

BLACKROCK MUNICIPAL INCOME TRUST II
Form N-Q
January 29, 2008

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM N-Q

**QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED
MANAGEMENT INVESTMENT COMPANY**

Investment Company Act file number 811-21126

Name of Fund: BlackRock Municipal Income Trust II (BLE)

Fund Address: 100 Bellevue Parkway, Wilmington, DE 19809

Name and address of agent for service: Donald C. Burke, Chief Executive Officer, BlackRock Municipal Income Trust II, 800 Scudders Mill Road, Plainsboro, NJ, 08536. Mailing address: P.O. Box 9011, Princeton, NJ, 08543-9011

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

Date of fiscal year end: 08/31/2008

Date of reporting period: 09/01/2007 ☐ 11/30/2007

Item 1 ☐ Schedule of Investments

BlackRock Municipal Income Trust II**Schedule of Investments as of November 30, 2007 (Unaudited)**

State	Face	Amount	Municipal Bonds
Alabama - 1.3%	\$	2,525	Birmingham, Alabama, Special Care Facilities Financing Authority, Revenue Refunding (Ascension Health Credit), Series C-2, 5% due 11/15/2036
		1,825	Birmingham, Alabama, Special Care Facilities Financing Authority, Revenue Refunding (Ascension Health Credit), Series C-2, 5% due 11/15/2039
Arizona - 4.6%		2,525	Pima County, Arizona, IDA, Education Revenue Bonds (American Charter Schools Four Series A, 5.625% due 7/01/2038
		393	Pima County, Arizona, IDA, S/F Mortgage Revenue Refunding Bonds, VRDN, AMT, 5.2% due 4/25/2008 (k)
		5,635	Salt Verde Financial Corporation, Arizona, Senior Gas Revenue Bonds, 5% due 12/01/2038
		7,890	Salt Verde Financial Corporation, Arizona, Senior Gas Revenue Bonds, 5% due 12/01/2038
California - 11.7%		2,250	Agua Caliente Band of Cahuilla Indians, California, Casino Revenue Bonds, 6% due 7/01/2038
		1,840	California County Tobacco Securitization Agency, Tobacco Revenue Bonds (Stanislaus County Tobacco Funding Corporation), Sub-Series B, 5.875% due 6/01/2046 (o)
		9,710	California County Tobacco Securitization Agency, Tobacco Revenue Bonds (Stanislaus County Tobacco Funding Corporation), Sub-Series C, 6.30% due 6/01/2055 (o)
		12,410	California County Tobacco Securitization Agency, Tobacco Revenue Bonds (Stanislaus County Tobacco Funding Corporation), Sub-Series D, 7.251% due 6/01/2055 (o)
		9,100	California Health Facilities Financing Authority Revenue Bonds (Sutter Health), Series A, 5.25% due 11/15/2046
		3,500	California Mobilehome Park Finance Authority Revenue Bonds (Palomar Estates East and West), Series A, 5.25% due 3/15/2034 (a)
		6,425	California State, GO, Refunding, 5% due 6/01/2032
		2,700	California State, Various Purpose, GO, Refunding, 5% due 6/01/2034
		5,000	California Statewide Communities Development Authority, Health Facility Revenue Bonds (Memorial Health Services), Series A, 5.50% due 10/01/2033
		4,620	San Francisco, California, City and County Redevelopment Agency, Community Facilities District Number 1, Special Tax Bonds (Mission Bay South Public Improvements Project), 6.625% due 8/01/2027
		5,755	University of California Revenue Bonds, Series B, 4.75% due 5/15/2038

Portfolio Abbreviations

To simplify the listings of BlackRock Municipal Income Trust II's portfolio holdings in the Schedule of Investments, we have abbreviated the names of many of the securities according to the list below.

AMT Alternative Minimum Tax (subject to)
EDA Economic Development Authority
EDR Economic Development Revenue Bonds
GO General Obligation Bonds
IDA Industrial Development Authority

IDR Industrial Development Revenue Bonds
M/F Multi-Family
PCR Pollution Control Revenue Bonds
S/F Single-Family
VRDN Variable Rate Demand Notes

BlackRock Municipal Income Trust II

Schedule of Investments as of November 30, 2007 (Unaudited)

State	Face	Amount	Municipal Bonds
Colorado - 5.1%	\$	10,000	Colorado Health Facilities Authority Revenue Bonds (Catholic Health Initiatives Series A, 5.50% due 3/01/2032 (d))
		1,375	Colorado Springs, Colorado, Utilities System Improvement Revenue Bonds, Subordinate Lien, Series C, 5% due 11/15/2045 (f)
		4,000	Northwest Parkway Public Highway Authority, Colorado, Senior Revenue Bonds Series A, 5.25% due 6/15/2011 (f)(i)
		1,375	Park Creek Metropolitan District, Colorado, Senior Limited Tax Supported Refunding Bonds, 5.50% due 12/01/2037
District of Columbia - 5.9%		1,265	District of Columbia, Revenue Refunding Bonds (Friendship Public Charter School 5.25% due 6/01/2033 (a))
		7,500	District of Columbia Tobacco Settlement Financing Corporation, Asset-Backed Refunding Bonds, 6.50% due 5/15/2033
		11,500	District of Columbia Tobacco Settlement Financing Corporation, Asset-Backed Refunding Bonds, 6.75% due 5/15/2040
Florida - 13.3%		2,650	Leesburg, Florida, Hospital Revenue Bonds (Leesburg Regional Medical Center 5.50% due 7/01/2032)
		3,125	Live Oak Community Development District Number 001, Florida, Special Assessment Bonds, Series A, 6.30% due 5/01/2034
		6,230	Miami Beach, Florida, Health Facilities Authority, Hospital Revenue Refunding Bonds (Mount Sinai Medical Center of Florida), 6.75% due 11/15/2021
		6,850	Orange County, Florida, Health Facilities Authority, Hospital Revenue Bonds (Health System), 5.625% due 11/15/2012 (i)
		3,990	Orange County, Florida, Tourist Development, Tax Revenue Refunding Bonds due 10/01/2032 (n)
		14,000	Pinellas County, Florida, Health Facilities Authority Revenue Bonds (BayCare System Inc.), 5.50% due 5/15/2013 (i)
		2,040	Stevens Plantation Community Development District, Florida, Special Assessment Revenue Bonds, Series A, 7.10% due 5/01/2035
		4,465	Sumter County, Florida, IDA, IDR (North Sumter Utility Company LLC), AMT 6.90% due 10/01/2034
Georgia - 1.6%		5,000	Milledgeville-Baldwin County, Georgia, Development Authority Revenue Bonds (Georgia College and State University Foundation), 5.625% due 9/01/2014 (f)
Illinois - 16.0%		4,000	Bolingbrook, Illinois, GO, Refunding, Series A, 5.375% due 1/01/2012 (e)(i)
		2,470	Centerpoint Intermodal Center Program Trust, Illinois, Tax Allocation Bonds due 6/15/2023 (m)
		4,290	Chicago, Illinois, O'Hare International Airport Revenue Refunding Bonds, TH Series C-2, 5.25% due 1/01/2030 (f)
		900	Illinois Financing Authority, Student Housing Revenue Bonds (MJH Educational Assistance IV LLC), Sub-Series B, 5.375% due 6/01/2035
		8,000	Illinois Health Facilities Authority, Revenue Refunding Bonds (Elmhurst Medical 5.50% due 1/01/2022)
		4,340	Illinois Municipal Electric Agency, Power Supply Revenue Bonds, 4.50% due 6/15/2030 (b)(o)
		15,000	Illinois Sports Facilities Authority, State Tax Supported Revenue Bonds, 5.50% due 6/15/2030 (b)(o)

BlackRock Municipal Income Trust II

Schedule of Investments as of November 30, 2007 (Unaudited)

State	Face Amount Municipal Bonds
	\$ 910 Illinois State Finance Authority Revenue Bonds (Friendship Village of Schaumburg) 5.625% due 2/15/2037
	1,880 Illinois State Finance Authority Revenue Bonds (Northwestern Memorial Hospital) 5.50% due 8/15/2043
	45,190 Metropolitan Pier and Exposition Authority, Illinois, Dedicated State Tax Revenue (McCormick Place Expansion), Series A, 5.72% due 6/15/2033 (h)(o)
	5,000 Metropolitan Pier and Exposition Authority, Illinois, Dedicated State Tax Revenue (McCormick Place Expansion), Series A, 5.87% due 6/15/2040 (h)(o)
Indiana - 7.7%	5,000 Indiana Health Facilities Financing Authority, Revenue Refunding Bonds (Ascension Credit Group), Series F, 5.375% due 11/15/2025
	19,735 Indianapolis, Indiana, Local Public Improvement Bond Bank Revenue Bonds (Water Series A, 5.25% due 7/01/2012 (h)(i)
Maryland - 2.4%	1,800 Baltimore, Maryland, Wastewater Project Revenue Bonds, Series D, 5% due 7/01/2025
	3,000 Frederick County, Maryland, Special Obligation Tax Bonds (Urbana Community Devel Authority), Series A, 5.95% due 7/01/2030
	1,000 Maryland State Health and Higher Educational Facilities Authority Revenue Bonds (Hospital of Cecil County), 5.625% due 7/01/2032
	2,240 Maryland State Health and Higher Educational Facilities Authority, Revenue Refun (MedStar Health, Inc.), 5.50% due 8/15/2033
Massachusetts - 0.9%	3,145 Massachusetts State Water Resource Authority, General Revenue Refunding Bond 5% due 8/01/2041
Michigan - 0.7%	2,305 Michigan State Hospital Finance Authority, Revenue Refunding Bonds (Henry For System), Series A, 5.25% due 11/15/2046
Mississippi - 1.6%	4,950 Lowndes County, Mississippi, Solid Waste Disposal and PCR, Refunding (Weyerhae Company Project), Series A, 6.80% due 4/01/2022
Missouri - 1.8%	6,000 Highway 370/Missouri Bottom Road/Taussig Road Transportation Development Dis Revenue Bonds, 7.20% due 5/01/2033
Nevada - 0.8%	2,855 Clark County, Nevada, EDR, Refunding (Alexander Dawson School of Nevada Proj 5% due 5/15/2029
New Jersey - 12.0%	9,000 New Jersey EDA, Cigarette Tax Revenue Bonds, 5.50% due 6/15/2031
	4,000 New Jersey EDA, Cigarette Tax Revenue Bonds, 5.75% due 6/15/2034
	10,000 New Jersey EDA, EDR (Kapkowski Road Landfill Reclamation Improvement Distric AMT, Series B, 6.50% due 4/01/2031
	7,475 New Jersey EDA, EDR, Refunding (Kapkowski Road Landfill Reclamation Improver District Project), 6.50% due 4/01/2028

BlackRock Municipal Income Trust II

Schedule of Investments as of November 30, 2007 (Unaudited)

State	Face Amount Municipal Bonds
	\$ 10,100 New Jersey EDA, Special Facility Revenue Bonds (Continental Airlines Inc. Project) 7.20% due 11/15/2030
New Mexico - 1.7%	5,200 New Mexico Region III Housing Authority, M/F Housing Revenue Bonds (Villa Del Apartments), Series A, 6% due 1/01/2013 (i)
New York - 6.8%	985 Albany, New York, IDA, Civic Facility Revenue Bonds (New Covenant Charter Sch Series A, 7% due 5/01/2035 3,775 Metropolitan Transportation Authority, New York, Service Contract Revenue Refu Series A, 5% due 7/01/2030 (b) 6,700 New York City, New York, City IDA, Special Facility Revenue Bonds (Continental A Project), AMT, 7.75% due 8/01/2031 2,725 New York Liberty Development Corporation Revenue Bonds (Goldman Sachs Hea 5.25% due 10/01/2035 2,845 New York State Environmental Facilities Corporation, State Clean Water and Drin Bonds (New York City Water Project), Series B, 5% due 6/15/2031 5,725 Port Authority of New York and New Jersey, Special Obligation Revenue Bonds (C Airlines, Inc. - LaGuardia Project), AMT, 9% due 12/01/2010
North Carolina - 2.1%	7,500 Gaston County, North Carolina, Industrial Facilities and Pollution Control Financi Revenue Bonds (National Gypsum Company Project), AMT, 5.75% due 8/01/2035
Ohio - 3.0%	1,190 Buckeye Tobacco Settlement Financing Authority, Ohio, Tobacco Settlement Asse Series A-2, 6.50% due 6/01/2047 9,140 Ohio State Air Quality Development Authority, Revenue Refunding Bonds (Dayton Light Company Project), Series B, 4.80% due 1/01/2034 (e)
Oklahoma - 2.1%	3,000 Oklahoma State Development Finance Authority, Revenue Refunding Bonds (Saint System), 5% due 2/15/2042 3,925 Tulsa, Oklahoma, Municipal Airport Trust, Revenue Refunding Bonds, Series A, 7.
Pennsylvania - 5.8%	5,000 Monroe County, Pennsylvania, Hospital Authority Revenue Bonds (Pocono Medica 6% due 1/01/2014 (i) 5,175 Pennsylvania Economic Development Financing Authority, Exempt Facilities Reve (Amtrak Project), AMT, Series A, 6.375% due 11/01/2041 8,425 Pennsylvania Economic Development Financing Authority, Exempt Facilities Reve (Reliant Energy), AMT, Series A, 6.75% due 12/01/2036
South Carolina - 5.5%	3,280 Greenwood County, South Carolina, Hospital Facilities Revenue Bonds (Self Mem 5.50% due 10/01/2026 3,250 Greenwood County, South Carolina, Hospital Facilities Revenue Bonds (Self Mem 5.50% due 10/01/2031 3,750 South Carolina Jobs EDA, Hospital Facilities Revenue Bonds (Georgetown Memori 5.375% due 2/01/2030 (l) 2,640 South Carolina Jobs EDA, Hospital Facilities Revenue Refunding Bonds (Palmetto Series A, 6.25% due 8/01/2031

BlackRock Municipal Income Trust II

Schedule of Investments as of November 30, 2007 (Unaudited)

State	Face Amount	Municipal Bonds
	\$ 5,000	South Carolina Jobs EDA, Hospital Facilities Revenue Refunding Bonds (Palmetto Health System), Series C, 6.875% due 8/01/2013 (i)
Tennessee - 2.9%	20,405	Knox County, Tennessee, Health, Educational and Housing Facilities Board, Hospital Facilities Revenue Refunding Bonds (Covenant Health), Series A, 5.77% due 1/01/2021 (f)(o)
Texas - 19.6%	20,000	Gulf Coast Waste Disposal Authority, Texas, Revenue Refunding Bonds (International Paper Company), AMT, Series A, 6.10% due 8/01/2024
	25,375	Harris County-Houston Sports Authority, Texas, Revenue Refunding Bonds, Third Limited Series A-3, 5.96% due 11/15/2036 (h)(o)
	5	Lower Colorado River Authority, Texas, Revenue Refunding Bonds, Series A, 5% due 1/01/2036 (b)(o)
	1,300	Lower Colorado River Authority, Texas, Revenue Refunding Bonds, Series A, 5% due 1/01/2036 (b)(o)
	930	Montgomery County, Texas, Municipal Utility District Number 46, Waterworks and Sewerage System, Series A, 4.75% due 3/01/2030 (h)
	3,600	SA Energy Acquisition Public Facilities Corporation, Texas, Gas Supply Revenue Bonds, Series A, 5.50% due 8/01/2024
	73,370	Texas State Turnpike Authority, Central Texas Turnpike System Revenue Bonds, Series A, 6.00% due 8/15/2036 (b)(o)
	65,000	Texas State Turnpike Authority, Central Texas Turnpike System Revenue Bonds, Series A, 6.00% due 8/15/2037 (b)(o)
	27,600	Texas State Turnpike Authority, Central Texas Turnpike System Revenue Bonds, Series A, 6.00% due 8/15/2038 (b)(o)
	4,575	Texas State Turnpike Authority, Central Texas Turnpike System Revenue Bonds, Series A, 5% due 8/15/2042 (b)
Virginia - 6.5%	12,870	Alexandria, Virginia, Redevelopment and Housing Authority, M/F Housing Revenue Bonds (3001 Park Center Apartments), Series A, 6.375% due 4/01/2034
	9,000	Halifax County, Virginia, IDA, Exempt Facility Revenue Refunding Bonds (Old Dominion University Cooperative Project), AMT, 5.625% due 6/01/2028 (b)
Washington - 1.9%	1,960	King County, Washington, Sewer Revenue Refunding Bonds, 5% due 1/01/2036 (f)
	4,820	Washington State Health Care Facilities Authority, Revenue Refunding Bonds (Providence System), Series A, 4.625% due 10/01/2034 (e)
West Virginia - 1.8%	5,000	Mason County, West Virginia, PCR, Refunding (Appalachian Power Company Project), Series A, 5.50% due 10/01/2022
	1,115	West Virginia EDA, Lease Revenue Bonds (Correctional, Juvenile and Public Safety), Series A, 5% due 6/01/2029 (h)
Wisconsin - 2.8%	3,930	Wisconsin State Health and Educational Facilities Authority Revenue Bonds (Aurora Health System), Series A, 6.40% due 4/15/2033
	5,000	Wisconsin State Health and Educational Facilities Authority, Revenue Refunding Bonds (Franciscan Services, Inc.), 5.75% due 2/15/2012 (i)
Puerto Rico - 1.4%	4,370	Puerto Rico Commonwealth Highway and Transportation Authority, Transportation Revenue Refunding Bonds, Series N, 5.25% due 7/01/2036 (c)
		Total Municipal Bonds (Cost - \$499,161) - 151.3%

BlackRock Municipal Income Trust II

Schedule of Investments as of November 30, 2007 (Unaudited)

(in
Thousands)

State	Face	Amount	Corporate Bonds	Value
Multi-State - 3.9%	\$	1,000	Charter Mac Equity Issuer Trust, 5.75% due 4/30/2015 (m)	\$ 1,073
		5,000	Charter Mac Equity Issuer Trust, 6% due 4/30/2015 (m)	5,327
		3,500	Charter Mac Equity Issuer Trust, 6% due 4/30/2019 (m)	3,827
		3,000	Charter Mac Equity Issuer Trust, 6.30% due 4/30/2019 (m)	3,265
			Total Corporate Bonds (Cost - \$12,500) - 3.9%	13,492
			Shares	
			Held Short-Term Securities	
		8,400	Merrill Lynch Institutional Tax-Exempt Fund, 3.43% (g)(j)	8,400
			Total Short-Term Securities (Cost - \$8,400) - 2.4%	8,400
			Total Investments (Cost - \$520,061*) - 157.6%	546,703
			Other Assets Less Liabilities - 1.7%	5,856
			Preferred Shares, at Redemption Value - (59.3%)	(205,699)
			Net Assets Applicable to Common Shares - 100.0%	\$ 346,860

* The cost and unrealized appreciation (depreciation) of investments as of November 30, 2007, as computed for federal income tax purposes, were as follows:

Aggregate cost	\$ 519,594
Gross unrealized appreciation	\$ 30,635
Gross unrealized depreciation	(3,526)
Net unrealized appreciation	\$ 27,109

- (a) ACA Insured.
- (b) AMBAC Insured.
- (c) Assured Guaranty Insured.
- (d) Escrowed to maturity.
- (e) FGIC Insured.
- (f) FSA Insured.
- (g) Investments in companies considered to be an affiliate of the Trust, for purposes of Section 2(a)(3) of the Investment Company Act of 1940, were as follows:

Affiliate	Net Activity	Dividend Income
Merrill Lynch Institutional Tax-Exempt Fund	5,200	\$ 67

- (h) MBIA Insured.
- (i) Prerefunded.
- (j) Represents the current yield as of November 30, 2007.
- (k) Security may have a maturity of more than one year at time of issuance, but has variable rate and demand features that qualify it as a short-term security. The rate disclosed is that currently in effect. This rate changes periodically based upon prevailing market rates.
- (l) Radian Insured.
- (m) The security may be offered and sold to "qualified institutional buyers" under Rule 144A of the Securities Act of 1933.

BlackRock Municipal Income Trust II
Schedule of Investments as of November 30, 2007 (Unaudited) (in Thousands)

(n) XL Capital Insured.

(o) Represents a zero coupon bond; the interest rate shown reflects the effective at the time of purchase.
 Forward interest rate swaps outstanding as of November 30, 2007 were as follows:

	Notional Unrealized Amount Depreciation	
Pay a fixed rate of 3.861% and pay a floating rate based on 1-week (SIFMA) Municipal Swap Index Rate Broker, JPMorgan Chase Expires January 2023	\$ 19,000	\$ (618)
Pay a fixed rate of 3.971% and pay a floating rate based on 1-week (SIFMA) Municipal Swap Index Rate Broker, Citibank, N.A. Expires December 2027	\$ 25,670	(963)
Total		\$ (1,581)

Item 2 ☐ Controls and Procedures

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

Item 3 ☐ Exhibits

Certifications ☐ Attached hereto

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

BlackRock Municipal Income Trust II

By: /s/ Donald C. Burke
Donald C. Burke,
Chief Executive Officer of
BlackRock Municipal Income Trust II

Date: January 16, 2008

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

By: /s/ Donald C. Burke
Donald C. Burke,
Chief Executive Officer (principal executive officer) of
BlackRock Municipal Income Trust II

Date: January 16, 2008

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

Date: January 16, 2008