

BLACKROCK LTD DURATION INCOME TRUST
Form N-Q
September 26, 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 811-21349

Name of Fund: BlackRock Limited Duration Income Trust (BLW)

Fund Address: 100 Bellevue Parkway, Wilmington, DE 19809

Name and address of agent for service: Donald C. Burke, Chief Executive Officer, BlackRock Limited Duration 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: 05/01/2008 07/31/2008

BlackRock Limited Duration Income Trust**Schedule of Investments July 31, 2008 (Unaudited)****(Percentages shown are based on Net Assets)**

Industry	Asset-Backed Securities	Par (000)	Value
	Sterling Bank Trust Series 2004-2 Class Note, 2.081%, 3/30/30 (a)	\$ 21,867	\$ 1,120,701
	Sterling Coofs Trust Series 1, 2.362%, 4/15/29 (a)	17,311	1,292,887
	Total Asset-Backed Securities - 0.4%		2,413,588
	Corporate Bonds		
Aerospace & Defense - 0.6%	CHC Helicopter Corp., 7.375%, 5/01/14	1,715	1,781,456
	DRS Technologies, Inc., 6.875%, 11/01/13	330	331,650
	DRS Technologies, Inc., 7.625%, 2/01/18	310	322,400
	Hexcel Corp., 6.75%, 2/01/15	650	628,875
	TransDigm, Inc., 7.75%, 7/15/14	570	555,750
			3,620,131
Air Freight & Logistics - 0.1%	Park-Ohio Industries, Inc., 8.375%, 11/15/14	905	746,625
Airlines - 0.1%	American Airlines, Inc. Series 99-1, 7.324%, 4/15/11	520	479,700
Auto Components - 0.4%	Allison Transmission, Inc., 11%, 11/01/15 (b)	70	63,350
	Allison Transmission, Inc., 11.25%, 11/01/15 (b)(c)	670	582,900
	Lear Corp., 8.75%, 12/01/16	1,575	1,244,250
	Metaldyne Corp., 10%, 11/01/13	1,000	410,000
			2,300,500
Automobiles - 0.1%	Ford Capital BV, 9.50%, 6/01/10	500	420,000
Building Products - 0.4%	CPG International I, Inc., 10.50%, 7/01/13	750	592,500
	Momentive Performance Materials, Inc., 11.50%, 12/01/16	2,590	1,994,300
			2,586,800
Capital Markets - 1.0%	E*Trade Financial Corp., 12.50%, 11/30/17 (b)	2,500	2,637,500
	Marsico Parent Co., LLC, 10.625%, 1/15/16 (b)	2,651	2,283,174
	Marsico Parent Holdco, LLC, 12.50%, 7/15/16 (b)(c)	977	831,492
	Marsico Parent Superholdco, LLC, 14.50%, 1/15/18 (b)(c)	659	554,025
			6,306,191
Chemicals - 1.2%	American Pacific Corp., 9%, 2/01/15	1,100	1,064,250
	Ames True Temper, Inc., 6.791%, 1/15/12 (e)	2,085	1,657,575
	Huntsman LLC, 11.50%, 7/15/12	310	323,175
	Ineos Group Holdings Plc, 7.875%, 2/15/16 (b)	EUR 1,490	1,481,656
	Innophos, Inc., 8.875%, 8/15/14	\$ 2,225	2,225,000
	Key Plastics LLC, 11.75%, 3/15/13 (b)	980	343,000
	Terra Capital, Inc. Series B, 7%, 2/01/17	115	113,562
			7,208,218
Commercial Services & Supplies - 1.7%	Casella Waste Systems, Inc., 9.75%, 2/01/13	2,000	1,980,000
	DI Finance Series B, 9.50%, 2/15/13	2,538	2,515,793
	FTI Consulting, Inc., 7.75%, 10/01/16	350	357,875
	Sally Holdings LLC, 10.50%, 11/15/16 (b)(f)	990	952,875
	Waste Services, Inc., 9.50%, 4/15/14	2,065	2,075,325
	West Corp., 11%, 10/15/16 (f)	3,595	2,858,025
			10,739,893

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		Par (000)	Value
Industry	Corporate Bonds		
Communications Equipment - 0.3%	Nortel Networks Ltd., 7.041%, 7/15/11 (e)	\$ 1,970	\$ 1,856,725
Containers & Packaging - 0.8%	Berry Plastics Holding Corp., 6.651%, 9/15/14 (e)	510	374,850
	Berry Plastics Holding Corp., 8.875%, 9/15/14	910	728,000
	Crown Americas LLC, 7.75%, 11/15/15	885	913,762
	Impress Holdings BV, 5.916%, 9/15/13 (b)(e)	1,370	1,212,450
	Pregis Corp., 12.375%, 10/15/13	2,020	1,939,200
			5,168,262
Diversified Financial Services - 1.4%	Ford Motor Credit Co., 7.375%, 2/01/11	2,800	2,256,979
	Ford Motor Credit Co. LLC, 5.538%, 1/13/12 (e)	565	409,632
	Ford Motor Credit Co. LLC, 7.241%, 4/15/12 (e)	60	56,971
	Ford Motor Credit Co. LLC, 7.80%, 6/01/12	1,665	1,250,487
	GMAC LLC, 6.875%, 8/28/12	2,735	1,716,483
	Structured Asset Repackaged Trust, 3.761%, 1/21/10	3,068	3,022,099
			8,712,651
Diversified Telecommunication Services - 3.1%	Cincinnati Bell, Inc., 7.25%, 7/15/13	1,420	1,370,300
	Deutsche Telekom International Finance BV, 8%, 6/15/10 (f)	5,000	5,279,240
	Qwest Communications International, Inc., 6.176%, 2/15/09 (e)	1,364	1,350,360
	Qwest Communications International, Inc., 7.50%, 2/15/14	3,595	3,316,387
	Qwest Corp., 6.026%, 6/15/13 (e)(f)	3,000	2,782,500
	Wind Acquisition Finance SA, 10.75%, 12/01/15 (b)	1,500	1,552,500
	Windstream Corp., 8.125%, 8/01/13 (f)	2,340	2,363,400
	Windstream Corp., 8.625%, 8/01/16	1,060	1,073,250
			19,087,937
Electric Utilities - 0.6%	Edison Mission Energy, 7.50%, 6/15/13	590	592,950
	Elwood Energy LLC, 8.159%, 7/05/26	149	143,601
	Midwest Generation LLC Series B, 8.56%, 1/02/16	2,676	2,762,490
			3,499,041
Electrical Equipment - 0.6%	Superior Essex Communications LLC, 9%, 4/15/12	3,765	3,840,300
Electronic Equipment & Instruments - 0.4%	Sanmina-SCI Corp., 6.75%, 3/01/13	315	280,350
	Sanmina-SCI Corp., 8.125%, 3/01/16 (f)	2,560	2,278,400
			2,558,750
Energy Equipment & Services - 0.2%	Compagnie Generale de Geophysique-Veritas, 7.50%, 5/15/15	255	252,450
	Compagnie Generale de Geophysique-Veritas, 7.75%, 5/15/17	420	416,850
	Grant Prideco, Inc. Series B, 6.125%, 8/15/15 (f)	380	377,050
	North American Energy Partners, Inc., 8.75%, 12/01/11	270	271,350
	SemGroup LP, 8.75%, 11/15/15 (b)(g)(h)	1,240	167,400
			1,485,100
Food & Staples Retailing - 0.5%	Rite Aid Corp., 7.50%, 3/01/17 (f)	3,440	2,786,400
Gas Utilities - 0.2%	El Paso Natural Gas Co., 8.375%, 6/15/32	400	438,266

Targa Resources, Inc., 8.50%, 11/01/13	725	688,750
		1,127,016

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Industry	Corporate Bonds	Par (000)	Value
Health Care Equipment & Supplies - 1.3%	Biomet, Inc., 10%, 10/15/17	\$ 500	\$ 537,500
	Biomet, Inc., 10.375%, 10/15/17 (c)	500	527,500
	Biomet, Inc., 11.625%, 10/15/17	670	707,688
	ReAble Therapeutics Finance LLC, 10.875%, 11/15/14 (b)(f)	6,420	6,420,000
			8,192,688
Health Care Providers & Services - 0.7%	Tenet Healthcare Corp., 6.50%, 6/01/12	1,985	1,927,931
	Viant Holdings, Inc., 10.125%, 7/15/17 (b)	2,948	2,491,060
			4,418,991
Hotels, Restaurants & Leisure - 2.2%	American Real Estate Partners LP, 8.125%, 6/01/12 (f)	5,860	5,596,300
	American Real Estate Partners LP, 7.125%, 2/15/13	1,480	1,324,600
	Greektown Holdings, LLC, 10.75%, 12/01/13 (b)(g)(h)	1,344	967,680
	Harrah's Operating Co., Inc., 10.75%, 2/01/16 (b)	5,695	4,299,725
	Harrah's Operating Co., Inc., 10.75%, 2/01/18 (b)(c)	1,790	1,120,988
	Tropicana Entertainment LLC Series WI, 9.625%, 12/15/14 (g)(h)	775	209,250
	Wynn Las Vegas LLC, 6.625%, 12/01/14	100	90,500
			13,609,043
Household Durables - 0.0%	Berkline/BenchCraft, LLC, 4.50%, 11/03/12 (c)(g)(h)(i)	200	0
IT Services - 1.0%	First Data Corp., 9.875%, 9/24/15 (b)	270	238,950
	iPayment, Inc., 9.75%, 5/15/14	950	795,625
	iPayment Investors LP, 12.75%, 7/15/14 (b)(c)	4,205	4,180,686
	SunGard Data Systems, Inc., 9.125%, 8/15/13	790	807,775
			6,023,036
Independent Power Producers & Energy Traders - 0.7%	The AES Corp., 8.75%, 5/15/13 (b)	2,803	2,908,113
	NRG Energy, Inc., 7.25%, 2/01/14	210	204,750
	NRG Energy, Inc., 7.375%, 2/01/16	1,185	1,149,450
			4,262,313
Industrial Conglomerates - 1.2%	Sequa Corp., 11.75%, 12/01/15 (b)	3,210	2,792,700
	Sequa Corp., 13.50%, 12/01/15 (b)(c)	4,810	4,365,481
			7,158,181
Leisure Equipment & Products - 0.1%	Quiksilver, Inc., 6.875%, 4/15/15	575	451,375
Machinery - 1.0%	AGY Holding Corp., 11%, 11/15/14	1,700	1,521,500
	Accuride Corp., 8.50%, 2/01/15	850	578,000
	Sunstate Equipment Co. LLC, 10.50%, 4/01/13 (b)	3,125	2,453,125
	Synventive Molding Solutions Sub-Series A, 14%, 1/14/11	600	270,000
	Terex Corp., 8%, 11/15/17	1,085	1,060,587
			5,883,212
Marine - 0.1%	Navios Maritime Holdings, Inc., 9.50%, 12/15/14	676	660,790
Media - 6.9%	Affinion Group, Inc., 10.125%, 10/15/13	1,975	1,984,875
	Affinion Group, Inc., 11.50%, 10/15/15	850	845,750
	CMP Susquehanna Corp., 9.875%, 5/15/14	2,425	1,527,750
	Cablevision Systems Corp. Series B, 7.133%, 4/01/09 (e)	800	805,000

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Charter Communications Holdings I, LLC, 11%, 10/01/15	865	655,238
Charter Communications Holdings II, LLC, 10.25%, 9/15/10	3,420	3,255,388

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Industry	Corporate Bonds	Par (000)	Value
	Comcast Cable Communications LLC, 6.875%, 6/15/09 (f)	\$ 6,685	\$ 6,851,376
	Dex Media West LLC, 9.875%, 8/15/13	1,650	1,295,250
	DirectTV Holdings LLC, 5.25%, 3/15/13	500	516,250
	EchoStar DBS Corp., 5.75%, 10/01/08	2,800	2,803,500
	EchoStar DBS Corp., 7%, 10/01/13	200	190,000
	EchoStar DBS Corp., 7.125%, 2/01/16	200	184,500
	Network Communications, Inc., 10.75%, 12/01/13	1,520	1,147,600
	Nielsen Finance LLC, 4.734%, 8/01/14	3,825	3,853,688
	ProtoStar I Ltd., 12.50%, 10/15/12 (b)(e)(j)	3,345	3,244,435
	R.H. Donnelley Corp., 11.75%, 5/15/15 (b)	2,443	1,807,690
	Rainbow National Services LLC, 8.75%, 9/01/12 (b)	925	935,406
	Rainbow National Services LLC, 10.375%, 9/01/14 (b)	3,134	3,318,122
	Salem Communications Corp., 7.75%, 12/15/10	2,000	1,715,000
	Sinclair Broadcast Group, Inc. Class A, 4.875%, 7/15/18 (j)	460	422,625
	Sirius Satellite Radio, Inc., 9.625%, 8/01/13	185	151,700
	TL Acquisitions, Inc., 10.50%, 1/15/15 (b)	4,500	3,960,000
	Windstream Regatta Holdings, Inc., 11%, 12/01/17 (b)	1,575	1,023,750
			42,494,893
Metals & Mining - 1.2%	AK Steel Corp., 7.75%, 6/15/12	2,200	2,255,000
	Freeport-McMoRan Copper & Gold, Inc., 5.883%, 4/01/15 (e)	1,495	1,502,206
	Freeport-McMoRan Copper & Gold, Inc., 8.375%, 4/01/17 (f)	3,495	3,661,013
			7,418,219
Multiline Retail - 0.7%	JC Penny Corp. Inc., 8%, 3/01/10 (f)	4,400	4,532,207
	Neiman Marcus Group, Inc., 9%, 10/15/15 (c)	73	71,357
			4,603,564
Oil, Gas & Consumable Fuels - 2.1%	Berry Petroleum Co., 8.25%, 11/01/16	550	541,750
	Chaparral Energy, Inc., 8.50%, 12/01/15	1,210	1,043,625
	Chesapeake Energy Corp., 6.375%, 6/15/15	650	614,250
	Compton Petroleum Finance Corp., 7.625%, 12/01/13	700	682,500
	EXCO Resources, Inc., 7.25%, 1/15/11	495	490,050
	Encore Acquisition Co., 6%, 7/15/15	250	226,250
	OPTI Canada, Inc., 8.25%, 12/15/14	1,990	2,004,925
	Overseas Shipholding Group, Inc., 8.75%, 12/01/13	1,650	1,716,000
	Sabine Pass LNG LP, 7.50%, 11/30/16	1,515	1,302,900
	SandRidge Energy, Inc., 6.416%, 4/01/14 (b)(e)	1,500	1,472,302
	SandRidge Energy, Inc., 8.625%, 4/01/15 (b)(c)	1,500	1,513,125
	Whiting Petroleum Corp., 7.25%, 5/01/12	160	157,200
	Whiting Petroleum Corp., 7.25%, 5/01/13	1,390	1,358,725
			13,123,602
Paper & Forest Products - 0.5%	Bowater, Inc., 5.776%, 3/15/10 (e)	670	549,400
	Domtar Corp., 7.875%, 10/15/11	140	139,650
	Domtar Corp., 7.125%, 8/15/15	300	282,000

NewPage Corp., 9.051%, 5/01/12 (e)

1,500

1,425,000

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Industry	Corporate Bonds		
	NewPage Corp., 10%, 5/01/12	\$ 665	\$ 636,738
	NewPage Corp., 12%, 5/01/13	200	191,500
			3,224,288
Real Estate Investment Trusts (REITs) - 0.2%	Rouse Co. LP, 5.375%, 11/26/13 (f)	2,000	1,537,874
Semiconductors & Semiconductor Equipment - 0.7%	Amkor Technology, Inc., 7.75%, 5/15/13	2,063	1,887,645
	Amkor Technology, Inc., 9.25%, 6/01/16	310	293,725
	Freescale Semiconductor, Inc., 8.875%, 12/15/14	940	796,650
	Freescale Semiconductor, Inc., 9.125%, 12/15/14 (c)	1,305	1,057,050
			4,035,070
Software - 0.0%	BMS Holdings, Inc., 9.954%, 2/15/12 (b)(c)(e)	491	304,597
Specialty Retail - 2.5%	AutoNation, Inc., 4.791%, 4/15/13 (e)	690	569,250
	AutoNation, Inc., 7%, 4/15/14	690	594,263
	General Nutrition Centers, Inc., 7.199%, 3/15/14 (c)(e)	2,250	1,868,190
	General Nutrition Centers, Inc., 10.75%, 3/15/15	1,880	1,583,900
	Group 1 Automotive, Inc., 8.25%, 8/15/13 (f)	5,000	4,550,000
	Lazy Days' R.V. Center, Inc., 11.75%, 5/15/12	1,475	980,875
	Michaels Stores, Inc., 10%, 11/01/14 (f)	1,895	1,520,737
	Michaels Stores, Inc., 11.375%, 11/01/16 (f)	1,565	1,103,325
	Sonic Automotive, Inc. Series B, 8.625%, 8/15/13	3,500	2,800,000