

BTZ

## BlackRock Credit Allocation Income Trust

As of 31-Dec-2020

BLACKROCK®

December 2020 Factsheet

The BlackRock Credit Allocation Income Trust, BTZ, is a taxable closed-end Trust. BTZ commenced operations in December 2006 with the investment objective of seeking current income, current gains and capital appreciation. On September 4, 2009, BTZ's Board of Trustees announced changes to certain non-fundamental policies of the Trust. Reflecting these changes, the Trust, under normal market conditions, will invest at least 80% its total assets in credit-related securities, including, but not limited to, investment grade corporate bonds, high yield bonds, bank loans, preferred securities or convertible bonds or derivatives with economic characteristics similar to these credit-related securities. The Trust is formerly known as BlackRock Preferred & Equity Advantage Trust.

## KEY FACTS

Size of Fund (Millions)	\$1,468.8M
Managed Assets	\$2,081.5M
Share Class Launch Date	12/27/2006
Asset Class	Fixed Income
Morningstar Category	Corporate Bond
Lipper Classification	Corp Debt BBB Leveraged
NAV Per Share	15.71
Share Price	14.71
Premium/Discount	-6.37%
Number of Holdings	1,024
Dividend Frequency	None
Distribution Rate**	6.84%

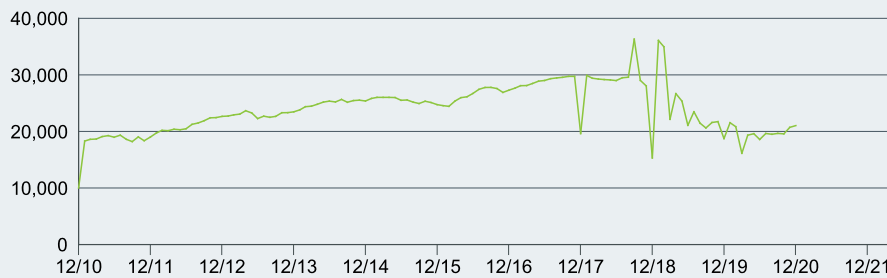
Managed Assets means the total assets of the Trust (including any assets attributable to leverage) minus the sum of accrued liabilities (other than debt representing financial leverage). Distribution Rate is calculated by annualizing the most recent distribution and dividing by the fund's market price from the as-of-date.

## TOP HOLDINGS (%)

VERIZON COMMUNICATIONS INC	2.65
JPMORGAN CHASE & CO	1.74
CITIGROUP INC	1.38
NATWEST GROUP PLC	1.28
ENERGY TRANSFER OPERATING LP	1.17
WELLS FARGO & COMPANY	1.15
ALTRIA GROUP INC	1.13
INTERNATIONAL PAPER CO	1.10
CHARTER COMMUNICATIONS OPERATING LLC	1.04
BROADCOM INC	0.97
<b>Total of Portfolio</b>	<b>13.61</b>

\* Based on Net Assets, cash position not shown.

## GROWTH OF A HYPOTHETICAL \$10,000



The chart illustrates the growth of a hypothetical \$10,000 investment in the fund's common shares based on market price beginning on the date noted with all distributions reinvested. Ending value as of the date at the top of this document. Performance does not reflect sales charges or fees that may be incurred. **Past performance is no guarantee of future results.**

## HISTORICAL PREMIUM/DISCOUNT



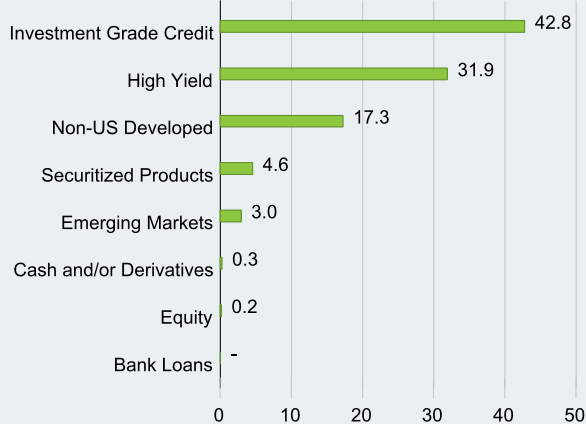
Premium-discount graph illustrates the amount by which the market price trades above or below net asset value.

## PERFORMANCE

	1 Year	3 Year	5 Year	10 Year	Since Inception
Net Asset Value	12.78%	9.29%	9.81%	8.47%	5.39%
Market Price	13.07%	10.62%	10.75%	9.31%	4.55%

Returns for less than one year are not annualized. **Performance data quoted represents past performance of common shares and does not guarantee future results. Investment return and principal value of an investment will fluctuate so that an investor's shares may be worth more or less than the original cost. The fund's market price and net asset value will fluctuate with market conditions. All return data assumes reinvestment of all distributions. Current performance may be lower or higher than the performance data quoted. For more information, please refer to [www.blackrock.com](http://www.blackrock.com).** Returns are shown net of advisory fees paid by the fund and net of the fund's operating fees and expenses. Investors who purchase shares of the fund through an investment adviser or other financial professional may separately pay a fee to that service provider. **Past performance is not indicative of future results.** If a Fund estimates that it has distributed more than its income and net realized capital gains in the current fiscal year; a portion of its distribution may be a return of capital. A return of capital may occur, for example, when some or all of a shareholder's investment is paid back to the shareholder. A return of capital distribution does not necessarily reflect a Fund's investment performance and should not be confused with 'yield' or 'income'. When distributions exceed total return performance, the difference will reduce the Fund's net asset value per share. Although the character of income will not be determined until the end of the fund's fiscal year, please refer to the 'Closed-End Fund Resources' section of the BlackRock website for Section 19 notices that provide estimated amounts and sources of the fund's distributions, which should not be relied upon for tax reporting purposes. A Form 1099-DIV for the calendar year will be sent to shareholders to illustrate how the Fund's distributions should be reported for federal income tax purposes.

### TOP SECTORS (%)



### MATURITY BREAKDOWN (%)



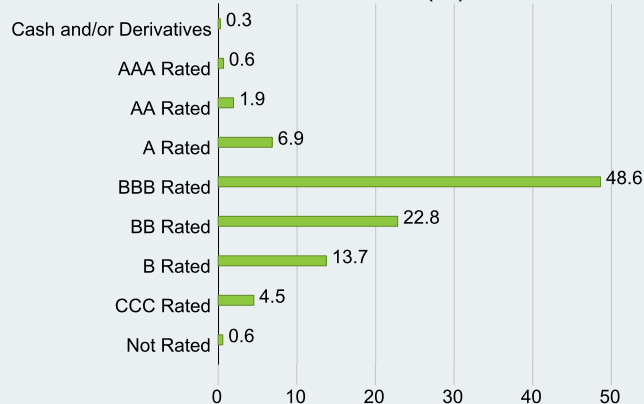
### PORTFOLIO CHARACTERISTICS

Total Leverage	<b>\$614.1M</b>
Percent Leveraged	<b>29.5%</b>
Effective Duration	<b>6.36 yrs</b>
Yield To Maturity	<b>4.85%</b>
Wal To Worst	<b>16.01 yrs</b>
Yield to Worst	<b>4.20%</b>

### ANNUAL EXPENSES

Gross Expense Ratio	1.68%
Management Fee	0.62%

### CREDIT RATINGS BREAKDOWN (%)



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**You should consider the investment objectives, risks, charges and expenses of the fund carefully before investing. The prospectus and, if available, the summary prospectus contain this and other information about the fund and are available, along with information on other BlackRock funds, by calling 800-882-0052 or from your financial professional. The prospectus should be read carefully before investing. Investing involves risks including possible loss of principal.**

All information and data, including portfolio holdings and performance characteristics, is as of the date at the top of this document, unless otherwise noted, and is subject to change. Note that closed-end funds often trade at a discount to NAV but may trade at a premium. The two main risks related to fixed income investing are interest rate risk and credit risk. Typically, when interest rates rise, there is a corresponding decline in the market value of bonds. Credit risk refers to the possibility that the issuer of the bond will not be able to make principal and interest payments. The leverage strategy of the Trust assumes a positive slope to the yield curve (short-term interest rates lower than long-term rates). Otherwise, the benefits of leverage will be reduced or eliminated completely. Investments in non-investment grade securities (high-yield bonds or junk bonds) may be subject to greater market fluctuations and risk of default or loss of income and principal than securities in higher rating categories. Investing in derivatives entails specific risks that may reduce returns and/or increase volatility. The options strategy of the Trust entails certain risks. The Trust may utilize leveraging to seek to enhance the yield and net asset value of its common stock, as described in the Trust's prospectus. These objectives will not necessarily be achieved in all interest rate environments. The use of leverage involves risk, including the potential for higher volatility and greater declines of the Trust's net asset value, fluctuations of dividends and other distributions paid by the Trust and the market price of the Trust's common stock, among others. BlackRock receives credit quality ratings on underlying securities of the fund from the three major reporting agencies - S&P, Moody's and Fitch. The credit quality breakdown is provided by BlackRock by taking the median rating of the three agencies when all three agencies rate a security. BlackRock will use the lower of the two ratings if only two agencies rate a security, and BlackRock will use one rating if that is all that is provided. Securities that are unrated by all three agencies are reflected as such in the breakdown. Below investment-grade is represented by a rating of BB and Below. BlackRock converts all ratings to the equivalent S&P major rating category for purposes of the category shown. Ratings and portfolio credit quality may change over time. Unrated securities do not necessarily indicate low quality. The fund itself has not been rated by an independent rating agency. Negative weightings may result from specific circumstances (including timing differences between trade and settle dates of securities purchased by the funds) and/or the use of certain financial instruments, including derivatives, which may be used to gain or reduce market exposure and/or risk management. Certain transactions the funds may utilize may give rise to a form of leverage through either (a) additional market exposure or (b) borrowing capital in an attempt to increase investment return. The use of such transactions includes certain leverage-related risks, including potential for higher volatility, greater decline of the fund's net asset value and fluctuations of dividends and distributions paid by the fund.

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## GLOSSARY

**Effective Duration:** Measures the sensitivity of the price of a bond with embedded options to changes in interest rates, taking into account the likelihood of the bond being called, put and/or sunk prior to its final maturity date. BlackRock uses a proprietary duration model which employs certain assumptions and may differ from other fund complexes. Effective Duration is measured at the portfolio level and adjusted for leverage, hedging transactions and non-bond holdings, including derivatives.

**Distribution Rate:** Distribution Rate is calculated by dividing the last distribution per share (annualized) by market price.

**Total Leverage:** The amount of borrowed funds used to purchase assets in order to enhance returns.

**Percent Leveraged:** Percent Leveraged represents the amount of preferred stock or tender option bonds issued in relation to total Managed Assets.

**Yield to Maturity:** The discount rate that equates the present value of a bond's cash flows with its market price (including accrued interest). The Fund average YTM is the weighted average of the fund's individual bond holding YTM's based on NAV. The measure does not include fees and expenses. For callable bonds, YTM is yield-to-worst

**WAL to Worst:** The weighted average time to receipt of principal, adjusting for embedding optionality.

**Yield to Worst:** The average rate of return of the portfolio at current market prices, adjusting for optionality.

## SUSTAINABILITY CHARACTERISTICS

Sustainability Characteristics can help investors integrate non-financial, sustainability considerations into their investment process. These metrics enable investors to evaluate funds based on their environmental, social, and governance (ESG) risks and opportunities. This analysis can provide insight into the effective management and long-term financial prospects of a fund.

The metrics below have been provided for transparency and informational purposes only. The existence of an ESG rating is not indicative of how or whether ESG factors will be integrated into a fund. The metrics are based on MSCI ESG Fund Ratings and, unless otherwise stated in fund documentation and included within a fund's investment objective, do not change a fund's investment objective or constrain the fund's investable universe, and there is no indication that an ESG or Impact focused investment strategy or exclusionary screens will be adopted by a fund. For more information regarding a fund's investment strategy, please see the fund's prospectus.

MSCI ESG Fund Rating (AAA-CCC)	BBB	MSCI ESG Quality Score (0-10)	5.05
MSCI ESG Quality Score - Peer Percentile	9.70%	MSCI ESG % Coverage	84.32%
Fund Lipper Global Classification	Bond USD Corporates	MSCI Weighted Average Carbon Intensity (Tons CO2E/\$M SALES)	278.70
Funds in Peer Group	268		

All data is from MSCI ESG Fund Ratings as of **07-Jan-2021**, based on holdings as of **30-Sep-2020**. As such, the fund's sustainable characteristics may differ from MSCI ESG Fund Ratings from time to time.

To be included in MSCI ESG Fund Ratings, 65% of the fund's gross weight must come from securities covered by MSCI ESG Research (certain cash positions and other asset types deemed not relevant for ESG analysis by MSCI are removed prior to calculating a fund's gross weight; the absolute values of short positions are included but treated as uncovered), the fund's holdings date must be less than one year old, and the fund must have at least ten securities. For newly launched funds, sustainability characteristics are typically available 6 months after launch.

### ESG GLOSSARY:

**MSCI ESG Fund Rating (AAA-CCC):** The MSCI ESG Rating is calculated as a direct mapping of ESG Quality Scores to letter rating categories (e.g. AAA = 8.6-10). The ESG Ratings range from leader (AAA, AA), average (A, BBB, BB) to laggard (B, CCC).

**MSCI ESG Quality Score - Peer Percentile:** The fund's ESG Percentile compared to its Lipper peer group.

**Fund Lipper Global Classification:** The fund peer group as defined by the Lipper Global Classification.

**Funds in Peer Group:** The number of funds from the relevant Lipper Global Classification peer group that are also in ESG coverage.

**MSCI ESG Quality Score (0-10):** The MSCI ESG Quality Score (0 - 10) for funds is calculated using the weighted average of the ESG scores of fund holdings. The Score also considers ESG Rating trend of holdings and the fund exposure to holdings in the laggard category. MSCI rates underlying holdings according to their exposure to industry specific ESG risks and their ability to manage those risks relative to peers.

**MSCI ESG % Coverage:** Percentage of a fund's holdings that have MSCI ESG ratings data.

**MSCI Weighted Average Carbon Intensity (Tons CO2E/\$M SALES):** Measures a fund's exposure to carbon intensive companies. This figure represents the estimated greenhouse gas emissions per \$1 million in sales across the fund's holdings. This allows for comparisons between funds of different sizes.

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