S&P 500 ETF Trust	Put	USD 164.00	9/21/13	1,030	292,005
SPDR S&P 500 ETF Trust	Put	USD 161.00	10/19/13	1,184	355,200
SPDR S&P 500 ETF Trust	Put	USD 164.00	10/19/13	1,375	572,000
Total					\$ 1,322,693

Over-the-counter options purchased as of August 31, 2013 were as follows:

Description	Counterparty	Put/Call	Strike Price	Expiration Date	Contracts	Market Value
Marsico Parent Superholdco LLC	Goldman Sachs & Co.	Call	USD 942.86	12/14/19	19	

Exchange-traded options written as of August 31, 2013 were as follows:

Description	Put/Call	Strike Price	Expiration Date	Contracts	Market Value
SPDR S&P 500 ETF Trust	Put	USD 156.00	9/21/13	(1,030)	\$ (72,100)
SPDR S&P 500 ETF Trust	Put	USD 156.00	10/19/13	(1,375)	(233,750)
Total					\$ (305,850)

Credit default swaps buy protection outstanding as of August 31, 2013 were as follows:

Issuer	Pay		Expiration Date	Notional Amount (000)	Market Value	Premiums Paid	Unrealized Depreciation
	Fixed Rate	Counterparty					
Radioshack Corp.	5.00%	Deutsche Bank AG	9/20/18	USD 67	\$ 16,845	\$ 20,858	\$ (4,012)
Radioshack Corp.	5.00%	Deutsche Bank AG	9/20/18	USD 67	16,845	20,537	(3,692)
Radioshack Corp.	5.00%	Deutsche Bank AG	9/20/18	USD 67	16,846	18,609	(1,764)
Total					\$ 50,536	\$ 60,004	\$ (9,468)

Credit default swaps sold protection outstanding as of August 31, 2013 were as follows:

Issuer/Index	Receive		Expiration Date	Credit Rating ¹	Notional Amount (000) ²	Market Value	Premiums Received	Unrealized Appreciation (Depreciation)
	Fixed Rate	Counterparty						
Radioshack Corp.	5.00%	Deutsche Bank AG	9/20/15	CCC	USD 67	\$ (7,149)	\$ (10,424)	\$ 3,275
Radioshack Corp.	5.00%	Deutsche Bank AG	9/20/15	CCC	USD 67	(7,149)	(10,437)	3,289
Radioshack Corp.	5.00%	Deutsche Bank AG	9/20/15	CCC	USD 67	(7,149)	(8,546)	1,398
Caesars Entertainment Operating Co., Inc.	5.00%	JPMorgan Chase Bank N.A.	12/20/15	CCC-	USD 274	(52,121)	(78,774)	26,653
Caesars Entertainment Operating Co., Inc.	5.00%	JPMorgan Chase Bank N.A.	12/20/15	CCC-	USD 76	(14,452)	(18,934)	4,482

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Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	3/20/16	CCC-	USD	110	(24,651)	(26,228)	1,577
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	3/20/16	CCC-	USD	110	(24,651)	(26,228)	1,577
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	3/20/16	CCC-	USD	324	(73,017)	(74,047)	1,031
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	3/20/16	CCC-	USD	76	(17,009)	(16,404)	(605)
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	3/20/16	CCC-	USD	367	(82,624)	(64,344)	(18,279)
Caesars Entertainment Operating Co., Inc.	5.00%	JPMorgan Chase Bank N.A.	3/20/16	CCC-	USD	44	(9,830)	(8,952)	(878)
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	6/20/16	CCC-	USD	225	(58,628)	(56,417)	(2,212)
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	6/20/16	CCC-	USD	430	(112,028)	(104,403)	(7,625)
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	6/20/16	CCC-	USD	767	(199,885)	(188,868)	(11,017)
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	6/20/16	CCC-	USD	124	(32,201)	(25,276)	(6,926)
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	3/20/17	CCC-	USD	202	(71,576)	(55,887)	(15,689)
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	3/20/17	CCC-	USD	242	(85,610)	(75,123)	(10,488)
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	3/20/17	CCC-	USD	141	(49,920)	(41,455)	(8,466)
Crown Castle International Corp.	7.25%	Deutsche Bank AG	3/20/17	B	USD	470	76,466		76,466
CCO Holdings LLC	8.00%	Deutsche Bank AG	9/20/17	BB-	USD	1,600	326,907		326,907
Level 3 Communications, Inc.	5.00%	Goldman Sachs International	6/20/19	CCC+	USD	1,000	20,768	(89,035)	109,803
Markit CMBX North America AAA Index Series 3	0.50%	Citibank N.A.	12/13/49	BBB-	USD	75	(8,531)	(7,054)	(1,477)
Markit CMBX North America AAA Index Series 3	0.50%	Citibank N.A.	12/13/49	BBB-	USD	155	(17,630)	(14,674)	(2,956)
Total							\$ (531,670)	\$ (1,001,510)	\$ 469,840

¹ Using S&P's rating of the issuer or the underlying securities of the index, as applicable.

² The maximum potential amount the Fund may pay should a negative credit event take place as defined under the terms of agreement.

See Notes to Consolidated Financial Statements.

Table of Contents**Consolidated Schedule of Investments (continued)****BlackRock Corporate High Yield Fund III, Inc. (CYE)**

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 statement purposes as follows:

Level 1 unadjusted price quotations in active markets/exchanges for identical assets or liabilities that the Fund 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 Fund'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 Fund'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 instruments and is not necessarily an indication of the risks associated with investing in those securities. For information about the Fund's policy regarding valuation of investments and derivative financial instruments, please refer to Note 2 of the Notes to Consolidated Financial Statements.

The following tables summarize the Fund's investments and derivative financial instruments categorized in the disclosure hierarchy as of August 31, 2013:

	Level 1	Level 2	Level 3	Total
Assets:				
Investments:				
Long-Term Investments:				
Asset-Backed Securities			\$ 1,837,421	\$ 1,837,421
Common Stocks	\$ 22,410,105	\$ 2,208,496	4,469,807	29,088,408
Corporate Bonds		308,676,572	3,104,303	311,780,875
Floating Rate Loan Interests		48,517,130	8,482,908	57,000,038
Investment Companies	724,241			724,241
Other Interests	9,406		2,342	11,748
Preferred Securities	4,017,780	5,157,721		9,175,501
Warrants	112,662		51,437	164,099
Short-Term Securities	1,962,371			1,962,371
Options Purchased:				
Equity Contracts	1,322,693			1,322,693
Unfunded Loan Commitments		8,058		8,058
Total	\$ 30,559,258	\$ 364,567,977	\$ 17,948,218	\$ 413,075,453

	Level 1	Level 2	Level 3	Total
Derivative Financial Instruments¹				
Assets:				
Credit contracts		\$ 153,085	\$ 403,373	\$ 556,458

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Interest rate contracts	\$ 4,708			4,708
Foreign currency exchange contracts		436,192		436,192
Liabilities:				
Credit contracts		(96,086)		(96,086)
Equity contracts	(305,850)			(305,850)
Interest rate contracts	(1,580)			(1,580)
Foreign currency exchange contracts	(317)	(262,314)		(262,631)
Total	\$ (303,039)	\$ 230,877	\$ 403,373	\$ 331,211

¹ Derivative financial instruments are swaps, financial futures contracts, foreign currency exchange contracts and options written. Swaps, financial futures contracts and foreign currency exchange contracts are valued at the unrealized appreciation/depreciation on the instrument and options written are shown at value.

See Notes to Consolidated Financial Statements.

Table of Contents**Consolidated Schedule of Investments (continued)****BlackRock Corporate High Yield Fund III, Inc. (CYE)**

Certain of the Fund's assets and liabilities are held at carrying amount, which approximates fair value for financial statement purposes. As of August 31, 2013, such assets and liabilities are categorized within the disclosure hierarchy as follows:

	Level 1	Level 2	Level 3	Total
Assets:				
Cash	\$ 1,565			\$ 1,565
Foreign currency at value	11,461			11,461
Cash pledged for financial futures contracts	80,000			80,000
Liabilities:				
Loan payable		\$ (121,000,000)		(121,000,000)
Cash received as collateral for over-the-counter swaps		(500,000)		(500,000)
Total	\$ 93,026	\$ (121,500,000)		\$ (121,406,974)

There were no transfers between Level 1 and Level 2 during the six months ended August 31, 2013.

A reconciliation of Level 3 investments is presented when the Fund 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	Common Stocks	Corporate Bonds	Floating Rate Loan Interests	Other Interests	Warrants	Total
Assets/Liabilities:							
Opening Balance, as of February 28, 2013		\$ 5,113,705	\$ 4,368,858	\$ 14,775,855	\$ 11,542	\$ 75,505	\$ 24,345,465
Transfers into Level 3				289,955			289,955
Transfers out of Level 3 ¹		(769)	(505,856)	(2,885,615)			(3,392,240)
Accrued discounts/premiums			2,832	23,261			26,093
Net realized gain (loss)		(5,626)	26,279	209,033		1,117	230,803
Net change in unrealized appreciation/depreciation ²		(637,500)	(4,558)	(164,744)	(9,200)	(25,185)	(841,187)
Purchases	\$ 1,837,421		12,300	3,819,824			5,669,545
Sales		(3)	(795,552)	(7,584,661)			(8,380,216)
Closing Balance, as of August 31, 2013	\$ 1,837,421	\$ 4,469,807	\$ 3,104,303	\$ 8,482,908	\$ 2,342	\$ 51,437	\$ 17,948,218

¹ As of February 28, 2013, the Fund used significant unobservable inputs in determining the value of certain investments. As of August 31, 2013, the Fund used observable inputs in determining the value of the same investments. As a result, investments with a beginning of period value of \$3,392,240 transferred from Level 3 to Level 2 in the disclosure hierarchy.

² Included in the related net change in unrealized appreciation/depreciation in the Consolidated Statements of Operations. The change in unrealized appreciation/depreciation on investments still held as of August 31, 2013 was \$(651,814).
The following table is a reconciliation of Level 3 derivative financial instruments for which significant unobservable inputs were used in determining fair value:

	Credit Contracts
Assets:	

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Opening Balance, as of February 28, 2013	
Transfers into Level 3	\$ 468,208
Transfers out of Level 3	
Accrued discounts/premiums	
Net realized gain (loss)	
Net change in unrealized appreciation/depreciation ³	(64,835)
Purchases	
Issues ⁴	
Sales	
Settlements ⁵	
Closing Balance, as of August 31, 2013	\$ 403,373

³ Included in the related net change in unrealized appreciation/depreciation in the Consolidated Statements of Operations. The change in unrealized appreciation/depreciation on derivative financial instruments still held as of August 31, 2013 was \$(64,835).

⁴ Issues represent upfront cash received on certain derivative financial instruments.

⁵ Settlements represent periodic contractual cash flows and/or cash flows to terminate certain derivative financial instruments.

See Notes to Consolidated Financial Statements.

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Consolidated Schedule of Investments (concluded)

BlackRock Corporate High Yield Fund III, Inc. (CYE)

The following table summarizes the valuation techniques used and unobservable inputs utilized by the BlackRock Global Valuation Methodologies Committee to determine the value of certain of the Fund's Level 3 investments as of August 31, 2013. The table does not include Level 3 investments with values based upon unadjusted third party pricing information. Level 3 investments valued using third party pricing information was \$11,279,072. A significant change in such third party pricing information could result in a significantly lower or higher value of such Level 3 investments.

	Value	Valuation Techniques	Unobservable Inputs ¹	Range of Unobservable Inputs Utilized
Assets:				
Common Stocks ²	\$ 211,916	Market Comparable Companies	Forecasted EBITDA Multiple	3.50x
	2,171,881	Market Comparable Companies	2P (Proved and Probable) Reserves + 2C (Contingent) Resources Multiple	CAD ³ 0.35x 0.53x
	1,423,609	Market Comparable Companies	PV-10 Multiple ⁴	0.13x 0.21x
			Offshore EBITDA Multiple	8.25x
			Onshore EBITDA Multiple	4.75x
			Implied Last 12 Months EBITDA Multiple	6.95x
Corporate Bonds ⁵	688,352	Market Comparable Companies	Yield	12.10%
	425	Estimated Recovery Value	Recovery Rate	0.05%
	646,526	Discounted Cash Flow	Yield	12.00%
	875,000	Market Comparable Companies	Last 12 Months EBITDA Multiple	10.00x
	600,000	Cost ⁶	N/A	
Warrants ⁷	35,379	Estimated Recovery Value	Distribution Rate	\$1.36 \$1.63
	16,058	Black-Scholes	Implied Volatility	67.605%
Total	\$ 6,669,146			

¹ A change to the unobservable input may result in a significant change to the value of the investment as follows:

Unobservable Input	Impact to Value if Input Increases	Impact to Value if Input Decreases
Forecasted EBITDA Multiple	Increase	Decrease
2P (Proved and Probable) Reserves + 2C (Contingent) Resources Multiple	Increase	Decrease
PV-10 Multiple	Increase	Decrease
Offshore EBITDA Multiple	Increase	Decrease
Onshore EBITDA Multiple	Increase	Decrease
Implied Last 12 Months EBITDA Multiple	Increase	Decrease
Yield	Decrease	Increase
Recovery Rate	Increase	Decrease
Last 12 Months EBITDA Multiple	Increase	Decrease
Distribution Rate	Increase	Decrease
Implied Volatility	Increase	Decrease

² For the six months ended August 31, 2013, the valuation technique for certain investments classified as common stocks changed to a market approach. The investment was previously valued utilizing the company's financial restructuring plan. Market information became available for this investment which is considered to be a more relevant measure of fair value for this investment.

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- ³ Canadian Dollar.
- ⁴ Present value of estimated future oil and gas revenues, net of estimated direct expenses, discounted at an annual rate of 10%.
- ⁵ For the six months ended August 31, 2013, the valuation technique for certain investments classified as corporate bonds changed to a market approach. The investment was previously valued utilizing acquisition cost. Market information became available for this investment which is considered to be a more relevant measure of fair value for this investment.
- ⁶ The Fund fair values certain of its Level 3 investments using acquisition cost, although the transaction may not have occurred during the current reporting period. These investments are generally privately held investments. There may not be a secondary market, and/or there are a limited number of investors. The determination to fair value such investments at cost is based upon factors consistent with the principles of fair value measurement that are reasonably available to the Global Valuation Committee, or its delegate. Valuations are reviewed utilizing available market information to determine if the carrying value should be adjusted. Such market data may include, but is not limited to, observations of the trading multiples of public companies considered comparable to the private companies being valued, financial or operational information released by the company, and/or news or corporate events that affect the investment. Valuations may be adjusted to account for company-specific issues, the lack of liquidity inherent in a nonpublic investment and the fact that comparable public companies are not identical to the investments being fair valued by the Fund.
- ⁷ For the six months ended August 31, 2013, the valuation technique for certain investments classified as warrants changed to an as estimated recovery value approach. The investments were previously valued utilizing a discounted vendor price. The estimated recovery value is considered to be a more relevant measure of fair value for these investments.

See Notes to Consolidated Financial Statements.

Table of Contents**Consolidated Schedule of Investments** August 31, 2013 (Unaudited)**BlackRock Debt Strategies Fund, Inc. (DSU)**

(Percentages shown are based on Net Assets)

Asset-Backed Securities		Par (000)	Value
ACAS CLO Ltd., Series 2013-1A, Class D, 4.09%, 4/20/25 (a)(b)	USD	500	\$ 471,250
ALM Loan Funding (a)(b)(c):			
Series 2013-7R2A, Class B, 2.86%, 4/24/24		625	596,875
Series 2013-7RA, Class C, 3.71%, 4/24/24		1,750	1,651,650
Series 2013-7RA, Class D, 5.26%, 4/24/24		750	688,875
Apidos CDO XI, Series 2012-11A, Class D, 4.52%, 1/17/23 (a)(b)		550	546,425
Atrium CDO Corp., Series 9A, Class D, 3.76%, 2/28/24 (a)(b)		1,050	998,025
Carlyle Global Market Strategies CLO Ltd. (a)(b):			
Series 2012-4A, Class D, 4.77%, 1/20/25		600	602,124
Series 2013-1A, Class C, 4.26%, 2/14/25		250	245,975
Cavalry CLO Ltd., Series 2A, Class D, 4.27%, 1/17/24 (a)(b)		500	486,250
CFIP CLO Ltd., Series 2013-1A, Class D, 4.02%, 4/20/24 (a)(b)		1,000	930,000
Fraser Sullivan CLO VII Ltd., Series 2012-7A, Class C, 4.27%, 4/20/23 (a)(b)		765	754,596
Highbridge Loan Management Ltd., Series 2012-1A, Class C, 5.27%, 9/20/22 (a)(b)		1,200	1,204,800
LCM IX LP, Series 9A, Class E, 4.47%, 7/14/22 (a)(b)		1,000	910,400
LCM XI LP, Series 11A, Class D2, 4.22%, 4/19/22 (a)(b)		1,300	1,274,000
Madison Park Funding I Ltd., Series 2013-11A, Class D, 3.76%, 10/23/25 (a)(b)(c)		305	290,360
OZLM Funding III Ltd., Series 2013-3A, Class C, 4.17%, 1/22/25 (a)(b)		500	488,750
OZLM Funding Ltd., Series 2012-2A, Class C, 4.62%, 10/30/23 (a)(b)		500	498,400
West CLO Ltd., Series 2012-1A, Class C, 5.02%, 10/30/23 (a)(b)		1,145	1,151,985
Total Asset-Backed Securities 3.0%			13,790,740

Common Stocks		Shares	
Chemicals 0.1%			
GEO Specialty Chemicals, Inc. (a)(d)		339,340	271,472
Containers & Packaging 0.2%			
Smurfit Kappa Group PLC		36,342	739,145
Diversified Financial Services 0.8%			
Kcad Holdings I Ltd.(d)		756,012,055	3,817,861
Electrical Equipment 0.0%			
Medis Technologies Ltd. (d)		286,757	3
Hotels, Restaurants & Leisure 0.0%			
HRP PIK Corp., Class B (d)		5,000	
Metals & Mining 0.1%			
Euramax International (d)		2,337	467,460
Paper & Forest Products 0.9%			
Ainsworth Lumber Co. Ltd. (a)(d)		1,256,924	3,460,628
NewPage Corp. (d)		9,120	729,600
Western Forest Products, Inc.		211,149	284,659
			4,474,887
Semiconductors & Semiconductor Equipment 0.0%			
SunPower Corp. (d)		1,707	36,683
Software 0.3%			
HMH Holdings/EduMedia (d)		52,041	1,567,744
Common Stocks		Shares	Value
Specialty Retail 0.0%			
Movie Gallery, Inc. (d)		503,737	\$ 5
Total Common Stocks 2.4%			11,375,260

Corporate Bonds		Par (000)	
Aerospace & Defense 0.9%			

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Bombardier, Inc., 4.25%, 1/15/16 (a)	USD	980	1,013,075
DigitalGlobe, Inc., 5.25%, 2/01/21 (a)		666	624,375
Huntington Ingalls Industries, Inc., 7.13%, 3/15/21		715	772,200
Kratos Defense & Security Solutions, Inc., 10.00%, 6/01/17		1,364	1,473,120
Meccanica Holdings USA, Inc., 6.25%, 7/15/19 (a)		247	251,607
			4,134,377
Airlines 0.8%			
Air Canada Pass-Through Trust, Series 2013-1, Class C, 6.63%, 5/15/18 (a)		469	467,405
Continental Airlines Pass-Through Trust, Series 2012-3, Class C, 6.13%, 4/29/18		1,485	1,506,533
Delta Air Lines Pass-Through Trust, Series 2009-1, Class B, 9.75%, 6/17/18		163	178,733
US Airways Group, Inc., 6.13%, 6/01/18		280	254,100
US Airways Pass-Through Trust, Series 2013-1, Class B, 5.38%, 5/15/23		1,530	1,453,500
			3,860,271
Auto Components 2.2%			
Affinia Group, Inc., 7.75%, 5/01/21 (a)		790	811,725
Brighthouse Group PLC, 7.88%, 5/15/18	GBP	100	156,520
Continental Rubber of America Corp., 4.50%, 9/15/19 (a)	USD	150	151,575
Delphi Corp., 6.13%, 5/15/21		250	273,125
Icahn Enterprises LP/Icahn Enterprises Finance Corp.:			
7.75%, 1/15/16		220	227,975
8.00%, 1/15/18		4,035	4,246,837
Jaguar Land Rover Automotive PLC:			
8.25%, 3/15/20	GBP	392	673,091
5.63%, 2/01/23 (a)	USD	425	409,063
Schaeffler Finance BV, 4.25%, 5/15/18	EUR	106	140,123
Schaeffler Holding Finance BV (e):			
6.88%, 8/15/18 (a)	USD	785	816,400
6.88%, 8/15/18	EUR	270	366,659
Servus Luxembourg Holdings SCA, 7.75%, 6/15/18		175	234,804
Titan International, Inc.:			
7.88%, 10/01/17	USD	940	996,400
7.88%, 10/01/17 (a)		530	561,800
Venture Holdings Co. LLC (d)(f):			
12.00%, 7/01/49		4,450	
Series B, 9.50%, 7/01/05		1,800	
			10,066,097
Automobiles 0.1%			
Ford Motor Co., 4.25%, 11/15/16 (g)		314	599,740
Beverages 0.0%			
Constellation Brands, Inc., 7.25%, 5/15/17		57	65,123
Building Products 1.0%			
American Builders & Contractors Supply Co., Inc., 5.63%, 4/15/21 (a)		300	291,000
Builders FirstSource, Inc., 7.63%, 6/01/21 (a)		639	639,000

See Notes to Consolidated Financial Statements.

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Consolidated Schedule of Investments (continued)

BlackRock Debt Strategies Fund, Inc. (DSU)

(Percentages shown are based on Net Assets)

		Par (000)	Value
Corporate Bonds			
Building Products (concluded)			
Building Materials Corp. of America (a):			
7.00%, 2/15/20	USD	1,000	\$ 1,062,500
6.75%, 5/01/21		590	625,400
Cemex SAB de CV, 5.88%, 3/25/19 (a)		260	246,350
Momentive Performance Materials, Inc., 8.88%, 10/15/20		375	389,062
Texas Industries, Inc., 9.25%, 8/15/20		378	412,965
USG Corp., 9.75%, 1/15/18		980	1,129,450
			4,795,727
Capital Markets 0.2%			
E*Trade Financial Corp., 0.00%, 8/31/19 (a)(g)(h)		593	804,997
KCG Holdings, Inc., 8.25%, 6/15/18 (a)		173	169,973
Nuveen Investments, Inc., 9.13%, 10/15/17 (a)		135	132,975
			1,107,945
Chemicals 3.0%			
Ashland, Inc., 3.88%, 4/15/18 (a)		475	467,875
Chemtura Corp., 5.75%, 7/15/21		145	143,188
Ciech Group Financing AB, 9.50%, 11/30/19	EUR	130	186,633
GEO Specialty Chemicals, Inc., 7.50%, 3/31/15 (a)	USD	4,171	8,716,945
Huntsman International LLC, 8.63%, 3/15/21		735	819,525
INEOS Finance PLC, 7.50%, 5/01/20 (a)		295	315,650
INEOS Group Holdings SA:			
6.13%, 8/15/18 (a)		485	469,237
6.50%, 8/15/18	EUR	224	287,790
LSB Industries, Inc., 7.75%, 8/01/19 (a)	USD	218	225,630
Nufarm Australia Ltd., 6.38%, 10/15/19 (a)		225	225,000
Orion Engineered Carbons Bondco GmbH, 9.63%, 6/15/18 (a)		800	884,000
PetroLogistics LP/PetroLogistics Finance Corp., 6.25%, 4/01/20 (a)		188	181,890
Rentech Nitrogen Partners LP/Rentech Nitrogen Finance Corp., 6.50%, 4/15/21 (a)		706	691,880
Tronox Finance LLC, 6.38%, 8/15/20 (a)		288	275,040
US Coatings Acquisition, Inc./Axalta Coating Systems Dutch Holding B BV, 5.75%, 2/01/21	EUR	100	130,513
			14,020,796
Commercial Banks 0.6%			
CIT Group, Inc.:			
5.00%, 5/15/17	USD	620	643,250
6.63%, 4/01/18 (a)		120	129,600
5.50%, 2/15/19 (a)		1,886	1,933,150
Lloyds TSB Bank PLC, 11.88%, 12/16/21 (b)	EUR	32	52,020
			2,758,020
Commercial Services & Supplies 2.4%			
ACCO Brands Corp., 6.75%, 4/30/20	USD	212	209,350
ADS Waste Holdings, Inc., 8.25%, 10/01/20 (a)		206	217,330
ARAMARK Corp., 5.75%, 3/15/20 (a)		1,052	1,073,040
AWAS Aviation Capital Ltd., 7.00%, 10/17/16 (a)		672	695,354
Brickman Group Holdings, Inc., 9.13%, 11/01/18 (a)		55	58,919
Catalent Pharma Solutions, Inc., 7.88%, 10/15/18		216	218,700
Covanta Holding Corp., 6.38%, 10/01/22		800	811,758
EC Finance PLC, 9.75%, 8/01/17	EUR	60	86,428
The Geo Group, Inc., 7.75%, 10/15/17	USD	850	884,000
Interactive Data Corp., 10.25%, 8/01/18		1,545	1,720,821
Mobile Mini, Inc., 7.88%, 12/01/20		640	697,600
UR Merger Sub Corp.:			

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5.75%, 7/15/18		877	936,197
7.38%, 5/15/20		435	468,712
7.63%, 4/15/22		2,328	2,502,600
		Par	
		(000)	Value
Corporate Bonds			
Commercial Services & Supplies (concluded)			
Verisure Holding AB:			
8.75%, 9/01/18	EUR	178	\$ 257,603
8.75%, 12/01/18		149	208,249
West Corp., 8.63%, 10/01/18	USD	315	340,988
			11,387,649
Communications Equipment 1.1%			
Alcatel-Lucent USA, Inc., 8.88%, 1/01/20 (a)		1,526	1,556,520
Avaya, Inc. (a):			
7.00%, 4/01/19		485	443,775
10.50%, 3/01/21		754	582,465
CommScope Holding Co., Inc., 6.63%, 6/01/20 (a)(e)		435	430,650
Zayo Group LLC/Zayo Capital, Inc.:			
8.13%, 1/01/20		1,000	1,085,000
10.13%, 7/01/20		1,020	1,157,700
			5,256,110
Construction & Engineering 0.1%			
Safway Group Holding LLC/Safway Finance Corp., 7.00%, 5/15/18 (a)		200	201,000
Weekley Homes LLC/Weekley Finance Corp., 6.00%, 2/01/23 (a)		230	223,100
			424,100
Construction Materials 1.4%			
Buzzi Unicem SpA, 6.25%, 9/28/18	EUR	106	149,198
HD Supply, Inc.:			
8.13%, 4/15/19	USD	2,938	3,268,525
11.00%, 4/15/20		556	664,420
7.50%, 7/15/20 (a)(i)		2,092	2,186,140
HeidelbergCement Finance Luxembourg SA, 7.50%, 4/03/20	EUR	46	71,739
			6,340,022
Consumer Finance 0.1%			
Ford Motor Credit Co. LLC:			
7.00%, 4/15/15	USD	280	302,885
6.63%, 8/15/17		148	167,124
IVS F. SpA, 7.13%, 4/01/20	EUR	170	224,119
			694,128
Containers & Packaging 0.6%			
Ardagh Packaging Finance PLC:			
7.38%, 10/15/17		100	140,690
9.13%, 10/15/20 (a)	USD	300	318,750
Ball Corp., 6.75%, 9/15/20		310	334,800
Berry Plastics Corp., 9.75%, 1/15/21		210	243,075
Beverage Packaging Holdings Luxembourg II SA, 8.00%, 12/15/16	EUR	1,243	1,642,876
Crown Americas LLC/Crown Americas Capital Corp. III, 6.25%, 2/01/21	USD	103	108,150
			2,788,341
Distributors 0.1%			
VWR Funding, Inc., 7.25%, 9/15/17		615	639,600
Diversified Consumer Services 0.7%			
APX Group, Inc. (a):			
6.38%, 12/01/19		613	577,753
8.75%, 12/01/20		979	964,315
Laureate Education, Inc., 9.25%, 9/01/19 (a)		1,025	1,107,000
Rent-A-Center, Inc., 4.75%, 5/01/21 (a)		494	456,950
			3,106,018

See Notes to Consolidated Financial Statements.

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Consolidated Schedule of Investments (continued)

BlackRock Debt Strategies Fund, Inc. (DSU)

(Percentages shown are based on Net Assets)

		Par (000)	Value
Corporate Bonds			
Diversified Financial Services 3.7%			
Aircastle Ltd., 6.25%, 12/01/19	USD	261	\$ 272,093
Ally Financial, Inc.:			
7.50%, 12/31/13		90	91,575
8.30%, 2/12/15		1,330	1,436,400
7.50%, 9/15/20		1,990	2,238,750
8.00%, 11/01/31		2,235	2,570,250
8.00%, 11/01/31		399	452,366
CNG Holdings, Inc., 9.38%, 5/15/20 (a)		128	120,000
Co-Operative Group Ltd., 6.88%, 7/08/20 (j)	GBP	240	352,402
DPL, Inc.:			
6.50%, 10/15/16	USD	50	52,750
7.25%, 10/15/21		130	132,600
Gala Group Finance PLC, 8.88%, 9/01/18	GBP	400	660,172
Jefferies Finance LLC/JFIN Co-Issuer Corp., 7.38%, 4/01/20 (a)	USD	415	410,850
Jefferies LoanCore LLC/JLC Finance Corp., 6.88%, 6/01/20 (a)		462	453,915
Reynolds Group Issuer, Inc.:			
7.13%, 4/15/19		1,943	2,066,866
9.00%, 4/15/19		195	201,338
9.88%, 8/15/19		1,015	1,078,437
5.75%, 10/15/20		3,640	3,608,150
6.88%, 2/15/21		515	543,325
WMG Acquisition Corp., 11.50%, 10/01/18		544	626,960
			17,369,199
Diversified Telecommunication Services 1.1%			
CenturyLink, Inc., Series V, 5.63%, 4/01/20		653	639,940
Level 3 Communications, Inc., 8.88%, 6/01/19		520	555,100
Level 3 Financing, Inc.:			
8.13%, 7/01/19		2,902	3,068,865
7.00%, 6/01/20		340	342,550
Telenet Finance V Luxembourg SCA:			
6.25%, 8/15/22	EUR	119	157,748
6.75%, 8/15/24		222	297,074
Windstream Corp., 7.75%, 10/15/20	USD	29	29,653
			5,090,930
Electric Utilities 0.2%			
Homer City Generation LP (e):			
8.14%, 10/01/19		250	251,250
8.73%, 10/01/26		360	365,400
Mirant Mid Atlantic Pass-Through Trust, Series B, 9.13%, 6/30/17		378	396,447
			1,013,097
Electrical Equipment 0.3%			
Belden, Inc., 5.50%, 9/01/22 (a)	USD	360	349,200
General Cable Corp., 5.75%, 10/01/22 (a)		670	644,875
Techem GmbH, 6.13%, 10/01/19	EUR	200	283,927
Trionista TopCo GmbH, 6.88%, 4/30/21		100	133,492
			1,411,494
Energy Equipment & Services 2.5%			
Calfrac Holdings LP, 7.50%, 12/01/20 (a)	USD	1,680	1,692,600
CGG, 6.50%, 6/01/21		1,000	1,012,500
FTS International Services LLC/FTS International Bonds, Inc., 8.13%, 11/15/18 (a)		469	500,657
Gulfmark Offshore, Inc., 6.38%, 3/15/22		130	131,625

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Hornbeck Offshore Services, Inc., 5.88%, 4/01/20		265		268,313
MEG Energy Corp., 6.50%, 3/15/21 (a)		1,518		1,544,565
Oil States International, Inc.:				
6.50%, 6/01/19		1,319		1,391,545
5.13%, 1/15/23 (a)		653		713,402
Energy Equipment & Services (concluded)				
Peabody Energy Corp.:				
6.00%, 11/15/18	USD	985	\$	980,075
6.25%, 11/15/21		975		940,875
Precision Drilling Corp.:				
6.63%, 11/15/20		125		131,563
6.50%, 12/15/21		505		527,725
Rain CII Carbon LLC/CII Carbon Corp., 8.25%, 1/15/21 (a)		377		377,000
Seadrill Ltd., 5.63%, 9/15/17 (a)		783		788,872
Tervita Corp., 8.00%, 11/15/18 (a)		442		440,895
Trionista Holdco GmbH, 5.00%, 4/30/20	EUR	302		403,130
				11,845,342
Food & Staples Retailing 0.2%				
Bakkavor Finance 2 PLC:				
8.25%, 2/15/18	GBP	192		310,188
8.75%, 6/15/20		100		161,944
R&R Ice Cream PLC, 9.25%, 5/15/18 (e)	EUR	100		135,469
Rite Aid Corp., 9.25%, 3/15/20		435		492,094
				1,099,695
Food Products 0.4%				
Findus Bondco SA:				
9.13%, 7/01/18		133		185,025
9.50%, 7/01/18	GBP	100		162,579
Post Holdings, Inc., 7.38%, 2/15/22	USD	545		574,975
Smithfield Foods, Inc., 6.63%, 8/15/22		554		567,850
Sun Merger Sub, Inc. (a):				
5.25%, 8/01/18		150		150,563
5.88%, 8/01/21		140		139,650
				1,780,642
Gas Utilities 0.3%				
Targa Resources Partners LP/Targa Resources Partners Finance Corp., 7.88%, 10/15/18		1,095		1,185,338
Health Care Equipment & Supplies 1.3%				
Biomet, Inc.:				
6.50%, 8/01/20		1,211		1,241,275
6.50%, 10/01/20		2,593		2,586,517
DJO Finance LLC/DJO Finance Corp.:				
8.75%, 3/15/18		295		319,338
7.75%, 4/15/18		770		756,525
9.88%, 4/15/18		350		367,500
IDH Finance PLC, 6.00%, 12/01/18	GBP	103		159,220
Kinetic Concepts, Inc./KCI USA, Inc., 12.50%, 11/01/19	USD	232		241,570
Teleflex, Inc., 6.88%, 6/01/19		475		498,750
				6,170,695
Health Care Providers & Services 2.0%				
Aviv Healthcare Properties LP/Aviv Healthcare Capital Corp., 7.75%, 2/15/19		700		749,000
CHS/Community Health Systems, Inc.:				
5.13%, 8/15/18		345		352,763
8.00%, 11/15/19		399		418,950
7.13%, 7/15/20		254		256,540
Crown Newco 3 PLC:				
7.00%, 2/15/18 (a)	GBP	108		170,882
7.00%, 2/15/18		194		306,955
HCA, Inc.:				
7.88%, 2/15/20	USD	1,245		1,343,044
7.25%, 9/15/20		270		293,963
Hologic, Inc., 6.25%, 8/01/20		977		1,018,522
IASIS Healthcare LLC/IASIS Capital Corp., 8.38%, 5/15/19		68		71,230
inVentiv Health, Inc., 9.00%, 1/15/18 (a)		255		260,100

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See Notes to Consolidated Financial Statements.

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Consolidated Schedule of Investments (continued)

BlackRock Debt Strategies Fund, Inc. (DSU)

(Percentages shown are based on Net Assets)

		Par (000)	Value
Corporate Bonds			
Health Care Providers & Services (concluded)			
Tenet Healthcare Corp.:			
6.25%, 11/01/18	USD	814	\$ 859,787
6.75%, 2/01/20		340	333,200
8.00%, 8/01/20		382	396,803
4.38%, 10/01/21 (a)		617	559,927
Vanguard Health Holding Co. II LLC/Vanguard Holding Co. II, Inc., 7.75%, 2/01/19		1,680	1,797,600
			9,189,266
Health Care Technology 0.8%			
IMS Health, Inc., 12.50%, 3/01/18 (a)		3,205	3,781,900
Hotels, Restaurants & Leisure 2.3%			
Caesars Entertainment Operating Co., Inc., 8.50%, 2/15/20		882	842,310
Carlson Wagonlit BV, 6.88%, 6/15/19 (a)		260	263,900
Cirsia Funding Luxembourg SA, 8.75%, 5/15/18	EUR	1,744	2,339,532
Diamond Resorts Corp., 12.00%, 8/15/18	USD	1,040	1,154,400
Gategroup Finance Luxembourg SA, 6.75%, 3/01/19	EUR	235	318,352
HRP Myrtle Beach Holdings LLC, 14.50%, 4/01/14 (d)(f)	USD	6,892	1
HRP Myrtle Beach Operations LLC (a)(d)(f):			
12.50%, 4/01/13		5,000	1
12.50%, 4/01/14		5,000	1
Intralot Finance Luxembourg SA, 9.75%, 8/15/18	EUR	345	471,928
Isle of Capri Casinos, Inc.:			
7.75%, 3/15/19	USD	50	51,625
5.88%, 3/15/21		211	195,175
Little Traverse Bay Bands of Odawa Indians, 9.00%, 8/31/20 (a)		609	596,820
Playa Resorts Holding BV, 8.00%, 8/15/20 (a)		150	153,000
PNK Finance Corp., 6.38%, 8/01/21 (a)		375	374,062
Sabre, Inc., 8.50%, 5/15/19 (a)		577	621,717
Six Flags Entertainment Corp., 5.25%, 1/15/21 (a)		412	389,340
Station Casinos LLC, 7.50%, 3/01/21		1,618	1,666,540
Travelport LLC/Travelport Holdings, Inc., 6.40%, 3/01/16 (a)(b)		877	851,047
Tropicana Entertainment LLC/Tropicana Finance Corp., 9.63%, 12/15/14 (d)(f)		530	
The Unique Pub Finance Co. PLC, Series A3, 6.54%, 3/30/21	GBP	200	312,264
Vougeot Bidco PLC, 7.88%, 7/15/20		103	164,009
			10,766,024
Household Durables 1.6%			
Algeco Scotsman Global Finance PLC, 9.00%, 10/15/18	EUR	280	382,089
Ashton Woods USA LLC/Ashton Woods Finance Corp., 6.88%, 2/15/21 (a)	USD	366	362,340
Beazer Homes USA, Inc., 6.63%, 4/15/18		640	674,400
Brookfield Residential Properties, Inc., 6.50%, 12/15/20 (a)		655	669,737
Brookfield Residential Properties, Inc./Brookfield Residential US Corp., 6.13%, 7/01/22 (a)		188	185,650
K. Hovnanian Enterprises, Inc., 7.25%, 10/15/20 (a)		1,505	1,587,775
KB Home, 7.25%, 6/15/18		635	673,100
Libbey Glass, Inc., 6.88%, 5/15/20		145	154,969
RPG Byty Sro, 6.75%, 5/01/20	EUR	160	204,063
Spie BondCo 3 SCA, 11.00%, 8/15/19		244	359,568
Standard Pacific Corp., 8.38%, 1/15/21	USD	1,685	1,887,200
Taylor Morrison Communities, Inc./Monarch Communities, Inc., 5.25%, 4/15/21 (a)		431	407,295
			7,548,186
Household Products 0.4%			
Ontex IV SA:			
7.50%, 4/15/18	EUR	100	\$ 138,794
9.00%, 4/15/19		217	297,553

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Spectrum Brands Escrow Corp. (a):			
6.38%, 11/15/20	USD	175	181,125
6.63%, 11/15/22		200	205,000
Spectrum Brands, Inc., 9.50%, 6/15/18		840	924,000
			1,746,472
Independent Power Producers & Energy Traders 3.1%			
Calpine Corp., 7.50%, 2/15/21 (a)		157	166,420
Energy Future Intermediate Holding Co. LLC/EFIH Finance, Inc.:			
6.88%, 8/15/17 (a)		441	445,961
10.00%, 12/01/20 (a)		1,875	1,971,094
10.00%, 12/01/20		6,759	7,122,296
12.25%, 3/01/22 (a)		821	913,363
GenOn REMA LLC:			
Series B, 9.24%, 7/02/17		173	177,719
Series C, 9.68%, 7/02/26		709	751,540
Laredo Petroleum, Inc.:			
9.50%, 2/15/19		1,210	1,346,125
7.38%, 5/01/22		360	379,800
NRG Energy, Inc., 7.63%, 1/15/18		1,297	1,436,428
			14,710,746
Industrial Conglomerates 0.2%			
Sequa Corp., 7.00%, 12/15/17 (a)		735	735,000
Insurance 0.2%			
CNO Financial Group, Inc., 6.38%, 10/01/20 (a)		215	224,675
MPL 2 Acquisition Canco, Inc., 9.88%, 8/15/18 (a)	USD	415	427,450
TMF Group Holding BV, 9.88%, 12/01/19	EUR	100	138,120
			790,245
IT Services 1.9%			
Ceridian Corp. (a):			
8.88%, 7/15/19	USD	1,885	2,120,625
11.00%, 3/15/21		723	835,065
Epicor Software Corp., 8.63%, 5/01/19		720	759,600
First Data Corp. (a):			
7.38%, 6/15/19		1,335	1,385,062
6.75%, 11/01/20		960	981,600
11.75%, 8/15/21		627	586,245
SunGard Data Systems, Inc., 6.63%, 11/01/19		1,640	1,664,600
WEX, Inc., 4.75%, 2/01/23 (a)		395	359,450
			8,692,247
Machinery 0.2%			
Gardner Denver, Inc., 6.88%, 8/15/21 (a)		440	430,100
Navistar International Corp., 8.25%, 11/01/21		372	369,675
Trinseo Materials Operating SCA/Trinseo Materials Finance, Inc., 8.75%, 2/01/19 (a)		183	178,883
			978,658
Media 3.8%			
AMC Networks, Inc., 7.75%, 7/15/21		605	668,525
Cengage Learning Acquisitions, Inc., 11.50%, 4/15/20 (a)(d)(f)		415	303,987
Checkout Holding Corp., 9.91%, 11/15/15 (a)(h)		740	597,550
Clear Channel Communications, Inc., 9.00%, 3/01/21		950	902,500
Clear Channel Worldwide Holdings, Inc.:			
6.50%, 11/15/22		684	678,870
Series B, 7.63%, 3/15/20		935	937,337
Series B, 6.50%, 11/15/22		1,846	1,846,000

See Notes to Consolidated Financial Statements.

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Consolidated Schedule of Investments (continued)

BlackRock Debt Strategies Fund, Inc. (DSU)

(Percentages shown are based on Net Assets)

		Par (000)	Value
Corporate Bonds			
Media (concluded)			
DISH DBS Corp.:			
4.25%, 4/01/18	USD	960	\$ 945,600
5.88%, 7/15/22		1,265	1,239,700
DreamWorks Animation SKG, Inc., 6.88%, 8/15/20 (a)		219	225,023
Intelsat Jackson Holdings SA:			
7.25%, 10/15/20		1,160	1,238,300
5.50%, 8/01/23 (a)		737	683,567
Intelsat Luxembourg SA, 6.75%, 6/01/18 (a)		655	677,925
Live Nation Entertainment, Inc., 7.00%, 9/01/20 (a)		134	139,360
The McClatchy Co., 9.00%, 12/15/22		230	242,650
MDC Partners, Inc., 6.75%, 4/01/20 (a)		255	258,187
Midcontinent Communications & Finance Corp., 6.25%, 8/01/21 (a)		175	175,438
NAI Entertainment Holdings LLC, 8.25%, 12/15/17 (a)		856	927,219
NAI Entertainment Holdings/NAI Entertainment Holdings Finance Corp.,			
5.00%, 8/01/18 (a)		308	311,850
Nara Cable Funding Ltd., 8.88%, 12/01/18	EUR	200	278,406
Nielsen Finance LLC/Nielsen Finance Co., 7.75%, 10/15/18	USD	658	715,575
ProQuest LLC/ProQuest Notes Co., 9.00%, 10/15/18 (a)		139	139,695
RCN Telecom Services LLC/RCN Capital Corp., 8.50%, 8/15/20 (a)		420	415,800
Sirius XM Radio, Inc. (a):			
5.75%, 8/01/21		306	299,880
4.63%, 5/15/23		225	198,563
Sterling Entertainment Corp., 10.00%, 12/15/19		850	850,000
Unitymedia Hessen GmbH & Co. KG/Unitymedia NRW GmbH:			
7.50%, 3/15/19		1,040	1,123,200
5.50%, 1/15/23 (a)		830	755,300
Univision Communications, Inc., 6.75%, 9/15/22 (a)		206	213,725
			17,989,732
Metals & Mining 2.4%			
ArcelorMittal:			
9.50%, 2/15/15		1,345	1,476,137
4.25%, 8/05/15		521	536,630
5.00%, 2/25/17		243	248,468
6.13%, 6/01/18		357	367,710
Commercial Metals Co., 4.88%, 5/15/23		650	588,250
Eco-Bat Finance PLC, 7.75%, 2/15/17	EUR	305	411,165
FMG Resources August 2006 Property Ltd. (a):			
7.00%, 11/01/15	USD	225	231,750
6.38%, 2/01/16		900	922,500
6.00%, 4/01/17		465	473,138
Global Brass & Copper, Inc., 9.50%, 6/01/19 (a)		485	528,650
Kaiser Aluminum Corp., 8.25%, 6/01/20		360	401,400
New Gold, Inc., 6.25%, 11/15/22 (a)		485	464,388
Novelis, Inc., 8.75%, 12/15/20		3,625	3,942,187
Perstorp Holding AB, 8.75%, 5/15/17 (a)		205	209,613
RathGibson, Inc., 11.25%, 2/15/14 (d)(f)		4,440	
Steel Dynamics, Inc., 6.38%, 8/15/22		390	406,575
			11,208,561
Multiline Retail 0.2%			
Dollar General Corp., 4.13%, 7/15/17			
		241	253,076
Dufry Finance SCA, 5.50%, 10/15/20 (a)			
		443	452,104
			705,180

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Oil, Gas & Consumable Fuels 5.8%			
Alpha Natural Resources, Inc., 6.25%, 6/01/21	USD	302	\$ 252,925
Athlon Holdings LP/Athlon Finance Corp., 7.38%, 4/15/21 (a)		184	185,840
Bonanza Creek Energy, Inc., 6.75%, 4/15/21		69	70,208
Chaparral Energy, Inc., 7.63%, 11/15/22		215	215,538
Chesapeake Energy Corp.:			
7.25%, 12/15/18		45	50,963
6.63%, 8/15/20		500	536,250
6.88%, 11/15/20		285	308,513
Concho Resources, Inc., 6.50%, 1/15/22		414	438,840
CONSOL Energy, Inc.:			
8.00%, 4/01/17		55	58,025
8.25%, 4/01/20		1,885	1,998,100
6.38%, 3/01/21		190	191,900
Crosstex Energy LP/Crosstex Energy Finance Corp., 8.88%, 2/15/18		370	393,125
CrownRock LP/CrownRock Finance, Inc., 7.13%, 4/15/21 (a)		275	272,250
Energy XXI Gulf Coast, Inc., 7.75%, 6/15/19		1,300	1,352,000
EP Energy LLC/Everest Acquisition Finance, Inc., 6.88%, 5/01/19		440	467,500
Halcon Resources Corp., 8.88%, 5/15/21		666	667,665
Hilcorp Energy I LP/Hilcorp Finance Corp., 7.63%, 4/15/21 (a)		734	781,710
Holly Energy Partners LP/Holly Energy Finance Corp., 6.50%, 3/01/20		150	154,500
Kinder Morgan Finance Co. LLC, 6.00%, 1/15/18 (a)		925	1,003,028
Kodiak Oil & Gas Corp., 8.13%, 12/01/19		1,040	1,138,800
Lightstream Resources Ltd., 8.63%, 2/01/20 (a)		266	252,700
Linn Energy LLC/Linn Energy Finance Corp.:			
6.25%, 11/01/19 (a)		984	905,280
8.63%, 4/15/20		1,171	1,176,855
7.75%, 2/01/21		290	281,300
Memorial Production Partners LP/Memorial Production Finance Corp., 7.63%, 5/01/21		251	242,215
Northern Oil & Gas, Inc., 8.00%, 6/01/20		505	512,575
Oasis Petroleum, Inc.:			
7.25%, 2/01/19		270	286,200
6.50%, 11/01/21		290	304,500
Offshore Group Investment Ltd., 7.13%, 4/01/23		473	455,262
Pacific Drilling SA, 5.38%, 6/01/20 (a)		431	415,915
PBF Holding Co. LLC/PBF Finance Corp., 8.25%, 2/15/20		144	147,240
PDC Energy, Inc., 7.75%, 10/15/22		335	351,750
Petrobras Global Finance BV, 3.00%, 1/15/19		555	510,495
Range Resources Corp.:			
6.75%, 8/01/20		571	615,252
5.75%, 6/01/21		1,225	1,283,187
RKI Exploration & Production LLC/RKI Finance Corp., 8.50%, 8/01/21 (a)		148	148,000
Rosetta Resources, Inc., 5.63%, 5/01/21		275	265,375
Sabine Pass Liquefaction LLC (a):			
5.63%, 2/01/21		1,865	1,781,075
5.63%, 4/15/23		540	500,850
Sabine Pass LNG LP:			
7.50%, 11/30/16		2,905	3,199,131
6.50%, 11/01/20 (a)		525	527,625
SandRidge Energy, Inc.:			
8.75%, 1/15/20		68	71,060
7.50%, 2/15/23		773	747,877
SESI LLC, 6.38%, 5/01/19		336	353,640
SM Energy Co.:			
6.63%, 2/15/19		42	43,890
6.50%, 11/15/21		425	446,250

See Notes to Consolidated Financial Statements.

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Consolidated Schedule of Investments (continued)

BlackRock Debt Strategies Fund, Inc. (DSU)

(Percentages shown are based on Net Assets)

		Par (000)	Value
Corporate Bonds			
Oil, Gas & Consumable Fuels (concluded)			
Summit Midstream Holdings LLC/Summit Midstream Finance Corp., 7.50%, 7/01/21 (a)	USD	458	\$ 464,870
Tesoro Logistics LP/Tesoro Logistics Finance Corp., 5.88%, 10/01/20 (a)		125	124,688
			26,952,737
Paper & Forest Products 0.2%			
Ainsworth Lumber Co. Ltd., 7.50%, 12/15/17 (a)		527	555,985
NewPage Corp., 11.38%, 12/31/14 (d)(f)		2,103	
Sappi Papier Holding GmbH, 8.38%, 6/15/19 (a)		200	209,000
			764,985
Pharmaceuticals 0.4%			
Valeant Pharmaceuticals International (a):			
6.38%, 10/15/20		435	442,069
7.25%, 7/15/22		660	699,600
VPII Escrow Corp., 6.75%, 8/15/18 (a)		643	680,776
			1,822,445
Professional Services 0.1%			
Truven Health Analytics, Inc., 10.63%, 6/01/20		380	403,750
Real Estate Investment Trusts (REITs) 0.4%			
Cantor Commercial Real Estate Co. LP/CCRE Finance Corp., 7.75%, 2/15/18 (a)		455	465,238
Felcor Lodging LP:			
6.75%, 6/01/19		929	973,127
5.63%, 3/01/23		206	191,580
iStar Financial, Inc., 4.88%, 7/01/18		324	314,280
			1,944,225
Real Estate Management & Development 1.2%			
Realogy Corp. (a):			
7.88%, 2/15/19		1,760	1,914,000
7.63%, 1/15/20		1,190	1,332,800
9.00%, 1/15/20		310	358,050
Realogy Group LLC/Sunshine Group Florida Ltd., 3.38%, 5/01/16 (a)		546	541,905
Shea Homes LP/Shea Homes Funding Corp., 8.63%, 5/15/19		1,495	1,640,762
			5,787,517
Road & Rail 0.8%			
The Hertz Corp.:			
7.50%, 10/15/18		1,490	1,609,200
6.75%, 4/15/19		285	303,881
5.88%, 10/15/20		305	313,007
7.38%, 1/15/21		1,385	1,495,800
Watco Cos. LLC/Watco Finance Corp., 6.38%, 4/01/23 (a)		230	227,125
			3,949,013
Semiconductors & Semiconductor Equipment 0.3%			
NXP BV/NXP Funding LLC (a):			
3.75%, 6/01/18		685	661,881
5.75%, 2/15/21		545	545,000
			1,206,881
Software 0.9%			
Healthcare Technology Intermediate, Inc., 7.38%, 9/01/18 (a)(e)		216	219,240
Infor US, Inc., 9.38%, 4/01/19		2,420	2,692,250

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Nuance Communications, Inc., 5.38%, 8/15/20 (a)	1,305	1,243,013
		4,154,503
Specialty Retail 0.8%		
Claire's Stores, Inc. (a):		
9.00%, 3/15/19	USD 944	\$ 1,051,380
7.75%, 6/01/20	158	157,210
Magnolia BC SA, 9.00%, 8/01/20	EUR 120	160,596
Michaels FinCo Holdings LLC/Michaels FinCo, Inc., 7.50%, 8/01/18 (a)(e)	USD 450	450,000
Michaels Stores, Inc., 7.75%, 11/01/18	223	240,004
New Academy Finance Co. LLC/New Academy Finance Corp., 8.00%, 6/15/18 (a)(e)	155	159,263
Party City Holdings, Inc., 8.88%, 8/01/20 (a)	422	452,067
PC Nextco Holdings LLC/PC Nextco Finance, Inc., 8.75%, 8/15/19 (a)(e)	184	181,930
Sally Holdings LLC/Sally Capital, Inc., 6.88%, 11/15/19	650	708,500
Sonic Automotive, Inc., 5.00%, 5/15/23	96	88,800
		3,649,750
Textiles, Apparel & Luxury Goods 0.1%		
Levi Strauss & Co., 6.88%, 5/01/22	265	281,563
The William Carter Co., 5.25%, 8/15/21 (a)	249	250,245
		531,808
Trading Companies & Distributors 0.3%		
Doric Nimrod Air Finance Alpha Ltd. Pass-Through Trust, Series 2012-1 (a):		
Class A, 5.13%, 11/30/24	955	940,805
Class B, 6.50%, 5/30/21	335	337,307
		1,278,112
Transportation Infrastructure 0.1%		
Aguila 3 SA, 7.88%, 1/31/18 (a)	603	631,643
Wireless Telecommunication Services 2.7%		
Digicel Group Ltd., 8.25%, 9/30/20 (a)	995	1,054,700
Digicel Ltd., 6.00%, 4/15/21 (a)	816	787,440
MetroPCS Wireless, Inc., 6.63%, 11/15/20	461	478,288
Softbank Corp., 4.50%, 4/15/20 (a)	1,260	1,191,254
Sprint Capital Corp., 6.88%, 11/15/28	1,342	1,211,155
Sprint Communications, Inc. (a):		
9.00%, 11/15/18	4,260	4,973,550
7.00%, 3/01/20	2,111	2,269,325
T-Mobile USA, Inc., 5.25%, 9/01/18 (a)	600	606,000
Wind Acquisition Finance SA, 6.50%, 4/30/20 (a)	202	202,000
		12,773,712
Total Corporate Bonds 58.5%		273,703,794
Floating Rate Loan Interests (b)		
Aerospace & Defense 0.9%		
DigitalGlobe, Inc., Term Loan B, 3.75%, 1/31/20	928	933,760
Transdigm, Inc., Term Loan C, 3.75%, 2/28/20	473	471,968
TransUnion LLC, Term Loan, 4.25%, 2/10/19	2,748	2,763,596
		4,169,324
Airlines 0.8%		
Delta Air Lines, Inc., Term Loan B1, 4.00%, 10/18/18	1,843	1,846,485
Northwest Airlines, Inc., Term Loan:		
2.30%, 3/10/17	216	199,919
2.30%, 3/10/17	216	199,919
1.68%, 9/10/18	181	159,825
1.68%, 9/10/18	182	161,448
1.68%, 9/10/18	182	160,637
US Airways Group, Inc., Term Loan B1, 4.25%, 5/23/19	850	837,785
		3,566,018

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See Notes to Consolidated Financial Statements.

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SEMI-ANNUAL REPORT

AUGUST 31, 2013

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Consolidated Schedule of Investments (continued)

BlackRock Debt Strategies Fund, Inc. (DSU)

(Percentages shown are based on Net Assets)

	Par (000)	Value
Floating Rate Loan Interests (b)		
Auto Components 2.7%		
Affinia Group Intermediate Holdings, Inc., Term Loan B2, 4.75%, 4/27/20	USD 660	\$ 660,000
Autoparts Holdings Ltd.:		
1st Term Loan, 6.50%, 7/28/17	1,350	1,296,265
2nd Lien Term Loan, 10.50%, 1/29/18	1,800	1,733,994
Federal-Mogul Corp.:		
Term Loan B, 2.12% 2.13%, 12/29/14	2,857	2,782,113
Term Loan C, 2.12% 2.13%, 12/28/15	2,289	2,229,122
FleetPride Corp., 1st Lien Term Loan, 5.25%, 11/19/19	647	624,114
The Goodyear Tire & Rubber Co., 2nd Lien Term Loan, 4.75%, 4/30/19	2,170	2,181,219
Schaeffler AG, Term Loan C, 4.25%, 1/27/17	225	225,349
Transtar Holding Co., 1st Lien Term Loan, 5.50%, 10/09/18	903	907,691
		12,639,867
Biotechnology 0.2%		
Grifols, Inc., Term Loan B, 4.25%, 6/01/17	1,018	1,023,812
Building Products 0.9%		
Armstrong World Industries, Inc., Term Loan B, 3.50%, 3/16/20	474	472,154
Continental Building Products LLC, 1st Lien Term Loan, 4.50%, 8/14/20	665	663,889
CPG International, Inc., Term Loan, 5.75%, 9/18/19	1,434	1,444,919
Wilsonart International Holdings LLC, Term Loan B, 4.00%, 10/31/19	1,423	1,410,699
		3,991,661
Capital Markets 0.9%		
American Capital Holdings, Inc., Term Loan, 4.00%, 8/22/16	1,544	1,548,891
HarbourVest Partners LLC, Term Loan B, 4.75%, 11/21/17	586	588,741
KCG Holdings, Inc., Term Loan B, 5.75%, 12/05/17	795	791,526
Nuveen Investments, Inc.:		
2nd Lien Term Loan, 6.50%, 2/28/19	1,021	1,015,047
Term Loan, 4.18%, 5/15/17	313	311,049
		4,255,254
Chemicals 2.6%		
Allnex (Luxembourg) & Cy SCA, 2nd Lien Term Loan, 8.25%, 4/03/20	450	461,250
American Rock Salt Holdings LLC, Term Loan, 5.50%, 4/25/17	379	377,969
Chemtura Corp., Exit Term Loan B, 5.50%, 8/27/16	984	989,224
Evergreen Acqco 1 LP, Term Loan, 5.00%, 7/09/19	797	801,164
General Chemical Corp., Term Loan, 5.00% 5.75%, 10/06/15	590	591,921
INEOS US Finance LLC, 6 Year Term Loan, 4.00%, 5/04/18	728	721,402
MacDermid, Inc.:		
1st Lien Term Loan, 4.00%, 6/08/20	645	645,406
2nd Lien Term Loan, 7.75%, 12/07/20	195	196,950
Nexeo Solutions LLC, Term Loan B, 5.00%, 9/08/17	1,678	1,662,143
OXEA Finance LLC:		
2nd Lien Term Loan, 8.25%, 7/15/20	695	693,047
Term Loan B2, 4.25%, 1/15/20	985	983,355
Royal Adhesives and Sealants LLC, 1st Lien Term Loan, 5.00%, 7/31/18	580	585,800
Chemicals (concluded)		
Tata Chemicals North America, Inc., Term Loan B, 3.75%, 8/15/20	USD 485	\$ 484,394
Tronox Pigments (Netherlands) BV, Term Loan, 4.50%, 3/19/20	1,018	1,027,727
Univar, Inc., Term Loan B, 5.00%, 6/30/17	547	532,556
US Coatings Acquisition, Inc./Axalta Coating Systems Dutch Holding B BV, Term Loan, 4.75%, 2/03/20	1,621	1,631,474
		12,385,782

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Commercial Services & Supplies 2.4%			
ADS Waste Holdings, Inc., Term Loan B, 4.25%, 10/09/19		1,750	1,751,311
AWAS Finance Luxembourg 2012 SA, Term Loan, 3.50%, 7/16/18		418	419,800
AWAS Finance Luxembourg Sarl, Term Loan B, 3.50%, 6/10/16		722	722,425
Catalent Pharma Solutions, Inc., Term Loan, 6.50%, 12/29/17		415	416,299
Garda World Security Corp., Term Loan B, 4.50%, 11/13/19		581	584,967
Interactive Data Corp., Term Loan B, 3.75%, 2/11/18		1,683	1,678,439
KAR Auction Services, Inc., Term Loan B, 3.75%, 5/19/17		1,028	1,030,333
Learning Care Group (US) No. 2, Inc., Term Loan B, 6.00%, 5/08/19		385	383,718
Livingston International, Inc.:			
1st Lien Term Loan, 5.00%, 4/16/19		570	567,150
2nd Lien Term Loan, 9.00%, 4/16/20		260	261,084
Protection One, Inc., Term Loan, 4.25%, 3/21/19		948	955,115
Spin Holdco, Inc., Term Loan B, 4.25%, 11/14/19		1,325	1,326,245
West Corp., Term Loan B8, 3.75%, 6/29/18		1,249	1,249,263
			11,346,149
Communications Equipment 2.8%			
Alcatel-Lucent USA, Inc.:			
Term Loan C, 5.75%, 1/30/19		2,706	2,717,415
Term Loan D, 6.25%, 1/30/19	EUR	871	1,153,251
Avaya, Inc.:			
Extended Term Loan B3, 4.76%, 10/26/17	USD	2,244	1,994,024
Term Loan B5, 8.00%, 3/30/18		377	356,098
CommScope, Inc., Term Loan, 3.75%, 1/12/18		1,466	1,473,581
Riverbed Technology, Inc., Term Loan, 4.00%, 12/18/19		653	657,500
Telesat Canada, Term Loan A, 4.38%, 3/24/17	CAD	2,564	2,428,405
Zayo Group LLC/Zayo Capital, Inc., Term Loan B, 4.50%, 7/02/19	USD	2,373	2,379,645
			13,159,919
Construction & Engineering 0.7%			
BakerCorp International, Inc., Term Loan, 4.25%, 2/14/20		1,177	1,172,181
Centaur LLC:			
1st Lien Term Loan, 5.25%, 2/15/19		1,037	1,043,448
2nd Lien Term Loan, 8.75%, 2/15/20		510	513,825
United States Infrastructure Corp., 1st Lien Term Loan, 4.75%, 7/31/20		480	480,240
			3,209,694
Construction Materials 0.8%			
HD Supply, Inc., Senior Debt B, 4.50%, 10/12/17		3,915	3,923,513
Consumer Finance 0.2%			
Springleaf Financial Funding Co., Term Loan, 5.50%, 5/10/17		785	784,604

See Notes to Consolidated Financial Statements.

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Consolidated Schedule of Investments (continued)

BlackRock Debt Strategies Fund, Inc. (DSU)

(Percentages shown are based on Net Assets)

		Par (000)	Value
Floating Rate Loan Interests (b)			
Containers & Packaging 0.9%			
Pact Group Pty Ltd., Term Loan B, 3.75%, 5/29/20	USD	1,720	\$ 1,700,650
Polarpak, Inc., 1st Lien Canadian Borrower, 4.50%, 6/05/20		323	323,998
Sealed Air Corp., Term Loan, 4.00%, 10/03/18		678	683,152
Tekni-Plex, Inc., Term Loan B, 5.50% 6.50%, 8/25/19		1,435	1,427,825
WNA Holdings Inc., 1st Lien US Borrower, 4.50%, 6/05/20		176	175,999
			4,311,624
Distributors 0.7%			
ABC Supply Co., Inc., Term Loan, 3.50%, 4/16/20		2,165	2,150,928
Crossmark Holdings, Inc., Term Loan, 4.50%, 12/20/19		423	420,498
VWR Funding, Inc., Extended Add-on Term Loan, 4.18%, 4/03/17		498	497,500
			3,068,926
Diversified Consumer Services 1.3%			
Bright Horizons Family Solutions, Inc., Term Loan B, 4.00% 5.25%, 1/30/20		1,025	1,025,362
Doncaster US Finance LLC, Term Loan, 5.50%, 4/09/20		397	399,976
Education Management LLC, Term Loan C3, 8.25%, 3/29/18		195	185,820
Laureate Education, Inc., Extended Term Loan, 5.25%, 6/18/18		1,134	1,130,104
ROC Finance LLC, Term Loan, 5.00%, 5/15/19		450	450,563
ServiceMaster Co., Term Loan, 4.25%, 1/31/17		1,432	1,388,421
Weight Watchers International, Inc., Term Loan B2, 3.75%, 4/02/20		1,322	1,298,769
			5,879,015
Diversified Financial Services 1.2%			
ION Trading Technologies Sarl:			
1st Lien Term Loan, 4.50%, 5/22/20		730	729,547
2nd Lien Term Loan, 8.25%, 5/21/21		305	304,811
Kasima LLC, Term Loan B, 3.25%, 5/17/21		815	813,476
Reynolds Group Holdings Inc., Dollar Term Loan, 4.75%, 9/28/18		2,187	2,199,931
RPI Finance Trust, Incremental Tranche 2, 4.00%, 11/09/18		318	319,291
WMG Acquisition Corp., Term Loan, 3.75%, 7/01/20		1,455	1,450,751
			5,817,807
Diversified Telecommunication Services 2.7%			
Consolidated Communications, Inc., Term Loan B3, 5.25%, 12/31/18		1,557	1,571,579
Hawaiian Telcom Communications, Inc., Term Loan B, 5.00%, 6/06/19		2,006	2,008,013
Integra Telecom, Inc.:			
1st Lien Term Loan, 5.25%, 2/22/19		838	845,232
2nd Lien Term Loan, 9.75%, 2/21/20		420	431,025
Level 3 Financing, Inc.:			
2016 Term Loan, 4.00%, 1/15/20		1,060	1,059,120
Term Loan, 4.75%, 8/01/19		3,380	3,376,451
Syniverse Holdings, Inc., Term Loan B, 4.00%, 4/23/19		830	833,635
US Telepacific Corp., Term Loan B, 5.75%, 2/23/17		2,392	2,384,193
			12,509,248
Electronic Equipment, Instruments & Components 0.2%			
CDW LLC, Term Loan, 3.50%, 4/29/20		948	936,566
Energy Equipment & Services 0.5%			
Dynege Holdings, Inc., Term Loan B2, 4.00%, 4/23/20	USD	800	\$ 794,664
MEG Energy Corp., Refinancing Term Loan, 3.75%, 3/31/20		660	660,435
Tervita Corp., Term Loan, 6.25%, 5/15/18		521	515,762
Unifrax Corp., Term Loan, 4.25%, 11/28/18		398	398,597

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			2,369,458
Food & Staples Retailing	1.4%		
Alliance Boots Holdings Ltd., Term Loan B1, 3.48%, 7/09/15	GBP	3,000	4,594,242
Rite Aid Corp.:			
2nd Lien Term Loan, 5.75%, 8/21/20	USD	430	440,617
Term Loan 6, 4.00%, 2/21/20		404	404,492
Supervalu, Inc., Refinancing Term Loan B, 5.00%, 3/21/19		937	939,156
US Foods, Inc., Refinancing Term Loan, 4.50%, 3/29/19		350	350,290
			6,728,797
Food Products	2.1%		
AdvancePierre Foods, Inc., Term Loan, 5.75%, 7/10/17		965	973,296
CTI Foods Holding Co, LLC, 1st Lien Term Loan, 4.50%, 6/29/20		475	470,250
Del Monte Foods Co., Term Loan, 4.00%, 3/08/18		1,018	1,017,628
Dole Food Co., Inc., Term Loan, 3.75% 5.00%, 4/01/20		1,257	1,254,600
GFA Brands, Inc., Term Loan B, 5.00%, 7/09/20		405	405,170
Performance Food Group Co., 2nd Lien Term Loan, 6.25%, 11/14/19		1,485	1,466,438
Pinnacle Foods Finance LLC, Term Loan G, 3.25%, 4/29/20		1,297	1,282,706
Reddy Ice Group, Inc.:			
1st Lien Term Loan, 6.75% 7.75%, 3/28/19		1,980	1,975,087
2nd Lien Term Loan, 10.75%, 11/01/19		995	980,075
			9,825,250
Health Care Equipment & Supplies	2.9%		
Arysta LifeScience Corp.:			
1st Lien Term Loan, 4.50%, 5/29/20		1,630	1,628,647
2nd Lien Term Loan, 8.25%, 11/30/20		700	697,669
Biomet, Inc., Extended Term Loan B, 3.93% 4.02%, 7/25/17		769	770,229
Capital Safety North America Holding, Inc., Term Loan, 4.50%, 1/21/19		1,249	1,244,550
DJO Finance LLC, Term Loan B3, 4.75%, 9/15/17		2,603	2,617,020
Faenza Acquisition Gmbh, Term Loan B, 4.25%, 8/14/20		695	695,292
Hologic Inc., Term Loan B, 3.75%, 8/01/19		1,697	1,701,403
ImmuCor, Inc., Refinancing Term Loan B2, 5.00%, 8/17/18		1,494	1,499,153
Kinetic Concepts, Inc., Term Loan D1, 4.50%, 5/04/18		260	260,325
LHP Hospital Group, Inc., Term Loan, 9.00%, 7/03/18		747	739,976
Onex Carestream Finance LP:			
1st Lien Term Loan, 5.00%, 6/07/19		760	765,700
2nd Lien Term Loan, 9.50%, 6/07/19		890	882,212
			13,502,176
Health Care Providers & Services	2.8%		
American Renal Holdings, Inc.:			
1st Lien Term Loan, 4.50%, 9/20/19		1,072	1,062,930
2nd Lien Term Loan, 8.50%, 2/14/20		850	839,375

See Notes to Consolidated Financial Statements.

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Consolidated Schedule of Investments (continued)

BlackRock Debt Strategies Fund, Inc. (DSU)

(Percentages shown are based on Net Assets)

		Par (000)	Value
Floating Rate Loan Interests (b)			
Health Care Providers & Services (concluded)			
Ardent Medical Services, Inc., Term Loan, 6.75%, 7/02/18	USD	507	\$ 506,181
CHG Buyer Corp., 1st Lien Term Loan, 5.00%, 11/19/19		705	709,344
ConvaTec, Inc., Term Loan, 5.00%, 12/22/16		1,712	1,718,738
DaVita, Inc.:			
Term Loan B, 4.50%, 10/20/16		1,950	1,962,168
Term Loan B2, 4.00%, 11/01/19		1,109	1,113,386
Envision Healthcare Corp., Term Loan, 4.00%, 5/25/18		554	555,168
Genesis HealthCare Corp., Term Loan B, 10.00% 10.75%, 9/25/17		964	990,077
Ikaria Acquisition, Inc.:			
1st Lien Term Loan, 7.25%, 7/03/18		515	515,968
2nd Lien Term Loan, 11.00%, 7/03/19		330	330,000
inVentiv Health, Inc.:			
Combined Term Loan, 7.50%, 8/04/16		621	605,279
Incremental Term Loan B3, 7.75%, 5/15/18		545	534,583
Surgical Care Affiliates, Inc., Class C Incremental Term Loan, 4.25%, 6/29/18		785	785,000
US Renal Care, Inc., Incremental 1st Lien Term Loan, 5.25%, 7/03/19		1,045	1,044,461
			13,272,658
Health Care Technology 0.7%			
IMS Health, Inc., Term Loan B1, 3.75%, 9/01/17		2,624	2,625,469
MedAssets, Inc., Term Loan B, 4.00%, 12/13/19		418	418,531
			3,044,000
Hotels, Restaurants & Leisure 4.6%			
Bally Technologies, Inc., Term Loan B, 4.25%, 8/31/20		1,330	1,327,513
Bronco Midstream Funding LLC, Term Loan B, 5.00%, 8/17/20		1,350	1,346,625
Caesars Entertainment Operating Co., Inc., Extended Term Loan B6, 5.43%, 1/26/18		235	211,044
Drum Investors LLC, Term Loan, 5.00%, 5/04/18		1,006	958,995
Four Seasons Holdings, Inc., 2nd Lien Term Loan, 6.25%, 12/28/20		590	598,850
Harrah s Property Co., Mezzanine Term Loan, 3.68%, 2/13/14		6,077	5,781,885
MGM Resorts International, Term Loan B, 3.50%, 12/20/19		1,084	1,079,687
OSI Restaurant Partners LLC, Term Loan, 3.50%, 10/25/19		655	653,363
Pinnacle Entertainment, Inc., Term Loan B2, 3.75%, 8/13/20		945	947,353
Playa Resorts Holding BV, Term Loan B, 4.75%, 8/06/19		735	737,146
Sabre, Inc., Term Loan B, 5.25%, 2/19/19		582	587,273
Six Flags Theme Parks, Inc., Term Loan B, 4.00% 5.25%, 12/20/18		387	390,421
Station Casinos, Inc., Term Loan B, 5.00%, 3/01/20		2,988	3,007,439
Travelport LLC:			
2nd Lien Term Loan 1, 9.50%, 1/29/16		1,040	1,076,627
Refinancing Term Loan, 6.25%, 6/26/19		1,145	1,155,877
Twin River Worldwide Holdings, Inc., Term Loan B, 5.25%, 11/09/18		1,032	1,039,536
Wendy s International, Inc., Term Loan B, 3.25%, 5/15/19		751	748,242
			21,647,876
Household Products 0.8%			
Prestige Brands, Inc., Term Loan, 3.75%, 1/31/19	USD	1,024	\$ 1,030,037
Spectrum Brands, Inc.:			
Term Loan, 4.50% 5.50%, 12/17/19		1,485	1,493,480
Term Loan A, 3.00%, 9/07/17		855	854,136
Term Loan C, 3.50%, 9/04/19		170	169,963
Waddington North America Holdings, Inc., 2nd Lien Term Loan, 8.50%, 12/07/20		345	346,725
			3,894,341

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Independent Power Producers & Energy Traders 1.1%		
The AES Corp., Refinancing Term Loan B, 3.75%, 6/01/18	1,376	1,382,531
Calpine Construction Finance Co. LP, Term Loan B1, 3.00%, 5/04/20	275	271,414
Calpine Corp., Term Loan B1, 4.00%, 4/02/18	752	753,605
La Frontera Generation LLC, Term Loan, 4.50%, 9/30/20	1,985	1,986,251
Star West Generation LLC, Term Loan B, 4.25%, 3/13/20	743	748,711
		5,142,512
Industrial Conglomerates 0.4%		
Sequa Corp., Term Loan B, 5.25%, 6/19/17	1,888	1,894,397
Insurance 1.2%		
Alliant Holdings I, Inc., Term Loan B, 5.00%, 12/20/19	756	758,567
Asurion LLC, Term Loan B1, 4.50%, 5/24/19	1,085	1,070,538
CNO Financial Group, Inc.:		
Term Loan B1, 3.00%, 9/28/16	629	630,126
Term Loan B2, 3.75%, 9/20/18	927	928,589
Cooper Gay Swett & Crawford Ltd.:		
1st Lien Term Loan, 5.00%, 4/16/20	770	773,850
2nd Lien Term Loan, 8.25%, 10/16/20	360	364,500
Cunningham Lindsey US, Inc., 1st Lien Term Loan, 5.00%, 12/10/19	657	648,491
National Financial Partners Corp., Term Loan, 5.25%, 7/01/20	315	316,773
		5,491,434
Internet Software & Services 0.2%		
Web.com Group, Inc., Term Loan B, 4.50%, 10/27/17	701	702,878
IT Services 2.6%		
CCC Information Services, Inc., Term Loan, 4.00%, 12/20/19	383	381,639
Ceridian Corp., Term Loan B, 4.43%, 5/09/17	1,694	1,692,452
First Data Corp.:		
2018 Term Loan, 4.18%, 9/24/18	1,840	1,817,000
Extended 2018 Term Loan B, 4.18%, 3/23/18	5,793	5,731,924
Genpact International, Inc., Term Loan B, 3.50%, 8/30/19	486	486,532
InfoGroup, Inc., Term Loan, 8.00%, 5/25/18	606	544,069
Moneygram International, Inc., Term Loan B, 4.25%, 3/27/20	608	609,996
SunGard Data Systems, Inc.:		
Term Loan D, 4.50%, 1/31/20	478	481,473
Term Loan E, 4.00%, 3/09/20	309	311,062
		12,056,147
Leisure Equipment & Products 0.1%		
FGI Operating Co. LLC, Term Loan, 5.50%, 4/19/19	539	540,541
Life Sciences Tools & Services 0.1%		
Patheon, Inc., Term Loan, 7.25%, 12/06/18	496	499,972

See Notes to Consolidated Financial Statements.

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Consolidated Schedule of Investments (continued)

BlackRock Debt Strategies Fund, Inc. (DSU)

(Percentages shown are based on Net Assets)

		Par (000)	Value
Floating Rate Loan Interests (b)			
Machinery 2.3%			
Alliance Laundry Systems LLC:			
2nd Lien Term Loan, 9.50%, 12/10/19	USD	442	\$ 444,580
Refinancing Term Loan, 4.25%, 12/07/18		393	393,583
Gardner Denver, Inc.:			
Term Loan, 4.25%, 7/30/20		1,365	1,357,137
Term Loan, 4.75%, 7/30/20	EUR	508	669,452
Generac Power Systems, Inc., Term Loan B, 3.50%, 5/29/20	USD	1,445	1,436,417
Intelligrated, Inc., 1st Lien Term Loan, 4.50%, 7/30/18		794	794,992
Mirror Bidco Corp., Term Loan, 5.25%, 12/27/19		1,015	1,019,974
Navistar International Corp., Term Loan B, 5.75%, 8/17/17		1,176	1,191,888
Rexnord LLC, 1st Lien Term Loan B, 4.00%, 8/20/20		854	844,369
Silver II US Holdings LLC, Term Loan, 4.00%, 12/13/19		702	695,707
Terex Corp., Refinancing Term Loan B, 5.00%, 4/28/17	EUR	125	166,208
Wabash National Corp., Term Loan B, 4.50%, 5/02/19	USD	1,791	1,795,872
			10,810,179
Marine 0.2%			
HGIM Corp., Term Loan B, 5.50%, 6/18/20		800	802,000
Media 6.5%			
Advanstar Communications, Inc., 2nd Lien Term Loan, 9.50%, 6/06/20		470	468,825
Capsugel Holdings US, Inc., Term Loan B, 4.25%, 8/01/18		1,051	1,058,560
Cengage Learning Acquisitions, Inc., Tranche 1 Incremental, 6.00%, 7/03/14		1,234	871,400
Charter Communications Operating LLC, Term Loan E, 3.00%, 7/01/20		1,330	1,315,596
Clear Channel Communications, Inc.:			
Term Loan B, 3.83%, 1/29/16		256	238,797
Term Loan C, 3.83%, 1/29/16		149	136,534
Term Loan D, 6.93%, 1/30/19		3,252	2,982,595
Cumulus Media Holdings, Inc., 1st Lien Term Loan, 4.50%, 9/17/18		1,417	1,423,397
EMI Music Publishing Ltd., Term Loan B, 4.25%, 6/29/18		888	891,182
Fender Musical Instrument Corp., 2019 Term Loan B, 5.75%, 4/03/19		195	195,160
Foxco Acquisition Sub LLC, Term Loan B, 5.50%, 7/14/17		1,236	1,239,509
Getty Images, Inc., Term Loan B, 4.75%, 10/18/19		616	592,837
Gray Television, Inc., Term Loan B, 4.75%, 10/15/19		832	837,530
Hemisphere Media Group, Inc., Term Loan, 6.25%, 7/30/20		905	905,000
Houghton Mifflin Harcourt Publishing Co., DIP Term Loan B, 5.50%, 6/01/18		1,506	1,505,937
Hubbard Radio LLC, Term Loan B, 4.50%, 4/29/19		887	889,711
Intelsat Jackson Holdings SA, Term Loan B1, 4.25%, 4/02/18		2,580	2,597,140
Kabel Deutschland GmbH, Term Loan F1, 3.25%, 2/01/19		380	379,384
Lavena Holding 3 GmbH:			
Term Loan E2, 4.09%, 3/06/17	EUR	298	388,883
Term Loan E3, 4.09%, 3/06/17		597	777,765
Lions Gate Entertainment Corp., 2nd Lien Term Loan, 5.00%, 7/17/20	USD	400	400,332
Live Nation Entertainment, Inc., 2020 Term Loan B, 3.50%, 8/16/20		410	410,640
Media (concluded)			
NEP Supershooters LP:			
2nd Lien Term Loan, 9.50%, 8/18/20	USD	246	\$ 250,783
Term Loan, 4.75%, 1/22/20		1,194	1,196,388
Nielsen Finance LLC, Term Loan E, 2.94%, 5/02/16		342	342,847
Rentpath, Inc., Term Loan B, 6.25%, 5/29/20		990	970,616
Salem Communications Corp., Term Loan B, 4.50%, 3/16/20		735	738,433
Sinclair Television Group, Inc., Term Loan B, 3.00%, 4/09/20		389	388,052
Springer Science & Business Media Deutschland GmbH, Term Loan B2, 5.00%, 7/31/20		1,395	1,381,929
TWCC Holding Corp., 2nd Lien Term Loan, 7.00%, 6/26/20		845	866,125
Univision Communications, Inc., Converted Extended Term Loan, 4.50%, 3/02/20		1,959	1,953,031
UPC Financing Partnership:			
Term Loan AG, 3.88%, 3/26/21	EUR	396	523,092

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Term Loan AH, 3.25%, 6/30/21	USD	255	253,771
WC Luxco Sarl, Term Loan B3, 4.25%, 3/15/18		497	497,634
WideOpenWest Finance LLC, Term Loan B, 4.75%, 4/01/19		648	652,295
			30,521,710
Metals & Mining 2.4%			
Ameriforge Group, Inc.:			
1st Lien Term Loan, 5.00%, 12/19/19		677	676,181
2nd Lien Term Loan, 8.75%, 12/18/20		335	337,931
API Heat Transfer Inc., Term Loan, 5.25%, 5/03/19		695	686,313
Constellium Holdco BV, Term Loan B, 6.00%, 3/25/20		1,501	1,535,015
FMG America Finance, Inc., Term Loan, 5.25%, 10/18/17		2,320	2,327,804
Murray Energy Corp., Term Loan B, 4.75%, 5/24/19		370	369,260
Novelis, Inc., Term Loan, 3.75%, 3/10/17		2,175	2,172,281
SunCoke Energy, Inc., Term Loan B, 4.00%, 7/26/18		485	481,704
Walter Energy, Inc., Term Loan B, 6.75%, 4/02/18		1,579	1,504,450
Windsor Financing LLC, Term Loan B, 6.25%, 12/05/17		1,126	1,152,396
			11,243,335
Multiline Retail 2.0%			
99¢ Only Stores, Term Loan,			
5.25% 6.25%, 1/11/19		1,295	1,303,129
Apex Tool Group LLC, Term Loan B, 4.50%, 1/31/20		873	874,837
BJ's Wholesale Club, Inc.:			
2nd Lien Term Loan, 9.75%, 3/26/20		510	519,884
Replacement Term Loan, 4.25%, 9/26/19		734	734,371
HEMA Holding BV:			
Extended 2nd Lien Term Loan, 5.88%, 1/05/18	EUR	2,900	3,602,818
Extended Term Loan B, 4.50%, 12/06/17		346	455,954
Extended Term Loan C, 4.50%, 12/06/17		317	417,562
JC Penney Corp., Inc., 1st Lien Term Loan, 6.00%, 5/21/18	USD	595	579,875
The Neiman Marcus Group, Inc., Extended Term Loan, 4.00%, 5/16/18		1,064	1,063,554
			9,551,984
Oil, Gas & Consumable Fuels 3.4%			
Chesapeake Energy Corp., Unsecured Term Loan, 5.75%, 12/01/17		1,920	1,955,194

See Notes to Consolidated Financial Statements.

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Consolidated Schedule of Investments (continued)

BlackRock Debt Strategies Fund, Inc. (DSU)

(Percentages shown are based on Net Assets)

		Par (000)	Value
Floating Rate Loan Interests (b)			
Oil, Gas & Consumable Fuels (concluded)			
Drillships Financing Holding Inc., Term Loan B2, 5.50%, 7/15/16	USD	1,510	\$ 1,521,325
EP Energy LLC, Term Loan B3, 3.50%, 5/24/18		793	789,700
GIM Channelview Cogeneration LLC, Term Loan B, 4.25%, 5/08/20		485	485,810
Obsidian Natural Gas Trust, Term Loan, 7.00%, 11/02/15		1,311	1,310,895
Pacific Drilling SA, Term Loan B, 4.50%, 6/04/18		1,015	1,018,806
Panda Temple II Power LCC, Term Loan B, 7.25%, 4/03/19		650	658,125
Philadelphia Energy Solutions LLC, Term Loan B, 6.25%, 4/04/18		682	655,032
Power Team Services LLC:			
1st Lien Term Loan, 4.25%, 5/06/20		360	355,950
2nd Lien Term Loan, 8.25%, 11/06/20		200	196,000
Quicksilver Resources, Inc., 2nd Lien Term Loan, 7.00%, 6/21/19		400	380,000
Ruby Western Pipeline Holdings LLC, Term Loan B, 3.50%, 3/27/20		525	522,857
Samson Investment Co., 2nd Lien Term Loan, 6.00%, 9/25/18		525	527,300
State Class Tankers II LLC, Term Loan B, 6.75%, 6/22/20		1,090	1,095,450
Tesoro Corp., Term Loan B, 2.51%, 1/29/16		983	983,353
Total Safety US, Inc.:			
1st Lien Term Loan, 5.75%, 3/13/20		743	747,782
2nd Lien Term Loan, 9.25%, 9/11/20		289	294,337
Vantage Drilling Co.:			
Term Loan, 6.25%, 10/26/17		1,717	1,729,271
Term Loan B, 5.75%, 3/22/19		688	693,437
			15,920,624
Paper & Forest Products 0.2%			
NewPage Corp., Exit Term Loan, 7.75%, 12/21/18		848	859,791
Pharmaceuticals 2.3%			
Aptalis Pharma, Inc., Term Loan B, 5.50%, 2/10/17		1,755	1,758,299
Par Pharmaceutical, Refinancing Term Loan B, 4.25%, 9/30/19		3,047	3,030,834
Pharmaceutical Product Development, Inc., Term Loan B, 4.25%, 12/05/18		2,025	2,022,813
Quintiles Transnational Corp., Term Loan B, 4.00%, 6/08/18		756	758,313
Valeant Pharmaceuticals International, Inc.:			
Series C1 Term Loan B, 4.38%, 12/11/19		584	585,268
Series D1 Term Loan B, 4.38%, 2/13/19		1,117	1,120,165
Term Loan E, 4.50%, 8/05/20		652	656,919
Warner Chilcott Corp.:			
Incremental Term Loan B1, 4.25%, 3/15/18		275	274,908
Term Loan B1, 4.25%, 3/15/18		631	631,501
			10,839,020
Professional Services 1.1%			
Emdeon Business Services LLC, Term Loan B2, 3.75%, 11/02/18		2,334	2,338,498
ON Assignment, Inc., Refinancing Term Loan B, 3.50%, 4/30/20		449	446,925
SIRVA Worldwide, Inc., Term Loan, 7.50%, 3/27/19		768	766,155
TriNet Group, Inc., Term Loan B2, 5.00%, 8/14/20		585	579,150
Truven Health Analytics, Inc., Term Loan B, 4.50%, 6/01/19		1,049	1,052,484
			5,183,212
Real Estate Investment Trusts (REITs) 0.5%			
iStar Financial, Inc., Term Loan, 4.50%, 10/16/17	USD	2,303	\$ 2,302,748
Real Estate Management & Development 0.7%			
Realogy Corp.:			
Extended Letter of Credit, 4.45%, 10/10/16		347	348,540
Extended Term Loan, 4.50%, 3/05/20		2,873	2,888,601
			3,237,141

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Road & Rail 0.2%

Road Infrastructure Investment LLC, Term Loan B, 6.25%, 3/30/18	804	808,192
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Semiconductors & Semiconductor Equipment 0.5%

Freescale Semiconductor, Inc.:

Term Loan B3, 4.25%, 12/01/16	284	286,420
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Term Loan B4, 5.00%, 2/28/20	1,536	1,541,081
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NXP BV, Term Loan C, 4.75%, 1/11/20	687	695,777
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2,523,278

Software 2.8%

Blackboard, Inc., Term Loan B2, 6.25%, 10/04/18	271	271,841
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BMC Software, Inc., Term Loan, 5.00%, 8/07/20	1,010	1,007,899
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CompuCom Systems, Inc., Refinancing Term Loan B, 4.25%, 5/11/20	315	311,850
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Evertec, Inc., Term Loan B, 3.50%, 4/15/20	450	446,850
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GCA Services Group, Inc.:

2nd Lien Term Loan, 9.25%, 10/22/20	780	791,700
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Term Loan B, 5.25%, 11/01/19	786	787,337
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Infor US, Inc., Term Loan B2, 5.25%, 4/05/18	2,111	2,121,709
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Kronos, Inc., 2nd Lien Term Loan, 9.75%, 4/30/20	1,245	1,287,019
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RP Crown Parent LLC, 1st Lien Term Loan, 6.75%, 12/21/18	866	873,225
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Sophia LP, Term Loan B, 4.50%, 7/19/18	1,157	1,160,749
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SS&C Technologies, Inc.:

Term Loan B1, 3.50%, 6/07/19	1,272	1,270,083
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Term Loan B2, 3.50%, 6/07/19	132	131,388
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StoneRiver Holdings, Inc.:

1st Lien Term Loan, 4.50%, 11/20/19	1,160	1,154,200
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2nd Lien Term Loan, 8.50%, 11/20/20	410	413,321
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Websence, Inc.:

2nd Lien Term Loan, 8.25%, 11/24/20	605	602,731
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Term Loan B, 4.50%, 6/25/20	400	399,500
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13,031,402

Specialty Retail 4.2%

Academy Ltd., Term Loan, 4.50%, 8/03/18	2,060	2,067,619
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Atlantic Aviation FBO, Inc., Term Loan B, 3.25%, 6/01/20	490	485,712
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Bass Pro Group LLC, Term Loan, 4.00%, 11/20/19	1,085	1,085,341
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Burlington Coat Factory Warehouse Corp., Term Loan B2, 4.25%, 2/23/17	479	482,577
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David s Bridal, Inc., Term Loan B, 5.00%, 10/11/19	1,627	1,635,350
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Equinox Holdings, Inc., Repriced Term Loan B, 4.50% 5.50%, 1/31/20	803	805,999
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The Gymboree Corp., Initial Term Loan, 5.00%, 2/23/18	128	123,039
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Harbor Freight Tools USA, Inc., 1st Lien Term Loan, 4.75%, 7/16/19	1,279	1,290,435
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Jo-Ann Stores, Inc., Term Loan, 4.00%, 3/16/18	766	765,436
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Leslie s Poolmart, Inc., Term Loan B, 5.25%, 10/16/19	1,259	1,267,090
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Michaels Stores, Inc., Term Loan, 3.75%, 1/28/20	1,387	1,390,421
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See Notes to Consolidated Financial Statements.

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Consolidated Schedule of Investments (continued)

BlackRock Debt Strategies Fund, Inc. (DSU)

(Percentages shown are based on Net Assets)

		Par (000)	Value
Floating Rate Loan Interests (b)			
Specialty Retail (concluded)			
Party City Holdings, Inc., Refinancing Term Loan B, 4.25%, 7/29/19	USD	2,706	\$ 2,698,374
Petco Animal Supplies, Inc., Term Loan, 4.00%, 11/24/17		1,779	1,784,895
Sprouts Farmers Markets Holdings LLC, Term Loan, 4.00%, 4/23/20		370	370,593
SRAM LLC, Term Loan B, 4.00% 5.25%, 4/10/20		414	410,729
The Yankee Candle Co., Inc., Term Loan B, 5.25%, 4/02/19		866	871,452
Things Remembered, Inc., Term Loan B, 8.00%, 5/24/18		1,470	1,462,500
Toys R Us-Delaware, Inc.:			
Incremental Term Loan B2, 5.25%, 5/25/18		655	632,323
Term Loan B3, 5.25%, 5/25/18		94	90,414
			19,720,299
Textiles, Apparel & Luxury Goods 0.8%			
Ascend Performance Materials LLC, Term Loan B, 6.75%, 4/10/18		1,640	1,570,115
PVH Corp., Term Loan B, 3.25%, 2/13/20		954	956,607
True Religion Apparel, Inc., 1st Lien Term Loan, 5.88%, 7/30/19		275	259,361
Wolverine Worldwide, Inc., Term Loan B, 4.00% 5.25%, 7/31/19		787	791,014
			3,577,097
Thrifts & Mortgage Finance 0.3%			
Insight Global Holdings, Inc., 1st Lien Term Loan, 6.00%, 10/31/19		806	814,009
Ocwen Financial Corp., Term Loan, 5.00%, 2/15/18		683	689,779
			1,503,788
Trading Companies & Distributors 0.2%			
WESCO Distribution, Inc., Term Loan B, 4.50%, 12/12/19		888	891,700
Wireless Telecommunication Services 0.4%			
Cricket Communications, Inc., Term Loan, 4.75%, 10/10/19		626	627,465
Light Tower Fiber LLC, 1st Lien Term Loan, 4.50%, 4/13/20		1,130	1,135,650
Time Warner Telecom Holdings Inc., Term Loan B, 2.69%, 4/17/20		205	204,897
			1,968,012
Total Floating Rate Loan Interests 75.4%			352,886,732
		Beneficial Interest (000)	Value
Other Interests (k)			
Auto Components 0.0%			
Intermet Liquidating Trust, Class A (d)	USD	833	\$ 8
Chemicals 0.0%			
Wellman Holdings, Inc., Litigation Trust Certificate (d)		10,000	100
Diversified Financial Services 0.1%			
J.G.Wentworth LLC Preferred Equity Interests (d)		1	484,905
Hotels, Restaurants & Leisure 0.0%			
Buffets, Inc. (d)		1,440	15
Household Durables 0.6%			
Stanley Martin, Class B Membership Units		2	2,713,500
Media 0.0%			
Adelphia Escrow (d)		7,500	75
Adelphia Preferred Escrow (d)		5	
Adelphia Recovery Trust (d)		9,406	94,060
Adelphia Recovery Trust, Series ACC-6B INT (d)		500	15,000
			109,135
Total Other Interests 0.7%			3,307,663

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Consolidated Schedule of Investments (continued)

BlackRock Debt Strategies Fund, Inc. (DSU)

(c) When-issued security. Unsettled when-issued transactions were as follows:

Counterparty	Value	Unrealized Appreciation (Depreciation)
J.P. Morgan Securities LLC	\$ 2,937,400	
Bank of America N.A.	\$ 290,360	

(d) Non-income producing security.

(e) Represents a payment-in-kind security which may pay interest/dividends in additional par/shares.

(f) Issuer filed for bankruptcy and/or is in default of principal and/or interest payments.

(g) Convertible security.

(h) Represents a zero-coupon bond. Rate shown reflects the current yield as of report date.

(i) All or portion of security has been pledged as collateral in connection with swaps.

(j) Represents a step-up bond that pays an initial coupon rate for the first period and then a higher coupon rate for the following periods. Rate shown is as of report date.

(k) Other interests represent beneficial interests in liquidation trusts and other reorganization or private entities.

(l) Warrants entitle the Fund to purchase a predetermined number of shares of common stock and are non-income producing. The purchase price and number of shares are subject to adjustment under certain conditions until the expiration date of the warrants, if any.

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

Investments in issuers considered to be an affiliate of the Fund during the six months ended August 31, 2013, for purposes of Section 2(a)(3) of the 1940 Act, were as follows:

Affiliate	Shares Held at February 28, 2013	Net Activity	Shares Held at August 31, 2013	Income
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BlackRock Liquidity Funds, TempFund, Institutional Class	157,333	(157,333)	\$ 1,322
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For Fund compliance purposes, the Fund's industry classifications refer to any one or more of the industry sub-classifications used by one or more widely recognized market indexes or rating group indexes, and/or as defined by Fund management. These definitions may not apply for purposes of this report, which may combine such industry sub-classifications for reporting ease.

Foreign currency exchange contracts as of August 31, 2013 were as follows:

Currency Purchased		Currency Sold		Counterparty	Settlement Date	Unrealized Appreciation (Depreciation)
USD	139,363	GBP	90,000	Bank of America N.A.	9/03/13	\$ (110)
USD	982,442	EUR	736,000	Barclays Bank PLC	9/25/13	9,641
USD	18,946,992	EUR	14,101,000	UBS AG	9/25/13	309,123
GBP	90,000	USD	139,311	Bank of America N.A.	10/22/13	110
USD	2,524,483	CAD	2,627,000	JPMorgan Chase Bank N.A.	10/22/13	33,385
USD	149,255	GBP	99,000	Bank of America N.A.	10/22/13	(4,108)
USD	144,200	GBP	93,000	Bank of America N.A.	10/22/13	131
USD	6,841,819	GBP	4,537,000	Deutsche Bank AG	10/22/13	(186,564)
USD	153,589	GBP	101,000	Deutsche Bank AG	10/22/13	(2,873)
Total						\$ 158,735

Credit default swaps buy protection outstanding as of August 31, 2013 were as follows:

Index	Pay Fixed Rate	Clearinghouse	Expiration Date	Notional Amount (000)	Market Value	Unrealized Appreciation
Markit CDX North American High Yield Index, Series 20, Version 1	5.00%	Chicago Mercantile	6/20/18	\$ 5,500	\$ (216,840)	\$ 62,676

Credit default swaps sold protection outstanding as of August 31, 2013 were as follows:

Issuer	Receive Fixed Rate	Counterparty	Expiration Date	Credit Rating ¹	Notional Amount (000) ²	Market Value	Premiums Received	Unrealized Appreciation (Depreciation)
Caesars Entertainment Operating Co., Inc.	5.00%	JPMorgan Chase Bank N.A.	12/20/15	CCC-	\$ 442	\$ (84,245)	\$ (127,325)	\$ 43,080
Caesars Entertainment Operating Co., Inc.	5.00%	JPMorgan Chase Bank N.A.	12/20/15	CCC-	\$ 123	(23,358)	(30,603)	7,245
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	3/20/16	CCC-	\$ 528	(118,864)	(120,542)	1,678
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	3/20/16	CCC-	\$ 118	(26,576)	(25,631)	(945)
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	3/20/16	CCC-	\$ 270	(60,838)	(47,378)	(13,460)
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	3/20/16	CCC-	\$ 176	(39,635)	(42,171)	2,536
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	3/20/16	CCC-	\$ 176	(39,635)	(42,171)	2,536
Caesars Entertainment Operating Co., Inc.	5.00%	JPMorgan Chase Bank N.A.	3/20/16	CCC-	\$ 68	(15,359)	(13,987)	(1,372)

See Notes to Consolidated Financial Statements.

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Credit default swaps sold protection outstanding as of August 31, 2013 were as follows (concluded):

Issuer	Receive Fixed Rate	Counterparty	Expiration Date	Credit Rating ¹	Notional Amount (000) ²	Market Value	Premiums Received	Unrealized Appreciation (Depreciation)
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	6/20/16	CCC-	\$ 359	\$ (93,439)	\$ (89,914)	\$ (3,525)
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	6/20/16	CCC-	\$ 690	(179,766)	(167,531)	(12,235)
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	3/20/17	CCC-	\$ 325	(115,065)	(89,844)	(25,221)
Caesars Entertainment Operating Co., Inc.	5.00%	Goldman Sachs International	3/20/17	CCC-	\$ 226	(80,066)	(66,488)	(13,578)
Caesars Entertainment Operating Co., Inc.	5.00%	Deutsche Bank AG	6/20/17	CCC-	\$ 423	(162,718)	(124,757)	(37,961)
Total						\$ (1,039,564)	\$ (988,342)	\$ (51,222)

¹ Using S&P's rating of the issuer.

² The maximum potential amount the Fund may pay should a negative credit event take place as defined under the terms of the agreement.

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 statement purposes as follows:

Level 1 unadjusted price quotations in active markets/exchanges for identical assets or liabilities that the Fund 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 Fund'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 Fund'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 instruments and is not necessarily an indication of the risks associated with investing in those securities. For information about the Fund's policy regarding valuation of investments and derivative financial instruments, please refer to Note 2 of the Notes to Consolidated Financial Statements.

The following tables summarize the Fund's investments and derivative financial instruments categorized in the disclosure hierarchy as of August 31, 2013:

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	Level 1	Level 2	Level 3	Total
Assets:				
Investments:				
Long-Term Investments:				
Asset-Backed Securities			\$ 13,790,740	\$ 13,790,740
Common Stocks	\$ 3,781,970	\$ 2,774,349	4,818,941	11,375,260
Corporate Bonds		263,540,026	10,163,768	273,703,794
Floating Rate Loan Interests		309,768,936	43,117,796	352,886,732
Other Interests	109,060		3,198,603	3,307,663
Warrants	905,261		304,172	1,209,433
Short-Term Securities	3,352,859			3,352,859
Unfunded Loan Commitments		8,974		8,974
Liabilities:				
Unfunded Loan Commitments		(288)		(288)
Total	\$ 8,149,150	\$ 576,091,997	\$ 75,394,020	\$ 659,635,167

	Level 1	Level 2	Level 3	Total
Derivative Financial Instruments ³				
Assets:				
Credit contracts		\$ 119,751		\$ 119,751
Foreign currency exchange contracts		352,390		352,390
Liabilities:				
Credit contracts		(108,297)		(108,297)
Foreign currency exchange contracts	\$ (110)	(193,545)		(193,655)
Total	\$ (110)	\$ 170,299		\$ 170,189

³ Derivative financial instruments are swaps and foreign currency exchange contracts. Swaps and foreign currency exchange contracts are valued at the unrealized appreciation/depreciation on the instrument.

See Notes to Consolidated Financial Statements.

Table of Contents**Consolidated Schedule of Investments (continued)****BlackRock Debt Strategies Fund, Inc. (DSU)**

Certain of the Fund's assets and liabilities are held at carrying amount, which approximates fair value for financial statement purposes. As of August 31, 2013, such assets and liabilities are categorized within the disclosure hierarchy as follows:

	Level 1	Level 2	Level 3	Total
Assets:				
Cash	\$ 68,914			\$ 68,914
Cash pledged for centrally cleared swaps	310,000			310,000
Foreign currency at value	39,211			39,211
Liabilities:				
Loan payable		\$ (183,000,000)		(183,000,000)
Total	\$ 418,125	\$ (183,000,000)		\$ (182,581,875)

There were no transfers between Level 1 and Level 2 during the six months ended August 31, 2013.

A reconciliation of Level 3 investments is presented when the Fund 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	Common Stocks	Corporate Bonds	Floating Rate Loan Interests	Other Interests	Warrants	Total
Assets:							
Opening balance, as of February 28, 2013	\$ 19,075,856	\$ 6,100,576	\$ 8,566,689	\$ 37,135,002	\$ 3,916,514	\$ 24,836	\$ 74,819,473
Transfers into Level 3 ¹	477,500			10,065,665			10,543,165
Transfers out of Level 3 ²				(10,607,662)			(10,607,662)
Accrued discounts/premiums	34,926		96,182	52,364			183,472
Net realized gain (loss)	607,190	(22,563)	(2,674,829)	253,856		(15)	(1,836,361)
Net change in unrealized appreciation/depreciation ³	(601,900)	(1,259,062)	4,179,590	(423,400)	(381,779)	279,351	1,792,800
Purchases	3,513,510			26,823,455	751		30,337,716
Sales	(9,316,342)	(10)	(3,864)	(20,181,484)	(336,883)		(29,838,583)
Closing balance, as of August 31, 2013	\$ 13,790,740	\$ 4,818,941	\$ 10,163,768	\$ 43,117,796	\$ 3,198,603	\$ 304,172	\$ 75,394,020

¹ As of February 28, 2013, the Fund used observable inputs in determining the value of certain investments. As of August 31, 2013, the Fund used significant unobservable inputs in determining the value of the same investments. As a result, investments with a beginning of period value of \$10,543,165 transferred from Level 2 to Level 3 in the disclosure hierarchy.

² As of February 28, 2013, the Fund used significant unobservable inputs in determining the value of certain investments. As of August 31, 2013, the Fund used observable inputs in determining the value of the same investments. As a result, investments with a beginning of period value of \$10,607,622 transferred from Level 3 to Level 2 in the disclosure hierarchy.

³ Included in the related net change in unrealized appreciation/depreciation in the Consolidated Statements of Operations. The change in unrealized appreciation/depreciation on investments still held as of August 31, 2013 was \$301,108.

See Notes to Consolidated Financial Statements.

Table of Contents**Consolidated Schedule of Investments (concluded)****BlackRock Debt Strategies Fund, Inc. (DSU)**

The following table summarizes the valuation techniques used and unobservable inputs utilized by the Global Valuation Committee to determine the value of certain of the Fund's Level 3 investments as of August 31, 2013. The table does not include Level 3 investments with values based upon unadjusted third party pricing information. Level 3 investments valued using third party pricing information was \$57,257,571. A significant change in such third party pricing information could result in a significantly lower or higher value of such Level 3 investments.

	Value	Valuation Techniques	Unobservable Inputs ¹	Range of Unobservable Inputs Utilized
Assets:				
Common Stocks	\$ 3,817,861	Market Comparable Companies	Offshore EBITDA Multiple	8.25x
			Onshore EBITDA Multiple	4.75x
			Implied Last 12 Months EBITDA Multiple	6.95x
	271,472	Market Comparable Companies	Last 12 Months EBITDA Multiple	6.50x
			Illiquidity Discount	17.50%
Corporate Bonds ²	9,566,945	Market Comparable Companies	Last 12 Months EBITDA Multiple	6.50x 10.00x
			Illiquidity Discount	17.50%
Floating Rate Loan Interests	1,462,500	Market Comparable Yield Analysis	Yield	8.13%
Other Interests	2,713,500	Discounted Cash Flow	Perpetuity Growth Rate	3.50%
			Free Cash Flow	\$8.40 \$35.20
			Weighted Cost of Capital	11.90%
Warrants	304,171	Market Comparable Companies	Last 12 Months EBITDA Multiple	6.50x
			Illiquidity Discount	17.50%
Total	\$ 18,136,449			

¹ A change to the unobservable input may result in a significant change to the value of the investment as follows:

Unobservable Input	Impact to Value if Input Increases	Impact to Value if Input Decreases
Offshore EBITDA Multiple	Increase	Decrease
Onshore EBITDA Multiple	Increase	Decrease
Implied Last 12 Months EBITDA Multiple	Increase	Decrease
Last 12 Months EBITDA Multiple	Increase	Decrease
Illiquidity Discount	Decrease	Increase
Yield	Decrease	Increase
Perpetuity Growth Rate	Increase	Decrease
Free Cash Flow	Increase	Decrease
Weighted Cost of Capital	Decrease	Increase

² For the six months ended August 31, 2013, the valuation technique for certain investments classified as corporate bonds changed to a market approach. The investment was previously valued utilizing acquisition cost. Market information became available for this investment which is considered to be a more relevant measure of fair value for this investment.

³ Amount is stated in millions.

See Notes to Consolidated Financial Statements.

Table of Contents**Consolidated Schedule of Investments** August 31, 2013 (Unaudited)**BlackRock Senior High Income Fund,
Inc. (ARK)**

(Percentages shown are based on Net Assets)

	Par (000)	Value
Asset-Backed Securities		
ACAS CLO Ltd., Series 2013-1A, Class D, 4.09%, 4/20/25 (a)(b)	\$ 250	\$ 235,625
ALM Loan Funding (a)(b)(c):		
Series 2013-7R2A, Class B, 2.86%, 4/24/24	325	310,375
Series 2013-7RA, Class C, 3.71%, 4/24/24	910	858,858
Series 2013-7RA, Class D, 5.26%, 4/24/24	400	367,400
Apidos CDO XI, Series 2012-11A, Class D, 4.52%, 1/17/23 (a)(b)	525	521,587
Atrium CDO Corp., Series 9A, Class D, 3.76%, 2/28/24 (a)(b)	250	237,625
Carlyle Global Market Strategies CLO Ltd., Series 2012-4A, Class D, 4.77%, 1/20/25 (a)(b)	300	301,062
CFIP CLO Ltd., Series 2013-1A, Class D, 4.02%, 4/20/24 (a)(b)	500	465,000
Fraser Sullivan CLO VII Ltd., Series 2012-7A, Class C, 4.27%, 4/20/23 (a)(b)	405	399,492
Highbridge Loan Management Ltd., Series 2012-1A, Class C, 5.27%, 9/20/22 (a)(b)	650	652,600
LCM IX LP, Series 9A, Class E, 4.47%, 7/14/22 (a)(b)	500	455,200
LCM XI LP, Series 11A, Class D2, 4.22%, 4/19/22 (a)(b)	700	686,000
Madison Park Funding I Ltd., Series 2013-11A, Class D, 3.76%, 10/23/25 (a)(b)(c)	250	238,000
Mountain View CLO Ltd., Series 2013-1A, Class D, 3.57%, 4/12/24 (a)(b)	500	467,500
OZLM Funding III Ltd., Series 2013-3A, Class C, 4.17%, 1/22/25 (a)(b)	250	244,375
Regatta Funding LP, Series 2013-2A, Class C, 4.27%, 1/15/25 (a)(b)	750	738,150
Symphony CLO X Ltd., Series 2012-10A, Class D, 5.51%, 7/23/23 (a)(b)	650	654,875
West CLO Ltd., Series 2012-1A, Class C, 5.02%, 10/30/23 (a)(b)	590	593,599
Total Asset-Backed Securities 3.5%		8,427,323

	Shares	
Common Stocks		
Chemicals 0.0%		
GEO Specialty Chemicals, Inc. (b)(d)	142,466	113,973
Containers & Packaging 0.1%		
Smurfit Kappa Group PLC	18,171	369,572
Metals & Mining 0.1%		
Euramax International (d)	935	186,980
Paper & Forest Products 0.6%		
Ainsworth Lumber Co. Ltd. (d)	492,260	1,355,316
Software 0.4%		
HMH Holdings/EduMedia (d)	30,022	904,404
Total Common Stocks 1.2%		2,930,245

	Par (000)	
Corporate Bonds		
Aerospace & Defense 0.8%		
Bombardier, Inc., 4.25%, 1/15/16 (b)	\$ 515	532,381
DigitalGlobe, Inc., 5.25%, 2/01/21 (b)	351	329,063
Huntington Ingalls Industries, Inc., 7.13%, 3/15/21	375	405,000
Kratos Defense & Security Solutions, Inc., 10.00%, 6/01/17	692	747,360

2,013,804

Airlines 0.8%		
Air Canada Pass-Through Trust, Series 2013-1, Class C, 6.63%, 5/15/18 (b)	\$ 243	\$ 242,174
Continental Airlines Pass-Through Trust, Series 2012-3, Class C, 6.13%, 4/29/18	780	791,310
Delta Air Lines Pass-Through Trust, Series 2009-1, Class B, 9.75%, 6/17/18	79	86,658
US Airways Pass-Through Trust, Series 2013-1, Class B, 5.38%, 5/15/23	795	755,250

1,875,392

Auto Components 1.7%		
Affinia Group, Inc., 7.75%, 5/01/21 (b)	410	421,275

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Delphi Corp., 6.13%, 5/15/21	130	142,025
Icahn Enterprises LP/Icahn Enterprises Finance Corp.:		
7.75%, 1/15/16	110	113,988
8.00%, 1/15/18	2,065	2,173,412
Schaeffler Holding Finance BV, 6.88%, 8/15/18 (b)(e)	410	426,400
Titan International, Inc.:		
7.88%, 10/01/17	490	519,400
7.88%, 10/01/17 (b)	275	291,500
Venture Holdings Co. LLC (d)(f):		
12.00%, 7/01/49	700	
Series B, 9.50%, 7/01/05	3,325	
		4,088,000
Automobiles 0.1%		
Ford Motor Co., 4.25%, 11/15/16 (g)	164	313,240
Beverages 0.0%		
Constellation Brands, Inc., 7.25%, 5/15/17	30	34,275
Building Products 0.6%		
American Builders & Contractors Supply Co., Inc., 5.63%, 4/15/21 (b)	155	150,350
Building Materials Corp. of America (b):		
7.00%, 2/15/20	485	515,312
6.75%, 5/01/21	410	434,600
Momentive Performance Materials, Inc., 8.88%, 10/15/20	195	202,313
Texas Industries, Inc., 9.25%, 8/15/20	196	214,130
		1,516,705
Capital Markets 0.0%		
KCG Holdings, Inc., 8.25%, 6/15/18 (b)	90	88,425
Chemicals 2.7%		
Ashland, Inc., 3.88%, 4/15/18 (b)	255	251,175
Chemtura Corp., 5.75%, 7/15/21	76	75,050
GEO Specialty Chemicals, Inc., 7.50%, 3/31/15 (b)	1,869	3,905,422
Huntsman International LLC, 8.63%, 3/15/21	395	440,425
INEOS Finance PLC, 7.50%, 5/01/20 (b)	125	133,750
INEOS Group Holdings SA, 6.13%, 8/15/18 (b)	255	246,712
LSB Industries, Inc., 7.75%, 8/01/19 (b)	113	116,955
NOVA Chemicals Corp., 8.63%, 11/01/19	188	208,210
Nufarm Australia Ltd., 6.38%, 10/15/19 (b)	120	120,000
Orion Engineered Carbons Bondco GmbH, 9.63%, 6/15/18 (b)	400	442,000
PetroLogistics LP/PetroLogistics Finance Corp., 6.25%, 4/01/20 (b)	98	94,815
Rentech Nitrogen Partners LP/Rentech Nitrogen Finance Corp., 6.50%, 4/15/21 (b)	359	351,820
Tronox Finance LLC, 6.38%, 8/15/20 (b)	153	146,115
US Coatings Acquisition, Inc./Axalta Coating Systems Dutch Holding B BV, 7.38%, 5/01/21 (b)	151	154,398
		6,686,847

See Notes to Consolidated Financial Statements.

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Consolidated Schedule of Investments (continued)

BlackRock Senior High Income Fund, Inc. (ARK)

(Percentages shown are based on Net Assets)

	Par (000)	Value
Corporate Bonds		
Commercial Banks 0.6%		
CIT Group, Inc.:		
5.00%, 5/15/17	\$ 330	\$ 342,375
6.63%, 4/01/18 (b)	65	70,200
5.50%, 2/15/19 (b)	994	1,018,850
		1,431,425
Commercial Services & Supplies 2.6%		
ACCO Brands Corp., 6.75%, 4/30/20	113	111,588
ARAMARK Corp., 5.75%, 3/15/20 (b)	547	557,940
AWAS Aviation Capital Ltd., 7.00%, 10/17/16 (b)	444	459,374
Brickman Group Holdings, Inc., 9.13%, 11/01/18 (b)	25	26,781
Catalent Pharma Solutions, Inc., 7.88%, 10/15/18	114	115,425
Covanta Holding Corp., 6.38%, 10/01/22	420	426,173
The Geo Group, Inc., 7.75%, 10/15/17	450	468,000
Interactive Data Corp., 10.25%, 8/01/18	810	902,178
Mobile Mini, Inc., 7.88%, 12/01/20	335	365,150
UR Merger Sub Corp.:		
5.75%, 7/15/18	462	493,185
7.38%, 5/15/20	230	247,825
7.63%, 4/15/22	1,656	1,780,200
West Corp., 8.63%, 10/01/18	165	178,612
		6,132,431
Communications Equipment 0.6%		
Avaya, Inc., 7.00%, 4/01/19 (b)	264	241,560
Zayo Group LLC/Zayo Capital, Inc., 8.13%, 1/01/20	1,110	1,204,350
		1,445,910
Construction & Engineering 0.1%		
Safway Group Holding LLC/Safway Finance Corp., 7.00%, 5/15/18 (b)	200	201,000
Weekley Homes LLC/Weekley Finance Corp., 6.00%, 2/01/23 (b)	120	116,400
		317,400
Construction Materials 1.0%		
HD Supply, Inc., 8.13%, 4/15/19	2,080	2,314,000
Consumer Finance 0.2%		
Ford Motor Credit Co. LLC:		
7.00%, 4/15/15	140	151,443
6.63%, 8/15/17	300	338,764
		490,207
Containers & Packaging 0.5%		
Ardagh Packaging Finance PLC, 9.13%, 10/15/20 (b)	300	318,750
Ball Corp., 6.75%, 9/15/20	325	351,000
Crown Americas LLC/Crown Americas Capital Corp. III, 6.25%, 2/01/21	589	618,450
		1,288,200
Distributors 0.1%		
VWR Funding, Inc., 7.25%, 9/15/17	323	335,920
Diversified Consumer Services 0.2%		
APX Group, Inc., 6.38%, 12/01/19 (b)	321	302,543
Rent-A-Center, Inc., 4.75%, 5/01/21 (b)	256	236,800
		539,343

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Diversified Financial Services	3.9%		
Aircastle Ltd., 6.25%, 12/01/19		136	141,780
Ally Financial, Inc.:			
8.30%, 2/12/15		2,420	2,613,600
8.00%, 11/01/31		1,180	1,357,000
8.00%, 11/01/31		203	230,151
CNG Holdings, Inc., 9.38%, 5/15/20 (b)		68	63,750
DPL, Inc.:			
6.50%, 10/15/16		26	27,430
7.25%, 10/15/21		69	70,380
Diversified Financial Services (concluded)			
Jefferies Finance LLC/JFIN Co-Issuer Corp., 7.38%, 4/01/20 (b)		210	207,900
Jefferies LoanCore LLC/JLC Finance Corp., 6.88%, 6/01/20 (b)		200	196,500
Reynolds Group Issuer, Inc.:			
7.13%, 4/15/19		1,347	1,432,871
9.88%, 8/15/19		510	541,875
5.75%, 10/15/20		1,810	1,794,163
6.88%, 2/15/21		400	422,000
WMG Acquisition Corp., 11.50%, 10/01/18		281	323,853
			9,423,253
Diversified Telecommunication Services	1.4%		
CenturyLink, Inc., Series V, 5.63%, 4/01/20		342	335,160
Level 3 Financing, Inc.:			
8.13%, 7/01/19		2,768	2,927,160
7.00%, 6/01/20		184	185,380
Windstream Corp., 7.75%, 10/15/20		18	18,405
			3,466,105
Electric Utilities	0.1%		
Mirant Mid Atlantic Pass-Through Trust, Series B, 9.13%, 6/30/17		197	206,994
Electrical Equipment	0.2%		
Belden, Inc., 5.50%, 9/01/22 (b)		190	184,300
General Cable Corp., 5.75%, 10/01/22 (b)		350	336,875
			521,175
Energy Equipment & Services	3.1%		
Calfrac Holdings LP, 7.50%, 12/01/20 (b)		920	926,900
CGG, 6.50%, 6/01/21		1,105	1,118,812
FTS International Services LLC/FTS International Bonds, Inc., 8.13%, 11/15/18 (b)		379	404,582
Gulfmark Offshore, Inc., 6.38%, 3/15/22		70	70,875
Hornbeck Offshore Services, Inc., 5.88%, 4/01/20		140	141,750
MEG Energy Corp., 6.50%, 3/15/21 (b)		890	905,575
Oil States International, Inc.:			
6.50%, 6/01/19		711	750,105
5.13%, 1/15/23 (b)		339	370,358
Peabody Energy Corp.:			
6.00%, 11/15/18		523	520,385
6.25%, 11/15/21		522	503,730
Precision Drilling Corp.:			
6.63%, 11/15/20		65	68,413
6.50%, 12/15/21		270	282,150
Rain CII Carbon LLC/CII Carbon Corp., 8.25%, 1/15/21 (b)		200	200,000
Seadrill Ltd., 5.63%, 9/15/17 (b)		963	970,222
Tervita Corp., 8.00%, 11/15/18 (b)		231	230,423
			7,464,280
Food Products	0.3%		
Post Holdings, Inc., 7.38%, 2/15/22		295	311,225
Smithfield Foods, Inc., 6.63%, 8/15/22		295	302,375
Sun Merger Sub, Inc. (b):			
5.25%, 8/01/18		78	78,292
5.88%, 8/01/21		73	72,818
			764,710
Gas Utilities	0.3%		
Targa Resources Partners LP/Targa Resources Partners Finance Corp., 7.88%, 10/15/18		570	617,025
Health Care Equipment & Supplies	1.0%		

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Biomet, Inc.:

6.50%, 8/01/20	640	656,000
6.50%, 10/01/20	1,362	1,358,595

See Notes to Consolidated Financial Statements.

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Consolidated Schedule of Investments (continued)

BlackRock Senior High Income Fund, Inc. (ARK)

(Percentages shown are based on Net Assets)

	Par (000)	Value
Corporate Bonds		
Health Care Equipment & Supplies (concluded)		
DJO Finance LLC/DJO Finance Corp.:		
8.75%, 3/15/18	\$ 185	\$ 200,263
7.75%, 4/15/18	30	29,475
Teleflex, Inc., 6.88%, 6/01/19	250	262,500
		2,506,833
Health Care Providers & Services 2.1%		
Aviv Healthcare Properties LP/Aviv Healthcare Capital Corp., 7.75%, 2/15/19		
	365	390,550
CHS/Community Health Systems, Inc.:		
5.13%, 8/15/18	185	189,163
8.00%, 11/15/19	208	218,400
7.13%, 7/15/20	134	135,340
HCA, Inc.:		
8.50%, 4/15/19	25	27,000
7.88%, 2/15/20	1,349	1,455,234
Hologic, Inc., 6.25%, 8/01/20	716	746,430
inVentiv Health, Inc., 9.00%, 1/15/18 (b)	135	137,700
Tenet Healthcare Corp.:		
6.25%, 11/01/18	425	448,906
8.00%, 8/01/20	199	206,711
4.38%, 10/01/21 (b)	323	293,122
Vanguard Health Holding Co. II LLC/Vanguard Holding Co. II, Inc., 7.75%, 2/01/19	879	940,530
		5,189,086
Health Care Technology 0.8%		
IMS Health, Inc., 12.50%, 3/01/18 (b)		
	1,730	2,041,400
Hotels, Restaurants & Leisure 1.2%		
Caesars Entertainment Operating Co., Inc., 8.50%, 2/15/20		
	675	644,625
Carlson Wagonlit BV, 6.88%, 6/15/19 (b)	200	203,000
Diamond Resorts Corp., 12.00%, 8/15/18	540	599,400
Isle of Capri Casinos, Inc.:		
7.75%, 3/15/19	25	25,813
5.88%, 3/15/21	110	101,750
Little Traverse Bay Bands of Odawa Indians, 9.00%, 8/31/20 (b)	282	276,360
MCE Finance Ltd., 5.00%, 2/15/21 (b)	352	322,960
PNK Finance Corp., 6.38%, 8/01/21 (b)	195	194,512
Sabre, Inc., 8.50%, 5/15/19 (b)	300	323,250
Six Flags Entertainment Corp., 5.25%, 1/15/21 (b)	218	206,010
Tropicana Entertainment LLC/Tropicana Finance Corp., 9.63%, 12/15/14 (d)(f)	220	
		2,897,680
Household Durables 1.5%		
Ashton Woods USA LLC/Ashton Woods Finance Corp., 6.88%, 2/15/21 (b)		
	190	188,100
Beazer Homes USA, Inc., 6.63%, 4/15/18	340	358,275
Brookfield Residential Properties, Inc., 6.50%, 12/15/20 (b)	345	352,762
Brookfield Residential Properties, Inc./Brookfield Residential US Corp., 6.13%, 7/01/22 (b)	97	95,788
K. Hovnanian Enterprises, Inc., 7.25%, 10/15/20 (b)	795	838,725
KB Home, 7.25%, 6/15/18	330	349,800
Libbey Glass, Inc., 6.88%, 5/15/20	80	85,500
Standard Pacific Corp., 8.38%, 1/15/21	1,120	1,254,400
Taylor Morrison Communities, Inc./Monarch Communities, Inc., 5.25%, 4/15/21 (b)	223	210,735
		3,734,085
Household Products 0.3%		
Spectrum Brands Escrow Corp. (b):		

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6.38%, 11/15/20	90	93,150
6.63%, 11/15/22	105	107,625
Spectrum Brands, Inc., 9.50%, 6/15/18	435	478,500
		679,275
Independent Power Producers & Energy Traders 3.3%		
Calpine Corp., 7.50%, 2/15/21 (b)	84	89,040
Energy Future Intermediate Holding Co. LLC/EFIH Finance, Inc.:		
6.88%, 8/15/17 (b)	282	285,173
10.00%, 12/01/20	4,258	4,486,867
10.00%, 12/01/20 (b)	630	662,287
12.25%, 3/01/22 (b)	427	475,038
GenOn REMA LLC:		
Series B, 9.24%, 7/02/17	88	90,879
Series C, 9.68%, 7/02/26	448	474,880
Laredo Petroleum, Inc.:		
9.50%, 2/15/19	495	550,688
7.38%, 5/01/22	185	195,175
NRG Energy, Inc., 7.63%, 1/15/18	681	754,207
		8,064,234
Insurance 0.1%		
CNO Financial Group, Inc., 6.38%, 10/01/20 (b)	114	119,130
MPL 2 Acquisition Canco, Inc., 9.88%, 8/15/18 (b)	220	226,600
		345,730
IT Services 1.2%		
Ceridian Corp., 8.88%, 7/15/19 (b)	1,155	1,299,375
First Data Corp. (b):		
7.38%, 6/15/19	845	876,687
6.75%, 11/01/20	565	577,713
WEX, Inc., 4.75%, 2/01/23 (b)	206	187,460
		2,941,235
Machinery 0.2%		
Gardner Denver, Inc., 6.88%, 8/15/21 (b)	230	224,825
Navistar International Corp., 8.25%, 11/01/21	195	193,781
Trinseo Materials Operating SCA/Trinseo Materials Finance, Inc., 8.75%, 2/01/19 (b)	96	93,840
		512,446
Media 4.2%		
AMC Networks, Inc., 7.75%, 7/15/21	320	353,600
Cengage Learning Acquisitions, Inc., 11.50%, 4/15/20 (b)(d)(f)	254	186,055
Checkout Holding Corp., 9.91%, 11/15/15 (b)(h)	296	239,020
Clear Channel Worldwide Holdings, Inc.:		
6.50%, 11/15/22	360	357,300
6.50%, 11/15/22	972	972,000
Series B, 7.63%, 3/15/20	540	541,350
DISH DBS Corp.:		
4.25%, 4/01/18	500	492,500
5.88%, 7/15/22	700	686,000
DreamWorks Animation SKG, Inc., 6.88%, 8/15/20 (b)	114	117,135
Intelsat Jackson Holdings SA:		
7.25%, 10/15/20	1,230	1,313,025
5.50%, 8/01/23 (b)	384	356,160
Live Nation Entertainment, Inc., 7.00%, 9/01/20 (b)	69	71,760
The McClatchy Co., 9.00%, 12/15/22	120	126,600
MDC Partners, Inc., 6.75%, 4/01/20 (b)	135	136,688
Midcontinent Communications & Finance Corp., 6.25%, 8/01/21 (b)	90	90,225
NAI Entertainment Holdings LLC, 8.25%, 12/15/17 (b)	422	457,110
NAI Entertainment Holdings/NAI Entertainment Holdings Finance Corp., 5.00%, 8/01/18 (b)	155	156,937
Nielsen Finance LLC/Nielsen Finance Co., 7.75%, 10/15/18	341	370,837
ProQuest LLC/ProQuest Notes Co., 9.00%, 10/15/18 (b)	75	75,375

See Notes to Consolidated Financial Statements.

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Consolidated Schedule of Investments (continued)

BlackRock Senior High Income Fund, Inc. (ARK)

(Percentages shown are based on Net Assets)

	Par (000)	Value
Corporate Bonds		
Media (concluded)		
Sirius XM Radio, Inc. (b):		
5.75%, 8/01/21	\$ 158	\$ 154,840
4.63%, 5/15/23	117	103,253
Sterling Entertainment Corp., 10.00%, 12/15/19	450	450,000
Unitymedia Hessen GmbH & Co. KG/Unitymedia NRW GmbH:		
7.50%, 3/15/19	540	583,200
5.50%, 1/15/23 (b)	440	400,400
Univision Communications, Inc., 6.75%, 9/15/22 (b)	107	111,013
Virgin Media Secured Finance PLC, 6.50%, 1/15/18	1,250	1,303,125
		10,205,508
Metals & Mining 2.5%		
ArcelorMittal:		
9.50%, 2/15/15	715	784,712
4.25%, 8/05/15	275	283,250
5.00%, 2/25/17	130	132,925
6.13%, 6/01/18	186	191,580
Commercial Metals Co., 4.88%, 5/15/23	347	314,035
FMG Resources August 2006 Property Ltd. (b):		
7.00%, 11/01/15	120	123,600
6.38%, 2/01/16	470	481,750
Global Brass & Copper, Inc., 9.50%, 6/01/19 (b)	255	277,950
Kaiser Aluminum Corp., 8.25%, 6/01/20	190	211,850
New Gold, Inc., 6.25%, 11/15/22 (b)	255	244,162
Novelis, Inc., 8.75%, 12/15/20	2,328	2,531,700
Perstorp Holding AB, 8.75%, 5/15/17 (b)	205	209,613
RathGibson, Inc., 11.25%, 2/15/14 (d)(f)	2,175	
Steel Dynamics, Inc., 6.38%, 8/15/22	205	213,713
		6,000,840
Multiline Retail 0.2%		
Dollar General Corp., 4.13%, 7/15/17	127	133,364
Dufry Finance SCA, 5.50%, 10/15/20 (b)	228	232,685
		366,049
Oil, Gas & Consumable Fuels 5.8%		
Alpha Natural Resources, Inc., 6.25%, 6/01/21	157	131,488
Bonanza Creek Energy, Inc., 6.75%, 4/15/21	36	36,630
Chaparral Energy, Inc., 7.63%, 11/15/22	115	115,288
Chesapeake Energy Corp.:		
7.25%, 12/15/18	25	28,313
6.63%, 8/15/20	265	284,213
6.88%, 11/15/20	150	162,375
Concho Resources, Inc., 6.50%, 1/15/22	219	232,140
CONSOL Energy, Inc.:		
8.00%, 4/01/17	29	30,595
8.25%, 4/01/20	975	1,033,500
6.38%, 3/01/21	99	99,990
Crosstex Energy LP/Crosstex Energy Finance Corp., 8.88%, 2/15/18	195	207,188
Energy XXI Gulf Coast, Inc., 7.75%, 6/15/19	665	691,600
EP Energy LLC/Everest Acquisition Finance, Inc., 6.88%, 5/01/19	235	249,688
Halcon Resources Corp., 8.88%, 5/15/21	351	351,877
Hilcorp Energy I LP/Hilcorp Finance Corp., 7.63%, 4/15/21 (b)	470	500,550
Holly Energy Partners LP/Holly Energy Finance Corp., 6.50%, 3/01/20	80	82,400
Kinder Morgan Finance Co. LLC, 6.00%, 1/15/18 (b)	480	520,490

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Kodiak Oil & Gas Corp., 8.13%, 12/01/19	550	602,250
Linn Energy LLC/Linn Energy Finance Corp.:		
6.25%, 11/01/19 (b)	683	628,360
8.63%, 4/15/20	732	735,660
7.75%, 2/01/21	150	145,500
Memorial Production Partners LP/Memorial Production Finance Corp., 7.63%, 5/01/21	127	122,555
Oil, Gas & Consumable Fuels (concluded)		
Northern Oil & Gas, Inc., 8.00%, 6/01/20	265	268,975
Oasis Petroleum, Inc.:		
7.25%, 2/01/19	135	143,100
6.50%, 11/01/21	155	162,750
Offshore Group Investment Ltd., 7.13%, 4/01/23	246	236,775
Pacific Drilling SA, 5.38%, 6/01/20 (b)	223	215,195
PBF Holding Co. LLC/PBF Finance Corp., 8.25%, 2/15/20	76	77,710
PDC Energy, Inc., 7.75%, 10/15/22	180	189,000
Petrobras Global Finance BV, 3.00%, 1/15/19	288	264,905
Range Resources Corp.:		
6.75%, 8/01/20	303	326,482
5.75%, 6/01/21	645	675,637
RKI Exploration & Production LLC/RKI Finance Corp., 8.50%, 8/01/21 (b)	77	77,000
Rosetta Resources, Inc., 5.63%, 5/01/21	143	137,995
Sabine Pass Liquefaction LLC (b):		
5.63%, 2/01/21	977	933,035
5.63%, 4/15/23	281	260,628
Sabine Pass LNG LP:		
7.50%, 11/30/16	1,490	1,640,862
6.50%, 11/01/20 (b)	275	276,375
SandRidge Energy, Inc.:		
8.75%, 1/15/20	35	36,575
7.50%, 2/15/23	411	397,642
SESI LLC, 6.38%, 5/01/19	174	183,135
SM Energy Co.:		
6.63%, 2/15/19	22	22,990
6.50%, 11/15/21	225	236,250
Summit Midstream Holdings LLC/Summit Midstream Finance Corp., 7.50%, 7/01/21 (b)	240	243,600
Tesoro Logistics LP/Tesoro Logistics Finance Corp., 5.88%, 10/01/20 (b)	66	65,835
		14,065,101
Paper & Forest Products 0.2%		
Ainsworth Lumber Co. Ltd., 7.50%, 12/15/17 (b)	256	270,080
Sappi Papier Holding GmbH, 8.38%, 6/15/19 (b)	200	209,000
		479,080
Pharmaceuticals 0.4%		
Valeant Pharmaceuticals International (b):		
6.38%, 10/15/20	228	231,705
7.25%, 7/15/22	350	371,000
VPII Escrow Corp., 6.75%, 8/15/18 (b)	334	353,623
		956,328
Real Estate Investment Trusts (REITs) 0.4%		
Cantor Commercial Real Estate Co. LP/CCRE Finance Corp., 7.75%, 2/15/18 (b)	236	241,310
Felcor Lodging LP:		
6.75%, 6/01/19	484	506,990
5.63%, 3/01/23	109	101,370
iStar Financial, Inc., 4.88%, 7/01/18	169	163,930
		1,013,600
Real Estate Management & Development 1.0%		
Realogy Corp., 7.63%, 1/15/20 (b)	1,130	1,265,600
Realogy Group LLC/Sunshine Group Florida Ltd., 3.38%, 5/01/16 (b)	284	281,870
Shea Homes LP/Shea Homes Funding Corp., 8.63%, 5/15/19	790	867,025
		2,414,495

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Consolidated Schedule of Investments (continued)

BlackRock Senior High Income Fund, Inc. (ARK)

(Percentages shown are based on Net Assets)

	Par (000)	Value
Corporate Bonds		
Road & Rail 1.3%		
The Hertz Corp.:		
7.50%, 10/15/18	\$ 780	\$ 842,400
6.75%, 4/15/19	150	159,937
5.88%, 10/15/20	235	241,169
7.38%, 1/15/21	1,742	1,881,360
Watco Cos. LLC/Watco Finance Corp., 6.38%, 4/01/23 (b)	120	118,500
		3,243,366
Semiconductors & Semiconductor Equipment 0.3%		
NXP BV/NXP Funding LLC (b):		
3.75%, 6/01/18	355	343,019
5.75%, 2/15/21	275	275,000
		618,019
Software 0.9%		
Healthcare Technology Intermediate, Inc., 7.38%, 9/01/18 (b)(e)	112	113,680
Infor US, Inc., 9.38%, 4/01/19	1,295	1,440,688
Nuance Communications, Inc., 5.38%, 8/15/20 (b)	700	666,750