BANK OF MONTREAL /CAN/
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Subject to Completion, dated August 9, 2018

Pricing Supplement to the Prospectus dated April 27, 2017,
the Prospectus Supplement dated April 27, 2017, and the Product Supplement dated May 1, 2017

Senior Medium-Term Notes, Series D

Autocallable Barrier Notes with Contingent Coupons due November 29, 2019

Linked to SPDR® S&P® Oil & Gas Exploration and Production ETF

- The notes are designed for investors who are seeking monthly contingent periodic interest payments (as described in more detail below), as well as a return of principal if the closing price of the SPDR® S&P® Oil & Gas Exploration and Production ETF (the "Reference Stock") on any monthly Observation Date beginning in February 2019 is greater than 110% of its Initial Stock Price (the "Call Level"). Investors should be willing to have their notes automatically redeemed prior to maturity and be willing to lose some or all of their principal at maturity.
- The notes will pay a Contingent Interest Payment on each monthly Interest Payment Date at the rate set forth below if the closing price of the Reference Stock on the applicable monthly Observation Date is greater than the Coupon Barrier. However, if the closing price of the Reference Stock is less than or equal to the Coupon Barrier on an Observation Date, the notes will not pay the Contingent Interest Payment for that Observation Date.
- If on any monthly Observation Date beginning in February 2019, the closing price of the Reference Stock is greater than the Call Level, the notes will be automatically called. On the Call Settlement Date, for each $1,000 principal amount, investors will receive the principal amount plus the Contingent Interest Payment.
- The notes do not guarantee any return of principal at maturity. Instead, if the notes are not automatically called, the payment at maturity will be based on the Final Stock Price of the Reference Stock and whether the closing price of that Reference Stock has declined from the Initial Stock Price below the Trigger Price during the Monitoring Period (a "Trigger Event"), as described below.
- If the notes are not automatically redeemed, a Trigger Event has occurred, and the Final Stock Price is lower than the Initial Stock Price on the Valuation Date, investors will be subject to one-for-one loss of the principal amount of the notes for any percentage decrease from the Initial Stock Price to the Final Stock Price. In such a case, you will receive a cash amount at maturity that is less than the principal amount, together with the final Contingent Interest Payment, if payable.

- The notes will not be listed on any securities exchange.
- All payments on the notes are subject to the credit risk of Bank of Montreal.
- The notes will be issued in minimum denominations of $1,000 and integral multiples of $1,000.
- Our subsidiary, BMO Capital Markets Corp. (“BMOCM”), is the agent for this offering. See “Supplemental Plan of Distribution (Conflicts of Interest)” below

Terms of the Notes:

Pricing Date:	On or about August 24, 2018	**Maturity Date:**	On or about November 29, 2019
Settlement Date:	On or about August 29, 2018	**Call Level:**	110% of the Initial Stock Price
Valuation Date:	On or about November 25, 2019		

Specific Terms of the Notes:

Autocallable Note Number	**Reference Stock Issuer**	**Ticker Symbol**	**Initial Stock Price**	**Coupon Barrier and Trigger Price**	**Contingent Interest Rate**	**CUSIP**	**Principal Amount**	**Price to Public[(1)]**	**Agent's Commission[(1)]**	**Proceeds to Bank of Montreal**
ARC420	SPDR® S&P® Oil & Gas Exploration and Production ETF	XOP		70% of the Initial Price	7.50% (0.625% per month)	06367WAX1		100%	2.25% US$	97.75% US$

(1) Certain dealers who purchase the notes for sale to certain fee-based advisory accounts may forego some or all of their selling concessions, fees or commissions. The public offering price for investors purchasing the notes in these accounts may be between $977.50 and $1,000 per $1,000 in principal amount.

Investing in the notes involves risks, including those described in the “Selected Risk Considerations” section beginning on page P-5 of this pricing supplement, the “Additional Risk Factors Relating to the Notes” section beginning on page PS-4 of the product supplement, and the “Risk Factors” sections beginning on page S-1 of the prospectus supplement and on page 8 of the prospectus.

Neither the Securities and Exchange Commission nor any state securities commission has approved or disapproved of the notes or passed upon the accuracy of this pricing supplement, the product supplement, the prospectus supplement or the prospectus. Any representation to the contrary is a criminal offense.

The notes will be our unsecured obligations and will not be savings accounts or deposits that are insured by the United States Federal Deposit Insurance Corporation, the Deposit Insurance Fund, the Canada Deposit Insurance Corporation or any other governmental agency or instrumentality or other entity.

On the date of this preliminary pricing supplement, based on the terms set forth above, the estimated initial value of the notes is $949.50. The estimated initial value of the notes on the Pricing Date may differ from this value but will not be less than $940 per $1,000. However, as discussed in more detail in this pricing supplement, the actual value of the notes at any time will reflect many factors and cannot be predicted with accuracy.

BMO CAPITAL MARKETS

Key Terms of the Notes:

Reference Stock:	SPDR® S&P® Oil & Gas Exploration and Production ETF (NYSE Arca symbol: XOP). See the section below entitled "The Reference Stock" for additional information about the Reference Stock.
Underlying Index:	S&P® Oil & Gas Exploration & Production Select Industry® Index.
Contingent Interest Payment Dates:	Interest, if payable, will be paid on the last business day of each month beginning on September 28, 2019, to and including the Maturity Date, subject to the automatic redemption feature. The final Contingent Interest Payment Date will be the Maturity Date.
Contingent Interest Payments:	If the price of the Reference Stock on an Observation Date is greater than the Coupon Barrier, a Contingent Interest Payment will be paid on the Interest Payment Date, at the rate specified on the cover page.
Contingent Interest Rate:	7.50% per annum (0.625% of the principal amount per month) unless earlier redeemed. Accordingly, each interest payment, if payable, will equal $6.25 for each $1,000 in principal amount per month.
Coupon Barrier and Trigger Price:	70% of the Initial Stock Price (rounded to two decimal places)
Automatic Redemption:	If, on any monthly Observation Date beginning in February 2019, the closing price of the Reference Stock is greater than the Call Level, the notes will be automatically redeemed.
Payment upon Automatic Redemption:	If the notes are automatically redeemed, then, on the applicable Call Settlement Date, for each $1,000 principal amount, investors will receive the principal amount plus the applicable Contingent Interest Payment.
Observation Dates:	Three trading days prior to the applicable Contingent Interest Payment Date.
Call Settlement Dates:	The Contingent Interest Payment Date immediately following the applicable Observation Date.
Payment at Maturity:	If the notes are not automatically redeemed, the payment at maturity for the notes is based on the performance of the Reference Stock. You will receive $1,000 for each $1,000 in principal amount of the note, unless (a) a Trigger Event has occurred **and** (b) the Final Stock Price is less than the Initial Stock Price. If a Trigger Event has occurred, and if the Final Stock Price is less than the Initial Stock Price, you will receive at maturity, for each $1,000 in principal amount of your notes, a cash amount equal to:

	$1,000 + [$1,000 x Percentage Change]
	This amount will be less than the principal amount of your notes, and may be zero.
	In each case, you will also receive the final Contingent Interest Payment, if payable.
Trigger Event:	A Trigger Event will be deemed to occur if the closing price of the Reference Stock is less than the Trigger Price on any trading day during the Monitoring Period.
Monitoring Period:	The period from the Pricing Date to and including the Valuation Date.
Percentage Change:	$\frac{\text{Final Stock Price — Initial Stock Price}}{\text{Initial Stock Price}}$, expressed as a percentage
Initial Stock Price:	The closing price of the Reference Stock on the Pricing Date. The Initial Stock Price is subject to adjustment in certain circumstances. See "General Terms of the Notes — Payment at Maturity" and "— Anti-dilution Adjustments" in the product supplement for additional information about these adjustments.
Call Level:	110% of the Initial Stock Price.
Final Stock Price:	The closing price of the Reference Stock on the Valuation Date.
Pricing Date:	On or about August 24, 2018
Settlement Date:	On or about August 29, 2018
Valuation Date:	On or about November 25, 2019
Maturity Date:	On or about November 29, 2019

Physical Delivery Amount:	We will only pay cash on the maturity date, and you will have no right to receive any shares of the Reference Stock.
Calculation Agent:	BMOCM
Selling Agent:	BMOCM

The Pricing Date and the settlement date are subject to change. The actual Pricing Date, Settlement Date, Contingent Interest Payment Dates, Observation Dates, Valuation Date and Maturity Date for the notes will be set forth in the final pricing supplement.

Additional Terms of the Notes

You should read this pricing supplement together with the product supplement dated May 1, 2017, the prospectus supplement dated April 27, 2017 and the prospectus dated April 27, 2017. **This pricing supplement, together with the documents listed below, contains the terms of the notes and supersedes all other prior or contemporaneous oral statements as well as any other written materials including preliminary or indicative pricing terms, correspondence, trade ideas, structures for implementation, sample structures, fact sheets, brochures or other educational materials of ours or the agent.** You should carefully consider, among other things, the matters set forth in "Additional Risk Factors Relating to the Notes" in the product supplement, as the notes involve risks not associated with conventional debt securities. We urge you to consult your investment, legal, tax, accounting and other advisers before you invest in the notes.

You may access these documents on the SEC website at www.sec.gov as follows (or if such address has changed, by reviewing our filings for the relevant date on the SEC website):

- Product supplement dated May 1, 2017: https://www.sec.gov/Archives/edgar/data/927971/000121465917002873/j427172424b5.htm
- Prospectus supplement dated April 27, 2017: https://www.sec.gov/Archives/edgar/data/927971/000119312517142764/d381374d424b5.htm
- Prospectus dated April 27, 2017: https://www.sec.gov/Archives/edgar/data/927971/000119312517142728/d254784d424b2.htm

Our Central Index Key, or CIK, on the SEC website is 927971. As used in this pricing supplement, "we," "us" or "our" refers to Bank of Montreal.

We have filed a registration statement (including a prospectus) with the SEC for the offering to which this document relates. Before you invest, you should read the prospectus in that registration statement and the other documents that we have filed with the SEC for more complete information about us and this offering. You may obtain these documents free of charge by visiting the SEC's website at http://www.sec.gov. Alternatively, we will arrange to send to you the prospectus (as supplemented by the prospectus supplement and product supplement) if you request it by calling our agent toll-free at 1-877-369-5412.

Selected Risk Considerations

An investment in the notes involves significant risks. Investing in the notes is not equivalent to investing directly in the Reference Stock. These risks are explained in more detail in the "Additional Risk Factors Relating to the Notes" section of the product supplement.

- **Your investment in the notes may result in a loss.** — The notes do not guarantee any return of principal. If the notes are not automatically redeemed, the payment at maturity will be based on the Final Stock Price and whether a Trigger Event has occurred. If a Trigger Event has occurred, and if the Final Stock Price is less than the Initial Stock Price, you will be subject to a one-for-one loss of the principal amount of the notes for any Percentage Change from the Initial Stock Price. In such a case, you will receive at maturity a cash payment that is less than the principal amount of the notes and may be zero. **Accordingly, you could lose up to the entire principal amount of your notes, and your payments on the notes could be limited to the Contingent Interest Payments, if any.**

- **The protection provided by the Trigger Price may terminate on any day during the Monitoring Period. —** If the closing price of the Reference Stock on any trading day during the Monitoring Period is less than the Trigger Price, you will be fully exposed at maturity to any decrease in the price of the Reference Stock. Under these circumstances, if the Percentage Change on the Valuation Date is less than zero, you will lose 1% (or a fraction thereof) of the principal amount of your investment for every 1% (or a fraction thereof) that the Final Stock Price is less than the Initial Stock Price. You will be subject to this potential loss of principal even if, after the Trigger Event, the price of the Reference Stock increases above the Trigger Price.

- **You may not receive any Contingent Interest Payments with respect to your notes.** — We will not necessarily make periodic interest payments on the notes. If the closing price of the Reference Stock on an Observation Date is less than the Coupon Barrier, we will not pay you the Contingent Interest Payment applicable to that Observation Date. If the closing price of the Reference Stock is less than the Coupon Barrier on each of the Observation Dates, we will not pay you any Contingent Interest Payments during the term of the notes, and you will not receive a positive return on the notes. Furthermore, the non-payment of the Contingent Interest Payment as to the final Observation Date will coincide with a loss of principal on the notes if a Trigger Event has previously occurred, because in such a case, the Final Stock Price will be less than the Trigger Price.

- **Your notes are subject to automatic early redemption.** — We will redeem the notes if the closing price of the Reference Stock on any Observation Date beginning in February 2019 is greater than the Call Level. Following an automatic redemption, you will not receive any additional Conditional Interest Payments on the notes, and you may not be able to reinvest your proceeds in an investment with returns that are comparable to the notes.

- **Your return on the notes is limited to the Contingent Interest Payments, if any, regardless of any appreciation in the value of the Reference Stock.** — You will not receive a payment at maturity with a value greater than your principal amount plus the final Contingent Interest Payment, if payable. In addition, if the notes are automatically called, you will not receive a payment greater than the principal amount plus the applicable Contingent Interest

Payment, even if the Final Stock Price exceeds the Call Level by a substantial amount. Accordingly, your maximum return on the notes is limited to the potential return represented by the Contingent Interest Payments.

- **Your investment is subject to the credit risk of Bank of Montreal.** — Our credit ratings and credit spreads may adversely affect the market value of the notes. Investors are dependent on our ability to pay any amounts due on the notes, and therefore investors are subject to our credit risk and to changes in the market's view of our creditworthiness. Any decline in our credit ratings or increase in the credit spreads charged by the market for taking our credit risk is likely to adversely affect the value of the notes.

- **Potential conflicts.** — We and our affiliates play a variety of roles in connection with the issuance of the notes, including acting as calculation agent. In performing these duties, the economic interests of the calculation agent and other affiliates of ours are potentially adverse to your interests as an investor in the notes. We or one or more of our affiliates may also engage in trading of shares of the Reference Stock or the securities held by the Reference Stock on a regular basis as part of our general broker-dealer and other businesses, for proprietary accounts, for other accounts under management or to facilitate transactions for our customers. Any of these activities could adversely affect the price of the Reference Stock and, therefore, the market value of, and the payments on, the notes. We or one or more of our affiliates may also issue or underwrite other securities or financial or derivative instruments with returns linked or related to changes in the performance of the Reference Stock. By introducing competing products into the marketplace in this manner, we or one or more of our affiliates could adversely affect the market value of the notes.

- **Our initial estimated value of the notes will be lower than the price to public. —** Our initial estimated value of the notes is only an estimate, and is based on a number of factors. The price to public of the notes will exceed our initial estimated value, because costs associated with offering, structuring and hedging the notes are included in the price to public, but are not included in the estimated value. These costs include the underwriting discount and selling concessions, the profits that we and our affiliates expect to realize for assuming the risks in hedging our obligations under the notes and the estimated cost of hedging these obligations. The initial estimated value of the notes may be as low as the amount indicated on the cover page of this pricing supplement.

- **Our initial estimated value does not represent any future value of the notes, and may also differ from the estimated value of any other party.** — Our initial estimated value of the notes as of the date of this preliminary pricing supplement is, and our estimated value as determined on the Pricing Date will be, derived using our internal pricing models. This value is based on market conditions and other relevant factors, which include volatility of the Reference Stock, dividend rates and interest rates. Different pricing models and assumptions could provide values for the notes that are greater than or less than our initial estimated value. In addition, market conditions and other relevant factors after the Pricing Date are expected to change, possibly rapidly, and our assumptions may prove to be incorrect. After the Pricing Date, the value of the notes could change dramatically due to changes in market conditions, our creditworthiness, and the other factors set forth in this pricing supplement and the product supplement. These changes are likely to impact the price, if any, at which we or BMOCM would be willing to purchase the notes from you in any secondary market transactions. Our initial estimated value does not represent a minimum price at which we or our affiliates would be willing to buy your notes in any secondary market at any time.

- **The terms of the notes are not determined by reference to the credit spreads for our conventional fixed-rate debt.** — To determine the terms of the notes, we will use an internal funding rate that represents a discount from the credit spreads for our conventional fixed-rate debt. As a result, the terms of the notes are less favorable to you than if we had used a higher funding rate.

- **Certain costs are likely to adversely affect the value of the notes.** — Absent any changes in market conditions, any secondary market prices of the notes will likely be lower than the price to public. This is because any secondary market prices will likely take into account our then-current market credit spreads, and because any secondary market prices are likely to exclude all or a portion of the underwriting discount and selling concessions, and the hedging profits and estimated hedging costs that are included in the price to public of the notes and that may be reflected on your account statements. In addition, any such price is also likely to reflect a discount to account for costs associated with establishing or unwinding any related hedge transaction, such as dealer discounts, mark-ups and other transaction costs. As a result, the price, if any, at which BMOCM or any other party may be willing to purchase the notes from you in secondary market transactions, if at all, will likely be lower than the price to public. Any sale that you make prior to the maturity date could result in a substantial loss to you.

- **Owning the notes is not the same as owning shares of the Reference Stock or a security directly linked to the Reference Stock.** — The return on your notes will not reflect the return you would realize if you actually owned shares of the Reference Stock or a security directly linked to the performance of the Reference Stock and held that investment for a similar period. Your notes may trade quite differently from the Reference Stock. Changes in the price of the Reference Stock may not result in comparable changes in the market value of your notes. Even if the price of the Reference Stock increases during the term of the notes, the market value of the notes prior to maturity may not increase to the same extent. It is also possible for the market value of the notes to decrease while the price of the Reference Stock increases. In addition, any dividends or other distributions paid on the Reference Stock will not be reflected in the amount payable on the notes. The return on the notes may be less than the return on an investment in the Reference Stock.

- **You will not have any shareholder rights and will have no right to receive any shares of the Reference Stock at maturity.** — Investing in your notes will not make you a holder of any shares of the Reference Stock, or any securities held by the Reference Stock. Neither you nor any other holder or owner of the notes will have any voting rights, any right to receive dividends or other distributions, or any other rights with respect to those securities.

- **No Delivery of Shares of the Reference Stock.** — The notes will be payable only in cash. You should not invest in the notes if you seek to have the shares of the Reference Stock delivered to you at maturity.

- **Changes that affect the Underlying Index will affect the market value of the notes, whether the notes will be automatically called, and the amount you will receive at maturity.** — The policies of the index sponsor, NYSE Arca for the Underlying Index, concerning the calculation of the Underlying Index, additions, deletions or substitutions of the components of the Underlying Index and the manner in which changes affecting those components, such as stock dividends, reorganizations or mergers, may be reflected in the Underlying Index and, therefore, could affect the share price of the Reference Stock, the amounts payable on the notes, whether the notes are automatically called, and the market value of the notes prior to maturity. The amounts payable on the notes and their market value could also be affected if the index sponsor changes these policies, for example, by changing the manner in which it calculates the Underlying Index, or if the index sponsor discontinues or suspends the calculation or publication of the Underlying Index.

- **We have no affiliation with the index sponsor of the Underlying Index and will not be responsible for its actions.** — The sponsor of the Underlying Index is not our affiliate, and will not be involved in the offering of the notes in any way. Consequently, we have no control over the actions of the index sponsor of the Underlying Index, including any actions of the type that would require the calculation agent to adjust the payment to you at maturity. The index sponsor of the Underlying Index has no obligation of any sort with respect to the notes. Thus, the index sponsor of the Underlying Index has no obligation to take your interests into consideration for any reason, including in taking any actions that might affect the value of the notes. None of our proceeds from the issuance of the notes will be delivered to the index sponsor of the Underlying Index.

- **Adjustments to the Reference Stock could adversely affect the notes.** — The sponsor and advisor of the Reference Stock, SSgA Funds Management, Inc. ("SSFM"), is responsible for calculating and maintaining the Reference Stock. The sponsor and advisor of the Reference Stock can add, delete or substitute the stocks comprising the Reference Stock or make other methodological changes that could change the share price of the Reference Stock at any time. If one or more of these events occurs, the calculation of the amount payable at maturity may be adjusted to reflect such event or events. Consequently, any of these actions could adversely affect the amounts payable on the notes and/or the market value of the notes.

- **We and our affiliates do not have any affiliation with the investment advisor or the Reference Stock Issuer and are not responsible for its public disclosure of information.** — The investment advisor of the Reference Stock Issuer advises the Reference Stock Issuer on various matters, including matters relating to the policies, maintenance and calculation of the Reference Stock. We and our affiliates are not affiliated with the investment advisor or the Reference Stock Issuer in any way and have no ability to control or predict its actions, including any errors in or discontinuance of disclosure regarding the methods or policies relating to the Reference Stock. Neither the investment advisor nor the Reference Stock Issuer is involved in the offering of the notes in any way or has any obligation to consider your interests as an owner of the notes in taking any actions relating to the Reference Stock Issuer that might affect the value of the notes. Neither we nor any of our affiliates has independently verified the adequacy or accuracy of the information about the investment advisor, the Reference Stock Issuer or the Reference Stock contained in any public disclosure of information. You, as an investor in the notes, should make your own investigation into the Reference Stock Issuer.

The correlation between the performance of the Reference Stock and the performance of the Underlying Index may be imperfect. — The performance of the Reference Stock is linked principally to the performance of the Underlying Index. However, because of the potential discrepancies identified in more detail in the product supplement, the return on the Reference Stock may correlate imperfectly with the return on the Underlying Index.

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- **The Reference Stock is subject to management risks.** — The Reference Stock is subject to management risk, which is the risk that the investment advisor's investment strategy, the implementation of which is subject to a number of constraints, may not produce the intended results. For example, the investment advisor may invest a portion of the Reference Stock Issuer's assets in securities not included in the relevant industry or sector but which the investment advisor believes will help the Reference Stock track the relevant industry or sector.

- **Lack of liquidity.** — The notes will not be listed on any securities exchange. BMOCM may offer to purchase the notes in the secondary market, but is not required to do so. Even if there is a secondary market, it may not provide enough liquidity to allow you to trade or sell the notes easily. Because other dealers are not likely to make a secondary market for the notes, the price at which you may be able to trade the notes is likely to depend on the price, if any, at which BMOCM is willing to buy the notes.

- **Hedging and trading activities.** — We or any of our affiliates may carry out hedging activities related to the notes, including in the Reference Stock, the securities that it holds, or instruments related to the Reference Stock. We or our affiliates may also trade in the Reference Stock, such securities, or instruments related to the Reference Stock from time to time. Any of these hedging or trading activities on or prior to the Pricing Date and during the term of the notes could adversely affect the payments on the notes.

- **Many economic and market factors will influence the value of the notes.** — In addition to the price of the Reference Stock and interest rates on any trading day, the value of the notes will be affected by a number of economic and market factors that may either offset or magnify each other, and which are described in more detail in the product supplement.

- **You must rely on your own evaluation of the merits of an investment linked to the Reference Stock.** — In the ordinary course of their businesses, our affiliates from time to time may express views on expected movements in the price of the Reference Stock or the securities held by the Reference Stock. One or more of our affiliates have published, and in the future may publish, research reports that express views on the Reference Stock or these securities. However, these views are subject to change from time to time. Moreover, other professionals who deal in the markets relating to Reference Stock at any time may have significantly different views from those of our affiliates. You are encouraged to derive information concerning the Reference Stock from multiple sources, and you should not rely on the views expressed by our affiliates.

Neither the offering of the notes nor any views which our affiliates from time to time may express in the ordinary course of their businesses constitutes a recommendation as to the merits of an investment in the notes.

- **Significant aspects of the tax treatment of the notes are uncertain.** — The tax treatment of the notes is uncertain. We do not plan to request a ruling from the Internal Revenue Service or from any Canadian authorities regarding the tax treatment of the notes, and the Internal Revenue Service or a court may not agree with the tax treatment described in this pricing supplement.

The Internal Revenue Service has released a notice that may affect the taxation of holders of “prepaid forward contracts” and similar instruments. According to the notice, the Internal Revenue Service and the U.S. Treasury are actively considering whether the holder of such instruments should be required to accrue ordinary income on a current basis. While it is not clear whether the notes would be viewed as similar to such instruments, it is possible that any future guidance could materially and adversely affect the tax consequences of an investment in the notes, possibly with retroactive effect.

Please read carefully the section entitled “Supplemental U.S. Federal Income Tax Considerations” in this pricing supplement, the section entitled “United States Federal Income Taxation” in the accompanying prospectus and the section entitled “Certain Income Tax Consequences” in the accompanying prospectus supplement. You should consult your tax advisor about your own tax situation.

Additional Risks Relating to the SPDR® S&P® Oil & Gas Exploration & Production ETF

- **The stocks included in the Underlying Index of SPDR® S&P® Oil & Gas Exploration & Production ETF are concentrated in one sector.** — All of the stocks included in the Underlying Index are issued by companies in the oil and gas exploration and production sector. As a result, the stocks that will determine the performance of the Underlying Index, which the Reference Stock seeks to replicate, are concentrated in one sector. Although an investment in the notes will not give holders any ownership or other direct interests in the stocks comprising the Underlying Index, the return on an investment in the notes will be subject to certain risks associated with a direct equity investment in companies in the oil and gas exploration and production sector. Accordingly, by investing in the notes, you will not benefit from the diversification which could result from an investment linked to companies that operate in multiple sectors.

The issuers of the stocks held by the Reference Stock and included in the Underlying Index develop and produce, among other things, crude oil and natural gas, and provide, among other things, drilling services and other services related to oil and gas production and distribution. Stock prices for these types of companies are affected by supply and demand both for their specific product or service and for oil and gas products in general. The price of oil and gas, exploration and production spending, government regulation, world events and economic conditions will likewise affect the performance of these companies. Correspondingly, the stocks of companies in this sector are subject to swift price fluctuations caused by events relating to international politics, energy conservation, the success of exploration projects and tax and other governmental regulatory policies. Weak demand for the companies' products or services or for oil and gas products and services in general, as well as negative developments in these other areas, would adversely impact the value of the stocks held by the Reference Stock and included in the Underlying Index, the market price of the Reference Stock, and the value of the notes.

Examples of the Hypothetical Payment at Maturity for a $1,000 Investment in the Notes

The following table illustrates the hypothetical payments on a note at maturity, assuming that the notes are not automatically called. The hypothetical payments are based on a $1,000 investment in the note, a hypothetical Initial Stock Price of $100.00, a hypothetical Trigger Price of $70.00 (70% of the hypothetical Initial Stock Price), a hypothetical Call Level of $110.00 (110% of the hypothetical Initial Stock Price), a range of hypothetical Final Stock Prices and the effect on the payment at maturity if (i) a Trigger Event occurs or (ii) if a Trigger Event does not occur.

The hypothetical examples shown below are intended to help you understand the terms of the notes. If the notes are not automatically called, the actual cash amount that you will receive at maturity will depend upon the Final Stock Price of the Reference Stock, and whether a Trigger Event occurs. If the notes are automatically called prior to maturity, the hypothetical examples below will not be relevant, and you will receive on the applicable Call Settlement Date, for each $1,000 principal amount, the principal amount plus the applicable Contingent Interest Payment.

As discussed in more detail above, your total return on the notes will depend on the number of Contingent Interest Payment Dates on which the Contingent Interest Payment is payable. It is possible that the only payments on your notes will be the payment, if any, due at maturity. The payment at maturity will not exceed the principal amount, and may be significantly less.

		Payment at Maturity (Excluding Interest Payments)	
Hypothetical Final Stock Price	**Hypothetical Final Stock Price Expressed as a Percentage of the Initial Stock Price**	**(i) if the closing market price of the Reference Stock does not fall below the Trigger Price on any day during the Monitoring Period**	**(ii) if the closing market price of the Reference Stock falls below the Trigger Price on any day during the Monitoring Period**
$150.00	150.00%	$1,000.00	$1,000.00
$125.00	125.00%	$1,000.00	$1,000.00
$110.00	110.00%	$1,000.00	$1,000.00
$100.00	100.00%	$1,000.00	$1,000.00

$90.00	90.00%	$1,000.00	$900.00
$80.00	80.00%	$1,000.00	$800.00
$75.00	75.00%	$1,000.00	$750.00
$70.00	70.00%	$1,000.00	$700.00
$65.00	65.00%	N/A	$650.00
$50.00	50.00%	N/A	$500.00
$25.00	25.00%	N/A	$250.00
$0.00	0.00%	N/A	$0.00

Supplemental U.S. Federal Income Tax Considerations

The following, together with the discussion of U.S. federal income taxation in the accompanying prospectus and prospectus supplement, is a general description of the material U.S. tax considerations relating to the notes. It does not purport to be a complete analysis of all tax considerations relating to the notes. Prospective purchasers of the notes should consult their tax advisors as to the consequences under the tax laws of the country of which they are resident for tax purposes and the tax laws of Canada and the U.S. of acquiring, holding and disposing of the notes and receiving payments under the notes. This summary is based upon the law as in effect on the date of this pricing supplement and is subject to any change in law that may take effect after such date.

The following section supplements the discussion of U.S. federal income taxation in the accompanying prospectus and prospectus supplement with respect to United States holders (as defined in the accompanying prospectus). It applies only to those holders who are not excluded from the discussion of U.S. federal income taxation in the accompanying prospectus. It does not apply to holders subject to special rules including holders subject to Section 451(b) of the Code. In addition, the discussion below assumes that an investor in the notes will be subject to a significant risk that it will lose a significant amount of its investment in the notes. Bank of Montreal intends to treat Contingent Interest Payments with respect to the notes as U.S. source income for U.S. federal income tax purposes.

You should consult your tax advisor concerning the U.S. federal income tax and other tax consequences of your investment in the notes in your particular circumstances, including the application of state, local or other tax laws and the possible effects of changes in federal or other tax laws.

NO STATUTORY, JUDICIAL OR ADMINISTRATIVE AUTHORITY DIRECTLY DISCUSSES HOW THE NOTES SHOULD BE TREATED FOR U.S. FEDERAL INCOME TAX PURPOSES. AS A RESULT, THE U.S. FEDERAL INCOME TAX CONSEQUENCES OF AN INVESTMENT IN THE NOTES ARE UNCERTAIN. BECAUSE OF THE UNCERTAINTY, YOU SHOULD CONSULT YOUR TAX ADVISOR IN DETERMINING THE U.S. FEDERAL INCOME TAX AND OTHER TAX CONSEQUENCES OF YOUR INVESTMENT IN THE NOTES, INCLUDING THE APPLICATION OF STATE, LOCAL OR OTHER TAX LAWS AND THE POSSIBLE EFFECTS OF CHANGES IN FEDERAL OR OTHER TAX LAWS.

We will not attempt to ascertain whether the Reference Stock or any of the entities whose stock is owned by the Reference Stock would be treated as a “passive foreign investment company” within the meaning of Section 1297 of the Code or a “U.S. real property holding corporation” within the meaning of Section 897 of the Code. If a Reference Stock or any of the entities whose stock is owned by the Reference Stock were so treated, certain adverse U.S. federal income tax consequences could possibly apply. You should refer to any available information filed with the SEC by the Reference Stock or any of the entities whose stock is owned by the Reference Stock and consult your tax advisor regarding the possible consequences to you in this regard.

In the opinion of our counsel, Morrison & Foerster LLP, it would generally be reasonable to treat a note with terms described in this pricing supplement as a pre-paid cash-settled contingent income-bearing derivative contract in respect of the Reference Stock for U.S. federal income tax purposes, and the terms of the notes require a holder and us (in the absence of a change in law or an administrative or judicial ruling to the contrary) to treat the notes for all tax purposes in accordance with such characterization. Although the U.S. federal income tax treatment of the Contingent Interest Payments is uncertain, we intend to take the position, and the following discussion assumes, that such Contingent Interest Payments (including any interest payment on or with respect to the maturity date) constitute taxable ordinary income to a United States holder at the time received or accrued in accordance with the holder’s regular method of accounting. If the notes are treated as described above, it would be reasonable for a United States holder to take the position that it will recognize capital gain or loss upon the sale or maturity of the notes in an amount equal to the difference between the amount a United States holder receives at such time (other than amounts properly attributable to any interest payments, which would be treated, as described above, as ordinary income) and the United States holder’s tax basis in the notes. In general, a United States holder’s tax basis in the notes will be equal to the price the holder paid for the notes. Capital gain recognized by an individual United States holder is generally taxed at ordinary income rates where the property is held for one year or less. The deductibility of capital losses is subject to limitations.

Alternative Treatments

Alternative tax treatments of the notes are also possible and the Internal Revenue Service might assert that a treatment other than that described above is more appropriate. For example, it would be possible to treat the notes, and the Internal Revenue Service might assert that the notes should be treated, as a single debt instrument. Such a debt instrument would be subject to the tax rules governing short-term debt instruments. If the notes are so treated, a United States holder would generally be required to accrue interest currently over the term of the notes irrespective of the Contingent Interest Payments, if any, paid on the notes. In addition, any gain a United States holder might recognize upon the sale or maturity of the notes would be ordinary income and any loss recognized by a holder at such time would be ordinary loss to the extent of interest that same holder included in income in the current or previous taxable years in respect of the notes, and thereafter, would be capital loss.

Because of the absence of authority regarding the appropriate tax characterization of the notes, it is also possible that the Internal Revenue Service could seek to characterize the notes in a manner that results in other tax consequences that are different from those described above.

The Internal Revenue Service has released a notice that may affect the taxation of holders of the notes. According to the notice, the Internal Revenue Service and the Treasury Department are actively considering whether the holder of an instrument such as the notes should be required to accrue ordinary income on a current basis irrespective of any interest payments, and they sought taxpayer comments on the subject. It is not possible to determine what guidance they will ultimately issue, if any. It is possible, however, that under such guidance, holders of the notes will ultimately be required to accrue income currently and this could be applied on a retroactive basis. The Internal Revenue Service and the Treasury Department are also considering other relevant issues, including whether additional gain or loss from such instruments should be treated as ordinary or capital and whether the special “constructive ownership rules” of Section 1260 of the Code might be applied to such instruments. Holders are urged to consult their tax advisors concerning the significance, and the potential impact, of the above considerations. We intend to treat the notes for U.S. federal income tax purposes in accordance with the treatment described in this pricing supplement unless and until such time as the Treasury Department and Internal Revenue Service determine that some other treatment is more appropriate.

Backup Withholding and Information Reporting

Please see the discussion under “United States Federal Income Taxation—Other Considerations—Backup Withholding and Information Reporting” in the accompanying prospectus for a description of the applicability of the backup withholding and information reporting rules to payments made on your notes.

Non-United States Holders

The following discussion applies to non-United States holders of the notes. A non-United States holder is a beneficial owner of a note that, for U.S. federal income tax purposes, is a non-resident alien individual, a foreign corporation, or a foreign estate or trust.

While the U.S. federal income tax treatment of the notes (including proper characterization of the Contingent Interest Payments for U.S. federal income tax purposes) is uncertain, U.S. federal income tax at a 30% rate (or at a lower rate under an applicable income tax treaty) will be withheld in respect of the Contingent Interest Payments paid to a non-United States holder unless such payments are effectively connected with the conduct by the non-United States holder of a trade or business in the U.S. (in which case, to avoid withholding, the non-United States holder will be required to provide a Form W-8ECI). We will not pay any additional amounts in respect of such withholding. To claim benefits under an income tax treaty, a non-United States holder must obtain a taxpayer identification number and certify as to its eligibility under the appropriate treaty's limitations on benefits article, if applicable (which certification may generally be made on a Form W-8BEN or W-8BEN-E, or a substitute or successor form). In addition, special rules may apply to claims for treaty benefits made by corporate non-United States holders. A non-United States holder that is eligible for a reduced rate of U.S. federal withholding tax pursuant to an income tax treaty may obtain a refund of any excess amounts withheld by filing an appropriate claim for refund with the Internal Revenue Service. The availability of a lower rate of withholding or an exemption from withholding under an applicable income tax treaty will depend on the proper characterization of the Contingent Interest Payments under U.S. federal income tax laws and whether such treaty rate or exemption applies to such payments. No assurance can be provided on the proper characterization of the Contingent Interest Payments for U.S. federal income tax purposes and, accordingly, no assurance can be provided on the availability of benefits under any income tax treaty. Non-United States holders must consult their tax advisors in this regard.

Except as discussed below, a non-United States holder will generally not be subject to U.S. federal income or withholding tax on any gain (not including for the avoidance of doubt any amounts properly attributable to any interest which would be subject to the rules discussed in the previous paragraph) upon the sale or maturity of the notes, provided that (i) the holder complies with any applicable certification requirements (which certification may generally be made on a Form W-8BEN or W-8BEN-E, or a substitute or successor form), (ii) the payment is not effectively connected with the conduct by the holder of a U.S. trade or business, and (iii) if the holder is a non-resident alien individual, such holder is not present in the U.S. for 183 days or more during the taxable year of the sale or maturity of the notes. In the case of (ii) above, the holder generally would be subject to U.S. federal income tax with respect to any income or gain in the same manner as if the holder were a United States holder and, in the case of a holder that is a corporation, the holder may also be subject to a branch profits tax equal to 30% (or such lower rate provided by an applicable U.S. income tax treaty) of a portion of its earnings and profits for the taxable year that are effectively connected with its conduct of a trade or business in the U.S., subject to certain adjustments. Payments made to a non-United States holder may be subject to information reporting and to backup withholding unless the holder complies with applicable certification and identification requirements as to its foreign status.

A “dividend equivalent” payment is treated as a dividend from sources within the U.S. and such payments generally would be subject to a 30% U.S. withholding tax if paid to a non-United States holder. Under U.S. Treasury Department regulations, payments (including deemed payments) with respect to equity-linked instruments (“ELIs”) that are “specified ELIs” may be treated as dividend equivalents if such specified ELIs reference an interest in an “underlying security,” which is generally any interest in an entity taxable as a corporation for U.S. federal income tax purposes if a payment with respect to such interest could give rise to a U.S. source dividend. However, Internal Revenue Service guidance provides that withholding on dividend equivalent payments will not apply to specified ELIs that are not delta-one instruments and that are issued before January 1, 2019. Based on our determination that the notes are not “delta-one” instruments, non-United States holders should not be subject to withholding on dividend equivalent payments, if any, under the notes. However, it is possible that the notes could be treated as deemed reissued for U.S. federal income tax purposes upon the occurrence of certain events affecting the Reference Stock or the notes, and following such occurrence the notes could be treated as delta-one specified ELIs that are subject to withholding on dividend equivalent payments. Non-United States holders that enter, or have entered, into other transactions in respect of the Reference Stock or the notes should consult their tax advisors as to the application of the dividend equivalent withholding tax in the context of the notes and their other transactions. If any payments are treated as dividend equivalents subject to withholding, we (or the applicable paying agent) would be entitled to withhold taxes without being required to pay any additional amounts with respect to amounts so withheld.

As discussed above, alternative characterizations of the notes for U.S. federal income tax purposes are possible. Should an alternative characterization, by reason of change or clarification of the law, by regulation or otherwise, cause payments as to the notes to become subject to withholding tax in addition to the withholding tax described above, we will withhold tax at the applicable statutory rate. The Internal Revenue Service has also indicated that it is considering whether income in respect of instruments such as the notes should be subject to withholding tax. Prospective investors should consult their own tax advisors in this regard.

Foreign Account Tax Compliance Act

The Foreign Account Tax Compliance Act imposes a 30% U.S. withholding tax on certain U.S. source payments, including interest (and OID), dividends, other fixed or determinable annual or periodical gain, profits, and income, and on the gross proceeds from a disposition of property of a type which can produce U.S. source interest or dividends ("Withholdable Payments"), if paid to a foreign financial institution (including amounts paid to a foreign financial institution on behalf of a holder), unless such institution enters into an agreement with the Treasury Department to collect and provide to the Treasury Department substantial information regarding U.S. account holders, including certain account holders that are foreign entities with U.S. owners, with such institution. A note may constitute an account for these purposes. The legislation also generally imposes a withholding tax of 30% on Withholdable Payments made to a non-financial foreign entity unless such entity provides the withholding agent with a certification that it does not have any substantial U.S. owners or a certification identifying the direct and indirect substantial U.S. owners of the entity.

The U.S. Treasury Department and the Internal Revenue Service have announced that withholding on payments of gross proceeds from a sale or redemption of the notes will only apply to payments made after December 31, 2018. If we determine withholding is appropriate with respect to the notes, we will withhold tax at the applicable statutory rate, and we will not pay any additional amounts in respect of such withholding. Account holders subject to information reporting requirements pursuant to the Foreign Account Tax Compliance Act may include holders of the notes. Foreign financial institutions and non-financial foreign entities located in jurisdictions that have an intergovernmental agreement with the United States governing the Foreign Account Tax Compliance Act may be subject to different rules. Holders are urged to consult with their own tax advisors regarding the possible implications of this legislation on their investment in the notes.

Supplemental Plan of Distribution (Conflicts of Interest)

BMOCM will purchase the notes from us at a purchase price reflecting the commission set forth on the cover page of this pricing supplement. BMOCM has informed us that, as part of its distribution of the notes, it will reoffer the notes to other dealers who will sell them. Each such dealer, or additional dealer engaged by a dealer to whom BMOCM reoffers the notes, will receive a commission from BMOCM, which will not exceed the commission set forth on the cover page. This commission will include a selling concession paid by BMOCM or one of its affiliates to certain dealers of up to 1.60% of the principal amount in connection with the distribution of the notes.

Certain dealers who purchase the notes for sale to certain fee-based advisory accounts may forego some or all of their selling concessions, fees or commissions. The public offering price for investors purchasing the notes in these accounts may be less than 100% of the principal amount, as set forth on the cover page of this document. Investors that hold their notes in these accounts may be charged fees by the investment advisor or manager of that account based on the amount of assets held in those accounts, including the notes.

We will deliver the notes on a date that is greater than two business days following the pricing date. Under Rule 15c6-1 of the Securities Exchange Act of 1934, as amended (the "Exchange Act"), trades in the secondary market generally are required to settle in two business days, unless the parties to any such trade expressly agree otherwise. Accordingly, purchasers who wish to trade the notes more than two business days prior to the issue date will be required to specify alternative settlement arrangements to prevent a failed settlement.

We own, directly or indirectly, all of the outstanding equity securities of BMOCM, the agent for this offering. In accordance with FINRA Rule 5121, BMOCM may not make sales in this offering to any of its discretionary accounts without the prior written approval of the customer.

We reserve the right to withdraw, cancel or modify the offering of the notes and to reject orders in whole or in part. You may cancel any order for the notes prior to its acceptance.

You should not construe the offering of the notes as a recommendation of the merits of acquiring an investment linked to the Reference Stock or as to the suitability of an investment in the notes.

BMOCM may, but is not obligated to, make a market in the notes. BMOCM will determine any secondary market prices that it is prepared to offer in its sole discretion.

We may use the final pricing supplement relating to the notes in the initial sale of the notes. In addition, BMOCM or another of our affiliates may use the final pricing supplement relating to the notes in market-making transactions in any notes after their initial sale. Unless BMOCM or we inform you otherwise in the confirmation of sale, the final pricing supplement is being used by BMOCM in a market-making transaction.

For a period of approximately three months following issuance of the notes, the price, if any, at which we or our affiliates would be willing to buy the notes from investors, and the value that BMOCM may also publish for the notes through one or more financial information vendors and which could be indicated for the notes on any brokerage account statements, will reflect a temporary upward adjustment from our estimated value of the notes that would otherwise be determined and applicable at that time. This temporary upward adjustment represents a portion of (a) the hedging profit that we or our affiliates expect to realize over the term of the notes and (b) the underwriting discount and the selling concessions paid in connection with this offering. The amount of this temporary upward adjustment will decline to zero on a straight-line basis over the three-month period.

No Prospectus (as defined in Directive 2003/71/EC, as amended (the “Prospectus Directive”)) will be prepared in connection with the notes. Accordingly, the notes may not be offered to the public in any member state of the European Economic Area (the “EEA”), and any purchaser of the notes who subsequently sells any of the notes in any EEA member state must do so only in accordance with the requirements of the Prospectus Directive, as implemented in that member state.

The notes are not intended to be offered, sold or otherwise made available to, and should not be offered, sold or otherwise made available to, any retail investor in the EEA. For these purposes, the expression “offer” includes the communication in any form and by any means of sufficient information on the terms of the offer and the notes to be offered so as to enable an investor to decide to purchase or subscribe the notes, and a “retail investor” means a person who is one (or more) of: (a) a retail client, as defined in point (11) of Article 4(1) of Directive 2014/65/EU, as amended (“MiFID II”); or (b) a customer, within the meaning of Insurance Distribution Directive 2016/97/EU, as amended, where that customer would not qualify as a professional client as defined in point (10) of Article 4(1) of MiFID II; or (c) not a qualified investor as defined in the Prospectus Directive. Consequently, no key information document required by Regulation (EU) No 1286/2014, as amended (the “PRIIPs Regulation”), for offering or selling the notes or otherwise making them available to retail investors in the EEA has been prepared, and therefore, offering or selling the notes or otherwise making them available to any retail investor in the EEA may be unlawful under the PRIIPs Regulation.

Additional Information Relating to the Estimated Initial Value of the Notes

Our estimated initial value of the notes on the date of this preliminary pricing supplement, and that will be set forth on the cover page of the final pricing supplement relating to the notes, equals the sum of the values of the following hypothetical components:

· a fixed-income debt component with the same tenor as the notes, valued using our internal funding rate for structured notes; and

· one or more derivative transactions relating to the economic terms of the notes.

The internal funding rate used in the determination of the initial estimated value generally represents a discount from the credit spreads for our conventional fixed-rate debt. The value of these derivative transactions are derived from our internal pricing models. These models are based on factors such as the traded market prices of comparable derivative instruments and on other inputs, which include volatility, dividend rates, interest rates and other factors. As a result, the estimated initial value of the notes on the Pricing Date will be determined based on market conditions at that time.

The Reference Stock

We have derived the following information from publicly available documents. We have not independently verified the accuracy or completeness of the following information. We are not affiliated with the Reference Stock Issuer and the Reference Stock Issuer will have no obligations with respect to the notes. This pricing supplement relates only to the notes and does not relate to the shares of the Reference Stock or any securities included in the Underlying Index. Neither we nor any of our affiliates participates in the preparation of the publicly available documents described below. Neither we nor any of our affiliates has made any due diligence inquiry with respect to the Reference Stock in connection with the offering of the notes. There can be no assurance that all events occurring prior to the date of this pricing supplement, including events that would affect the accuracy or completeness of the publicly available documents described below and that would affect the trading price of the shares of the Reference Stock, have been or will be publicly disclosed. Subsequent disclosure of any events or the disclosure of or failure to disclose material future events concerning the Reference Stock could affect the price of the shares of the Reference Stock during the Monitoring Period, on each Observation Date and on the Valuation Date, and therefore could affect the payments on the notes.

The selection of the Reference Stock is not a recommendation to buy or sell the shares of the Reference Stock. Neither we nor any of our affiliates make any representation to you as to the performance of the shares of the Reference Stock. Information provided to or filed with the SEC under the Exchange Act and the Investment Company Act of 1940 relating to the Reference Stock may be obtained through the SEC’s website at http://www.sec.gov.

SPDR® S&P® Oil & Gas Exploration & Production ETF

The Reference Stock is an investment portfolio maintained and managed by SSFM. The Reference Stock trades on the NYSE Arca under the ticker symbol “XOP.” The inception date of the Reference Stock is June 19, 2006. Prior to January 8, 2007, the Reference Stock was known as the SPDR® Oil & Gas Exploration & Production ETF.

Information provided to or filed with the SEC by the SPDR® Series Trust (“SPDR®”) under the Exchange Act can be located by reference to its Central Index Key (“CIK”) 1064642 through the SEC’s website at http://www.sec.gov. Additional information about SSFM and the Reference Stock may be obtained from other sources including, but not limited to, press releases, newspaper articles and other publicly disseminated documents. We have not made any independent investigation as to the accuracy or completeness of such information.

The Reference Stock seeks to provide investment results that correspond generally to the price and yield performance, before fees and expenses, of the Underlying Index. The Underlying Index represents the oil and gas exploration and production sub-industry portion of the S&P Total Market Index (“S&P TMI”), an index that measures the performance of the U.S. equity market. The Reference Stock is composed of companies that are in the oil and gas sector exploration and production.

The Reference Stock utilizes a sampling strategy, which means that it is not required to purchase all of the securities represented in its Underlying Index. Instead, it may purchase a subset of the securities in the Underlying Index in an effort to hold a portfolio of securities with generally the same risk and return characteristics of the Underlying Index. Under normal market conditions, the Reference Stock will invest at least 80% of its total assets in common stocks that comprise the Underlying Index.

The information above was compiled from the SPDR® website. We have not independently investigated the accuracy of that information. Information contained in the SPDR® website is not incorporated by reference in, and should not be considered a part of, this document.

The Underlying Index: S&P® Oil & Gas Exploration & Production Select Industry® Index

We have derived all information contained in this document regarding the Underlying Index, including, without limitation, its make-up, method of calculation and changes in its components, from publicly available information. Such information reflects the policies of, and is subject to change by, Standard & Poor's Financial Services LLC (“S&P”).

The Underlying Index is an equal-weighted index that is designed to measure the performance of the oil and gas exploration and production sub-industry portion of the S&P TMI. The S&P TMI includes all U.S. common equities listed on the NYSE (including NYSE Arca), the NYSE American, the Nasdaq Global Select Market, and the Nasdaq Capital Market.

To be eligible for inclusion in the Underlying Index, companies must be in the S&P TMI and must be included in the relevant Global Industry Classification Standard (“GICS”) sub-industry. The GICS was developed to establish a global standard for categorizing companies into sectors and industries. In addition to the above, companies must satisfy one of the two following combined size and liquidity criteria:

- float-adjusted market capitalization above $500 million and float-adjusted liquidity ratio above 90%; or
- float-adjusted market capitalization above $400 million and float-adjusted liquidity ratio above 150%.

All U.S. companies satisfying these requirements are included in the Underlying Index. The total number of companies in the Underlying Index should be at least 35. If there are fewer than 35 stocks, stocks from a supplementary list of highly correlated sub-industries that meet the market capitalization and liquidity thresholds above are included in order of their float-adjusted market capitalization to reach 35 constituents. Minimum market capitalization requirements may be relaxed to ensure there are at least 22 companies in the Underlying Index as of each rebalancing effective date.

Eligibility factors include:

- Market Capitalization: Float-adjusted market capitalization should be at least US$400 million for inclusion in the Underlying Index. Existing index components must have a float-adjusted market capitalization of $300 million to remain in the Underlying Index at each rebalancing.

- Liquidity: The liquidity measurement used is a liquidity ratio, defined as dollar value traded over the previous 12-months divided by the float-adjusted market capitalization as of the Underlying Index rebalancing reference date. Stocks having a float-adjusted market capitalization above $500 million must have a liquidity ratio greater than 90% to be eligible for addition to the Underlying Index. Stocks having a float-adjusted market capitalization between $400 and $500 million must have a liquidity ratio greater than 150% to be eligible for addition to the Underlying Index. Existing index constituents must have a liquidity ratio greater than 50% to remain in the Underlying Index at the quarterly rebalancing. The length of time to evaluate liquidity is reduced to the available trading period for IPOs or spin-offs that do not have 12 months of trading history.

- Takeover Restrictions: At the discretion of S&P, constituents with shareholder ownership restrictions defined in company bylaws may be deemed ineligible for inclusion in the Underlying Index. Ownership restrictions preventing entities from replicating the index weight of a company may be excluded from the eligible universe or removed from the Underlying Index.

- Turnover: S&P believes turnover in index membership should be avoided when possible. At times, a company may appear to temporarily violate one or more of the addition criteria. However, the addition criteria are for addition to the Underlying Index, not for continued membership. As a result, an index constituent that appears to violate the criteria for addition to the Underlying Index will not be deleted unless ongoing conditions warrant a change in the composition of the Underlying Index.

Historical Information of the SPDR® S&P® Oil & Gas Exploration & Production ETF

The following table sets forth the high and low closing prices of the Reference Stock from the first quarter of 2008 through August 6, 2018.

		High (in $)	Low (in $)
2008	First Quarter	55.79	45.14
	Second Quarter	71.38	54.47
	Third Quarter	71.06	42.70
	Fourth Quarter	43.38	23.01
2009	First Quarter	33.47	23.41
	Second Quarter	38.25	27.58
	Third Quarter	39.61	28.51
	Fourth Quarter	43.37	36.91
2010	First Quarter	44.07	39.22
	Second Quarter	45.83	38.57
	Third Quarter	42.85	38.03
	Fourth Quarter	52.71	42.17
2011	First Quarter	64.44	52.75
	Second Quarter	64.97	54.71
	Third Quarter	65.21	42.86
	Fourth Quarter	57.56	39.99
2012	First Quarter	61.34	52.67
	Second Quarter	57.85	45.20
	Third Quarter	59.35	48.73
	Fourth Quarter	57.38	50.69
2013	First Quarter	62.10	55.10
	Second Quarter	62.61	54.71
	Third Quarter	66.47	58.62
	Fourth Quarter	72.74	65.02
2014	First Quarter	71.83	64.04
	Second Quarter	83.45	71.19
	Third Quarter	82.08	68.83
	Fourth Quarter	66.84	42.75
2015	First Quarter	53.94	42.55
	Second Quarter	55.63	46.43
	Third Quarter	45.22	31.71

	Fourth Quarter	40.53	28.64
2016	First Quarter	30.96	23.60
	Second Quarter	37.50	29.23
	Third Quarter	39.12	32.75
	Fourth Quarter	43.42	34.73
2017	First Quarter	42.21	35.17
	Second Quarter	37.89	30.17
	Third Quarter	34.37	29.09
	Fourth Quarter	37.64	32.25
2018	First Quarter	39.85	32.38
	Second Quarter	44.22	34.03
	Third Quarter (through August 6, 2018)	44.52	42.00

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Township of Bristol Pennsylvania School District, GO, 5.25%, 06/01/37

3,000 3,339,180

24,550,577 **South Carolina 6.8%**

County of Charleston South Carolina, RB, Special Source, 5.25%, 12/01/38

6,735 7,763,367

County of Charleston South Carolina Airport District, ARB, Series A, AMT:

5.25%, 07/01/25

4,490 5,112,090

5.50%, 07/01/38

3,000 3,355,830

6.00%, 07/01/38

5,270 6,023,715

5.50%, 07/01/41

4,170 4,658,057

State of South Carolina Ports Authority, RB, AMT, 5.25%, 07/01/50

3,445 3,789,569

State of South Carolina Public Service Authority, Refunding RB, Series E, 5.25%, 12/01/55

5,500 6,042,135

36,744,763 **Texas 14.3%**

City of Beaumont Texas, GO, Certificates of Obligation, 5.25%, 03/01/37

4,190 4,707,172

City of Houston Texas Combined Utility System Revenue, Refunding RB, Combined 1st Lien, Series A (AGC):

6.00%, 05/15/19[(a)]

12,030 12,666,628

6.00%, 05/15/19[(a)]

8,940 9,413,105

6.00%, 11/15/35

670 705,872

6.00%, 11/15/36

495 521,502

5.38%, 11/15/38

265 276,538

County of Tarrant Texas Cultural Education Facilities Finance Corp., Refunding RB, Christus Health, Series A (AGC), 6.50%, 07/01/37

1,450 1,501,243

Dallas-Fort Worth Texas International Airport, ARB, Joint Improvement, AMT:

Series A, 5.00%, 11/01/38

5,580 5,944,597

Series H, 5.00%, 11/01/37

4,575 4,959,529

Lower Colorado River Authority, Refunding RB, 5.50%, 05/15/33

3,735 4,299,956

North Texas Tollway Authority, Refunding RB, 1st Tier[(a)]:

(AGM), 6.00%, 01/01/21

5,555 6,205,657

Series K-1 (AGC), 5.75%, 01/01/19

12,150 12,583,633

Red River Texas Education Financing Corp., RB, Texas Christian University Project, 5.25%, 03/15/38

7,170 8,057,789

Security	*Par (000)*	*Value*
Texas (continued)		
Texas Water Development Board, RB, State Water Implementation Revenue, 5.25%, 10/15/46	$ 4,780	$ 5,524,581
		77,367,802
Utah 1.6%		
County of Utah Utah, RB, IHC Health Services, Inc., Series B, 5.00%, 05/15/46	7,500	8,422,350
Virginia 1.2%		
City of Lexington Virginia IDA, RB, Washington & Lee University, 5.00%, 01/01/43	1,750	1,917,528
State of Virginia Public School Authority, RB, Fluvanna County School Financing, 6.50%, 12/01/18[(a)]	4,300	4,465,292

		6,382,820
Washington 0.8%		
City of Seattle Washington Municipal Light & Power, Refunding RB, Series A, 5.25%, 02/01/21[a]	4,200	4,620,798
Total Municipal Bonds 127.3%		
(Cost $650,715,367)		689,083,441
Municipal Bonds Transferred to Tender Option Bond Trusts[c]		
Alabama 8.2%		
City of Birmingham Alabama Special Care Facilities Financing Authority, Refunding RB, Senior Credit:		
Ascension Health, Series C, 5.00%, 11/15/46	11,920	13,328,944
Ascension Group, Series B, 5.00%, 11/15/46	27,798	31,084,157
		44,413,101
California 2.6%		
Los Angeles Unified School District California, GO, Series I, 5.00%, 01/01/34	2,400	2,503,416
University of California, Refunding RB, Series AR, 5.00%, 05/15/38	10,000	11,467,800
		13,971,216
Florida 2.0%		
County of Hillsborough Florida Aviation Authority, ARB, Tampa International Airport, Series A, AMT (AGC), 5.50%, 10/01/38	10,657	10,878,274
Indiana 1.8%		
Indiana Health & Educational Facilities Financing Authority, Refunding RB, St. Francis, Series E (AGM), 5.25%, 05/01/18[a]	9,850	9,912,351
Massachusetts 2.8%		
Commonwealth of Massachusetts, GO, Series G, 4.00%, 09/01/42	15,000	15,358,400
Nevada 2.5%		
County of Clark Nevada Water Reclamation District, GO[a]:		
Limited Tax, 6.00%, 07/01/18	8,000	8,124,200
Series B, 5.50%, 07/01/19	5,008	5,267,369
		13,391,569
New Jersey 3.4%		
New Jersey Housing & Mortgage Finance Agency, RB, S/F Housing, Series CC, 5.25%, 10/01/29	7,038	7,175,386
New Jersey Transportation Trust Fund Authority, RB, Transportation System:		
Series A (AMBAC) (AGM), 5.00%, 12/15/32	8,000	8,016,840
Series B, 5.25%, 06/15/36[d]	2,961	3,114,396
		18,306,622

Schedule of Investments (unaudited) (continued) **BlackRock MuniHoldings Investment Quality Fund (MFL)**

February 28, 2018 **(Percentages shown are based on Net Assets)**

Security	*Par (000)*	*Value*
New York 12.1%		
City of New York New York Municipal Water Finance Authority, Refunding RB, Water & Sewer System, 2nd General Resolution, Series FF-2, 5.50%, 06/15/40	$ 4,995	$ 5,239,588
City of New York New York Transitional Finance Authority, BARB, Fiscal 2009, Series S-3, 5.25%, 01/15/39	5,619	5,789,737
Hudson Yards Infrastructure Corp., RB, Fiscal 2012, Series A, 5.75%, 02/15/47[d]	9,249	10,212,990
New York City Transitional Finance Authority Future Tax Secured Revenue, RB, Fiscal 2017, Sub-Series B-1, 5.00%, 08/01/40	5,000	5,655,200
New York Liberty Development Corp., ARB, 1 World Trade Center Port Authority Consolidated Bonds, 5.25%, 12/15/43	13,950	15,402,967
New York Liberty Development Corp., Refunding RB, 4 World Trade Center Project, 5.75%, 11/15/51[d]	8,200	9,197,157
New York State Dormitory Authority, ERB, Personal Income Tax, Series B, 5.25%, 03/15/19[a]	13,500	14,029,335
		65,526,974
Texas 7.6%		
City of San Antonio Texas Public Service Board, Refunding RB, Series A, 5.25%, 02/01/19[a][d]	12,027	12,433,959
North Texas Tollway Authority, RB, Special Projects System, Series A, 5.50%, 09/01/21[a]	9,640	10,818,153
State of Texas, GO, Texas Transportation Commission, Highway Improvement, 5.00%, 04/01/43	15,550	17,694,811
		40,946,923
Utah 1.2%		
City of Riverton Utah, RB, IHC Health Services, Inc., 5.00%, 08/15/41	6,373	6,641,915
Total Municipal Bonds Transferred to Tender Option Bond Trusts 44.2% **(Cost $236,961,068)**		239,347,345
Total Long-Term Investments 171.5% **(Cost $887,676,435)**		928,430,786

Security	*Shares*	*Value*
Short-Term Securities 0.3%		
BlackRock Liquidity Funds, MuniCash, Institutional Class, 0.94%[e][f]	1,293,727	$ 1,293,856
Total Short Term Securities 0.3% **(Cost $1,293,856)**		1,293,856
		929,724,642

Total Investments 171.8%	
(Cost $888,970,291)	
Other Assets Less Liabilities 1.7%	9,124,099
Liability for TOB Trust Certificates, Including Interest Expense and Fees Payable (22.8)%	(123,473,135)
VRDP Shares at Liquidation Value, Net of Deferred Offering Costs (50.7)%	(274,204,609)
Net Assets Applicable to Common Shares 100.0%	$ 541,170,997

(a) U.S. Government securities, held in escrow, are used to pay interest on this security, as well as to retire the bond in full at the date indicated, typically at a premium to par.

(b) Variable rate security. Security may be issued at a fixed coupon rate, which converts to a variable rate at a specified date. Rate shown is the rate in effect as of period end.

(c) Represent bonds transferred to a TOB Trust in exchange of cash and residual certificates received by the Trust. These bonds serve as collateral in a secured borrowing. See Note 4 of the Notes to Financial Statements for details.

(d) All or a portion of security is subject to a recourse agreement. The aggregate maximum potential amount the Trust could ultimately be required to pay under the agreements, which expire between September 6, 2018 to November 15, 2019, is $19,874,974. See Note 4 of the Notes to Financial Statements for details.

(e) Annualized 7-day yield as of period end.

(f) During the period ended February 28, 2018, investments in issuers considered to be an affiliate of the Trust for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

Affiliated	*Shares Held at 08/31/17*	*Net Activity*	*Shares Held at 02/28/18*	*Value at 02/28/18*	*Income*	*Net Realized Gain (Loss)[(a)]*	*Change in Unrealized Appreciation (Depreciation)*
BlackRock Liquidity Funds, MuniCash, Institutional Class		1,293,727	1,293,727	$ 1,293,856	$ 10,586	$ (223)	$

(a) Includes net capital gain distributions, if applicable.

Derivative Financial Instruments Outstanding as of Period End

Futures Contracts

Description	*Number of Contracts*	*Expiration Date*	*Notional Amount (000)*	*Value/ Unrealized Appreciation (Depreciation)*
Short Contracts:				
10-Year U.S. Treasury Note	155	06/20/18	$ 18,607	$ 14,524
Long U.S. Treasury Bond	134	06/20/18	19,221	(79,729)
5-Year U.S. Treasury Note	101	06/29/18	11,507	17,937

$	(47,268)

Schedule of Investments (unaudited) (continued) **BlackRock MuniHoldings Investment Quality Fund (MFL)**

February 28, 2018

Derivative Financial Instruments Categorized by Risk Exposure

As of period end, the fair values of derivative financial instruments located in the Statements of Assets and Liabilities were as follows:

	Commodity Contracts	*Credit Contracts*	*Equity Contracts*	*Foreign Currency Exchange Contracts*	*Interest Rate Contracts*	*Other Contracts*	*Total*
Assets Derivative Financial Instruments							
Futures contracts							
Net unrealized appreciation[a]	$	$	$	$	$ 32,461	$	$ 32,461
Liabilities Derivative Financial Instruments							
Futures contracts							
Net unrealized depreciation[a]	$	$	$	$	$ 79,729	$	$ 79,729

[a] Includes cumulative appreciation (depreciation) on futures contracts, if any, as reported in the Schedule of Investments. Only current day s variation margin is reported within the Statements of Assets and Liabilities.

For the six months ended February 28, 2018, the effect of derivative financial instruments in the Statements of Operations was as follows:

	Commodity Contracts	*Credit Contracts*	*Equity Contracts*	*Foreign Currency Exchange Contracts*	*Interest Rate Contracts*	*Other Contracts*	*Total*
Net Realized Gain (Loss) from:							
Futures contracts	$	$	$	$	$ 2,695,498	$	$ 2,695,498
Net Change in Unrealized Appreciation (Depreciation) on:							
Futures contracts	$	$	$	$	$ 134,198	$	$ 134,198

Average Quarterly Balances of Outstanding Derivative Financial Instruments

Futures contracts:	
Average notional value of contracts short	$ 39,969,254

For more information about the Fund s investment risks regarding derivative financial instruments, refer to the Notes to Financial Statements.

Fair Value Hierarchy as of Period End

Various inputs are used in determining the fair value of investments and derivative financial instruments. For information about the Trust s policy regarding valuation of investments and derivative financial instruments, refer to the Notes to Financial Statements.

The following tables summarize the Trust s investments and derivative financial instruments categorized in the disclosure hierarchy:

	Level 1	*Level 2*	*Level 3*	*Total*
Assets:				
Investments:				
Long-Term Investments[a]	$	$ 928,430,786	$	$ 928,430,786
Short-Term Securities	1,293,856			1,293,856
	$ 1,293,856	$ 928,430,786	$	$ 929,724,642
Derivative Financial Instruments[b]				
Assets:				
Interest rate contracts	$ 32,461	$	$	$ 32,461
Liabilities:				
Interest rate contracts	(79,729)			(79,729)
	$ (47,268)	$	$	$ (47,268)

[a] See above Schedule of Investments for values in each state or political subdivision.

[b] Derivative financial instruments are futures contracts which are valued at the unrealized appreciation (depreciation) on the instrument.

The Trust may hold assets and/or liabilities in which the fair value approximates the carrying for financial statement purposes. As of period end, such assets and/or liabilities are categorized within the disclosure hierarchy as follows:

	Level 1	Level 2	Level 3	Total
Liabilities:				
TOB Trust Certificates	$	$ (123,070,585)	$	$ (123,070,585)
VRDP Shares at Liquidation Value		(274,600,000)		(274,600,000)
	$	$ (397,670,585)	$	$ (397,670,585)

During the six months ended February 28, 2018, there were no transfers between levels.

See notes to financial statements.

Schedule of Investments (unaudited) **BlackRock MuniVest Fund, Inc. (MVF)**

February 28, 2018 **(Percentages shown are based on Net Assets)**

Security	*Par (000)*	*Value*
Municipal Bonds 117.2%		
Alabama 1.9%		
City of Selma Alabama IDB, RB, Gulf Opportunity Zone, International Paper Co. Project, Series A:		
5.80%, 05/01/34	$ 1,850	$ 2,005,067
5.38%, 12/01/35	1,000	1,106,720
State of Alabama Docks Department, Refunding RB, 6.00%, 10/01/20[a]	7,610	8,444,893
		11,556,680
Alaska 0.5%		
City of Anchorage Alaska Electric Revenue, Refunding RB, Series A, 5.00%, 12/01/41	3,000	3,332,910
Arizona 4.0%		
Arizona IDA, Refunding RB, Basis Schools, Inc. Projects, Series A, 5.38%, 07/01/50[b]	2,500	2,601,050
City of Phoenix Arizona Civic Improvement Corp., Refunding RB, Junior Lien, Series A, 5.00%, 07/01/20[a]	2,000	2,153,960
City of Phoenix Arizona IDA, RB, Candeo School, Inc. Project:		
6.63%, 07/01/33	2,245	2,505,847
6.88%, 07/01/44	3,440	3,811,107
City of Phoenix Arizona IDA, Refunding RB[b]:		
Basis Schools, Inc. Projects, 5.00%, 07/01/35	600	616,632
Basis Schools, Inc. Projects, 5.00%, 07/01/45	760	775,367
Basis Schools, Inc. Projects, Series A, 5.00%, 07/01/35	1,125	1,156,185
Legacy Traditional School Projects, 5.00%, 07/01/45	700	713,713
County of Maricopa Arizona Pollution Control Corp., Refunding RB, Southern California Edison Co., Series A, 5.00%, 06/01/35	3,300	3,502,884
Salt Verde Financial Corp., RB, Senior, 5.00%, 12/01/37	5,725	6,699,166
		24,535,911
California 6.3%		
California Health Facilities Financing Authority, RB:		
St. Joseph Health System, Series A, 5.75%, 07/01/39	5,000	5,267,200
Sutter Health, Series B, 6.00%, 08/15/42	5,600	6,113,744
California Health Facilities Financing Authority, Refunding RB, Dignity Health, Series A, 6.00%, 07/01/19[a]	1,055	1,117,572
City of Los Angeles California Department of Airports, Refunding ARB, Los Angeles International Airport, Series A, 5.25%, 05/15/39	1,200	1,252,092
Los Angeles Community College District California, GO, Refunding Election of 2008, Series A, 6.00%, 08/01/19[a]	9,585	10,201,411
Oakland Unified School District/Alameda County, GO, Series A, 5.00%, 08/01/40	1,000	1,122,150
	10,000	2,995,900

Security	Par (000)	Value
Poway Unified School District, GO, Refunding, CAB, School Facilities Improvement District No. 2007-1, Election of 2008, Series B, 0.00%, 08/01/46[c]		
State of California, GO, Various Purposes, 6.50%, 04/01/33	9,675	10,201,127
		38,271,196
Colorado 0.9%		
Centerra Metropolitan District No. 1, Tax Allocation Bonds, 5.00%, 12/01/47[b]	1,025	1,046,033
Colorado Health Facilities Authority, RB, Catholic Health Initiatives, Series D, 6.25%, 10/01/33	2,500	2,561,525
Copperleaf Metropolitan District No. 2, GO, Refunding, 5.75%, 12/01/45	1,000	1,046,630
Serenity Ridge Metropolitan District No 2, GO, Series A, 5.13%, 12/01/43	1,000	1,003,750
		5,657,938
Connecticut 0.4%		
State of Connecticut Health & Educational Facility Authority, Refunding RB, Sacred Heart University Issue, Series I-1, 5.00%, 07/01/42	$ 2,000	$ 2,215,120
Delaware 0.4%		
County of Sussex Delaware, RB, NRG Energy, Inc., Indian River Power LLC Project, 6.00%, 10/01/40	2,500	2,631,800
District of Columbia 0.2%		
Metropolitan Washington Airports Authority, Refunding RB, Dulles Toll Road, 1st Senior Lien, Series A:		
5.00%, 10/01/39	415	433,277
5.25%, 10/01/44	650	680,517
		1,113,794
Florida 7.3%		
Celebration Pointe Community Development District, Special Assessment Bonds, County of Alachua Florida[b]:		
5.00%, 05/01/32	905	937,933
5.00%, 05/01/48	2,270	2,321,779
County of Miami-Dade Florida, GO, Building Better Communities Program[a]:		
Series B, 6.38%, 07/01/18	4,630	4,706,812
Series B-1, 5.63%, 07/01/18	5,000	5,071,500
County of Miami-Dade Florida, Refunding RB, Transit System Sales Surtax, 5.00%, 07/01/42	3,750	4,100,138
County of Miami-Dade Florida Aviation, Refunding ARB, Miami International Airport, Series A-1, 5.38%, 10/01/41	10,290	11,150,964
County of Miami-Dade Florida Educational Facilities Authority, Refunding RB, University of Miami, Series A, 5.00%, 04/01/45	4,625	5,093,189
County of Miami-Dade Florida Expressway Authority, Refunding RB, Series A (AGM), 5.00%, 07/01/35	8,900	9,513,210
Lakewood Ranch Stewardship District, Special Assessment Bonds, Lakewood National & Polo Run Projects:		
4.63%, 05/01/27	255	262,994
5.25%, 05/01/37	470	496,564

5.38%, 05/01/47	770	811,803
		44,466,886
Georgia 0.8%		
City of Atlanta Georgia Department of Aviation, Refunding GARB, Series B, AMT, 5.00%, 01/01/29	1,070	1,154,199
DeKalb Georgia Private Hospital Authority, Refunding RB, Children s Healthcare, 5.25%, 11/15/39	3,335	3,518,925
		4,673,124
Hawaii 0.9%		
State of Hawaii Harbor System, RB, Series A, 5.50%, 07/01/35	5,000	5,391,650
Illinois 12.6%		
Chicago Board of Education, GO, Series H, 5.00%, 12/01/36	865	873,581
Chicago Board of Education, GO, Refunding, Dedicated Revenues:		
Series D, 5.00%, 12/01/25	1,560	1,655,472
Series F, 5.00%, 12/01/23	1,180	1,254,305
Series G, 5.00%, 12/01/34	865	881,651
City of Chicago Illinois O Hare International Airport, GARB, Senior Lien, Series D, AMT, 5.00%, 01/01/42	1,450	1,591,970
City of Chicago Illinois Transit Authority, RB, Sales Tax Receipts, 5.25%, 12/01/36	2,110	2,290,236
City of Chicago Illinois Wastewater Transmission, Refunding RB, 2nd Lien, Series C, 5.00%, 01/01/39	1,000	1,073,410

Schedule of Investments (unaudited) (continued) **BlackRock MuniVest Fund, Inc. (MVF)**

February 28, 2018 **(Percentages shown are based on Net Assets)**

Security	*Par (000)*	*Value*
Illinois (continued)		
County of Cook Illinois Community College District No. 508, GO, University & College Improvements, 5.25%, 12/01/31	$ 5,000	$ 5,317,750
Illinois Finance Authority, RB:		
Advocate Health Care Network, Series D, 6.50%, 11/01/18[(a)]	9,700	10,024,174
Memorial Health System, Series A, 5.25%, 07/01/44	1,785	1,919,428
Illinois Finance Authority, Refunding RB:		
Northwestern Memorial Hospital, Series A, 6.00%, 08/15/19[(a)]	9,000	9,581,130
OSF Healthcare System, 6.00%, 05/15/20[(a)]	3,205	3,497,264
OSF Healthcare System, 6.00%, 05/15/39	1,455	1,529,147
Presence Health Network, Series C, 5.00%, 02/15/41	3,600	3,933,756
Illinois State Toll Highway Authority, RB, Series A, 5.00%, 01/01/42	7,990	8,993,384
Metropolitan Pier & Exposition Authority, RB, McCormick Place Expansion Project Bonds, Series A:		
0.00%, 12/15/56[(c)]	8,755	1,177,372
5.00%, 06/15/57	2,390	2,538,037
Metropolitan Pier & Exposition Authority, Refunding RB, McCormick Place Expansion Project Bonds, Series B, 0.00%, 12/15/54[(c)]	13,125	1,957,462
Railsplitter Tobacco Settlement Authority, RB, 6.00%, 06/01/21[(a)]	2,645	2,991,998
Regional Transportation Authority, RB:		
Series A (AMBAC), 7.20%, 11/01/20	1,235	1,343,976
Series C (NPFGC), 7.75%, 06/01/20	2,230	2,396,046
Village of Hodgkins Illinois, RB, Metropolitan Biosolids Management LLC Project, AMT, 6.00%, 11/01/23	10,000	10,014,500
		76,836,049
Indiana 1.6%		
City of Valparaiso Indiana, RB, Exempt Facilities, Pratt Paper LLC Project, AMT, 6.75%, 01/01/34	2,250	2,644,177
County of Allen Indiana, RB, StoryPoint Fort Wayne Project, Series A-1[(b)]:		
6.63%, 01/15/34	700	738,549
6.75%, 01/15/43	570	601,025
State of Indiana Finance Authority, RB, Private Activity Bond, Ohio River Bridges, Series A, AMT, 5.00%, 07/01/40	2,640	2,830,925
State of Indiana Finance Authority, Refunding RB, Deaconess Health System, Series A, 5.00%, 03/01/39	3,000	3,297,210
		10,111,886
Iowa 0.9%		
Iowa Finance Authority, Refunding RB, Midwestern Disaster Area, Iowa Fertilizer Co. Project, 5.25%, 12/01/25	4,500	4,778,865
	1,000	1,010,300

Security	Par (000)	Value
Iowa Tobacco Settlement Authority, Refunding RB, Asset-Backed, CAB, Series B, 5.60%, 06/01/34		
		5,789,165
Kansas 1.0%		
City of Lenexa Kansas, Refunding RB, Lakeview Village, Inc., Series A, 5.00%, 05/15/43	1,965	2,017,367
Wyandotte County-Kansas City Unified Government Utility System, RB, Series A, 5.00%, 09/01/40	3,700	4,156,543
		6,173,910
Kentucky 2.7%		
County of Owen Kentucky, RB, Kentucky American Water Co. Project, Series B, 5.63%, 09/01/39	1,000	1,054,420
Kentucky Economic Development Finance Authority, Refunding RB, Hospital Facilities, St. Elizabeth Medical Center, Inc., Series A, 5.50%, 05/01/19[(a)]	8,000	8,363,840

Security	*Par (000)*	*Value*
Kentucky (continued)		
Lexington-Fayette Urban County Airport Board, Refunding GARB, Series A, 5.00%, 07/01/19[(a)]	$ 7,000	$ 7,323,330
		16,741,590
Louisiana 4.1%		
City of New Orleans Aviation Board, ARB, General Airport North Terminal Project, Series B, AMT, 5.00%, 01/01/48	4,000	4,394,800
Louisiana Local Government Environmental Facilities & Community Development Authority, RB, Westlake Chemical Corp. Project, Series A-1, 6.50%, 11/01/35	2,615	2,897,838
Parish of St. Charles Louisiana, RB, Valero Energy Corp., 4.00%, 12/01/40[(d)]	2,210	2,346,401
Tobacco Settlement Financing Corp., Refunding RB, Asset-Backed, Series A:		
5.25%, 05/15/31	3,420	3,687,889
5.25%, 05/15/32	4,375	4,764,375
5.25%, 05/15/33	4,750	5,131,805
5.25%, 05/15/35	1,500	1,625,280
		24,848,388
Maine 1.0%		
Maine Health & Higher Educational Facilities Authority, RB, Series A:		
5.00%, 07/01/19[(a)]	1,560	1,629,935
5.00%, 07/01/39	3,440	3,565,526
Portland Housing Development Corp., Refunding RB, Senior Living, Retirement Facilities, Series A, 6.00%, 02/01/34	1,190	1,191,606
		6,387,067
Maryland 3.2%		
City of Baltimore Maryland, Refunding RB, East Baltimore Research Park, Series A, 4.50%, 09/01/33	545	564,609
County of Howard Maryland Housing Commission, RB, M/F Housing, Woodfield Oxford Square Apartments, 5.00%, 12/01/42	4,935	5,481,304
Maryland Health & Higher Educational Facilities Authority, Refunding RB:		
Charlestown Community Project, 6.25%, 01/01/21[(a)]	2,000	2,242,120

Meritus Medical Center Issue, 5.00%, 07/01/40	6,350	6,766,306
University of Maryland Medical System, 5.00%, 07/01/19[(a)]	1,990	2,079,212
University of Maryland Medical System, 5.13%, 07/01/19[(a)]	2,100	2,197,587
		19,331,138
Massachusetts 2.1%		
Massachusetts Bay Transportation Authority, Refunding RB, General Transportation System, Series A, 7.00%, 03/01/19	370	379,439
Massachusetts Development Finance Agency, RB, Emerson College Issue, Series A:		
5.00%, 01/01/47	845	929,069
5.25%, 01/01/42	1,895	2,126,588
Massachusetts Development Finance Agency, Refunding RB, Emerson College, Series A, 5.00%, 01/01/40	2,180	2,430,700
Massachusetts HFA, Refunding RB, Series C, AMT, 5.35%, 12/01/42	2,610	2,674,362
Massachusetts Water Resources Authority, RB, Series A, 6.50%, 07/15/19[(e)]	3,965	4,080,421
		12,620,579
Michigan 2.3%		
City of Detroit Michigan Water Supply System Revenue, RB, 2nd Lien, Series B (AGM), 6.25%, 07/01/19[(a)]	2,495	2,647,744
Michigan State Hospital Finance Authority, Refunding RB, McLaren Health Care, Series A, 5.75%, 05/15/18[(a)]	7,285	7,350,856

Schedule of Investments (unaudited) (continued) **BlackRock MuniVest Fund, Inc. (MVF)**

February 28, 2018 **(Percentages shown are based on Net Assets)**

Security	*Par (000)*	*Value*
Michigan (continued)		
Royal Oak Hospital Finance Authority Michigan, Refunding RB, William Beaumont Hospital, Series V, 8.25%, 09/01/18[(a)]	$ 4,100	$ 4,239,728
		14,238,328
Minnesota 0.7%		
City of Cologne Minnesota Charter School, LRB, Cologne Academy Project, Series A, 5.00%, 07/01/45	1,500	1,500,705
County of St. Paul Minnesota Housing & Redevelopment Authority, Refunding RB, Fairview Health Services, Series A, 4.00%, 11/15/43	1,940	1,968,790
Housing & Redevelopment Authority of The City of Saint Paul Minnesota, RB, Great River School Project, Series A, 5.50%, 07/01/52[(b)]	695	710,721
		4,180,216
Mississippi 4.6%		
County of Lowndes Mississippi, Refunding RB, Solid Waste Disposal & Pollution Control, Weyerhaeuser Co. Project:		
Series A, 6.80%, 04/01/22	9,160	10,532,809
Series B, 6.70%, 04/01/22	4,500	5,157,225
Mississippi Business Finance Corp., Refunding RB, System Energy Resource, Inc. Project, 5.88%, 04/01/22	9,305	9,597,456
Mississippi Development Bank, Refunding RB, Municipal Energy Agency Of Mississippi, Series A (AGM), 4.00%, 03/01/41	3,000	3,043,110
		28,330,600
Montana 0.3%		
Montana State Board of Housing, RB, S/F, Series B-2:		
3.38%, 12/01/37	835	812,038
3.50%, 12/01/42	360	351,234
3.60%, 12/01/47	555	540,126
		1,703,398
Nebraska 1.1%		
Central Plains Energy Project Nebraska, RB, Gas Project No. 3, 5.00%, 09/01/42	6,200	6,718,072
Nevada 0.4%		
City of Carson City Nevada, Refunding RB, Carson Tahoe Regional Healthcare Project, 5.00%, 09/01/42	1,150	1,250,544
County of Nevada Clark School District, GO, Refunding, Building, Series A, 5.00%, 06/15/25	850	976,064
		2,226,608

New Jersey 9.8%		
Casino Reinvestment Development Authority, Refunding RB, 5.25%, 11/01/44	1,400	1,487,934
New Jersey EDA, RB:		
Continental Airlines, Inc. Project, Series A, AMT, 5.63%, 11/15/30	1,530	1,730,537
Goethals Bridge Replacement Project, AMT, Private Activity Bond, 5.38%, 01/01/43	10,000	11,041,700
Goethals Bridge Replacement Project, AMT, Private Activity Bond, 5.13%, 01/01/34	1,050	1,154,339
School Facilities Construction, Series UU, 5.00%, 06/15/40	3,390	3,513,599
New Jersey EDA, Refunding RB, School Facilities Construction:		
5.25%, 06/15/19[(a)]	2,650	2,772,562
Series AA, 5.25%, 06/15/19[(a)]	700	732,375
Series AA, 5.25%, 12/15/33	6,650	6,870,381
New Jersey Transportation Trust Fund Authority, RB:		
CAB, Transportation System, Series A, 0.00%, 12/15/38[(c)]	7,260	2,648,811

Security	*Par (000)*	*Value*
New Jersey (continued)		
New Jersey Transportation Trust Fund Authority, RB (continued):		
Transportation Program, Series AA, 5.25%, 06/15/33	$ 8,750	$ 9,300,200
Transportation Program, Series AA, 5.25%, 06/15/41	780	827,884
Transportation Program, Series AA, 5.00%, 06/15/44	4,450	4,592,489
Transportation System, Series B, 5.50%, 06/15/31	8,000	8,556,320
Tobacco Settlement Financing Corp., Refunding RB, Series 1A, 5.00%, 06/01/41	4,980	4,955,200
		60,184,331
New York 8.2%		
Build NYC Resource Corp., Refunding RB, Pratt Paper, Inc. Project, AMT, 5.00%, 01/01/35[(b)]	2,145	2,302,464
City of New York New York Water & Sewer System, Refunding RB, 2nd General Resolution, Series FF-2, 5.50%, 06/15/40	4,150	4,357,292
Counties of New York Tobacco Trust IV, Refunding RB, Settlement Pass-Through Turbo, Series A, 6.25%, 06/01/41[(b)]	3,500	3,607,345
Erie Tobacco Asset Securitization Corp., Refunding RB, Asset-Backed, Series A, 5.00%, 06/01/45	4,435	4,243,940
Metropolitan Transportation Authority, RB, Series C:		
6.25%, 11/15/18[(a)]	2,595	2,685,254
6.25%, 11/15/18[(a)]	25	25,869
6.50%, 11/15/18[(a)]	11,135	11,537,642
6.50%, 11/15/18[(a)]	925	958,448
6.25%, 11/15/23	625	646,381
6.50%, 11/15/28	2,865	2,967,997
New York Counties Tobacco Trust IV, Refunding RB, Tobacco Settlement Pass-Through Bonds, Series A, 5.00%, 06/01/38	3,675	3,569,895
New York Liberty Development Corp., Refunding RB, 3 World Trade Center Project, Class 2[(b)]:		
5.15%, 11/15/34	460	502,104
5.38%, 11/15/40	1,145	1,250,764
New York Transportation Development Corp., Refunding ARB, American Airlines, Inc., AMT, 5.00%, 08/01/31	3,070	3,250,332
	3,165	3,475,803

Port Authority of New York & New Jersey, ARB, Special Project, JFK International Air Terminal LLC Project, Series 8, 6.00%, 12/01/36		
TSASC, Inc., Refunding RB, Series A, 5.00%, 06/01/41	1,785	1,963,750
Westchester Tobacco Asset Securitization, Refunding RB, Tobacco Settlement Bonds, Sub-Series C, 5.13%, 06/01/51	2,740	2,797,458
		50,142,738
Ohio 3.8%		
Buckeye Tobacco Settlement Financing Authority, RB, Asset-Backed, Senior Turbo Term, Series A-2, 5.88%, 06/01/47	1,025	976,190
County of Allen Ohio Hospital Facilities, Refunding RB, Catholic Healthcare Partners, Series A, 5.25%, 06/01/20[(a)]	2,875	3,104,971
County of Butler Port Authority, RB, StoryPoint Fairfield Project, Series A-1[(b)]:		
6.38%, 01/15/43	675	696,836
6.50%, 01/15/52	390	404,040
County of Franklin Ohio, RB, Health Care Facilities Improvement, OPRS Communities Obligation Group, Series A, 6.13%, 07/01/40	1,690	1,863,884
County of Lucas Ohio, Refunding RB, Promedica Healthcare, Series A, 6.50%, 11/15/21[(a)]	1,915	2,231,454
County of Montgomery Ohio, RB, Catholic Health Initiatives, Series D-2, 5.45%, 10/01/38	7,430	8,135,627

Schedule of Investments (unaudited) (continued) **BlackRock MuniVest Fund, Inc. (MVF)**

February 28, 2018 **(Percentages shown are based on Net Assets)**

Security	*Par (000)*	*Value*
Ohio (continued)		
County of Montgomery Ohio, Refunding RB, Catholic Health:		
5.50%, 05/01/19[(a)]	$ 1,910	$ 1,996,867
Series A, 5.50%, 05/01/34	3,560	3,675,807
		23,085,676
Oklahoma 0.6%		
Oklahoma Development Finance Authority, RB, Provident Oklahoma Education Resources, Inc., Cross Village Student Housing Project, Series A, 5.25%, 08/01/57	3,275	3,563,921
Pennsylvania 5.4%		
Allentown Neighborhood Improvement Zone Development Authority, RB, City Center Project, 5.00%, 05/01/42[(b)]	1,725	1,830,329
County of Delaware Pennsylvania IDA, Refunding RB, Covanta Project, 5.00%, 07/01/43	5,000	5,022,550
County of Montgomery Pennsylvania IDA, Refunding RB, Whitemarsh Continuing Care Retirement Community, 5.25%, 01/01/40	4,170	4,210,199
County of Westmoreland Pennsylvania Municipal Authority, Refunding RB, (BAM), 5.00%, 08/15/36	4,385	4,974,607
Pennsylvania Economic Development Financing Authority, RB, Pennsylvania Bridge Finco LP, 5.00%, 12/31/38	2,565	2,775,227
Pennsylvania HFA, RB, S/F Housing Mortgage, Series 118-B, 4.05%, 10/01/40	3,850	3,909,175
Pennsylvania Housing Finance Agency, RB, S/F, Series 125B, 3.65%, 10/01/42	7,925	7,773,315
Pennsylvania Turnpike Commission, RB:		
Series A-1, 5.00%, 12/01/41	440	488,567
Sub-Series B-1, 5.25%, 06/01/47	2,130	2,379,359
		33,363,328
Puerto Rico 1.1%		
Children s Trust Fund, Refunding RB, Tobacco Settlement Asset-Backed Bonds:		
5.50%, 05/15/39	3,555	3,342,980
5.63%, 05/15/43	3,400	3,168,358
		6,511,338
Rhode Island 1.7%		
Rhode Island Health & Educational Building Corp., Refunding RB, Hospital Financing, LifeSpan Obligation Group, 5.00%, 05/15/39	1,425	1,528,882
Tobacco Settlement Financing Corp., Refunding RB, Series B:		
4.50%, 06/01/45	6,820	6,886,836
5.00%, 06/01/50	2,000	2,048,700
		10,464,418
South Carolina 1.2%		

State of South Carolina Public Service Authority, Refunding RB, Series E, 5.25%, 12/01/55	6,450	7,085,777
Texas 12.3%		
Central Texas Regional Mobility Authority, RB, Senior Lien, Series A:		
5.00%, 01/01/40	1,215	1,331,883
5.00%, 01/01/45	3,500	3,824,870
Central Texas Regional Mobility Authority, Refunding RB, Senior Lien:		
5.75%, 01/01/21[(a)]	1,000	1,107,330
6.00%, 01/01/21[(a)]	4,300	4,791,060
Series A, 5.00%, 01/01/43	6,925	7,462,449
City of Houston Texas Airport System, Refunding ARB, United Airlines, Inc. Terminal E Project, AMT, 5.00%, 07/01/29	2,665	2,913,831

Security	*Par (000)*	*Value*
Texas (continued)		
County of Harris Texas Cultural Education Facilities Finance Corp., RB, 1st Mortgage, Brazos Presbyterian Homes, Inc. Project, Series B, 7.00%, 01/01/23[(a)]	$ 850	$ 1,036,405
County of Harris Texas Health Facilities Development Corp., Refunding RB, Memorial Hermann Healthcare System, Series B[(a)]:		
7.13%, 12/01/18	3,500	3,648,050
7.25%, 12/01/18	5,400	5,633,442
County of Tarrant Texas Cultural Education Facilities Finance Corp., RB, Scott & White Healthcare, 6.00%, 08/15/20[(a)]	4,630	5,115,687
County of Tarrant Texas Cultural Education Facilities Finance Corp., Refunding RB, Trinity Terrace Project, 5.00%, 10/01/44	3,500	3,694,425
La Vernia Higher Education Finance Corp., RB, KIPP, Inc., Series A, 6.25%, 08/15/19[(a)]	925	985,958
Love Field Airport Modernization Corp., RB, Southwest Airlines Co. Project, 5.25%, 11/01/40	1,100	1,180,102
New Hope Cultural Education Facilities Corp., RB, Collegiate Housing Tarleton State University Project, 5.00%, 04/01/35	500	538,405
New Hope Cultural Education Facilities Corp., Refunding RB, 1st Mortgage, Morningside Ministries Project, 6.25%, 01/01/33	1,600	1,781,120
North Texas Education Finance Corp., ERB, Uplift Education, Series A, 5.13%, 12/01/42	1,000	1,047,460
North Texas Tollway Authority, Refunding RB:		
1st Tier System, Series A, 6.25%, 01/01/19[(a)]	2,845	2,955,813
1st Tier System, Series A, 6.25%, 01/01/39	655	678,292
1st Tier-Series A, 5.00%, 01/01/43	5,145	5,804,846
Series A, 5.00%, 01/01/38	5,000	5,496,550
Texas Private Activity Bond Surface Transportation Corp., RB, Senior Lien:		
LBJ Infrastructure Group LLC, 7.00%, 06/30/40	8,000	8,841,360
NTE Mobility Partners LLC, North Tarrant Express Managed Lanes Project, 6.88%, 12/31/39	4,710	5,100,082
		74,969,420
Vermont 0.9%		
University of Vermont & State Agricultural College, Refunding RB, 5.00%, 10/01/43	4,995	5,648,046
Virginia 4.3%		
Ballston Quarter Community Development Authority, Tax Allocation Bonds, Series A:		
5.38%, 03/01/36	430	448,211

5.50%, 03/01/46	1,475	1,536,183
City of Portsmouth Virginia, GO, Refunding Series D, 5.00%, 07/15/20[(a)]	3,030	3,267,067
County of Fairfax Virginia IDA, Refunding RB, Health Care-Inova Health,		
5.50%, 05/15/19[(a)]	735	769,538
Tobacco Settlement Financing Corp., Refunding RB, Senior Series B-1, 5.00%, 06/01/47	3,665	3,557,249
Virginia Small Business Financing Authority, RB, AMT:		
Senior Lien, Elizabeth River Crossings OpCo LLC Project, 6.00%, 01/01/37	2,150	2,416,514
Senior Lien, Elizabeth River Crossings OpCo LLC Project, 5.50%, 01/01/42	5,140	5,660,168
Transform 66 P3 Project, 5.00%, 12/31/49	7,895	8,504,178
		26,159,108
Washington 3.0%		
Port of Seattle Washington, ARB, Intermediate Lien, Series C, AMT:		
5.00%, 05/01/37	4,905	5,538,873
5.00%, 05/01/42	1,295	1,451,501

Schedule of Investments (unaudited) (continued) **BlackRock MuniVest Fund, Inc. (MVF)**

February 28, 2018 **(Percentages shown are based on Net Assets)**

Security	*Par (000)*	*Value*
Washington (continued)		
Washington Health Care Facilities Authority, RB, Catholic Health Initiatives, Series A, 5.75%, 01/01/45	$ 4,010	$ 4,398,248
Washington Health Care Facilities Authority, Refunding RB, Catholic Health Initiatives, Series D, 6.38%, 10/01/36	7,000	7,165,480
		18,554,102
West Virginia 0.4%		
West Virginia Hospital Finance Authority, Refunding RB, Improvement, Charleston Area Medical Center, Inc., Series A, 5.63%, 09/01/32	2,500	2,604,350
Wisconsin 1.0%		
Wisconsin Health & Educational Facilities Authority, Refunding RB, Froedtert & Community Health, Inc., Obligated Group: Series C, 5.25%, 04/01/19[a]	6,100	6,348,880
Wyoming 1.3%		
County of Sweetwater Wyoming, Refunding RB, Idaho Power Co. Project, Remarketing, 5.25%, 07/15/26	4,500	4,727,475
State of Wyoming Municipal Power Agency, Inc., Refunding RB, Series A (BAM), 5.00%, 01/01/42	1,120	1,249,326
Wyoming Community Development Authority, Refunding RB, Series 2 & 3, 4.05%, 12/01/38	2,215	2,248,336
		8,225,137
Total Municipal Bonds 117.2% (Cost $683,480,486)		716,994,573
Municipal Bonds Transferred to Tender Option Bond Trusts[f]		
Arizona 0.6%		
City of Phoenix Civic Improvement Corp., Refunding RB, Water System, Junior Lien, Series A, 5.00%, 07/01/19[a]	3,500	3,659,198
California 6.2%		
Sacramento Area Flood Control Agency, Refunding, Consolidated Capital Assessment District No. 2 Bonds, 5.00%, 10/01/47	14,998	17,021,225
University of California, RB, General, Series O[a]:		
5.25%, 05/15/19	5,675	5,937,043
5.25%, 05/15/19	11,090	11,602,081
5.25%, 05/15/19	3,235	3,384,376

Security	Par (000)	Value
		37,944,725
District of Columbia 1.3%		
District of Columbia Water & Sewer Authority, Refunding RB, Senior Lien, Series A, 5.50%, 10/01/18[(a)]	7,495	7,673,545
Florida 2.6%		
County of Miami-Dade Florida Water & Sewer System, RB, (AGM), 5.00%, 10/01/20[(a)]	14,747	15,998,175
Illinois 3.7%		
State of Illinois Finance Authority, RB, University of Chicago, Series B, 6.25%, 07/01/18[(a)]	10,000	10,161,800
State of Illinois Toll Highway Authority, RB, Series B, 5.00%, 01/01/40	10,976	12,274,714
		22,436,514
Kentucky 1.6%		
County of Louisville & Jefferson Kentucky Metropolitan Government Parking Authority, RB, River City, Inc., 1st Mortgage, Series A, 5.38%, 12/01/19[(a)]	9,195	9,783,449
Maryland 1.7%		
City of Baltimore Maryland, RB, Wastewater Project, Sub-Series A, 5.00%, 07/01/46	4,898	5,517,341

Security	*Par (000)*	*Value*
Maryland (continued)		
State of Maryland Transportation Authority, RB, Transportation Facilities Project (AGM), 5.00%, 07/01/41	$ 4,710	$ 4,763,576
		10,280,917
Nevada 2.7%		
County of Clark Nevada Water Reclamation District, GO, Series B, 5.75%, 07/01/19[(a)]	15,789	16,657,018
New York 5.8%		
City of New York New York Water & Sewer System, Refunding RB, Water & Sewer System, 2nd General Resolution, Series DD:		
5.00%, 06/15/18[(a)]	3,556	3,588,114
5.00%, 06/15/37	20,643	20,830,726
New York Liberty Development Corp., Refunding RB, 4 World Trade Center Project, 5.75%, 11/15/51[(g)]	10,000	11,216,045
		35,634,885
North Carolina 0.8%		
North Carolina Capital Facilities Finance Agency, Refunding RB, Wake Forest University, 5.00%, 01/01/19[(a)]	5,000	5,147,850
Ohio 1.4%		
State of Ohio, RB, Cleveland Clinic Health Obligated Group, Series B, 5.50%, 01/01/34	8,500	8,782,498
Oregon 1.0%		
State of Oregon Housing & Community Services Department, HRB, M/F Housing, Series A, AMT, 4.95%, 07/01/30	5,833	5,971,753

Pennsylvania 0.7%		
County of Westmoreland Pennsylvania Municipal Authority, Refunding RB, (BAM), 5.00%, 08/15/38	3,925	4,379,609
Texas 5.8%		
City of Houston Texas Higher Education Finance Corp., RB, Rice University Project, Series A, 5.00%, 05/15/20[a]	10,000	10,717,989
County of Harris Texas Health Facilities Development Corp., Refunding RB, School Health Care System, Series B, 5.75%, 07/01/27[e]	20,970	24,813,906
		35,531,895
Virginia 3.6%		
County of Fairfax Virginia EDA, RB, Metrorail Parking System Project, 5.00%, 04/01/47[g]	6,960	7,909,762
Virginia Commonwealth Transportation Board, RB, Capital Projects, 5.00%, 05/15/21[a]	7,999	8,811,609
Virginia Small Business Financing Authority, Refunding RB, Sentara Healthcare, 5.00%, 11/01/40	5,002	5,281,423
		22,002,794
Washington 1.9%		
Washington Health Care Facilities Authority, Refunding RB, Seattle Children s Hospital, Series B, 5.00%, 10/01/38	10,000	11,586,600
Total Municipal Bonds Transferred to Tender Option Bond Trusts 41.4% **(Cost $242,112,337)**		253,471,425
Total Long-Term Investments 158.6% **(Cost $925,592,823)**		970,465,998

Schedule of Investments (unaudited) (continued) **BlackRock MuniVest Fund, Inc. (MVF)**

February 28, 2018 **(Percentages shown are based on Net Assets)**

Security		*Shares*	*Value*
Short-Term Securities 1.1%			
BlackRock Liquidity Funds, MuniCash, Institutional Class, 0.94%[(h)(i)]		6,768,479	$ 6,769,156
Total Short-Term Securities 1.1% **(Cost $6,769,156)**			6,769,156
Total Investments 159.7% **(Cost $932,361,979)**			977,235,154
Other Assets Less Liabilities 1.8%			10,505,268
Liability for TOB Trust Certificates, Including Interest Expense and Fees Payable	**(21.6)%**		(132,205,867)
VMTP Shares at Liquidation Value (39.9)%			(243,800,000)
Net Assets Applicable to Common Shares 100.0%			$ 611,734,555

(a) U.S. Government securities, held in escrow, are used to pay interest on this security, as well as to retire the bond in full at the date indicated, typically at a premium to par.

(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.

(c) Zero-coupon bond.

(d) Variable rate security. Security may be issued at a fixed coupon rate, which converts to a variable rate at a specified date. Rate shown is the rate in effect as of period end.

(e) Security is collateralized by municipal bonds or U.S. Treasury obligations.

(f) Represent bonds transferred to a TOB Trust in exchange of cash and residual certificates received by the Trust. These bonds serve as collateral in a secured borrowing. See Note 4 of the Notes to Financial Statements for details.

(g) All or a portion of security is subject to a recourse agreement. The aggregate maximum potential amount the Trust could ultimately be required to pay under the agreements, which expire between November 15, 2019 to October 1, 2024, is $8,954,336. See Note 4 of the Notes to Financial Statements for details.

(h) Annualized 7-day yield as of period end.

(i) During the period ended February 28, 2018, investments in issuers considered to be an affiliate of the Trust for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

Affiliated	*Shares Held at 08/31/17*	*Net Activity*	*Shares Held at 02/28/18*	*Value at 02/28/18*	*Income*	*Net Realized Gain (Loss)*[(a)]	*Change in Unrealized Appreciation (Depreciation)*
BlackRock Liquidity Funds, MuniCash, Institutional Class		6,768,479	6,768,479	$ 6,769,156	$ 45,399	$ 308	$

[a] Includes net capital gain distributions, if applicable

Derivative Financial Instruments Outstanding as of Period End

Futures Contracts

Description	*Number of Contracts*	*Expiration Date*	*Notional Amount (000)*	*Value/ Unrealized Appreciation (Depreciation)*
Short Contracts:				
10-Year U.S. Treasury Note	105	06/20/18	$ 12,605	$ 9,791
Long U.S. Treasury Bond	149	06/20/18	21,372	(88,569)
5-Year U.S. Treasury Note	43	06/29/18	4,899	7,270
				$ (71,508)

Derivative Financial Instruments Categorized by Risk Exposure

As of period end, the fair values of derivative financial instruments located in the Statements of Assets and Liabilities were as follows:

	Commodity Contracts	*Credit Contracts*	*Equity Contracts*	*Foreign Currency Exchange Contracts*	*Interest Rate Contracts*	*Other Contracts*	*Total*
Assets Derivative Financial Instruments							
Futures contracts							
Net unrealized appreciation[a]	$	$	$	$	$ 17,061	$	$ 17,061
Liabilities Derivative Financial Instruments							
Futures contracts							
Net unrealized depreciation[a]	$	$	$	$	$ 88,569	$	$ 88,569

[a] Includes cumulative appreciation (depreciation) on futures contracts, if any, as reported in the Schedule of Investments. Only current day s variation margin is reported within the Statements of Assets and Liabilities.

Schedule of Investments (unaudited) (continued) **BlackRock MuniVest Fund, Inc. (MVF)**

February 28, 2018

For the six months ended February 28, 2018, the effect of derivative financial instruments in the Statements of Operations was as follows:

	Commodity Contracts	*Credit Contracts*	*Equity Contracts*	*Foreign Currency Exchange Contracts*	*Interest Rate Contracts*	*Other Contracts*	*Total*
Net Realized Gain (Loss) from:							
Futures contracts	$	$	$	$	$ 2,714,574	$	$ 2,714,574
Net Change in Unrealized Appreciation (Depreciation) on:							
Futures contracts	$	$	$	$	$ 128,708	$	$ 128,708

Average Quarterly Balances of Outstanding Derivative Financial Instruments

Futures contracts:	
Average notional value of contracts short	$ 32,830,457

For more information about the Trust s investment risks regarding derivative financial instruments, refer to the Notes to Financial Statements.

Fair Value Hierarchy as of Period End

Various inputs are used in determining the fair value of investments and derivative financial instruments. For information about the Trust s policy regarding valuation of investments and derivative financial instruments, refer to the Notes to Financial Statements.

The following tables summarize the Trust s investments and derivative financial instruments categorized in the disclosure hierarchy:

	Level 1	*Level 2*	*Level 3*	*Total*
Assets:				
Investments:				
Long-Term Investments[(a)]	$	$ 970,465,998	$	$ 970,465,998
Short-Term Securities	6,769,156			6,769,156
	$ 6,769,156	$ 970,465,998	$	$ 977,235,154
Derivative Financial Instruments[(b)]				

Assets:								
Interest rate contracts	$	17,061	$		$		$	17,061
Liabilities:								
Interest rate contracts		(88,569)						(88,569)
	$	(71,508)	$		$		$	(71,508)

[(a)] See above Schedule of Investments for values in each state or political subdivision

[(b)] Derivative financial instruments are futures contracts which are valued at the unrealized appreciation (depreciation) on the instrument.

The Trust may hold assets and/or liabilities in which the fair value approximates the carrying amount for financial statement purposes. As of period end, such assets and/or liabilities are categorized within the disclosure hierarchy as follows:

	Level 1	*Level 2*	*Level 3*	*Total*
Liabilities:				
TOB Trust Certificates	$	$ (131,806,132)	$	$ (131,806,132)
VMTP Shares at Liquidation Value		(243,800,000)		(243,800,000)
	$	$ (375,606,132)	$	$ (375,606,132)

During the six months ended February 28, 2018, there were no transfers between levels.

See notes to financial statements.

Statements of Assets and Liabilities (unaudited)

February 28, 2018

	BBK	BAF	BYM	BLE
ASSETS				
Investments at value unaffiliated[a]	$ 267,133,974	$ 220,090,270	$ 625,999,896	$ 559,198,467
Investments at value affiliated[b]	143,982	1,836,113	990,897	4,387,518
Cash	89,039	45,492	210,235	123,305
Cash pledged for futures contracts	286,050	131,800	646,050	384,800
Receivables:				
Interest unaffiliated	2,925,508	2,436,779	6,543,309	6,865,884
Dividends affiliated	311	1,078	2,876	1,628
Investments sold		2,971,749	3,539,522	644,783
Prepaid expenses	4,897	4,870	11,096	21,062
Total assets	270,583,761	227,518,151	637,943,881	571,627,447
ACCRUED LIABILITIES				
Payables:				
Investments purchased	1,705,273	2,425,106	5,670,541	2,026,203
Income dividends	668,208	599,335	1,584,376	1,529,441
Investment advisory fees	133,878	94,602	267,373	240,435
Variation margin on futures contracts	92,656	39,844	205,813	121,969
Interest expense and fees	61,368	124,044	333,220	212,770
Directors and Officer s fees	30,402	22,609	70,856	64,189
Other accrued expenses	103,774	83,798	144,422	140,936
Total accrued liabilities	2,795,559	3,389,338	8,276,601	4,335,943
OTHER LIABILITIES				
TOB Trust Certificates	21,403,733	49,716,592	102,796,594	69,909,043
VMTP Shares, at liquidation value of $100,000 per share[c][d]	79,900,000	42,200,000	137,200,000	151,300,000
Total other liabilities	101,303,733	91,916,592	239,996,594	221,209,043
Total liabilities	104,099,292	95,305,930	248,273,195	225,544,986
NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS	$ 166,484,469	$ 132,212,221	$ 389,670,686	$ 346,082,461

NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS CONSIST OF				
Paid-in capital[(e)(f)(g)]	$ 149,545,188	$ 124,019,631	$ 365,004,467	$ 331,761,649
Undistributed net investment income	1,632,892	1,089,852	1,939,466	2,005,300
Accumulated net realized gain (loss)	696,612	(4,379,456)	(10,540,735)	(15,709,870)
Net unrealized appreciation (depreciation)	14,609,777	11,482,194	33,267,488	28,025,382
NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS	$ 166,484,469	$ 132,212,221	$ 389,670,686	$ 346,082,461
Net asset value per Common Share	$ 15.82	$ 15.11	$ 14.76	$ 14.71
(a) Investments at cost unaffiliated	$ 252,484,591	$ 208,596,848	$ 592,657,813	$ 531,121,529
(b) Investments at cost affiliated	$ 143,969	$ 1,836,102	$ 990,897	$ 4,387,477
(c) Preferred Shares outstanding, par value $0.001 per share	799	422	1,372	1,513
(d) Preferred Shares authorized	unlimited	unlimited	unlimited	unlimited
(e) Par value per Common Share	$ 0.001	$ 0.001	$ 0.001	$ 0.001
(f) Common Shares outstanding	10,522,957	8,749,418	26,406,273	23,529,861
(g) Common Shares authorized	unlimited	unlimited	unlimited	unlimited

See notes to financial statements.

Statements of Assets and Liabilities (unaudited) (continued)

February 28, 2018

	MFL	MVF
ASSETS		
Investments at value unaffiliated[a]	$ 928,430,786	$ 970,465,998
Investments at value affiliated[b]	1,293,856	6,769,156
Cash	191,367	160,102
Cash pledged for futures contracts	545,150	501,500
Receivables:		
Interest unaffiliated	11,838,642	12,291,831
Dividends affiliated	1,285	4,001
Investments sold	251,462	1,398,576
Prepaid expenses	15,503	48,429
Total assets	942,568,051	991,639,593
ACCRUED LIABILITIES		
Payables:		
Investments purchased		
Income dividends	2,709,579	2,982,473
Investment advisory fees	352,652	381,214
Variation margin on futures contracts	165,469	160,656
Interest expense and fees	402,550	399,735
Directors and Officer s fees	292,703	155,205
Other accrued expenses	198,907	219,623
Total accrued liabilities	4,121,860	4,298,906
OTHER LIABILITIES		
TOB Trust Certificates	123,070,585	131,806,132
VMTP Shares, at liquidation value of $100,000 per share[c][d]		243,800,000
VRDP Shares, at liquidation value of $100,000 per share, net of deferred offering costs[c][d]	274,204,609	
Total other liabilities	397,275,194	375,606,132
Total liabilities	401,397,054	379,905,038
NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS	$ 541,170,997	$ 611,734,555

NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS CONSIST OF		
Paid-in capital[(e)(f)(g)]	$ 525,342,917	$ 582,474,297
Undistributed net investment income	3,232,491	3,822,659
Accumulated net realized loss	(28,111,494)	(19,364,068)
Net unrealized appreciation (depreciation)	40,707,083	44,801,667
NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS	$ 541,170,997	$ 611,734,555
Net asset value per Common Share	$ 14.28	$ 9.44
(a) Investments at cost unaffiliated	$ 887,676,435	$ 925,592,823
(b) Investments at cost affiliated	$ 1,293,856	$ 6,769,156
(c) Preferred Shares outstanding, par value $0.10 per share	2,746	2,438
(d) Preferred Shares authorized	1,000,000	10,000,000
(e) Par value per Common Share	$ 0.10	$ 0.10
(f) Common Shares outstanding	37,896,208	64,836,371
(g) Common Shares authorized	unlimited	150,000,000

See notes to financial statements.

Statements of Operations (unaudited)

Six Months Ended February 28, 2018

	BBK	BAF	BYM	BLE
INVESTMENT INCOME				
Interest unaffiliated	$ 5,740,509	$ 4,858,778	$ 13,297,361	$ 12,934,772
Dividends affiliated	2,780	3,908	17,050	13,991
Total investment income	5,743,289	4,862,686	13,314,411	12,948,763
EXPENSES				
Investment advisory	877,804	611,878	1,744,615	1,569,819
Professional	32,978	31,032	49,842	45,439
Accounting services	21,542	18,978	29,722	29,722
Transfer agent	11,965	10,308	17,389	16,971
Directors and Officer	8,564	6,853	20,187	17,766
Custodian	6,838	5,775	13,242	12,344
Printing	4,360	4,004	5,813	5,454
Registration	3,235	3,221	3,488	3,753
Liquidity fees				
Remarketing fees on Preferred Shares				
Rating agency	20,201	20,166	20,256	20,270
Miscellaneous	12,782	9,481	15,952	15,758
Total expenses excluding interest expense, fees and amortization of offering costs	1,000,269	721,696	1,920,506	1,737,296
Interest expense, fees and amortization of offering costs(a)	1,002,800	832,839	2,245,538	2,135,966
Total expenses	2,003,069	1,554,535	4,166,044	3,873,262
Less fees waived and/or reimbursed by the Manager	(384)	(316)	(1,616)	(1,764)
Total expenses after fees waived and/or reimbursed	2,002,685	1,554,219	4,164,428	3,871,498
Net investment income	3,740,604	3,308,467	9,149,983	9,077,265
REALIZED AND UNREALIZED GAIN (LOSS)				
Net realized gain (loss) from:				
Investments unaffiliated	155,091	(22,997)	156,496	(281,294)
Investments affiliated	(276)	(1,079)	301	(330)
Futures contracts	1,336,617	722,187	2,617,060	1,698,703
Capital gain distributions from investment companies affiliated	34	895	423	495

	1,491,466	699,006	2,774,280	1,417,574
Net change in unrealized appreciation (depreciation) on:				
Investments unaffiliated	(6,432,793)	(5,496,523)	(17,295,520)	(12,102,107)
Investments affiliated	13	30		(240)
Futures contracts	35,855	33,380	73,976	56,670
	(6,396,925)	(5,463,113)	(17,221,544)	(12,045,677)
Net realized and unrealized loss	(4,905,459)	(4,764,107)	(14,447,264)	(10,628,103)
NET DECREASE IN NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS RESULTING FROM OPERATIONS	$ (1,164,855)	$ (1,455,640)	$ (5,297,281)	$ (1,550,838)

(a) Related to TOB Trusts, VMTP Shares and/or VRDP Shares.

See notes to financial statements.

Statements of Operations (unaudited) (continued)

Six Months Ended February 28, 2018

	MFL	MVF
INVESTMENT INCOME		
Interest unaffiliated	$ 20,194,983	$ 23,380,370
Dividends affiliated	10,586	45,399
Total investment income	20,205,569	23,425,769
EXPENSES		
Investment advisory	2,599,511	2,495,999
Professional	65,343	68,011
Accounting services	60,231	61,570
Transfer agent	22,816	26,762
Directors and Officer	28,302	31,740
Custodian	19,194	20,130
Printing	6,847	7,387
Registration	4,998	10,315
Liquidity fees	13,868	
Remarketing fees on Preferred Shares	13,617	
Rating agency	20,388	20,358
Miscellaneous	15,585	19,848
Total expenses excluding interest expense, fees and amortization of offering costs	2,870,700	2,762,120
Interest expense, fees and amortization of offering costs[(a)]	3,681,461	3,651,509
Total expenses	6,552,161	6,413,629
Less fees waived and/or reimbursed by the Manager	(269,957)	(5,009)
Total expenses after fees waived and/or reimbursed	6,282,204	6,408,620
Net investment income	13,923,365	17,017,149
REALIZED AND UNREALIZED GAIN (LOSS)		
Net realized gain (loss) from:		
Investments unaffiliated	1,012,570	1,366,496
Investments affiliated	(1,058)	(1,414)
Futures contracts	2,695,498	2,714,574
Capital gain distributions from investment companies affiliated	835	1,722
	3,707,845	4,081,378

Net change in unrealized appreciation (depreciation) on:		
Investments unaffiliated	(25,305,943)	(23,483,757)
Investments affiliated		
Futures contracts	134,198	128,708
	(25,171,745)	(23,355,049)
Net realized and unrealized loss	(21,463,900)	(19,273,671)
NET DECREASE IN NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS RESULTING FROM OPERATIONS	$ (7,540,535)	$ (2,256,522)

(a) Related to TOB Trusts, VMTP Shares and/or VRDP Shares.

See notes to financial statements.

Statements of Changes in Net Assets

	BBK	
	Six Months Ended 02/28/18 (unaudited)	Year Ended 08/31/17
INCREASE (DECREASE) IN NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS		
OPERATIONS		
Net investment income	$ 3,740,604	$ 7,739,471
Net realized gain	1,491,466	1,334,563
Net change in unrealized appreciation (depreciation)	(6,396,925)	(12,747,013)
Net decrease in net assets applicable to Common Shareholders resulting from operations	(1,164,855)	(3,672,979)
DISTRIBUTIONS TO COMMON SHAREHOLDERS[(a)]		
From net investment income	(4,055,345)	(8,742,737)
From net realized gain		(4,092,513)
Decrease in net assets resulting from distributions to shareholders	(4,055,345)	(12,835,250)
CAPITAL SHARE TRANSACTIONS		
Reinvestment of common distributions		106,139
NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS		
Total decrease in net assets applicable to Common Shareholders	(5,220,200)	(16,402,090)
Beginning of period	171,704,669	188,106,759
End of period	$ 166,484,469	$ 171,704,669
Undistributed net investment income, end of period	$ 1,632,892	$ 1,947,633

(a) Distributions for annual periods determined in accordance with U.S. federal income tax regulations.

See notes to financial statements.

Statements of Changes in Net Assets (continued)

	BAF	
	Six Months Ended 02/28/18 (unaudited)	Year Ended 08/31/17
INCREASE (DECREASE) IN NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS		
OPERATIONS		
Net investment income	$ 3,308,467	$ 6,905,796
Net realized gain	699,006	483,039
Net change in unrealized appreciation (depreciation)	(5,463,113)	(7,859,841)
Net decrease in net assets applicable to Common Shareholders resulting from operations	(1,455,640)	(471,006)
DISTRIBUTIONS TO COMMON SHAREHOLDERS[a]		
From net investment income	(3,596,011)	(7,192,022)
NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS		
Total decrease in net assets applicable to Common Shareholders	(5,051,651)	(7,663,028)
Beginning of period	137,263,872	144,926,900
End of period	$ 132,212,221	$ 137,263,872
Undistributed net investment income, end of period	$ 1,089,852	$ 1,377,396

[a] Distributions for annual periods determined in accordance with U.S. federal income tax regulations.

See notes to financial statements.

Statements of Changes in Net Assets (continued)

	BYM	
	Six Months Ended 02/28/18 (unaudited)	Year Ended 08/31/17
INCREASE (DECREASE) IN NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS		
OPERATIONS		
Net investment income	$ 9,149,983	$ 19,852,437
Net realized gain (loss)	2,774,280	(147,150)
Net change in unrealized appreciation (depreciation)	(17,221,544)	(23,023,267)
Net decrease in net assets applicable to Common Shareholders resulting from operations	(5,297,281)	(3,317,980)
DISTRIBUTIONS TO COMMON SHAREHOLDERS[(a)]		
From net investment income	(9,506,258)	(20,596,893)
NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS		
Total decrease in net assets applicable to Common Shareholders	(14,803,539)	(23,914,873)
Beginning of period	404,474,225	428,389,098
End of period	$ 389,670,686	$ 404,474,225
Undistributed net investment income, end of period	$ 1,939,466	$ 2,295,741

[(a)] Distributions for annual periods determined in accordance with U.S. federal income tax regulations.

See notes to financial statements.

Statements of Changes in Net Assets (continued)

	BLE	
	Six Months Ended 02/28/18 (unaudited)	Year Ended 08/31/17
INCREASE (DECREASE) IN NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS		
OPERATIONS		
Net investment income	$ 9,077,265	$ 19,429,380
Net realized gain (loss)	1,417,574	(1,220,104)
Net change in unrealized appreciation (depreciation)	(12,045,677)	(19,544,647)
Net decrease in net assets applicable to Common Shareholders resulting from operations	(1,550,838)	(1,335,371)
DISTRIBUTIONS TO COMMON SHAREHOLDERS[(a)]		
From net investment income	(9,394,922)	(20,808,732)
CAPITAL SHARE TRANSACTIONS		
Reinvestment of common distributions	127,225	472,775
NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS		
Total decrease in net assets applicable to Common Shareholders	(10,818,535)	(21,671,328)
Beginning of period	356,900,996	378,572,324
End of period	$ 346,082,461	$ 356,900,996
Undistributed net investment income, end of period	$ 2,005,300	$ 2,322,957

[(a)] Distributions for annual periods determined in accordance with U.S. federal income tax regulations.
See notes to financial statements.

Statements of Changes in Net Assets (continued)

	MFL	
	Six Months Ended 02/28/18 (unaudited)	Year Ended 08/31/17
INCREASE (DECREASE) IN NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS		
OPERATIONS		
Net investment income	$ 13,923,365	$ 29,352,395
Net realized gain	3,707,845	2,213,101
Net change in unrealized appreciation (depreciation)	(25,171,745)	(35,183,571)
Net decrease in net assets applicable to Common Shareholders resulting from operations	(7,540,535)	(3,618,075)
DISTRIBUTIONS TO COMMON SHAREHOLDERS[(a)]		
From net investment income	(16,252,369)	(32,468,810)
CAPITAL SHARE TRANSACTIONS		
Reinvestment of common distributions	580,514	540,004
NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS		
Total decrease in net assets applicable to Common Shareholders	(23,212,390)	(35,546,881)
Beginning of period	564,383,387	599,930,268
End of period	$ 541,170,997	$ 564,383,387
Undistributed net investment income, end of period	$ 3,232,491	$ 5,561,495

[(a)] Distributions for annual periods determined in accordance with U.S. federal income tax regulations.
See notes to financial statements.

Statements of Changes in Net Assets (continued)

	MVF	
	Six Months Ended 02/28/18 (unaudited)	Year Ended 08/31/17
INCREASE (DECREASE) IN NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS		
OPERATIONS		
Net investment income	$ 17,017,149	$ 35,925,230
Net realized gain (loss)	4,081,378	(1,472,154)
Net change in unrealized appreciation (depreciation)	(23,355,049)	(37,882,724)
Net decrease in net assets applicable to Common Shareholders resulting from operations	(2,256,522)	(3,429,648)
DISTRIBUTIONS TO COMMON SHAREHOLDERS[(a)]		
From net investment income	(17,973,413)	(36,990,508)
CAPITAL SHARE TRANSACTIONS		
Reinvestment of common distributions	1,475,965	3,319,416
NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS		
Total decrease in net assets applicable to Common Shareholders	(18,753,970)	(37,100,740)
Beginning of period	630,488,525	667,589,265
End of period	$ 611,734,555	$ 630,488,525
Undistributed net investment income, end of period	$ 3,822,659	$ 4,778,923

(a) Distributions for annual periods determined in accordance with U.S. federal income tax regulations.

See notes to financial statements.

Statements of Cash Flows (unaudited)

Six Months Ended February 28, 2018

	BBK	BAF	BYM	BLE
CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES				
Net decrease in net assets resulting from operations	$ (1,164,855)	$ (1,455,640)	$ (5,297,281)	$ (1,550,838)
Adjustments to reconcile net decrease in net assets resulting from operations to net cash provided by (used for) operating activities:				
Proceeds from sales of long-term investments	32,429,411	29,133,671	76,858,008	13,518,767
Purchases of long-term investments	(32,292,457)	(33,209,997)	(81,407,858)	(16,694,769)
Net proceeds from sales (purchases) of short-term securities	(7,486)	(1,646,780)	899,535	2,599,665
Amortization of premium and accretion of discount on investments and other fees	(77,558)	503,748	(37,025)	786,181
Net realized gain (loss) on investments	(154,815)	24,076	(156,797)	281,624
Net unrealized loss on investments	6,432,780	5,496,493	17,295,520	12,102,347
(Increase) Decrease in Assets:				
Cash pledged for futures contracts	63,000	39,000	44,000	103,000
Receivables:				
Interest unaffiliated	(15,642)	(9,840)	35,048	(56,996)
Dividends affiliated	271	(956)	(645)	3,141
Prepaid expenses	6,711	6,379	2,991	(7,082)
Increase (Decrease) in Liabilities:				
Payables:				
Investment advisory fees	(16,893)	(10,043)	(31,937)	(28,718)
Interest expense and fees	13,857	38,556	78,765	57,500
Directors and Officer s	353	334	872	757
Variation margin on futures contracts	39,320	14,446	101,250	46,656
Other accrued expenses	(836)	(5,255)	5,702	6,383
Net cash provided by (used for) operating activities	5,255,161	(1,081,808)	8,390,148	11,167,618
CASH PROVIDED BY (USED FOR) FINANCING ACTIVITIES				
Proceeds from TOB Trust Certificates		5,784,954	5,258,252	
Repayments of TOB Trust Certificates	(1,000,000)	(1,005,500)	(3,749,918)	(1,365,000)
Proceeds from Loan for TOB Trust Certificates		255,500	973,252	
Repayments of Loan for TOB Trust Certificates		(255,500)	(973,252)	
Cash dividends paid to Common Shareholders	(4,055,345)	(3,596,011)	(9,506,258)	(9,467,083)
Decrease in bank overdraft	(110,777)	(56,143)	(181,989)	(212,230)
Amortization of deferred offering costs				
	(5,166,122)	1,127,300	(8,179,913)	(11,044,313)

Net cash provided by (used for) financing activities								
CASH								
Net increase in cash		89,039		45,492		210,235		123,305
Cash at beginning of period								
Cash at end of period	$	89,039	$	45,492	$	210,235	$	123,305
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION								
Cash paid during the period for interest expense	$	988,943	$	794,283	$	2,166,773	$	2,078,466
NON-CASH FINANCING ACTIVITIES								
Capital shares issued in reinvestment of distributions paid to Common Shareholders								127,225

See notes to financial statements.

Statements of Cash Flows (unaudited) (continued)

Six Months Ended February 28, 2018

	MFL	MVF
CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES		
Net decrease in net assets resulting from operations	$ (7,540,535)	$ (2,256,522)
Adjustments to reconcile net decrease in net assets resulting from operations to net cash provided by operating activities:		
Proceeds from sales of long-term investments	69,456,409	97,360,361
Purchases of long-term investments	(71,194,349)	(83,056,087)
Net proceeds from sales (purchases) of short-term securities	(1,293,856)	(6,769,156)
Amortization of premium and accretion of discount on investments and other fees	2,701,911	1,311,953
Net realized gain (loss) on investments	(1,011,512)	(1,365,082)
Net unrealized loss on investments	25,305,943	23,483,757
(Increase) Decrease in Assets:		
Cash pledged for futures contracts	286,000	218,000
Receivables:		
Interest unaffiliated	(304,532)	399,822
Dividends affiliated	(246)	(2,412)
Prepaid expenses	15,963	(11,249)
Increase (Decrease) in Liabilities:		
Payables:		
Investment advisory fees	(51,608)	(48,518)
Interest expense and fees	93,111	90,887
Directors and Officer s	(9,058)	(10,664)
Variation margin on futures contracts	39,640	50,031
Other accrued expenses	6,890	17,847
Net cash provided by (used for) operating activities	16,500,171	29,412,968
CASH PROVIDED BY (USED FOR) FINANCING ACTIVITIES		
Proceeds from TOB Trust Certificates	1,022,000	3,886,679
Repayments of TOB Trust Certificates	(1,061,976)	(12,069,747)
Proceeds from Loan for TOB Trust Certificates	1,022,000	3,886,680
Repayments of Loan for TOB Trust Certificates	(1,022,000)	(3,886,680)
Cash dividends paid to Common Shareholders	(15,669,040)	(16,490,422)
Decrease in bank overdraft	(608,185)	(4,579,376)
Amortization of deferred offering costs	8,397	
Net cash provided by (used for) financing activities	(16,308,804)	(29,252,866)

CASH

Net increase in cash	191,367	160,102
Cash at beginning of period		
Cash at end of period	$ 191,367	$ 160,102
SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION		
Cash paid during the period for interest expense	$ 3,579,953	$ 3,560,622
NON-CASH FINANCING ACTIVITIES		
Capital shares issued in reinvestment of distributions paid to Common Shareholders	580,514	1,475,965

See notes to financial statements.

Financial Highlights

(For a share outstanding throughout each period)

	BBK					
	Six Months Ended	Year Ended August 31,				
	02/28/2018 (unaudited)	2017	2016	2015	2014	2013
Net asset value, beginning of period	$ 16.32	$ 17.89	$ 16.49	$ 16.54	$ 14.18	$ 16.79
Net investment income[(a)]	0.36	0.74	0.89	0.90	0.97	0.96
Net realized and unrealized gain (loss)	(0.47)	(1.09)	1.42	0.03	2.43	(2.46)
Distributions to Preferred Shareholders from:						
Net increase (decrease) from investment operations	(0.11)	(0.35)	2.31	0.93	3.40	(1.50)
Distributions to Common Shareholders[(b)]						
From net investment income	(0.39)	(0.83)	(0.90)	(0.98)	(0.96)	(0.97)
From net realized gain		(0.39)	(0.01)		(0.08)	(0.14)
Total distributions to Common Shareholders	(0.39)	(1.22)	(0.91)	(0.98)	(1.04)	(1.11)
Net asset value, end of period	$ 15.82	$ 16.32	$ 17.89	$ 16.49	$ 16.54	$ 14.18
Market price, end of period	$ 14.47	$ 15.99	$ 18.22	$ 15.23	$ 15.59	$ 13.49
Total Return Applicable to Common Shareholders[(c)]						
Based on net asset value	(0.55)%[(d)]	(1.44)%	14.53%	5.96%	25.27%	(9.52)%
Based on market price	(7.16)%[(d)]	(5.18)%	26.29%	3.83%	24.11%	(15.78)%
Ratios to Average Net Assets Applicable to Common Shareholders						
Total expenses	2.37%[(e)]	2.31%	1.78%	1.73%	1.84%[(e)]	1.82%
	2.37%[(e)]	2.31%	1.77%	1.73%	1.84%[(e)]	1.82%

Total expenses after fees waived and paid indirectly						
Total expenses after fees waived and paid indirectly and excluding interest expense and fees, and amortization of offering costs[f]	1.18%[e]	1.19%	1.16%	1.16%	1.19%	1.17%
Net investment income to Common Shareholders	4.43%[e]	4.55%	5.18%	5.41%	6.29%	5.85%
Supplemental Data						
Net assets applicable to Common Shareholders, end of period (000)	$ 166,484	$ 171,705	$ 188,107	$ 173,363	$ 173,798	$ 149,003
VMTP Shares outstanding at $100,000 liquidation value, end of period (000)	$ 79,900	$ 79,900	$ 79,900	$ 79,900	$ 79,900	$ 79,900
Asset coverage per VMTP Shares at $100,000 liquidation value, end of period	$ 308,366	$ 314,899	$ 335,428	$ 316,975	$ 317,520	$ 286,487
Borrowings outstanding, end of period (000)	$ 21,404	$ 22,404	$ 25,054	$ 19,495	$ 19,495	$ 17,039
Portfolio turnover rate	10%	46%	29%	34%	32%	32%

(a) Based on average Common Shares outstanding.
(b) Distributions for annual periods determined in accordance with U.S. federal income tax regulations.
(c) Total returns based on market price, which can be significantly greater or less than the net asset value, may result in substantially different returns. Where applicable, excludes the effects of any sales charges and assumes the reinvestment of distributions at actual reinvestment prices.
(d) Aggregate total return.
(e) Annualized.
(f) Interest expense, fees and amortization of offering costs related to TOBs and/or VMTP Shares. See Note 4 and Note 10 of the Notes to Financial Statements for details.

See notes to financial statements.

Financial Highlights (continued)

(For a share outstanding throughout each period)

	BAF					
	Six Months Ended 02/28/18 (unaudited)	Year Ended August 31, 2017	2016	2015	2014	2013
Net asset value, beginning of period	$ 15.69	$ 16.56	$ 15.80	$ 15.97	$ 13.83	$ 16.53
Net investment income[(a)]	0.38	0.79	0.83	0.83	0.83	0.81
Net realized and unrealized gain (loss)	(0.55)	(0.84)	0.75	(0.18)	2.13	(2.68)
Net increase (decrease) from investment operations	(0.17)	(0.05)	1.58	0.65	2.96	(1.87)
Distributions to Common Shareholders from net investment income[(b)]	(0.41)	(0.82)	(0.82)	(0.82)	(0.82)	(0.83)
Net asset value, end of period	$ 15.11	$ 15.69	$ 16.56	$ 15.80	$ 15.97	$ 13.83
Market price, end of period	$ 14.01	$ 15.11	$ 15.79	$ 13.89	$ 14.18	$ 12.82
Total Return Applicable to Common Shareholders[(c)]						
Based on net asset value	(0.98)%[(d)]	0.14%	10.57%	4.71%	22.67%	(11.69)%
Based on market price	(4.67)%[(d)]	1.15%	19.92%	3.68%	17.50%	(16.68)%
Ratios to Average Net Assets Applicable to Common Shareholders						
Total expenses	2.32%[(e)]	2.06%	1.61%	1.50%	1.58%	1.63%
Total expenses after fees waived and paid indirectly	2.32%[(e)]	2.06%	1.61%	1.50%	1.58%	1.63%
Total expenses after fees waived and paid indirectly	1.08%[(e)]	1.06%	1.01%	1.00%	1.03%	1.03%

and excluding interest expense and fees, and amortization of offering costs[f]						
Net investment income to Common Shareholders	4.94%[e]	5.06%	5.09%	5.16%	5.56%	5.02%
Supplemental Data						
Net assets applicable to Common Shareholders, end of period (000)	$ 132,212	$ 137,264	$ 144,927	$ 138,203	$ 139,723	$ 120,962
VMTP Shares outstanding at $100,000 liquidation value, end of period (000)	$ 42,200	$ 42,200	$ 42,200	$ 42,200	$ 42,200	$ 42,200
Asset coverage per VMTP Shares at $100,000 liquidation value, end of period	$ 413,299	$ 425,270	$ 443,429	$ 427,495	$ 431,097	$ 386,639
Borrowings outstanding, end of period (000)	$ 49,717	$ 44,937	$ 42,089	$ 33,470	$ 32,345	$ 33,845
Portfolio turnover rate	14%	31%	29%	13%	26%	43%

(a) Based on average Common Shares outstanding.
(b) Distributions for annual periods determined in accordance with U.S. federal income tax regulations.
(c) Total returns based on market price, which can be significantly greater or less than the net asset value, may result in substantially different returns. Where applicable, excludes the effects of any sales charges and assumes the reinvestment of distributions at actual reinvestment prices.
(d) Aggregate total return.
(e) Annualized.
(f) Interest expense, fees and amortization of offering costs related to TOBs Trusts and/or VMTP Shares. See Note 4 and Note 10 of the Notes to Financial Statements for details.

See notes to financial statements.

Financial Highlights (continued)

(For a share outstanding throughout each period)

	Six Months Ended 02/28/2018 (unaudited)	BYM Year Ended August 31, 2017	2016	2015	2014	2013
Net asset value, beginning of period	$ 15.32	$ 16.22	$ 15.21	$ 15.56	$ 13.46	$ 16.11
Net investment income[(a)]	0.35	0.75	0.82	0.84	0.86	0.91
Net realized and unrealized gain (loss)	(0.55)	(0.87)	1.02	(0.33)	2.16	(2.62)
Net increase (decrease) from investment operations	(0.20)	(0.12)	1.84	0.51	3.02	(1.71)
Distributions to Common Shareholders from net investment income[(b)]	(0.36)	(0.78)	(0.83)	(0.86)	(0.92)	(0.94)
Net asset value, end of period	$ 14.76	$ 15.32	$ 16.22	$ 15.21	$ 15.56	$ 13.46
Market price, end of period	$ 13.26	$ 14.84	$ 15.55	$ 13.67	$ 13.96	$ 12.59
Total Return Applicable to Common Shareholders[(c)]						
Based on net asset value	(1.16)%[(d)]	(0.30)%	12.71%	3.85%	23.69%	(11.13)%
Based on market price	(8.33)%[(d)]	0.74%	20.23%	4.03%	18.65%	(19.96)%
Ratios to Average Net Assets Applicable to Common Shareholders						
Total expenses	2.10%[(e)]	1.93%	1.56%	1.47%	1.55%	1.55%
Total expenses after fees waived and paid indirectly	2.10%[(e)]	1.93%	1.56%	1.47%	1.55%	1.55%
	0.97%[(e)]	0.97%	0.95%	0.96%	0.98%	0.96%

Total expenses after fees waived and paid indirectly and excluding interest expense and fees, and amortization of offering costs[f]						
Net investment income to Common Shareholders	4.61%[e]	4.95%	5.19%	5.42%	5.89%	5.77%
Supplemental Data						
Net assets applicable to Common Shareholders, end of period (000)	$ 389,671	$ 404,474	$ 428,389	$ 401,536	$ 410,776	$ 355,372
VMTP Shares outstanding at $100,000 liquidation value, end of period (000)	$ 137,200	$ 137,200	$ 137,200	$ 137,200	$ 137,200	$ 137,200
Asset coverage per VMTP Shares at $100,000 liquidation value, end of period	$ 384,017	$ 394,806	$ 412,237	$ 392,665	$ 399,399	$ 359,018
Borrowings outstanding, end of period (000)	$ 102,797	$ 101,288	$ 100,250	$ 101,818	$ 93,816	$ 114,948
Portfolio turnover rate	13%	18%	10%	12%	20%	24%

(a) Based on average Common Shares outstanding.
(b) Distributions for annual periods determined in accordance with U.S. federal income tax regulations.
(c) Total returns based on market price, which can be significantly greater or less than the net asset value, may result in substantially different returns. Where applicable, excludes the effects of any sales charges and assumes the reinvestment of distributions at actual reinvestment prices.
(d) Aggregate total return.
(e) Annualized.
(f) Interest expense, fees and amortization of offering costs related to TOB Trusts and/or VMTP Shares. See Note 4 and Note 10 of the Notes to Financial Statements for details.

See notes to financial statements.

Financial Highlights (continued)

(For a share outstanding throughout each period)

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	Six Months Ended	Year Ended August 31,				
	02/28/2018 (unaudited)	2017	2016	2015	2014	2013
Net asset value, beginning of period	$ 15.17	$ 16.12	$ 15.25	$ 15.48	$ 13.32	$ 16.10
Net investment income[(a)]	0.39	0.83	0.93	0.92	0.93	0.97
Net realized and unrealized gain (loss)	(0.45)	(0.89)	0.87	(0.19)	2.22	(2.72)
Net increase (decrease) from investment operations	(0.06)	(0.06)	1.80	0.73	3.15	(1.75)
Distributions to Common Shareholders from net investment income[(b)]	(0.40)	(0.89)	(0.93)	(0.96)	(0.99)	(1.03)
Net asset value, end of period	$ 14.71	$ 15.17	$ 16.12	$ 15.25	$ 15.48	$ 13.32
Market price, end of period	$ 13.56	$ 15.45	$ 16.34	$ 14.18	$ 14.70	$ 13.20
Total Return Applicable to Common Shareholders[(c)]						
Based on net asset value	(0.29)%[(d)]	(0.18)%	12.21%	5.01%	24.73%	(11.60)%
Based on market price	(9.75)%[(d)]	0.29%	22.33%	2.83%	19.52%	(15.75)%
Ratios to Average Net Assets Applicable to Common Shareholders						
Total expenses	2.21%[(e)]	2.02%	1.62%	1.55%	1.64%	1.67%
Total expenses after fees waived and paid indirectly	2.21%[(e)]	2.02%	1.62%	1.55%	1.64%	1.67%

Total expenses after fees waived and paid indirectly and excluding interest expense and fees, and amortization of offering costs[f]	0.99%[e]	0.99%	0.98%	0.98%	1.01%	1.00%
Net investment income to Common Shareholders	5.19%[e]	5.47%	5.90%	5.94%	6.49%	6.17%
Supplemental Data						
Net assets applicable to Common Shareholders, end of period (000)	$ 346,082	$ 356,901	$ 378,572	$ 357,868	$ 363,038	$ 312,329
VMTP Shares outstanding at $100,000 liquidation value, end of period (000)	$ 151,300	$ 151,300	$ 151,300	$ 151,300	$ 151,300	$ 151,300
Asset coverage per VMTP Shares at $100,000 liquidation value, end of period	$ 328,739	$ 335,890	$ 350,213	$ 336,529	$ 339,946	$ 306,430
Borrowings outstanding, end of period (000)	$ 69,909	$ 71,274	$ 77,130	$ 68,692	$ 68,692	$ 73,531
Portfolio turnover rate	2%	9%	7%	10%	16%	17%

(a) Based on average Common Shares outstanding.
(b) Distributions for annual periods determined in accordance with U.S. federal income tax regulations.
(c) Total returns based on market price, which can be significantly greater or less than the net asset value, may result in substantially different returns. Where applicable, excludes the effects of any sales charges and assumes the reinvestment of distributions at actual reinvestment prices.
(d) Aggregate total return.
(e) Annualized.
(f) Interest expense, fees and amortization of offering costs related to TOB Trusts and/or VMTP Shares. See Note 4 and Note 10 of the Notes to Financial Statements for details.

See notes to financial statements.

Financial Highlights (continued)

(For a share outstanding throughout each period)

	MFL					
	Six Months Ended	Year Ended August 31,				
	02/28/2018 (unaudited)	2017	2016	2015	2014	2013
Net asset value, beginning of period	$ 14.91	$ 15.86	$ 15.18	$ 15.46	$ 13.27	$ 15.96
Net investment income[(a)]	0.37	0.78	0.86	0.89	0.89	0.87
Net realized and unrealized gain (loss)	(0.57)	(0.87)	0.68	(0.31)	2.16	(2.66)
Net increase (decrease) from investment operations	(0.20)	(0.09)	1.54	0.58	3.05	(1.79)
Distributions to Common Shareholders from net investment income[(b)]	(0.43)	(0.86)	(0.86)	(0.86)	(0.86)	(0.90)
Net asset value, end of period	$ 14.28	$ 14.91	$ 15.86	$ 15.18	$ 15.46	$ 13.27
Market price, end of period	$ 13.76	$ 15.03	$ 15.86	$ 14.06	$ 13.92	$ 12.59
Total Return Applicable to Common Shareholders[(c)]						
Based on net asset value	(1.33)%[(d)]	(0.34)%	10.56%	4.29%	24.24%	(11.70)%
Based on market price	(5.68)%[(d)]	0.46%	19.37%	7.28%	17.91%	(17.11)%
Ratios to Average Net Assets Applicable to Common Shareholders						
Total expenses	2.38%[(e)]	2.17%	1.65%	1.54%	1.64%	1.71%
Total expenses after fees waived and paid indirectly	2.28%[(e)]	2.08%	1.60%	1.49%	1.57%	1.62%
	0.94%[(e)]	0.95%	0.94%	0.95%	1.19%	1.29%

Total expenses after fees waived and paid indirectly and excluding interest expense, fees and amortization of offering costs[(f)(g)]						
Net investment income to Common Shareholders	5.06%[(e)]	5.22%	5.54%	5.73%	6.18%	5.55%
Supplemental Data						
Net assets applicable to Common Shareholders, end of period (000)	$ 541,171	$ 564,383	$ 599,930	$ 573,885	$ 584,690	$ 501,810
VRDP Shares outstanding at $100,000 liquidation value, end of period (000)	$ 274,600	$ 274,600	$ 274,600	$ 274,600	$ 274,600	$ 274,600
Asset coverage per VRDP Shares at $100,000 liquidation value, end of period	$ 297,076	$ 305,529	$ 318,474	$ 308,990	$ 312,924	$ 282,742
Borrowings outstanding, end of period (000)	$ 123,071	$ 123,111	$ 131,279	$ 85,502	$ 89,157	$ 95,959
Portfolio turnover rate	7%	16%	27%	13%	25%	59%

(a) Based on average Common Shares outstanding.
(b) Distributions for annual periods determined in accordance with U.S. federal income tax regulations.
(c) Total returns based on market price, which can be significantly greater or less than the net asset value, may result in substantially different returns. Where applicable, excludes the effects of any sales charges and assumes the reinvestment of distributions at actual reinvestment prices.
(d) Aggregate total return.
(e) Annualized.
(f) Interest expense, fees and amortization of offering costs related to TOBs and/or VRDP Shares. See Note 4 and Note 10 of the Notes to Financial Statements for details.
(g) For the six months ended February 28, 2018 and years ended August 31, 2017, August 31, 2016, August 31, 2015, August 31, 2014 and August 31, 2013, the total expense ratio after fees waived and paid indirectly and excluding interest expense, fees, amortization of offering costs, liquidity and remarketing fees was 0.93%, 0.94%, 0.93%, 0.94%, 0.95% and 0.92%, respectively.

See notes to financial statements.

Financial Highlights (continued)

(For a share outstanding throughout each period)

	Six Months Ended	MVF Year Ended August 31,				
	02/28/2018 (unaudited)	2017	2016	2015	2014	2013
Net asset value, beginning of period	$ 9.75	$ 10.38	$ 10.04	$ 10.27	$ 9.14	$ 10.68
Net investment income[(a)]	0.26	0.56	0.61	0.62	0.63	0.67
Net realized and unrealized gain (loss)	(0.29)	(0.62)	0.36	(0.21)	1.18	(1.50)
Net increase (decrease) from investment operations	(0.03)	(0.06)	0.97	0.41	1.81	(0.83)
Distributions to Common Shareholders from net Investment income[(b)]	(0.28)	(0.57)	(0.63)	(0.64)	(0.68)	(0.71)
Net asset value, end of period	$ 9.44	$ 9.75	$ 10.38	$ 10.04	$ 10.27	$ 9.14
Market price, end of period	$ 9.21	$ 9.84	$ 10.77	$ 9.65	$ 9.83	$ 8.91
Total Return Applicable to Common Shareholders[(c)]						
Based on net asset value	(0.32)%[(d)]	(0.38)%	9.96%	4.27%	20.70%	(8.39)%
Based on market price	(3.64)%[(d)]	(3.10)%	18.70%	4.71%	18.50%	(15.45)%
Ratios to Average Net Assets Applicable to Common Shareholders						
Total expenses	2.07%[(e)]	1.92%	1.55%	1.43%	1.49%	1.54%
Total expenses after fees waived and paid indirectly	2.07%[(e)]	1.92%	1.55%	1.43%	1.49%	1.54%
Total expenses after fees waived and paid indirectly and excluding interest expense, fees and	0.89%[(e)]	0.91%	0.89%	0.89%	0.91%	0.91%

amortization of offering costs[f]						
Net investment income to Common Shareholders	5.50%[e]	5.71%	5.95%	6.03%	0.53%	6.43%
Supplemental Data						
Net assets applicable to Common Shareholders, end of period (000)	$ 611,735	$ 630,489	$ 667,589	$ 642,889	$ 656,922	$ 584,718
VMTP Shares outstanding at $100,000 liquidation value, end of period (000)	$ 243,800	$ 243,800	$ 243,800	$ 243,800	$ 243,800	$ 243,800
Asset coverage per VMTP Shares at $100,000 liquidation value, end of period	$ 350,917	$ 358,609	$ 373,827	$ 363,695	$ 369,451	$ 339,835
Borrowings outstanding, end of period (000)	$ 131,806	$ 139,989	$ 161,957	$ 148,867	$ 145,111	$ 149,085
Portfolio turnover rate	8%	26%	13%	18%	14%	11%

(a) Based on average Common Shares outstanding.
(b) Distributions for annual periods determined in accordance with U.S. federal income tax regulations.
(c) Total returns based on market price, which can be significantly greater or less than the net asset value, may result in substantially different returns. Where applicable, excludes the effects of any sales charges and assumes the reinvestment of distributions at actual reinvestment prices.
(d) Aggregate total return.
(e) Annualized.
(f) Interest expense, fees and amortization of offering costs related to TOBs and/or VMTP Shares. See Note 4 and Note 10 of the Notes to Financial Statements for details.

See notes to financial statements.

Notes to Financial Statements (unaudited)

1. ORGANIZATION

The following are registered under the Investment Company Act of 1940, as amended (the 1940 Act), as closed-end management investment companies and are referred to herein collectively as the Trusts , or individually as a Trust :

Trust Name	*Herein Referred To As*	*Organized*	*Diversification Classification*
BlackRock Municipal Bond Trust	BBK	Delaware	Diversified
BlackRock Municipal Income Investment Quality Trust	BAF	Delaware	Diversified
BlackRock Municipal Income Quality Trust	BYM	Delaware	Diversified
BlackRock Municipal Income Trust II	BLE	Delaware	Diversified
BlackRock MuniHoldings Investment Quality Fund	MFL	Massachusetts	Diversified
BlackRock MuniVest Fund, Inc.	MVF	Maryland	Diversified

The Board of Directors and Boards of Trustees of the Trusts are collectively referred to throughout this report as the Board of Trustees or the Board, and the directors/ trustees thereof are collectively referred to throughout this report as Trustees . The Trusts determine and make available for publication the net asset values (NAVs) of their Common Shares on a daily basis.

The Trusts, together with certain other registered investment companies advised by BlackRock Advisors, LLC (the Manager) or its affiliates, are included in a complex of closed-end funds referred to as the Closed-End Complex.

2. SIGNIFICANT ACCOUNTING POLICIES

The financial statements are prepared in conformity with accounting principles generally accepted in the United States of America (U.S. GAAP), which may require management to make estimates and assumptions that affect the reported amounts of assets and liabilities in the financial statements, disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of increases and decreases in net assets from operations during the reporting period. Actual results could differ from those estimates. Each Trust is considered an investment company under U.S. GAAP and follows the accounting and reporting guidance applicable to investment companies. Below is a summary of significant accounting policies:

Investment Transactions and Income Recognition: For financial reporting purposes, investment transactions are recorded on the dates the transactions are entered into (the trade dates). Realized gains and losses on investment transactions are determined on the identified cost basis. Dividend income is recorded on the ex-dividend date. Interest income, including amortization and accretion of premiums and discounts on debt securities, is recognized on an accrual basis.

Segregation and Collateralization: In cases where a Trust enters into certain investments (e.g., futures contracts) or certain borrowings (e.g., TOB Trust transactions) that would be treated as senior securities for 1940 Act purposes, a Trust may segregate or designate on its books and records cash or liquid assets having a market value at least equal to the amount of its future obligations under such investments or borrowing. Doing so allows the investments or borrowings to be excluded from treatment as a senior security. Furthermore, if required by an exchange or counterparty agreement, the Trusts may be required to deliver/deposit cash and/or securities to/with an exchange, or broker-dealer or custodian as collateral for certain investments or obligations.

Distributions: Distributions from net investment income are declared and paid monthly. Distributions of capital gains are recorded on the ex-dividend date and made at least annually. The character and timing of distributions are determined in accordance with U.S. federal income tax regulations, which may differ from U.S. GAAP. Distributions to Preferred Shareholders are accrued and determined as described in Note 10.

Deferred Compensation Plan: Under the Deferred Compensation Plan (the Plan) approved by each Trust s Board, the independent Trustees (Independent Trustees) may defer a portion of their annual complex-wide compensation. Deferred amounts earn an approximate return as though equivalent dollar amounts had been invested in common shares of certain other BlackRock Closed-End Funds selected by the Independent Trustees. This has the same economic effect for the Independent Trustees as if the Independent Trustees had invested the deferred amounts directly in certain other BlackRock Closed-End Funds.

The Plan is not funded and obligations thereunder represent general unsecured claims against the general assets of each Trust, if applicable. Deferred compensation liabilities are included in the Trustees and Officer s fees payable in the Statements of Assets and Liabilities and will remain as a liability of the Trusts until such amounts are distributed in accordance with the Plan.

Recent Accounting Standards: In November 2016, the Financial Accounting Standards Board issued Accounting Standards Update Restricted Cash which will require entities to include the total of cash, cash equivalents, restricted cash, and restricted cash equivalents in the beginning and ending cash balances in the Statements of Cash Flows. The guidance will be applied retrospectively and is effective for fiscal years beginning after December 15, 2017, and interim periods within those years. Management is evaluating the impact, if any, of this guidance on the Trusts presentation in the Statements of Cash Flows.

In March 2017, the Financial Accounting Standards Board issued Accounting Standards Update Premium Amortization of Purchased Callable Debt Securities which amends the amortization period for certain purchased callable debt securities. Under the new guidance, the premium amortization of purchased callable debt securities that have explicit, non-contingent call features and are callable at fixed prices will be amortized to the earliest call date. The guidance will be applied on a modified retrospective basis and is effective for fiscal years, and their interim periods, beginning after December 15, 2018. Management is currently evaluating the impact of this guidance to the Trusts.

Indemnifications: In the normal course of business, a Trust enters into contracts that contain a variety of representations that provide general indemnification. A Trust s maximum exposure under these arrangements is unknown because it involves future potential claims against a Trust, which cannot be predicted with any certainty.

Other: Expenses directly related to a Trust are charged to that Trust. Other operating expenses shared by several funds, including other funds managed by the Manager, are prorated among those funds on the basis of relative net assets or other appropriate methods.

Notes to Financial Statements (unaudited) (continued)

3. INVESTMENT VALUATION AND FAIR VALUE MEASUREMENTS

Investment Valuation Policies: The Trusts investments are valued at fair value (also referred to as market value within the financial statements) as of the close of trading on the New York Stock Exchange (NYSE) (generally 4:00 p.m., Eastern time). U.S. GAAP defines fair value as the price the Trusts would receive to sell an asset or pay to transfer a liability in an orderly transaction between market participants at the measurement date. The Trusts determine the fair values of their financial instruments using various independent dealers or pricing services under policies approved by the Board of Trustees of each Trust (the Board). The BlackRock Global Valuation Methodologies Committee (the Global Valuation Committee) is the committee formed by management to develop global pricing policies and procedures and to oversee the pricing function for all financial instruments.

Fair Value Inputs and Methodologies: The following methods and inputs are used to establish the fair value of each Trust s assets and liabilities:

Municipal investments (including commitments to purchase such investments on a when-issued basis) are valued on the basis of prices provided by dealers or pricing services. In determining the value of a particular investment, pricing services may use certain information with respect to transactions in such investments, quotations from dealers, pricing matrixes, market transactions in comparable investments and information with respect to various relationships between investments.

Investments in open-end U.S. mutual funds are valued at NAV each business day.

Futures contracts traded on exchanges are valued at their last sale price.

If events (e.g., a company announcement, market volatility or a natural disaster) occur that are expected to materially affect the value of such investments, or in the event that the application of these methods of valuation results in a price for an investment that is deemed not to be representative of the market value of such investment, or if a price is not available, the investment will be valued by the Global Valuation Committee, or its delegate, in accordance with a policy approved by the Board as reflecting fair value (Fair Valued Investments). The fair valuation approaches that may be used by the Global Valuation Committee will include market approach, income approach and cost approach. Valuation techniques such as discounted cash flow, use of market comparables and matrix pricing are types of valuation approaches and are typically used in determining fair value. When determining the price for Fair Valued Investments, the Global Valuation Committee, or its delegate, seeks to determine the price that each Trust might reasonably expect to receive or pay from the current sale or purchase of that asset or liability in an arm s-length transaction. Fair value determinations shall be based upon all available factors that the Global Valuation Committee, or its delegate, deems relevant and consistent with the principles of fair value measurement. The pricing of all Fair Valued Investments is subsequently reported to the Board or a committee thereof on a quarterly basis.

Fair Value Hierarchy: Various inputs are used in determining the fair value of investments and derivative financial instruments. These inputs to valuation techniques are categorized into a fair value 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 each Trust has the ability to access

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

Level 3 Unobservable inputs based on the best information available in the circumstances, to the extent observable inputs are not available (including each Trust s own assumptions used in determining the fair value of investments and derivative financial instruments)

The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3. The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the fair value hierarchy classification is determined based on the lowest level input that is significant to the fair value measurement in its entirety. Investments classified within Level 3 have significant unobservable inputs used by the Global Valuation Committee in determining the price for Fair Valued Investments. Level 3 investments include equity or debt issued by privately held companies or funds. There may not be a secondary market, and/or there are a limited number of investors. Level 3 investments may also be adjusted to reflect illiquidity and/or non-transferability, with the amount of such discount estimated by the Global Valuation Committee in the absence of market information.

Changes in valuation techniques may result in transfers into or out of an assigned level within the hierarchy. In accordance with each Trust s policy, transfers between different levels of the fair value 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 investments and derivative financial instruments and is not necessarily an indication of the risks associated with investing in those securities.

4. SECURITIES AND OTHER INVESTMENTS

Zero-Coupon Bonds: Zero-coupon bonds are normally issued at a significant discount from face value and do not provide for periodic interest payments. These bonds may experience greater volatility in market value than other debt obligations of similar maturity which provide for regular interest payments.

Forward Commitments and When-Issued Delayed Delivery Securities: Certain Trusts may purchase securities on a when-issued basis and may purchase or sell securities on a forward commitment basis. Settlement of such transactions normally occurs within a month or more after the purchase or sale commitment is made. A Trust may purchase securities under such conditions with the intention of actually acquiring them, but may enter into a separate agreement to sell the securities before the settlement date. Since the value of securities purchased may fluctuate prior to settlement, a Trust may be required to pay more at settlement than the security is worth. In addition, a Trust is not entitled to any of the interest earned prior to settlement. When purchasing a security on a delayed delivery basis, a Trust assumes the rights and risks of ownership of the security, including the risk of price and yield fluctuations. In the event of default by the counterparty, a Trust s maximum amount of loss is the unrealized appreciation of unsettled when-issued transactions.

Notes to Financial Statements (unaudited) (continued)

Municipal Bonds Transferred to TOB Trusts: Certain Trusts leverage their assets through the use of TOB Trust transactions. The Trusts transfer municipal bonds into a special purpose trust (a TOB Trust). A TOB Trust issues two classes of beneficial interests: short-term floating rate interests (TOB Trust Certificates), which are sold to third party investors, and residual inverse floating rate interests (TOB Residuals), which are issued to the participating trusts that contributed the municipal bonds to the TOB Trust. The TOB Trust Certificates have interest rates that reset weekly and their holders have the option to tender such certificates to the TOB Trust for redemption at par and any accrued interest at each reset date. The TOB Residuals held by a trust provide the Trust with the right to cause the holders of a proportional share of the TOB Trust Certificates to tender their certificates to the TOB Trust at par plus accrued interest. The Trusts may withdraw a corresponding share of the municipal bonds from the TOB Trust. Other trusts managed by the investment adviser may also contribute municipal bonds to a TOB Trust into which a Trust has contributed bonds. If multiple BlackRock advised funds participate in the same TOB Trust, the economic rights and obligations under the TOB Residuals will be shared among the trusts ratably in proportion to their participation in the TOB Trust.

TOB Trusts are supported by a liquidity facility provided by a third party bank or other financial institution (the Liquidity Provider) that allows the holders of the TOB Trust Certificates to tender their certificates in exchange for payment of par plus accrued interest on any business day. The tendered TOB Trust Certificates are remarketed by a Remarketing Agent. In the event of a failed remarketing, the TOB Trust may draw upon a loan from the Liquidity Provider to purchase the tendered TOB Trust Certificates. Any loans made by the Liquidity Provider will be secured by the purchased TOB Trust Certificates held by the TOB Trust and will be subject to an increased interest rate based on number of days the loan is outstanding.

The TOB Trust may be collapsed without the consent of a Trust, upon the occurrence of a termination event, as defined in the TOB Trust agreement. Upon the occurrence of a termination event, a TOB Trust would be liquidated with the proceeds applied first to any accrued fees owed to the trustee of the TOB Trust, the Remarketing Agent and the Liquidity Provider. Upon certain termination events, TOB Trust Certificates holders will be paid before the TOB Residuals holders (i.e., the Trusts) whereas in other termination events, TOB Trust Certificates holders and TOB Residuals holders will be paid pro rata.

While a Trust s investment policies and restrictions expressly permit investments in inverse floating rate securities, such as TOB Residuals, they restrict the ability of a Trust to borrow money for purposes of making investments. The management of MVF management believes that the Trust s restrictions on borrowings do not apply to the Trust s TOB Trust transactions. Each Trust s transfer of the municipal bonds to a TOB Trust is considered a secured borrowing for financial reporting purposes. The cash received by the TOB Trust from the sale of the TOB Trust Certificates, less certain transaction expenses, is paid to a Trust. A Trust typically invests the cash received in additional municipal bonds.

Accounting for TOB Trusts: The municipal bonds deposited into a TOB Trust are presented in a Trust s Schedule of Investments and the TOB Trust Certificates are shown in Other Liabilities in the Statements of Assets and Liabilities. Any loans drawn by the TOB Trust pursuant to the liquidity facility to purchase tendered TOB Trust Certificates are shown as Loan for TOB Trust Certificates. The carrying amount of a Trust s payable to the holder of the TOB Trust Certificates, as reported in the Statements of Assets and Liabilities as TOB Trust Certificates approximates its fair value.

Interest income, including amortization and accretion of premiums and discounts, from the underlying municipal bonds is recorded by a Trust on an accrual basis. Interest expense incurred on the TOB Trust transaction and other expenses related to remarketing, administration, trustee, liquidity and other services to a TOB Trust are shown as interest expense, fees and amortization of offering costs in the Statements of Operations. Fees paid upon creation of the TOB Trust are recorded as debt issuance costs and are amortized to interest expense, fees and amortization of offering costs in the Statements of Operations to the expected maturity of the TOB Trust. In connection with the restructurings of the TOB Trusts to non-bank sponsored TOB Trusts, a Trust incurred non-recurring, legal and restructuring fees, which are recorded as interest expense, fees and amortization of deferred offering costs in the Statements of Operations. Amounts recorded within interest expense, fees and amortization of offering costs in the Statements of Operations are:

	Interest Expense	*Liquidity Fees*	*Other Expenses*	*Total*
BBK	$ 118,394	$ 49,744	$ 22,003	$ 190,141
BAF	256,787	98,906	49,307	405,000
BYM	555,719	230,987	67,848	854,554
BLE	382,404	156,840	61,753	600,997
MFL	671,099	261,265	120,112	1,052,476
MVF	741,425	333,548	100,117	1,175,090

For the six months ended February 28, 2018, the following table is a summary of each Trust s TOB Trusts:

	Underlying Municipal Bonds Transferred to TOB Trusts [(a)]	*Liability for TOB Trust Certificates* [(b)]	*Range of Interest Rates on TOB Trust Certificates at Period End*	*Average TOB Trust Certificates Outstanding*	*Daily Weighted Average Rate of Interest and Other Expenses on TOB Trusts*
BBK	$ 36,894,735	$ 21,403,733	1.11% - 1.27%	$ 22,066,717	1.74%
BAF	85,694,891	49,716,592	1.10% - 1.32%	47,050,987	1.74
BYM	169,542,451	102,796,594	1.10% - 1.43%	102,177,259	1.68
BLE	118,358,075	69,909,043	1.10% - 1.32%	71,228,795	1.70
MFL	239,347,345	123 070 585	1.10% - 1.44%	123,008,678	1.72
MVF	253,471,425	131,806,132	1.10% - 1.24%	138,742,676	1.71

(a) The municipal bonds transferred to a TOB Trust are generally high grade municipal bonds. In certain cases, when municipal bonds transferred are lower grade municipal bonds, the TOB Trust transaction may include a credit enhancement feature that provides for the timely payment of principal and interest on the bonds to the TOB Trust by a credit enhancement provider in the event of default of the municipal bond. The TOB Trust would be responsible for the payment of the credit enhancement fee and the Trusts, as TOB Residuals holders, would be responsible for reimbursement of any payments of principal and interest made by the credit enhancement provider. The maximum potential amounts owed by the Trusts, for such reimbursements, as applicable, are included in the maximum potential amounts disclosed for recourse TOB Trusts.

Notes to Financial Statements (unaudited) (continued)

(b) TOB Trusts may be structured on a non-recourse or recourse basis. When a Trust invests in TOB Trusts on a non-recourse basis, the Liquidity Provider may be required to make a payment under the liquidity facility to allow the TOB Trust to repurchase TOB Trust Certificates. The Liquidity Provider will be reimbursed from the liquidation of bonds held in the TOB Trust. If a Trust invests in a TOB Trust on a recourse basis, the Trust enters into a reimbursement agreement with the Liquidity Provider where a Trust is required to reimburse the Liquidity Provider for any shortfall between the amount paid by the Liquidity Provider and proceeds received from liquidation of municipal bonds held in the TOB Trust (the Liquidation Shortfall). As a result, if a Trust invests in recourse TOB Trust, a Trust will bear the risk of loss with respect to any Liquidation Shortfall. If multiple funds participate in any such TOB Trust, these losses will be shared ratably, including the maximum potential amounts owed by a Trust at February 28, 2018, in proportion to their participation in the TOB Trust. The recourse TOB Trusts are identified in the Schedules of Investments including the maximum potential amounts owed by a Trust at February 28, 2018.

For the six months ended February 28, 2018, the following table is a summary of each fund s Loan for TOB Trust Certificates:

	Loans Outstanding at Period End	*Range of Interest Rates on Loans at Period End*	*Average Loans Outstanding*	*Daily Weighted Average Rate of Interest and Other Expenses on Loans*
BAF	$	%	$ 16,939	0.78%
BYM			43,957	0.78
MFL			67,757	0.78
MVF			128,840	0.78

5. *DERIVATIVE FINANCIAL INSTRUMENTS*

The Trusts engage in various portfolio investment strategies using derivative contracts both to increase the returns of the Trusts and/or to manage their exposure to certain risks such as credit risk, equity risk, interest rate risk, foreign currency exchange rate risk, commodity price risk or other risks (e.g., inflation risk). Derivative financial instruments categorized by risk exposure are included in the Schedules of Investments. These contracts may be transacted on an exchange or over-the-counter (OTC).

Futures Contracts: Futures contracts are purchased or sold to gain exposure to, or manage exposure to, changes in interest rates (interest rate risk), changes in the value of equity securities (equity risk) or foreign currencies (foreign currency exchange rate risk).

Futures contracts are agreements between the Trusts and a counterparty to buy or sell a specific quantity of an underlying instrument at a specified price and on a specified date. Depending on the terms of a contract, it is settled either through physical delivery of the underlying instrument on the settlement date or by payment of a cash amount on the settlement date. Upon entering into a futures contract, the Trusts are required to deposit initial margin with the broker in the form of cash or securities in an amount that varies depending on a contract s size and risk profile. The initial margin deposit must then be maintained at an established level over the life of the contract.

Securities deposited as initial margin are designated in the Schedules of Investments and cash deposited, if any, is shown as cash pledged for futures contracts in the Statements of Assets and Liabilities. Pursuant to the contract, the Trusts agree to receive from or pay to the broker an amount of cash equal to the daily fluctuation in market value of the contract (variation margin). Variation margin is recorded as unrealized appreciation (depreciation) and, if any, shown as variation margin receivable (or payable) on futures contracts in the Statements of Assets and Liabilities. When the contract is closed, a realized gain or loss is recorded in the Statements of Operations equal to the difference between the notional amount of the contract at the time it was opened and the notional amount at the time it was closed. The use of futures contracts involves the risk of an imperfect correlation in the movements in the price of futures contracts and interest, foreign currency exchange rates or underlying assets.

6. INVESTMENT ADVISORY AGREEMENT AND OTHER TRANSACTIONS WITH AFFILIATES

The PNC Financial Services Group, Inc. is the largest stockholder and an affiliate of BlackRock, Inc. (BlackRock) for 1940 Act purposes.

Investment Advisory: Each Trust entered into an Investment Advisory Agreement with the Manager, the Trusts investment adviser, an indirect, wholly-owned subsidiary of BlackRock, to provide investment advisory and administrative services. The Manager is responsible for the management of each Trust s portfolio and provides the personnel, facilities, equipment and certain other services necessary to the operations of each Trust.

For such services, each Trust, except for MFL and MVF, pays the Manager a monthly fee at an annual rate equal to the following percentages of the average weekly value of each Trust s managed assets:

	BBK	*BAF*	*BYM*	*BLE*
Investment advisory fees	0.65%	0.55%	0.55%	0.55%

For purposes of calculating these fees, managed assets mean the total assets of each Trust minus the sum of its accrued liabilities (other than the aggregate indebtedness constituting financial leverage).

For such services, MFL and MVF each pays the Manager a monthly fee at an annual rate of 0.55% and 0.50%, respectively, of the average daily value of each Trust s net assets.

For purposes of calculating these fees, net assets mean the total assets of each Trust minus the sum of its accrued liabilities (which does not include liabilities represented by TOB Trusts and the liquidation preference of any outstanding preferred shares). It is understood that the liquidation preference of any outstanding preferred shares (other than accumulated dividends) and TOB Trusts is not considered a liability in determining a Trust s NAV.

Notes to Financial Statements (unaudited) (continued)

Expense Waivers: The Manager, for MFL, voluntarily agreed to waive its investment advisory fee on the proceeds of the Preferred Shares and TOB Trusts that exceed 35% of total assets minus the sum of its accrued liabilities (which does not include liabilities represented by TOB Trusts and the liquidation preference of any outstanding preferred shares). This amount is included in fees waived and/or reimbursed by the Manager in the Statements of Operations. For the six months ended February 28, 2018 the waiver was $268,916.

With respect to each Trust, the Manager voluntarily agreed to waive its investment advisory fees by the amount of investment advisory fees each Trust pays to the Manager indirectly through its investment in affiliated money market funds (the affiliated money market fund waiver). These amounts are included in fees waived and/or reimbursed by the Manager in the Statements of Operations. For the six months ended February 28, 2018, the amounts waived were as follows:

	BBK	*BAF*	*BYM*	*BLE*	*MFL*	*MVF*
Amounts waived	$ 384	$ 316	$ 1,616	$ 1,764	$ 1,041	$ 5,009

The Manager contractually agreed to waive its investment advisory fee with respect to any portion of each Trust s assets invested in affiliated equity and fixed-income mutual funds and affiliated exchange-traded funds that have a contractual management fee through June 30, 2018. The agreement can be renewed for annual periods thereafter, and may be terminated on 90 days notice, each subject to approval by a majority of the Trusts Independent Trustees. For the six months ended February 28, 2018, there were no fees waived by the Manager.

Trustees and Officers: Certain Trustees and/or officers of the Trusts are trustees and/or officers of BlackRock or its affiliates. The Trusts reimburse the Manager for a portion of the compensation paid to the Trusts Chief Compliance Officer, which is included in Trustees and Officer in the Statements of Operations.

7. PURCHASES AND SALES

For the six months ended February 28, 2018, purchases and sales of investments, excluding short-term securities, were as follows:

	BBK	*BAF*	*BYM*	*BLE*	*MFL*	*MVF*
Purchases	$ 28,653,737	$ 32,130,642	$ 81,332,920	$ 18,720,972	$ 68,843,199	$ 80,755,509
Sales	26,596,110	30,320,248	80,397,530	13,739,541	69,502,871	98,517,570

8. INCOME TAX INFORMATION

It is each Trust s policy to comply with the requirements of the Internal Revenue Code of 1986, as amended, applicable to regulated investment companies, and to distribute substantially all of its taxable income to its shareholders. Therefore, no U.S. federal income tax provision is required.

Each Trust files U.S. federal and various state and local tax returns. No income tax returns are currently under examination. The statute of limitations on each Trust s U.S. federal tax returns generally remains open for each of the four years ended August 31, 2017. The statutes of limitations on each Trust s state and local tax returns may remain open for an additional year depending upon the jurisdiction.

Management has analyzed tax laws and regulations and their application to the Trusts as of February 28, 2018, inclusive of the open tax return years, and does not believe that there are any uncertain tax positions that require recognition of a tax liability in the Trusts financial statements.

As of August 31, 2017, the Trusts had capital loss carryforwards available to offset future realized capital gains through the indicated expiration dates as follows:

Expires August 31,	*BAF*	*BYM*	*BLE*	*MFL*	*MVF*
No expiration date[a]	$ 4,753,252	$ 7,220,379	$ 9,119,070	$ 18,612,125	$ 13,114,070
2018		2,209,430	4,366,226	11,734,707	
2019			2,448,693		5,276,524
Total	$ 4,753,252	$ 9,429,809	$ 15,933,989	$ 30,346,832	$ 18,390,594

[a] Must be utilized prior to losses subject to expiration.

As of February 28, 2018, gross unrealized appreciation and depreciation for investments and derivatives based on cost for U.S. federal income tax purposes were as follows:

	BBK	*BAF*	*BYM*	*BLE*	*MFL*	*MVF*
Tax cost	$ 231,250,888	$ 160,919,341	$ 492,555,441	$ 465,781,939	$ 766,429,642	$ 802,175,550
Gross unrealized appreciation	$ 15,965,859	$ 11,868,942	$ 36,260,460	$ 32,090,922	$ 47,203,066	$ 47,488,788
Gross unrealized depreciation	(1,382,143)	(589,731)	(4,696,298)	(4,247,516)	(7,025,919)	(4,306,825)
Net unrealized appreciation	$ 14,583,716	$ 11,279,211	$ 31,564,162	$ 27,843,406	$ 40,177,147	$ 43,181,963

9. PRINCIPAL RISKS

Many municipalities insure repayment of their bonds, which may reduce the potential for loss due to credit risk. The market value of these bonds may fluctuate for other reasons, including market perception of the value of such insurance, and there is no guarantee that the insurer will meet its obligation.

Notes to Financial Statements (unaudited) (continued)

Inventories of municipal bonds held by brokers and dealers may decrease, which would lessen their ability to make a market in these securities. Such a reduction in market making capacity could potentially decrease a Trust s ability to buy or sell bonds. As a result, a Trust may sell a security at a lower price, sell other securities to raise cash, or give up an investment opportunity, any of which could have a negative impact on performance. If a Trust needed to sell large blocks of bonds, those sales could further reduce the bonds prices and impact performance.

In the normal course of business, certain Trusts invest in securities or other instruments and may enter into certain transactions, and such activities subject each Trust to various risks, including among others, fluctuations in the market (market risk) or failure of an issuer to meet all of its obligations. The value of securities or other instruments may also be affected by various factors, including, without limitation: (i) the general economy; (ii) the overall market as well as local, regional or global political and/or social instability; (iii) regulation, taxation or international tax treaties between various countries; or (iv) currency, interest rate and price fluctuations.

Each Trust may be exposed to prepayment risk, which is the risk that borrowers may exercise their option to prepay principal earlier than scheduled during periods of declining interest rates, which would force each Trust to reinvest in lower yielding securities. Each Trust may also be exposed to reinvestment risk, which is the risk that income from each Trust s portfolio will decline if each Trust invests the proceeds from matured, traded or called fixed-income securities at market interest rates that are below each Trust portfolio s current earnings rate.

The Trusts may hold a significant amount of bonds subject to calls by the issuers at defined dates and prices. When bonds are called by issuers and the Trusts reinvest the proceeds received, such investments may be in securities with lower yields than the bonds originally held, and correspondingly, could adversely impact the yield and total return performance of a Trust.

A Trust structures and sponsors the TOB Trusts in which it holds TOB Residuals and has certain duties and responsibilities, which may give rise to certain additional risks including, but not limited to, compliance, securities law and operational risks.

Should short-term interest rates rise, the Trusts investments in the TOB Trusts may adversely affect the Trusts net investment income and dividends to Common Shareholders. Also, fluctuations in the market value of municipal bonds deposited into the TOB Trust may adversely affect the Trusts NAVs per share.

The SEC and various federal banking and housing agencies have adopted credit risk retention rules for securitizations (the Risk Retention Rules). The Risk Retention Rules would require the sponsor of a TOB Trust to retain at least 5% of the credit risk of the underlying assets supporting the TOB Trust s municipal bonds. The Risk Retention Rules may adversely affect the Trusts ability to engage in TOB Trust transactions or increase the costs of such transactions in certain circumstances.

TOB Trusts constitute an important component of the municipal bond market. Any modifications or changes to rules governing TOB Trusts may adversely impact the municipal market and the Trusts, including through reduced demand for and liquidity of municipal bonds and increased financing costs for municipal issuers. The ultimate impact of any potential modifications on the TOB Trust market and the overall municipal market is not yet certain.

Counterparty Credit Risk: The Trusts may be exposed to counterparty credit risk, or the risk that an entity may fail to or be unable to perform on its commitments related to unsettled or open transactions. The Trusts manage counterparty credit risk by entering into transactions only with counterparties that the Manager believes have the financial resources to honor their obligations and by monitoring the financial stability of those counterparties. Financial assets, which potentially expose the Trusts to market, issuer and counterparty credit risks, consist principally of financial instruments and receivables due from counterparties. The extent of the Trusts exposure to market, issuer and counterparty credit risks with respect to these financial assets is approximately their value recorded in the Statements of Assets and Liabilities, less any collateral held by the Trusts.

A derivative contract may suffer a mark-to-market loss if the value of the contract decreases due to an unfavorable change in the market rates or values of the underlying instrument. Losses can also occur if the counterparty does not perform under the contract.

With exchange-traded futures, there is less counterparty credit risk to the Trusts since the exchange or clearinghouse, as counterparty to such instruments, guarantees against a possible default. The clearinghouse stands between the buyer and the seller of the contract; therefore, credit risk is limited to failure of the clearinghouse. While offset rights may exist under applicable law, a Trust does not have a contractual right of offset against a clearing broker or clearinghouse in the event of a default (including the bankruptcy or insolvency). Additionally, credit risk exists in exchange-traded futures with respect to initial and variation margin that is held in a clearing broker s customer accounts. While clearing brokers are required to segregate customer margin from their own assets, in the event that a clearing broker becomes insolvent or goes into bankruptcy and at that time there is a shortfall in the aggregate amount of margin held by the clearing broker for all its clients, typically the shortfall would be allocated on a pro rata basis across all the clearing broker s customers, potentially resulting in losses to the Trusts.

Concentration Risk: BBK and MFL invest a substantial amount of their assets in issuers located in a single state or limited number of states. This may subject each Trust to the risk that economic, political or social issues impacting a particular state or group of states could have an adverse and disproportionate impact on the income from, or the value or liquidity of, the Trusts respective portfolios. Investment percentages in specific states or U.S. territories are presented in the Schedules of Investments.

As of period end, BAF invested a significant portion of its assets in securities in the transportation and county, city, special district and school district sectors. BYM and MFL invested a significant portion of their assets in securities in the transportation sector. Changes in economic conditions affecting such sectors would have a greater impact on the Trusts and could affect the value, income and/or liquidity of positions in such securities.

Certain Trusts invest a significant portion of their assets in fixed-income securities and/or use derivatives tied to the fixed-income markets. Changes in market interest rates or economic conditions may affect the value and/or liquidity of such investments. Interest rate risk is the risk that prices of bonds and other fixed-income securities will increase as interest rates fall and decrease as interest rates rise.

Notes to Financial Statements (unaudited) (continued)

10. CAPITAL SHARE TRANSACTIONS

Each of BBK, BAF, BYM, and BLE is authorized is authorized to issue an unlimited number of shares, including Preferred Shares, par value $0.001 per share, all of which were initially classified as Common Shares. The Board is authorized, however, to reclassify any unissued Common Shares to Preferred Shares including AMPS, without the approval of Common Shareholders.

MFL is authorized to issue an unlimited number of shares, including 1 million Preferred Shares, including AMPS, par value $0.10 per share.

MVF is authorized to issue 160 million shares, 150 million of which were initially classified as Common Shares, par value $0.10 per share and 10 million of which were classified as Preferred Shares, par value $0.10 per share.

Common Shares

For the periods shown, shares issued and outstanding increased by the following amounts as a result of dividend reinvestment:

	BBK	*BLE*	*MFL*	*MVF*
Six Months Ended February 28, 2018		8,405	39,363	152,734
Year Ended August 31, 2017	6,337	31,083	35,731	340,661

For the six months ended February 28, 2018, shares issued and outstanding remained constant for BBK. For the six months ended February 28, 2018, and the year ended August 31, 2017, shares issued and outstanding remained constant for BAF and BYM.

Preferred Shares

Each Trust s Preferred Shares rank prior to the Trust s Common Shares as to the payment of dividends by the Trust and distribution of assets upon dissolution or liquidation of a Trust. The 1940 Act prohibits the declaration of any dividend on a Trust s Common Shares or the repurchase of a Trust s Common Shares if a Trust fails to maintain asset coverage of at least 200% of the liquidation preference of the Trust s outstanding Preferred Shares. In addition, pursuant to the Preferred Shares governing instruments, a Trust is restricted from declaring and paying dividends on classes of shares ranking junior to or on parity with the Trust s Preferred Shares or repurchasing such shares if a Trust fails to declare and pay dividends on the Preferred Shares, redeem any Preferred Shares required to be redeemed under the Preferred Shares governing instruments or comply with the basic maintenance amount requirement of the ratings agencies rating the Preferred Shares.

The holders of Preferred Shares have voting rights equal to the voting rights of the holders of Common Shares (one vote per share) and will vote together with holders of Common Shares (one vote per share) as a single class on certain matters. However, the holders of Preferred Shares, voting as a separate class, are also entitled to elect two Trustees to the Board of each Trust. The holders of Preferred Shares are also entitled to elect the full Board of Directors if dividends on the Preferred Shares are not paid for a period of two years. The holders of Preferred Shares are also generally entitled to a separate class vote to amend the Preferred Share governing documents. In addition, the 1940

Act requires the approval of the holders of a majority of any outstanding Preferred Shares, voting as a separate class, to (a) adopt any plan of reorganization that would adversely affect the Preferred Shares, (b) change a Trust s sub-classification as a closed-end investment company or change its fundamental investment restrictions or (c) change its business so as to cease to be an investment company.

VRDP Shares

MFL has issued Series W-7 VRDP Shares, $100,000 liquidation preference per share, in a privately negotiated offering. The VRDP Shares were offered to qualified institutional buyers as defined pursuant to Rule 144A under the Securities Act of 1933, as amended, (the Securities Act). The VRDP Shares include a liquidity feature and VRDP Shares of MFL are currently in a special rate period, each as described below.

As of period end, the VRDP Shares outstanding of MFL were as follows:

	Issue Date	*Shares Issued*	*Aggregate Principal*	*Maturity Date*
MFL	6/30/11	2,746	$ 274,600,000	7/01/41

Redemption Terms: MFL is required to redeem its VRDP Shares on the maturity date, unless earlier redeemed or repurchased. Six months prior to the maturity date, MFL is required to begin to segregate liquid assets with the Trust s custodian to fund the redemption. In addition, MFL is required to redeem certain of its outstanding VRDP Shares if it fails to comply with certain asset coverage, basic maintenance amount or leverage requirements.

Subject to certain conditions, the VRDP Shares may also be redeemed, in whole or in part, at any time at the option of MFL. The redemption price per VRDP Share is equal to the liquidation preference per share plus any outstanding unpaid dividends.

Liquidity Feature: MFL entered into a fee agreement with its liquidity provider that requires an upfront commitment and a per annum liquidity fee payable to the liquidity provider. These fees, if applicable, are shown as liquidity fees in the Statements of Operations.

The fee agreement between MFL and the liquidity provider are for a three-year term and is scheduled to expire on April 15, 2020 unless renewed or terminated in advance.

Notes to Financial Statements (unaudited) (continued)

In the event the fee agreement is not renewed or is terminated in advance, and MFL does not enter into a fee agreement with an alternate liquidity provider, the VRDP Shares will be subject to mandatory purchase by the liquidity provider prior to the termination of the fee agreement. In the event of such mandatory purchase, MFL is required to redeem the VRDP Shares six months after the purchase date. Immediately after such mandatory purchase MFL is required to begin to segregate liquid assets with its custodian to fund the redemption. There is no assurance MFL will replace such redeemed VRDP Shares with any other preferred shares or other form of leverage.

Remarketing: MFL may incur remarketing fees of 0.10% on the aggregate principal amount of all the Trust s VRDP Shares, which, if any, are included in remarketing fees on Preferred Shares in the Statements of Operations. During any special rate period (as described below), MFL may incur no remarketing fees.

Dividends: Dividends on the VRDP Shares are payable monthly at a variable rate set weekly by the remarketing agent. Such dividend rates are generally based upon a spread over a base rate and cannot exceed a maximum rate. In the event of a failed remarketing, the dividend rate of the VRDP Shares will be reset to a maximum rate. The maximum rate is determined based on, among other things, the long-term preferred share rating assigned to the VRDP Shares and the length of time that the VRDP Shares fail to be remarketed. At the date of issuance, the VRDP Shares were assigned long-term ratings of Aaa from Moody s and AAA from Fitch. Subsequent to the issuance of the VRDP Shares, Moody s completed a review of its methodology for rating securities issued by registered closed-end funds. As of period end, the VRDP Shares were assigned a long-term rating of Aa1 from Moody s under its new ratings methodology. The VRDP Shares continue to be assigned a long-term rating of AAA from Fitch.

For the six months ended February 28, 2018, the annualized dividend rate for MFL s VRDP Shares was 1.90%.

Ratings: The short-term ratings on the VRDP Shares are directly related to the short-term ratings of the liquidity provider for such VRDP Shares. Changes in the credit quality of the liquidity provider could cause a change in the short-term credit ratings of the VRDP Shares as rated by Moody s, Fitch and/or S&P. A change in the short-term credit rating of the liquidity provider or the VRDP Shares may adversely affect the dividend rate paid on such shares, although the dividend rate paid on the VRDP Shares is not directly based upon either short-term rating. As of period end, the short-term ratings of the liquidity provider and the VRDP Shares for MFL were A1, P1 and A1 as rated by Moody s, Fitch and/or S&P, respectively, which is within the two highest rating categories. The liquidity provider may be terminated prior to the scheduled termination date if the liquidity provider fails to maintain short-term debt ratings in one of the two highest rating categories.

Special Rate Period: On April 17, 2014, MFL commenced a three-year special rate period ending April 19, 2017 with respect to its VRDP Shares. On April 19, 2017, MFL extended the special rate period to April 15, 2020, with respect to its VRDP Shares, during which the VRDP Shares will not be subject to any remarketing and the dividend rate will be based on a predetermined methodology. Prior to April 15, 2020, the holder of the VRDP Shares and MFL may mutually agree to extend the special rate period. If the special rate period is not extended, the VRDP Shares will revert to remarketable securities upon the termination of the special rate period and will be remarketed and available for purchase by qualified institutional investors.

During the special rate period, the liquidity and fee agreements remain in effect and the VRDP Shares remain subject to mandatory redemption by MFL on the maturity date. The VRDP Shares will not be remarketed or subject to optional or mandatory tender events during the special rate period. During the special rate period, MFL is required to comply with the same asset coverage, basic maintenance amount and leverage requirements for the VRDP Shares as is required when the VRDP Shares are not in a special rate period. MFL will pay a nominal fee at the annual rate of

0.01% to the liquidity provider and remarketing agent during the special rate period. MFL will also pay dividends monthly based on the sum of the Securities Industry and Financial Markets Association (SIFMA) Municipal Swap Index rate and a percentage per annum based on the long-term ratings assigned to the VRDP Shares.

If MFL redeems the VRDP Shares prior to end of the special rate period and the VRDP Shares have long-term ratings above A1/A+ and its equivalent by all ratings agencies then rating the VRDP Shares, then such redemption may be subject to a redemption premium payable to the holder of the VRDP Shares based on the time remaining in the special rate period, subject to certain exceptions for redemptions that are required to comply with minimum asset coverage requirements.

For the six months ended February 28, 2018, VRDP Shares issued and outstanding of MFL remained constant.

VMTP Shares

BBK, BAF, BYM, BLE and MVF (collectively, the VMTP Trusts) have issued Series W-7 VMTP Shares, $100,000 liquidation preference per share, in privately negotiated offerings and sales of VMTP Shares exempt from registration under the Securities Act. The VMTP Shares are subject to certain restrictions on transfer, and VMTP Trusts may also be required to register the VMTP Shares for sale under the Securities Act under certain circumstances. In addition, amendments to the VMTP governing documents generally require the consent of the holders of VMTP Shares.

As of period end, the VMTP Shares outstanding of each Trust were as follows:

	Issue Date	*Shares Issued*	*Aggregate Principal*	*Term Date*
BBK	12/16/11	799	$ 79,900,000	1/02/19
BAF	12/16/11	422	42,200,000	1/02/19
BYM	12/16/11	1,372	137,200,000	1/02/19
BLE	12/16/11	1,513	151,300,000	1/02/19
MVF	12/16/11	2,438	243,800,000	1/02/19

Redemption Terms: Each VMTP Trust is required to redeem its VMTP Shares on the term redemption date, unless earlier redeemed or repurchased or unless extended. There is no assurance that the term of VMTP Trust s VMTP Shares will be extended further or that a VMTP Trust s VMTP Shares will be replaced with any other preferred shares or other form of leverage upon the redemption or repurchase of the VMTP Shares. Six months prior to the term redemption date, each VMTP Trust is required to begin to segregate liquid assets with the Trust s custodian to fund the redemption. In addition, each VMTP Trust is required to redeem certain of its outstanding VMTP Shares if it fails to comply with certain asset coverage, basic maintenance amount or leverage requirements.

Subject to certain conditions, a Trust s VMTP Shares may be redeemed, in whole or in part, at any time at the option of the Trust. The redemption price per VMTP Share is equal to the liquidation preference per share plus any outstanding unpaid dividends and applicable redemption premium. If the VMTP Trust redeems the VMTP Shares prior to the term redemption date and the VMTP Shares have long-term ratings above A1/A+ or its equivalent by the ratings agencies then rating the VMTP Shares, then such redemption may be subject to a prescribed redemption premium (up to 3% of the liquidation preference) payable to the holder of the VMTP Shares based on the time remaining until the term redemption date, subject to certain exceptions for redemptions that are required to comply with minimum asset coverage requirements.

Dividends: Dividends on the VMTP Shares are declared daily and payable monthly at a variable rate set weekly at a fixed rate spread to the Securities Industry and Financial Markets Association (SIFMA) Municipal Swap Index. The fixed spread is determined based on the long-term preferred share rating assigned to the VMTP Shares by the ratings agencies then rating the VMTP Shares. At the date of issuance, the VMTP Shares were assigned long-term ratings of Aaa from Moody s and AAA from Fitch. Subsequent to the issuance of the VMTP Shares, Moody s completed a review of its methodology for rating securities issued by registered closed-end funds. As of period end, the VMTP Shares were assigned a long-term rating of Aa1 from Moody s under its new rating methodology. The VMTP Shares continue to be assigned a long-term rating of AAA from Fitch. The dividend rate on the VMTP Shares is subject to a step-up spread if the Trusts fail to comply with certain provisions, including, among other things, the timely payment of dividends, redemptions or gross-up payments, and complying with certain asset coverage and leverage requirements.

For the six months ended February 28, 2018, the annualized dividend rates for the VMTP Shares were as follows:

	BBK	*BAF*	*BYM*	*BLE*	*MVF*
Rate	2.02%	2.02%	2.02%	2.02%	2.02%

For the six months ended February 28, 2018, VMTP Shares issued and outstanding of each Trust remained constant.

Offering Costs: The Trusts incurred costs in connection with the issuance of VRDP and VMTP Shares, which were recorded as a direct deduction from the carrying value of the related debt liability and will be amortized over the life of the VRDP and VMTP Shares, with the exception of upfront fees paid to the liquidity provider which were amortized over the life of the liquidity agreement. Amortization of these costs is included in interest expense, fees and amortization of offering costs in the Statements of Operations.

Financial Reporting: The VRDP and VMTP Shares are considered debt of the issuer; therefore, the liquidation preference, which approximates fair value of the VRDP and VMTP Shares, is recorded as a liability in the Statements of Assets and Liabilities net of deferred offering costs. Unpaid dividends are included in interest expense and fees payable in the Statements of Assets and Liabilities, and the dividends accrued and paid on the VRDP and VMTP Shares are included as a component of interest expense, fees and amortization of offering costs in the Statements of Operations. The VRDP and VMTP Shares are treated as equity for tax purposes. Dividends paid to holders of the VRDP and VMTP Shares are generally classified as tax-exempt income for tax-reporting purposes. The following amounts are dividends accrued and paid on the VRDP and VMTP Shares and amortization of deferred offering costs, which are included as a component of interest expense, fees and amortization of offering costs in the Statements of Operations:

	Dividend Accrued	*Deferred Offering Cost Amortization*
BBK	$ 812,659	$
BAF	427,839	
BYM	1,390,984	
BLE	1,534,969	
MFL	2,620,588	8,397
MVF	2,476,419	

11. SUBSEQUENT EVENTS

Management s evaluation of the impact of all subsequent events on the Trusts financial statements was completed through the date the financial statements were issued and the following items were noted:

	Common Dividend Per Share		Preferred Shares [c]		
	Paid [a]	*Declared* [b]	*Shares*	*Series*	*Declared*
BBK	$ 0.0635	$ 0.0635	VMTP	W-7	$ 151,788
BAF	0.0685	0.0685	VMTP	W-7	80,168
BYM	0.0520	0.0520	VMTP	W-7	260,642
BLE	0.0650	0.0650	VMTP	W-7	287,429
MFL	0.0565	0.0565	VRDP	W-7	493,678
MVF	0.0410	0.0410	VMTP	W-7	463,153

[a] Net investment income dividend paid on April 2, 2018 to Common Shareholders of record on March 15, 2018.
[b] Net investment income dividend declared on April 2, 2018, payable to Common Shareholders of record on April 16, 2018.
[c] Dividends declared for period March 1, 2018 to March 31, 2018.

Trustee and Officer Information

Effective December 31, 2017, Jerrold B. Harris retired as a Trustee of the Trusts.

Effective February 16, 2018, Barbara G. Novick resigned, and Robert Fairbairn was appointed, as an Interested Trustee of the Trusts.

As of the date of this report, the portfolio managers of BBK are Walter O Connor, Ted Jaeckel and Christian Romaglino. Mr. Romaglino joined BBK s portfolio management team effective February 1, 2018. Mr. Romaglino has been a Director of BlackRock, Inc. since 2017; a Portfolio Manager for the Municipal Mutual Fund Desk within BlackRock s Global Fixed Income Group since 2017; and a Portfolio Manager at Brown Brothers Harriman from 2007 to 2017.

As of the date of this report, the portfolio managers of BAF are Ted Jaeckel, Michael Perilli and Phillip Soccio. Mr. Soccio joined BAF s portfolio management team effective February 1, 2018. Mr. Soccio has been a Director of BlackRock, Inc. since 2009, and a Vice President thereof from 2005 to 2009.

As of the date of this report, the portfolio managers of MVF are Ted Jaeckel, Phillip Soccio and Michael Perilli. Mr. Perilli joined MVF s portfolio management team effective February 1, 2018. Mr. Perilli has been a Vice President of BlackRock, Inc. since 2014, and an Associate thereof from 2008 to 2014.

Investment Adviser

BlackRock Advisors, LLC
Wilmington, DE 19809

Accounting Agent and Custodian
State Street Bank and
Trust Company
Boston, MA 02111

Transfer Agent
Computershare Trust Company, N.A.
Canton, MA 02021

VRDP Tender and Paying Agent
and VMTP Redemption and Paying Agent
The Bank of New York Mellon
New York, NY 10286

VRDP Liquidity Provider
Bank of America, N.A.[a]
New York, NY 10036

VRDP Remarketing Agent
Citigroup Global Markets Inc.
New York, NY 10179

VMTP Liquidity Provider
JPMorgan Chase & Co.

Independent Registered Public Accounting Firm
Deloitte & Touche LLP
Boston, MA 02116

Legal Counsel
Skadden, Arps, Slate,
Meagher & Flom LLP
Boston, MA 02116

Address of the Trusts
100 Bellevue Parkway
Wilmington, DE 19809

[a] For MFL.

Additional Information

Trust Certification

Certain Trusts are listed for trading on the NYSE and have filed with the NYSE their annual chief executive officer certification regarding compliance with the NYSE s listing standards. The Trusts filed with the SEC the certification of its chief executive officer and chief financial officer required by section 302 of the Sarbanes-Oxley Act.

Dividend Policy

Each Trust s dividend policy is to distribute all or a portion of its net investment income to its shareholders on a monthly basis. In order to provide shareholders with a more stable level of distributions, the Trusts may at times pay out less than the entire amount of net investment income earned in any particular month and may at times in any particular month pay out such accumulated but undistributed income in addition to net investment income earned in that month. As a result, the distributions paid by the Trusts for any particular month may be more or less than the amount of net investment income earned by the Trusts during such month. The Trusts current accumulated but undistributed net investment income, if any, is disclosed in the Statements of Assets and Liabilities, which comprises part of the financial information included in this report.

General Information

The Trusts do not make available copies of their Statements of Additional Information because the Trusts shares are not continuously offered, which means that the Statement of Additional Information of each Trust has not been updated after completion of the respective Trust s offerings and the information contained in each Trust s Statement of Additional Information may have become outdated.

During the period, there were no material changes in the Trusts investment objectives or policies or to the Trusts charters or by-laws that would delay or prevent a change of control of the Trusts that were not approved by the shareholders or in the principal risk factors associated with investment in the Trusts. Except as disclosed on page 92, there have been no changes in the persons who are primarily responsible for the day-to-day management of the Trusts portfolios.

Effective September 26, 2016, BlackRock implemented a new methodology for calculating effective duration for BlackRock s municipal bond portfolios. The new methodology replaces the model previously used by BlackRock to evaluate municipal bond duration, and is a common indicator of an investment s sensitivity to interest rate movements. The new methodology is applied to each Trust s duration reported for periods after September 26, 2016.

Quarterly performance, semi-annual and annual reports, current net asset value and other information regarding the Trusts may be found on BlackRock s website, which can be accessed at **http://www.blackrock.com.** Any reference to BlackRock s website in this report is intended to allow investors public access to information regarding the Trusts and does not, and is not intended to, incorporate BlackRock s website in this report.

Electronic Delivery

Shareholders can sign up for e-mail notifications of quarterly statements, annual and semi-annual shareholder reports by enrolling in the electronic delivery program. Electronic copies of shareholder reports are available on BlackRock s website.

To enroll in electronic delivery:

Shareholders Who Hold Accounts with Investment Advisers, Banks or Brokerages:

Please contact your financial advisor. Please note that not all investment advisers, banks or brokerages may offer this service.

Householding

The Trusts will mail only one copy of shareholder documents, annual and semi-annual reports and proxy statements, to shareholders with multiple accounts at the same address. This practice is commonly called householding and is intended to reduce expenses and eliminate duplicate mailings of shareholder documents. Mailings of your shareholder documents may be householded indefinitely unless you instruct us otherwise. If you do not want the mailing of these documents to be combined with those for other members of your household, please call the Trusts at (800) 882-0052.

Availability of Quarterly Schedule of Investments

The Trusts file their complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year on Form N-Q. The Trusts Forms N-Q are available on the SEC s website at http://www.sec.gov and may also be reviewed and copied at the SEC s Public Reference Room in Washington, D.C. Information on the operation of the Public Reference Room or how to access documents on the SEC s website without charge may be obtained by calling (800) SEC-0330. The Trusts Forms N-Q may also be obtained upon request and without charge by calling (800) 882-0052.

Availability of Proxy Voting Policies and Procedures

A description of the policies and procedures that the Trusts use to determine how to vote proxies relating to portfolio securities is available upon request and without charge (1) by calling (800) 882-0052; (2) at **http://www.blackrock.com**; and (3) on the SEC s website at http://www.sec.gov.

Additional Information (continued)

Availability of Proxy Voting Record

Information about how the Trusts voted proxies relating to securities held in the Trusts portfolios during the most recent 12-month period ended June 30 is available upon request and without charge (1) at **http://www.blackrock.com**; or by calling (800) 882-0052; and (2) on the SEC s website at http://www.sec.gov.

Availability of Trust Updates

BlackRock will update performance and certain other data for the Trusts on a monthly basis on its website in the Closed-end Funds section of **http://www.blackrock.com** as well as certain other material information as necessary from time to time. Investors and others are advised to check the website for updated performance information and the release of other material information about the Trusts. This reference to BlackRock s website is intended to allow investors public access to information regarding the Trusts and does not, and is not intended to, incorporate BlackRock s website in this report.

BlackRock Privacy Principles

BlackRock is committed to maintaining the privacy of its current and former fund investors and individual clients (collectively, Clients) and to safeguarding their non-public personal information. The following information is provided to help you understand what personal information BlackRock collects, how we protect that information and why in certain cases we share such information with select parties.

If you are located in a jurisdiction where specific laws, rules or regulations require BlackRock to provide you with additional or different privacy-related rights beyond what is set forth below, then BlackRock will comply with those specific laws, rules or regulations.

BlackRock obtains or verifies personal non-public information from and about you from different sources, including the following: (i) information we receive from you or, if applicable, your financial intermediary, on applications, forms or other documents; (ii) information about your transactions with us, our affiliates, or others; (iii) information we receive from a consumer reporting agency; and (iv) from visits to our websites.

BlackRock does not sell or disclose to non-affiliated third parties any non-public personal information about its Clients, except as permitted by law or as is necessary to respond to regulatory requests or to service Client accounts. These non-affiliated third parties are required to protect the confidentiality and security of this information and to use it only for its intended purpose.

We may share information with our affiliates to service your account or to provide you with information about other BlackRock products or services that may be of interest to you. In addition, BlackRock restricts access to non-public personal information about its Clients to those BlackRock employees with a legitimate business need for the information. BlackRock maintains physical, electronic and procedural safeguards that are designed to protect the non-public personal information of its Clients, including procedures relating to the proper storage and disposal of such information.

Glossary of Terms Used in this Report

Portfolio Abbreviations

AGC	Assured Guarantee Corp.
AGM	Assured Guaranty Municipal Corp.
AMBAC	American Municipal Bond Assurance Corp.
AMT	Alternative Minimum Tax (subject to)
ARB	Airport Revenue Bonds
BAM	Build America Mutual Assurance Co.
BARB	Building Aid Revenue Bonds
BHAC	Berkshire Hathaway Assurance Corp.
CAB	Capital Appreciation Bonds
COP	Certificates of Participation
COP	Colombian Peso
EDA	Economic Development Authority
EDC	Economic Development Corp.
ERB	Education Revenue Bonds
GARB	General Airport Revenue Bonds
GO	General Obligation Bonds
GTD -PSF	Guaranteed Permanent School Fund
HFA	Housing Finance Agency
HRB	Housing Revenue Bonds
IDA	Industrial Development Authority
IDB	Industrial Development Board
ISD	Independent School District
LRB	Lease Revenue Bonds
M/F	Multi-Family
NPFGC	National Public Finance Guarantee Corp.
PILOT	Payment in Lieu of Taxes
RB	Revenue Bonds
S/F	Single-Family

This report is intended for current holders. It is not a prospectus. Past performance results shown in this report should not be considered a representation of future performance. The Trusts have leveraged their Common Shares, which creates risks for Common Shareholders, including the likelihood of greater volatility of net asset value and market price of the Common Shares, and the risk that fluctuations in short-term interest rates may reduce the Common Shares yield. Statements and other information herein are as dated and are subject to change.

CEF-NTL-6-2/18-SAR

Item 2 Code of Ethics Not Applicable to this semi-annual report

Item 3 Audit Committee Financial Expert Not Applicable to this semi-annual report

Item 4 Principal Accountant Fees and Services Not Applicable to this semi-annual report

Item 5 Audit Committee of Listed Registrants Not Applicable to this semi-annual report

Item 6 Investments

(a) The registrant s Schedule of Investments is included as part of the Report to Stockholders filed under Item 1 of this Form.

(b) Not Applicable due to no such divestments during the semi-annual period covered since the previous Form N-CSR filing.

Item 7 Disclosure of Proxy Voting Policies and Procedures for Closed-End Management Investment Companies Not Applicable to this semi-annual report

Item 8 Portfolio Managers of Closed-End Management Investment Companies

(a) Not Applicable to this semi-annual report.

(b) As of the date of this filing, there have been no changes in any of the portfolio managers identified in the most recent annual report on Form N-CSR.

Item 9 Purchases of Equity Securities by Closed-End Management Investment Company and Affiliated Purchasers Not Applicable

Item 10 Submission of Matters to a Vote of Security Holders There have been no material changes to these procedures.

Item 11 Controls and Procedures

(a) The registrant s principal executive and principal financial officers, or persons performing similar functions, have concluded that the registrant s disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940, as amended (the 1940 Act)) are effective as of a date within 90 days of the filing of this report based on the evaluation of these controls and procedures required by Rule 30a-3(b) under the 1940 Act and Rule 13a-15(b) under the Securities Exchange Act of 1934, as amended.

(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 second fiscal quarter of the period covered by this report that have materially affected, or are reasonably likely to materially affect, the registrant s internal control over financial reporting.

Item 12 Disclosure of Securities Lending Activities for Closed-End Management Investment Companies Not Applicable

Item 13 Exhibits attached hereto

(a)(1) Code of Ethics Not Applicable to this semi-annual report

(a)(2) Certifications Attached hereto

2

(a)(3) Not Applicable

(a)(4) Not Applicable

(b) Certifications Attached hereto

3

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/ John M. Perlowski
John M. Perlowski
Chief Executive Officer (principal executive officer) of
BlackRock Municipal Income Trust II
Date: May 4, 2018

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

By: /s/ John M. Perlowski
John M. Perlowski
Chief Executive Officer (principal executive officer) of
BlackRock Municipal Income Trust II
Date: May 4, 2018

By: /s/ Neal J. Andrews
Neal J. Andrews
Chief Financial Officer (principal financial officer) of
BlackRock Municipal Income Trust II
Date: May 4, 2018