

Edgar Filing: BLACKROCK DEBT STRATEGIES FUND - Form N-Q

BLACKROCK DEBT STRATEGIES FUND

Form N-Q

January 29, 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 811-08603

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

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: 02/29/2008

Date of reporting period: 09/01/2007 - 11/30/2007

Item 1 - Schedule of Investments

BlackRock Debt Strategies Fund, Inc.

Schedule of Investments as of November 30, 2007 (Unaudited) (in U.S. dollars)

Industry		Face Amount	Corporate Bonds
Aerospace & Defense - 3.7%	USD	5,000,000	Alliant Techsystems, Inc., 3% due 8/15/20
		800,000	Hawker Beechcraft Acquisition Co. LLC, 8. due 4/01/2015 (g) (m)
		7,500,000	L-3 Communications Corp., 3% due 8/01/203
		7,170,000	Vought Aircraft Industries, Inc., 8% due
Auto Components - 2.0%		1,920,000	Allison Transmission, 11.25% due 11/01/20
		4,500,000	The Goodyear Tire & Rubber Co., 8.663% due 12/01/2009 (b)
		2,000	The Goodyear Tire & Rubber Co., 8.625% du
		1,020,000	Lear Corp., 8.75% due 12/01/2016
		9,350,000	Metaldyne Corp., 11% due 6/15/2012
		4,450,000	Venture Holdings Co. LLC, 12% due 6/01/200
		1,800,000	Venture Holdings Co. LLC Series B, 9.50%

Edgar Filing: BLACKROCK DEBT STRATEGIES FUND - Form N-Q

Biotechnology - 0.7%	5,000,000	Angiotech Pharmaceuticals, Inc., 8.874% d
Building Products - 2.5%	7,500,000	CPG International I, Inc., 12.13% due 7/0
	1,300,000	CPG International I, Inc., 10.50% due 7/0
	5,900,000	Goodman Global Holding Co., Inc., 7.875%
	2,270,000	Masonite International Corp., 11% due 4/0
	235,000	Momentive Performance Materials, Inc., 10 due 12/01/2014 (g) (m)
Capital Markets - 1.4%	10,000,000	E*Trade Financial Corp., 12.50% due 11/27
Chemicals - 5.9%	1,490,000	American Pacific Corp., 9% due 2/01/2015
	3,550,000	ArCo Chemical Co., 9.80% due 2/01/2020
	9,783,000	GEO Specialty Chemicals, Inc., 13.85% due
	3,100,000	Hexion U.S. Finance Corp., 9.369% due 11/
	2,515,000	Ineos Group Holdings Plc, 8.50% due 2/15/
	6,360,000	MacDermid, Inc., 9.50% due 4/15/2017 (m)
	13,370,000	NOVA Chemicals Corp., 7.863% due 11/15/20
	2,500,000	PolyOne Corp., 6.89% due 9/22/2008
Commercial Banks - 0.4%	1,500,000	Investcorp SA, 7.54% due 10/21/2008
	35,000	Preferred Term Securities VI, Ltd., 6.06%
Commercial Services & Supplies - 1.7%	1,090,000	PNA Intermediate Holding Corp., 11.869% due 2/15/2013 (b) (g) (m)
	3,043,000	Sally Holdings LLC, 10.50% due 11/15/2016
	3,400,000	US Investigations Services, Inc., 10.50%
	3,270,000	West Corp., 11% due 10/15/2016
	920,000	The Yankee Candle Company, Inc., 9.75% du
Computers & Peripherals - 0.4%	2,700,000	Viasystems, Inc., 10.50% due 1/15/2011
Construction Materials - 0.7%	5,850,000	Nortek, Inc., 8.50% due 9/01/2014
Containers & Packaging - 4.6%	665,000	Berry Plastics Holding Corp., 8.875% due
	375,000	Berry Plastics Holding Corp., 8.866% due
	1,100,000	Graham Packaging Co. LP, 9.875% due 10/15
	705,000	Graphic Packaging International Corp., 9.
	6,215,000	Packaging Dynamics Finance Corp., 10% due
	13,625,000	Smurfit Kappa Funding Plc, 7.75% due 4/01
	1,600,000	Smurfit-Stone Container Enterprises, Inc. due 7/01/2012
	2,600,000	Smurfit-Stone Container Enterprises, Inc.
	6,325,000	Wise Metals Group LLC, 10.25% due 5/15/20

BlackRock Debt Strategies Fund, Inc.

Schedule of Investments as of November 30, 2007 (Unaudited)

(in U.S. dollars)

Edgar Filing: BLACKROCK DEBT STRATEGIES FUND - Form N-Q

Industry		Face Amount	Corporate Bonds
Distributors - 0.3%	USD	2,000,000	Buhrmann US, Inc., 7.875% due 3/01/2015
Diversified Consumer Services - 0.5%		3,875,000	NBC Acquisition Corp., 11% due 3/15/2013
Diversified Financial Services - 1.0%		5,743,690	Archimedes Funding III Ltd., 5.50% due 11/15/2015
		760,000	Ford Motor Credit Co. LLC, 5.80% due 1/15/2015
		2,680,000	Ford Motor Credit Co. LLC, 7.993% due 1/15/2015
		750,000	Ford Motor Credit Co. LLC, 9.693% due 4/15/2015
Diversified Telecommunication Services - 1.3%		2,675,000	Qwest Corp., 8.241% due 6/15/2013 (b)
		6,000,000	Time Warner Telecom Holdings, Inc., 9.25% due 6/15/2013 (b)
Electric Utilities - 0.8%		5,380,000	NSG Holdings LLC, 7.75% due 12/15/2025 (j)
Electronic Equipment & Instruments - 1.2%		2,675,000	Muzak Holdings, LLC, 13% due 3/15/2010
		5,520,000	NXP BV, 7.993% due 10/15/2013 (b)
		1,507,000	NXP BV, 9.50% due 10/15/2015
Energy Equipment & Services - 2.1%		245,000	Compagnie Generale de Geophysique-Veritas due 5/15/2015
		8,000,000	Ocean RIG ASA, 9.24% due 4/04/2011 (b)
		6,300,000	SemGroup LP, 8.75% due 11/15/2015 (m)
Food & Staples Retailing - 0.2%		1,910,000	Rite Aid Corp., 9.375% due 12/15/2015 (m)
Gas Utilities - 0.5%		2,900,000	El Paso Performance-Linked Trust, 7.75% due 12/15/2015 (m)
Health Care Equipment & Supplies - 2.7%		1,600,000	Biomet, Inc., 11.625% due 10/15/2017 (m)
		1,200,000	LVB Acquisition Merger Sub, Inc., 10% due 10/15/2017 (g) (m)
		1,200,000	LVB Acquisition Merger Sub, Inc., 10.375% due 10/15/2017 (g) (m)
		15,000,000	ReAble Therapeutics Finance LLC, 10.875% due 11/15/2014 (m)
Health Care Providers & Services - 2.4%		3,575,000	Community Health Systems, Inc. Series WI, due 7/15/2015
		2,990,000	Tenet Healthcare Corp., 6.50% due 6/01/2015
		6,000,000	Tenet Healthcare Corp., 7.375% due 2/01/2015
		930,000	Universal Hospital Services, Inc., 8.288% due 6/01/2015 (b) (m)
		1,000,000	Universal Hospital Services, Inc., 8.50% due 6/01/2015 (b) (m)
		4,100,000	Vanguard Health Holding Co. I, LLC, 11.25% due 10/01/2015 (h)

Edgar Filing: BLACKROCK DEBT STRATEGIES FUND - Form N-Q

Hotels, Restaurants & Leisure - 6.0%	1,250,000	Galaxy Entertainment Finance Co. Ltd., 9.0% due 12/15/2012 (m)
	6,193,353	HRP Myrtle Beach Holdings LLC, 14.50% due 4/01/2014 (g) (m)
	5,000,000	HRP Myrtle Beach Operations LLC, 9.894% due 4/01/2012 (b) (m)
	5,000,000	HRP Myrtle Beach Operations LLC, 12.50% due 4/01/2013 (m)
	2,560,000	Little Traverse Bay Bands of Odawa Indian, 10.0% due 2/15/2014 (m)
	2,700,000	Pinnacle Entertainment, Inc., 7.50% due 6/15/2015 (m)
	1,370,000	Shingle Springs Tribal Gaming Authority, 9.0% due 6/15/2015 (m)
	1,015,000	Snoqualmie Entertainment Authority, 9.062% due 2/01/2014 (b) (m)

BlackRock Debt Strategies Fund, Inc.

Schedule of Investments as of November 30, 2007 (Unaudited) (in U.S. dollars)

Industry	Face Amount	Corporate Bonds
	USD	
	3,400,000	Station Casinos, Inc., 7.75% due 8/15/2011 (b)
	2,600,000	Travelport LLC, 9.749% due 9/01/2014 (b)
	3,265,000	Tropicana Entertainment LLC Series WI, 9.0% due 12/15/2014
	3,000,000	Tunica-Biloxi Gaming Authority, 9% due 11/01/2010 (b)
	5,300,000	Universal City Florida Holding Co. I, 9.6% due 5/01/2010 (b)
Household Durables - 0.5%	1,910,000	Jarden Corp., 7.50% due 5/01/2017
	2,250,000	Stanley-Martin Communities LLC, 9.75% due 11/01/2010 (b)
IT Services - 0.7%	4,818,000	SunGard Data Systems, Inc., 10.25% due 8/15/2011 (b)
Independent Power Producers & Energy Traders - 2.1%	3,200,000	Energy Future Holding Corp., 11.25% due 11/01/2015 (m)
	9,000,000	Texas Competitive Electric Holdings Co. L, 10.0% due 11/01/2015 (m)
	2,400,000	Texas Competitive Electric Holdings Co. L, 10.0% due 11/01/2016 (g) (m)
Insurance - 0.6%	2,500,000	Alliant Holdings I, Inc., 11% due 5/01/2010 (b)
	1,630,000	USI Holdings Corp., 8.744% due 11/15/2014 (b)
Leisure Equipment & Products - 0.2%	2,000,000	True Temper Sports, Inc., 8.375% due 9/15/2010 (b)

Edgar Filing: BLACKROCK DEBT STRATEGIES FUND - Form N-Q

Machinery - 1.7%	3,070,000	Esco Corp., 8.866% due 12/15/2013 (b) (m)
	3,815,000	Invensys Plc, 9.875% due 3/15/2011 (m)
	1,480,000	RBS Global, Inc., 9.50% due 8/01/2014
	1,685,000	RBS Global, Inc., 8.875% due 9/01/2016
	1,530,000	Titan International, Inc., 8% due 1/15/20
Marine - 0.5%	1,447,000	Navios Maritime Holdings, Inc., 9.50% due
	1,760,000	Titan Petrochemicals Group Ltd., 8.50% du
Media - 10.9%	280,000	Affinion Group, Inc., 10.125% due 10/15/2
	800,000	Affinion Group, Inc., 11.50% due 10/15/20
	5,950,000	Cablevision Systems Corp. Series B, 9.644% due 4/01/2009 (b)
	2,000,000	Cadmus Communications Corp., 8.375% due 6
	5,000,000	Canadian Satellite Radio Holdings, Inc., due 2/15/2014
	3,750,000	Charter Communications Holdings LLC, 10%
	1,319,000	Charter Communications Holdings LLC, 11.1% due 1/15/2011
	1,978,000	Charter Communications Holdings LLC, 10%
	8,605,000	Intelsat Bermuda Ltd., 10.829% due 6/15/2
	2,880,000	Intelsat Bermuda Ltd., 8.886% due 1/15/20
	10,350,000	Intelsat Intermediate Holding Co. Ltd., 9% due 2/01/2015 (h)
	4,125,000	Liberty Media Corp., 0.75% due 3/30/2023
	3,875,000	Mediacom LLC, 9.50% due 1/15/2013
	750,000	NTL Cable Plc, 8.75% due 4/15/2014
	580,000	Network Communications, Inc., 10.75% due
2,800,000	Paxson Communications Corp., 8.493% due 1	
3,235,000	Sinclair Broadcast Group, Inc. Class A, 4% due 7/15/2018 (a) (h)	
5,795,000	Sirius Satellite Radio, Inc., 9.625% due	

BlackRock Debt Strategies Fund, Inc.

Schedule of Investments as of November 30, 2007 (Unaudited) (in U.S. dollars)

Industry	Face Amount	Corporate Bonds
USD	5,230,000	TL Acquisitions, Inc., 10.50% due 1/15/20
	2,850,000	Windstream Regatta Holdings, Inc., 11% du
	2,800,000	XM Satellite Radio, Inc., 9.411% due 5/01
	2,535,000	Young Broadcasting, Inc., 10% due 3/01/20
Metals & Mining - 3.9%	2,735,000	Aleris International, Inc., 9% due 12/15/
	10,360,000	Freeport-McMoRan Copper & Gold, Inc., 8.3% due 4/01/2015 (b)
	2,854,000	Indalex Holding Corp. Series B, 11.50% due
	4,550,000	RathGibson, Inc., 11.25% due 2/15/2014

Edgar Filing: BLACKROCK DEBT STRATEGIES FUND - Form N-Q

	6,720,000	Ryerson, Inc., 12.574% due 11/01/2014 (b)
-----		
Multi-Utilities - 1.0%	4,142,000	CenterPoint Energy, Inc. Series B, 3.75%
-----		
Oil, Gas & Consumable Fuels - 0.8%	480,000	Berry Petroleum Co., 8.25% due 11/01/2016
	3,000,000	Chaparral Energy, Inc., 8.50% due 12/01/2015
	2,445,000	Compton Petroleum Finance Corp., 7.625% due 11/01/2015
-----		
Paper & Forest Products - 6.5%	6,500,000	Abitibi-Consolidated, Inc., 8.491% due 6/01/2015
	9,725,000	Ainsworth Lumber Co. Ltd., 8.948% due 10/01/2015
	8,000,000	Ainsworth Lumber Co. Ltd., 9.198% due 4/01/2015
	7,600,000	Bowater, Inc., 7.991% due 3/15/2010 (b)
	3,775,000	Domtar Corp., 7.125% due 8/15/2015
	8,000,000	NewPage Corp., 11.161% due 5/01/2012 (b)
	3,325,000	NewPage Corp., 12% due 5/01/2013
	4,400,000	Verso Paper Holdings LLC Series B, 8.661% due 8/01/2014 (b)
-----		
Pharmaceuticals - 1.2%	3,525,000	Elan Finance Plc, 7.75% due 11/15/2011
	4,825,000	Elan Finance Plc, 8.869% due 11/15/2011 (b)
-----		
Real Estate Investment Trusts	3,500,000	RAIT Financial Trust, 6.875% due 4/15/2020
-----		
Real Estate Management & Development - 1.8%	4,770,000	Realogy Corp., 10.50% due 4/15/2014 (m)
	7,540,000	Realogy Corp., 11% due 4/15/2014 (g) (m)
	4,615,000	Realogy Corp., 12.375% due 4/15/2015 (m)
-----		
Road & Rail - 0.6%	1,250,000	Atlantic Express Transportation Corp., 12.5% due 4/15/2012 (b)
	513,000	Britannia Bulk Plc, 11% due 12/01/2011
	5,060,000	St. Acquisition Corp., 12.619% due 5/15/2015
-----		
Semiconductors & Semiconductor Equipment - 2.4%	3,000,000	Amkor Technology, Inc., 7.125% due 3/15/2015
	210,000	Amkor Technology, Inc., 7.75% due 5/15/2015
	2,645,000	Amkor Technology, Inc., 9.25% due 6/01/2015
	5,470,000	Freescal Semiconductor, Inc., 8.866% due 6/01/2015
	3,180,000	Freescal Semiconductor, Inc., 9.125% due 6/01/2015
	3,370,000	Spansion, Inc., 8.249% due 6/01/2013 (b) (c)
-----		
Software - 0.4%	2,416,832	BMS Holdings, Inc., 12.40% due 2/15/2012
-----		
Specialty Retail - 4.3%	2,040,000	Buffets, Inc., 12.50% due 11/01/2014
	5,560,000	General Nutrition Centers, Inc., 10.009% due 11/01/2014
	4,480,000	General Nutrition Centers, Inc., 10.75% due 11/01/2014
	3,790,000	Michaels Stores, Inc., 10% due 11/01/2014
	8,660,000	Michaels Stores, Inc., 11.375% due 11/01/2014
	28,700,000	Movie Gallery, Inc., 11% due 5/01/2012 (e)

Edgar Filing: BLACKROCK DEBT STRATEGIES FUND - Form N-Q

BlackRock Debt Strategies Fund, Inc.

Schedule of Investments as of November 30, 2007 (Unaudited) (in U.S. dollars)

Industry	Face Amount	Corporate Bonds
	USD	
	1,380,000	United Auto Group, Inc., 7.75% due 12/15/2012
Wireless Telecommunication Services - 3.5%	1,905,000	Centennial Communications Corp., 10.981% due 1/01/2013 (b)
	2,760,000	Cricket Communications, Inc., 9.375% due 1/15/2013
	920,000	Cricket Communications, Inc., 9.375% due 1/15/2013
	3,560,000	Digicel Group Ltd., 8.875% due 1/15/2015
	7,748,000	Digicel Group Ltd., 9.125% due 1/15/2015
	2,150,000	FiberTower Corp., 9% due 11/15/2012 (a) (m)
	1,250,000	iPCS, Inc., 7.036% due 5/01/2013 (b)
	1,310,000	MetroPCS Wireless, Inc., 9.25% due 11/01/2012
	2,600,000	Nordic Telephone Co. Holdings ApS, 8.875% due 5/01/2016 (m)
	620,000	Orascom Telecom Finance SCA, 7.875% due 2/15/2012
	755,000	Orascom Telecom Finance SCA, 7.875% due 2/15/2012
		Total Corporate Bonds (Cost - \$633,453,800)
		Floating Rate Loan Interests**
Aerospace & Defense - 0.2%	39,007	Hawker Beechcraft Acquisition Co. LLC Let 6.198% due 3/31/2014
	458,688	Hawker Beechcraft Acquisition Co. LLC Ter 6.819% - 7.36% due 3/31/2014
	1,142,294	IAP Worldwide Services Inc. Term Loan, 11.00% due 12/31/2012
Airlines - 0.8%	2,000,000	Delta Air Lines, Inc. First Lien Term Loa due 5/15/2012
	2,000,000	US Airways Group, Inc. Term Loan B, 7.283% due 1/30/2014
	1,492,500	United Air Lines, Inc. Term Loan B, 6.688% due 1/30/2014
Auto Components - 1.1%	1,000,000	Delphi Automotive Systems Term Loan, 7.43% due 12/31/2007
	2,000,000	The Goodyear Tire & Rubber Co. First Lien 6.43% due 4/30/2014
	1,685,185	Intermet Corp. Letter of Credit, 10.70% due 12/31/2012
	1,162,530	Intermet Corp. Term Loan B, 10.36% due 12/31/2012

Edgar Filing: BLACKROCK DEBT STRATEGIES FUND - Form N-Q

		86,538	Metaldyne Corp. Letter of Credit, 5.17% - due 1/15/2012
		588,462	Metaldyne Corp. Term Loan B, 8.999% due 1/15/2012
		997,500	TRW Automotive, Inc. Term Loan B, 6.875% due 1/15/2012
-----			
Beverages - 0.3%	EUR	1,500,000	Culligan International Second Lien Term Loan, 7.379% due 4/24/2013
	USD	2,500	Culligan International Term Loan B, 7.379% due 4/24/2013
-----			
Biotechnology - 0.2%		1,500,000	Talecris Biotherapeutics, Inc. First Lien Term Loan, 7.379% due 11/13/2014
-----			
Chemicals - 1.7%		400,000	Arizona Chemical Second Lien Term Loan, 11.6% due 2/28/2014
		2,000,000	Flint Group Term Loan, 7.393% due 12/20/2013
		1,995,000	Huish Detergents, Inc. First Lien Term Loan, 7.379% due 4/15/2014
		1,500,000	Huish Detergents, Inc. Second Lien Term Loan, 7.379% due 10/15/2014

BlackRock Debt Strategies Fund, Inc.  
Schedule of Investments as of November 30, 2007 (Unaudited) (in U.S. dollars)

Industry	Face Amount	Floating Rate Loan Interests**
	USD	1,636,016
		620,000
		10,000,000
-----		
Commercial Services & Supplies - 5.9%	533,316	Aramark Corp. Letter of Credit, 5.198% due 1/30/2010
	7,461,994	Aramark Corp. Term Loan B, 7.198% due 1/30/2010
	2,531,839	Euramax International Plc First Lien Term Loan, 7.379% due 6/29/2012
	6,000,000	Euramax International Plc Second Lien Term Loan, 7.379% due 6/29/2013
	1,496,250	Jason, Inc. Term Loan B, 7.158% due 4/30/2010
	1,369,100	John Maneely Co. Term Loan B, 8.125% - 8.125% due 12/15/2013
	3,019,996	NES Rentals Holdings, Inc. Term Loan C, 11.6% due 7/12/2013
	250,000	RiskMetrics Group, Inc. Second Lien Term Loan, 7.379% due 6/15/2014
	746,250	RiskMetrics Group, Inc. Term Loan, 7.448% due 6/15/2014
	8,670,000	Service Master Bridge Loan, 9.59% due 6/15/2010
	7,000,359	Waste Services, Inc. Term Loan D, 6.92% due 12/15/2010
	3,970,056	West Corp. Term Loan, 7.128% - 7.88% due 12/15/2010



Edgar Filing: BLACKROCK DEBT STRATEGIES FUND - Form N-Q

Communications Equipment - 0.1%	997,500	SafeNet, Inc. First Lien Term Loan, 7.748%
Computers & Peripherals - 0.4%	418,691 1,000,000 1,500,000	Intergraph Corp. Term Loan, 7.506% due 5/15/2014 Intergraph Corp. Term Loan, 11.062% due 11/15/2014 Reynolds and Reynolds Co. Third Lien Term Loan, 12.698% due 10/31/2014
Construction Materials - 0.3%	1,962,500	Headwaters, Inc. Term Loan B-1, 6.79% due 11/15/2014
Containers & Packaging - 1.6%	2,232,996 8,681,054 750,000 493,759	Anchor Glass Container Corp. Term Loan B, 7.791% due 5/03/2013 Berry Plastics Corp. Term Loan B, 11.61% due 11/15/2014 Consolidated Container Co. LLC Second Lien Term Loan, 10.82% - 10.86% due 10/15/2014 Graham Packaging Co. LP Term Loan B, 7.50% due 4/15/2011
Distributors - 0.2%	1,736,875	Keystone Automotive Operations, Inc. Term Loan B, 8.206% - 8.626% due 1/15/2012
Diversified Financial Services - 0.6%	4,000,000	J.G. Wentworth Manufacturing Term Loan B, due 4/15/2014
Diversified Telecommunication Services - 0.9%	992,500 250,783 3,161,871	Kentucky Data Link, Inc. Term Loan B, 7.0% due 2/28/2015 Transaction Network Services Term Loan B, due 5/15/2014 Winstar Communications Debtor In Possession Term Loan, due 12/31/2006 (n)
Electrical Equipment - 0.4%	4,000,000	Generac Power Systems, Inc. Second Lien Term Loan B, due 5/15/2014

BlackRock Debt Strategies Fund, Inc.

Schedule of Investments as of November 30, 2007 (Unaudited) (in U.S. dollars)

Industry		Face Amount	Floating Rate Loan Interests**
Electronic Equipment & Instruments - 0.2%	USD	1,500,000	CoCreate Software, Inc. Second Lien Term Loan, due 5/30/2014
Energy Equipment & Services - 1.0%		2,946,346 2,500,000 214,286 1,231,250	Dresser, Inc. First Lien Term Loan, 7.322% due 11/15/2014 Dresser, Inc. Second Lien Term Loan, 11.1% due 11/15/2014 MEG Energy Corp. Delayed Draw Term Loan, due 4/02/2008 MEG Energy Corp. Term Loan B, 7.20% due 4/15/2014

Edgar Filing: BLACKROCK DEBT STRATEGIES FUND - Form N-Q

Food & Staples Retailing - 1.3%	1,000,000	Bolthouse Farms, Inc. Second Lien Term Loan due 12/01/2013
	1,000,000	DS Waters LP Term Loan B, 9.128% due 11/1
	323,981	Dole Food Co., Inc. Letter of Credit, 5.1
	718,024	Dole Food Co., Inc. Term Loan B, 6.938% - due 4/12/2013
	2,393,412	Dole Food Co., Inc. Term Loan C, 6.938% - due 4/04/2013
	967,874	Eight O'Clock Coffee Second Lien Term Loan due 7/21/2012
	496,250	McJunkin Corp. Term Loan B, 7.448% due 1/
	995,000	Sturm Foods, Inc. First Lien Term Loan, 7 due 1/30/2014 (g)
	1,250,000	Sturm Foods, Inc. Second Lien Term Loan, due 6/30/2014
Food Products - 0.3%	1,937,500	Jetro Holdings, Inc. Term Loan, 7.74% due
Health Care Equipment & Supplies - 1.1%	4,000,000	Biomet, Inc. Term Loan B, 8.203% due 12/2
	3,500,000	ReAble Therapeutics Finance LLC Term Loan due 5/14/2014
Health Care Providers & Services - 0.5%	486,773	CCS Medical First Lien Term Loan, 8.57% d
	3,238,764	Rotech Healthcare, Inc. Term Loan B, 11.3
Hotels, Restaurants & Leisure - 2.7%	1,500,000	Golden Nugget, Inc. Term Loan Second Lien 7.94% - 8.84% due 11/30/2014
	750,000	Green Valley Ranch Gaming LLC Term Loan, due 8/30/2014
	3,192,000	Las Vegas Sands LLC Term Loan B, 7.11% du
	75,188	OSI Restaurant Partners, Inc. Revolving C due 5/15/2014
	922,500	OSI Restaurant Partners, Inc. Term Loan B due 5/15/2014
	6,000,000	QCE LLC Second Lien Term Loan, 10.948% du
	1,000,535	Tropicana Opco Term Loan B, 7.61% due 12/
	2,500,000	Venetian Macau US Finance Co. LLC Delay D Loan, 7.45% due 5/25/2012
	3,500,000	Venetian Macau US Finance Co. LLC Term Lo due 5/25/2013
Household Durables - 0.4%	3,000,000	American Residential Services Second Lien 12% due 4/17/2015
Household Products - 0.6%	281,917	Spectrum Brands, Inc. Letter of Credit, 4
	4,146,058	Spectrum Brands, Inc. Term Loan B-1, 8.66 due 4/15/2013

## Edgar Filing: BLACKROCK DEBT STRATEGIES FUND - Form N-Q

BlackRock Debt Strategies Fund, Inc.

Schedule of Investments as of November 30, 2007 (Unaudited) (in U.S. dollars)

Industry	Face Amount	Floating Rate Loan Interests**
<hr/>		
IT Services - 1.1%	USD	
	3,686,354	Activant Solutions Term Loan B, 6.94% - 7.00% due 5/02/2013
	1,000,000	Audio Visual Services Corp. Second Lien Term Loan, 10.33% due 9/15/2014
	2,000,000	First Data Corp. Term Loan B, 7.96% due 9/15/2014
	891,972	RedPrairie Corp. Term Loan, 8.063% - 8.50%
	297,750	RedPrairie Corp. Term Loan, 8.75% due 7/31/2013
<hr/>		
Independent Power Producers & Energy Traders - 0.9%	4,000,000	TXU Corp. Term Loan 3, 8.622% due 10/10/2013
	2,000,000	TXU Corp. Term Loan B 2, 8.396% due 10/14/2013
<hr/>		
Insurance - 0.3%	1,000,000	Alliant Insurance Services Term Loan B, 7.00% due 10/23/2014
	997,500	USI Holdings Corp. Term Loan B, 7.95% due 10/23/2014
<hr/>		
Machinery - 1.7%	995,000	Harrington Holdings, Inc. Term Loan, 7.44%
	997,500	Maxim Crane Term Loan B, 6.793% - 8.50% due 6/30/2012
	1,866,667	Navistar International Transportation Corp. Revolving Credit, 5.17% - 8.234% due 6/30/2012
	5,133,333	Navistar International Transportation Corp. Term Loan B, 8.234% due 6/30/2012
	1,975,000	OshKosh Truck Corp. Term Loan B, 7.11% due 6/30/2012
	1,128,739	Rexnord Corp. Payment In Kind Term Loan, due 3/02/2013
<hr/>		
Media - 8.9%	4,000,000	Affinion Group, Inc. Term Loan, 11.678% due 10/01/2013
	9,318,269	Cequel Communications LLC Second Lien Term Loan, 10.911% due 5/04/2014
	1,589,824	Cequel Communications LLC Term Loan B, 7.00% due 11/05/2013
	13,500,000	Charter Communications, Inc. Term Loan B, due 4/30/2014
	973,460	ClientLogic Holding Corp. Term Loan B, 7.00% due 1/30/2014
	4,030,137	Easton-Bell Sports Inc. Term Loan B, 10.80% due 10/01/2013
	6,500,000	Ellis Communications Term Loan, 10% due 10/01/2013
	591,667	GateHouse Media Operating, Inc. Delay Draw Term Loan, 7.07% - 7.25% due 9/15/2014
	2,000,000	GateHouse Media Operating, Inc. Term Loan B, due 9/15/2014
	6,750,000	Insight Midwest Holdings LLC Delay Draw Term Loan, 7.36% due 4/03/2014
	1,250,000	Insight Midwest Holdings LLC Term Loan B, due 4/06/2014

Edgar Filing: BLACKROCK DEBT STRATEGIES FUND - Form N-Q

	997,500	Local TV LLC Term Loan, 7.31% due 5/15/20
	446,250	Multicultural Radio Broadcasting Inc. Ter due 12/15/2012
	994,997	NEP Supershooters, LP Term Loan B, 7.448%
	1,000,000	Penton Media Term Loan, 9.984% due 2/15/2
EUR	432,414	ProSiebenSat.1 Media AG Term Loan B, 7.07 due 6/30/2015
	864,827	ProSiebenSat.1 Media AG Term Loan B, 7.32 due 6/30/2016
USD	963,550	Riverdeep Group Ltd. Bridge Loan, 11.938%

BlackRock Debt Strategies Fund, Inc.

Schedule of Investments as of November 30, 2007 (Unaudited) (in U.S. dollars)

Industry	Face Amount	Floating Rate Loan Interests**
	USD 2,118,731	Riverdeep Group Ltd. Term Loan B, 7.941% due 12/21/2013
	4,832,215	Univision Communications, Inc. Delay Draw 7.072% - 7.21% due 9/30/2014
-----		
Multi-Utilities - 0.5%	497,500	Brand Energy & Infrastructure Services, I B, 7.313% - 7.50% due 2/15/2014
	457,793	Coletto Creek Letter of Credit, 7.948% due
	31,847	Coletto Creek Term Loan B, 5.098% due 7/31
	750,000	Energy Transfer Equity LP Term Loan B, 6. due 11/01/2012
	750,000	NE Energy Second Lien Term Loan, 9.75% du
	997,500	USPF Holdings Term Loan, 7.082% - 7.569%
-----		
Oil, Gas & Consumable Fuels - 3.1%	783,125	Big West Oil & Gas Term Loan B, 7.448% du
	372,159	Carrizo Oil & Gas, Inc. Second Lien Term due 7/21/2010
	6,400,000	Frontier Drilling Term Loan B, 8.99% due
	1,995,000	Petroleum Geo-Services ASA Term Loan B, 6 due 6/30/2015
	2,000,000	SandRidge Energy, Inc. Term Loan B, 8.854
	8,000,000	Scorpion Drilling Ltd. Second Lien Term L due 5/05/2015
	184,018	Western Refining Co. LP Delay Draw Term L due 3/15/2014
	1,205,357	Western Refining Co. LP Term Loan B, 6.55 due 3/15/2014
-----		
Paper & Forest Products - 1.2%	8,195,000	Verso Paper Holdings LLC Term Loan B, 11. due 2/01/2013
-----		
Pharmaceuticals - 0.4%	2,992,500	Pharmaceutical Technologies & Services (P Loan, 7.448% due 4/15/2014

Edgar Filing: BLACKROCK DEBT STRATEGIES FUND - Form N-Q

Real Estate Management & Development - 1.2%	4,000,000 4,000,000 441,748	Enclave First Lien Term Loan, 6.14% due 3/01 Georgian Towers Term Loan, 6.14% due 3/01 Yellowstone Club Term Loan B, 7.184% due
Road & Rail - 0.6%	4,418,605	Swift Transportation Co., Inc. Term Loan due 5/15/2014
Software - 1.1%	8,000,000	Aspect Software Second Lien Term Loan, 12% due 7/05/2012
Specialty Retail - 0.7%	1,995,000 1,480,589 1,491,250	ADESA, Inc. Term Loan B, 7.61% due 10/30/ Burlington Coat Factory Warehouse Corp. T B, 7.32% due 4/15/2013 Claire's Stores Term Loan B, 8.11% due 5/
Textiles, Apparel & Luxury Goods - 0.2%	995,000 743,868	David's Bridal, Inc. Term Loan B, 6.899% Renfro Corp. Term Loan B, 8.61% - 8.76% d
Wireless Telecommunication Services - 1.0%	4,750,000	Centennial Cellular Operating Co. Term Lo 7.198% - 7.541% due 2/09/2011

BlackRock Debt Strategies Fund, Inc.  
Schedule of Investments as of November 30, 2007 (Unaudited) (in U.S. dollars)

Industry	Face Amount	Floating Rate Loan Interests**
	USD	1,995,000 609,626
		IPC Systems First Lien Term Loan, 7.448% NG Wireless Term Loan, 7.559% due 7/31/20
		Total Floating Rate Loan Interests (Cost - \$326,917,159) - 45.7%
	Shares Held	Common Stocks
Airlines - 0.6%	221,600	Delta Air Lines, Inc. (d)
Building Products - 0.1%	144,858	Neenah Enterprises Inc.
Capital Markets - 0.3%	484,043	E*Trade Financial Corp. (d)
Chemicals - 0.1%	339,340 403	GEO Specialty Chemicals, Inc. (d) GenTek Inc. (d)

Edgar Filing: BLACKROCK DEBT STRATEGIES FUND - Form N-Q

Commercial Services & Supplies - 0.4%	90,876	Outsourcing Solutions Inc. (d)
Communications Equipment - 0.8%	150,354	Loral Space & Communications Ltd. (d)
Containers & Packaging - 0.4%	36,342	Smurfit Kappa Plc (d)
	1,428,423	Viskase Cos., Inc. (d)
Electrical Equipment - 0.5%	286,757	Medis Technologies Ltd. (d)
Hotels, Restaurants & Leisure - 0.1%	5,000	HRP PIK Corp. Class B (m)
	27,787	Lodgian, Inc. (d)
Paper & Forest Products - 0.0%	211,149	Western Forest Products, Inc. (d)
Semiconductors & Semiconductor Equipment - 0.3%	55,172	Cypress Semiconductor Corp.
		Total Common Stocks (Cost - \$26,350,165)
		Preferred Stocks
Oil, Gas & Consumable Fuels - 1.5%	179	EXCO Resources, Inc., 7% (a)
	737	EXCO Resources, Inc., 11%
		Total Preferred Stocks (Cost - \$9,160,000)
		Warrants (k)
Building Products - 0.1%	130,548	Neenah Enterprises Inc. (expires 9/30/2010)
Chemicals - 0.0%	471	GenTek Inc. Tranche B (expires 11/10/2008)
	231	GenTek Inc. Tranche C (expires 11/10/2010)
Health Care Providers & Services - 0.0%	126,761	HealthSouth Corp. (expires 1/16/2014)
Media - 0.0%	15,000	Sirius Satellite Radio, Inc. (expires 5/1/2010)
Wireless Telecommunication Services - 0.2%	1,325	American Tower Corp. (expires 8/01/2008)
		Total Warrants (Cost - \$870,754) - 0.3%
		Rights
Household Durables - 0.0%	28,675	Medis Tech Rights (l)

Edgar Filing: BLACKROCK DEBT STRATEGIES FUND - Form N-Q

Total Rights (Cost - \$0) - 0.0%

		Beneficial Interest	Other Interests (f)
Airlines - 0.1%	USD	5,505,000 4,200,000	Delta Air Lines, Inc. Default 8.33% Escrow Delta Air Lines, Inc. Default 10% Escrow
Auto Components - 0.0%		3,614,601	Cambridge Industries, Inc. (Litigation Tr

BlackRock Debt Strategies Fund, Inc.  
Schedule of Investments as of November 30, 2007 (Unaudited) (in U.S. dollars)

Industry		Beneficial Interest	Other Interests (f)
Media - 0.0%	USD	7,500,000 5,000 9,406,019 500,000	Adelphia Escrow Adelphia Preferred Escrow Adelphia Recovery Trust Adelphia Recovery Trust Series ACC-6B INT

Paper & Forest Products - 0.0%		18	Cellu Tissue Holdings, Inc. 1-Year Escrow
			Total Other Interests (Cost - \$30,801) -

Short-Term Securities

	USD	10,054,508	BlackRock Liquidity Series, LLC Cash Sweep Series, 4.75% (c) (i)
			Total Short-Term Securities (Cost - \$10,054,508) - 1.5%

Total Investments (Cost - \$1,006,837,263)

Liabilities in Excess of Other Assets - (

Net Assets - 100.0%

\* The cost and unrealized appreciation (depreciation) of investments as of November 30, 2007, as computed for federal income tax purposes, were as follows:

Edgar Filing: BLACKROCK DEBT STRATEGIES FUND - Form N-Q

Aggregate cost	\$ 1,008,168,610
	=====
Gross unrealized appreciation	\$ 23,291,167
Gross unrealized depreciation	(89,380,986)
	-----
Net unrealized depreciation	\$ (66,089,819)
	=====

\*\* Floating rate loan interests in which the Fund invests generally pay interest at rates that are periodically determined by reference to a base lending rate plus a premium. The base lending rates are generally (i) the lending rate offered by one or more European banks, such as LIBOR (London InterBank Offered Rate), (ii) the prime rate offered by one or more U.S. banks or (iii) the certificate of deposit rate.

- (a) Convertible security.
- (b) Floating rate security.
- (c) Investments in companies considered to be an affiliate of the Fund, for purposes of Section 2(a)(3) of the Investment Company Act of 1940, were as follows:

Affiliate	Net Activity	Interest Income
BlackRock Liquidity Series, LLC Cash Sweep Series	\$ 8,139,758	\$ 261,670

- (d) Non-income producing security.
- (e) Non-income producing security; issuer filed for bankruptcy or is in default of interest payments.
- (f) Other interests represent beneficial interest in liquidation trusts and other reorganization entities and are non-income producing.
- (g) Represents a pay-in-kind security which may pay interest/dividends in additional face/shares.
- (h) Represents a step bond; the interest rate shown reflects the effective yield at the time of purchase.
- (i) Represents the current yield as of November 30, 2007.
- (j) Subject to principal paydowns.
- (k) Warrants entitle the Fund to purchase a predetermined number of shares of common stock and are non-income producing. The purchase price and number of shares are subject to adjustment under certain conditions until the expiration date.
- (l) The rights may be exercised until January 7, 2008.
- (m) The security may be offered and sold to "qualified institutional buyers" under Rule 144A of the Securities Act of 1933.
- (n) As a result of bankruptcy proceedings, the company did not repay the principal amount of the security upon maturity. The security is non-income producing.
- o For Fund compliance purposes, the Fund's industry classifications refer to any one or more of the industry sub-classifications used by one or more widely recognized market indexes or ratings group indexes, and/or as defined by Fund management. This definition may not apply for purposes of this report, which may combine industry sub-classifications for reporting ease. Industries are shown as a percent of net assets.

BlackRock Debt Strategies Fund, Inc.  
Schedule of Investments as of November 30, 2007 (Unaudited) (in U.S. dollars)



## Edgar Filing: BLACKROCK DEBT STRATEGIES FUND - Form N-Q

- o Forward foreign exchange contracts as of November 30, 2007 were as follows:

Foreign Currency Sold	Settlement Date	Unrealized Depreciation
EUR 3,247,500	January 2008	\$ (153,970)
Total Unrealized Depreciation on Forward Foreign Exchange Contracts (USD Commitment - \$4,601,708)		\$ (153,970) =====

- o Swaps outstanding as of November 30, 2007 were as follows:

	Notional Amount	Unrealize Appreciati (Depreciati
Sold credit default protection on Novelis Inc. and receive 1.40% Broker, JPMorgan Chase Expires January 2008	USD 4,000,000	\$ 3,4
Sold credit default protection on Ford Motor Company and receive 3.80% Broker, Lehman Brothers Special Finance Expires March 2010	USD 10,000,000	(371,6
Sold credit default protection on BAA Ferovial Junior Term Loan and receive 2.00% Broker, Deutsche Bank AG London Expires June 2012	USD 900,000	(54,0
Bought credit default protection on Frontier Drilling and pay 3.45% Broker, Lehman Brothers Special Finance Expires September 2012	USD 2,250,000	54,9
Bought credit default protection on Frontier Drilling ASA and pay 4.00% Broker, Lehman Brothers Special Finance Expires September 2012	USD 2,500,000	16,7
Total		\$ (350,5 =====

- o Currency Abbreviations:

EUR Euro  
USD U.S. Dollar

Item 2 - Controls and Procedures

Edgar Filing: BLACKROCK DEBT STRATEGIES FUND - Form N-Q

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 and 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 Debt Strategies Fund, Inc.

By: /s/ Donald C. Burke

-----  
Donald C. Burke,  
Chief Executive Officer of  
BlackRock Debt Strategies Fund, Inc.

Date: January 16, 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 Debt Strategies Fund, Inc.

Date: January 16, 2008

By: /s/ Neal J. Andrews

-----  
Neal J. Andrews,  
Chief Financial Officer (principal financial officer) of  
BlackRock Debt Strategies Fund, Inc.

Date: January 16, 2008