

BLACKROCK MUNICIPAL INCOME TRUST

Form N-Q

March 25, 2015

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

**FORM N-Q**

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

Investment Company Act file number: 811-10339

Name of Fund: BlackRock Municipal Income Trust (BFK)

Fund Address: 100 Bellevue Parkway, Wilmington, DE 19809

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

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

Date of fiscal year end: 04/30/2015

Date of reporting period: 01/31/2015

Item 1 – Schedule of Investments

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Schedule of Investments January 31, 2015 (Unaudited)

**BlackRock Municipal Income Trust  
(BFK)  
(Percentages shown are based on Net  
Assets)**

Municipal Bonds	Par (000)	Value
Alabama — 3.0%		
County of Jefferson Alabama, RB, Limited Obligation School, Series A, 5.25%, 1/01/19	\$2,910	\$2,946,375
County of Jefferson Alabama Sewer, Refunding RB:		
Senior Lien, Series A (AGM), 5.00%, 10/01/44	1,555	1,744,834
Senior Lien, Series A (AGM), 5.25%, 10/01/48	2,275	2,582,034
Sub-Lien, Series D, 6.00%, 10/01/42	5,740	6,490,218
Sub-Lien, Series D, 7.00%, 10/01/51	1,765	2,137,274
State of Alabama Docks Department, Refunding RB, 6.00%, 10/01/40	4,080	4,844,511
		20,745,246
Arizona — 3.0%		
Salt Verde Financial Corp., RB, Senior:		
5.00%, 12/01/32	10,030	11,998,287
5.00%, 12/01/37	7,460	9,010,860
		21,009,147
California — 14.0%		
Bay Area Toll Authority, Refunding RB, San Francisco Bay Area Toll Bridge, Series F-1, 5.63%, 4/01/19 (a)	4,445	5,315,642
California Health Facilities Financing Authority, RB, Sutter Health, Series B, 6.00%, 8/15/42	6,230	7,546,025
California Health Facilities Financing Authority, Refunding RB, St. Joseph Health System, Series A, 5.00%, 7/01/33	2,465	2,917,894
California Municipal Finance Authority, RB, Senior, Caritas Affordable Housing, Inc. Projects, S/F Housing, Series A:		
5.25%, 8/15/39	290	328,097
5.25%, 8/15/49	715	804,304
California Pollution Control Financing Authority, RB (b):		
County of San Diego California Water Authority Desalination Project Pipeline, 5.00%, 11/21/45	2,415	2,504,524
Municipal Bonds	Par (000)	Value
California (continued)		
California Pollution Control Financing Authority, RB (b) (concluded):		
Poseidon Resources (Channel Side) LP Desalination Project, AMT, 5.00%, 11/21/45	\$2,970	\$3,258,803
California Statewide Communities Development Authority, Refunding RB, Episcopal Communities & Services, 5.00%, 5/15/42	650	722,397
City of Los Angeles California Department of Airports, Refunding ARB, Los Angeles International Airport, Series A:		
Senior, 5.00%, 5/15/40	11,690	13,457,879

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5.25%, 5/15/39	1,560	1,800,396
City of Stockton California Public Financing Authority, RB, Delta Water Supply Project, Series A, 6.25%, 10/01/40	690	823,957
County of Stanislaus California Tobacco Securitization Agency, RB, CAB, Sub-Series C, 0.00%, 6/01/55 (c)	17,855	237,114
Foothill-De Anza Community College District, GO, Election of 2006, Series C, 5.00%, 8/01/40	7,000	8,121,750
Murrieta Community Facilities District Special Tax California, Special Tax Bonds, District No. 2, The Oaks Improvement Area A, 6.00%, 9/01/34	4,890	4,900,758
Riverside County Transportation Commission, RB, CAB, Senior Lien, Series B (c):		
0.00%, 6/01/41	5,000	1,409,050
0.00%, 6/01/42	6,000	1,607,820
0.00%, 6/01/43	5,000	1,273,450
San Marcos Unified School District, GO, CAB, Election of 2010, Series B (c):		
0.00%, 8/01/34	3,500	1,663,690
0.00%, 8/01/36	4,000	1,746,960
State of California, GO, Various Purposes, 6.00%, 3/01/33	4,970	6,157,432
State of California, Refunding, GO, Various Purposes, 6.50%, 4/01/33	20,410	25,171,041
State of California Public Works Board, LRB, Various Capital Projects:		
Series I, 5.00%, 11/01/38	1,495	1,746,160

BLACKROCK MUNICIPAL INCOME TRUST JANUARY 31, 2015 1

Schedule of Investments (continued) **BlackRock Municipal Income Trust (BFK)**  
**(Percentages shown are based on Net Assets)**

Municipal Bonds	Par (000)	Value
California (concluded)		
State of California Public Works Board, LRB, Various Capital Projects (concluded):		
Sub-Series I-1, 6.38%, 11/01/34	\$2,315	\$2,878,888
		96,394,031
Colorado — 1.5%		
Colorado Health Facilities Authority, Refunding RB:		
Catholic Health Initiative, Series A, 5.50%, 7/01/34	4,205	4,874,772
Evangelical Lutheran Good Samaritan Society Project, 5.00%, 12/01/42	2,925	3,204,601
Park Creek Metropolitan District, Refunding RB, Senior Limited Property Tax, 5.50%, 12/01/37	2,530	2,572,656
		10,652,029
Connecticut — 0.4%		
Connecticut State Health & Educational Facility Authority, RB, Ascension Health Senior Credit, Series A, 5.00%, 11/15/40		
	2,710	3,076,988
Delaware — 2.0%		
County of Sussex Delaware, RB, NRG Energy, Inc., Indian River Power LLC Project, 6.00%, 10/01/40		
	2,225	2,561,998
Delaware State EDA, RB, Exempt Facilities, Indian River Power LLC Project, 5.38%, 10/01/45		
	10,080	11,142,029
		13,704,027
District of Columbia — 4.2%		
District of Columbia, Refunding RB, Kipp Charter School, Series A, 6.00%, 7/01/43		
	1,480	1,752,497
District of Columbia Tobacco Settlement Financing Corp., Refunding RB, Asset-Backed, 6.75%, 5/15/40		
	23,035	23,039,607
Metropolitan Washington Airports Authority, Refunding RB, Dulles Toll Road, 1st Senior Lien, Series A: 5.00%, 10/01/39		
	990	1,120,759
Municipal Bonds	Par (000)	Value
District of Columbia (concluded)		
Metropolitan Washington Airports Authority,		

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Refunding RB,  
Dulles Toll Road,  
1st Senior Lien,  
Series

A (concluded):

5.25%, 10/01/44 \$2,465 \$2,810,051

28,722,914

Florida — 2.3%

County of  
Miami-Dade  
Florida Aviation,  
Refunding ARB,  
Miami

2,280 2,651,572

International  
Airport, Series  
A-1, 5.38%,  
10/01/41

County of  
Orange Florida  
Health Facilities  
Authority,  
Refunding RB,  
Mayflower  
Retirement  
Center:

5.00%, 6/01/32 600 659,304

5.00%, 6/01/36 125 136,830

5.13%, 6/01/42 1,925 2,115,055

Mid-Bay Bridge  
Authority, RB,  
Springing Lien,  
Series A, 7.25%,  
10/01/40

5,885 7,317,880

Stevens  
Plantation  
Community  
Development  
District, Special  
Assessment,  
Series A, 7.10%,  
5/01/35 (d)(e)

3,590 2,678,499

15,559,140

Georgia — 1.3%

County of  
Gainesville  
Georgia & Hall  
Hospital

1,010 1,208,142

Authority,  
 Refunding RB,  
 Series A,  
 Northeast  
 Georgia Health  
 System, Inc.  
 Project, 5.50%,  
 8/15/54  
 DeKalb Private  
 Hospital  
 Authority,  
 Refunding RB, 1,650 1,903,011  
 Children's  
 Healthcare,  
 5.25%, 11/15/39  
 Metropolitan  
 Atlanta Rapid  
 Transit  
 Authority, RB, 5,000 5,724,900  
 Sales Tax, 3rd  
 Indenture, Series  
 A, 5.00%,  
 7/01/39

8,836,053

Hawaii — 0.4%  
 State of Hawaii  
 Harbor System,  
 RB, Series A, 2,660 3,076,024  
 5.25%, 7/01/30

Illinois — 19.3%  
 City of Chicago  
 Illinois, GARB,  
 O'Hare  
 International 11,385 13,932,166  
 Airport, 3rd Lien,  
 Series C, 6.50%,  
 1/01/41

BLACKROCK MUNICIPAL INCOME TRUST JANUARY 31, 2015 2

Schedule of Investments (continued) **BlackRock Municipal Income Trust (BFK)**  
**(Percentages shown are based on Net Assets)**

Municipal Bonds	Par (000)	Value
Illinois (continued)		
City of Chicago Illinois, GO, Refunding, Series A:		
Project, 5.25%, 1/01/32	\$6,155	\$6,717,567
Project, 5.00%, 1/01/34	6,270	6,610,649
5.00%, 1/01/34	2,500	2,668,525
City of Chicago Illinois, Refunding RB, Sales Tax, Series A, 5.25%, 1/01/38	1,605	1,807,727
City of Chicago Illinois Board of Education, GO, Series A, 5.25%, 12/01/41	8,680	9,285,343
City of Chicago Illinois Transit Authority, RB, Sales Tax Receipts, 5.25%, 12/01/40	2,055	2,374,491
City of Chicago Illinois Waterworks, Refunding RB, 2nd Lien Project, 5.00%, 11/01/42	7,625	8,554,792
County of Cook Illinois Community College District No. 508, GO, City College of Chicago, 5.50%, 12/01/38	1,525	1,813,713
Illinois Finance Authority, RB, Advocate Health Care, Series C, 5.38%, 4/01/44	10,630	12,012,538
Illinois Finance Authority, Refunding RB:		
Ascension Health, Series A, 5.00%, 11/15/37	1,895	2,165,000
Central Dupage Health, Series B, 5.50%, 11/01/39	3,160	3,676,123
Friendship Village Schaumburg, Series A, 5.63%, 2/15/37	470	470,127
Illinois State Toll Highway Authority, RB:		
Senior, Series C, 5.00%, 1/01/36	6,370	7,461,882
Senior, Series C, 5.00%, 1/01/37	5,455	6,384,914
Series A, 5.00%, 1/01/38	4,550	5,239,052
Metropolitan Pier & Exposition Authority, Refunding RB, McCormick Place Expansion Project:		
Series B (AGM), 5.00%, 6/15/50	14,710	15,860,175
Series B-2, 5.00%, 6/15/50	3,905	4,201,467
Railsplitter Tobacco Settlement Authority, RB:		
5.50%, 6/01/23	885	1,058,805
6.00%, 6/01/28	2,245	2,688,634
State of Illinois, GO:		
5.00%, 2/01/39	2,990	3,237,692

Municipal Bonds	Par (000)	Value
Illinois (concluded)		
State of Illinois, GO (concluded):		
Series A, 5.00%, 4/01/38	\$9,030	\$9,725,310
State of Illinois, RB, Build Illinois, Series B, 5.25%, 6/15/34	1,240	1,410,686
University of Illinois, RB, Auxiliary Facilities System, Series A:		
5.00%, 4/01/39	1,565	1,806,088
5.00%, 4/01/44	1,910	2,199,289



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		133,362,755
Indiana — 4.3%		
Carmel Redevelopment Authority, Refunding RB, Multipurpose, Series A, 4.00%, 2/01/38	2,705	2,893,025
City of Valparaiso Indiana, RB, Exempt Facilities, Pratt Paper LLC Project, AMT:		
6.75%, 1/01/34	1,525	1,888,911
7.00%, 1/01/44	3,680	4,585,795
City of Vincennes Indiana, Refunding RB, Southwest Indiana Regional Youth Village, 6.25%, 1/01/24	1,570	1,411,352
Indiana Finance Authority, RB, Series A:		
CWA Authority Project, 1st Lien, 5.25%, 10/01/38	6,305	7,428,236
Private Activity Bond, Ohio River Bridges East End Crossing Project, AMT, 5.00%, 7/01/44	880	963,424
Private Activity Bond, Ohio River Bridges East End Crossing Project, AMT, 5.00%, 7/01/48	2,905	3,175,978
Sisters of St. Francis Health Services, 5.25%, 11/01/39	1,655	1,874,354
Indiana Municipal Power Agency, RB, Series B, 6.00%, 1/01/39	2,150	2,485,808
Indianapolis Local Public Improvement Bond Bank, RB, Series A, 5.00%, 1/15/40	2,490	2,859,192
		29,566,075
Iowa — 2.5%		
Iowa Finance Authority, RB, Midwestern Disaster Area, Alcoa, Inc. Project, 4.75%, 8/01/42	2,265	2,387,695
Iowa Finance Authority, Refunding RB, Midwestern Disaster Area, Iowa Fertilizer Co. Project:		
5.00%, 12/01/19	1,880	2,013,875
5.50%, 12/01/22	4,595	4,888,023

BLACKROCK MUNICIPAL INCOME TRUST JANUARY 31, 2015 3

Schedule of Investments (continued) **BlackRock Municipal Income Trust (BFK)**  
**(Percentages shown are based on Net Assets)**

Municipal Bonds	Par (000)	Value
Iowa (concluded)		
Iowa Finance Authority, Refunding RB, Midwestern Disaster Area, Iowa Fertilizer Co. Project (concluded): 5.25%, 12/01/25 \$2,125	\$2,125	\$2,347,615
Iowa Student Loan Liquidity Corp., Refunding RB, Student Loan, Senior Series A-1, AMT, 5.15%, 12/01/22	2,845	3,024,349
Iowa Tobacco Settlement Authority, Refunding RB, Asset-Backed, Series C, 5.63%, 6/01/46	2,920	2,640,643
		17,302,200
Kentucky — 0.6%		
Kentucky Economic Development Finance Authority, RB,	1,915	2,209,374
Catholic Health Initiatives, Series A, 5.25%, 1/01/45		
Kentucky Public Transportation Infrastructure Authority, RB, Downtown Crossing Project, Convertible	2,325	1,724,220

CAB, 1st Tier,  
Series C, 0.00%,  
7/01/43 (f)

3,933,594

Louisiana — 2.6%

Louisiana Local  
Government  
Environmental  
Facilities &  
Community  
Development

6,535 7,923,361

Authority, RB,  
Westlake

Chemical Corp.  
Project, Series  
A-1, 6.50%,

11/01/35

Tobacco

Settlement

Financing Corp.,

Refunding RB,

Asset-Backed,

Series A:

5.50%, 5/15/30 1,980 2,226,728

5.25%, 5/15/31 1,690 1,892,580

5.25%, 5/15/32 2,160 2,448,101

5.25%, 5/15/33 2,345 2,646,379

5.25%, 5/15/35 985 1,111,474

18,248,623

Maryland — 1.2%

Maryland EDC,  
RB,

Transportation  
Facilities Project,

855 933,070

Series A, 5.75%,  
6/01/35

Maryland EDC,  
Refunding RB,

CNX Marine

2,235 2,514,263

Terminals, Inc.,

5.75%, 9/01/25

Municipal Value  
Bonds (000)

Maryland (concluded)

\$4,295 \$4,951,147

Maryland  
 Health  
 &  
 Higher  
 Educational  
 Facilities  
 Authority,  
 Refunding  
 RB,  
 Charlestown  
 Community  
 Project,  
 6.25%,  
 1/01/41  
 Montgomery  
 County  
 Housing  
 Opportunities  
 Commission,  
 RB150 152,009  
 Series  
 D,  
 AMT,  
 5.50%,  
 1/01/38

8,550,489

Massachusetts — 0.8%  
 Massachusetts  
 Development  
 Finance  
 Agency,  
 Refunding  
 RB,  
 Covanta  
 Energy 2,890,135  
 Project,  
 Series  
 C,  
 AMT,  
 5.25%,  
 11/01/42  
 (b)  
 Massachusetts 2,894,387  
 Massachusetts  
 Health  
 &  
 Educational  
 Facilities  
 Authority,  
 Refunding

RB,  
Partners  
Healthcare  
System,  
Series  
J1,  
5.00%,  
7/01/39

5,784,522

Michigan — 3.2%  
City  
of  
Detroit  
Michigan  
Sewage  
Disposal  
System,  
Refunding 9,541,032

RB,  
Senior  
Lien,  
Series  
A,  
5.25%,  
7/01/39  
City  
of  
Lansing  
Michigan,  
RB,  
Board  
of  
Water  
& 2,870 3,448,362

Light  
Utilities  
System,  
Series  
A,  
5.50%,  
7/01/41  
Kalamazoo 2,700 3,110,616

Hospital  
Finance  
Authority,  
Refunding  
RB,  
Bronson  
Methodist

Hospital,  
5.50%,  
5/15/36  
Michigan  
Finance  
Authority,  
Refunding  
RB,  
Detroit  
Water  
&  
Sewerage 1,849,570  
Department  
Project,  
Senior  
Lien,  
Series  
C-1,  
5.00%,  
7/01/44  
Michigan  
State  
Hospital  
Finance  
Authority,  
Refunding  
RB,  
Henry 4,414,640  
Ford  
Health  
System,  
Series  
A,  
5.25%,  
11/15/46

22,364,220

Mississippi — 2.0%  
City 14,066,514  
of  
Gulfport  
Mississippi,  
RB,  
Memorial  
Hospital  
at  
Gulfport  
Project,  
Series  
A,

5.75%,  
7/01/31

BLACKROCK MUNICIPAL INCOME TRUST JANUARY 31, 2015 4

Schedule of Investments (continued) **BlackRock Municipal Income Trust (BFK)**  
**(Percentages shown are based on Net Assets)**

Municipal Bonds	Par (000)	Value
Missouri — 0.5%		
Bi-State Development Agency of the Missouri-Illinois Metropolitan District, Refunding RB, Combined Lien, Series A, 5.00%, 10/01/44	\$495	\$569,676
State of Missouri Health & Educational Facilities Authority, RB, Senior Living Facilities, Lutheran Senior Services, 5.50%, 2/01/42	2,035	2,255,736
State of Missouri Health & Educational Facilities Authority, Refunding RB, St. Louis College of Pharmacy Project, 5.50%, 5/01/43	480	544,589
		3,370,001
Nebraska — 2.1%		
Central Plains Energy Project Nebraska, RB, Gas Project No. 3: 5.25%, 9/01/37	1,610	1,824,903
5.00%, 9/01/42	2,815	3,131,772
County of Douglas Nebraska Hospital Authority No. 2, Refunding RB, Health Facilities, Immanuel Obligation Group, 5.63%, 1/01/40	3,280	3,702,989
County of Hall Nebraska School District #2, GO, Grand Island Public Schools, 5.00%, 12/15/39	4,600	5,411,210
County of Lancaster Nebraska Hospital Authority No. 1, Refunding RB, Immanuel Obligation Group, Health Facilities, 5.63%, 1/01/40	600	677,376
		14,748,250
Nevada — 0.7%		
County of Clark Nevada, Refunding RB, Alexander Dawson School Nevada Project, 5.00%, 5/15/29	4,550	4,773,905
New Jersey — 8.1%		
County of Middlesex New Jersey Improvement Authority, RB, Heldrich Center Hotel, Sub-Series B, 6.25%, 1/01/37 (d)(e)	3,680	183,963
New Jersey EDA, RB, AMT: Continental Airlines, Inc. Project, 5.25%, 9/15/29	3,830	4,149,575
Municipal Bonds	Par (000)	Value
New Jersey (concluded)		



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New Jersey EDA, RB, AMT (concluded):		
Continental Airlines, Inc. Project, Series B, 5.63%, 11/15/30	\$2,035	\$2,256,469
Private Activity Bond, The Goethals Bridge Replacement Project, 5.38%, 1/01/43	2,285	2,567,906
New Jersey EDA, Refunding RB, Special Assessment, Kapkowski Road Landfill Project, 6.50%, 4/01/28	8,000	10,163,920
New Jersey State Turnpike Authority, RB, Series A:		
5.00%, 1/01/38	2,535	2,900,750
5.00%, 1/01/43	8,150	9,244,219
New Jersey Transportation Trust Fund Authority, RB:		
Transportation Program, Series AA, 5.00%, 6/15/44	6,815	7,562,469
Transportation System, Series A, 5.50%, 6/15/41	8,000	9,222,560
Transportation System, Series B, 5.25%, 6/15/36	4,810	5,383,208
Tobacco Settlement Financing Corp. New Jersey, Refunding RB, Series 1A, 4.50%, 6/01/23	2,165	2,174,786
		55,809,825
New York — 14.0%		
City of New York New York Industrial Development Agency, ARB, American Airlines, Inc., JFK International Airport, AMT (g):		
8.00%, 8/01/28	5,000	5,495,200
7.75%, 8/01/31	22,140	24,159,832
City of New York New York Transitional Finance Authority, RB, Future Tax Secured Bonds, Fiscal 2012, Sub-Series E-1, 5.00%, 2/01/42	4,805	5,545,595
County of Westchester New York Healthcare Corp., RB, Senior Lien, Series A, 5.00%, 11/01/44	1,909	2,194,540
Metropolitan Transportation Authority, RB, Series B:		
5.25%, 11/15/38	4,640	5,559,973
5.25%, 11/15/39	1,650	1,974,176
New York City Transitional Finance Authority Future Tax Secured Revenue, RB, Series B-1, 5.00%, 8/01/39	5,905	6,998,606

BLACKROCK MUNICIPAL INCOME TRUST JANUARY 31, 2015 5

Schedule of Investments (continued) **BlackRock Municipal Income Trust (BFK)**  
**(Percentages shown are based on Net Assets)**

Municipal Bonds	Par (000)	Value
New York (concluded)		
New York Counties Tobacco Trust II, RB, 5.75%, 6/01/43	\$5,000	\$5,023,950
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	2,400	2,742,048
3 World Trade Center Project, Class 1, 5.00%, 11/15/44 (b)	9,610	10,277,222
3 World Trade Center Project, Class 2, 5.15%, 11/15/34 (b)	660	739,127
3 World Trade Center Project, Class 2, 5.38%, 11/15/40 (b)	1,655	1,867,816
New York State Dormitory Authority, RB, Series F, 5.00%, 3/15/35	4,775	4,804,175
New York State Dormitory Authority, Refunding RB, Series D, 5.00%, 2/15/37	6,655	7,713,744
Niagara Area Development Corp., Refunding RB, Solid Waste Disposal Facility, Covanta Energy Project, Series A, AMT, 5.25%, 11/01/42 (b)	1,575	1,646,521
Port Authority of New York & New Jersey, ARB, Special Project, JFK International Air Terminal LLC Project, Series 8:		
6.00%, 12/01/36	2,525	3,009,598
6.00%, 12/01/42	1,960	2,330,303
Westchester Tobacco Asset Securitization, Refunding RB, 5.13%, 6/01/45	4,600	4,359,466
		96,441,892
North Carolina — 4.1%		
County of Gaston North Carolina Industrial Facilities & Pollution Control Financing Authority, RB, Exempt Facilities, National Gypsum Co. Project, AMT, 5.75%, 8/01/35	12,130	12,168,331
North Carolina Capital Facilities Finance Agency, Refunding RB, Duke University Project, Series B, 5.00%, 10/01/38	10,000	11,429,100

Municipal Value  
 Bonds (000)

North Carolina  
 (concluded)  
 \$2,1750 \$3,138,300  
 Carolina  
 Medical  
 Care  
 Commission,  
 RB,  
 Health  
 Care  
 Facilities,  
 Duke  
 University  
 Health  
 System,  
 Series  
 A,

5.00%,  
6/01/42  
North  
Carolina  
Medical  
Care  
Commission,  
Refunding  
RB,  
1st  
Mortgage, 1,294,449  
Retirement  
Facilities  
Whitestone  
Project,  
Series  
A,  
7.75%,  
3/01/41

28,030,180

Ohio — 2.6%  
County  
of  
Allen  
Ohio  
Hospital  
Facilities,  
Refunding  
RB6,125 7,070,516  
Catholic  
Healthcare  
Partners,  
Series  
A,  
5.25%,  
6/01/38  
County 1,431,309  
of  
Franklin  
Ohio,  
RB,  
Health  
Care  
Facilities  
Improvement,  
OPRS  
Communities  
Obligation  
Group,

Series  
A,  
6.13%,  
7/01/40  
County  
of  
Montgomery  
Ohio,  
Refunding  
RB<sup>5,450</sup> 5,961,700  
Catholic  
Health,  
Series  
A,  
5.00%,  
5/01/39  
Pinnacle  
Community  
Infrastructure  
Financing  
Authority,  
RB<sup>3,760</sup> 3,803,278  
Facilities,  
Series  
A,  
6.25%,  
12/01/36

18,266,803

Pennsylvania — 1.4%  
City  
of  
Philadelphia  
Pennsylvania  
Hospitals  
&  
Higher  
Education  
Facilities  
Authority, 2,586,768  
RB,  
Temple  
University  
Health  
System,  
Series  
A,  
5.63%,  
7/01/42  
3,725 4,266,615

Pennsylvania  
Economic  
Development  
Financing  
Authority,  
RB,  
Aqua  
Pennsylvania,  
Inc.  
Project,  
Series  
B,  
5.00%,  
11/15/40  
Pennsylvania  
Turnpike  
Commission,  
RB,  
2,155 2,509,691  
Series  
A,  
5.00%,  
12/01/44

9,363,074

South Carolina — 3.2%  
South  
Carolina  
State  
Ports  
Authority,  
6,455 7,384,585  
RB,  
5.25%,  
7/01/40

BLACKROCK MUNICIPAL INCOME TRUST JANUARY 31, 2015 6

Schedule of Investments (continued) **BlackRock Municipal Income Trust (BFK)**  
**(Percentages shown are based on Net Assets)**

Municipal Bonds	Par (000)	Value
South Carolina (concluded)		
State of South Carolina Public Service Authority, RB, Santee Cooper, Series A, 5.50%, 12/01/54	\$12,065	\$14,396,199
		21,780,784
Tennessee — 0.4%		
City of Chattanooga Tennessee Health Educational & Housing Facility Board, RB, Catholic Health Initiatives, Series A, 5.25%, 1/01/45	2,660	3,068,895
Texas — 14.9%		
Brazos River Authority, RB, TXU Electric, Series A, AMT, 8.25%, 10/01/30 (d)(e)	4,370	218,500
Central Texas Regional Mobility Authority, Refunding RB:		
Senior Lien, 6.25%, 1/01/46	4,210	4,959,422
Sub-Lien, 5.00%, 1/01/33	700	773,080
City of Austin Texas Airport System Revenue, ARB, AMT, 5.00%, 11/15/39	385	445,295
City of Austin Texas Airport System Revenue, RB, 5.00%, 11/15/44	820	944,689
City of Dallas Texas Waterworks & Sewer System, Refunding RB, 5.00%, 10/01/35	2,970	3,472,554
City of Houston Texas Airport System, Refunding ARB, Senior Lien, Series A, 5.50%, 7/01/39	3,000	3,413,040
City of Houston Texas Utility System, Refunding RB, Combined 1st Lien, Series A (AGC), 6.00%, 11/15/35	16,425	19,754,019
County of Harris Texas Cultural Education Facilities Finance Corp., RB, 1st Mortgage, Brazos Presbyterian Homes, Inc. Project, Series B:		
7.00%, 1/01/43	380	449,912
7.00%, 1/01/48	500	585,750
County of Harris Texas-Houston Sports Authority, Refunding RB (NPFGC) (c):		
3rd Lien, Series A-3, 0.00%, 11/15/37	26,120	7,825,813
CAB, Junior Lien, Series H, 0.00%, 11/15/35	5,000	1,851,500
CAB, Senior Lien, Series A, 0.00%, 11/15/38	12,580	4,097,809

Municipal Bonds

Value

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	Par (000)	
Texas (concluded)		
County of Midland Texas Fresh Water Supply District No. 1, RB, CAB, City of Midland Project, Series A (c):		
0.00%, 9/15/40	\$9,780	\$3,183,586
0.00%, 9/15/41	5,420	1,672,178
County of Tarrant Texas Cultural Education Facilities Finance Corp., RB, Scott & White Healthcare, 6.00%, 8/15/45	7,930	9,535,904
Fort Bend County Industrial Development Corp., RB, NRG Energy Project, Series B, 4.75%, 11/01/42	2,045	2,167,250
North Texas Tollway Authority, Refunding RB, 2nd Tier System, Series F, 6.13%, 1/01/16 (a)	12,180	12,835,528
San Antonio Energy Acquisition Public Facility Corp., RB, Gas Supply, 5.50%, 8/01/25	6,540	8,063,428
Texas Municipal Gas Acquisition & Supply Corp. III, RB, 5.00%, 12/15/32	2,835	3,162,556
Texas Private Activity Bond Surface Transportation Corp., RB, Senior Lien:		
LBJ Infrastructure Group LLC, LBJ Freeway Managed Lanes Project, 7.00%, 6/30/40	6,000	7,349,460
NTE Mobility Partners LLC, North Tarrant Express Managed Lanes Project, 6.88%, 12/31/39	5,100	6,118,266
		102,879,539
Utah — 0.7%		
Utah State Charter School Finance Authority, RB, Ogden Preparatory Academy, Series A:		
3.25%, 10/15/36	1,940	1,838,926
3.25%, 10/15/42	3,010	2,795,537
		4,634,463
Virginia — 1.5%		
Virginia Small Business Financing Authority, RB, Senior Lien, Elizabeth River Crossings OpCo LLC Project, AMT:		
5.25%, 1/01/32	3,155	3,491,228

BLACKROCK MUNICIPAL INCOME TRUST JANUARY 31, 2015 7

Schedule of Investments (continued) **BlackRock Municipal Income Trust (BFK)**  
**(Percentages shown are based on Net Assets)**

Municipal Bonds	Par (000)	Value
Virginia (concluded)		
Virginia Small Business Financing Authority, RB, Senior Lien, Elizabeth River Crossings OpCo LLC Project, AMT (concluded): 6.00%, 1/01/37	\$5,695	\$6,661,043
		10,152,271
Washington — 0.8%		
Washington Health Care Facilities Authority, RB, Catholic Health Initiatives, Series A, 5.75%, 1/01/45	4,420	5,333,305
Wisconsin — 0.3%		
State of Wisconsin Health & Educational Facilities Authority, RB, Ascension Health Senior Credit Group, Series E, 5.00%, 11/15/33	1,640	1,874,979
<b>Total Municipal Bonds</b>		<b>855,482,757</b>
<b>123.9%</b>		

Municipal Bonds Transferred to

Tender Option Bond Trusts (h)



Alabama — 0.7%

City of  
Birmingham  
Alabama  
Special Care  
Facilities  
Financing  
Authority, 4,548 4,876,397  
Refunding RB,  
Ascension  
Health, Senior  
Credit, Series  
C-2, 5.00%,  
11/15/36

California — 5.2%

California  
Educational  
Facilities  
Authority, RB,  
University of 5,115 5,824,246  
Southern  
California,  
Series B,  
5.25%, 10/01/39  
(i)  
City & County  
of San  
Francisco  
California  
Public Utilities 18,540 21,385,519  
Commission,  
RB, Water  
Revenue, Series  
B, 5.00%,  
11/01/39  
Los Angeles  
Community  
College District  
California, GO, 4,500 4,998,825  
Election of  
2001, Series A  
(AGM), 5.00%,  
8/01/17 (a)

Municipal Bonds Transferred to	Par	Value
Tender Option Bond Trusts (h)	(000)	

California (concluded)

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San Diego Community College  
 District California, GO,  
 Election of 2002, 5.25%, \$3,260 \$3,810,360  
 8/01/33

36,018,950

Colorado — 1.9%  
 Colorado Health Facilities  
 Authority, RB, Catholic Health  
 (AGM):

Series C-3, 5.10%, 10/01/41 7,600 8,148,416  
 Series C-7, 5.00%, 9/01/36 4,860 5,219,786

13,368,202

Connecticut — 2.9%  
 Connecticut State Health &  
 Educational Facility Authority,  
 RB, Yale University:

Series T-1, 4.70%, 7/01/29 9,397 10,203,375  
 Series X-3, 4.85%, 7/01/37 9,366 10,161,490

20,364,865

Florida — 1.1%  
 County of Miami-Dade  
 Florida, RB, Water & Sewer  
 System, 5.00%, 10/01/34

6,629 7,700,387

Massachusetts — 0.8%  
 Massachusetts School Building  
 Authority, RB, Senior, Series  
 B, 5.00%, 10/15/41

4,427 5,188,879

New Hampshire — 0.7%  
 New Hampshire Health &  
 Education Facilities Authority,  
 RB, Dartmouth College,  
 5.25%, 6/01/39 (i)

3,988 4,612,799

New York — 9.6%  
 City of New York New York  
 Municipal Water Finance  
 Authority, Refunding RB,  
 Water & Sewer System, 2nd  
 General Resolution:

Series FF-2, 5.50%, 6/15/40 3,075 3,604,586  
 Series HH, 5.00%, 6/15/31 (i) 16,393 19,213,000  
 Hudson Yards Infrastructure  
 Corp., RB, Fiscal 2012, Series

3,130 3,679,681

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A, 5.75%, 2/15/47 (i)

New York Liberty

Development Corp., RB, 1

World Trade Center Port            20,865   24,554,558

Authority Consolidated Bonds,

5.25%, 12/15/43

BLACKROCK MUNICIPAL INCOME TRUST JANUARY 31, 2015 8

Schedule of Investments (continued) **BlackRock Municipal Income Trust (BFK)**  
**(Percentages shown are based on Net Assets)**

Municipal Bonds Transferred to Par Ten(000) Option Bond Trusts (h)	Value
New York (concluded) New York Liberty Development Corp., Refunding RB, 4 \$12,610 \$15,050,539 World Trade Center Project, 5.75%, 11/15/51 (i)	
	66,102,364
Texas — 3.0% City of San Antonio Texas Public Service Board, RB4,900 Electric & Gas Systems, Junior Lien, 5.00%, 2/01/43	5,652,885

County  
of  
Harris  
Texas  
Metropolitan  
Transit  
Authority, 7,735,879  
Refunding  
RB,  
Series  
A,  
5.00%,  
11/01/41  
University  
of  
Texas,  
Refunding  
RB,  
Financing 7,022,028  
System,  
Series  
B,  
5.00%,  
8/15/43

20,410,792

Utah — 1.2%  
City  
of  
Riverton  
Utah,  
RB,  
IHC,150 8,044,502  
Health  
Services,  
Inc.,  
5.00%,  
8/15/41

Virginia — 1.7%  
University  
of  
Virginia,  
Refunding  
RB, 10,767 12,088,119  
General,  
5.00%,  
6/01/40

Washington — 3.3%

Central  
Puget  
Sound  
Regional  
Transit  
Authority,  
5,459 6,004,846  
RB,  
Series  
A  
(AGM),  
5.00%,  
11/01/32

Municipal  
Bonds  
Transferred  
to  
Par Value  
Ten(000)  
Option  
Bond  
Trusts  
(h)

Washington (concluded)  
State  
of  
Washington,  
GO,  
Various  
\$14,487 \$ 16,556,129  
Purposes,  
Series  
E,  
5.00%,  
2/01/34

22,560,975

**Total  
Municipal  
Bonds  
Transferred  
to** 221,337,231

**Tender  
Option  
Bond Trusts**  
— 32.1%

**Total** 1,076,819,988  
**Long-Term**

**Investments**  
**(Cost —**  
**\$970,472,183)**  
**— 156.0%**

Short-Term  
 Securities  
 — 0.4%

FFI  
 Institutional  
 Tax-Exempt  
 Fund, 2,873,263 2,873,263  
 0.03%  
 (j)(k)

**Total**  
**Short-Term**  
**Securities** 2,873,263  
**(Cost —**  
**\$2,873,263) —**  
**0.4%**

**Total**  
**Investments**  
**(Cost —** 1,079,693,251  
**\$973,345,446\*)**  
**— 156.4%**

**Other**  
**Assets Less**  
**Liabilities —** 4,292,189  
**0.6%**  
**Liability for**  
**TOB Trust**  
**Certificates,**  
**Including**  
**Interest** (122,714,427)  
**Expense**  
**and Fees**  
**Payable —**  
**(17.8%)**  
**VMTP**  
**Shares, at**  
**Liquidation** (270,800,000)  
**Value —**  
**(39.2%)**

**Net Assets** \$690,471,013  
**Applicable**

**to Common  
Shares —  
100.0%**

As of January 31,  
2015, gross  
unrealized  
appreciation and  
\* depreciation based  
on cost for federal  
income tax  
purposes were as  
follows:

Tax cost           \$853,010,459

Gross  
unrealized       \$116,174,905  
appreciation  
Gross  
unrealized       (12,180,039)  
depreciation

Net unrealized  
appreciation     \$103,994,866

**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) Zero-coupon bond.
- (d) Non-income producing security.
- (e) Issuer filed for bankruptcy and/or is in default of principal and/or interest payments.
- (f) Represents a step-up bond that pays an initial coupon rate for the first period and then a higher coupon rate for the following periods. Rate shown is as of report date.
- (g) Variable rate security. Rate shown is as of report date.
- (h) Represent bonds transferred to a TOB in exchange for which the Trust received cash and residual interest certificates. These bonds serve as collateral in a financing transaction.

BLACKROCK MUNICIPAL INCOME TRUST JANUARY 31, 2015 9



Schedule of Investments (continued) **BlackRock Municipal Income Trust (BFK)**  
**(Percentages shown are based on Net Assets)**

- All or a portion of security is subject to a recourse agreement, which may require the Trust to pay the liquidity provider in the event there is a shortfall between the TOB trust certificates and proceeds received from the sale of
- (i) the security contributed to the TOB trust. In the case of a shortfall, the aggregate maximum potential amount the Trust could ultimately be required to pay under the agreement, which expire from October 1, 2016 to November 15, 2019 is \$25,981,887.
  - (j) Represents the current yield as of report date.
  - (k) During the period ended January 31, 2015, investments in issuers considered to be an affiliate of the Trust for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

Affiliate	Shares Held at April 30, 2014	Net Activity	Shares Held at January 31, 2015	Income
FFI Institutional Tax-Exempt Fund	14,668,018	(11,794,755)	2,873,263	\$ 3,317

**Portfolio Abbreviations**

- AG Assured Guarantee Corp.
- AGM Assured Guaranty Municipal Corp.
- AM Alternative Minimum Tax (subject to)
- AR Airport Revenue Bonds
- CA Capital Appreciation Bonds
- ED Economic Development Authority
- EDC Economic Development Corp.
- GA General Airport Revenue Bonds
- GO General Obligation Bonds
- LR Lease Revenue Bonds
- NPG National Public Finance Guarantee Corp.
- RB Revenue Bonds
- S/F Single-Family

Financial futures contracts outstanding as of January 31, 2015 were as follows:

Contracts Short	Issue	Exchange	Expiration	Notional Value	Unrealized Depreciation
(866)	10-Year U.S. Treasury Note	Chicago Board of Trade	March 2015	\$ 113,337,750	\$(3,006,608)

Schedule of Investments (continued) **BlackRock Municipal Income Trust (BFK)**  
**(Percentages shown are based on Net Assets)**

Fair Value Measurements - Various inputs are used in determining the fair value of investments and derivative financial instruments. These inputs to valuation techniques are categorized into a disclosure hierarchy consisting of three broad levels for financial reporting purposes. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3. The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the fair value hierarchy classification is determined based on the lowest level input that is significant to the fair value measurement in its entirety. The categorization of a value determined for investments and derivative financial instruments is based on the pricing transparency of the investment and derivative financial instrument and is not necessarily an indication of the risks associated with investing in those securities. The three levels of the fair value hierarchy are as follows:

Level 1 – unadjusted quoted prices in active markets/exchanges for identical assets or liabilities that the Fund has the ability to access

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

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

Changes in valuation techniques may result in transfers into or out of an assigned level within the disclosure hierarchy. In accordance with the Fund's policy, transfers between different levels of the fair value disclosure hierarchy are deemed to have occurred as of the beginning of the reporting period. For information about the Fund's policy regarding valuation of investments and derivative financial instruments, refer to the Fund’s most recent financial statements as contained in its annual report.

As of January 31, 2015, the following tables summarize the Fund’s investments and derivative financial instruments categorized in the disclosure hierarchy:

	<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
<b>Assets:</b>				
Investments:				
Long-Term Investments <sup>1</sup>	—	\$1,076,819,988	—	\$ 1,076,819,988
Short-Term Securities	\$2,873,263	—	—	2,873,263
<b>Total</b>	\$2,873,263	\$1,076,819,988	—	\$ 1,079,693,251

<sup>1</sup> See above Schedule of Investments for values in each state or political division.

**Level 1      Level 2    Level 3    Total**

Derivative Financial Instruments <sup>2</sup>

**Liabilities:**

Interest rate contracts \$(3,006,608) — — \$(3,006,608)

<sup>2</sup> Derivative financial instruments are financial futures contracts, which are valued at the unrealized appreciation/depreciation on the instrument.

BLACKROCK MUNICIPAL INCOME TRUST JANUARY 31, 2015 11

Schedule of Investments (concluded) **BlackRock Municipal Income Trust (BFK)**  
**(Percentages shown are based on Net Assets)**

The Trust may hold assets and/or liabilities in which the fair value approximates the carrying amount for financial reporting purposes. As of January 31, 2015, such assets and/or liabilities are categorized within the disclosure hierarchy as follows:

	Level 1	Level 2	Level 3	Total
<b>Assets:</b>				
Cash pledged for financial futures contracts	\$1,175,000	—	—	\$1,175,000
<b>Liabilities:</b>				
TOB trust certificates	—	\$(122,687,926)	—	(122,687,926)
VMTP Shares	—	(270,800,000)	—	(270,800,000)
<b>Total</b>	<b>\$1,175,000</b>	<b>\$(393,487,926)</b>	<b>—</b>	<b>\$(392,312,926)</b>

During the period ended January 31, 2015, there were no transfers between levels.

BLACKROCK MUNICIPAL INCOME TRUST JANUARY 31, 2015 12

Item 2 – Controls and Procedures

The registrant's principal executive and principal financial officers, or persons performing similar functions, have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the

2(a) – Investment Company Act of 1940, as amended (the 1940 Act )) are effective as of a date within 90 days of the filing of this report based on the evaluation of these controls and procedures required by Rule 30a-3(b) under the 1940 Act and Rule 13a-15(b) under the Securities Exchange Act of 1934, as amended.

2(b) – There were no changes in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the 1940 Act) that occurred during the registrant's last fiscal quarter that have materially affected, or are reasonably likely to materially affect, the registrant's internal control over financial reporting.

Item 3 – Exhibits

Certifications – Attached hereto

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

BlackRock Municipal Income Trust

By: /s/ John M. Perlowski

John M. Perlowski  
Chief Executive Officer (principal executive officer) of  
BlackRock Municipal Income Trust

Date: March 25, 2015

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

By: /s/ John M. Perlowski

John M. Perlowski  
Chief Executive Officer (principal executive officer) of  
BlackRock Municipal Income Trust

Date: March 25, 2015

By: /s/ Neal J. Andrews

Neal J. Andrews  
Chief Financial Officer (principal financial officer) of

BlackRock Municipal Income Trust

Date: March 25, 2015