

BLACKROCK MUNICIPAL INCOME TRUST II  
Form N-Q  
January 25, 2012  
UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

**FORM N-Q**

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

Investment Company Act file number 811-21126

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

Fund Address: 100 Bellevue Parkway, Wilmington, DE 19809

Name and address of agent for service: John M. Perlowski, Chief Executive Officer, BlackRock Municipal Income Trust II, 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: 08/31/2012

Date of reporting period: 11/30/2011

Item 1 – Schedule of Investments

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University of California, RB, Limited  
Project, Series B, 4.75%, 5/15/38

48,866,080

**Colorado 1.1%**

Colorado Health Facilities Authority,  
Refunding RB, Catholic Healthcare,  
Series A, 5.50%, 7/01/34

2,330

2,443,145

Park Creek Metropolitan District  
Colorado, Refunding RB, Senior,  
Limited Tax, Property Tax, 5.50%,  
12/01/37

1,375

1,305,824

3,748,969

**Connecticut 0.5%**

Connecticut State Health & Educational  
Facility Authority, RB, Ascension  
Health Senior Credit, 5.00%,  
11/15/40

1,505

1,548,750

**Delaware 1.6%**

County of Sussex Delaware, RB, NRG  
Energy, Inc., Indian River Project,  
6.00%, 10/01/40

1,240

1,246,398

Delaware State EDA, RB, Exempt  
Facilities, Indian River Power, 5.38%,  
10/01/45

4,430

4,056,773

5,303,171

**District of Columbia 6.5%**

District of Columbia, Refunding RB,  
Friendship Public Charter School Inc.  
(ACA), 5.25%, 6/01/33

1,265

1,052,581

District of Columbia Tobacco Settlement  
Financing Corp., Refunding RB, Asset-  
Backed:

6.50%, 5/15/33

7,500

7,801,050

6.75%, 5/15/40

11,500

11,313,930

Metropolitan Washington Airports  
Authority, RB, First Senior Lien,  
Series A:

5.00%, 10/01/39

550

567,226

**Portfolio Abbreviations**

To simplify the listings of portfolio holdings in the Schedule of Investments, the names and descriptions of many of the securities have been abbreviated according to the following list:

|       |   |
|-------|---|
| ACA   | American Capital Access Corp.           |
| AGC   | Assured Guaranty Corp.                  |
| AGM   | Assured Guaranty Municipal Corp.        |
| AMBAC | American Municipal Bond Assurance Corp. |
| AMT   | Alternative Minimum Tax (subject to)    |
| CAB   | Capital Appreciation Bonds              |
| EDA   | Economic Development Authority          |
| EDC   | Economic Development Corp.              |
| ERB   | Education Revenue Bonds                 |
| GO    | General Obligation Bonds                |
| IDA   | Industrial Development Authority        |
| NPFGC | National Public Finance Guarantee Corp. |
| RB    | Revenue Bonds                           |
| SAN   | State Aid Notes                         |



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Schedule of Investments (continued)

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

|   | Par<br>(000) | Value      |
|---|--------------|------------|
| <b>Municipal Bonds</b>  |              |            |
| <b>District of Columbia (concluded)</b>   |              |            |
| Metropolitan Washington Airports Authority, RB, First Senior Lien, Series A (concluded):  |              |            |
| 5.25%, 10/01/44   | \$ 865       | \$ 895,258 |
|   |              | 21,630,045 |
| <b>Florida 5.0%</b>   |              |            |
| City of Leesburg Florida, RB, Leesburg Regional Medical Center Project, 5.50%, 7/01/32  | 1,240        | 1,201,349  |
| County of Miami-Dade Florida, RB, Miami International Airport, Series A, AMT (AGC), 5.25%, 10/01/38                               | 2,855        | 2,838,527  |
| County of Miami-Dade Florida, Refunding RB, Miami International Airport, Miami International Airport, Series A-1, 5.38%, 10/01/41 | 1,255        | 1,284,593  |
| Live Oak Community Development District No. 1, Special Assessment Bonds, Series A, 6.30%, 5/01/34                                 | 3,115        | 3,189,230  |
| Miami Beach Health Facilities Authority, RB, Mount Sinai Medical Center of Florida, 6.75%, 11/15/21                               | 3,640        | 3,816,322  |
| Mid-Bay Bridge Authority, RB, Series A, 7.25%, 10/01/40   | 2,500        | 2,604,875  |
| Stevens Plantation Community Development District, Special Assessment Bonds, Series A, 7.10%, 5/01/35                             | 1,930        | 1,571,020  |
|   |              | 16,505,916 |
| <b>Georgia 0.3%</b>   |              |            |
| DeKalb Private Hospital Authority, Refunding RB, Children's Healthcare, 5.25%, 11/15/39   | 915          | 941,343    |
| <b>Guam 0.7%</b>  |              |            |
| Territory of Guam, GO, Series A:  |              |            |
| 6.00%, 11/15/19   | 695          | 710,394    |
| 6.75%, 11/15/29   | 995          | 1,023,587  |
| 7.00%, 11/15/39   | 680          | 700,842    |
|   |              | 2,434,823  |
| <b>Hawaii 0.5%</b>  |              |            |
| State of Hawaii, Refunding RB, Series A, 5.25%, 7/01/30   | 1,480        | 1,556,116  |
| <b>Illinois 12.9%</b>   |              |            |
| Chicago Board of Education Illinois, GO, Series A:  |              |            |
| 5.50%, 12/01/39   | 2,300        | 2,424,844  |
| 5.00%, 12/01/41   | 760          | 760,000    |
| City of Chicago Illinois, RB, O'Hare International Airport, General, Third Lien, Series A, 5.75%, 1/01/39                         | 5,000        | 5,426,750  |

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|  |                      |              |
|--|----------------------|--------------|
| City of Chicago Illinois, Refunding RB,<br>O Hare International Airport, General,<br>Third Lien, Series C, 6.50%, 1/01/41          | 6,430                | 7,359,456    |
|  | <b>Par<br/>(000)</b> | <b>Value</b> |
| <b>Municipal Bonds</b>   |                      |              |
| <b>Illinois (concluded)</b>  |                      |              |
| City of Chicago Illinois, Transit Authority,<br>RB, Sales Tax Receipts, 5.25%,<br>12/01/40   | \$ 1,150             | \$ 1,190,733 |
| City of Chicago Illinois, Sales Tax<br>Revenue, Refunding RB, Series A,<br>5.25%, 1/01/38  | 895                  | 947,420      |
| Illinois Finance Authority, RB:<br>MJH Education Assistance IV<br>LLC, Sub-Series B, 5.38%,<br>6/01/35 (b)(c)                      | 900                  | 179,928      |
| Navistar International,<br>Recovery Zone, 6.50%,<br>10/15/40   | 1,675                | 1,725,217    |
| Illinois Finance Authority, Refunding RB,<br>Central Dupage Health, Series<br>B, 5.50%, 11/01/39                                   | 1,750                | 1,813,508    |
| Friendship Village<br>Schaumburg, Series A, 5.63%,<br>2/15/37  | 455                  | 371,021      |
| Illinois Sports Facilities Authority, RB,<br>State Tax Supported (AMBAC), 5.50%,<br>6/15/30  | 10,500               | 10,971,765   |
| Metropolitan Pier & Exposition Authority,<br>Refunding RB (AGM), McCormick<br>Place Expansion Project:<br>Series B, 5.00%, 6/15/50 | 3,430                | 3,294,206    |
| Series B-2, 5.00%, 6/15/50   | 2,725                | 2,612,784    |
| Railsplitter Tobacco Settlement<br>Authority, RB:<br>5.50%, 6/01/23  | 1,470                | 1,567,417    |
| 6.00%, 6/01/28   | 1,255                | 1,320,875    |
| State of Illinois, RB, Build Illinois, Series<br>B, 5.25%, 6/15/34   | 685                  | 716,640      |
|  |                      | 42,682,564   |
| <b>Indiana 2.7%</b>  |                      |              |
| Indiana Finance Authority, RB, Sisters of<br>St. Francis Health, 5.25%, 11/01/39   | 915                  | 933,364      |
| Indiana Finance Authority, Refunding<br>RB:<br>Ascension Health Senior<br>Credit, Series B-5, 5.00%,<br>11/15/36                   | 1,500                | 1,524,975    |
| First Lien, CWA Authority,<br>Series A, 5.25%, 10/01/38  | 1,720                | 1,825,729    |
| Indiana Health Facility Financing<br>Authority, Refunding RB, Methodist<br>Hospital Inc., 5.38%, 9/15/22                           | 3,675                | 3,437,264    |
| Indiana Municipal Power Agency, RB,<br>Series B, 6.00%, 1/01/39  | 1,200                | 1,304,340    |
|  |                      | 9,025,672    |
| <b>Iowa 0.6%</b>   |                      |              |
| Iowa State Student Loan Liquidity Corp.,<br>RB, AMT, Series A-1, 5.15%,<br>12/01/22  | 2,140                | 2,140,000    |



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Schedule of Investments (continued)

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

|   | Par<br>(000) | Value        |
|---|--------------|--------------|
| <b>Municipal Bonds</b>  |              |              |
| <b>Kansas 0.5%</b>  |              |              |
| Kansas Development Finance Authority,<br>Refunding RB, Sisters of Leavenworth,<br>Series A, 5.00%, 1/01/40  | \$ 1,755     | \$ 1,775,867 |
| <b>Kentucky 0.4%</b>  |              |              |
| Kentucky Economic Development<br>Finance Authority, Refunding RB,<br>Owensboro Medical Health System,<br>Series A, 6.38%, 6/01/40                           | 1,105        | 1,156,228    |
| <b>Louisiana 1.2%</b>   |              |              |
| Louisiana Local Government<br>Environmental Facilities & Community<br>Development Authority, RB, Westlake<br>Chemical Corp., Series A-1, 6.50%,<br>11/01/35 | 3,650        | 3,800,745    |
| <b>Maryland 1.5%</b>  |              |              |
| Maryland EDC, RB, Transportation<br>Facilities Project, Series A, 5.75%,<br>6/01/35   | 475          | 475,632      |
| Maryland EDC, Refunding RB, CNX<br>Marine Terminals, Inc., 5.75%,<br>9/01/25  | 1,000        | 1,018,270    |
| Maryland Health & Higher Educational<br>Facilities Authority, RB, Union Hospital<br>Of Cecil County Issue, 5.63%,<br>7/01/32                                | 1,000        | 1,002,710    |
| Maryland Health & Higher Educational<br>Facilities Authority, Refunding RB,<br>Charlestown Community, 6.25%,<br>1/01/41                                     | 2,400        | 2,499,360    |
|   |              | 4,995,972    |
| <b>Massachusetts 1.0%</b>   |              |              |
| Massachusetts Bay Transportation<br>Authority, Refunding RB, Senior Series<br>A, 5.25%, 7/01/29   | 2,000        | 2,389,440    |
| Massachusetts Health & Educational<br>Facilities Authority, Refunding RB,<br>Partners Healthcare, Series J1,<br>5.00%, 7/01/39                              | 955          | 974,902      |
|   |              | 3,364,342    |
| <b>Michigan 1.1%</b>  |              |              |
| Kalamazoo Hospital Finance Authority,<br>Refunding RB, Bronson Methodist<br>Hospital, 5.50%, 5/15/36  | 1,500        | 1,520,190    |
| Michigan State Hospital Finance<br>Authority, Refunding RB, Henry Ford<br>Health System, Series A, 5.25%,<br>11/15/46                                       | 2,305        | 2,243,088    |
|   |              | 3,763,278    |
| <b>Minnesota 2.2%</b>   |              |              |
|   | 4,905        | 5,138,380    |

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Tobacco Securitization Authority  
Minnesota Refunding, RB, Series B,  
5.25%, 3/01/25

|   | Par<br>(000) | Value        |
|---|--------------|--------------|
| <b>Municipal Bonds</b>  |              |              |
| <b>Minnesota (concluded)</b>  |              |              |
| Tobacco Securitization Authority,<br>Minnesota, Refunding RB, Tobacco<br>Settlement, Series B, 5.25%, 3/01/31                         | \$ 2,065     | \$ 2,086,042 |
|   |              | 7,224,422    |
| <b>Missouri 2.1%</b>  |              |              |
| 370/Missouri Bottom Road/Taussig<br>Road Transportation Development<br>District, RB, 7.20%, 5/01/33                                   | 6,000        | 5,845,140    |
| Missouri State Health & Educational<br>Facilities Authority, RB, Senior Living<br>Facilities, Lutheran Senior Home,<br>5.50%, 2/01/42 | 1,135        | 1,060,692    |
|   |              | 6,905,832    |
| <b>Multi-State 4.1%</b>   |              |              |
| Centerline Equity Issuer Trust (d)(e):  |              |              |
| 5.75%, 5/15/15  | 1,000        | 1,069,550    |
| 6.00%, 5/15/15  | 5,000        | 5,400,300    |
| 6.00%, 5/15/19  | 3,500        | 3,865,295    |
| 6.30%, 5/15/19  | 3,000        | 3,323,670    |
|   |              | 13,658,815   |
| <b>Nebraska 0.9%</b>  |              |              |
| Lancaster County Hospital Authority No.<br>1, RB, Immanuel Obligation Group,<br>5.63%, 1/01/40  | 1,245        | 1,265,543    |
| Sarpy County Hospital Authority No. 1,<br>RB, Immanuel Obligation Group,<br>5.63%, 1/01/40  | 1,635        | 1,661,977    |
|   |              | 2,927,520    |
| <b>Nevada 0.8%</b>  |              |              |
| County of Clark Nevada, Refunding RB,<br>Alexander Dawson School Nevada<br>Project, 5.00%, 5/15/29                                    | 2,465        | 2,507,275    |
| <b>New Jersey 10.8%</b>   |              |              |
| New Jersey EDA, RB:<br>Cigarette Tax, 5.75%,<br>6/15/34   | 3,810        | 3,665,715    |
| Continental Airlines Inc.<br>Project, AMT, 7.20%,<br>11/15/30 (f)   | 10,100       | 10,104,040   |
| Kapkowski Road Landfill<br>Project, Series 1998B, AMT,<br>6.50%, 4/01/31  | 10,000       | 9,919,600    |
| New Jersey EDA, Special Assessment<br>Bonds, Refunding, Kapkowski Road<br>Landfill Project, 6.50%, 4/01/28                            | 7,475        | 7,757,929    |
| New Jersey Transportation Trust Fund<br>Authority, RB, Transportation System,<br>Series B, 5.25%, 6/15/36                             | 2,690        | 2,781,729    |
| Port Authority of New York & New Jersey,<br>RB, JFK International Air Terminal,<br>6.00%, 12/01/42                                    | 1,375        | 1,436,999    |
|   |              | 35,666,012   |



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Schedule of Investments (continued)

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

|  | Par<br>(000) | Value      |
|--|--------------|------------|
| <b>Municipal Bonds</b>   |              |            |
| <b>New York 3.1%</b>   |              |            |
| Albany Industrial Development Agency,<br>RB, New Covenant Charter School<br>Project, Series A, 7.00%, 5/01/35<br>(b)(c)  | \$ 985       | \$ 246,250 |
| Metropolitan Transportation Authority,<br>Refunding RB, Transportation, Series<br>D, 5.25%, 11/15/40   | 1,325        | 1,374,807  |
| New York City Industrial Development<br>Agency, RB, American Airlines Inc.,<br>JFK International Airport, AMT, 7.75%,<br>8/01/31 (b)(f)  | 6,700        | 5,761,866  |
| New York Liberty Development Corp.,<br>Refunding RB, Second Priority, Bank<br>of America Tower at One Bryant Park<br>Project, 6.38%, 7/15/49                                   | 1,335        | 1,385,810  |
| Port Authority of New York & New Jersey,<br>RB, JFK International Air Terminal,<br>6.00%, 12/01/36   | 1,410        | 1,471,025  |
|  |              | 10,239,758 |
| <b>North Carolina 2.2%</b>   |              |            |
| Gaston County Industrial Facilities &<br>Pollution Control Financing Authority<br>North Carolina, RB, Exempt Facilities<br>National Gypsum Co. Project, AMT,<br>5.75%, 8/01/35 | 7,500        | 5,813,700  |
| North Carolina Medical Care<br>Commission, RB, Duke University<br>Health System, Series A, 5.00%,<br>6/01/42   | 1,525        | 1,552,679  |
|  |              | 7,366,379  |
| <b>Ohio 2.0%</b>   |              |            |
| County of Allen Ohio, Refunding RB,<br>Catholic Healthcare, Series A, 5.25%,<br>6/01/38  | 3,405        | 3,463,362  |
| County of Montgomery Ohio, Refunding<br>RB, Catholic Healthcare, Series A,<br>5.00%, 5/01/39   | 3,025        | 3,045,388  |
|  |              | 6,508,750  |
| <b>Oklahoma 0.8%</b>   |              |            |
| Tulsa Airports Improvement Trust, RB,<br>Series A, Mandatory Put Bonds, AMT,<br>7.75%, 6/01/35 (b)(f)  | 3,925        | 2,737,687  |
| <b>Pennsylvania 2.7%</b>   |              |            |
| Allegheny County Hospital Development<br>Authority, Refunding RB, Health<br>System, West Penn, Series A, 5.38%,<br>11/15/40  | 2,000        | 1,676,380  |
| Pennsylvania Economic Development<br>Financing Authority, RB:  | 5,175        | 5,211,846  |

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|  |       |           |
|--|-------|-----------|
| Amtrak Project, Series A, AMT,<br>6.38%, 11/01/41  |       |           |
| Aqua Pennsylvania Inc.<br>Project, 5.00%, 11/15/40 | 2,065 | 2,158,668 |
|  |       | 9,046,894 |

|   | Par<br>(000) | Value        |
|---|--------------|--------------|
| <b>Municipal Bonds</b>  |              |              |
| <b>Puerto Rico 5.3%</b>   |              |              |
| Puerto Rico Sales Tax Financing Corp.,<br>RB:   |              |              |
| CAB, Series A, 6.58%,<br>8/01/33 (a)  | \$ 13,600    | \$ 3,591,488 |
| CAB, Series A, 6.61%,<br>8/01/34 (a)  | 5,500        | 1,350,965    |
| CAB, Series A, 6.61%,<br>8/01/35 (a)  | 14,055       | 3,215,362    |
| CAB, Series A, 6.64%,<br>8/01/36 (a)  | 11,875       | 2,540,300    |
| First Sub-Series A, 6.50%,<br>8/01/44   | 6,100        | 6,891,902    |
|   |              | 17,590,017   |
| <b>South Carolina 4.2%</b>  |              |              |
| County of Greenwood South Carolina,<br>RB, Facilities, Self Memorial Hospital:  |              |              |
| 5.50%, 10/01/26   | 2,280        | 2,281,277    |
| 5.50%, 10/01/31   | 3,250        | 3,251,202    |
| South Carolina Jobs-EDA, Refunding RB,<br>Palmetto Health Alliance, Series A,<br>6.25%, 8/01/31                                     | 2,640        | 2,676,802    |
| South Carolina State Ports Authority, RB,<br>5.25%, 7/01/40   | 3,595        | 3,772,054    |
| South Carolina State Public Service<br>Authority, Refunding RB, Santee<br>Cooper Project, Series C, 5.00%,<br>12/01/36              | 1,685        | 1,795,586    |
|   |              | 13,776,921   |
| <b>Tennessee 3.8%</b>   |              |              |
| Knox County Health Educational &<br>Housing Facilities Board Tennessee,<br>Refunding RB, CAB, Series A (AGM),<br>5.77%, 1/01/21 (a) | 20,405       | 12,391,956   |
| <b>Texas 14.9%</b>  |              |              |
| Brazos River Authority, RB, TXU Electric,<br>Series A, AMT, 8.25%, 10/01/30   | 2,400        | 623,184      |
| Central Texas Regional Mobility<br>Authority, RB, Senior Lien, 6.25%,<br>1/01/46  | 2,350        | 2,393,827    |
| City of Dallas Texas, Refunding RB,<br>5.00%, 10/01/35  | 1,650        | 1,776,802    |
| City of Houston Texas, RB, Senior Lien,<br>Series A, 5.50%, 7/01/39   | 1,675        | 1,771,447    |
| City of Houston Texas, Refunding RB,<br>Combined, First Lien, Series A (AGC),<br>6.00%, 11/15/35                                    | 9,145        | 10,364,669   |
| Gulf Coast Waste Disposal Authority,<br>Refunding RB, Series A, AMT, 6.10%,<br>8/01/24  | 5,000        | 5,124,200    |
| Harris County-Houston Sports Authority,<br>Refunding RB, Third Lien, Series A-3<br>(NPFGC), 5.96%, 11/15/36 (a)                     | 25,375       | 4,029,804    |

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|  |    |        |
|--|----|--------|
| Lower Colorado River Authority,<br>Refunding RB (NPFGC) (g): |    |        |
| 5.00%, 5/15/13   | 35 | 37,347 |
| Series A, 5.00%, 5/15/13                                     | 5  | 5,335  |

BLACKROCK MUNICIPAL INCOME TRUST II

NOVEMBER 30, 2011

4

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Schedule of Investments (continued)

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

| Municipal Bonds  | Par<br>(000) | Value        |
|--|--------------|--------------|
| <b>Texas (concluded)</b>   |              |              |
| North Texas Tollway Authority, RB, Toll<br>2nd Tier, Series F, 6.13%, 1/01/31  | \$ 6,790     | \$ 7,130,179 |
| San Antonio Energy Acquisition Public<br>Facility Corp., RB, Gas Supply, 5.50%,<br>8/01/24   | 3,600        | 3,616,020    |
| Tarrant County Cultural Education<br>Facilities Finance Corp., RB, Scott &<br>White Healthcare, 6.00%, 8/15/45   | 4,410        | 4,727,520    |
| Texas Private Activity Bond Surface<br>Transportation Corp., RB, Senior Lien:<br>LBJ Infrastructure Group LLC,<br>LBJ Freeway Managed Lanes<br>Project, 7.00%, 6/30/40 | 4,210        | 4,553,452    |
| NTE Mobility Partners LLC,<br>North Tarrant Express<br>Managed Lanes Project,<br>6.88%, 12/31/39   | 3,000        | 3,205,560    |
|  |              | 49,359,346   |
| <b>Utah 1.2%</b>   |              |              |
| City of Riverton Utah, RB, IHC Health<br>Services Inc., 5.00%, 8/15/41   | 3,960        | 4,017,895    |
| <b>Virginia 1.9%</b>   |              |              |
| City of Norfolk Virginia, Refunding RB,<br>Series B (AMBAC), 5.50%, 2/01/31  | 1,240        | 1,240,112    |
| Halifax County IDA, Refunding RB, Old<br>Dominion Electric Co-op Project, AMT<br>(AMBAC), 5.63%, 6/01/28   | 5,000        | 5,106,800    |
|  |              | 6,346,912    |
| <b>Washington 2.4%</b>   |              |              |
| Bellingham, Water & Sewer Revenue,<br>RB, 5.00%, 8/01/36   | 5,050        | 5,380,472    |
| Washington Health Care Facilities<br>Authority, RB, Swedish Health<br>Services, Series A, 6.75%, 11/15/41  | 2,190        | 2,416,906    |
|  |              | 7,797,378    |
| <b>Wisconsin 2.1%</b>  |              |              |
| Wisconsin Health & Educational<br>Facilities Authority, RB:<br>Ascension Health Senior Credit<br>Group, 5.00%, 11/15/30  | 1,790        | 1,867,525    |
| Ascension Health Senior Credit<br>Group, 5.00%, 11/15/33   | 910          | 941,368      |
| Aurora Health Care, 6.40%,<br>4/15/33  | 3,930        | 4,007,185    |
|  |              | 6,816,078    |
| <b>Wyoming 1.6%</b>  |              |              |
| County of Sweetwater Wyoming,<br>Refunding RB, Idaho Power Co.<br>Project, 5.25%, 7/15/26  | 3,355        | 3,640,410    |

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| Municipal Bonds                                  | Par<br>(000) | Value       |
|--|--------------|-------------|
| <b>Wyoming (concluded)</b>                       |              |             |
| Wyoming Municipal Power Agency, RB,<br>Series A: |              |             |
| 5.50%, 1/01/33                                   | \$ 800       | \$ 846,944  |
| 5.50%, 1/01/38                                   | 750          | 788,287     |
|  |              | 5,275,641   |
| <b>Total Municipal Bonds 126.1%</b>              |              | 416,891,535 |

**Municipal Bonds Transferred to Tender**

**Option Bond (TOB) Trusts (h)**

**Alabama 0.8%**

|   |       |           |
|---|-------|-----------|
| Alabama Special Care Facilities<br>Financing Authority-Birmingham,<br>Refunding RB, Ascension Health<br>Senior Credit, Series C-2, 5.00%,<br>11/15/36 | 2,519 | 2,554,236 |
|---|-------|-----------|

**California 5.6%**

|   |        |            |
|---|--------|------------|
| California Educational Facilities<br>Authority, RB, University of Southern<br>California, Series A, 5.25%, 10/01/39 | 2,850  | 3,059,332  |
| Los Angeles Community College District<br>California, GO, Election of 2001,<br>Series A (AGM), 5.00%, 8/01/32       | 2,530  | 2,637,500  |
| San Diego Community College District<br>California, GO, Election of 2002,<br>5.25%, 8/01/33                         | 1,840  | 1,992,633  |
| San Francisco City & County Public<br>Water Utilities Commission, RB, Series<br>B, 5.00%, 11/01/39                  | 10,335 | 10,837,074 |
|   |        | 18,526,539 |

**Colorado 2.1%**

|  |       |           |
|--|-------|-----------|
| Colorado Health Facilities Authority, RB<br>(AGM), Catholic Health:<br>Series C-3, 5.10%, 10/01/41 | 4,230 | 4,266,632 |
| Series C-7, 5.00%, 9/01/36   | 2,710 | 2,733,577 |
|  |       | 7,000,209 |

**Connecticut 3.3%**

|  |       |            |
|--|-------|------------|
| Connecticut State Health & Educational<br>Facility Authority, RB, Yale University:<br>Series T-1, 4.70%, 7/01/29 | 5,170 | 5,514,064  |
| Series X-3, 4.85%, 7/01/37   | 5,130 | 5,380,241  |
|  |       | 10,894,305 |

**Georgia 1.5%**

|  |       |           |
|--|-------|-----------|
| Private Colleges & Universities Authority,<br>Refunding, RB, Emory University,<br>Series C, 5.00%, 9/01/38 | 4,638 | 4,876,712 |
|--|-------|-----------|

**Massachusetts 2.6%**

|  |       |           |
|--|-------|-----------|
| Massachusetts State School Building<br>Authority, Sales Tax Revenue RB,<br>Senior, Series B, 5.00%, 10/15/41 | 4,950 | 5,242,545 |
|--|-------|-----------|

## Schedule of Investments (continued)

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

|  | Par<br>(000) | Value              |
|--|--------------|--------------------|
| <b>Municipal Bonds Transferred to Tender Option Bond (TOB) Trusts (h)</b>  |              |                    |
| <b>Massachusetts (concluded)</b>   |              |                    |
| Massachusetts Water Resources Authority, Refunding RB, General, Series A, 5.00%, 8/01/41                             | \$ 3,150     | \$ 3,255,651       |
|  |              | 8,498,196          |
| <b>New Hampshire 0.7%</b>  |              |                    |
| New Hampshire Health & Education Facilities Authority, Refunding RB, Dartmouth College, 5.25%, 6/01/39               | 2,219        | 2,441,001          |
| <b>New York 9.2%</b>   |              |                    |
| Hudson New York Yards Infrastructure Corp., RB, Series A, 5.75%, 2/15/47   | 1,750        | 1,850,906          |
| New York City Municipal Water Finance Authority, RB, Series FF-2, 5.50%, 6/15/40                                     | 1,710        | 1,875,071          |
| New York City Municipal Water Finance Authority, RB, Second General Resolution, Series HH, 5.00%, 6/15/31            | 9,149        | 9,868,503          |
| New York State Dormitory Authority, ERB, Series F, 5.00%, 3/15/35  | 9,284        | 9,575,438          |
| New York State Liberty Development Corp., Liberty Revenue, Refunding RB, World Trade Center Project, 5.75%, 11/15/51 | 7,040        | 7,472,749          |
|  |              | 30,642,667         |
| <b>Texas 1.2%</b>  |              |                    |
| RBC Municipal Products Inc Trust, RB, RBC Products Trust Residual, Series 0-5, 5.00%, 11/01/41 (d)(f)                | 1,860        | 3,931,445          |
| <b>Virginia 1.9%</b>   |              |                    |
| University of Virginia, Refunding RB, General, 5.00%, 6/01/40  | 5,909        | 6,339,062          |
| <b>Washington 3.6%</b>   |              |                    |
| Central Puget Sound Regional Transit Authority, RB, Series A (AGM), 5.00%, 11/01/32                                  | 3,029        | 3,189,222          |
| State of Washington, GO, Various Purpose, Series E, 5.00%, 2/01/34   | 8,113        | 8,713,806          |
|  |              | 11,903,028         |
| <b>Total Municipal Bonds Transferred to Tender Option Bond (TOB) Trusts</b>  |              | <b>32.5%</b>       |
| <b>Total Long-Term Investments</b>   |              | <b>107,607,400</b> |
| <b>(Cost \$516,306,651)</b>  |              | <b>158.6%</b>      |
|  |              | <b>524,498,935</b> |
| <b>Short-Term Securities</b>   |              |                    |
| <b>Michigan 1.1%</b>   |              |                    |
| Michigan Finance Authority, RB, SAN Detroit Schools, Series A-1, 6.45%,  | \$ 3,580     | \$ 3,580,000       |

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2/20/12

|  | Shares     |                |
|--|------------|----------------|
| <b>Money Market Funds 3.1%</b>   |            |                |
| FFI Institutional Tax-Exempt Fund,<br>0.01% (i)(j)   | 10,401,503 | 10,401,503     |
| <b>Total Short-Term Securities<br/>(Cost \$13,981,503) 4.2%</b>                                      |            | 13,981,503     |
| <b>Total Investments (Cost \$530,288,154*) - 162.8%</b>  |            | 538,480,438    |
| <b>Other Assets Less Liabilities 1.1%</b>  |            | 3,594,732      |
| <b>Liability for TOB Trust Certificates, Including Interest<br/>Expense and Fees Payable (18.2)%</b> |            | (60,076,364)   |
| <b>AMPS, at Redemption Value (45.7)%</b>   |            | (151,303,529)  |
| <b>Net Assets Applicable to Common Shares 100.0%</b>   |            | \$ 330,695,277 |

\* The cost and unrealized appreciation (depreciation) of investments as of November 30, 2011, as computed for federal income tax purposes, were as follows:

|                               |                |
|-------------------------------|----------------|
| Aggregate cost                | \$ 469,290,631 |
| Gross unrealized appreciation | \$ 21,050,088  |
| Gross unrealized depreciation | (11,915,137)   |
| Net unrealized appreciation   | \$ 9,134,951   |

- (a) Represents a zero-coupon bond. Rate shown reflects the current yield as of report date.
- (b) Issuer filed for bankruptcy and/or is in default of interest payments.
- (c) Non-income producing security.
- (d) Security exempt from registration pursuant to Rule 144A under the Securities Act of 1933. These securities may be resold in transactions exempt from registration to qualified institutional investors.
- (e) 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.
- (f) Variable rate security. Rate shown is as of report date.
- (g) 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.
- (h) Securities represent bonds transferred to a TOB in exchange for which the Trust acquired residual interest certificates. These securities serve as collateral in a financing transaction.

## Schedule of Investments (concluded)

## BlackRock Municipal Income Trust II (BLE)

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

| Affiliate                               | Shares<br>Held at<br>August 31,<br>2011 | Net<br>Activity | Shares<br>Held at<br>November 30,<br>2011 | Income |
|---|---|-----------------|---|--------|
| FFI Institutional<br>Tax-Exempt<br>Fund | 11,840,465                              | (1,438,962)     | 10,401,503                                | \$ 346 |

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

Fair Value Measurements - Various inputs are used in determining the fair value of investments. These inputs are categorized into a disclosure hierarchy consisting of three broad levels for financial reporting purposes as follows:

Level 1 unadjusted price quotations in active markets/exchanges for identical assets and liabilities

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)

Changes in valuation techniques may result in transfers in or out of an assigned level within the disclosure hierarchy. The categorization of a value determined for investments is based on the pricing transparency of the investment and does not necessarily correspond to the Trust's perceived risk of 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 November 30, 2011 in determining the fair valuation of the Trust's investments:

| Valuation Inputs                      | Level 1       | Level 2        | Level 3 | Total          |
|---------------------------------------|---------------|----------------|---------|----------------|
| <b>Assets:</b>                        |               |                |         |                |
| Investments:                          |               |                |         |                |
| Long-Term<br>Investments <sup>1</sup> |               | \$ 524,498,935 |         | \$ 524,498,935 |
| Short-Term<br>Securities              | \$ 10,401,503 | 3,580,000      |         | 13,981,503     |
| <b>Total</b>                          | \$ 10,401,503 | \$ 528,078,935 |         | \$ 538,480,438 |

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



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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 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 II

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

Date: January 23, 2012

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

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

Date: January 23, 2012

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

Date: January 23, 2012

