

BLACKROCK MUNICIPAL INCOME TRUST  
Form N-Q  
March 31, 2008

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: Donald C. Burke, Chief Executive Officer, BlackRock Municipal Income Trust, 800 Scudders Mill Road, Plainsboro, NJ, 08536. Mailing address: P.O. Box 9011, Princeton, NJ, 08543-9011

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

Date of fiscal year end: 10/31/2008

Date of reporting period: 11/01/2007  01/31/2008

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**BlackRock Municipal Income Trust**

Schedule of Investments as of January 31, 2008 (Unaudited)			(in Thousands)
State	Face Amount	Municipal Bonds	Value
<b>Alabama - 4.0%</b>	\$ 4,545	Birmingham, Alabama, Special Care Facilities Financing Authority, Revenue Refunding Bonds (Ascension Health Credit), Series C-2, 5% due 11/15/2036	\$ 4,586
	3,260	Birmingham, Alabama, Special Care Facilities Financing Authority, Revenue Refunding Bonds (Ascension Health Credit), Series C-2, 5% due 11/15/2039	3,287
	15,000	Huntsville, Alabama, Health Care Authority Revenue Bonds, Series B, 5.75% due 6/01/2012 (j)	16,928
<b>Arizona - 6.5%</b>	5,336	Phoenix and Pima County, Arizona, IDA, S/F Mortgage Revenue Refunding Bonds, AMT, Series 2007-1, 5.25% due 8/01/2038 (e)(f)	5,494
	4,590	Pima County, Arizona, IDA, Education Revenue Bonds (American Charter Schools Foundation), Series A, 5.625% due 7/01/2038	4,275
	10,280	Salt Verde Financial Corporation, Arizona, Senior Gas Revenue Bonds, 5% due 12/01/2032	9,574
	14,395	Salt Verde Financial Corporation, Arizona, Senior Gas Revenue Bonds, 5% due 12/01/2037	13,226
<b>California - 18.3%</b>	7,000	Scottsdale, Arizona, IDA, Hospital Revenue Bonds (Scottsdale Healthcare), 5.80% due 12/01/2011 (j)	7,878
	3,385	California County Tobacco Securitization Agency, Tobacco Revenue Bonds (Stanislaus County Tobacco Funding Corporation), Sub-Series B, 5.875% due 6/01/2046 (n)	232
	17,855	California County Tobacco Securitization Agency, Tobacco Revenue Bonds (Stanislaus County Tobacco Funding Corporation), Sub-Series C, 6.30% due 6/01/2055 (n)	530
	22,825	California County Tobacco Securitization Agency, Tobacco Revenue Bonds (Stanislaus County Tobacco Funding Corporation), Sub-Series D, 7.251% due 6/01/2055 (n)	540
	11,670	California State, GO, Refunding, 5% due 6/01/2032	11,727
	7,000	California State, GO, Refunding, 5% due 6/01/2034	7,016
	5,000	California Statewide Communities Development Authority, Health Facility Revenue Bonds (Memorial Health Services), Series A, 5.50% due 10/01/2033	5,105
	54,635	Foothill/Eastern Corridor Agency, California, Toll Road Revenue Refunding Bonds, 6.09% due 1/15/2032 (n)	13,377
	20,535	Foothill/Eastern Corridor Agency, California, Toll Road Revenue Refunding Bonds, 6.019% due 1/15/2034 (n)	4,446
	75,000	Foothill/Eastern Corridor Agency, California, Toll Road Revenue Refunding Bonds, 6.093% due 1/15/2038 (n)	12,709

**Portfolio Abbreviations**

To simplify the listings of BlackRock Municipal Income Trust's portfolio holdings in the Schedule of Investments, the securities according to the list below.

**AMT** Alternative Minimum Tax (subject to)

**EDA** Economic Development Authority  
**EDR** Economic Development Revenue Bonds  
**GO** General Obligation Bonds  
**HFA** Housing Finance Authority

**II**  
**M**  
**P**  
**S**

## BlackRock Municipal Income Trust

### Schedule of Investments as of January 31, 2008 (Unaudited)

State	Face Amount	Municipal Bonds
	\$ 10,000	Golden State Tobacco Securitization Corporation of California, Tobacco Series A-1, 6.625% due 6/01/2013 (j)
	5,000	Golden State Tobacco Securitization Corporation of California, Tobacco Bonds, Series A, 5% due 6/01/2045
	3,115	Lincoln, California, Special Tax Bonds (Community Facilities District Number 2, Series A, 5% due 9/01/2013 (j)
	13,320	Los Angeles, California, Regional Airports Improvement Corporation, Finance Refunding Bonds (LAXFUEL Corporation - Los Angeles International Airport), Series A, 5% due 1/01/2032 (b)
	5,000	Murrieta, California, Community Facilities District Number 2, Special Tax Bonds (Improvement Area Project), Series A, 6% due 9/01/2034
	10,565	University of California Revenue Bonds, Series B, 4.75% due 5/15/2038
	5,000	University of California Revenue Bonds, Series C, 4.75% due 5/15/2037
	4,015	West Valley Mission Community College District, California, GO (Electricity), Series A, 5% due 8/01/2030 (g)
<b>Colorado - 1.4%</b>	2,545	Colorado Springs, Colorado, Utilities System Improvement Revenue Bonds, Series A, 5% due 11/15/2045 (g)
	3,500	Denver, Colorado, Health and Hospital Authority, Healthcare Revenue Bonds, Series A, 5% due 12/01/2011 (j)
	2,530	Park Creek Metropolitan District, Colorado, Senior Limited Tax Support Bonds, Series A, 5.50% due 12/01/2037
<b>District of Columbia - 6.7%</b>	15,600	District of Columbia Revenue Bonds (Georgetown University), Series A, 6% due 12/01/2037
	51,185	District of Columbia Revenue Bonds (Georgetown University), Series A, 6% due 12/01/2037
	2,390	District of Columbia, Revenue Refunding Bonds (Friendship Public Charter School), Series A, 6% due 6/01/2033 (a)
	25,535	District of Columbia Tobacco Settlement Financing Corporation, Asset-Backed Bonds, 6.75% due 5/15/2040
<b>Florida - 11.3%</b>	1,905	Heritage Isle at Viera Community Development District, Florida, Special Tax Bonds, Series A, 6% due 5/01/2035
	9,670	Highlands County, Florida, Health Facilities Authority, Hospital Revenue Bonds, Series A, 6% due 11/15/2011 (j)
	11,035	Jacksonville Electric Authority, Florida, Electric System Revenue Bonds, Series A, 6% due 10/01/2034 (g)
	2,900	Jacksonville Electric Authority, Florida, Water and Sewer System Revenue Bonds, Series A, 6% due 10/01/2041 (i)
	9,000	Martin County, Florida, IDA, IDR, Refunding (Indiantown Cogeneration Plant), Series A, 7.875% due 12/15/2025

## BlackRock Municipal Income Trust

### Schedule of Investments as of January 31, 2008 (Unaudited)

State	Face Amount	Municipal Bonds
	\$ 11,685	Miami Beach, Florida, Health Facilities Authority, Hospital Revenue Refunding Bonds (Medical Center of Florida), 6.75% due 11/15/2021
	10,830	Orange County, Florida, Tourist Development, Tax Revenue Refunding Bonds, 4.75%
	3,880	Stevens Plantation Community Development District, Florida, Special Assessment Revenue Bonds, Series A, 7.10% due 5/01/2035
	8,335	Village Community Development District Number 5, Florida, Special Assessment Bonds, 5/01/2022
<b>Georgia - 0.7%</b>	4,000	Richmond County, Georgia, Development Authority, Environmental Improvement Revenue Bonds (International Paper Co. Projects), AMT, Series A, 6% due 2/01/2025
<b>Idaho - 3.0%</b>	16,970	University of Idaho, Student Fee Revenue Bonds (University Housing Improvement Project), 4/01/2011 (d)(j)
<b>Illinois - 13.7%</b>	7,120	Bolingbrook, Illinois, GO, Refunding, Series B, 6% due 1/01/2033 (d)(n)
	14,085	Bolingbrook, Illinois, GO, Refunding, Series B, 6% due 1/01/2034 (d)(n)
	4,630	Centerpoint Intermodal Center Program Trust, Illinois, Tax Allocation Bonds, Class A, due 6/15/2023 (l)
	8,225	Chicago, Illinois, Housing Authority, Capital Program Revenue Refunding Bonds, 5%
	7,645	Chicago, Illinois, O'Hare International Airport Revenue Refunding Bonds, Third Lien, 5.25% due 1/01/2030 (g)
	7,145	Illinois Development Finance Authority, Hospital Revenue Bonds (Adventist Health System - Obligated Group), 5.65% due 11/15/2009 (j)
	760	Illinois Educational Facilities Authority, Revenue Refunding Bonds (University of Chicago), 5.25% due 7/01/2041
	10,000	Illinois Educational Facilities Authority, Student Housing Revenue Bonds (Education Trust Fund - University Center Project at DePaul), 6.25% due 5/01/2012 (j)
	5,000	Illinois Health Facilities Authority, Revenue Refunding Bonds (Elmhurst Memorial Hospital), due 1/01/2022
	6,000	Illinois Health Facilities Authority, Revenue Refunding Bonds (Elmhurst Memorial Hospital), due 1/01/2028
	7,975	Illinois Municipal Electric Agency, Power Supply Revenue Bonds, 4.50% due 2/01/2030
	1,685	Illinois State Finance Authority Revenue Bonds (Friendship Village of Schaumburg), Series A, due 2/15/2037
	2,885	Illinois State Finance Authority Revenue Bonds (Monarch Landing, Inc. Project), Series A, 12/01/2037
	3,700	Illinois State Finance Authority Revenue Bonds (Northwestern Memorial Hospital), Series A, 8/15/2014 (j)
	1,675	Illinois State Financing Authority, Student Housing Revenue Bonds (MJH Education Authority), Sub-Series B, 5.375% due 6/01/2035

## BlackRock Municipal Income Trust

### Schedule of Investments as of January 31, 2008 (Unaudited)

State	Face Amount	Municipal Bonds
	\$ 40,000	Metropolitan Pier and Exposition Authority, Illinois, Dedicated State Tax Revenue Bonds (Metropolitan Pier and Exposition Authority, Place Expansion), Series A, 6.01% due 12/15/2034 (i)(n)
<b>Indiana - 5.9%</b>	9,000	Indiana Health Facilities Financing Authority, Hospital Revenue Refunding Bonds (Indiana Health Facilities Financing Authority, Inc.), 5.50% due 9/15/2031
	10,000	Petersburg, Indiana, PCR, Refunding (Indianapolis Power & Light Co. Project), 5.50% due 12/01/2024
	16,000	Petersburg, Indiana, PCR, Refunding (Indianapolis Power & Light Co. Project), 5.50% due 12/01/2029
	2,305	Vincennes, Indiana, EDR, Refunding, 6.25% due 1/01/2024
<b>Kentucky - 0.2%</b>	1,365	Kentucky Housing Corporation, Housing Revenue Bonds, AMT, Series F, 5.40% due 12/01/2039 (e)(f)
<b>Louisiana - 2.0%</b>	9,215	Louisiana Local Government Environmental Facilities and Community Development Bonds (Capital Projects and Equipment Acquisition Program), 6.55% due 9/01/2031
	3,246	Saint Tammany Parish, Louisiana, Financing Authority, S/F Mortgage Revenue Bonds (Saint Tammany Parish, Louisiana, Financing Authority, S/F Mortgage Revenue Bonds Program), Series A, 5.25% due 12/01/2039 (e)(f)
<b>Maryland - 1.6%</b>	3,200	Baltimore, Maryland, Wastewater Project Revenue Bonds, Series D, 5% due 12/01/2031
	2,665	Maryland State Community Development Administration, Department of Housing and Community Development, Residential Revenue Refunding Bonds, AMT, Series A, 4.65% due 12/01/2031
	4,205	Maryland State Health and Higher Educational Facilities Authority, Revenue Bonds (Maryland State Health and Higher Educational Facilities Authority, Revenue Bonds), Series A, 5.50% due 8/15/2033
<b>Massachusetts - 1.1%</b>	6,770	Massachusetts State Water Resource Authority, General Revenue Refunding Bonds (Massachusetts State Water Resource Authority, General Revenue Refunding Bonds), Series A, 5.25% due 11/15/2046
<b>Michigan - 0.7%</b>	4,230	Michigan State Hospital Finance Authority, Revenue Refunding Bonds (Michigan State Hospital Finance Authority, Revenue Refunding Bonds), Series A, 5.25% due 11/15/2046
<b>Mississippi - 3.7%</b>	18,680	Gulfport, Mississippi, Hospital Facility Revenue Bonds (Memorial Hospital at Gulfport, Mississippi, Hospital Facility Revenue Bonds), Series A, 5.75% due 7/01/2031
	4,845	Mississippi Business Finance Corporation Revenue Bonds (Northrop Grumman Corporation, Mississippi Business Finance Corporation Revenue Bonds), Series A, 5.25% due 12/01/2028
<b>Missouri - 0.1%</b>	695	Missouri Joint Municipal Electric Utility Commission, Power Project Revenue Bonds (Missouri Joint Municipal Electric Utility Commission, Power Project Revenue Bonds), Series A, 4.60% due 1/01/2036 (i)
<b>Nebraska - 1.1%</b>	6,990	Omaha Public Power District, Nebraska, Electric System Revenue Bonds, Series A, 5.25% due 11/15/2046
<b>Nevada - 1.6%</b>	5,260	Clark County, Nevada, EDR, Refunding (Alexander Dawson School of Nevada), Series A, 5.25% due 5/15/2029
	5,000	Clark County, Nevada, Senior Airport Revenue Bonds, Series A, 5% due 7/01/2031
<b>New Hampshire - 1.2%</b>	3,500	New Hampshire Health and Education Facilities Authority Revenue Bonds (New Hampshire Health and Education Facilities Authority Revenue Bonds), Series A, 5.75% due 10/01/2031
	4,000	New Hampshire State Business Finance Authority, PCR, Refunding (Public Service Company of New Hampshire, New Hampshire State Business Finance Authority, PCR, Refunding), Series B, 4.75% due 5/01/2021 (i)

## BlackRock Municipal Income Trust

### Schedule of Investments as of January 31, 2008 (Unaudited)

State	Face Amount	Municipal Bonds
<b>New Jersey - 8.1%</b>	\$ 3,680	Middlesex County, New Jersey, Improvement Authority, Subordinate Revenue Bonds (Hotel/Conference Project), Series B, 6.25% due 1/01/2037
	18,500	New Jersey EDA, Cigarette Tax Revenue Bonds, 5.75% due 6/15/2029
	8,000	New Jersey EDA, EDR, Refunding (Kapkowski Road Landfill Reclamation Improvement Project), 6.50% due 4/01/2028
	15,410	New Jersey EDA, Special Facility Revenue Bonds (Continental Airlines Inc. Project), 6.50% due 11/15/2030
	4,960	Tobacco Settlement Financing Corporation of New Jersey, Asset-Backed Revenue Bonds, Series 1A, 4.50% due 6/01/2023
<b>New York - 8.0%</b>	1,820	Albany, New York, IDA, Civic Facility Revenue Bonds (New Covenant Charter School Project), Series A, 7% due 5/01/2035
	7,115	Metropolitan Transportation Authority, New York, Service Contract Revenue Bonds, Series A, 5% due 7/01/2030 (b)
	5,000	New York City, New York, City IDA, Special Facility Revenue Bonds (American International Airport), AMT, 8% due 8/01/2028
	22,140	New York City, New York, City IDA, Special Facility Revenue Bonds (Continental Airport), AMT, 7.75% due 8/01/2031
	6,025	New York Liberty Development Corporation Revenue Bonds (Goldman Sachs Project), Series A, 10/01/2035
	5,375	New York State Environmental Facilities Corporation, State Clean Water and Sewerage Revenue Bonds (New York City Water Project), Series B, 5% due 6/15/2031
<b>North Carolina - 3.7%</b>	12,130	Gaston County, North Carolina, Industrial Facilities and Pollution Control Financing Authority, Revenue Bonds (National Gypsum Company Project), AMT, 5.75% due 8/01/2035
	12,550	North Carolina Capital Facilities Finance Agency, Revenue Refunding Bonds (National Gypsum Company Project), Series B, 4.25% due 7/01/2042
<b>Ohio - 4.8%</b>	3,120	Buckeye Tobacco Settlement Financing Authority, Ohio, Tobacco Settlement Financing Authority, Series A-2, 6.50% due 6/01/2047
	23,820	Ohio State Air Quality Development Authority, Revenue Refunding Bonds (Dart Industries Company Project), Series B, 4.80% due 1/01/2034 (d)
	3,760	Pinnacle Community Infrastructure Financing Authority, Ohio, Revenue Bonds (Pinnacle Community Infrastructure Financing Authority), Series A, 12/01/2036
<b>Oklahoma - 2.1%</b>	5,420	Oklahoma State Development Finance Authority, Revenue Refunding Bonds (Oklahoma State Development Finance Authority), Series A, 5% due 2/15/2042
	7,175	Tulsa, Oklahoma, Municipal Airport Trust, Revenue Refunding Bonds, Series A, 5% due 1/01/2034

## BlackRock Municipal Income Trust

### Schedule of Investments as of January 31, 2008 (Unaudited)

State	Face Amount	Municipal Bonds
<b>Pennsylvania - 4.6%</b>	\$ 6,500	Pennsylvania Economic Development Financing Authority, Exempt Facilities Project), AMT, Series A, 6.375% due 11/01/2041
	15,580	Pennsylvania Economic Development Financing Authority, Exempt Facilities Project (Energy), AMT, Series A, 6.75% due 12/01/2036
	2,500	Pennsylvania HFA, S/F Mortgage Revenue Refunding Bonds, AMT, Series 97A
	4,000	Pennsylvania State Higher Educational Facilities Authority Revenue Bonds (L), due 5/01/2034
<b>Puerto Rico - 2.8%</b>	5,000	Puerto Rico Commonwealth Highway and Transportation Authority, Transportation Bonds, Series N, 5.25% due 7/01/2036 (c)
	11,000	Puerto Rico Electric Power Authority, Power Revenue Refunding Bonds, Series A, 5.25% due 7/01/2036 (c)
<b>South Carolina - 6.4%</b>	5,000	Lexington County, South Carolina, Health Services District Inc., Hospital Revenue Improvement Bonds, 5.50% due 11/01/2013 (j)
	10,000	Lexington County, South Carolina, Health Services District Inc., Hospital Revenue Improvement Bonds, 5.75% due 11/01/2013 (j)
	6,345	Scago Education Facilities Corporation for Chesterfield County School District, Revenue Refunding Bonds, 5% due 12/01/2029 (c)
	5,075	South Carolina Jobs EDA, Hospital Facilities Revenue Refunding Bonds (Palmetto), Series A, 6.25% due 8/01/2031
	8,010	South Carolina Jobs EDA, Hospital Facilities Revenue Refunding Bonds (Palmetto), Series C, 6.875% due 8/01/2013 (j)
	990	South Carolina Jobs EDA, Hospital Facilities Revenue Refunding Bonds (Palmetto), Series C, 6.875% due 8/01/2013 (j)
<b>Tennessee - 2.4%</b>	20,825	Knox County, Tennessee, Health, Educational and Housing Facilities Board, Hospital Revenue Refunding Bonds (Covenant Health), Series A, 5.70% due 1/01/2020 (g)(n)
	3,475	Shelby County, Tennessee, Health, Educational and Housing Facility Board, Hospital Revenue Refunding Bonds (Saint Jude Children's Research Hospital), 5% due 7/01/2025
<b>Texas - 13.4%</b>	5,000	Harris County-Houston Sports Authority, Texas, Revenue Refunding Bonds, Series A, 6.065% due 11/15/2035 (i)(n)
	12,580	Harris County-Houston Sports Authority, Texas, Revenue Refunding Bonds, Series A, 5.832% due 11/15/2038 (i)(n)
	26,120	Harris County-Houston Sports Authority, Texas, Revenue Refunding Bonds, Series A, 5.97% due 11/15/2037 (i)(n)
	50	Lower Colorado River Authority, Texas, Revenue Refunding Bonds, Series A, 5% due 5/15/2034 (b)
	2,345	Lower Colorado River Authority, Texas, Revenue Refunding Bonds, Series A, 5% due 5/15/2034 (b)
	5	Lower Colorado River Authority, Texas, Revenue Refunding Bonds, Series A, 5% due 5/15/2034 (b)
	13,305	Lower Colorado River Authority, Texas, Transmission Contract Revenue Refunding Bonds (Transmission Services Corp. Project), 4.75% due 5/15/2034 (b)



## BlackRock Municipal Income Trust

### Schedule of Investments as of January 31, 2008 (Unaudited)

State	Face Amount	Municipal Bonds
	\$ 1,700	Montgomery County, Texas, Municipal Utility District Number 46, Waterworks 4.75% due 3/01/2030 (i)
	5,060	Pearland, Texas, GO, Refunding, 4.75% due 3/01/2029 (d)
	6,540	SA Energy Acquisition Public Facilities Corporation, Texas, Gas Supply Revenue 8/01/2025
	4,435	Texas State Affordable Housing Corporation, M/F Housing Revenue Bonds (AMT Portfolio), Series B, 8% due 3/01/2032 (h)
	35,000	Texas State Turnpike Authority, Central Texas Turnpike System Revenue Bonds due 8/15/2032 (b)(n)
	62,325	Texas State Turnpike Authority, Central Texas Turnpike System Revenue Bonds due 8/15/2033 (b)(n)
	65,040	Texas State Turnpike Authority, Central Texas Turnpike System Revenue Bonds due 8/15/2034 (b)(n)
	8,390	Texas State Turnpike Authority, Central Texas Turnpike System Revenue Bonds due 8/15/2042 (b)
<b>Virginia - 0.4%</b>	8,105	Virginia Commonwealth Transportation Board, Transportation Contract Revenue (Route 28 Project), 5.287% due 4/01/2032 (i)(n)
<b>Washington - 1.4%</b>	3,615	King County, Washington, Sewer Revenue Refunding Bonds, 5% due 1/01/2036
	5,095	Washington State Health Care Facilities Authority, Revenue Refunding Bonds (System), Series A, 4.625% due 10/01/2034 (d)
<b>West Virginia - 0.3%</b>	2,070	West Virginia EDA, Lease Revenue Bonds (Correctional, Juvenile and Public Safety), 5% due 6/01/2029 (i)
<b>Wisconsin - 6.4%</b>	7,500	Wisconsin State Health and Educational Facilities Authority Revenue Bonds (AMT), 6.40% due 4/15/2033
	12,545	Wisconsin State Health and Educational Facilities Authority, Revenue Refunding Bonds (Community Health), 5.375% due 10/01/2011 (j)
	1,205	Wisconsin State Health and Educational Facilities Authority, Revenue Refunding Bonds (Community Health), 5.375% due 10/01/2030
	15,000	Wisconsin State Health and Educational Facilities Authority, Revenue Refunding Bonds (Franciscan Services, Inc.), 5.75% due 2/15/2012 (j)
<b>Wyoming - 0.8%</b>	2,765	Wyoming Community Development Authority, Housing Revenue Bonds, AMT, Series A, 12/01/2027
	2,605	Wyoming Community Development Authority, Housing Revenue Bonds, AMT, Series B, 12/01/2032
		<b>Total Municipal Bonds (Cost - \$912,630) - 150.4%</b>

**BlackRock Municipal Income Trust****Schedule of Investments as of January 31, 2008 (Unaudited)**

			(in Thousands)
	Face Amount		Value
<b>Multi-State - 7.4%</b>	\$		
	11,000	Charter Mac Equity Issuer Trust, 6.30% due 6/30/2049 (l)	\$ 11,494
	1,000	Charter Mac Equity Issuer Trust, 6.625% due 6/30/2049 (l)	1,049
	6,500	Charter Mac Equity Issuer Trust, 6.80% due 11/30/2050 (l)	7,106
	16,000	Charter Mac Equity Issuer Trust, 6.80% due 10/31/2052 (l)	18,396
	8,000	MuniMae TE Bond Subsidiary, LLC, 6.875% due 6/30/2049 (l)	8,375
		<b>Total Corporate Bonds (Cost - \$42,800) - 7.4%</b>	46,420
	<b>Shares Held</b>	<b>Short-Term Securities</b>	
	6,700	Merrill Lynch Institutional Tax-Exempt Fund, 2.47% (k)(o)	6,700
		<b>Total Short-Term Securities (Cost - \$6,700) - 1.1%</b>	6,700
		<b>Total Investments (Cost - \$962,130*) - 158.9%</b>	991,615
		<b>Other Assets Less Liabilities - 1.2%</b>	7,720
		<b>Preferred Shares, at Redemption Value - (60.1%)</b>	(375,281)
		<b>Net Assets Applicable to Common Shares - 100.0%</b>	\$ 624,054

\* The cost and unrealized appreciation (depreciation) of investments as of January 31, 2008, as computed for federal income tax purposes, were as follows:

Aggregate cost	\$	959,718
Gross unrealized appreciation	\$	49,591
Gross unrealized depreciation		(17,694)
Net unrealized appreciation	\$	31,897

- (a) ACA Insured.
- (b) AMBAC Insured.
- (c) Assured Guaranty Insured.
- (d) FGIC Insured.
- (e) FHLMC Collateralized.
- (f) FNMA/GNMA Collateralized.
- (h) Non-income producing security; issuer filed for bankruptcy or is in default of interest payments.
- (i) MBIA Insured.
- (j) Prerefunded.
- (k) Represents the current yield as of January 31, 2008.
- (l) The security may be offered and sold to "qualified institutional buyers" under Rule 144A of the Securities Act of 1933.
- (m) XL Capital Insured.
- (n) Represents a zero coupon bond; the interest rate shown reflects the effective yield at the time of purchase.
- (o) 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:

Affiliate	Net Activity	Dividend Income
Merrill Lynch Institutional Tax-Exempt Fund	4,100	\$ 95

**BlackRock Municipal Income Trust****Schedule of Investments as of January 31, 2008 (Unaudited)****(in Thousands)**

Financial futures contracts sold as of January 31, 2008 were as follows:

<b>Number of Contracts</b>	<b>Issue</b>	<b>Expiration Date</b>	<b>Face Value</b>	<b>Unrealized Depreciation</b>
500	10-Year U.S. Treasury Note	March 2008	\$ 56,366	\$ (1,993)

Forward interest rate swaps outstanding as of January 31, 2008 were as follows:

	<b>Notional Amount</b>	<b>Unrealized Depreciation</b>
Pay a fixed rate of 4.3385% and receive a floating rate based on 3-month USD LIBOR Broker, JPMorgan Chase Expires May 2018	\$ 54,390	\$ (293)

Pay a fixed rate of 3.585% and receive a floating rate based on 1-week (SIFMA) Municipal Swap Index rate

Broker, JPMorgan Chase Expires April 2023	\$ 26,800	(169)
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Pay a fixed rate of 3.731% and receive a floating rate based on 1-week (SIFMA) Municipal Swap Index rate

Broker, Citibank NA Expires March 2028	\$ 17,160	(127)
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**Total** \$ (589)

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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

By: /s/ Donald C. Burke  
Donald C. Burke  
Chief Executive Officer of  
BlackRock Municipal  
Income Trust

Date: March 24, 2008

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/ Donald C. Burke  
Donald C. Burke  
Chief Executive Officer (principal  
executive officer) of  
BlackRock Municipal Income Trust

Date: March 24, 2008

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

Date: March 24, 2008

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