

BLACKROCK MUNICIPAL INCOME TRUST  
Form N-Q  
September 28, 2009

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: Anne F. Ackerley, Chief Executive Officer, BlackRock  
Municipal Income Trust, 40 East 52<sup>nd</sup> Street, New York, NY 10022.

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

Date of fiscal year end: 04/30/2010

Date of reporting period: 07/31/2009

Item 1 Schedule of Investments

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<b>AGC</b>	Assured Guaranty Corp.	<b>HDA</b>	Housing Development Authority
<b>ARB</b>	Airport Revenue Bonds	<b>HFA</b>	Housing Finance Agency
<b>AMBAC</b>	American Municipal Bond Assurance Corp.	<b>IDA</b>	Industrial Development Authority Municipal Bond Investors Assurance
<b>AMT</b>	Alternative Minimum Tax (subject to)	<b>MBIA</b>	(National Public Finance Guaranty Corp.) Revenue Bonds
<b>CAB</b>	Capital Appreciation Bonds	<b>RB</b>	Bonds
<b>CP</b>	Commercial Paper	<b>ROLS</b>	Reset Option Long Securities
<b>EDA</b>	Economic Development Authority	<b>TAN</b>	Tax Anticipation Notes
<b>FNMA</b>	Federal National Mortgage Association	<b>VRDN</b>	Variable Rate Demand Notes
<b>FSA</b>	Financial Security Assurance Inc.		
<b>GNMA</b>	Government National Mortgage Association		

1

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**BlackRock Municipal Income Trust**

Schedule of Investments July 31, 2009 (Unaudited)		(Percentages shown are based on Net Assets)	
State	Municipal Bonds	Par (000)	Value
	Los Angeles Unified School District, California, GO, Series D, 5.25%, 7/01/25	\$ 3,490	\$ 3,620,980
	Los Angeles Unified School District, California, GO, Series D, 5.00%, 7/01/26	1,305	1,312,047
	Murrieta Community Facilities District Special Tax, California, Special Tax, No. 2, The Oaks Improvement Area A, 6.00%, 9/01/34	5,000	3,832,550
	State of California, GO, Various Purpose, 5.00%, 6/01/32	4,000	3,726,680
	State of California, GO, Various Purpose, 6.50%, 4/01/33	20,410	22,065,659
	State of California, GO, Various Purpose, 5.00%, 6/01/34	6,250	5,801,938
	University of California, RB, Limited Project, Series B, 4.75%, 5/15/38	10,565	9,918,422
	West Valley-Mission Community College District, GO, Election of 2004, Series A (FSA), 4.75%, 8/01/30	4,015	3,825,211
			116,713,494
<b>Colorado - 2.6%</b>	City of Colorado Springs Colorado, RB, Subordinate Lien, Improvement, Series C (FSA), 5.00%, 11/15/45	2,545	2,478,321
	Colorado Health Facilities Authority, RB, Series C (FSA), 5.25%, 3/01/40	4,585	4,477,665
	Denver Health & Hospital Authority, Colorado, RB, Series A, 6.00%, 12/01/11 (a)	3,500	3,877,055
	Park Creek Metropolitan District, Colorado, Refunding RB, Senior, Limited Property Tax, 5.50%, 12/01/37	2,530	2,099,647
			12,932,688
<b>District of Columbia - 7.4%</b>	District of Columbia, RB, CAB, University, Georgetown, Series A (MBIA), 6.03%, 4/01/11 (a)(b)	66,785	14,273,576
	District of Columbia, RB, Friendship Public Charter School Inc (ACA), 5.25%, 6/01/33	2,390	1,525,919
	District of Columbia Tobacco Settlement Financing Corp., RB, Asset Backed Bonds, 6.75%, 5/15/40	25,535	21,385,818
			37,185,313
<b>Florida - 6.1%</b>	County of Orange Florida, Refunding RB (Syncora), 4.75%, 10/01/32	5,440	4,935,331
	Highlands County Health Facilities Authority, RB, Hospital, Adventist, Sunbelt, Series A, 6.00%, 11/15/11	7,170	8,042,230
	Miami Beach Health Facilities Authority, Refunding RB,		

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	Mount Sinai Medical Center Florida, 6.75%, 11/15/21	9,540	8,055,576
	Stevens Plantation Community Development District, Special Assessment, Series A, 7.10%, 5/01/35	3,780	2,672,914
	Village Community Development District No. 6, Special Assessment, 5.63%, 5/01/22	7,370	6,603,815 30,309,866
<b>Georgia - 0.7%</b>	Richmond County Development Authority, Refunding RB, International Paper Co. Project, Series A, AMT, 6.00%, 2/01/25	4,000	3,448,960

**BlackRock Municipal Income Trust**

Schedule of Investments July 31, 2009 (Unaudited)		(Percentages shown are based on Net Assets)		
State	Municipal Bonds	Par (000)	Value	
<b>Guam - 1.3%</b>	Territory of Guam, GO, Series A, 5.75%, 11/15/14	\$ 980	\$ 973,130	
	Territory of Guam, GO, Series A, 6.00%, 11/15/19	1,245	1,220,847	
	Territory of Guam, GO, Series A, 6.75%, 11/15/29	2,180	2,179,215	
	Territory of Guam, GO, Series A, 7.00%, 11/15/39	2,255	2,246,228	
			6,619,420	
<b>Illinois - 8.8%</b>	CenterPoint Intermodal Center Program Trust, TAN, 8.00%, 6/15/23 (c)(d)	4,630	2,408,989	
	Illinois Educational Facilities Authority, RB, Chicago, 05, Series A, 5.25%, 7/01/41	760	763,101	
	Illinois Educational Facilities Authority, RB, Educational Advancement Fund, University Center Project, 6.25%, 5/01/12 (a)	10,000	11,516,500	
	Illinois Finance Authority, RB, Friendship Village Schaumburg, Series A, 5.63%, 2/15/37	1,685	1,123,726	
	Illinois Finance Authority, RB, MJH Education Assistance IV, Sub-Series B, 5.38%, 6/01/35 (e)(f)	1,675	164,569	
	Illinois Finance Authority, RB, Monarch Landing Inc. Facilities, Series A, 7.00%, 12/01/37	2,885	1,632,997	
	Illinois Finance Authority, RB, Northwestern Memorial Hospital, Series A, 5.50%, 8/15/14 (a)	3,700	4,331,331	
	Illinois Health Facilities Authority, Refunding RB, Elmhurst Memorial Healthcare, 5.50%, 1/01/22	5,000	4,662,800	
	Illinois Health Facilities Authority, Refunding RB, Elmhurst Memorial Healthcare, 5.63%, 1/01/28	6,000	5,265,420	
	Illinois Municipal Electric Agency, RB (MBIA), 4.50%, 2/01/35 Village of Bolingbrook Illinois, GO, Series B (MBIA), 6.01%, 1/01/33 (b)	7,760	6,847,890	
	Village of Bolingbrook Illinois, GO, Series B (MBIA), 6.01%, 1/01/34 (b)	6,820	1,783,771	
				14,085
				3,389,274
			43,890,368	
<b>Indiana - 6.5%</b>	Indiana Health Facility Financing Authority, Indiana, RB, Methodist Hospital Inc, 5.50%, 9/15/31	9,000	6,423,120	
	Indiana Municipal Power Agency, Indiana, RB, Series B, 6.00%, 1/01/39	2,150	2,232,882	
	Petersburg Indiana, RB, Indiana Power & Light, AMT, 5.90%, 12/01/24	10,000	8,539,100	

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	Petersburg Indiana, RB, Indiana Power & Light, AMT, 5.95%, 12/01/29	16,000	13,894,880
	Vincennes Indiana, Refunding & Improvement RB, Southwest Indiana Regional, 6.25%, 1/01/24	2,220	1,653,789 32,743,771
<b>Kentucky - 0.2%</b>	Kentucky Housing Corp., RB, Series F (FNMA), AMT, 5.45%, 1/01/32	810	797,599

**BlackRock Municipal Income Trust**

Schedule of Investments July 31, 2009 (Unaudited)		(Percentages shown are based on Net Assets)	
State	Municipal Bonds	Par (000)	Value
<b>Louisiana - 1.5%</b>	Louisiana Local Government Environmental Facilities & Community Development Authority, RB, Capital Projects & Equipment Acquisition Program (ACA), 6.55%, 9/01/25	\$ 9,215	\$ 7,354,676
<b>Maryland - 0.5%</b>	Maryland Community Development Administration, RB, Residential, Series A, AMT, 4.65%, 9/01/32	2,665	2,319,829
<b>Michigan - 0.6%</b>	Michigan State Hospital Finance Authority, Michigan, Refunding RB, Henry Ford Health System, Series A, 5.25%, 11/15/46	4,230	3,213,912
<b>Mississippi - 3.5%</b>	City of Gulfport Mississippi, RB, Memorial Hospital at Gulfport Project, Series A, 5.75%, 7/01/31	18,680	17,383,048
<b>Missouri - 0.1%</b>	Missouri Joint Municipal Electric Utility Commission, RB, Plum Point Project (MBIA), 4.60%, 1/01/36	670	504,269
<b>Multi-State - 6.0%</b>	Charter Mac Equity Issuer Trust, 6.80%, 11/30/50 (c)(g)	6,500	6,714,370
	Charter Mac Equity Issuer Trust, 6.80%, 10/31/52 (c)(g)	16,000	17,070,880
	MuniMae TE Bond Subsidiary LLC, 6.88%, 6/30/49 (c)(g)	8,000	6,479,840
			30,265,090
<b>Nebraska - 0.7%</b>	Omaha Public Power District, RB, System, Series A, 4.75%, 2/01/44	3,695	3,452,054
<b>Nevada - 1.0%</b>	County of Clark Nevada, Refunding RB, Alexander Dawson School, Nevada Project, 5.00%, 5/15/29	5,260	4,932,723
<b>New Hampshire - 1.4%</b>	New Hampshire Business Finance Authority, New Hampshire, RB, Public Service Co., New Hampshire Project, Series B (MBIA), AMT, 4.75%, 5/01/21	4,000	3,526,800
	New Hampshire Health & Education Facilities Authority, RB, Exeter Project, 5.75%, 10/01/31	3,500	3,372,425
			6,899,225
<b>New Jersey - 7.7%</b>	Middlesex County Improvement Authority, RB, Heldrich Center Hotel, Series B, 6.25%, 1/01/37	3,680	1,876,285
	New Jersey EDA, RB, Cigarette Tax, 5.75%, 6/15/29	18,500	15,390,150
	New Jersey EDA, RB, Continental Airlines Inc. Project, AMT, 7.00%, 11/15/30	15,410	11,485,998
	New Jersey EDA, Special Assessment, Refunding, Kapkowski Road Landfill Project, 6.50%, 4/01/28	8,000	6,438,400
	Tobacco Settlement Financing Corp., New Jersey, RB, Series 1A, 4.50%, 6/01/23	4,125	3,525,349
			38,716,182
<b>New York - 4.5%</b>	Albany Industrial Development Agency, RB, New Covenant Charter		



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	School Project, Series A, 7.00%, 5/01/35	1,820	1,134,624
	New York City Industrial Development Agency, RB, American Airlines, JFK International Airport, AMT, 8.00%, 8/01/28	5,000	3,983,250
	New York City Industrial Development Agency, RB, American Airlines, JFK International Airport, AMT, 7.75%, 8/01/31	22,140	16,954,812
	New York Liberty Development Corp., RB, Goldman Sachs Headquarters, 5.25%, 10/01/35	675	634,594
			22,707,280
<b>North Carolina - 3.3%</b>	Gaston County Industrial Facilities & Pollution Control Financing Authority, North Carolina, RB, Exempt Facilities, National Gypsum Co. Project, AMT, 5.75%, 8/01/35	12,130	6,800,927

**BlackRock Municipal Income Trust**

Schedule of Investments July 31, 2009 (Unaudited)		(Percentages shown are based on Net Assets)	
State	Municipal Bonds	Par (000)	Value
	North Carolina Capital Facilities Finance Agency, Refunding RB, Duke University Project, Series B, 4.25%, 7/01/42	\$ 11,450	\$ 9,631,740 16,432,667
<b>Ohio - 0.9%</b>	Buckeye Tobacco Settlement Financing Authority, RB, Asset Backed, Senior, Turbo, Series A-2, 6.50%, 6/01/47	3,120.00	1,984,351.00
	Pinnacle Community Infrastructure Financing Authority, RB, Facilities, Series A, 6.25%, 12/01/36	3,760	2,368,913 4,353,264
<b>Oklahoma - 1.2%</b>	Tulsa Municipal Airport Trust Trustees, Oklahoma, Refunding RB, Series A Remarketed, AMT, 7.75%, 6/01/35	7,175	5,889,958
<b>Pennsylvania - 3.7%</b>	Pennsylvania Economic Development Financing Authority, RB, Amtrak Project, Series A, AMT, 6.38%, 11/01/41	6,500	5,771,545
	Pennsylvania Economic Development Financing Authority, RB, Reliant Energy, Series A-12-22-04, AMT, 6.75%, 12/01/36	11,345	10,531,110
	Pennsylvania HFA, RB, Series 97A, AMT, 4.60%, 10/01/27	2,500	2,232,825 18,535,480
<b>Puerto Rico - 2.3%</b>	Puerto Rico Sales Tax Financing Corp., RB, First Sub-Series A, 6.50%, 8/01/44	10,900	11,413,935
<b>South Carolina - 7.6%</b>	County of Lexington South Carolina, Refunding & Improvement RB, 5.50%, 11/01/13 (a)	5,000	5,807,600
	County of Lexington South Carolina, Refunding & Improvement RB, 5.75%, 11/01/13 (a)	10,000	11,717,600
	Scago Educational Facilities Corp. for Colleton School District, RB, Chesterfield County School Project (AGC), 5.00%, 12/01/29	5,345	5,297,483
	South Carolina Jobs-EDA, RB, Palmetto Health, C, 6.88%, 8/01/13 (a)	8,010	9,350,073
	South Carolina Jobs-EDA, RB, Palmetto Health, C, 6.88%, 8/01/13 (a)	990	1,167,210
	South Carolina Jobs-EDA, Refunding RB, Palmetto Health Alliance, Series A, 6.25%, 8/01/31	5,075	4,731,473 38,071,439
<b>Tennessee - 1.7%</b>	Knox County Health Educational & Housing Facilities Board, Tennessee, CAB, Refunding & Improvement RB, Series A (FSA), 5.70%, 1/01/20	15,060	8,572,453
<b>Texas - 19.5%</b>	Brazos River Authority, Refunding RB, TXU Electric Co.		

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Project, Series C, AMT, 5.75%, 5/01/36	4,265	3,306,356
Brazos River Authority, Refunding RB, TXU Electric, Series A, Remarketed, AMT, 8.25%, 10/01/30	4,370	2,141,300
City of Houston Texas, Refunding RB, Combined, First Lien, Series A (AGC), 6.00%, 11/15/35	16,425	18,044,341
Harris County-Houston Sports Authority, RB, CAB, Junior Lien, Series H (MBIA), 6.11%, 11/15/35	5,000	645,650
Harris County-Houston Sports Authority, Refunding RB, CAB, Senior Lien, Series A (MBIA), 5.93%, 11/15/38	12,580	1,326,435

**BlackRock Municipal Income Trust**

Schedule of Investments July 31, 2009 (Unaudited)		(Percentages shown are based on Net Assets)	
State	Municipal Bonds	Par (000)	Value
	Harris County-Houston Sports Authority, Refunding RB, Third Lien, Series A-3 (MBIA), 5.97%, 11/15/37	\$ 26,120	\$ 2,855,177
	Houston Texas Airport Systems Revenue, ARB, Refunding, Senior Lien, Series A, 5.50%, 7/01/39	3,000	2,941,590
	Lower Colorado River Authority, Refunding & Improvement RB, (MBIA), 5.00%, 5/15/13 (a)	50	56,640
	Lower Colorado River Authority, Refunding RB, Series A (MBIA), 5.00%, 5/15/13 (a)	5	5,664
	Lower Colorado River Authority, Refunding RB, LCRA Transmission Services Project (AMBAC), 4.75%, 5/15/34	13,305	11,902,786
	Lower Colorado River Authority, RB, Refunding & Improvement (MBIA), 5.00%, 5/15/31	2,345	2,237,060
	North Texas Tollway Authority, Refunding RB, Toll 2nd Tier, Series F, 6.13%, 1/01/31	12,180	12,272,203
	SA Energy Acquisition Public Facility Corp., RB, Gas Supply Revenue, 5.50%, 8/01/25	6,540	6,035,962
	Texas State Affordable Housing Corporation, Texas, RB, American Opportunity Housing Portfolio, Series B, 8.00%, 3/01/32 (e)(f)	4,435	221,129
	Texas State Turnpike Authority, RB, CAB (AMBAC), 6.06%, 8/15/32	25,000	5,285,250
	Texas State Turnpike Authority, RB, CAB (AMBAC), 6.07%, 8/15/33	62,325	12,287,997
	Texas State Turnpike Authority, RB, CAB (AMBAC), 6.07%, 8/15/34	65,040	11,899,068
	Texas State Turnpike Authority, RB, First Tier, Series A, (AMBAC), 5.00%, 8/15/42	5,000	4,159,050
			97,623,658
<b>Virginia - 0.4%</b>	Virginia Commonwealth Transportation Board, Virginia, Refunding RB, CAB, Contract, Route 28 (MBIA), 5.29%, 4/01/32	8,105	2,223,202
<b>Washington - 1.6%</b>	County of King Washington, Refunding RB (FSA), 5.00%, 1/01/36	3,615	3,609,577
	Washington Health Care Facilities Authority, Washington, RB, Providence Health Care Services, Series A (MBIA), 4.63%, 10/01/34	5,095	4,500,464

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			8,110,041
<b>Wisconsin - 1.7%</b>	Wisconsin Health & Educational Facilities Authority, RB, Aurora		
	Health Care, 6.40%, 4/15/33	7,500	7,199,325
	Wisconsin Health & Educational Facilities Authority, RB, Froedert		
	& Community, 5.38%, 10/01/30	1,205	1,210,639
			8,409,964
<b>Wyoming - 0.5%</b>	Wyoming Community Development Authority, Wyoming, RB,		
	Series 3, AMT, 4.65%, 12/01/27	2,765	2,493,449
	<b>Total Municipal Bonds - 136.7%</b>		683,908,693

**BlackRock Municipal Income Trust**

Schedule of Investments July 31, 2009 (Unaudited)		(Percentages shown are based on Net Assets)	
State	Municipal Bonds Transferred to Tender Option Bond Trusts (h)	Par (000)	Value
<b>Alabama - 0.9%</b>	Alabama Special Care Facilities Financing Authority, Refunding RB, Ascension Health, Senior Credit, Series C2, 5.00%, 11/15/36	\$ 4,548	\$ 4,383,815
<b>California - 3.5%</b>	California Educational Facilities Authority, RB, University Southern California, Series A, 5.25%, 10/01/39	5,115	5,272,235
	Los Angeles Community College District, California, GO, Election 2001, Series A (FSA), 5.00%, 8/01/32	4,500	4,304,475
	San Diego Community College District, California, GO, Election of 2002, 5.25%, 8/01/33	3,260	3,313,821
	University of California, RB, Series C (MBIA), 4.75%, 5/15/37	5,000	4,656,950
			17,547,481
<b>Colorado - 2.4%</b>	Colorado Health Facilities Authority, RB, Catholic Health, Series C3 (FSA), 5.10%, 10/01/41	7,600	7,411,748
	Colorado Health Facilities Authority, RB, Catholic Health, Series C7 (FSA), 5.00%, 9/01/36	4,860	4,740,104
			12,151,852
<b>Connecticut - 3.8%</b>	Connecticut State Health & Educational Facility Authority, RB, Yale University, Series T1, 4.70%, 7/01/29	9,400	9,681,530
	Connecticut State Health & Educational Facility Authority, RB, Yale University, Series X3, 4.85%, 7/01/37	9,360	9,458,935
			19,140,465
<b>Illinois - 1.7%</b>	Chicago Housing Authority, Illinois, Refunding RB (FSA), 5.00%, 7/01/24	8,232	8,346,758
<b>Massachusetts - 1.3%</b>	Massachusetts Water Resources Authority, Refunding RB, Series A, 5.00%, 8/01/41	6,770	6,590,866
<b>New Hampshire - 0.8%</b>	New Hampshire Health & Education Facilities Authority, RB, Dartmouth College, 5.25%, 6/01/39	3,988	4,155,745
<b>New York - 1.7%</b>	New York City Municipal Water Finance Authority, RB, Series FF-2, 5.50%, 6/15/40	3,074	3,230,511
	New York State Environmental Facilities Corp., RB, Revolving Funds, New York City Municipal Water Project, Series B, 5.00%, 6/15/31	5,370	5,426,868
			8,657,379
<b>Virginia - 3.6%</b>	University of Virginia, Refunding RB, 5.00%, 6/01/40	10,750	10,964,677
	Virginia HDA, RB, Series H, Sub-Series H1 (MBIA),		

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5.35%, 7/01/31	6,810	6,851,473
		17,816,150
<b>Washington - 4.0%</b> State of Washington, GO, Series E, 5.00%, 2/01/34	14,487	14,673,009
Central Puget Sound Regional Transportation Authority,		
Washington, RB, Series A (FSA), 5.00%, 11/01/32	5,459	5,495,156
		20,168,165
<b>Total Municipal Bonds Transferred to</b>		
<b>Tender Option Bond Trusts - 23.7%</b>		118,958,676
<b>Total Long-Term Investments</b>		
<b>(Cost - \$890,636,499) - 160.4%</b>		802,867,369

7

## BlackRock Municipal Income Trust

Schedule of Investments July 31, 2009 (Unaudited)

(Percentages shown are based on Net Assets)

		Par	Value
		(000)	
<b>California - 2.0%</b>	<b>Short-Term Securities</b> California State CP ROLS RR II, VRDN, 4.00%, 8/05/09 (i)	\$ 10,000	\$ 10,000,000
<b>Money Market Fund - 4.3%</b>	FFI Institutional Tax-Exempt Fund, 0.42% (j)(k)	21,604,983	21,604,983
	<b>Total Short-Term Securities</b>		
	<b>(Cost - \$31,604,983) - 6.3%</b>		31,604,983
	<b>Total Investments (Cost - \$922,241,482*) - 166.7%</b>		834,472,352
	<b>Other Assets Less Liabilities - 1.1%</b>		5,476,118
	<b>Liability for Trust Certificates, Including Interest Expense and Fees Payable - (13.7)%</b>		(68,626,565)
	<b>Preferred Shares, at Redemption Value - (54.1)%</b>		(270,900,689)
	<b>Net Assets Applicable to Common Shares - 100.0%</b>		\$ 500,421,216

\* The cost and unrealized appreciation (depreciation) of investments as of July 31, 2009, as computed for federal income tax purposes, were as follows:

Aggregate cost	\$ 853,955,385
Gross unrealized appreciation	\$ 21,546,285
Gross unrealized depreciation	(109,612,821)
Net unrealized depreciation	\$ (88,066,536)

- (a) US 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) Represents a zero-coupon bond. Rate shown reflects the current yield as of report date.
- (c) Security exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration to qualified institutional investors.
- (d) Variable rate security. Rate shown is as of report date.
- (e) Non-income producing security.
- (f) Issuer filed for bankruptcy and/or is in default of interest payments.
- (g) Security represents a beneficial interest in a trust. The collateral deposited into the trust is federally tax-exempt revenue bonds issued by various state or local governments, or their respective agencies or authorities. The security is subject to remarketing prior to its stated maturity, and is subject to mandatory redemption at maturity.
- (h) Securities represent bonds transferred to a tender option bond trust in exchange for which the Trust acquired residual interest certificates. These securities serve as collateral in a financing transaction.
- (i) Security may have a maturity of more than one year at the time of issuance, but has variable rate and demand features that qualify it as a short-term security. Rate shown is as of report date and maturity shown is the



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date the principal owed can be recovered through demand.

- (j) Investments in companies considered to be an affiliate of the Trust, for purposes of Section 2(a)(3) of the Investment Company Act of 1940, were as follows:

<b>Affiliate</b>	<b>Net Activity</b>	<b>Income</b>
FPI Institutional Tax-Exempt Fund	21,181,033 \$	13,297

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

## BlackRock Municipal Income Trust

### Schedule of Investments July 31, 2009 (Unaudited)

Financial Accounting Standards Board Statement of Financial Accounting Standards No. 157, "Fair Value Measurements" clarifies the definition of fair value, establishes a framework for measuring fair values and requires additional disclosures about the use of fair value measurements. Various inputs are used in determining the fair value of investments, which are as follows:

Level 1 - price quotations in active markets/exchanges for identical securities

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 Trust's own assumptions used in determining the fair value of investments)

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. For information about the Trust's policy regarding valuation of investments and other significant accounting policies, please refer to the Trust's most recent financial statements as contained in its annual report .

The following table summarizes the inputs used as of July 31, 2009 in determining the fair valuation of the Trust's investments:

Valuation Inputs	Investments in Securities Assets
Level 1 - Short-Term Securities	\$ 21,604,983
Level 2	
Long-Term Investments <sup>1</sup>	802,867,369
Short-Term Securities	10,000,000
Total Level 2	812,867,369
Level 3	-
<b>Total</b>	<b>\$ 834,472,352</b>

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

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### Item 2 Controls and Procedures

2(a) The registrant's principal executive and principal financial officers or persons performing similar functions have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940, as amended (the 1940 Act )) are effective as of a date within 90 days of the filing of this report based on the evaluation of these controls and procedures required by Rule 30a-3(b) under the 1940 Act and Rule 13(a)-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/ Anne F. Ackerley  
Anne F. Ackerley  
Chief Executive Officer of  
BlackRock Municipal Income Trust

Date: September 22, 2009

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/ Anne F. Ackerley  
Anne F. Ackerley  
Chief Executive Officer (principal executive officer) of  
BlackRock Municipal Income Trust

Date: September 22, 2009

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

Date: September 22, 2009

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