

BLACKROCK DEBT STRATEGIES FUND, INC.

Form N-Q

January 22, 2015

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: John M. Perlowski, Chief Executive Officer, BlackRock Debt

Strategies Fund, Inc., 55 East 52nd Street, New York, NY 10055

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

Date of fiscal year end: 02/28/2015

Date of reporting period: 11/30/2014

Item 1 Schedule of Investments

Consolidated Schedule of Investments November 30, 2014 (Unaudited)

BlackRock Debt Strategies Fund, Inc. (DSU)

(Percentages shown are based on Net Assets)

Common Stocks	Shares	Value
Chemicals 0.1%		
GEO Specialty Chemicals, Inc. (a)	481,806	\$ 467,352
LyondellBasell Industries NV, Class A	26	2,050
		469,402
Diversified Consumer Services 0.5%		
Cengage Thomson Learning (a)	49,549	1,293,229
Houghton Mifflin Harcourt Co. (a)	147,998	2,844,522
		4,137,751
Diversified Financial Services 0.4%		
Kcad Holdings I Ltd. (a)	756,012,055	3,024,048
Diversified Telecommunication Services 0.0%		
Broadview Networks Holdings, Inc. (a)	5,037	9,571
Electrical Equipment 0.0%		
Medis Technologies Ltd. (a)	286,757	3
Health Care Providers & Services 0.0%		
HealthSouth Corp.	1,101	45,284
Media 0.0%		
Adelphia Recovery Trust (a)	396,568	912
Adept Communications Corp., Class A (a)	400,000	3,000
		3,912
Paper & Forest Products 0.4%		
Ainsworth Lumber Co. Ltd. (a)	803,254	1,788,690
Ainsworth Lumber Co. Ltd. (a)(b)	695,930	1,612,216
		3,400,906
Semiconductors & Semiconductor Equipment 0.0%		
SunPower Corp. (a)	1,707	48,069
Total Common Stocks 1.4%		11,138,946

	Par	(000)	Value
Asset-Backed Securities			
ACAS CLO, Ltd., Series 2014-2A, Class D, 4.13%, 1/15/27 (b)	USD	2,500	2,363,200
Adams Mill CLO Ltd., Series 2014-1A, Class D1, 3.70%, 7/15/26 (b)		450	420,750
ALM Loan Funding, Series 2013-7RA (b):			
Class C, 3.68%, 4/24/24		1,310	1,232,695
Class D, 5.23%, 4/24/24		1,150	1,056,539
ALM XIV Ltd., Series 2014-14A (b):			
Class B, 3.18%, 7/28/26		563	542,696
Class C, 3.68%, 7/28/26		713	662,281
	Par		
Asset-Backed Securities		(000)	Value
Atlas Senior Loan Fund Ltd., Series 2014-6A, Class D, 3.96%, 10/15/26 (b)	USD	1,240	\$ 1,151,470
Atrium CDO Corp., Series 9A, Class D, 3.74%, 2/28/24 (b)		1,300	1,230,016
Benefit Street Partners CLO II Ltd., Series 2013-IIA, Class C, 3.73%, 7/15/24 (b)		900	834,616
Carlyle Global Market Strategies CLO Ltd. (b):			
Series 2012-4A, Class D, 4.73%, 1/20/25		900	899,962
Series 2013-1A, Class C, 4.23%, 2/14/25		250	242,965
Cent CLO 22, Ltd., Series 2014-22A, Class C, 3.98%, 11/07/26 (b)		625	591,187
CFIP CLO Ltd., Series 2013-1A, Class D, 3.98%, 4/20/24 (b)		1,500	1,402,498
CIFC Funding Ltd., Series 2014-3A, Class D, 3.55%, 7/22/26 (b)		250	230,840
Fraser Sullivan CLO VII Ltd., Series 2012-7A, Class C, 4.23%, 4/20/23 (b)		1,170	1,145,419
Galaxy CLO Ltd., Series 2014-18A, Class C1, 3.23%, 10/15/26 (b)		625	607,965

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Madison Park Funding XI Ltd., Series 2013-11A, Class D, 3.73%, 10/23/25 (b)	555	524,447
Neuberger Berman CLO XVIII, Ltd., Series 2014-18A, Class C, 3.98%, 11/14/25 (b)(d)	1,000	940,400
Octagon Investment Partners XX Ltd., Series 2014-1A, Class D, 3.89%, 8/12/26 (b)	350	330,014
OZLM Funding Ltd., Series 2012-2A, Class C, 4.58%, 10/30/23 (b)	500	488,177
OZLM IX, Ltd., Series 2014-9A, Class C, 3.83%, 1/20/27 (b)(d)	1,000	935,200
OZLM VII Ltd., Series 2014-7A, Class C, 3.85%, 7/17/26 (b)	500	467,371
Regatta Funding LP, Series 2013-2A, Class C, 4.23%, 1/15/25 (b)	750	720,923
Symphony CLO Ltd., Series 2012-10A, Class D, 5.48%, 7/23/23 (b)	650	650,922
Voya CLO, Ltd., Series 2014-4A, Class SUB, 0.00%, 10/14/26 (b)	1,000	925,000
Total Asset-Backed Securities 2.6%		20,597,553

BLACKROCK DEBT STRATEGIES FUND, INC.

NOVEMBER 30, 2014

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Consolidated Schedule of Investments (continued)

BlackRock Debt Strategies Fund, Inc. (DSU)

		(Percentages shown are based on Net Assets)	
		Par	
	(000)		Value
Corporate Bonds			
Aerospace & Defense 0.8%			
DigitalGlobe, Inc., 5.25%, 2/01/21 (b)	USD	1,017	\$ 976,320
Huntington Ingalls Industries, Inc.:			
7.13%, 3/15/21		1,150	1,249,187
5.00%, 12/15/21 (b)(d)		307	311,989
Meccanica Holdings USA, Inc., 6.25%, 7/15/19 (b)		347	375,628
TransDigm, Inc.:			
6.00%, 7/15/22		2,205	2,227,050
6.50%, 7/15/24		1,030	1,050,600
			6,190,774
Airlines 1.3%			
Air Canada Pass-Through Trust, Series 2013-1, Class C, 6.63%, 5/15/18 (b)		712	735,781
American Airlines Pass-Through Trust, Series 2013-2, Class C, 6.00%, 1/15/17 (b)		3,195	3,290,850
Continental Airlines Pass-Through Trust, Series 2012-3, Class C, 6.13%, 4/29/18		2,390	2,539,375
Delta Air Lines Pass-Through Trust, Series 2009-1, Class B, 9.75%, 6/17/18		256	289,212
US Airways Pass-Through Trust, Series 2013-1, Class B, 5.38%, 5/15/23		2,300	2,340,029
Virgin Australia Trust, Series 2013-1, Class C, 7.13%, 10/23/18 (b)		1,161	1,196,314
			10,391,561
Auto Components 1.7%			
Affinia Group, Inc., 7.75%, 5/01/21		1,200	1,233,000
Autodis SA, 6.50%, 2/01/19	EUR	100	125,837
Dana Holding Corp., 6.75%, 2/15/21	USD	180	191,250
Delphi Corp., 6.13%, 5/15/21		380	413,250
Icahn Enterprises LP/Icahn Enterprises Finance Corp.:			
3.50%, 3/15/17		145	143,369
4.88%, 3/15/19		4,609	4,666,612
Jaguar Land Rover Automotive PLC:			
8.25%, 3/15/20	GBP	569	980,589
5.63%, 2/01/23 (b)	USD	425	447,312
Pittsburgh Glass Works LLC, 8.00%, 11/15/18 (b)		194	205,640
	Par		
Corporate Bonds			
Auto Components (concluded)			
Schaeffler Holding Finance BV:			
2.75%, 5/15/19	EUR	383	\$ 480,418
5.75% (5.75% Cash), 11/15/21 (e)		145	189,991
6.25% (6.25% Cash), 11/15/19 (b)(e)	USD	738	772,132
6.75% (6.75% Cash), 11/15/22 (b)(e)		1,522	1,605,710
6.88% (6.88% Cash or 7.63% PIK), 8/15/18 (b)(e)		1,195	1,250,269
6.88% (6.88% Cash), 8/15/18 (e)	EUR	385	503,862
Titan International, Inc., 6.88%, 10/01/20	USD	610	561,200
Venture Holdings Co. LLC (a)(f):			
12.00%, 7/01/49		5,150	1
Series B, 9.50%, 7/01/05		5,125	1
			13,770,443
Automobiles 0.5%			
Chrysler Group LLC/CG Co-Issuer, Inc., 8.00%, 6/15/19		1,341	1,421,460
General Motors Co.:			
4.88%, 10/02/23		495	524,700
6.25%, 10/02/43		1,345	1,563,562
5.20%, 4/01/45		680	698,972
			4,208,694
Banks 0.8%			
Banco Espirito Santo SA:			

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2.63%, 5/08/17	EUR	100	112,314
4.75%, 1/15/18		200	237,499
4.00%, 1/21/19		100	115,983
CIT Group, Inc.:			
5.00%, 5/15/17	USD	950	990,375
5.25%, 3/15/18		1,434	1,511,436
6.63%, 4/01/18 (b)		295	321,550
5.50%, 2/15/19 (b)		3,099	3,284,940
Lloyds Bank PLC, 11.88%, 12/16/21	EUR	12	18,055
			6,592,152
Beverages 0.1%			
Constellation Brands, Inc.:			
7.25%, 5/15/17	USD	87	97,223
3.88%, 11/15/19			