

Edgar Filing: BLACKROCK DEBT STRATEGIES FUND, INC. - Form N-Q

BLACKROCK DEBT STRATEGIES FUND, INC.

Form N-Q

July 24, 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 811-08603

Name of Fund: BlackRock Debt Strategies Fund, Inc. (DSU)

Fund Address: 100 Bellevue Parkway, Wilmington, DE 19809

Name and address of agent for service: Donald C. Burke, Chief Executive Officer, BlackRock Debt Strategies Fund, Inc., 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: 02/28/2010

Date of reporting period: 05/31/2009

Item 1 – Schedule of Investments

BlackRock Debt Strategies Fund, Inc.

Schedule of Investments May 31, 2009 (Unaudited)

(Percentages shown are based on Net Assets)

Industry	Corporate Bonds	Par (000)	Value
Aerospace & Defense - 0.4%	Hawker Beechcraft Acquisition Co. LLC, 8.50%, 4/01/15	USD 3,200	\$ 1,344,000
Auto Components - 0.7%	Allison Transmission, Inc., 11%, 11/01/15 (a)	320	249,600
	Allison Transmission, Inc., 11.25%, 11/01/15 (a)(b)	1,020	683,400
	The Goodyear Tire & Rubber Co., 8.625%, 12/01/11	1,000	972,500
	Lear Corp., 8.75%, 12/01/16	700	182,000
	Venture Holdings Co. LLC, 12%, 6/01/09 (c)(d)	4,450	0
	Venture Holdings Co. LLC Series B, 9.50%, 7/01/05 (c)(d)(e)	1,800	180
			2,087,680
Building Products - 3.7%	Building Materials Corp. of America, 7.75%, 8/01/14	4,000	3,500,000
	CPG International I, Inc., 8.561%, 7/01/12 (f)	7,500	3,975,000
	CPG International I, Inc., 10.50%, 7/01/13	1,300	682,500
	Momentive Performance Materials, Inc. Series WI, 9.75%, 12/01/14	1,600	608,000
	Ply Gem Industries, Inc., 11.75%, 6/15/13	4,220	2,700,800
			11,466,300
Capital Markets - 2.3%	E*Trade Financial Corp., 12.50%, 11/30/17 (a)(b)	10,625	7,039,063
Chemicals - 3.3%	American Pacific Corp., 9%, 2/01/15	1,490	1,300,025
	GEO Specialty Chemicals Corp., 7.50%, 3/31/15 (a)(b)(g)	4,067	2,643,682
	GEO Specialty Chemicals, Inc., 10%, 3/31/15 (a)(f)	4,106	2,668,640
	Wellman Holdings, Inc. Second Lien Subordinate Note, 10%, 1/29/19 (a)(g)	2,978	2,978,000
	Wellman Holdings, Inc. Third Lien Subordinate Note, 5%, 1/29/19 (a)(g)	906	453,000
			10,043,347
Commercial Services & Supplies - 0.9%	West Corp., 11%, 10/15/16	3,270	2,779,500
Construction Materials - 0.9%	Nortek, Inc., 10%, 12/01/13	3,070	1,987,825
	Nortek, Inc., 8.50%, 9/01/14	2,850	755,250
			2,743,075
Containers & Packaging - 2.6%	Berry Plastics Holding Corp., 4.504%, 9/15/14 (f)	375	245,625
	Packaging Dynamics Finance Corp., 10%, 5/01/16 (a)	6,215	2,082,025
	Smurfit Kappa Funding Plc, 7.75%, 4/01/15	3,325	2,261,000
	Smurfit-Stone Container Enterprises, Inc., 8.375%, 7/01/12 (c)(d)	1,600	504,000
	Smurfit-Stone Container Enterprises, Inc., 8%, 3/15/17 (c)(d)	2,600	845,000
	Wise Metals Group LLC, 10.25%, 5/15/12	6,325	2,103,063
			8,040,713

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Diversified Consumer Services -			
0.6%	NBC Acquisition Corp., 11%, 3/15/13	3,875	1,937,500

Diversified Financial Services -			
5.8%	Archimedes Funding III Ltd., 5.50%, 11/29/11 (a)	5,744	2,067,728
	FCE Bank Plc, 7.125%, 1/16/12	EUR 8,000	9,613,210

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	Ford Motor Credit Co. LLC, 3.889%, 1/13/12 (f)	USD 2,680	\$ 2,117,200
	GMAC LLC, 6.875%, 9/15/11 (a)	900	805,500
	GMAC LLC, 6.75%, 12/01/14 (a)	3,690	3,081,150
	GMAC LLC, 8%, 11/01/31 (a)	460	345,000
			<u>18,029,788</u>
Diversified Telecommunication Services - 2.1%	Nordic Telephone Co. Holdings ApS, 8.875%, 5/01/16 (a)	2,600	2,600,000
	Qwest Corp., 8.375%, 5/01/16 (a)	4,000	3,930,000
			<u>6,530,000</u>
Electric Utilities - 0.4%	NSG Holdings LLC, 7.75%, 12/15/25 (a)	1,505	1,211,525
Electronic Equipment, Instruments & Components - 0.0%	Muzak Holdings, LLC, 13%, 3/15/10 (c)(d)	2,675	133,750
Food & Staples Retailing - 0.2%	Supervalu, Inc., 8%, 5/01/16	500	490,000
Health Care Equipment & Supplies - 1.1%	DJO Finance LLC, 10.875%, 11/15/14	4,250	3,485,000
Health Care Providers & Services - 1.0%	Community Health Systems, Inc. Series WI, 8.875%, 7/15/15	3,010	2,976,137
Hotels, Restaurants & Leisure - 4.5%	HRP Myrtle Beach Holdings LLC, 14.50%, 4/01/14 (a)(b)(c)(d)	6,892	8,614
	HRP Myrtle Beach Operations LLC, 7.383%, 4/01/12 (a)(c)(d)	5,000	50,000
	HRP Myrtle Beach Operations LLC, 12.50%, 4/01/13 (a)(c)(d)	5,000	6,250
	Harrah s Operating Co., Inc., 10%, 12/15/15 (a)	1,160	788,800
	Harrah s Operating Co., Inc., 10%, 12/15/18 (a)	2,377	1,586,648
	Harrah s Operating Co., Inc., 10%, 12/15/18 (a)	3,863	2,578,553
	Little Traverse Bay Bands of Odawa Indians, 10.25%, 2/15/14 (a)	2,560	1,107,200
	MGM Mirage, 10.375%, 5/15/14 (a)	800	824,000
	MGM Mirage, 11.125%, 11/15/17 (a)	1,340	1,403,650
	Shingle Springs Tribal Gaming Authority, 9.375%, 6/15/15 (a)	1,370	794,600
	Snoqualmie Entertainment Authority, 5.384%, 2/01/14 (a)(f)	1,015	530,338
	Travelport LLC, 5.293%, 9/01/14 (f)	2,160	1,080,000
	Tropicana Entertainment LLC Series WI, 9.625%, 12/15/14 (c)(d)	530	2,650
	Tunica-Biloxi Gaming Authority, 9%, 11/15/15 (a)	1,860	1,613,550
	Universal City Florida Holding Co. I, 5.778%, 5/01/10 (f)	2,000	1,430,000
			<u>13,804,853</u>

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Household Durables - 0.6%	KB Home, 6.375%, 8/15/11	1,170	1,123,200
	Stanley-Martin Communities LLC, 9.75%, 8/15/15	2,250	697,500
			<hr/>
			1,820,700

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IT Services - 0.4%	First Data Corp., 9.875%, 9/24/15	USD 425	\$ 289,000
	First Data Corp., 11.25%, 3/31/16 (a)	1,800	972,000
			1,261,000
Independent Power Producers & Energy Traders - 1.6%	Calpine Construction Finance Co. LP, 8%, 6/01/16 (a)	1,250	1,189,062
	Energy Future Holdings Corp., 11.25%, 11/01/17 (b)	3,392	1,748,654
	Texas Competitive Electric Holdings Co. LLC, 10.25%, 11/01/15	1,800	1,066,500
	Texas Competitive Electric Holdings Co. LLC, 11.25%, 11/01/16 (b)	2,535	991,578
			4,995,794
Industrial Conglomerates - 1.5%	Sequa Corp., 11.75%, 12/01/15 (a)	5,100	2,269,500
	Sequa Corp., 13.50%, 12/01/15 (a)(b)	7,291	2,360,481
			4,629,981
Insurance - 0.9%	Alliant Holdings I, Inc., 11%, 5/01/15 (a)	2,500	1,862,500
	USI Holdings Corp., 4.758%, 11/15/14 (a)(f)	1,630	892,425
			2,754,925
Machinery - 2.0%	ESCO Corp., 4.504%, 12/15/13 (a)(f)	3,070	2,210,400
	Ingersoll-Rand Global Holding Co. Ltd., 9.50%, 4/15/14	960	1,040,501
	RBS Global, Inc., 9.50%, 8/01/14 (a)	660	551,100
	RBS Global, Inc., 8.875%, 9/01/16	1,685	1,221,625
	Titan International, Inc., 8%, 1/15/12	1,530	1,315,800
			6,339,426
Marine - 0.2%	Navios Maritime Holdings, Inc., 9.50%, 12/15/14	465	355,725
	Titan Petrochemicals Group Ltd., 8.50%, 3/18/12	1,760	369,600
			725,325
Media - 6.3%	Affinion Group, Inc., 10.125%, 10/15/13	1,080	1,015,200
	CSC Holdings, Inc., 8.50%, 4/15/14 (a)	680	676,600
	Canadian Satellite Radio Holdings, Inc., 12.75%, 2/15/14	5,000	1,175,000
	Charter Communications Holdings LLC, 10%, 4/01/09 (c)(d)	2,402	12,010
	Charter Communications Holdings LLC, 11.125%, 1/15/11 (c)(d)	1,319	65,950
	Charter Communications Holdings LLC, 10%, 5/15/11 (c)(d)	1,978	9,890