

BLACKROCK MUNICIPAL INCOME QUALITY TRUST
Form N-CSRS
May 03, 2016

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-CSR

CERTIFIED SHAREHOLDER REPORT OF REGISTERED MANAGEMENT INVESTMENT

COMPANIES

Investment Company Act file number 811-21178

Name of Fund: BlackRock Municipal Income Quality Trust (BYM)

Fund Address: 100 Bellevue Parkway, Wilmington, DE 19809

Name and address of agent for service: John M. Perlowski, Chief Executive Officer, BlackRock Municipal Income Quality Trust, 55 East 52nd Street, New York, NY 10055

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

Date of fiscal year end: 08/31/2016

Date of reporting period: 02/29/2016

Item 1 Report to Stockholders

SEMI-ANNUAL REPORT (UNAUDITED)

BlackRock Municipal Bond Investment Trust (BIE)

BlackRock Municipal Bond Trust (BBK)

BlackRock Municipal Income Investment Quality Trust (BAF)

BlackRock Municipal Income Quality Trust (BYM)

BlackRock Municipal Income Trust II (BLE)

BlackRock MuniHoldings Investment Quality Fund (MFL)

BlackRock MuniVest Fund, Inc. (MVF)

Not FDIC Insured May Lose Value No Bank Guarantee

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The Markets in Review

Dear Shareholder,

Diverging monetary policies and shifting economic outlooks across regions have been the overarching themes driving financial markets over the past couple of years. With U.S. growth outpacing the global economic recovery while inflationary pressures remained low, investors spent most of 2015 anticipating the curtailment of the Federal Reserve's near-zero interest rate policy, which ultimately came in December. In contrast, the European Central Bank and the Bank of Japan took measures to stimulate growth. In this environment, the U.S. dollar strengthened considerably, causing profit challenges for U.S. exporters and high levels of volatility in emerging market currencies and commodities.

Global market volatility increased in the latter part of 2015 and continued into early 2016. Oil prices collapsed in mid-2015 due to excess supply, and remained precarious while the world's largest oil producers sought to negotiate a deal. Developing countries, many of which rely heavily on oil exports to sustain their economies, were particularly affected by falling oil prices. Meanwhile, China, one of the world's largest oil consumers, exhibited further signs of slowing economic growth. This, combined with a depreciating yuan and declining confidence in the country's policymakers, stoked worries about the potential impact of China's weakness on the broader global economy.

Toward the end of the period, volatility abated as investors were relieved to find that conditions were not as bad as previously feared. While the recent selloff in risk assets has resulted in more reasonable valuations and some appealing entry points, investors continue to face mixed economic data and uncertainty relating to oil prices, corporate earnings and an unusual U.S. presidential election season.

For the 12-month period, higher quality assets such as U.S. Treasuries, municipal bonds and investment grade corporate bonds generated positive returns, while risk assets such as equities and high yield bonds broadly declined.

At BlackRock, we believe investors need to think globally, extend their scope across a broad array of asset classes and be prepared to move freely as market conditions change over time. We encourage you to talk with your financial advisor and visit blackrock.com for further insight about investing in today's markets.

Sincerely,

Rob Kapito

President, BlackRock Advisors, LLC

Rob Kapito

President, BlackRock Advisors, LLC

Total Returns as of February 29, 2016

	6-month	12-month
U.S. large cap equities (S&P 500® Index)	(0.92)%	(6.19)%
U.S. small cap equities (Russell 2000® Index)	(10.16)	(14.97)
International equities (MSCI Europe, Australasia, Far East Index)	(9.48)	(15.18)
Emerging market equities (MSCI Emerging Markets Index)	(8.85)	(23.41)

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3-month Treasury bills (BofA Merrill Lynch 3-Month U.S. Treasury Bill Index)	0.06	0.08
U.S. Treasury securities (BofA Merrill Lynch 10-Year U.S. Treasury Index)	5.01	4.11
U.S. investment-grade bonds (Barclays U.S. Aggregate Bond Index)	2.20	1.50
Tax-exempt municipal bonds (S&P Municipal Bond Index)	3.56	3.78
U.S. high yield bonds (Barclays U.S. Corporate High Yield 2% Issuer Capped Index)	(5.57)	(8.26)

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

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Municipal Market Overview

For the Reporting Period Ended February 29, 2016

Municipal Market Conditions

Municipal bonds generated positive performance for the period, due to a favorable supply-and-demand environment. Interest rates were volatile in 2015 (bond prices rise as rates fall) leading up to a long-awaited rate hike from the U.S. Federal Reserve (the Fed) that ultimately came in December. However, ongoing reassurance from the Fed that rates would be increased gradually and would likely remain low overall resulted in strong demand for fixed income investments, with municipal bonds being one of the strongest-performing sectors. Investors favored the relative stability of municipal bonds amid bouts of volatility resulting from uneven U.S. economic data, falling oil prices, global growth concerns, geopolitical risks, and widening central bank divergence i.e., policy easing outside the United States while the Fed was posturing to commence policy tightening. During the 12 months ended February 29, 2016, municipal bond funds garnered net inflows of approximately \$18 billion (based on data from the Investment Company Institute).

For the same 12-month period, total new issuance remained relatively strong from a historical perspective at \$390 billion (considerably higher than the \$365 billion issued in the prior 12-month period). A noteworthy portion of new supply during this period was attributable to refinancing activity (roughly 60%) as issuers took advantage of low interest rates and a flatter yield curve to reduce their borrowing costs.

S&P Municipal Bond Index	
Total Returns as of February 29, 2016	
6 months:	3.56%
12 months:	3.78%

A Closer Look at Yields

From February 28, 2015 to February 29, 2016, yields on AAA-rated 30-year municipal bonds decreased by 7 basis points (bps) from 2.87% to 2.80%, while 10-year rates fell by 26 bps from 2.02% to 1.76% and 5-year rates decreased 26 bps from 1.19% to 0.93% (as measured by Thomson Municipal Market Data). The municipal yield curve experienced significant flattening over the 12-month period with the spread between 2- and 30-year maturities flattening by 17 bps and the spread between 2- and 10-year maturities flattening by 36 bps.

During the same time period, on a relative basis, tax-exempt municipal bonds broadly outperformed U.S. Treasuries with the greatest outperformance experienced in longer-term issues. In absolute terms, the positive performance of municipal bonds was driven largely by a supply/demand imbalance within the municipal market as investors sought income and incremental yield in an environment where opportunities had become scarce. More broadly, municipal bonds benefited from the greater appeal of tax-exempt investing in light of the higher tax rates implemented in 2014. The asset class is known for its lower relative volatility and preservation of principal with an emphasis on income as tax rates rise.

Financial Conditions of Municipal Issuers

The majority of municipal credits remain strong, despite well-publicized distress among a few issuers. Four of the five states with the largest amount of debt outstanding California, New York, Texas and Florida have exhibited markedly improved credit fundamentals during the slow national recovery. However, several states with the largest unfunded pension liabilities have seen their bond prices decline noticeably and remain vulnerable to additional price deterioration. On the local level, Chicago's credit quality downgrade is an outlier relative to other cities due to its larger pension liability and inadequate funding remedies. BlackRock maintains the view that municipal bond defaults will remain minimal and in the periphery while the overall market is fundamentally sound. We continue to advocate careful credit research and believe that a thoughtful approach to structure and security selection remains imperative amid uncertainty in a modestly improving economic environment.

The opinions expressed are those of BlackRock as of February 29, 2016, and are subject to change at any time due to changes in market or economic conditions. The comments should not be construed as a recommendation of any individual holdings or market sectors. Investing involves risk including loss of principal. Bond values fluctuate in price so the value of your investment can go down depending on market conditions. Fixed income risks include interest-rate and credit risk. Typically, when interest rates rise, there is a corresponding decline in bond values. Credit risk refers to the possibility that the bond issuer will not be able to make principal and interest payments. There may be less information on the financial condition of municipal issuers than for public corporations. The market for municipal bonds may be less liquid than for taxable bonds. Some investors may be subject to Alternative Minimum Tax (AMT). Capital gains distributions, if any, are taxable.

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The Standard & Poor's Municipal Bond Index, a broad, market value-weighted index, seeks to measure the performance of the U.S. municipal bond market. All bonds in the index are exempt from U.S. federal income taxes or subject to the alternative minimum tax. Past performance is no guarantee of future results. Index performance is shown for illustrative purposes only. It is not possible to invest directly in an index.

The Benefits and Risks of Leveraging

The Trusts may utilize leverage to seek to enhance the distribution rate on, and net asset value (NAV) of, their common shares (Common Shares). However, these objectives cannot be achieved in all interest rate environments.

In general, the concept of leveraging is based on the premise that the financing cost of leverage, which is based on short-term interest rates, is normally lower than the income earned by a Trust on its longer-term portfolio investments purchased with the proceeds from leverage. To the extent that the total assets of the Trusts (including the assets obtained from leverage) are invested in higher-yielding portfolio investments, the Trusts' shareholders benefit from the incremental net income. The interest earned on securities purchased with the proceeds from leverage is paid to shareholders in the form of dividends, and the value of these portfolio holdings is reflected in the per share NAV.

To illustrate these concepts, assume a Trust's Common Shares capitalization is \$100 million and it utilizes leverage for an additional \$30 million, creating a total value of \$130 million available for investment in longer-term income securities. If prevailing short-term interest rates are 3% and longer-term interest rates are 6%, the yield curve has a strongly positive slope. In this case, a Trust's financing costs on the \$30 million of proceeds obtained from leverage are based on the lower short-term interest rates. At the same time, the securities purchased by a Trust with the proceeds from leverage earn income based on longer-term interest rates. In this case, a Trust's financing cost of leverage is significantly lower than the income earned on a Trust's longer-term investments acquired from leverage proceeds, and therefore the holders of Common Shares (Common Shareholders) are the beneficiaries of the incremental net income.

However, in order to benefit Common Shareholders, the return on assets purchased with leverage proceeds must exceed the ongoing costs associated with the leverage. If interest and other costs of leverage exceed the Trusts' return on assets purchased with leverage proceeds, income to shareholders is lower than if the Trusts had not used leverage. Furthermore, the value of the Trusts' portfolio investments generally varies inversely with the direction of long-term interest rates, although other factors can influence the value of portfolio investments. In contrast, the value of the Trusts' obligations under their respective leverage arrangements generally does not fluctuate in relation to interest rates. As a result, changes in interest rates can influence the Trusts' NAVs positively or negatively. Changes in the future direction of interest rates are very difficult to predict accurately, and there is no assurance that a Trust's intended leveraging strategy will be successful.

Leverage also generally causes greater changes in the Trusts' NAVs, market prices and dividend rates than comparable portfolios without leverage. In a declining market, leverage is likely to cause a greater decline in the NAV and market price of a Trust's Common Shares than if the Trusts were not leveraged. In addition, the Trusts may be required to sell portfolio securities at inopportune times or at distressed values in order to comply with regulatory requirements applicable to the use of leverage or as required by the terms of leverage instruments, which may cause the Trusts to incur losses. The use of leverage may limit a Trust's ability to invest in certain types of securities or use certain types of hedging strategies. The Trusts incur expenses in connection with the use of leverage, all of which are borne by Common Shareholders and may reduce income to the Common Shares. Moreover, to the extent the calculation of the Trusts' investment advisory fees includes assets purchased with the proceeds of leverage, the investment advisory fees payable to the Trusts' investment advisor will be higher than if the Trusts did not use leverage.

To obtain leverage, each Trust has issued Variable Rate Demand Preferred Shares (VRDP Shares) or Variable Rate Muni Term Preferred Shares (VMTP Shares) (collectively, Preferred Shares) and/or leveraged its assets through the use of tender option bond trusts (TOB Trusts) as described in the Notes to Financial Statements.

Under the Investment Company Act of 1940, as amended (the 1940 Act), each Trust is permitted to issue debt up to $\frac{3}{3}$ 3% of its total managed assets or equity securities (e.g., Preferred Shares) up to 50% of its total managed assets. A Trust may voluntarily elect to limit its leverage to less than the maximum amount permitted under the 1940 Act. In addition, a Trust may also be subject to certain asset coverage, leverage or portfolio composition requirements imposed by the Preferred Shares' governing instruments or by agencies rating the Preferred Shares, which may be more stringent than those imposed by the 1940 Act.

If a Trust segregates or designates on its books and records cash or liquid assets having a value not less than the value of a Trust's obligations under the TOB Trust (including accrued interest), a TOB Trust is not considered a senior security and is not subject to the foregoing limitations and requirements under the 1940 Act.

Derivative Financial Instruments

The Trusts may invest in various derivative financial instruments. Derivative financial instruments are used to obtain exposure to a security, index and/or market without owning or taking physical custody of securities or to manage market, equity, credit, interest rate, foreign currency exchange rate, commodity and/or other risks. Derivative financial instruments may give rise to a form of economic leverage. Derivative financial instruments also involve risks, including the imperfect correlation between the value of a derivative financial instrument and the underlying asset, possible default of the counterparty to the transaction or illiquidity of the

derivative financial instrument. The Trusts' ability to use a derivative financial instrument successfully depends on the investment advisor's ability to predict pertinent market movements accurately, which cannot be assured. The use of derivative financial instruments may result in losses greater than if they had not been used, may limit the amount of appreciation a Trust can realize on an investment and/or may result in lower distributions paid to shareholders. The Trusts' investments in these instruments, if any, are discussed in detail in the Notes to Financial Statements.

Trust Summary as of February 29, 2016

BlackRock Municipal Bond Investment Trust

Trust Overview

BlackRock Municipal Bond Investment Trust's (BIE) (the Trust) investment objective is to provide current income exempt from regular federal income tax and Florida intangible personal property tax. The Trust seeks to achieve its investment objective by investing at least 80% of its assets in municipal bonds the interest of which is exempt from federal income taxes (except that the interest may be subject to the federal alternative minimum tax) and Florida intangible personal property tax. Under normal market conditions, the Trust invests at least 80% of its assets in municipal bonds that are investment grade quality at the time of investment. The Trust may invest directly in such securities or synthetically through the use of derivatives. Due to the repeal of the Florida intangible personal property tax, in September 2008, the Board gave approval to permit the Trust the flexibility to invest in municipal obligations regardless of geographic location since municipal obligations issued by any state or municipality that provides income exempt from regular federal income tax would now satisfy the foregoing objective and policy.

On December 18, 2015, the Boards of the Trust and BlackRock Municipal Income Investment Trust (BBF) approved the reorganization of the Trust with and into BBF, with BBF continuing as the surviving fund after the reorganization. At a special shareholder meeting on March 21, 2016, the shareholders of the Trust approved the reorganization of the Trust with and into BBF, which is expected to be completed in May 2016.

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

Trust Information

Symbol on New York Stock Exchange (NYSE)	BIE
Initial Offering Date	April 30, 2002
Yield on Closing Market Price as of February 29, 2016 (\$15.54) ¹	5.87%
Tax Equivalent Yield ²	10.37%
Current Monthly Distribution per Common Share ³	\$0.076
Current Annualized Distribution per Common Share ³	\$0.912
Economic Leverage as of February 29, 2016 ⁴	39%

¹ Yield on closing market price is calculated by dividing the current annualized distribution per share by the closing market price. Past performance does not guarantee future results.

² Tax equivalent yield assumes the maximum marginal federal tax rate of 43.4%, which includes the 3.8% Medicare tax. Actual tax rates will vary based on income, exemptions and deductions. Lower taxes will result in lower tax equivalent yields.

³ The distribution rate is not constant and is subject to change.

⁴ Represents VRDP Shares and TOB Trusts as a percentage of total managed assets, which is the total assets of the Trust, including any assets attributable to VRDP Shares and TOB Trusts, minus the sum of accrued liabilities. For a discussion of leveraging techniques utilized by the Trust, please see The Benefits and Risks of Leveraging on page 5.

Performance

Returns for the six months ended February 29, 2016 were as follows:

	Returns Based On	
	Market Price	NAV
BIE ^{1,2}	13.63%	4.46%
Lipper General & Insured Municipal Debt Funds (Leveraged) ³	11.72%	5.87%

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¹ All returns reflect reinvestment of dividends and/or distributions.

² The Trust's discount to NAV, which narrowed during the period, accounts for the difference between performance based on price and performance based on NAV.

³ Average return.

The following discussion relates to the Trust's absolute performance based on NAV:

Tax-exempt bonds performed well during the six-month period, as the combination of falling U.S. Treasury yields and improving municipal finances created healthy buying interest in the asset class. (Prices rise as yields fall.) In addition, municipal bonds benefited from a general flight to quality caused by elevated volatility in the higher-risk segments of the financial markets.

The Trust's position in A-rated bonds, which outperformed higher-rated bonds amid investors' continued search for yield, made a positive contribution to its six-month results. This was especially true with regard to the Trust's position in longer-dated, A-rated bonds in the transportation, utilities and tax-backed local sectors.

At a time in which yields declined, the Trust's longer-duration holdings contributed positively to its performance. (Duration is a measure of interest rate sensitivity.) Income in the form of coupon payments made a meaningful contribution to the Trust's total return. Leverage also amplifies the effect of interest rate movements, which was a positive for Trust performance during the past six months.

The Trust's positions in shorter-dated holdings, such as pre-refunded issues and bonds with very short call dates, detracted from performance. The Trust's use of U.S. Treasury futures contracts to manage interest rate risk had a slightly negative impact on performance due to the overall strength in bond prices.

BlackRock Municipal Bond Investment Trust

Market Price and Net Asset Value Per Share Summary

	2/29/16	8/31/15	Change	High	Low
Market Price	\$ 15.54	\$ 14.10	10.21%	\$ 15.70	\$ 14.07
Net Asset Value	\$ 16.16	\$ 15.95	1.32%	\$ 16.31	\$ 15.76

Market Price and Net Asset Value History For the Past Five Years

Overview of the Trust's Total Investments*

Sector Allocation

	2/29/16	8/31/15
Transportation	26%	28%
County/City/Special District/School District	23	24
Utilities	16	15
Health	12	12
Education	11	8
State	7	8
Tobacco	3	3
Corporate	1	1
Housing	1	1

Call/Maturity Schedule³

Calendar Year Ended December 31,

2016	2%
2017	1
2018	16
2019	30
2020	12

³ Scheduled maturity dates and/or bonds that are subject to potential calls by issuers over the next five years.

Credit Quality Allocation¹

	2/29/16	8/31/15
AAA/Aaa	6%	7%
AA/Aa	59	60
A	25	24
BBB/Baa	6	6
BB/Ba	1	1
B	²	1
N/R	3	1

¹ For financial reporting purposes, credit quality ratings shown above reflect the highest rating assigned by either Standard & Poor's (S&P) or Moody's Investors Service (Moody's) if ratings differ. These rating agencies are independent, nationally recognized statistical rating organizations and are widely used. Investment grade ratings are credit ratings of BBB/Baa or higher. Below investment grade ratings are credit ratings of BB/Ba or lower. Investments designated N/R are not rated by either rating agency. Unrated investments do not necessarily indicate low credit quality. Credit quality ratings are subject to change.

² Represents less than 1% of total investments.

* Excludes short-term securities.

SEMI-ANNUAL REPORT

FEBRUARY 29, 2016

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Trust Summary as of February 29, 2016

BlackRock Municipal Bond Trust

Trust Overview

BlackRock Municipal Bond Trust's (BBK) (the Trust) investment objective is to provide current income exempt from regular federal income tax. The Trust seeks to achieve its investment objective by investing primarily in municipal bonds exempt from regular federal income taxes (except that the interest may be subject to the federal alternative minimum tax). The Trust invests, under normal market conditions, at least 80% of its assets in municipal bonds that are investment grade quality. The Trust may invest directly in such securities or synthetically through the use of derivatives.

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

Trust Information

Symbol on NYSE	BBK
Initial Offering Date	April 30, 2002
Yield on Closing Market Price as of February 29, 2016 (\$16.78) ¹	5.36%
Tax Equivalent Yield ²	9.47%
Current Monthly Distribution per Common Share ³	\$0.075
Current Annualized Distribution per Common Share ³	\$0.900
Economic Leverage as of February 29, 2016 ⁴	36%

¹ Yield on closing market price is calculated by dividing the current annualized distribution per share by the closing market price. Past performance does not guarantee future results.

² Tax equivalent yield assumes the maximum marginal federal tax rate of 43.4%, which includes the 3.8% Medicare tax. Actual tax rates will vary based on income, exemptions and deductions. Lower taxes will result in lower tax equivalent yields.

³ The distribution rate is not constant and is subject to change.

⁴ Represents VMTP Shares and TOB Trusts as a percentage of total managed assets, which is the total assets of the Trust, including any assets attributable to VMTP Shares and TOB Trusts, minus the sum of accrued liabilities. For a discussion of leveraging techniques utilized by the Trust, please see The Benefits and Risks of Leveraging on page 5.

Performance

Returns for the six months ended February 29, 2016 were as follows:

	Returns Based On	
	Market Price	NAV
BBK ^{1,2}	13.39%	5.85%
Lipper General & Insured Municipal Debt Funds (Leveraged) ³	11.72%	5.87%

¹ All returns reflect reinvestment of dividends and/or distributions.

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² The Trust's discount to NAV, which narrowed during the period, accounts for the difference between performance based on price and performance based on NAV.

³ Average return.

The following discussion relates to the Trust's absolute performance based on NAV:

Tax-exempt bonds performed well during the six-month period, as the combination of falling U.S. Treasury yields and improving municipal finances created healthy buying interest in the asset class. (Prices rise as yields fall.) In addition, municipal bonds benefited from a general flight to quality caused by elevated volatility in the higher-risk segments of the financial markets.

The Trust's longer duration bonds generally delivered the best performance during the past six months, reflecting the overall decline in yields. (Duration is a measure of interest rate sensitivity.) On a sector basis, the Trust's positions in the education, health care, transportation and utilities segments were key contributors to performance. The Trust's allocation to higher-yielding bonds also contributed positively, reflecting the fact that the middle-to-lower investment-grade quality categories of A and BBB generated the strong returns.

Income in the form of coupon payments made a meaningful contribution to the Trust's total return. Leverage also amplifies the effect of interest rate movements, which was a positive for Trust performance during the past six months.

The Trust's use of U.S. Treasury futures contracts to manage interest rate risk had a slightly negative impact on performance due to the overall strength in bond prices.

Market Price and Net Asset Value Per Share Summary

	2/29/16	8/31/15	Change	High	Low
Market Price	\$16.78	\$15.23	10.18%	\$16.85	\$15.21
Net Asset Value	\$16.96	\$16.49	2.85%	\$17.15	\$16.28

Market Price and Net Asset Value History For the Past Five Years

Overview of the Trust's Total Investments*

Sector Allocation

	2/29/16	8/31/15
Health	20%	23%
County/City/Special District/School District	17	16
Transportation	15	13
Education	15	16
Utilities	13	13
State	9	9
Corporate	7	6
Tobacco	3	3
Housing	1	1

Call/Maturity Schedule³

Calendar Year Ended December 31,

2016	1%
2017	1
2018	3
2019	2
2020	2

³ Scheduled maturity dates and/or bonds that are subject to potential calls by issuers over the next five years.

Credit Quality Allocation¹

	2/29/16	8/31/15
AAA/Aaa	5%	6%
AA/Aa	45	43
A	25	27
BBB/Baa	12	11
BB/Ba	4	6
B	1	
N/R ²	8	7

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- ¹ For financial reporting purposes, credit quality ratings shown above reflect the highest rating assigned by either S&P or Moody if ratings differ. These rating agencies are independent, nationally recognized statistical rating organizations and are widely used. Investment grade ratings are credit ratings of BBB/Baa or higher. Below investment grade ratings are credit ratings of BB/Ba or lower. Investments designated N/R are not rated by either rating agency. Unrated investments do not necessarily indicate low credit quality. Credit quality ratings are subject to change.
- ² The investment advisor evaluates the credit quality of unrated investments based upon certain factors including, but not limited to, credit ratings for similar investments and financial analysis of sectors and individual investments. Using this approach, the investment advisor has deemed certain of these unrated securities as investment grade quality. As of February 29, 2016 and August 31, 2015, the market value of unrated securities deemed by the investment advisor to be investment grade represents 3% and 2%, respectively, of the Trust's total investments.

* Excludes short-term securities.

Trust Summary as of February 29, 2016

BlackRock Municipal Income Investment Quality Trust

Trust Overview

BlackRock Municipal Income Investment Quality Trust's (BAF) (the Trust) investment objective is to provide current income exempt from federal income tax, including the alternative minimum tax and Florida intangible property tax. The Trust seeks to achieve its investment objective by investing, under normal circumstances, at least 80% of its assets in municipal bonds exempt from federal income taxes, including the alternative minimum tax. The Trust also invests at least 80% of its assets in municipal bonds that are investment grade quality at the time of investment. The Trust may invest directly in such securities or synthetically through the use of derivatives. Due to the repeal of the Florida intangible personal property tax, in September 2008, the Board gave approval to permit the Trust the flexibility to invest in municipal obligations regardless of geographic location since municipal obligations issued by any state or municipality that provides income exempt from regular federal income tax would now satisfy the foregoing objective and policy.

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

Trust Information

Symbol on NYSE	BAF
Initial Offering Date	October 31, 2002
Yield on Closing Market Price as of February 29, 2016 (\$15.21) ¹	5.40%
Tax Equivalent Yield ²	9.54%
Current Monthly Distribution per Common Share ³	\$0.0685
Current Annualized Distribution per Common Share ³	\$0.8220
Economic Leverage as of February 29, 2016 ⁴	36%

¹ Yield on closing market price is calculated by dividing the current annualized distribution per share by the closing market price. Past performance does not guarantee future results.

² Tax equivalent yield assumes the maximum marginal federal tax rate of 43.4%, which includes the 3.8% Medicare tax. Actual tax rates will vary based on income, exemptions and deductions. Lower taxes will result in lower tax equivalent yields.

³ The distribution rate is not constant and is subject to change.

⁴ Represents VMTP Shares and TOB Trusts as a percentage of total managed assets, which is the total assets of the Trust, including any assets attributable to VMTP Shares and TOB Trusts, minus the sum of accrued liabilities. For a discussion of leveraging techniques utilized by the Trust, please see The Benefits and Risks of Leveraging on page 5.

Performance

Returns for the six months ended February 29, 2016 were as follows:

	Returns Based On	
	Market Price	NAV
BAF ^{1,2}	12.59%	5.30%
Lipper General & Insured Municipal Debt Funds (Leveraged) ³	11.72%	5.87%

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¹ All returns reflect reinvestment of dividends and/or distributions.

² The Trust's discount to NAV, which narrowed during the period, accounts for the difference between performance based on price and performance based on NAV.

³ Average return.

The following discussion relates to the Trust's absolute performance based on NAV:

Tax-exempt bonds performed well during the six-month period, as the combination of falling U.S. Treasury yields and improving municipal finances created healthy buying interest in the asset class. (Prices rise as yields fall.) In addition, municipal bonds benefited from a general flight to quality caused by elevated volatility in the higher-risk segments of the financial markets.

The Trust's position in A-rated bonds, which outperformed higher-rated bonds amid investors' continued search for yield, made a positive contribution to its six-month results. This was especially true with regard to the Trust's position in longer-dated, A-rated bonds in the transportation, utilities and tax-backed local sectors.

At a time in which yields declined, the Trust's longer-duration holdings contributed positively to its performance. (Duration is a measure of interest rate sensitivity.) Income in the form of coupon payments made a meaningful contribution to the Trust's total return. Leverage also amplifies the effect of interest rate movements, which was a positive for trust performance during the past six months.

The Trust's positions in shorter-dated holdings, such as pre-refunded issues and bonds with very short call dates, detracted from performance. The Trust's use of U.S. Treasury futures contracts to manage interest rate risk had a slightly negative impact on performance due to the overall strength in bond prices.

BlackRock Municipal Income Investment Quality Trust

Market Price and Net Asset Value Per Share Summary

	2/29/16	8/31/15	Change	High	Low
Market Price	\$15.21	\$13.89	9.50%	\$15.23	\$13.81
Net Asset Value	\$16.18	\$15.80	2.41%	\$16.35	\$15.63

Market Price and Net Asset Value History For the Past Five Years

Overview of the Trust's Total Investments*

Sector Allocation

	2/29/16	8/31/15
Transportation	31%	28%
County/City/Special District/School District	28	31
Utilities	14	17
Health	12	13
State	8	6
Education	4	3
Tobacco	1	1
Corporate	1	
Housing	1	1

Credit Quality Allocation¹

	2/29/16	8/31/15
AAA/Aaa	3%	3%
AA/Aa	74	74
A	20	20
BBB/Baa	3	3

¹ For financial reporting purposes, credit quality ratings shown above reflect the highest rating assigned by either S&P's or Moody's if ratings differ. These rating agencies are independent, nationally recognized statistical rating organizations and are widely used. Investment grade ratings are credit ratings of BBB/Baa or higher. Below investment grade ratings are credit ratings of BB/Ba or lower. Investments designated N/R are not rated by either rating agency. Unrated investments do not necessarily indicate low credit quality. Credit quality ratings are subject to change.

Call/Maturity Schedule²

Calendar Year Ended December 31,

2016	
2017	
2018	14%
2019	18
2020	3

² Scheduled maturity dates and/or bonds that are subject to potential calls by issuers over the next five years.

* Excludes short-term securities.

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Trust Summary as of February 29, 2016

BlackRock Municipal Income Quality Trust

Trust Overview

BlackRock Municipal Income Quality Trust s (BYM) (the Trust) investment objective is to provide current income exempt from federal income taxes, including the alternative minimum tax. The Trust seeks to achieve its investment objective by investing, under normal circumstances, at least 80% of its assets in municipal bonds exempt from federal income taxes, including the alternative minimum tax. The Trust also invests at least 80% of its assets in municipal bonds that are investment grade quality at the time of investment. The Trust may invest directly in such securities or synthetically through the use of derivatives.

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

Trust Information

Symbol on NYSE	BYM
Initial Offering Date	October 31, 2002
Yield on Closing Market Price as of February 29, 2016 (\$14.85) ¹	5.78%
Tax Equivalent Yield ²	10.21%
Current Monthly Distribution per Common Share ³	\$0.0715
Current Annualized Distribution per Common Share ³	\$0.8580
Economic Leverage as of February 29, 2016 ⁴	36%

¹ Yield on closing market price is calculated by dividing the current annualized distribution per share by the closing market price. Past performance does not guarantee future results.

² Tax equivalent yield assumes the maximum marginal federal tax rate of 43.4%, which includes the 3.8% Medicare tax. Actual tax rates will vary based on income, exemptions and deductions. Lower taxes will result in lower tax equivalent yields.

³ The monthly distribution per Common Share, declared on March 1, 2016, was decreased to \$0.0685 per share. The yield on closing market price, current monthly distribution per Common Share and current annualized distribution per Common Share do not reflect the new distribution rate. The new distribution rate is not constant and is subject to change in the future.

⁴ Represents VMTP Shares and TOB Trusts as a percentage of total managed assets, which is the total assets of the Trust, including any assets attributable to VMTP Shares and TOB Trusts, minus the sum of accrued liabilities. For a discussion of leveraging techniques utilized by the Trust, please see The Benefits and Risks of Leveraging on page 5.

Performance

Returns for the six months ended February 29, 2016 were as follows:

	Returns Based On	
	Market Price	NAV
BYM ^{1,2}	11.90%	5.99%
Lipper General & Insured Municipal Debt Funds (Leveraged) ³	11.72%	5.87%

¹ All returns reflect reinvestment of dividends and/or distributions.

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² The Trust's discount to NAV, which narrowed during the period, accounts for the difference between performance based on price and performance based on NAV.

³ Average return.

The following discussion relates to the Trust's absolute performance based on NAV:

Tax-exempt bonds performed well during the six-month period, as the combination of falling U.S. Treasury yields and improving municipal finances created healthy buying interest in the asset class. (Prices rise as yields fall.) In addition, municipal bonds benefited from a general flight to quality caused by elevated volatility in the higher-risk segments of the financial markets.

At a time in which yields declined, the Trust's longer-duration exposure contributed positively to performance. (Duration is a measure of interest rate sensitivity.) Income in the form of coupon payments made a meaningful contribution to the Trust's total return. Leverage amplifies the effect of interest rate movements, which was a positive for Trust performance during the past six months. The Trust also benefited from its exposure to the tax-backed local sector.

The Trust's use of U.S. Treasury futures contracts to manage interest rate risk had a slightly negative impact on performance due to the overall strength in bond prices.

Market Price and Net Asset Value Per Share Summary

	2/29/16	8/31/15	Change	High	Low
Market Price	\$14.85	\$13.67	8.63%	\$ 15.06	\$ 13.56
Net Asset Value	\$15.65	\$15.21	2.89%	\$ 15.83	\$ 15.05

Market Price and Net Asset Value History For the Past Five Years

Overview of the Trust's Total Investments*

Sector Allocation

	2/29/16	8/31/15
County/City/Special District/School District	29%	27%
Transportation	27	25
Utilities	12	11
Health	10	13
State	10	11
Education	7	7
Tobacco	3	3
Corporate	2	3

Credit Quality Allocation¹

	2/29/16	8/31/15
AAA/Aaa	11%	15%
AA/Aa	54	57
A	26	21
BBB/Baa	6	6
N/R	3	1

¹ For financial reporting purposes, credit quality ratings shown above reflect the highest rating assigned by either S&P's or Moody's if ratings differ. These rating agencies are independent, nationally recognized statistical rating organizations and are widely used. Investment grade ratings are credit ratings of BBB/Baa or higher. Below investment grade ratings are credit ratings of BB/Ba or lower. Investments designated N/R are not rated by either rating agency. Unrated investments do not necessarily indicate low credit quality. Credit quality ratings are subject to change.

Call/Maturity Schedule²

Calendar Year Ended December 31,

2016	5%
2017	7
2018	16
2019	8
2020	8

² Scheduled maturity dates and/or bonds that are subject to potential calls by issuers over the next five years.

* Excludes short-term securities.

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Trust Summary as of February 29, 2016

BlackRock Municipal Income Trust II

Trust Overview

BlackRock Municipal Income Trust II's (BLE) (the Trust) investment objective is to provide current income exempt from regular federal income tax. The Trust seeks to achieve its investment objective by investing primarily in municipal bonds exempt from federal income taxes (except that the interest may be subject to the federal alternative minimum tax). The Trust invests, under normal market conditions, at least 80% of its assets in municipal bonds that are investment grade quality at the time of investment. The Trust may invest directly in such securities or synthetically through the use of derivatives.

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

Trust Information

Symbol on NYSE MKT	BLE
Initial Offering Date	July 30, 2002
Yield on Closing Market Price as of February 29, 2016 (\$15.57) ¹	6.09%
Tax Equivalent Yield ²	10.76%
Current Monthly Distribution per Common Share ³	\$0.079
Current Annualized Distribution per Common Share ³	\$0.948
Economic Leverage as of February 29, 2016 ⁴	38%

¹ Yield on closing market price is calculated by dividing the current annualized distribution per share by the closing market price. Past performance does not guarantee future results.

² Tax equivalent yield assumes the maximum marginal federal tax rate of 43.4%, which includes the 3.8% Medicare tax. Actual tax rates will vary based on income, exemptions and deductions. Lower taxes will result in lower tax equivalent yields.

³ The distribution rate is not constant and is subject to change.

⁴ Represents VMTP Shares and TOB Trusts as a percentage of total managed assets, which is the total assets of the Trust, including any assets attributable to VMTP Shares and TOB Trusts, minus the sum of accrued liabilities. For a discussion of leveraging techniques utilized by the Trust, please see The Benefits and Risks of Leveraging on page 5.

Performance

Returns for the six months ended February 29, 2016 were as follows:

	Returns Based On	
	Market Price	NAV
BLE ^{1,2}	13.28%	5.46%
Lipper General & Insured Municipal Debt Funds (Leveraged) ³	11.72%	5.87%

¹ All returns reflect reinvestment of dividends and/or distributions.

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² The Trust's discount to NAV, which narrowed during the period, accounts for the difference between performance based on price and performance based on NAV.

³ Average return.

The following discussion relates to the Trust's absolute performance based on NAV:

Tax-exempt bonds performed well during the six-month period, as the combination of falling U.S. Treasury yields and improving municipal finances created healthy buying interest in the asset class. (Prices rise as yields fall.) In addition, municipal bonds benefited from a general flight to quality caused by elevated volatility in the higher-risk segments of the financial markets.

Income in the form of coupon payments made a meaningful contribution to the Trust's total return. Leverage also amplifies the effect of interest rate movements, which was a positive for Trust performance during the past six months.

Long-dated securities with maturities 20 years and above, which comprised the largest proportion of the Trust's holdings, aided Trust performance given the decline in longer-term yields. Additionally, the Trust's long duration positioning contributed positively to its performance. (Duration is a measure of interest-rate sensitivity.)

The Trust's positions in securities rated BBB, A and AA generated strong returns, reflecting an environment in which lower-rated issues generally outperformed. The Trust's large allocations to the transportation and utilities sectors also had a positive impact on performance.

The Trust's use of U.S. Treasury futures contracts to manage interest rate risk had a slightly negative impact on performance due to the overall strength in bond prices.

Market Price and Net Asset Value Per Share Summary

	2/29/16	8/31/15	Change	High	Low
Market Price	\$15.57	\$14.18	9.80%	\$15.74	\$14.18
Net Asset Value	\$15.59	\$15.25	2.23%	\$15.75	\$15.07

Market Price and Net Asset Value History For the Past Five Years

Overview of the Trust's Total Investments*

Sector Allocation

	2/29/16	8/31/15
Transportation	21%	22%
Utilities	17	16
County/City/Special District/School District	13	15
Health	12	12
Corporate	10	10
State	10	9
Education	10	9
Tobacco	6	5
Housing	1	2

Call/Maturity Schedule³

Calendar Year Ended December 31,

2016	9%
2017	3
2018	5
2019	17
2020	14

³ Scheduled maturity dates and/or bonds that are subject to potential calls by issuers over the next five years.

Credit Quality Allocation¹

	2/29/16	8/31/15
AAA/Aaa	6%	7%
AA/Aa	41	40
A	22	23
BBB/Baa	15	15
BB/Ba	5	5
B	1	1
N/R ²	10	9

¹ For financial reporting purposes, credit quality ratings shown above reflect the highest rating assigned by either S&P's or Moody's if ratings differ. These rating agencies are independent, nationally recognized statistical rating organizations and are widely used. Investment grade ratings are credit ratings of

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BBB/Baa or higher. Below investment grade ratings are credit ratings of BB/Ba or lower. Investments designated N/R are not rated by either rating agency. Unrated investments do not necessarily indicate low credit quality. Credit quality ratings are subject to change.

- ² The investment advisor evaluates the credit quality of unrated investments based upon certain factors including, but not limited to, credit ratings for similar investments and financial analysis of sectors and individual investments. Using this approach, the investment advisor has deemed certain of these unrated securities as investment grade quality. As of February 29, 2016 and August 31, 2015, the market value of unrated securities deemed by the investment advisor to be investment grade represents 3% and 2%, respectively, of the Trust's total investments.

* Excludes short-term securities.

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Trust Summary as of February 29, 2016

BlackRock MuniHoldings Investment Quality Fund

Trust Overview

BlackRock MuniHoldings Investment Quality Fund s (MFL) (the Trust) investment objective is to provide shareholders with current income exempt from federal income tax and to provide shareholders with the opportunity to own shares the value of which is exempt from Florida intangible personal property tax. The Trust seeks to achieve its investment objective by investing primarily in long-term, investment grade municipal obligations exempt from federal income taxes (except that the interest may be subject to the federal alternative minimum tax). Under normal market conditions, the Trust invests at least 80% of its assets in municipal obligations with remaining maturities of one year or more at the time of investment. The Trust may invest directly in such securities or synthetically through the use of derivatives. Due to the repeal of the Florida intangible personal property tax, in September 2008, the Board gave approval to permit the Trust the flexibility to invest in municipal obligations regardless of geographic location since municipal obligations issued by any state or municipality that provides income exempt from regular federal income tax would now satisfy the foregoing objective and policy.

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

Trust Information

Symbol on NYSE	MFL
Initial Offering Date	September 26, 1997
Yield on Closing Market Price as of February 29, 2016 (\$15.03) ¹	5.71%
Tax Equivalent Yield ²	10.09%
Current Monthly Distribution per Common Share ³	\$0.0715
Current Annualized Distribution per Common Share ³	\$0.8580
Economic Leverage as of February 29, 2016 ⁴	38%

¹ Yield on closing market price is calculated by dividing the current annualized distribution per share by the closing market price. Past performance does not guarantee future results.

² Tax equivalent yield assumes the maximum marginal federal tax rate of 43.4%, which includes the 3.8% Medicare tax. Actual tax rates will vary based on income, exemptions and deductions. Lower taxes will result in lower tax equivalent yields.

³ The distribution rate is not constant and is subject to change.

⁴ Represents VRDP Shares and TOB Trusts as a percentage of total managed assets, which is the total assets of the Trust, including any assets attributable to VRDP Shares and TOB Trusts, minus the sum of accrued liabilities. For a discussion of leveraging techniques utilized by the Trust, please see The Benefits and Risks of Leveraging on page 5.

Performance

Returns for the six months ended February 29, 2016 were as follows:

	Returns Based On	
	Market Price	NAV
MFL ^{1,2}	10.08%	5.28%
Lipper General & Insured Municipal Debt Funds (Leveraged) ³	11.72%	5.87%

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¹ All returns reflect reinvestment of dividends and/or distributions.

² The Trust's discount to NAV, which narrowed during the period, accounts for the difference between performance based on price and performance based on NAV.

³ Average return.

The following discussion relates to the Trust's absolute performance based on NAV:

Tax-exempt bonds performed well during the six-month period, as the combination of falling U.S. Treasury yields and improving municipal finances created healthy buying interest in the asset class. (Prices rise as yields fall.) In addition, municipal bonds benefited from a general flight to quality caused by elevated volatility in the higher-risk segments of the financial markets.

The Trust's position in A-rated bonds, which outperformed higher-rated bonds amid investors' continued search for yield, made a positive contribution to its six-month results. This was especially true with regard to the Trust's position in longer-dated, A-rated bonds in the transportation, utilities and tax-backed local sectors.

At a time in which yields declined, the Trust's longer-duration holdings contributed positively to its performance. (Duration is a measure of interest rate sensitivity.) Income in the form of coupon payments made a meaningful contribution to the Trust's total return. Leverage also amplifies the effect of interest rate movements, which was a positive for Trust performance during the past six months.

The Trust's positions in shorter-dated holdings, such as pre-refunded issues and bonds with very short call dates, detracted from performance. The Trust's use of U.S. Treasury futures contracts to manage interest rate risk had a slightly negative impact on performance due to the overall strength in bond prices.

BlackRock MuniHoldings Investment Quality Fund

Market Price and Net Asset Value Per Share Summary

	2/29/16	8/31/15	Change	High	Low
Market Price	\$15.03	\$14.06	6.90%	\$15.08	\$13.85
Net Asset Value	\$15.52	\$15.18	2.24%	\$15.69	\$15.02

Market Price and Net Asset Value History For the Past Five Years

Overview of the Trust's Total Investments*

Sector Allocation

	2/29/16	8/31/15
Transportation	40%	36%
Utilities	17	17
County/City/Special District/School District	14	18
State	11	9
Health	10	10
Education	6	5
Tobacco	1	1
Housing	1	2
Corporate	¹	2

¹ Represents less than 1% of total investments.

Credit Quality Allocation²

	2/29/16	8/31/15
AAA/Aaa	5%	5%
AA/Aa	61	62
A	31	29
BBB/Baa	2	4
N/R	1	

² For financial reporting purposes, credit quality ratings shown above reflect the highest rating assigned by either S&P's or Moody's if ratings differ. These rating agencies are independent, nationally recognized statistical rating organizations and are widely used. Investment grade ratings are credit ratings of BBB/Baa or higher. Below investment grade ratings are credit ratings of BB/Ba or lower. Investments designated N/R are not rated by either rating agency. Unrated investments do not necessarily indicate low credit quality. Credit quality ratings are subject to change.

Call/Maturity Schedule³

Calendar Year Ended December 31,

2016	1%
2017	3
2018	14
2019	25
2020	4

³ Scheduled maturity dates and/or bonds that are subject to potential calls by issuers over the next five years.

* Excludes short-term securities.

Trust Summary as of February 29, 2016

BlackRock MuniVest Fund, Inc.

Trust Overview

BlackRock MuniVest Fund, Inc. s (MVF) (the Trust) investment objective is to provide shareholders with as high a level of current income exempt from federal income taxes as is consistent with its investment policies and prudent investment management. The Trust seeks to achieve its investment objective by investing at least 80% of its assets in municipal obligations exempt from federal income taxes (except that the interest may be subject to the federal alternative minimum tax). Under normal market conditions, the Trust primarily invests in long term municipal obligations rated investment grade at the time of investment and in long term municipal obligations with maturities of more than ten years at the time of investment. The Trust may invest up to 20% of its total assets in securities rated below investment grade or deemed equivalent at the time of purchase. The Trust may invest directly in such securities or synthetically through the use of derivatives.

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

Trust Information

Symbol on NYSE MKT	MVF
Initial Offering Date	September 29, 1988
Yield on Closing Market Price as of February 29, 2016 (\$10.60) ¹	6.06%
Tax Equivalent Yield ²	10.71%
Current Monthly Distribution per Common Share ³	\$0.0535
Current Annualized Distribution per Common Share ³	\$0.6420
Economic Leverage as of February 29, 2016 ⁴	38%

¹ Yield on closing market price is calculated by dividing the current annualized distribution per share by the closing market price. Past performance does not guarantee future results.

² Tax equivalent yield assumes the maximum marginal federal tax rate of 43.4%, which includes the 3.8% Medicare tax. Actual tax rates will vary based on income, exemptions and deductions. Lower taxes will result in lower tax equivalent yields.

³ The distribution rate is not constant and is subject to change.

⁴ Represents VMTP Shares and TOB Trusts as a percentage of total managed assets, which is the total assets of the Trust, including any assets attributable to VMTP Shares and TOB Trusts, minus the sum of accrued liabilities. For a discussion of leveraging techniques utilized by the Trust, please see The Benefits and Risks of Leveraging on page 5.

Performance

Returns for the six months ended February 29, 2016 were as follows:

	Returns Based On	
	Market Price	NAV
MVF ^{1,2}	13.40%	4.68%
Lipper General & Insured Municipal Debt Funds (Leveraged) ³	11.72%	5.87%

¹ All returns reflect reinvestment of dividends and/or distributions.

² The Trust moved from a discount to NAV to a premium during the period, which accounts for the difference between performance based on price and performance based on NAV.

³ Average return.

The following discussion relates to the Trust's absolute performance based on NAV:

Tax-exempt bonds performed well during the six-month period, as the combination of falling U.S. Treasury yields and improving municipal finances created healthy buying interest in the asset class. (Prices rise as yields fall.) In addition, municipal bonds benefited from a general flight to quality caused by elevated volatility in the higher-risk segments of the financial markets.

At a time in which yields declined, the Trust's duration exposure contributed positively to performance. (Duration is a measure of interest rate sensitivity.) The Trust's positions in long-maturity bonds, which outperformed short-term issues, also added value. The Trust's exposure to zero-coupon bonds, which delivered better returns than current-coupon bonds, further aided returns. Income in the form of coupon payments made a meaningful contribution to the Trust's total return. Leverage also amplifies the effect of interest rate movements, which was a positive for Trust performance during the past six months. On a sector basis, the Trust's positions in the health care and transportation segments were key positive contributors to performance.

The Trust's use of U.S. Treasury futures contracts to manage interest rate risk had a slightly negative impact on performance due to the overall strength in bond prices.

Market Price and Net Asset Value Per Share Summary

	2/29/16	8/31/15	Change	High	Low
Market Price	\$ 10.60	\$ 9.65	9.84%	\$ 10.63	\$ 9.44
Net Asset Value	\$ 10.18	\$ 10.04	1.39%	\$ 10.27	\$ 9.94

Market Price and Net Asset Value History For the Past Five Years

Overview of the Trust's Total Investments*

Sector Allocation

	2/29/16	8/31/15
Transportation	23%	22%
Health	23	24
County/City/Special District/School District	11	10
Education	10	11
Utilities	10	10
Corporate	10	11
Housing	5	4
State	4	4
Tobacco	4	4

Credit Quality Allocation¹

	2/29/16	8/31/15
AAA/Aaa	9%	9%
AA/Aa	46	46
A	21	23
BBB/Baa	14	13
BB/Ba	3	3
B	1	1
N/R ²	6	5

¹ For financial reporting purposes, credit quality ratings shown above reflect the highest rating assigned by either S&P's or Moody's if ratings differ. These rating agencies are independent, nationally recognized statistical rating organizations and are widely used. Investment grade ratings are credit ratings of BBB/Baa or higher. Below investment grade ratings are credit ratings of BB/Ba or lower. Investments designated N/R are not rated by either rating agency. Unrated investments do not necessarily indicate low credit quality. Credit quality ratings

² The investment advisor evaluates the credit quality of unrated investments based upon certain factors including, but not limited to, credit ratings for similar investments and financial analysis of sectors and individual investments. Using this approach, the investment advisor has deemed certain of these unrated securities as investment grade quality. As of February 29, 2016 and August 31, 2015, the market value of unrated securities deemed by the investment advisor to be investment grade representing 3% and 2%, respectively, of the Trust's total investments.

Call/Maturity Schedule³

Calendar Year Ended December 31,

2016	7%
2017	7
2018	15
2019	20
2020	16

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³ Scheduled maturity dates and/or bonds that are subject to potential calls by issuers over the next five years.

* Excludes short-term securities.

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Schedule of Investments February 29, 2016 (Unaudited)

BlackRock Municipal Bond Investment Trust (BIE)

(Percentages shown are based on Net Assets)

	Par (000)	Value
Municipal Bonds		
Alabama 0.3%		
City of Selma Alabama IDB, RB, Gulf Opportunity Zone, International Paper Co. Project, Series A, 5.38%, 12/01/35	\$ 145	\$ 161,049
Alaska 0.3%		
Northern Tobacco Securitization Corp., Refunding RB, Tobacco Settlement, Asset-Backed, Series A, 5.00%, 6/01/46	180	152,991
California 13.8%		
California Educational Facilities Authority, RB, University of Southern California, Series A, 5.25%, 10/01/38	700	777,406
California Health Facilities Financing Authority, Refunding RB, Catholic Healthcare West, Series A, 6.00%, 7/01/39	120	137,308
City of Los Angeles California Department of Water & Power, RB, Power System, Sub-Series A-1, 5.25%, 7/01/38	760	832,534
Kern Community College District, GO, Safety, Repair & Improvement, Series C, 5.50%, 11/01/33	410	510,922
Riverside County Public Financing Authority, RB, Capital Facilities Project, 5.25%, 11/01/40	1,000	1,182,110
San Diego Regional Building Authority, RB, County Operations Center & Annex, Series A, 5.38%, 2/01/19 (a)	850	961,954
State of California, GO, Various Purposes, 6.00%, 3/01/33	685	812,917
State of California Public Works Board, LRB, Various Capital Projects, Series I, 5.50%, 11/01/31	500	616,680
State of California Public Works Board, RB, Department of Corrections & Rehabilitation, Series F, 5.25%, 9/01/33	210	251,042
Township of Washington California Health Care District, GO, Election of 2004, Series B, 5.50%, 8/01/40	160	192,342
University of California, Refunding RB, The Regents of Medical Center, Series J, 5.25%, 5/15/38	1,000	1,186,060
		7,461,275
Colorado 2.9%		
City & County of Denver Colorado Airport System, ARB, Sub-System, Series B, 5.25%, 11/15/32	750	893,887
Colorado Health Facilities Authority, Refunding RB, Catholic Health Initiative, Series A, 5.50%, 7/01/34	580	653,051
		1,546,938
Florida 8.7%		
City of Jacksonville Florida, Refunding RB, Series A, 5.25%, 10/01/33	105	125,727
City of Miami Beach Florida Parking Revenue, RB, 5.00%, 9/01/45	455	517,672
County of Miami-Dade Florida, RB, Seaport, Series A, 6.00%, 10/01/38	1,875	2,279,737
County of Miami-Dade Florida Educational Facilities Authority, Refunding RB, University of Miami, Series A, 5.00%, 4/01/45	1,255	1,418,163
Municipal Bonds		
Florida (continued)		
Reedy Creek Improvement District, GO, Series A, 5.25%, 6/01/32	\$ 305	\$ 361,663
		4,702,962
Georgia 1.2%		
Municipal Electric Authority of Georgia, Refunding RB, Project One, Sub-Series D, 6.00%, 1/01/23	555	623,953
Illinois 16.8%		
City of Chicago Illinois, GARB, O Hare International Airport, 3rd Lien, Series C, 6.50%, 1/01/41	1,590	1,914,312
City of Chicago Illinois Transit Authority, RB, Sales Tax Receipts:		
5.25%, 12/01/36	500	548,505
5.25%, 12/01/40	750	817,028
County of Cook Illinois Community College District No. 508, GO, City College of Chicago:		
5.50%, 12/01/38	250	288,275
5.25%, 12/01/43	1,000	1,122,240
Illinois Finance Authority, RB, Carle Foundation, Series A, 6.00%, 8/15/41	750	884,895
Illinois Finance Authority, Refunding RB, Northwestern Memorial Hospital, Series A, 6.00%, 8/15/39	1,000	1,158,190
Metropolitan Pier & Exposition Authority, Hyatt Regency McCormick Place, Refunding RB, Series B-2, 5.25%, 6/15/50	250	261,903
Railsplitter Tobacco Settlement Authority, RB:		
5.50%, 6/01/23	365	430,455
6.00%, 6/01/28	105	125,589

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State of Illinois, GO:

5.25%, 2/01/31	255	277,172
5.25%, 2/01/32	500	540,300
5.50%, 7/01/33	500	547,930
5.50%, 7/01/38	110	119,161

9,035,955

Indiana 2.5%

Indiana Municipal Power Agency, RB, Series B, 6.00%, 1/01/19 (a)	1,190	1,362,609
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Kansas 1.9%

Kansas Development Finance Authority, Refunding RB, Adventist Health System/Sunbelt Obligated Group, Series C, 5.50%, 11/15/29	900	1,033,326
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Kentucky 1.7%

County of Louisville & Jefferson Kentucky Metropolitan Government Parking Authority, RB, Series A, 5.75%, 12/01/34	800	930,528
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Louisiana 1.5%

Louisiana Local Government Environmental Facilities & Community Development Authority, RB, Westlake Chemical Corp. Project, Series A-1, 6.50%, 11/01/35	380	444,623
Tobacco Settlement Financing Corp., Refunding RB, Asset-Backed, Series A, 5.50%, 5/15/29	315	345,945

790,568

Portfolio Abbreviations

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

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See Notes to Financial Statements.

FEBRUARY 29, 2016

Schedule of Investments (continued)

BlackRock Municipal Bond Investment Trust (BIE)

	Par (000)	Value
Municipal Bonds		
Maine 1.5%		
Maine Health & Higher Educational Facilities Authority, RB, Maine General Medical Center, 7.50%, 7/01/32	\$ 675	\$ 807,577
Massachusetts 2.2%		
Massachusetts Development Finance Agency, Refunding RB, Trustees of Deerfield Academy, 5.00%, 10/01/40	375	430,965
Massachusetts Port Authority, Refunding RB, Series A, 5.00%, 7/01/45	360	418,252
Metropolitan Boston Transit Parking Corp., Refunding RB, 5.25%, 7/01/36	300	351,204
		1,200,421
Michigan 3.3%		
City of Lansing Michigan, RB, Board of Water & Light Utilities System, Series A, 5.50%, 7/01/41	485	572,829
Michigan State Building Authority, Refunding RB, Facilities Program Series: 6.00%, 10/15/18 (a)	305	346,779
6.00%, 10/15/38	195	218,917
Royal Oak Hospital Finance Authority Michigan, Refunding RB, William Beaumont Hospital, Series V, 8.25%, 9/01/18 (a)	530	629,062
		1,767,587
Mississippi 2.5%		
Mississippi Development Bank, RB, Jackson Water & Sewer System Project (AGM), 6.88%, 12/01/40	1,000	1,339,350
Nevada 4.3%		
City of Las Vegas Nevada, GO, Limited Tax, Performing Arts Center, 6.00%, 4/01/34	1,000	1,156,520
County of Clark Nevada Airport System, ARB, Series B, 5.75%, 7/01/42	1,000	1,158,760
		2,315,280
New Jersey 5.7%		
New Jersey EDA, Refunding RB, School Facilities Construction, Series AA, 5.50%, 12/15/29	750	818,265
New Jersey Housing & Mortgage Finance Agency, RB, S/F Housing, Series CC, 5.25%, 10/01/29	610	647,588
New Jersey Transportation Trust Fund Authority, RB, Transportation System: Series A, 5.88%, 12/15/38	695	757,960
Series AA, 5.50%, 6/15/39	760	832,968
		3,056,781
New York 4.5%		
County of New York Tobacco Trust IV, Refunding RB, Settlement Pass-Through Turbo, Series A, 6.25%, 6/01/41 (b)	300	312,891
Hudson Yards Infrastructure Corp., RB, Series A, 5.75%, 2/15/47	620	720,570
Metropolitan Transportation Authority, RB, Series A, 5.25%, 11/15/38	500	593,325
Metropolitan Transportation Authority, Refunding RB, Series A-1, 5.25%, 11/15/56	220	255,623
New York Liberty Development Corp., Refunding RB, 2nd Priority, Bank of America Tower at One Bryant Park Project, Class 3, 6.38%, 7/15/49	500	562,785
		2,445,194
Ohio 2.8%		
County of Allen Ohio Hospital Facilities, Refunding RB, Catholic Healthcare Partners, Series A, 5.25%, 6/01/38	840	939,876
State of Ohio Turnpike Commission, RB, Junior Lien, Infrastructure Projects, Series A-1, 5.25%, 2/15/31	500	596,145
		1,536,021
Municipal Bonds		
Pennsylvania 7.3%		
Pennsylvania Economic Development Financing Authority, RB, American Water Co. Project, 6.20%, 4/01/39	\$ 300	\$ 341,478
Pennsylvania Turnpike Commission, RB:		
Sub-Series A, 6.00%, 12/01/16 (a)	1,500	1,563,645
Sub-Series A, 5.63%, 12/01/31	750	876,060
Sub-Series C (AGC), 6.25%, 6/01/18 (a)	500	561,645
Township of Bristol Pennsylvania School District, GO, 5.25%, 6/01/37	530	609,447

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		3,952,275
Puerto Rico 0.2%		
Children s Trust Fund Tobacco Settlement, Refunding RB, Asset-Backed, 5.63%, 5/15/43	95	95,241
Rhode Island 2.1%		
Tobacco Settlement Financing Corp., Refunding RB, Series B:		
4.50%, 6/01/45	990	999,653
5.00%, 6/01/50	125	129,106
		1,128,759
South Carolina 3.5%		
County of Charleston South Carolina, RB, Special Source, 5.25%, 12/01/38	635	750,519
State of South Carolina Public Service Authority, Refunding RB:		
Series C, 5.00%, 12/01/46	500	561,730
Series E, 5.25%, 12/01/55	500	568,215
		1,880,464
Tennessee 0.1%		
Metropolitan Government Nashville & Davidson County Health & Educational Facilities Board, Refunding RB, 5.00%, 10/01/41 (c)	55	61,456
Texas 9.1%		
Central Texas Regional Mobility Authority, Refunding RB, Senior Lien, 6.00%, 1/01/41	890	1,053,386
City of Beaumont Texas, GO, Certificates of Obligation, 5.25%, 3/01/37	395	460,819
Conroe Texas ISD, GO, School Building, Series A, 5.75%, 2/15/18 (a)	470	516,657
County of Tarrant Texas Cultural Education Facilities Finance Corp., RB, Scott & White Healthcare:		
6.00%, 8/15/20 (a)	75	91,405
6.00%, 8/15/45	945	1,123,331
North Texas Tollway Authority, RB, Special Projects, Series A, 5.50%, 9/01/41	500	591,090
North Texas Tollway Authority, Refunding RB, 1st Tier, Series K-1 (AGC), 5.75%, 1/01/38	250	279,342
Red River Education Financing Corp., RB, Texas Christian University Project, 5.25%, 3/15/38	180	207,765
Texas Private Activity Bond Surface Transportation Corp., RB, Senior Lien, NTE Mobility Partners LLC, North Tarrant Express Managed Lanes Project, 6.88%, 12/31/39	500	589,965
		4,913,760
Virginia 0.7%		
City of Lexington Virginia IDA, RB, Washington & Lee University, 5.00%, 1/01/43	145	164,659
Virginia Public School Authority, RB, Fluvanna County School Financing, 6.50%, 12/01/18 (a)	200	231,630
		396,289
Wisconsin 1.8%		
Wisconsin Health & Educational Facilities Authority, Refunding RB, Froedtert & Community Health, Inc., Series C, 5.25%, 4/01/39	890	963,959
Total Municipal Bonds 103.2%		55,662,568

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Municipal Bond Investment Trust (BIE)

Municipal Bonds Transferred to Tender Option Bond Trusts (d)	Par (000)	Value
California 19.3%		
California Educational Facilities Authority, RB, University of Southern California, Series B, 5.25%, 10/01/39 (e)	\$ 1,005	\$ 1,116,133
Grossmont Union High School District, GO, Election of 2008, Series B, 5.00%, 8/01/40	1,300	1,488,110
Los Angeles Community College District California, GO, Election of 2008, Series C, 5.25%, 8/01/39 (e)	1,410	1,641,515
Los Angeles Community College District California, GO, Refunding, Election of 2008, Series A, 6.00%, 8/01/19 (a)	2,079	2,446,155
Los Angeles Unified School District California, GO, Series I, 5.00%, 1/01/34	200	225,012
San Diego Public Facilities Financing Authority Water, RB, Series B, 5.50%, 8/01/39	2,234	2,552,617
University of California, RB, Series O, 5.75%, 5/15/19 (a)	810	938,209
		10,407,751
District of Columbia 3.4%		
District of Columbia, RB, Series A, 5.50%, 12/01/30 (e)	735	858,698
District of Columbia Water & Sewer Authority, Refunding RB, Senior Lien, Series A, 5.50%, 10/01/18 (a)	899	1,008,923
		1,867,621
Illinois 7.2%		
State of Illinois Finance Authority, RB, University of Chicago, Series B, 6.25%, 7/01/18 (a)	1,500	1,692,405
State of Illinois Toll Highway Authority, RB, Senior Priority, Series B, 5.50%, 1/01/18 (a)	2,000	2,176,650
		3,869,055
Nevada 3.1%		
County of Clark Nevada Water Reclamation District, GO, Limited Tax, 6.00%, 7/01/18 (a)	1,500	1,684,470
New Hampshire 1.2%		
New Hampshire Health & Education Facilities Authority, RB, Dartmouth College, 5.25%, 6/01/39 (e)	585	661,814
New Jersey 3.6%		
New Jersey Transportation Trust Fund Authority, RB, Transportation System:		
Series A (AMBAC), 5.00%, 12/15/32	1,000	1,050,130
Series B, 5.25%, 6/15/36 (e)	840	892,688
		1,942,818
New York 13.9%		
City of New York New York Municipal Water Finance Authority, RB, Water & Sewer System, Fiscal 2009, Series A, 5.75%, 6/15/40	750	832,026
City of New York New York Municipal Water Finance Authority, Refunding RB, Water & Sewer System, 2nd General Resolution:		
Series FF, 5.00%, 6/15/45	1,000	1,145,627
Series FF-2, 5.50%, 6/15/40	990	1,123,782
Municipal Bonds Transferred to Tender Option Bond Trusts (d)		
New York (continued)		
City of New York New York Transitional Finance Authority, BARB, Fiscal 2009, Series S-3, 5.25%, 1/15/39	\$ 1,000	\$ 1,109,557
New York Liberty Development Corp., RB, 1 World Trade Center Port Authority Consolidated Bonds, 5.25%, 12/15/43	1,170	1,354,792
New York Liberty Development Corp., Refunding RB, 4 World Trade Center Project, 5.75%, 11/15/51 (e)	680	792,227
New York State Dormitory Authority, ERB, Personal Income Tax, Series B, 5.25%, 3/15/38	1,000	1,122,440
		7,480,451
Texas 5.2%		
City of San Antonio Texas Public Service Board, Refunding RB, Series A, 5.25%, 2/01/31 (e)	1,050	1,171,071
County of Harris Texas Cultural Education Facilities Finance Corp., RB, Texas Children's Hospital Project, 5.50%, 10/01/39	1,450	1,646,171
		2,817,242
Virginia 1.0%		
	460	519,281

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County of Fairfax Virginia IDA, Refunding RB, Health Care, Inova Health System, Series A,
5.50%, 5/15/35

Total Municipal Bonds Transferred to Tender Option Bond Trusts 57.9%		31,250,503
Total Long-Term Investments		
(Cost \$77,666,668) 161.1%		86,913,071
Short-Term Securities	Shares	
BlackRock Liquidity Funds, MuniCash, 0.02% (f)(g)	135,473	135,473
Total Short-Term Securities		
(Cost \$135,473) 0.3%		135,473
Total Investments (Cost \$77,802,141) 161.4%		87,048,544
Other Assets Less Liabilities 1.7%		932,414
Liability for TOB Trust Certificates, Including Interest Expense and Fees Payable (30.1)%		(16,237,349)
VRDP Shares, at Liquidation Value (33.0)%		(17,800,000)
Net Assets Applicable to Common Shares 100.0%		\$ 53,943,609

Notes to Schedule of investments

- (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) When-issued security.
- (d) 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.
- (e) 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 October 1, 2016 to November 15, 2019, is \$4,102,787. See Note 4 of the Notes to Financial Statements for details.

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Municipal Bond Investment Trust (BIE)

(f) During the six months ended February 29, 2016, investments in issuers considered to be affiliates of the Trust for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

Affiliate	Shares Held at August 31, 2015	Net Activity	Shares Held at February 29, 2016	Income
BlackRock Liquidity Funds, MuniCash		135,473	135,473	
FFI Institutional Tax-Exempt Fund	860,286	(860,286)		\$ 59
Total			135,473	\$ 59

(g) Current yield as of period end.

Derivative Financial Instruments Outstanding as of Period End

Financial Futures Contracts

Contracts	Short	Issue	Expiration	Notional Value	Unrealized Appreciation
(12)		5-Year U.S. Treasury Note	June 2016	\$ 1,451,813	\$ 3,579
(10)		10-Year U.S. Treasury Note	June 2016	\$ 1,305,156	6,550
(4)		Long U.S. Treasury Bond	June 2016	\$ 658,125	3,180
(1)		Ultra U.S. Treasury Bond	June 2016	\$ 173,156	2,091
Total					\$ 15,400

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:

Assets	Derivative Financial Instruments	Commodity Contracts	Credit Contracts	Equity Contracts	Foreign Currency Exchange Contracts	Interest Rate Contracts	Other Contracts	Total
Financial futures contracts	Net unrealized appreciation ¹					\$ 15,400		\$ 15,400

¹ Includes cumulative appreciation (depreciation) on financial 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 29, 2016, 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:							
Financial futures contracts					\$ (156,495)		\$ (156,495)
Net Change in Unrealized Appreciation (Depreciation) on:							
Financial futures contracts					\$ (3,046)		\$ (3,046)

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Average Quarterly Balances of Outstanding Derivative Financial Instruments

Financial futures contracts:

Average notional value of contracts	short	\$	3,190,699
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For more information about the Trust's investment risks regarding derivative financial instruments, refer to the Notes to Financial Statements.

See Notes to Financial Statements.

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Schedule of Investments (concluded)

BlackRock Municipal Bond Investment Trust (BIE)

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 ¹		\$ 86,913,071		\$ 86,913,071
Short-Term Securities	\$ 135,473			135,473
Total	\$ 135,473	\$ 86,913,071		\$ 87,048,544

¹ See above Schedule of Investments for values in each state or political subdivision.

	Level 1	Level 2	Level 3	Total
Derivative Financial Instruments ¹				
Assets:				
Interest rate contracts	\$ 15,400			\$ 15,400

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

The Trust may hold assets and/or liabilities in which the fair value approximates the carrying amount 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
Assets:				
Cash pledged for financial futures contracts	\$ 45,950			\$ 45,950
Liabilities:				
TOB Trust Certificates		\$ (16,235,837)		(16,235,837)
VRDP Shares		(17,800,000)		(17,800,000)
Total	\$ 45,950	\$ (34,035,837)		\$ (33,989,887)

During the six months ended February 29, 2016, there were no transfers between levels.

See Notes to Financial Statements.

Schedule of Investments February 29, 2016 (Unaudited)

BlackRock Municipal Bond Trust (BBK)

(Percentages shown are based on Net Assets)

	Par (000)	Value
Municipal Bonds		
Alabama 1.8%		
City of Birmingham Alabama Special Care Facilities Financing Authority, RB, Children s Hospital (AGC) (a):		
6.00%, 6/01/19	\$ 1,600	\$ 1,853,632
City of Hoover Alabama Board of Education, Refunding, Special Tax, Capital Outlay Warrants, 4.25%, 2/15/40	1,275	1,320,581
		3,174,213
Arizona 7.3%		
Arizona Health Facilities Authority, Refunding RB, Phoenix Children s Hospital, Series A, 5.00%, 2/01/42		
	2,200	2,379,960
City of Phoenix Arizona IDA, Refunding RB, Basis Schools, Inc. Projects, Series A, 5.00%, 7/01/45 (b)	460	473,814
County of Pinal Arizona Electric District No. 3, Refunding RB, Electric System, 4.75%, 7/01/31	3,750	4,205,250
Salt Verde Financial Corp., RB, Senior:		
5.00%, 12/01/32	1,500	1,766,580
5.00%, 12/01/37	2,065	2,439,653
University Medical Center Corp., RB,		
6.50%, 7/01/19 (a)	500	591,525
University Medical Center Corp., Refunding RB, 6.00%, 7/01/21 (a)	900	1,124,856
		12,981,638
Arkansas 3.5%		
City of Benton Arkansas, RB, 4.00%, 6/01/39		
	905	961,182
City of Fort Smith Arkansas Water & Sewer Revenue, Refunding RB, 4.00%, 10/01/40	1,240	1,287,232
City of Hot Springs Arkansas, RB, Wastewater, 5.00%, 12/01/38	1,200	1,367,592
City of Little Rock Arkansas, RB, 4.00%, 7/01/41	2,025	2,089,901
County of Pulaski Arkansas Public Facilities Board, RB, 5.00%, 12/01/42	465	525,390
		6,231,297
California 21.3%		
California Health Facilities Financing Authority, RB, Sutter Health:		
Series A, 3.25%, 11/15/36		
	820	809,004
Series B, 5.88%, 8/15/31		
	1,900	2,292,977
California HFA, RB, Home Mortgage, Series G, AMT, 5.05%, 2/01/29		
	2,285	2,320,669
California Infrastructure & Economic Development Bank, Refunding RB, 4.00%, 11/01/45		
	3,350	3,456,898
Carlsbad California Unified School District, GO, Election of 2006, Series B, 0.00%, 5/01/34 (c)		
	1,000	1,027,220
City of San Jose California, Refunding ARB, Series A-1, AMT, 5.75%, 3/01/34		
	2,000	2,355,040
Dinuba California Unified School District, GO, Election of 2006 (AGM), 5.75%, 8/01/33		
	500	571,160
Hartnell Community College District California, GO, CAB, Election of 2002, Series D, 0.00%, 8/01/34 (c)		
	1,650	1,464,161
Norwalk-La Mirada Unified School District, GO, Refunding, CAB, Election of 2002, Series E (AGC), 0.00%, 8/01/38 (d)		
	8,000	3,241,440
Palomar Community College District, GO, CAB, Election of 2006, Series B:		
0.00%, 8/01/30 (d)		
	1,500	951,660
0.00%, 8/01/33 (d)		
	4,000	1,530,240
0.00%, 8/01/39 (c)		
	2,000	1,729,860
San Diego Community College District, GO, CAB, Election of 2002, 0.00%, 8/01/33 (c)		
	2,800	3,095,260
State of California, GO, Refunding, Various Purposes:		
5.00%, 2/01/38		
	3,000	3,476,010
4.00%, 10/01/44		
	1,080	1,146,074
	Par (000)	Value
Municipal Bonds		
California (continued)		
State of California, GO, Various Purposes:		
5.75%, 4/01/31		
	\$ 2,000	\$ 2,273,140
6.00%, 3/01/33		
	1,000	1,186,740
6.50%, 4/01/33		
	1,950	2,275,397
5.50%, 3/01/40		
	2,350	2,720,054

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		37,923,004
Colorado 1.2%		
Colorado Health Facilities Authority, RB, Catholic Health Initiatives, Series D, 6.25%, 10/01/33	1,070	1,200,743
Park Creek Metropolitan District, Refunding RB, Senior Limited Property Tax (AGM), 6.00%, 12/01/20 (a)	750	917,910
		2,118,653
Connecticut 0.7%		
Connecticut State Health & Educational Facility Authority, Refunding RB:		
4.00%, 7/01/38	570	600,883
Lawrence & Memorial Hospital, Series F, 5.00%, 7/01/36	550	604,439
Trinity Health Corp., 3.25%, 12/01/36	100	97,922
		1,303,244
Delaware 2.6%		
County of Sussex Delaware, RB, NRG Energy, Inc., Indian River Power LLC Project, 6.00%, 10/01/40	1,200	1,300,968
Delaware Transportation Authority, RB:		
5.00%, 6/01/45	2,000	2,303,620
5.00%, 6/01/55	950	1,068,180
		4,672,768
Florida 4.2%		
Capital Trust Agency, Inc., RB, M/F Housing, The Gardens Apartment Project, Series A, 4.75%, 7/01/40	600	609,012
County of Miami-Dade Florida, RB, AMT, Seaport Department, Series B, 6.00%, 10/01/31	4,135	5,097,504
County of Miami-Dade Florida Educational Facilities Authority, Refunding RB, University of Miami, Series A, 5.00%, 4/01/45	920	1,039,609
County of Orange Florida Health Facilities Authority, Refunding RB, Mayflower Retirement Center, 5.00%, 6/01/36	125	134,420
Stevens Plantation Community Development District, Special Assessment, Series A, 7.10%, 5/01/35 (e)(f)	910	636,882
		7,517,427
Georgia 2.6%		
City of Atlanta Georgia Water & Wastewater Revenue, 5.00%, 11/01/43	4,000	4,619,800
Hawaii 0.2%		
Hawaii State Department of Budget & Finance, Refunding RB, Special Purpose, Senior Living, Kahala Nui, 5.25%, 11/15/37	400	439,516
Idaho 2.5%		
Idaho Health Facilities Authority, RB:		
St. Lukes Health System Project Series A, 5.00%, 3/01/39	900	1,012,932
Trinity Health Corp., Series 2016 ID, 4.00%, 12/01/45	1,300	1,345,331
Idaho Health Facilities Authority, Refunding RB, Trinity Health Group, Series B, 6.25%, 12/01/18 (a)	1,750	2,013,795
		4,372,058
Illinois 4.7%		
City of Chicago Illinois, Refunding ARB, O Hare International Airport Passenger Facility Charge, Series B, AMT, 4.00%, 1/01/29	1,600	1,640,320

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Municipal Bond Trust (BBK)

	Par (000)	Value
Municipal Bonds		
Illinois (continued)		
City of Chicago Illinois Midway International Airport, Refunding GARB, 2nd Lien, Series A, 5.00%, 1/01/41	\$ 870	\$ 947,543
City of Chicago Illinois Transit Authority, RB, Sales Tax Receipts, 5.25%, 12/01/40	665	724,431
Illinois Finance Authority, RB, Rush University Medical Center, Series C, 6.63%, 5/01/19 (a)	650	767,683
Illinois Finance Authority, Refunding RB:		
OSF Healthcare System, Series A, 6.00%, 5/15/39	1,010	1,164,399
Roosevelt University Project, 6.50%, 4/01/44	1,000	1,095,010
Railsplitter Tobacco Settlement Authority, RB, 6.00%, 6/01/28	1,150	1,375,503
State of Illinois, GO, 5.00%, 2/01/39	665	697,319
		8,412,208
Iowa 0.9%		
Iowa Higher Education Loan Authority, Refunding RB, Private College Facility, Upper Iowa University Project:		
5.75%, 9/01/30	500	524,400
6.00%, 9/01/39	1,000	1,046,860
		1,571,260
Kansas 2.5%		
County of Seward Kansas Unified School District No. 480, GO, Refunding, 5.00%, 9/01/39	4,000	4,484,680
Kentucky 1.9%		
Kentucky Economic Development Finance Authority, RB, Catholic Health Initiatives, Series A, 5.38%, 1/01/40	1,830	2,071,468
Kentucky Public Transportation Infrastructure Authority, RB, Downtown Crossing Project, Convertible CAB, 1st Tier, Series C (c):		
0.00%, 7/01/34	500	389,750
0.00%, 7/01/39	830	630,327
0.00%, 7/01/43	270	203,024
		3,294,569
Louisiana 2.2%		
City of Alexandria Louisiana Utilities, RB, 5.00%, 5/01/39	860	969,848
Louisiana Local Government Environmental Facilities & Community Development Authority, RB, Westlake Chemical Corp. Project, Series A-1, 6.50%, 11/01/35	1,050	1,228,563
Louisiana Public Facilities Authority, RB, Belle Chasse Educational Foundation Project, 6.50%, 5/01/31	400	442,932
Louisiana Public Facilities Authority, Refunding RB, 4.00%, 11/01/45	1,305	1,302,690
		3,944,033
Maryland 0.9%		
County of Anne Arundel Maryland Consolidated, Special Tax District, Villages at Two Rivers Project:		
5.13%, 7/01/36	170	175,163
5.25%, 7/01/44	170	174,842
County of Montgomery Maryland, RB, Trinity Health Credit Group, 5.00%, 12/01/45	1,000	1,167,700
		1,517,705
Massachusetts 1.2%		
Massachusetts Development Finance Agency, Refunding RB:		
Emerson College, 5.00%, 1/01/41	1,600	1,778,464
International Charter School, 5.00%, 4/15/40	400	432,224
		2,210,688
Municipal Bonds		
Michigan 2.2%		
Michigan Finance Authority, RB, Detroit Water & Sewage Disposal System, Senior Lien, Series 2014 C-2, AMT, 5.00%, 7/01/44	\$ 240	\$ 255,242
Michigan State Hospital Finance Authority, Refunding RB, Trinity Health Credit Group, Series C, 4.00%, 12/01/32	2,100	2,225,034
State of Michigan Building Authority, Refunding RB, Facilities Program, Series I:		

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6.25%, 10/15/18 (a)	755	863,327
6.25%, 10/15/38	495	558,900
		3,902,503
Minnesota 3.3%		
City of Minneapolis Minnesota, Refunding RB, Fairview Health Services, Series B (AGC):		
6.50%, 11/15/18 (a)	710	818,261
6.50%, 11/15/38	3,890	4,398,228
Minnesota Higher Education Facilities Authority, Refunding RB (g):		
3.00%, 4/01/36	260	246,605
4.00%, 4/01/39	380	399,285
		5,862,379
Mississippi 3.2%		
County of Warren Mississippi, RB, Gulf Opportunity Zone Bonds, International Paper Co. Project, Series A, 5.38%, 12/01/35		
	400	444,272
Mississippi Development Bank, RB, Special Obligation:		
CAB, Hinds Community College District (AGM), 5.00%, 4/01/36		
	845	928,790
County of Jackson Limited Tax Note (AGC), 5.50%, 7/01/32		
	1,750	1,963,133
University of Southern Mississippi, RB, Campus Facilities Improvements Project, 5.38%, 9/01/19 (a)		
	2,100	2,428,566
		5,764,761
Missouri 2.3%		
Missouri Development Finance Board, RB, Annual Appropriation Sewer System, Series B, 5.00%, 11/01/41		
	900	978,030
Missouri State Health & Educational Facilities Authority, RB:		
A.T. Still University of Health Sciences, 5.25%, 10/01/31		
	500	573,845
A.T. Still University of Health Sciences, 4.25%, 10/01/32		
	320	344,707
A.T. Still University of Health Sciences, 5.00%, 10/01/39		
	500	565,955
Heartland Regional Medical Center, 4.13%, 2/15/43		
	400	413,668
University of Central Missouri, Series C-2, 5.00%, 10/01/34		
	1,000	1,147,240
		4,023,445
Nebraska 3.7%		
Central Plains Energy Project Nebraska, RB, Gas Project No. 3, 5.00%, 9/01/42		
	600	646,926
County of Douglas Hospital Authority No. 2, RB, Madonna Rehabilitation Hospital Project, 4.00%, 5/15/33		
	1,095	1,125,846
County of Douglas Hospital Authority No. 3, Refunding RB, Health Facilities Nebraska Methodist Health System, 5.00%, 11/01/45		
	400	448,504
Lincoln Airport Authority, Refunding RB, Series A, 4.00%, 7/01/40		
	520	547,534
Minden Public Schools, GO, 4.00%, 12/15/39		
	500	511,045

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Municipal Bond Trust (BBK)

	Par (000)	Value
Municipal Bonds		
Nebraska (continued)		
Nebraska Public Power District, Refunding RB, Series A:		
5.00%, 1/01/32	\$ 250	\$ 291,130
4.00%, 1/01/44	400	415,912
Omaha School District, GO, 4.00%, 12/15/39	2,500	2,624,750
		6,611,647
Nevada 1.6%		
City of Las Vegas Nevada, Special Assessment, No. 809 Summerlin Area, 5.65%, 6/01/23	1,110	1,118,925
County of Clark Nevada, Refunding ARB, Department of Aviation, Subordinate Lien, Series A-2, 4.25%, 7/01/36	1,000	1,058,580
County of Clark Nevada, Refunding RB, Alexander Dawson School Nevada Project, 5.00%, 5/15/29	575	580,744
		2,758,249
New Jersey 13.1%		
County of Middlesex New Jersey Improvement Authority, RB, Heldrich Center Hotel, Sub-Series B, 6.25%, 1/01/37 (e)(f)	915	36,325
New Jersey EDA, RB, AMT:		
Continental Airlines, Inc. Project, Series B, 5.63%, 11/15/30	660	745,978
The Goethals Bridge Replacement Project (AGM), 5.13%, 7/01/42	200	219,514
New Jersey EDA, Refunding RB, Special Assessment, Kapkowski Road Landfill Project, 6.50%, 4/01/28	7,500	9,177,825
New Jersey Educational Facilities Authority, Refunding RB:		
The College of New Jersey, 3.50%, 7/01/31	1,225	1,252,036
University of Medicine & Dentistry, Series B, 7.13%, 6/01/19 (a)	630	753,619
University of Medicine & Dentistry, Series B, 7.50%, 6/01/19 (a)	800	966,568
New Jersey Health Care Facilities Financing Authority, Refunding RB, St. Barnabas Health Care System, Series A:		
4.63%, 7/01/23	510	574,571
5.00%, 7/01/25	500	582,245
5.63%, 7/01/37	1,700	1,970,368
New Jersey Housing & Mortgage Finance Agency, RB, S/F Housing, Series AA, 6.50%, 10/01/38	100	103,600
New Jersey State Turnpike Authority, RB, Series E, 5.00%, 1/01/45	1,860	2,112,848
New Jersey Transportation Trust Fund Authority, RB:		
CAB, Transportation System, Series A, 0.00%, 12/15/35 (d)	1,000	369,040
Transportation Program, Series AA, 5.00%, 6/15/44	3,030	3,174,319
Transportation Program, Series AA, 5.00%, 6/15/45	900	946,386
Transportation Program, Series AA, 5.00%, 6/15/46	400	420,304
		23,405,546
New Mexico 0.3%		
New Mexico Hospital Equipment Loan Council, Refunding RB, Presbyterian Healthcare Services, 5.00%, 8/01/44	450	515,034
New York 8.1%		
City of New York New York, GO, Fiscal 2014, Sub-Series A-1, 5.00%, 8/01/35	1,580	1,870,704
City of New York New York Industrial Development Agency, ARB, American Airlines, Inc., JFK International Airport Project, AMT, 7.75%, 8/01/31 (h)	3,165	3,284,447
	Par (000)	Value
Municipal Bonds		
New York (continued)		
City of New York New York Industrial Development Agency, RB, PILOT, Queens Baseball Stadium (AMBAC), 5.00%, 1/01/39	\$ 925	\$ 945,452
City of New York New York Municipal Water Finance Authority, Refunding RB, Water & Sewer System, Series A, 3.00%, 6/15/36 (g)	1,920	1,879,891
County of New York Tobacco Trust IV, Refunding RB, Settlement Pass-Through Turbo, Series A, 6.25%, 6/01/41 (b)	900	938,673
Erie Tobacco Asset Securitization Corp., Refunding RB, Asset-Backed, Series A, 5.00%, 6/01/45	1,160	1,125,223
Metropolitan Transportation Authority, RB, Series B, 5.25%, 11/15/39	2,300	2,690,471
New York Liberty Development Corp., Refunding RB:		
2nd Priority, Bank of America Tower at One Bryant Park Project, Class 3, 6.38%, 7/15/49	800	900,456
3 World Trade Center Project, Class 2, 5.38%, 11/15/40 (b)	405	441,552

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Niagara Area Development Corp., Refunding RB, Solid Waste Disposal Facility, Covanta Energy Project, Series A, AMT, 5.25%, 11/01/42 (b)	400	405,752
		14,482,621
North Carolina 2.0%		
County of Gaston North Carolina Industrial Facilities & Pollution Control Financing Authority, RB, Exempt Facilities, National Gypsum Co. Project, AMT, 5.75%, 8/01/35	2,695	2,700,120
North Carolina Medical Care Commission, Refunding RB, University Health System, Series D, 6.25%, 12/01/18 (a)	800	920,792
		3,620,912
North Dakota 0.5%		
City of Fargo, GO, Series D, 4.00%, 5/01/37	225	238,284
County of Burleigh North Dakota, Refunding RB, St. Alexius Medical Center Project, Series A, 5.00%, 7/01/21 (a)	480	575,146
		813,430
Ohio 1.2%		
City of Dayton Ohio Airport Revenue, Refunding ARB, James M Cox Dayton International Airport, AMT, 4.00%, 12/01/32	2,000	2,072,700
Oklahoma 1.4%		
Oklahoma City Public Property Authority, Refunding RB, 5.00%, 10/01/39	720	815,458
Oklahoma Municipal Power Authority, RB, Power Supply System, Series A, 4.00%, 1/01/38	620	649,450
Oklahoma Water Resources Board, RB, 4.00%, 4/01/40	990	1,053,617
		2,518,525
Oregon 3.0%		
County of Jackson Oregon Airport Revenue, Refunding RB:		
3.00%, 12/01/35	150	145,157
3.13%, 12/01/37	110	106,559
County of Umatilla Pendleton Oregon School District No. 16R, GO, Series A, 4.00%, 6/15/38	125	134,495
Lane County School District No. 19 Springfield, GO, CAB, Series B, 0.00%, 6/15/40 (d)	1,000	396,370
Oregon Health & Science University, RB, Series A, 5.75%, 7/01/19 (a)	750	871,253
Oregon Health & Science University, Refunding RB, Series B, 4.00%, 7/01/46	1,155	1,206,732

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Municipal Bond Trust (BBK)

	Par (000)	Value
Municipal Bonds		
Oregon (continued)		
State of Oregon State Facilities Authority, Refunding RB, Series A, 5.00%, 4/01/45	\$ 2,220	\$ 2,495,657
		5,356,223
Pennsylvania 4.3%		
County of Allegheny Pennsylvania IDA, Refunding RB, U.S. Steel Corp. Project, 6.55%, 12/01/27	1,695	1,000,813
Delaware County Authority, RB, Villanova University, 4.00%, 8/01/45	2,000	2,085,840
Delaware River Port Authority, RB:		
4.50%, 1/01/32	1,500	1,680,555
Series D (AGM), 5.00%, 1/01/40	2,600	2,895,958
		7,663,166
Rhode Island 4.7%		
Rhode Island Health & Educational Building Corp., RB, Hospital Financing, LifeSpan Obligation, Series A (AGC), 7.00%, 5/15/39	1,000	1,157,430
Rhode Island Infrastructure Bank, RB, Series A:		
3.00%, 10/01/31	200	203,172
3.00%, 10/01/32	80	80,747
Rhode Island Turnpike & Bridge Authority, Refunding RB, Series A:		
4.00%, 10/01/36	780	820,349
5.00%, 10/01/40	1,155	1,329,798
State of Rhode Island, COP, School for the Deaf Project, Series C (AGC), 5.38%, 4/01/28	900	1,000,764
Tobacco Settlement Financing Corp., Refunding RB:		
Series A, 5.00%, 6/01/40	1,000	1,063,920
Series B, 4.50%, 6/01/45	2,730	2,756,618
		8,412,798
Tennessee 2.7%		
Chattanooga Health Educational & Housing Facility Board, RB, Catholic Health Initiatives, Series A, 5.25%, 1/01/40	1,950	2,189,889
County of Chattanooga-Hamilton Tennessee Hospital Authority, Refunding RB, 5.00%, 10/01/44	875	975,047
County of Memphis-Shelby Tennessee Sports Authority, Inc., Refunding RB, Memphis Arena Project, Series A, 5.38%, 11/01/28	275	315,744
Johnson City Health & Educational Facilities Board, RB, Mountain States Health, Series A, 5.00%, 8/15/42	800	870,288
Metropolitan Government of Nashville & Davidson County Health & Educational Facilities Board, Refunding RB, Lipscomb University Project, Series A, 5.00%, 10/01/45 (g)	385	428,763
		4,779,731
Texas 9.5%		
County of Harris Texas Health Facilities Development Corp., Refunding RB, Memorial Hermann Healthcare System, Series B (a):		
7.13%, 12/01/18	500	586,985
7.25%, 12/01/18	1,750	2,060,415
County of Harris Texas Houston Sports Authority, Refunding RB, CAB, Senior Lien, Series G (NPFGC), 0.00%, 11/15/41 (d)	11,690	3,400,504
County of Matagorda Texas Navigation District No. 1, Refunding RB, Central Power & Light Co., Project, Series A, 6.30%, 11/01/29	1,500	1,705,755
County of Midland Texas Fresh Water Supply District No. 1, RB, CAB, City of Midland Project, Series A, 0.00%, 9/15/38 (d)	10,760	4,135,714
Leander ISD, GO, Refunding, CAB Series D, 0.00%, 8/15/35 (d)	4,000	1,819,520
	Par (000)	Value
Municipal Bonds		
Texas (continued)		
Red River Education Financing Corp., RB, Texas Christian University Project, 5.25%, 3/15/38	\$ 760	\$ 877,230
Texas Private Activity Bond Surface Transportation Corp., RB, Senior Lien, LBJ Infrastructure Group LLC, LBJ Freeway Managed Lanes Project, 7.00%, 6/30/40	2,000	2,417,920
		17,004,043
U.S. Virgin Islands 0.8%		

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Virgin Islands Public Finance Authority, Refunding RB, Virgin Islands Gross Receipts, Series C, 4.50%, 10/01/44	1,360	1,398,012
Utah 0.2%		
Utah State Charter School Finance Authority, Refunding RB, Mountainville Academy, 4.00%, 4/15/42	400	406,588
Vermont 2.7%		
University of Vermont & State Agricultural College, Refunding RB, 4.00%, 10/01/37	2,360	2,491,664
Vermont Educational & Health Buildings Financing Agency, Refunding RB, Fletcher Allen Health Hospital, Series B (AGM), 5.00%, 6/01/18 (a)	1,190	1,304,062
Vermont Student Assistance Corp., RB, Series A, 4.13%, 6/15/30	1,000	1,045,050
		4,840,776
Virginia 0.6%		
Virginia Small Business Financing Authority, RB, Senior Lien, Elizabeth River Crossings OpCo LLC Project, AMT, 6.00%, 1/01/37	880	1,017,966
Washington 0.9%		
Washington Health Care Facilities Authority, RB, MultiCare Health System, Series B (AGC), 6.00%, 8/15/19 (a)	1,400	1,645,140
Wisconsin 0.4%		
WPPI Energy Power Supply Systems, Refunding RB, Series A, 5.00%, 7/01/37	665	765,102
Total Municipal Bonds 134.9%		240,430,058

Municipal Bonds Transferred to Tender Option Bond Trusts (i)

Colorado 2.3%		
Colorado Health Facilities Authority, RB, Catholic Health, Series C-7 (AGM), 5.00%, 5/01/18 (a)	3,750	4,097,287
Connecticut 1.7%		
Connecticut State Health & Educational Facility Authority, Refunding RB, Trinity Health Credit Group, 5.00%, 12/01/45	2,611	3,014,165
New Jersey 0.8%		
New Jersey Transportation Trust Fund Authority, RB, Transportation System, Series B, 5.25%, 6/15/36 (j)	1,400	1,487,813
New York 14.3%		
City of New York New York, GO, Fiscal 2015, Series B, 4.00%, 8/01/32	3,990	4,312,711
City of New York New York Municipal Water Finance Authority, RB, Water & Sewer System, Fiscal 2009, Series A, 5.75%, 6/15/40	450	499,216
City of New York New York Municipal Water Finance Authority, Refunding RB, Water & Sewer System: 2nd General Resolution, Fiscal 2013, Series CC, 5.00%, 6/15/47	6,000	6,938,506

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Municipal Bond Trust (BBK)

Municipal Bonds Transferred to Tender Option Bond Trusts (i)	Par (000)	Value
New York (continued)		
City of New York New York Municipal Water Finance Authority, Refunding RB, Water & Sewer System: (continued)		
2nd General Resolution, Series FF-2, 5.50%, 6/15/40	\$ 405	\$ 459,729
Series A, 4.75%, 6/15/30	3,000	3,149,880
Hudson Yards Infrastructure Corp., RB, Fiscal 2012, Series A, 5.75%, 2/15/47 (j)	2,500	2,905,267
New York Liberty Development Corp., RB, 1 World Trade Center Port Authority Consolidated Bonds, 5.25%, 12/15/43	2,505	2,900,645
State of New York Dormitory Authority, RB, New York University, Series A, 5.00%, 7/01/18 (a)	2,199	2,416,271
State of New York Thruway Authority, Refunding RB, Transportation, Personal Income Tax, Series A, 5.00%, 3/15/31	1,560	1,833,874
		25,416,099
Ohio 1.9%		
County of Montgomery Ohio, RB, Catholic Health, Series C-1 (AGM), 5.00%, 4/28/18 (a)	1,260	1,325,092
Ohio Higher Educational Facility Commission, RB, Cleveland Clinic Health, Series A, 5.25%, 1/01/33	2,000	2,153,700
		3,478,792
Municipal Bonds Transferred to Tender Option Bond Trusts (i)	Par (000)	Value
Texas 1.0%		
City of San Antonio Texas Public Service Board, RB, Electric & Gas Systems, Junior Lien, 5.00%, 2/01/43	\$ 1,580	\$ 1,766,740
Total Municipal Bonds Transferred to Tender Option Bond Trusts 22.0%		39,260,896
Total Long-Term Investments (Cost \$253,858,772) 156.9%		279,690,954
Short-Term Securities		
BlackRock Liquidity Funds, MuniCash, 0.02% (k)(l)	328,750	328,750
Total Short-Term Securities (Cost \$328,750) 0.2%		328,750
Total Investments (Cost \$254,187,522) 157.1%		280,019,704
Liabilities in Excess of Other Assets (0.4)%		(647,819)
Liability for TOB Trust Certificates, Including Interest Expense and Fees Payable (11.9)%		(21,239,679)
VMTP Shares, at Liquidation Value (44.8)%		(79,900,000)
Net Assets Applicable to Common Shares 100.0%		\$ 178,232,206

Notes to Schedule of investments

- (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) Step-up bond that pays an initial coupon rate for the first period and then a higher coupon rate for the following periods. Rate as of period end.

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- (d) Zero-coupon bond.

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

- (f) Non-income producing security.

- (g) When-issued security.

- (h) Variable rate security. Rate as of period end.

- (i) 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.

- (j) 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 February 15, 2019 and June 15, 2019, is \$2,411,645. See Note 4 of the Notes to Financial Statements for details.

- (k) During the six months ended February 29, 2016, investments in issuers considered to be affiliates of the Trust for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

Affiliate	Shares Held at August 31, 2015	Net Activity	Shares Held at February 29, 2016	Income
BlackRock Liquidity Funds, MuniCash		328,750	328,750	
FFI Institutional Tax Exempt Fund	6,015,344	(6,015,344)		\$ 331
Total			328,750	\$ 331

- (l) Current yield as of period end.

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Municipal Bond Trust (BBK)

Derivative Financial Instruments Outstanding as of Period End

Financial Futures Contracts

Contracts	Issue	Expiration	Notional Value	Unrealized Appreciation (Depreciation)
Short				
(37)	5-Year U.S. Treasury Note	June 2016	\$ 4,476,422	\$ 2,565
(52)	10-Year U.S. Treasury Note	June 2016	\$ 6,786,813	(5,712)
(32)	Long U.S. Treasury Bond	June 2016	\$ 5,265,000	30,797
(9)	Ultra U.S. Treasury Bond	June 2016	\$ 1,558,406	7,860
Total				\$ 35,510

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:

Assets	Derivative Financial Instruments	Commodity Contracts	Credit Contracts	Equity Contracts	Foreign Currency Exchange Contracts	Interest Rate Contracts	Other Contracts	Total
Financial futures contracts	Net unrealized appreciation ¹					\$ 41,222		\$ 41,222
Liabilities	Derivative Financial Instruments							
Financial futures contracts	Net unrealized depreciation ¹					\$ (5,712)		\$ (5,712)

¹ Includes cumulative appreciation (depreciation) on financial 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 29, 2016, the effect of derivative financial instruments in the Statements of Operations was as follows:

Net Realized Gain (Loss) from:	Commodity Contracts	Credit Contracts	Equity Contracts	Foreign Currency Exchange Contracts	Interest Rate Contracts	Other Contracts	Total
Financial futures contracts					\$ (666,155)		\$ (666,155)
Net Change in Unrealized Appreciation (Depreciation) on:							
Financial futures contracts					\$ 5,891		\$ 5,891

Average Quarterly Balances of Outstanding Derivative Financial Instruments

Financial futures contracts:

Average notional value of contracts short \$ 11,715,215

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

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See Notes to Financial Statements.

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SEMI-ANNUAL REPORT

FEBRUARY 29, 2016

Schedule of Investments (concluded)

BlackRock Municipal Bond Trust (BBK)

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 ¹		\$ 279,690,954		\$ 279,690,954
Short-Term Securities	\$ 328,750			328,750
Total	\$ 328,750	\$ 279,690,954		\$ 280,019,704

¹ See above Schedule of Investments for values in each state or political subdivision.

	Level 1	Level 2	Level 3	Total
Derivative Financial Instruments ¹				
Assets:				
Interest rate contracts	\$ 41,222			\$ 41,222
Liabilities:				
Interest rate contracts	(5,712)			(5,712)
Total	\$ 35,510			\$ 35,510

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

The Trust may hold assets and/or liabilities in which the fair value approximates the carrying amount 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
Assets:				
Cash pledged for financial futures contracts	\$ 275,050			\$ 275,050
Liabilities:				
TOB Trust Certificates		\$ (21,235,789)		(21,235,789)
VMTP Shares		(79,900,000)		(79,900,000)
Total	\$ 275,050	\$ (101,135,789)		\$ (100,860,739)

During the six months ended February 29, 2016, there were no transfers between levels.

See Notes to Financial Statements.

Schedule of Investments February 29, 2016 (Unaudited)

BlackRock Municipal Income Investment Quality Trust (BAF)

(Percentages shown are based on Net Assets)

	Par (000)	Value
Municipal Bonds		
Alabama 1.9%		
City of Birmingham Alabama Special Care Facilities Financing Authority, RB, Children s Hospital (AGC) (a):		
6.00%, 6/01/19	\$ 1,000	\$ 1,158,451
6.13%, 6/01/19	1,000	1,162,510
City of Selma Alabama IDB, RB, Gulf Opportunity Zone, International Paper Co. Project, Series A, 5.38%, 12/01/35	335	372,078
		2,693,039
California 14.7%		
California Educational Facilities Authority, RB, University of Southern California, Series A, 5.25%, 10/01/38		
	2,155	2,393,300
California Health Facilities Financing Authority, RB, Sutter Health, Series B, 6.00%, 8/15/42		
	1,120	1,343,653
City of Los Angeles California Department of Water & Power, RB, Power System, Sub-Series A-1, 5.25%, 7/01/38		
	1,175	1,287,142
County of Sacramento California, ARB, Senior Series A (AGC), 5.50%, 7/01/41		
	1,400	1,538,250
Kern Community College District, GO, Safety, Repair & Improvement, Series C, 5.50%, 11/01/33		
	1,025	1,277,304
Los Angeles Municipal Improvement Corp., Refunding LRB, Real Property, Series B (AGC), 5.50%, 4/01/39		
	3,210	3,603,931
Redondo Beach Unified School District, GO, Election of 2008, Series E, 5.50%, 8/01/34		
	1,000	1,181,950
San Diego Public Facilities Financing Authority Water, Refunding RB, Series B (AGC), 5.38%, 8/01/34		
	1,125	1,276,538
State of California Public Works Board, LRB, Various Capital Projects, Series I: 5.50%, 11/01/30		
	1,000	1,239,740
5.50%, 11/01/31		
	1,500	1,850,040
State of California Public Works Board, RB, Department of Corrections & Rehabilitation, Series F, 5.25%, 9/01/33		
	505	603,697
Township of Washington California Health Care District, GO, Election of 2004, Series B, 5.50%, 8/01/40		
	380	456,813
University of California, Refunding RB, The Regents of Medical Center, Series J, 5.25%, 5/15/38		
	2,355	2,793,171
		20,845,529
Colorado 3.9%		
City & County of Denver Colorado Airport System, ARB, Sub-System, Series B, 5.25%, 11/15/32		
	3,250	3,873,512
Colorado Health Facilities Authority, RB, Hospital, NCMC, Inc. Project, Series B (AGM), 6.00%, 5/15/26		
	1,425	1,595,858
		5,469,370
Florida 8.2%		
City of Jacksonville Florida, RB, Series A, 5.25%, 10/01/31		
	4,525	5,324,432
City of Jacksonville Florida, Refunding RB, Series A, 5.25%, 10/01/33		
	205	245,467
County of Miami-Dade Florida, RB, Seaport, Series A, 6.00%, 10/01/38		
	4,215	5,124,850
Reedy Creek Improvement District, GO, Series A, 5.25%, 6/01/32		
	745	883,406
		11,578,155
Georgia 2.1%		
City of Atlanta Georgia Department of Aviation, Refunding GARB, Series C, 6.00%, 1/01/30		
	2,500	3,020,550
Illinois 22.0%		
City of Chicago Illinois, GARB, O Hare International Airport, 3rd Lien:		
Series A, 5.75%, 1/01/39	825	961,595
Series C, 6.50%, 1/01/41	3,740	4,502,848
	Par	
	(000)	Value
Municipal Bonds		
Illinois (continued)		
City of Chicago Illinois, Refunding GARB, O Hare International Airport, 3rd Lien, Series C (AGC), 5.25%, 1/01/30		
	\$ 1,000	\$ 1,131,760
City of Chicago Illinois Transit Authority, RB:		
Federal Transit Administration, Section 5309, Series A (AGC), 6.00%, 12/01/18 (a)	1,300	1,485,510
Sales Tax Receipts, 5.25%, 12/01/36	3,185	3,493,977

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Sales Tax Receipts, 5.25%, 12/01/40	3,000	3,268,110
City of Chicago Illinois Transit Authority, Refunding RB, Federal Transit Administration, Section 5309 (AGM), 5.00%, 6/01/28	3,000	3,230,010
City of Chicago Illinois Wastewater Transmission, RB, 2nd Lien, 5.00%, 1/01/42	1,480	1,571,346
County of Cook Illinois Community College District No. 508, GO, City College of Chicago:		
5.50%, 12/01/38	1,250	1,441,375
5.25%, 12/01/43	3,000	3,366,720
Illinois Finance Authority, RB, Carle Foundation, Series A, 6.00%, 8/15/41	1,885	2,224,036
Railsplitter Tobacco Settlement Authority, RB:		
5.50%, 6/01/23	915	1,079,087
6.00%, 6/01/28	260	310,983
State of Illinois, GO:		
5.25%, 2/01/31	610	663,039
5.25%, 2/01/32	1,000	1,080,600
5.50%, 7/01/33	1,000	1,095,860
5.50%, 7/01/38	270	292,486
		31,199,342
Indiana 1.9%		
Indianapolis Local Public Improvement Bond Bank, Refunding RB, Waterworks Project, Series A (AGC), 5.50%, 1/01/38	2,415	2,719,121
Louisiana 1.0%		
City of New Orleans Louisiana Aviation Board, Refunding GARB, Restructuring (AGC):		
Series A-1, 6.00%, 1/01/23	375	424,972
Series A-2, 6.00%, 1/01/23	150	169,269
Tobacco Settlement Financing Corp., Refunding RB, Asset-Backed, Series A, 5.50%, 5/15/29	790	867,610
		1,461,851
Maryland 0.2%		
Maryland Economic Development Corp., Refunding RB, University Of Maryland, College Park Projects, 5.00%, 6/01/35 (b)	195	226,083
Michigan 2.4%		
City of Detroit Michigan Water Supply System, RB, 2nd Lien, Series B (AGM), 6.25%, 7/01/36	1,700	1,912,806
Royal Oak Hospital Finance Authority Michigan, Refunding RB, William Beaumont Hospital, Series V, 8.25%, 9/01/18 (a)	1,205	1,430,227
		3,343,033
Minnesota 3.0%		
City of Minneapolis Minnesota, Refunding RB, Fairview Health Services, Series B (AGC):		
6.50%, 11/15/18(a)	565	651,151
6.50%, 11/15/38	3,115	3,521,975
		4,173,126
Mississippi 2.2%		
Mississippi Development Bank, RB, Jackson Water & Sewer System Project (AGM), 6.88%, 12/01/40	1,500	2,009,025

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Municipal Income Investment Quality Trust (BAF)

	Par (000)	Value
Municipal Bonds		
Mississippi (continued)		
Mississippi State University Educational Building Corp., Refunding RB, Mississippi State University Improvement Project, 5.25%, 8/01/38	\$ 1,000	\$ 1,168,980
		3,178,005
Nevada 5.7%		
County of Clark Nevada, GO, Limited Tax, 5.00%, 6/01/38	5,410	5,846,208
County of Clark Nevada Water Reclamation District, GO, Series A, 5.25%, 7/01/34	2,000	2,258,720
		8,104,928
New Jersey 5.0%		
New Jersey Health Care Facilities Financing Authority, RB, Virtua Health, Series A (AGC), 5.50%, 7/01/38	1,300	1,459,653
New Jersey Housing & Mortgage Finance Agency, RB, S/F Housing, Series CC, 5.25%, 10/01/29	1,540	1,634,895
New Jersey Transportation Trust Fund Authority, RB, Transportation System: Series A (AGC), 5.50%, 12/15/38	2,000	2,182,060
Series AA, 5.50%, 6/15/39	1,620	1,775,536
		7,052,144
New York 4.1%		
City of New York New York Transitional Finance Authority, BARB, Fiscal 2009, Series S-4 (AGC), 5.50%, 1/15/29	2,465	2,789,049
Metropolitan Transportation Authority, RB: Series A, 5.25%, 11/15/38	1,565	1,857,107
Series A-1, 5.25%, 11/15/39	1,000	1,174,880
		5,821,036
Ohio 0.4%		
State of Ohio Turnpike Commission, RB, Junior Lien, Infrastructure Projects, Series A-1, 5.25%, 2/15/31	470	560,376
Pennsylvania 5.0%		
Pennsylvania Turnpike Commission, RB: Series B, 5.00%, 12/01/45	3,000	3,382,260
Series C, 5.00%, 12/01/43	1,720	1,947,470
Township of Bristol Pennsylvania School District, GO, 5.25%, 6/01/37	1,500	1,724,850
		7,054,580
South Carolina 2.9%		
County of Charleston South Carolina, RB, Special Source, 5.25%, 12/01/38	1,525	1,802,428
State of South Carolina Public Service Authority, Refunding RB: Series C, 5.00%, 12/01/46	1,000	1,123,460
Series E, 5.25%, 12/01/55	1,000	1,136,430
		4,062,318
Texas 14.7%		
Austin Community College District Public Facility Corp., RB, Educational Facilities Project, Round Rock Campus, 5.25%, 8/01/18 (a)	2,000	2,217,400
City of Beaumont Texas, GO, Certificates of Obligation, 5.25%, 3/01/37	980	1,143,297
City of Frisco Texas ISD, GO, School Building (AGC), 5.50%, 8/15/41	3,365	3,855,112
City of Houston Texas Utility System, Refunding RB, Combined 1st Lien, Series A (AGC): 6.00%, 11/15/35	2,600	3,025,360
6.00%, 11/15/36	2,215	2,577,374
5.38%, 11/15/38	1,000	1,120,800
	Par (000)	Value
Municipal Bonds		
Texas (continued)		
County of Tarrant Texas Cultural Education Facilities Finance Corp., Refunding RB, Christus Health, Series A (AGC): 6.50%, 1/01/19 (a)	\$ 205	\$ 236,853
6.50%, 7/01/37	795	895,814

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Dallas Area Rapid Transit, Refunding RB, Series A, 5.00%, 12/01/48	1,045	1,220,581
Lower Colorado River Authority, Refunding RB, 5.50%, 5/15/33	1,000	1,184,470
North Texas Tollway Authority, Refunding RB, 1st Tier: (AGM), 6.00%, 1/01/43	1,000	1,182,570
Series K-1 (AGC), 5.75%, 1/01/38	1,500	1,676,055
Red River Education Financing Corp., RB, Texas Christian University Project, 5.25%, 3/15/38	440	507,870
		20,843,556
Virginia 1.1%		
City of Lexington Virginia IDA, RB, Washington & Lee University, 5.00%, 1/01/43	370	420,165
Virginia Public School Authority, RB, Fluvanna County School Financing, 6.50%, 12/01/18 (a)	1,000	1,158,150
		1,578,315
Washington 1.5%		
City of Seattle Washington Municipal Light & Power, Refunding RB, Series A, 5.25%, 2/01/36	1,025	1,191,234
State of Washington, GO, Various Purposes, Series B, 5.25%, 2/01/36	795	930,063
		2,121,297
Total Municipal Bonds 103.9%		147,105,754

Municipal Bonds Transferred to Tender Option Bond Trusts (e)

California 8.9%		
San Marcos Unified School District, GO, Election of 2010, Series A, 5.25%, 8/01/31	10,680	12,637,324
Connecticut 1.1%		
Connecticut State Health & Educational Facility Authority, Refunding RB, Trinity Health Credit Group, 5.00%, 12/01/45	1,306	1,507,082
District of Columbia 0.6%		
District of Columbia Water & Sewer Authority, Refunding RB, Senior Lien, Series A, 6.00%, 10/01/18 (a)(f)	760	862,203
Illinois 5.7%		
State of Illinois Toll Highway Authority, RB, Senior: Priority, Series A, 5.00%, 1/01/40	825	944,185
Priority, Series B, 5.50%, 1/01/18 (a)	2,999	3,264,975
Series B, 5.00%, 1/01/40	3,329	3,818,874
		8,028,034
Kentucky 0.7%		
Kentucky State Property & Building Commission, Refunding RB, Project No. 93 (AGC), 5.25%, 2/01/27	898	1,005,764
Michigan 2.1%		
Michigan State Building Authority, Refunding RB, Facilities Program, Series I, 5.00%, 10/15/45	2,650	3,016,548
Nevada 5.0%		
County of Clark Nevada Water Reclamation District, GO, Limited Tax, 6.00%, 7/01/18 (a)	2,000	2,245,960

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Municipal Income Investment Quality Trust (BAF)

Municipal Bonds Transferred to Tender Option Bond Trusts (e)	Par (000)	Value
Nevada (continued)		
Las Vegas Valley Water District Nevada, GO, Refunding, Series 2016, 11.02%, 6/01/28 (a)	\$ 4,100	\$ 4,817,828
		7,063,788
New Jersey 6.4%		
New Jersey EDA, RB, School Facilities Construction (AGC):		
6.00%, 12/15/18 (a)	329	383,766
6.00%, 12/15/34	671	761,889
New Jersey State Turnpike Authority, RB, Series A, 5.00%, 1/01/38 (f)	6,020	6,829,028
New Jersey Transportation Trust Fund Authority, RB, Transportation System, Series B, 5.25%, 6/15/36 (f)	1,000	1,062,723
		9,037,406
New York 12.0%		
City of New York New York Municipal Water Finance Authority, Refunding RB, Water & Sewer System, 2nd General Resolution:		
Series BB, 5.25%, 6/15/44	4,993	5,918,925
Series FF, 5.00%, 6/15/45	3,019	3,459,794
City of New York New York Transitional Finance Authority, BARB, Fiscal 2009, Series S-3, 5.25%, 1/15/39	900	998,601
Hudson Yards Infrastructure Corp., RB, Fiscal 2012, Series A, 5.75%, 2/15/47 (f)	1,000	1,162,107
New York Liberty Development Corp., RB, 1 World Trade Center Port Authority Consolidated Bonds, 5.25%, 12/15/43	2,955	3,421,719
New York Liberty Development Corp., Refunding RB, 4 World Trade Center Project, 5.75%, 11/15/51 (f)	1,740	2,027,169
		16,988,315
North Carolina 2.0%		
North Carolina Capital Facilities Finance Agency, Refunding RB, Duke University Project, Series B, 5.00%, 10/01/55	2,400	2,784,336
Municipal Bonds Transferred to Tender Option Bond Trusts (e)		
Texas 5.5%		
County of Tarrant Texas Cultural Education Facilities Finance Corp., RB, Baylor Health Care System Project, Series A, 5.00%, 11/15/38	\$ 4,456	\$ 5,061,141
North Texas Tollway Authority, RB, Special Projects System, Series A, 5.50%, 9/01/41	2,310	2,730,836
		7,791,977
Utah 0.8%		
City of Riverton Utah, RB, IHC Health Services, Inc., 5.00%, 8/15/41	1,005	1,095,174
Total Municipal Bonds Transferred to Tender Option Bond Trusts 50.8%		
		71,817,951
Total Long-Term Investments		
(Cost \$197,182,911) 154.7%		218,923,705
Short-Term Securities Shares		
BlackRock Liquidity Funds, MuniCash, 0.02% (g)(h)	1,151,976	1,151,976
Total Short-Term Securities		
(Cost \$1,151,976) 0.8%		1,151,976
Total Investments (Cost \$198,334,887) 155.5%		220,075,681
Other Assets Less Liabilities 1.0%		1,448,732
Liability for TOB Trust Certificates, Including Interest Expense and Fees Payable (26.7)%		
		(37,764,047)
VMTP Shares, at Liquidation Value (29.8)%		(42,200,000)

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Net Assets Applicable to Common Shares 100.0%	\$ 141,560,366
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Notes to Schedule of Investments

- (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) When-issued security.

- (c) Variable rate security. Rate as of period end.

- (d) 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.

- (e) 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.

- (f) 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 October 1, 2016 to July 1, 2020, is \$7,486,048. See Note 4 of the Notes to Financial Statements for details.

- (g) During the six months ended February 29, 2016, investments in issuers considered to be affiliates of the Trust for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

Affiliate	Shares Held at August 31, 2015	Net Activity	Shares Held at February 29, 2016	Income
BlackRock Liquidity Funds, MuniCash		1,151,976	1,151,976	\$ 30
FFI Institutional Tax-Exempt Fund	953,611	(953,611)		116
Total			1,151,976	\$ 146

- (h) Current yield as of period end.

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Municipal Income Investment Quality Trust (BAF)

Derivative Financial Instruments Outstanding as of Period End

Financial Futures Contracts

Contracts	Issue	Expiration	Notional Value	Unrealized Appreciation
Short				
(28)	5-Year U.S. Treasury Note	June 2016	\$ 3,387,563	\$ 2,174
(34)	10-Year U.S. Treasury Note	June 2016	\$ 4,437,531	2,646
(13)	Long U.S. Treasury Bond	June 2016	\$ 2,138,906	12,502
(2)	Ultra U.S. Treasury Bond	June 2016	\$ 346,313	1,372
Total				\$ 18,694

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:

Assets	Derivative Financial Instruments	Commodity Contracts	Credit Contracts	Equity Contracts	Foreign Currency Exchange Contracts	Interest Rate Contracts	Other Contracts	Total
Financial futures contracts	Net unrealized appreciation ¹					\$ 18,694		\$ 18,694

¹ Includes cumulative appreciation (depreciation) on financial 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 29, 2016, the effect of derivative financial instruments in the Statements of Operations was as follows:

Net Realized Gain (Loss) from:	Commodity Contracts	Credit Contracts	Equity Contracts	Foreign Currency Exchange Contracts	Interest Rate Contracts	Other Contracts	Total
Financial futures contracts					\$ (403,471)		\$ (403,471)
Net Change in Unrealized Appreciation (Depreciation) on:							
Financial futures contracts					\$ (30,775)		\$ (30,775)

Average Quarterly Balances of Outstanding Derivative Financial Instruments

Financial futures contracts:

Average notional value of contracts long	\$ 4,595,063 ¹
Average notional value of contracts short	\$ 7,247,957

¹ Actual amounts for the period are shown due to limited outstanding derivative financial instruments as of each quarter end.

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.

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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 ¹		\$ 218,923,705		\$ 218,923,705
Short-Term Securities	\$ 1,151,976			1,151,976
Total	\$ 1,151,976	\$ 218,923,705		\$ 220,075,681

¹ See above Schedule of Investments for values in each state or political subdivision.

See Notes to Financial Statements.

Schedule of Investments (concluded)

BlackRock Municipal Income Investment Quality Trust (BAF)

	Level 1	Level 2	Level 3	Total
Derivative Financial Instruments ¹				
Assets:				
Interest rate contracts	\$ 18,694			\$ 18,694

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

The Trust may hold assets and/or liabilities in which the fair value approximates the carrying amount 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
Assets:				
Cash pledged for financial futures contracts	\$ 132,800			\$ 132,800
Liabilities:				
TOB Trust Certificates		\$ (37,759,323)		(37,759,323)
VMTP Shares		(42,200,000)		(42,200,000)
Total	\$ 132,800	\$ (79,959,323)		\$ (79,826,523)

During the six months ended February 29, 2016, there were no transfers between levels.

See Notes to Financial Statements.

Schedule of Investments February 29, 2016 (Unaudited)

BlackRock Municipal Income Quality Trust (BYM)

(Percentages shown are based on Net Assets)

	Par (000)	Value
Municipal Bonds		
Alabama 4.1%		
City of Birmingham Alabama Airport Authority, ARB, (AGM), 5.50%, 7/01/40	\$ 5,800	\$ 6,635,536
City of Birmingham Alabama Special Care Facilities Financing Authority, RB, Children s Hospital (AGC), 6.00%, 6/01/19 (a)	1,495	1,731,987
City of Birmingham Alabama, GO, Convertible CAB, Series A1, 0.00%, 3/01/45 (b)	1,165	1,145,335
County of Jefferson Alabama, RB, Limited Obligation School, Series A, 4.75%, 1/01/25	2,800	2,820,328
State of Alabama Docks Department, Refunding RB, 6.00%, 10/01/40	3,800	4,466,406
		16,799,592
Alaska 0.3%		
Alaska Industrial Development & Export Authority, RB, Providence Health Services, Series A, 5.50%, 10/01/41	1,070	1,222,636
Arizona 0.4%		
State of Arizona, COP, Department of Administration, Series A (AGM):		
5.00%, 10/01/27	1,250	1,393,588
5.25%, 10/01/28	250	280,885
		1,674,473
California 15.0%		
California Health Facilities Financing Authority, RB, St. Joseph Health System, Series A, 5.75%, 7/01/39	625	714,475
California Infrastructure & Economic Development Bank, RB, Bay Area Toll Bridges, 1st Lien, Series A (AMBAC), 5.00%, 1/01/28 (a)	10,100	13,329,778
California State University, Refunding RB, Systemwide, Series A, (AGM):		
5.00%, 5/01/17 (a)	3,040	3,201,029
5.00%, 11/01/32	4,960	5,171,544
California Statewide Communities Development Authority, RB, Kaiser Permanente, Series A, 5.00%, 4/01/42	1,620	1,841,519
Coast Community College District, GO, CAB, Election of 2002, Series C (AGM) (a):		
0.00%, 8/01/16 (c)	4,200	1,416,618
5.00%, 8/01/18	7,450	8,223,384
Monterey Peninsula Community College District, GO, CAB, Series C (AGM) (c):		
0.00%, 8/01/31	13,575	6,556,725
0.00%, 8/01/32	14,150	6,496,123
Mount San Antonio Community College District, GO, Refunding, CAB, Election of 2008, Series A, 0.00%, 8/01/43 (b)	1,580	1,170,875
San Diego California Unified School District, GO, Election of 2008 (c):		
CAB, Series C, 0.00%, 7/01/38	2,000	858,860
CAB, Series G, 0.00%, 7/01/34	725	326,315
CAB, Series G, 0.00%, 7/01/35	775	327,747
CAB, Series G, 0.00%, 7/01/36	1,155	459,309
CAB, Series G, 0.00%, 7/01/37	770	288,042
San Diego California Unified School District, GO, Refunding, CAB, Series R-1, 0.00%, 7/01/31 (c)	1,400	835,968
State of California, GO, Refunding, Various Purposes, 5.00%, 10/01/41	1,100	1,268,630
State of California, GO, Various Purposes, 5.00%, 4/01/42	3,000	3,452,190
State of California Public Works Board, LRB, Various Capital Projects, Series I, 5.50%, 11/01/33	1,415	1,740,705
Yosemite Community College District, GO, CAB, Election of 2004, Series D, 0.00%, 8/01/37 (c)	10,000	4,335,100
		62,014,936
Municipal Bonds		
Colorado 0.6%		
Regional Transportation District, COP, Refunding, Series A, 5.38%, 6/01/31	\$ 960	\$ 1,102,944
Regional Transportation District, COP, Series A, 5.00%, 6/01/39	1,305	1,476,712
		2,579,656
District of Columbia 2.3%		
District of Columbia Tobacco Settlement Financing Corp., Refunding RB, Asset-Backed, 6.75%, 5/15/40	9,500	9,548,735

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Florida 15.3%		
City of Tallahassee FL Energy System Revenue, RB, 5.00%, 10/01/37	5,000	5,295,850
County of Brevard Florida Health Facilities Authority, Refunding RB, Health First, Inc. Project, 5.00%, 4/01/39	1,795	2,004,638
County of Broward Florida School Board, COP, Series A (AGM), 5.25%, 7/01/33	1,400	1,522,402
County of Broward Florida Water & Sewer Utility, Refunding RB, Series A, 5.25%, 10/01/18 (a)	6,750	7,537,455
County of Duval Florida School Board, COP, Master Lease Program (AGM), 5.00%, 7/01/17 (a)	3,475	3,681,936
County of Miami-Dade Florida, RB:		
CAB, Special Obligation, Sub-Series A (NPFGC), 0.00%, 10/01/38 (c)	15,000	4,653,750
Seaport, Series A, 6.00%, 10/01/38	2,770	3,367,932
County of Miami-Dade Florida Aviation, Refunding ARB:		
Aviation, Miami International Airport, Series A-1, 5.50%, 10/01/41	5,000	5,727,500
Series A, 5.50%, 10/01/36	5,000	5,710,300
County of Miami-Dade Florida Educational Facilities Authority, RB, University Miami, Series A, 5.00%, 4/01/40	3,910	4,441,330
County of Miami-Dade Florida Transit System, RB, Surtax (AGM), 5.00%, 7/01/35	1,300	1,405,898
County of Orange Florida School Board, COP, Series A, 5.00%, 8/01/16 (a)	6,000	6,119,400
County of Sarasota Florida Public Hospital District, RB, Sarasota Memorial Hospital Project, Series A, 5.63%, 7/01/39	300	332,178
Florida State Department of Environmental Protection, RB, Florida Forever Project, Series B (NPFGC), 5.00%, 7/01/27	6,150	6,537,881
Reedy Creek Improvement District, GO, Series A, 5.25%, 6/01/33	1,340	1,584,054
South Florida Water Management District, COP, (AMBAC), 5.00%, 10/01/16 (a)	1,000	1,027,390
Tohopekalgia Water Authority, Refunding RB, Series A, 5.25%, 10/01/36	2,000	2,353,340
		63,303,234
Georgia 2.9%		
City of Atlanta Georgia Department of Aviation, Refunding GARB, Series C, 6.00%, 1/01/30	7,500	9,061,650
County of Burke Georgia Development Authority, Refunding RB, Oglethorpe Power-Vogtle Project, Series C, 5.70%, 1/01/43	1,250	1,343,612
County of Gainesville Georgia & Hall Hospital Authority, Refunding RB, Northeast Georgia Health System, Inc. Project, Series A, 5.50%, 8/15/54	545	646,234
Private Colleges & Universities Authority, RB, Savannah College of Art & Design: 5.00%, 4/01/33	155	175,331
5.00%, 4/01/44	595	652,989
		11,879,816

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Municipal Income Quality Trust (BYM)

	Par (000)	Value
Municipal Bonds		
Hawaii 1.4%		
State of Hawaii Harbor System, RB, Series A, 5.50%, 7/01/35	\$ 5,000	\$ 5,698,050
Illinois 14.1%		
City of Chicago Illinois, GO, Refunding, Series A:		
5.00%, 1/01/34	4,305	4,147,222
Project, 5.25%, 1/01/33	1,315	1,306,189
City of Chicago Illinois, Refunding RB, Sales Tax Receipts, Series A, 5.00%, 1/01/41	4,875	5,087,647
City of Chicago Illinois O Hare International Airport, Refunding GARB, Senior Lien, Series D, 5.25%, 1/01/34	9,800	11,405,828
City of Chicago Illinois O Hare International Airport, GARB, 3rd Lien, Series A, 5.63%, 1/01/35	1,525	1,768,786
City of Chicago Illinois Transit Authority, RB:		
5.25%, 12/01/49	3,500	3,933,020
Sales Tax Receipts, 5.25%, 12/01/36	650	713,057
County of Cook Illinois Community College District No. 508, GO, City College of Chicago:		
5.13%, 12/01/38	7,700	8,542,996
5.50%, 12/01/38	1,000	1,153,100
County of Cook Illinois Forest Preserve District, GO, Refunding, Limited Tax Project, Series B, 5.00%, 12/15/37		
	210	229,383
Illinois Finance Authority, Refunding RB, Silver Cross Hospital and Medical Centers:		
4.13%, 8/15/37	3,130	3,220,207
5.00%, 8/15/44	390	429,503
Metropolitan Pier & Exposition Authority, Refunding RB, McCormick Place Expansion Project, Series B, 4.25%, 6/15/42		
	255	252,006
Railsplitter Tobacco Settlement Authority, RB, 6.00%, 6/01/28		
	710	849,224
State of Illinois, GO:		
5.25%, 2/01/33	2,435	2,624,419
5.50%, 7/01/33	880	964,357
5.25%, 2/01/34	5,910	6,349,054
5.50%, 7/01/38	1,475	1,597,838
5.00%, 2/01/39	2,200	2,306,920
University of Illinois, RB, Auxiliary Facilities System, Series A, 5.00%, 4/01/39		
	1,020	1,133,016
		58,013,772
Indiana 1.9%		
Indiana Finance Authority, RB, CWA Authority Project, 1st Lien, Series A, 5.25%, 10/01/38		
	1,100	1,296,251
Indianapolis Local Public Improvement Bond Bank, Refunding RB, Waterworks Project, Series A (AGC), 5.50%, 1/01/38		
	5,750	6,474,097
		7,770,348
Iowa 2.2%		
Iowa Finance Authority, RB, Iowa Health Care Facilities:		
Genesis Health System, 5.50%, 7/01/33	3,000	3,584,370
Series A (AGC), 5.63%, 8/15/37	5,000	5,634,350
		9,218,720
Kentucky 0.4%		
State of Kentucky Property & Building Commission, Refunding RB, Project No. 93 (AGC), 5.25%, 2/01/29		
	1,500	1,667,850
Louisiana 1.2%		
State of Louisiana Gasoline & Fuels Tax, RB, Series A (AGM), 5.00%, 5/01/16 (a)		
	5,000	5,040,950
Massachusetts 0.4%		
Massachusetts School Building Authority, RB, Dedicated Sales Tax, Senior Series A, 5.00%, 5/15/43		
	1,395	1,609,830
Municipal Bonds		
Michigan 5.4%		
City of Detroit Michigan Sewage Disposal System, Refunding RB, 2nd Lien, Series E (BHAC), 5.75%, 7/01/31		
	\$ 3,000	\$ 3,259,320
City of Lansing Michigan, RB, Board of Water & Light Utilities System, Series A, 5.50%, 7/01/41		
	1,100	1,299,199
Michigan Finance Authority, RB, Beaumont Health Credit Group, 4.00%, 11/01/46		
	430	431,010
Michigan Finance Authority, Refunding RB, Trinity Health Credit Group: 5.00%, 12/01/21(a)		
	30	36,426

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5.00%, 12/01/39	9,020	10,077,866
Royal Oak Hospital Finance Authority Michigan, Refunding RB, William Beaumont Hospital, Series D, 5.00%, 9/01/39	1,560	1,749,899
State of Michigan Building Authority, Refunding RB, Facilities Program:		
Series I-A, 5.38%, 10/15/36	2,000	2,312,340
Series I-A, 5.38%, 10/15/41	800	924,936
Series II-A, 5.38%, 10/15/36	1,500	1,734,255
Western Michigan University, Refunding RB, General, University and College Improvements (AGM), 5.00%, 11/15/39	430	482,813
		22,308,064
Nebraska 1.7%		
Central Plains Energy Project Nebraska, RB, Gas Project No. 3, 5.25%, 9/01/37	6,345	7,048,787
Nevada 1.9%		
County of Clark Nevada, ARB, Las Vegas-McCarran International Airport, Series A:		
5.25%, 7/01/42	3,000	3,364,380
(AGM), 5.25%, 7/01/39	4,100	4,599,585
		7,963,965
New Jersey 6.5%		
New Jersey EDA, RB, Series WW:		
5.25%, 6/15/33	170	184,289
5.00%, 6/15/34	225	237,478
5.00%, 6/15/36	1,395	1,464,722
5.25%, 6/15/40	400	428,204
New Jersey Transportation Trust Fund Authority, RB:		
5.00%, 6/15/36	5,070	5,322,283
CAB, Transportation System, Series A, 0.00%, 12/15/38 (c)	5,845	1,830,011
Transportation Program, Series AA, 5.25%, 6/15/33	1,660	1,785,712
Transportation Program, Series AA, 5.00%, 6/15/38	1,945	2,043,184
Transportation System, Series A, 5.50%, 6/15/41	3,000	3,236,520
Transportation System, Series AA, 5.50%, 6/15/39	3,785	4,148,398
Transportation System, Series B, 5.25%, 6/15/36	5,000	5,312,400
Transportation System, Series D, 5.00%, 6/15/32	900	960,615
		26,953,816
New Mexico 0.1%		
New Mexico Hospital Equipment Loan Council, Refunding RB, Presbyterian Healthcare Services, 5.00%, 8/01/44	405	463,531
New York 2.7%		
City of New York New York Transitional Finance Authority, BARB, Fiscal 2009, Series S-4, 5.50%, 1/15/33		
	1,950	2,199,073
City of New York New York Transitional Finance Authority, Refunding RB, Future Tax Secured, Series B, 5.00%, 11/01/32		
	1,650	1,950,927

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Municipal Income Quality Trust (BYM)

	Par (000)	Value
Municipal Bonds		
New York (continued)		
County of Erie New York Industrial Development Agency, RB, City School District of Buffalo, Series A (AGM), 5.75%, 5/01/17 (a)	\$ 4,500	\$ 4,781,070
Hudson Yards Infrastructure Corp., RB, Series A, 5.75%, 2/15/47	770	894,902
State of New York Dormitory Authority, RB, Series B, 5.75%, 3/15/36	1,300	1,487,395
		11,313,367
Ohio 0.7%		
County of Lucas Ohio, Refunding RB, Promedica Healthcare, Series A, 6.50%, 11/15/37	610	755,942
State of Ohio Turnpike Commission, RB, Junior Lien, Infrastructure Projects, Series A-1: 5.25%, 2/15/32	780	925,018
5.25%, 2/15/33	1,095	1,294,728
		2,975,688
Pennsylvania 2.5%		
Pennsylvania HFA, RB, S/F Housing Mortgage, Series 118B, 4.05%, 10/01/40	1,770	1,828,463
Pennsylvania Higher Educational Facilities Authority, Refunding RB, Thomas Jefferson University, Series A, 5.25%, 9/01/50	4,630	5,232,178
Pennsylvania Turnpike Commission, RB:		
Series A, 5.00%, 12/01/38	695	785,871
Series C, 5.50%, 12/01/33	630	762,470
Subordinate, Special Motor License Fund, 6.00%, 12/01/36	625	734,819
Pennsylvania Turnpike Commission, Refunding RB, Series A-1, 5.00%, 12/01/40	850	959,335
		10,303,136
Rhode Island 2.1%		
Rhode Island Turnpike & Bridge Authority, Refunding RB, Series A, 5.00%, 10/01/40	2,250	2,590,515
Tobacco Settlement Financing Corp., Refunding RB, Series B, 4.50%, 6/01/45	5,855	5,912,086
		8,502,601
South Carolina 4.5%		
South Carolina Jobs EDA, Refunding RB, Palmetto Health, Series A (AGM), 6.50%, 8/01/39	260	316,103
South Carolina State Ports Authority, RB, 5.25%, 7/01/40	5,000	5,629,900
State of South Carolina Public Service Authority, RB, Santee Cooper, Series E, 5.50%, 12/01/53	610	699,835
State of South Carolina Public Service Authority, Refunding RB:		
Santee Cooper, Series B, 5.00%, 12/01/38	2,360	2,693,090
Series E, 5.25%, 12/01/55	1,185	1,346,670
State of South Carolina Public Service Authority, RB, Santee Cooper, Series A, 5.50%, 12/01/54	6,960	7,987,783
		18,673,381
Tennessee 0.1%		
Metropolitan Government of Nashville & Davidson County Health & Educational Facilities Board, Refunding RB, Lipscomb University Project, Series A, 5.00%, 10/01/45 (f)	470	523,425
Texas 18.4%		
Central Texas Regional Mobility Authority, RB, Senior Lien, Series A, 5.00%, 1/01/40	570	641,455
Central Texas Turnpike System, Refunding RB, CAB, Series B, 0.00%, 8/15/37 (c)	2,050	832,197
City of San Antonio Texas Public Service Board, RB, Junior Lien, 5.00%, 2/01/38	615	693,400
	Par (000)	Value
Municipal Bonds		
Texas (continued)		
Coppell Texas ISD, GO, CAB, Refunding (PSF-GTD), 0.00%, 8/15/30 (c)	\$ 10,030	\$ 6,962,826
County of Harris Texas, GO, Refunding, (NPFGC) (c):		
0.00%, 8/15/25	7,485	6,201,996
0.00%, 8/15/28	10,915	8,307,734
County of Harris Texas Houston Sports Authority, Refunding RB (c):		
3rd Lien, Series A-3 (NPFGC), 0.00%, 11/15/38	16,890	5,004,338
CAB, Junior Lien, Series H (NPFGC), 0.00%, 11/15/38	5,785	1,853,398
CAB, Junior Lien, Series H (NPFGC), 0.00%, 11/15/39	6,160	1,853,914
County of Midland Texas Fresh Water Supply District No. 1, RB, CAB, City of Midland Project, Series A, 0.00%, 9/15/36 (c)	2,340	1,007,019

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Dallas-Fort Worth International Airport, Refunding ARB, Series F, 5.25%, 11/01/33	1,090	1,284,718
Mansfield Texas ISD, GO, School Building (PSF-GTD), 5.00%, 2/15/17 (a)	2,980	3,109,064
North Texas Tollway Authority, RB:		
CAB, Special Project System, Series B, 0.00%, 9/01/37 (c)	1,975	813,325
Convertible CAB, Series C, 0.00%, 9/01/45 (b)	2,500	2,610,450
Special Projects System, Series A, 6.00%, 9/01/41	1,000	1,212,780
North Texas Tollway Authority, Refunding RB:		
1st Tier System, Series A, 6.00%, 1/01/28	625	712,619
1st Tier System, Series S, 5.75%, 1/01/18 (a)	11,615	12,682,418
1st Tier System, Series SE, 5.75%, 1/01/40	11,435	12,328,188
Series B, 5.00%, 1/01/40	2,270	2,569,731
Texas Municipal Gas Acquisition & Supply Corp. III, RB:		
5.00%, 12/15/32	2,540	2,812,339
Natural Gas Utility Improvements, 5.00%, 12/15/31	2,105	2,334,761
		75,828,670
Utah 1.7%		
Leander ISD, GO, Refunding, CAB, Series D, 0.00%, 8/15/38 (c)	3,775	1,446,089
Utah Transit Authority, RB, Series A, 5.00%, 6/15/18 (a)	5,000	5,495,250
		6,941,339
Washington 1.8%		
Washington Health Care Facilities Authority, RB:		
MultiCare Health System, Remarketing, Series B, 5.00%, 8/15/44	2,000	2,202,480
MultiCare Health System, Series C (AGC), 5.50%, 8/15/18 (a)	4,000	4,464,800
Providence Health & Services, Series A, 5.25%, 10/01/39	675	748,926
		7,416,206
Wisconsin 0.4%		
State of Wisconsin Health & Educational Facilities Authority, RB, Ascension Health Senior Credit Group, Series E, 5.00%, 11/15/33		
	1,500	1,696,186
Total Municipal Bonds 113.0%		466,954,760

Municipal Bonds Transferred to

Tender Option Bond Trusts (g)

Arizona 0.7%		
City of Phoenix Arizona Civic Improvement Corp., Refunding RB, Water System, Junior Lien, Series A, 5.00%, 7/01/34	1,300	1,447,628

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Municipal Income Quality Trust (BYM)

Municipal Bonds Transferred to

Tender Option Bond Trusts (g)	Par (000)	Value
Arizona (continued)		
Salt River Project Agricultural Improvement & Power District, RB, Electric System, Series A, 5.00%, 1/01/38	\$ 1,500	\$ 1,596,255
		3,043,883
California 3.6%		
California State University, RB, Systemwide, Series A (AGM), 5.00%, 11/01/33 (h)	3,379	3,673,521
Los Angeles Community College District California, GO, Election of 2001, Series A (AGM), 5.00%, 8/01/17 (a)	5,000	5,321,750
San Diego Community College District California, GO, Election of 2002, 5.25%, 8/01/33	449	510,978
San Diego County Water Authority Financing Corp., COP, Refunding, Series A (AGM): 5.00%, 5/01/18 (a)	808	883,008
5.00%, 5/01/33	4,062	4,403,426
		14,792,683
Connecticut 0.4%		
Connecticut State Health & Educational Facility Authority, Refunding RB, Trinity Health Credit Group, 5.00%, 12/01/45	1,561	1,801,570
District of Columbia 0.3%		
District of Columbia, RB, Series A, 5.50%, 12/01/30 (h)	1,080	1,261,760
Florida 7.9%		
City of Miami Beach Florida, RB, 5.00%, 9/01/45	3,500	3,997,420
City of Tallahassee Florida, RB, Energy System (NPFGC), 5.00%, 10/01/32 (h)	3,000	3,183,870
County of Highlands Florida Health Facilities Authority, RB, Adventist, Series C, 5.25%, 11/15/36	1,800	1,863,108
County of Miami-Dade Florida Transit Sales Surtax Revenue, Refunding RB, 11.03%, 7/01/20 (d)(e)	975	2,213,913
County of Miami-Dade Florida Water & Sewer System (AGM), 5.00%, 10/01/39	10,101	11,469,775
County of Orange Florida School Board, COP, Series A (AGC), 5.50%, 8/01/34	6,096	6,782,983
State of Florida Board of Education, GO, Series D, 5.00%, 6/01/37 (h)	2,999	3,178,785
		32,689,854
Illinois 10.5%		
City of Chicago Illinois, RB, Motor Fuel Tax Project, Series A (AGC), 5.00%, 1/01/38	8,310	8,502,875
Illinois Finance Authority, RB, The Carle Foundation, Series A (AGM), 6.00%, 8/15/41	2,400	2,839,728
Metropolitan Pier & Exposition Authority, RB, McCormick Place Expansion Project, Series A, 5.00%, 6/15/42	11,748	12,269,029
State of Illinois, RB, Build Illinois, Series B, 5.25%, 6/15/34 (h)	1,400	1,554,188
State of Illinois Toll Highway Authority, RB:		
Senior Priority, Series A, 5.00%, 1/01/40	3,045	3,484,900
Senior Priority, Series B, 5.50%, 1/01/18 (a)	4,499	4,897,462
Senior, Series B, 5.00%, 1/01/40	1,170	1,341,766
Series A, 5.00%, 1/01/38	7,714	8,611,031
		43,500,979
Michigan 0.9%		
Michigan Finance Authority, RB, Beaumont Health Credit Group, 5.00%, 11/01/44	2,220	2,497,458
Michigan State Building Authority, Refunding RB, Facilities Program, Series I, 5.00%, 10/15/45	960	1,092,787
		3,590,245
Nevada 1.7%		
City of Las Vegas Nevada, GO, Limited Tax, Performing Arts Center, 6.00%, 4/01/39 (h)	4,197	4,800,751
Municipal Bonds Transferred to		
Tender Option Bond Trusts (g)	Par (000)	Value
Nevada (continued)		
County of Clark Nevada Water Reclamation District, GO, Limited Tax, Series B, 5.75%, 7/01/34	\$ 2,024	\$ 2,329,274
		7,130,025
New Jersey 0.5%		

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New Jersey Transportation Trust Fund Authority, RB, Transportation System, Series B, 5.25%, 6/15/36 (h)	2,000	2,125,446
New York 9.8%		
City of New York New York Municipal Water Finance Authority, Refunding RB, Water & Sewer System, 2nd General Resolution, Fiscal 2013, Series CC, 5.00%, 6/15/47	6,240	7,216,047
City of New York New York Water & Sewer System, Refunding RB, 2nd General Resolution, Fiscal 2014, Series DD, 5.00%, 6/15/35	1,845	2,180,938
Metropolitan Transportation Authority, RB, Sub-Series D-1, 5.25%, 11/15/44	3,850	4,509,543
New York City Transitional Finance Authority, Refunding RB, Future Tax Secured, Series B, 5.00%, 11/01/30	12,500	14,901,375
New York State Urban Development Corp., RB, Personal Income Tax, General Purpose, Series A-1, 5.00%, 3/15/43	5,720	6,590,469
Triborough Bridge & Tunnel Authority, RB, General, Series A-2, 5.25%, 11/15/34 (h)	4,500	5,002,695
		40,401,067
Ohio 0.2%		
State of Ohio, RB, Cleveland Clinic Health Obligated Group, Series B, 5.50%, 1/01/34	620	699,193
South Carolina 0.2%		
State of South Carolina Public Service Authority, Refunding RB, Santee Cooper, Series A, 5.50%, 1/01/38 (h)	600	679,896
Texas 1.3%		
City of Houston Texas, Refunding RB, Airport System, Senior Lien, Series A, 5.50%, 7/01/34	4,167	4,587,280
County of Tarrant Texas Cultural Education Facilities Finance Corp., RB, Baylor Health Care System Project, Series A, 5.00%, 11/15/38	719	817,045
		5,404,325
Virginia 0.1%		
County of Fairfax Virginia IDA, Refunding RB, Health Care, Inova Health System, Series A, 5.50%, 5/15/35	400	451,548
Washington 1.9%		
Central Puget Sound Regional Transit Authority, RB, Series A (AGM), 5.00%, 11/01/17 (a)	3,494	3,750,760
Washington Health Care Facilities Authority, Refunding RB, Seattle Children s Hospital, Series B, 5.00%, 10/01/38	3,210	3,934,850
		7,685,610
Wisconsin 1.6%		
Wisconsin Health & Educational Facilities Authority, Refunding RB, Froedtert & Community Health, Inc., Obligated Group:		
Series A, 5.00%, 4/01/42	3,520	3,891,430
Series C, 5.25%, 4/01/39	2,500	2,707,750
		6,599,180
Total Municipal Bonds Transferred to		
Tender Option Bond Trusts 41.6%		171,857,264
Total Long-Term Investments		
(Cost \$580,286,116) 154.6%		638,812,024

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Municipal Income Quality Trust (BYM)

	Shares	Value
Short-Term Securities 1.2%		
BlackRock Liquidity Funds, MuniCash, 0.02% (i)(j)	5,032,305	\$ 5,032,305
Total Short-Term Securities		
(Cost \$5,032,305) 1.2%		5,032,305
Total Investments (Cost \$585,318,421) 155.8%		643,844,329
Other Assets Less Liabilities 1.0%		4,271,587
Liability for TOB Trust Certificates, Including Interest		
Expense and Fees Payable (23.6)%		(97,645,209)
VMTP Shares, at Liquidation Value (33.2)%		(137,200,000)
Net Assets Applicable to Common Shares 100.0%		\$ 413,270,707

Notes to Schedule of investments

- (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) Step-up bond that pays an initial coupon rate for the first period and then a higher coupon rate for the following periods. Rate as of period end.
- (c) Zero-coupon bond.
- (d) Variable rate security. Rate as of period end.
- (e) 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.
- (f) When-issued security.
- (g) 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.
- (h) 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 April 1, 2016 to December 1, 2029, is \$13,670,982. See Note 4 of the Notes to Financial Statements for details.
- (i) During the six months ended February 29, 2016, investments in issuers considered to be affiliates of the Trust for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

Affiliate	Shares Held at August 31, 2015	Net Activity	Shares Held at February 29, 2016	Income
BlackRock Liquidity Funds, MuniCash		5,032,305	5,032,305	\$ 5
FFI Institutional Tax-Exempt Fund	6,416,284	(6,416,284)		516
Total			5,032,305	\$ 521

(j) Current yield as of period end.

Derivative Financial Instruments Outstanding as of Period End
Financial Futures Contracts

Contracts				Unrealized
Short	Issue	Expiration	Notional Value	Appreciation
(52)	5-Year U.S. Treasury Note	June 2016	\$ 6,291,188	\$ 4,038
(96)	10-Year U.S. Treasury Note	June 2016	\$ 12,529,500	7,365
(48)	Long U.S. Treasury Bond	June 2016	\$ 7,897,500	46,139
(10)	Ultra U.S. Treasury Bond	June 2016	\$ 1,731,562	7,874
Total				\$ 65,416

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:

Assets	Derivative Financial	Commodity	Credit	Equity	Foreign	Interest Rate	Other	Total
Instruments		Contracts	Contracts	Contracts	Currency	Contracts	Contracts	
					Contracts			
Financial futures contracts	Net unrealized appreciation ¹					\$ 65,416		\$ 65,416

¹ Includes cumulative appreciation (depreciation) on financial 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.

See Notes to Financial Statements.

Schedule of Investments (concluded)

BlackRock Municipal Income Quality Trust (BYM)

For the six months ended February 29, 2016, 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:							
Financial futures contracts					\$ (883,824)		\$ (883,824)
Net Change in Unrealized							
Appreciation (Depreciation) on:							
Financial futures contracts					\$ (35,476)		\$ (35,476)

Average Quarterly Balances of Outstanding Derivative Financial Instruments

Financial futures contracts:

Average notional value of contracts short \$ 19,666,980

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 ¹		\$ 638,812,024		\$ 638,812,024
Short-Term Securities	\$ 5,032,305			5,032,305
Total	\$ 5,032,305	\$ 638,812,024		\$ 643,844,329

¹ See above Schedule of Investments for values in each state or political subdivision.

	Level 1	Level 2	Level 3	Total
Derivative Financial Instruments¹				
Assets:				
Interest rate contracts	\$ 65,416			\$ 65,416

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

The Trust may hold assets and/or liabilities in which the fair value approximates the carrying amount 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
Assets:				
Cash pledged for financial futures contracts	\$ 417,050			\$ 417,050

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Liabilities:

TOB Trust Certificates	\$ (97,623,691)	(97,623,691)
VMTP Shares	(137,200,000)	(137,200,000)
Total	\$ 417,050	\$ (234,823,691)
		\$ (234,406,641)

During the six months ended February 29, 2016, there were no transfers between levels.

See Notes to Financial Statements.

Schedule of Investments February 29, 2016 (Unaudited)

BlackRock Municipal Income Trust II (BLE)

(Percentages shown are based on Net Assets)

	Par (000)	Value
Municipal Bonds		
Alabama 2.6%		
County of Jefferson Alabama, RB, Limited Obligation School, Series A, 5.25%, 1/01/19	\$ 1,620	\$ 1,635,811
County of Jefferson Alabama Sewer, Refunding RB:		
Senior Lien, Series A (AGM), 5.00%, 10/01/44	540	592,731
Senior Lien, Series A (AGM), 5.25%, 10/01/48	1,320	1,467,735
Sub-Lien, Series D, 7.00%, 10/01/51	3,220	3,992,639
Lower Alabama Gas District, RB, Series A, 5.00%, 9/01/46	1,555	1,815,400
		9,504,316
Arizona 2.1%		
Salt Verde Financial Corp., RB, Senior:		
5.00%, 12/01/32	5,635	6,636,452
5.00%, 12/01/37	1,000	1,181,430
		7,817,882
California 10.7%		
Bay Area Toll Authority, Refunding RB, San Francisco Bay Area Toll Bridge, Series F-1, 5.63%, 4/01/19		
(a)	2,480	2,848,875
California Health Facilities Financing Authority, RB, Sutter Health, Series B, 6.00%, 8/15/42	3,500	4,198,915
California Health Facilities Financing Authority, Refunding RB, St. Joseph Health System, Series A, 5.00%, 7/01/33	1,365	1,595,467
California Municipal Finance Authority, RB, Senior, Caritas Affordable Housing, Inc. Projects, S/F Housing, Series A:		
5.25%, 8/15/39	160	180,101
5.25%, 8/15/49	395	443,178
California Pollution Control Financing Authority, RB, Poseidon Resources (Channel Side) LP Desalination Project, AMT, 5.00%, 11/21/45 (b)	1,655	1,802,907
City of Los Angeles California Department of Airports, Refunding ARB, Los Angeles International Airport, Series A: Senior,		
5.00%, 5/15/40	6,500	7,363,590
5.25%, 5/15/39	860	965,720
City of Stockton California Public Financing Authority, RB, Delta Water Supply Project, Series A, 6.25%, 10/01/38	380	472,439
San Marcos Unified School District, GO, CAB, Election of 2010, Series B (c):		
0.00%, 8/01/33	3,000	1,517,610
0.00%, 8/01/43	2,500	806,175
State of California, GO, Various Purposes:		
6.00%, 3/01/33	1,760	2,088,662
6.50%, 4/01/33	10,645	12,421,331
State of California Public Works Board, LRB, Various Capital Projects:		
Series I, 5.00%, 11/01/38	825	951,341
Sub-Series I-1, 6.38%, 11/01/34	1,280	1,534,093
		39,190,404
Colorado 0.7%		
Colorado Health Facilities Authority, Refunding RB, Catholic Health Initiative, Series A, 5.50%, 7/01/34	2,330	2,623,464
Connecticut 0.3%		
Connecticut State Health & Educational Facility Authority, RB, Ascension Health Senior Credit, Series A, 5.00%, 11/15/40		
	1,005	1,111,148
Delaware 2.0%		
County of Sussex Delaware, RB, NRG Energy, Inc., Indian River Power LLC Project, 6.00%, 10/01/40	1,240	1,344,334
Delaware State EDA, RB, Exempt Facilities, Indian River Power LLC Project, 5.38%, 10/01/45	4,275	4,405,473
Delaware Transportation Authority, RB, 5.00%, 6/01/55	1,260	1,416,744
		7,166,551
Municipal Bonds		
District of Columbia 5.3%		
District of Columbia, Refunding RB, Kipp Charter School, Series A, 6.00%, 7/01/43	\$ 820	\$ 949,322

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District of Columbia Tobacco Settlement Financing Corp., Refunding RB, Asset-Backed:		
6.50%, 5/15/33	3,250	4,004,878
6.75%, 5/15/40	11,500	11,558,995
Metropolitan Washington Airports Authority, Refunding RB, Dulles Toll Road, 1st Senior Lien, Series A:		
5.00%, 10/01/39	550	610,390
5.25%, 10/01/44	2,000	2,232,260
		19,355,845
Florida 5.7%		
City of Atlantic Beach Florida, RB, Health Care Facilities, Fleet Landing Project, Series B, 5.63%, 11/15/43		
	1,445	1,615,655
City of Jacksonville Florida Port Authority, Refunding RB, AMT, 5.00%, 11/01/38		
	1,665	1,814,450
County of Collier Florida Health Facilities Authority, Refunding RB, Series A, 5.00%, 5/01/45		
	1,450	1,620,520
County of Miami-Dade Florida Aviation, Refunding ARB, Miami International Airport: Series A, AMT (AGC), 5.25%, 10/01/38		
	2,855	3,113,834
Series A-1, 5.38%, 10/01/41		
	1,255	1,430,788
County of Miami-Dade Florida Water & Sewer System, RB, (AGM), 5.00%, 10/01/39		
	5,000	5,677,350
Mid-Bay Bridge Authority, RB, Springing Lien, Series A, 7.25%, 10/01/21 (a)		
	3,300	4,355,076
Stevens Plantation Community Development District, Special Assessment, Series A, 7.10%, 5/01/35 (d)(e)		
	1,895	1,326,254
		20,953,927
Georgia 1.7%		
City of Atlanta Georgia Water & Wastewater, Refunding RB, 5.00%, 11/01/40		
	2,870	3,327,162
County of Gainesville Georgia & Hall Hospital Authority, Refunding RB, Northeast Georgia Health System, Inc. Project, Series A, 5.50%, 8/15/54		
	555	658,091
DeKalb Private Hospital Authority, Refunding RB, Children's Healthcare, 5.25%, 11/15/39		
	915	1,025,358
Municipal Electric Authority of Georgia, RB, Plant Vogtle Units 3 & 4 Project, Series A, 5.00%, 7/01/60		
	1,220	1,351,687
		6,362,298
Hawaii 0.5%		
State of Hawaii Harbor System, RB, Series A, 5.25%, 7/01/30		
	1,480	1,688,177
Illinois 19.3%		
City of Chicago Illinois, GARB, O'Hare International Airport, 3rd Lien: Series A, 5.75%, 1/01/39		
	5,000	5,827,850
Series C, 6.50%, 1/01/41		
	6,430	7,741,527
City of Chicago Illinois, GO, Project, Series A, 5.00%, 1/01/34		
	3,050	2,938,217
City of Chicago Illinois, GO, Refunding, Project, Series A, 5.25%, 1/01/32		
	4,940	4,918,610
City of Chicago Illinois Transit Authority, RB, Sales Tax Receipts, 5.25%, 12/01/40		
	1,150	1,252,775
City of Chicago Illinois Waterworks, Refunding RB, 2nd Lien Project, 5.00%, 11/01/42		
	3,130	3,320,961
County of Cook Illinois Community College District No. 508, GO, City College of Chicago, 5.50%, 12/01/38		
	845	974,370
Illinois Finance Authority, Refunding RB:		
Ascension Health, Series A, 5.00%, 11/15/37		
	1,060	1,208,050
Central Dupage Health, Series B, 5.50%, 11/01/39		
	1,750	1,987,055

See Notes to Financial Statements.

Schedule of Investments (continued)

BlackRock Municipal Income Trust II (BLE)

	Par (000)	Value
Municipal Bonds		
Illinois (continued)		
Illinois Sports Facilities Authority, RB, State Tax Supported (AMBAC), 5.50%, 6/15/30 (f)	\$ 7,445	\$ 7,546,550
Illinois State Toll Highway Authority, RB:		
Senior, Series C, 5.00%, 1/01/36	2,815	3,237,363
Senior, Series C, 5.00%, 1/01/37	3,005	3,443,339
Series A, 5.00%, 1/01/38	2,520	2,812,925
Metropolitan Pier & Exposition Authority, Refunding RB, McCormick Place Expansion Project:		
Series B (AGM), 5.00%, 6/15/50	6,725	7,145,716
Series B-2, 5.00%, 6/15/50	2,725	2,822,691
Railsplitter Tobacco Settlement Authority, RB:		
5.50%, 6/01/23	520	613,252
6.00%, 6/01/28	1,255	1,501,093
State of Illinois, GO:		
5.00%, 2/01/39	1,640	1,719,704
Series A, 5.00%, 4/01/35	2,500	2,627,700
Series A, 5.00%, 4/01/38	3,885	4,061,573
State of Illinois, RB, Build Illinois, Series B, 5.25%, 6/15/34	685	760,672
University of Illinois, RB, Auxiliary Facilities System, Series A:		
5.00%, 4/01/39	860	955,288
5.00%, 4/01/44	1,050	1,159,316
		70,576,597
Indiana 4.4%		
City of Valparaiso Indiana, RB, Exempt Facilities, Pratt Paper LLC Project, AMT:		
6.75%, 1/01/34	845	1,031,153
7.00%, 1/01/44	3,535	4,341,192
Indiana Finance Authority, RB, Series A:		
CWA Authority Project, 1st Lien, 5.25%, 10/01/38	3,510	4,136,219
Private Activity Bond, Ohio River Bridges East End Crossing Project, AMT, 5.25%, 1/01/51	435	473,010
Private Activity Bond, Ohio River Bridges East End Crossing Project, AMT, 5.00%, 7/01/44	485	523,233
Private Activity Bond, Ohio River Bridges East End Crossing Project, AMT, 5.00%, 7/01/48	1,610	1,729,446
Sisters of St. Francis Health Services, 5.25%, 11/01/39	915	1,017,700
Indiana Municipal Power Agency, RB, Series B, 6.00%, 1/01/19 (a)	1,200	1,374,060
Indianapolis Local Public Improvement Bond Bank, RB, Series A, 5.00%, 1/15/40	1,380	1,569,626
		16,195,639
Iowa 2.4%		
Iowa Finance Authority, Refunding RB, Midwestern Disaster Area, Iowa Fertilizer Co. Project:		
5.00%, 12/01/19	1,040	1,082,131
5.50%, 12/01/22	2,550	2,669,034
5.25%, 12/01/25	500	545,120
Iowa Student Loan Liquidity Corp., Refunding RB, Student Loan, Senior Series A-1, AMT, 5.15%, 12/01/22	1,435	1,528,246
Iowa Tobacco Settlement Authority, Refunding RB, Asset-Backed, Series C, 5.63%, 6/01/46	3,095	3,082,651
		8,907,182
Kentucky 0.6%		
Kentucky Economic Development Finance Authority, RB, Catholic Health Initiatives, Series A,		
5.25%, 1/01/45	1,060	1,189,023
Kentucky Public Transportation Infrastructure Authority, RB, Downtown Crossing Project, Convertible		
CAB, 1st Tier, Series C, 0.00%, 7/01/43 (f)	1,280	962,483
		2,151,506
Municipal Bonds		
Louisiana 2.7%		
Louisiana Local Government Environmental Facilities & Community Development Authority, RB, Westlake		
Chemical Corp. Project, Series A-1, 6.50%, 11/01/35	\$ 3,650	\$ 4,270,719
Tobacco Settlement Financing Corp., Refunding RB, Asset-Backed, Series A:		
5.50%, 5/15/30	1,100	1,233,705
5.25%, 5/15/31	935	1,046,518

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5.25%, 5/15/32	1,195	1,352,931
5.25%, 5/15/33	1,300	1,447,810
5.25%, 5/15/35	545	609,043
		9,960,726
Maryland 1.1%		
Maryland EDC, RB, Transportation Facilities Project, Series A, 5.75%, 6/01/35	475	518,990
Maryland EDC, Refunding RB, CNX Marine Terminals, Inc., 5.75%, 9/01/25	800	