

BLACKROCK DEBT STRATEGIES FUND, INC.

Form N-Q

January 22, 2016

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: 02/28/2016

Date of reporting period: 11/30/2015

Item 1 Schedule of Investments

Consolidated Schedule of Investments November 30, 2015 (Unaudited)

BlackRock Debt Strategies Fund, Inc. (DSU)

(Percentages shown are based on Net Assets)

| | Shares | Value |
|--|---------------|------------|
| Common Stocks | | |
| Chemicals 0.1% | | |
| GEO Specialty Chemicals, Inc. (a) | 557,488 | \$ 250,870 |
| GEO Specialty Chemicals, Inc. (a)(b) | 481,806 | 216,813 |
| LyondellBasell Industries NV, Class A | 26 | 2,491 |
| | | 470,174 |
| Diversified Consumer Services 0.2% | | |
| Houghton Mifflin Harcourt Co. (a) | 75,798 | 1,497,768 |
| Diversified Financial Services 0.0% | | |
| Kcad Holdings I Ltd. (a) | 1,075,282,733 | 86,023 |
| Diversified Telecommunication Services 0.0% | | |
| Broadview Networks Holdings, Inc. (a) | 5,037 | 7,555 |
| Media 0.0% | | |
| Adelphia Recovery Trust (a) | 396,568 | 793 |
| Adept Communications Corp., Class A | 400,000 | 3,000 |
| | | 3,793 |
| Semiconductors & Semiconductor Equipment 0.0% | | |
| SunPower Corp. (a) | 1,707 | 40,900 |
| Total Common Stocks 0.3% | | 2,106,213 |

| | Par (000) | Value |
|---|--------------|-----------|
| Asset-Backed Securities | | |
| ACAS CLO Ltd., Class D (b)(c): | | |
| Series 2014-2A, 4.22%, 1/15/27 | USD 2,500 | 2,329,895 |
| Series 2015-1A, 3.97%, 4/18/27 | 280 | 249,604 |
| Adirondack Park CLO Ltd., Series 2013-1A, Class D, 3.97%, 4/15/24 (b)(c) | 350 | 331,545 |
| ALM Loan Funding, Series 2013-7RA (c): | | |
| Class C, 3.77%, 4/24/24 | 1,310 | 1,279,985 |
| Class D, 5.32%, 4/24/24 (b) | 1,150 | 1,114,437 |
| ALM VII R-2, Ltd., Series 2013-7R2A, Class C, 3.77%, 4/24/24 (b)(c) | 250 | 246,299 |
| ALM XIV Ltd., Series 2014-14A, Class C, 3.77%, 7/28/26 (c) | 713 | 653,728 |
| Anchorage Capital CLO Ltd., Series 2015-6A, Class E1, 5.22%, 4/15/27 (b)(c) | 750 | 618,825 |

| | Par (000) | Value |
|---|--------------|------------|
| Asset-Backed Securities | | |
| Apidos CDO, Series 2015-21A, Class C, 3.83%, 7/18/27 (b)(c) | USD 250 | \$ 232,075 |
| Atlas Senior Loan Fund Ltd. (c): | | |
| Series 2012-1A, Class B2L, 6.61%, 8/15/24 (b) | 340 | 332,521 |
| Series 2014-6A, Class D, 4.02%, 10/15/26 | 1,240 | 1,148,484 |
| Atrium CDO Corp., Series 9A, Class D, 3.91%, 2/28/24 (c) | 1,300 | 1,227,759 |
| Benefit Street Partners CLO II Ltd., Series 2013-IIA, Class C, 3.82%, 7/15/24 (b)(c) | 900 | 823,081 |
| BlueMountain CLO Ltd., Class E (b)(c): | | |
| Series 2014-4A, 5.71%, 11/30/26 | 250 | 214,977 |
| Series 2015-2A, 5.63%, 7/18/27 | 250 | 211,210 |
| Carlyle Global Market Strategies CLO Ltd. (c): | | |
| Series 2012-4A, Class D, 4.79%, 1/20/25 | 900 | 899,850 |
| Series 2013-1A, Class C, 4.36%, 2/14/25 (b) | 250 | 241,794 |
| Series 2015-2A, Class C, 4.07%, 4/27/27 (b) | 250 | 240,453 |
| Series 2015-2A, Class D, 5.62%, 4/27/27 (b) | 1,000 | 850,480 |
| Cent CLO 22 Ltd., Series 2014-22A, Class C, 4.09%, 11/07/26 (c) | 625 | 592,875 |

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| | | |
|--|-------|-----------|
| CFIP CLO Ltd., Series 2013-1A, Class D, 4.07%, 4/20/24 (b)(c) | 1,500 | 1,376,795 |
| CIFC Funding Ltd., Series 2014-3A, Class D, 3.72%, 7/22/26 (b)(c) | 250 | 227,633 |
| Highbridge Loan Management Ltd., Series 6A-2015 (b)(c): | | |
| Class D, 3.98%, 5/05/27 | 300 | 273,000 |
| Class E1, 5.78%, 5/05/27 | 1,250 | 1,037,500 |
| Madison Park Funding IX Ltd., Series 2012-9AR, Class DR, 4.21%, 8/15/22 (b)(c) | 655 | 636,401 |
| Madison Park Funding XI Ltd., Series 2013-11A, Class D, 3.82%, 10/23/25 (b)(c) | 555 | 523,258 |
| Neuberger Berman CLO XVI, Ltd., Series 2014-16A, Class D, 3.67%, 4/15/26 (b)(c) | 250 | 231,926 |
| Neuberger Berman CLO XVIII Ltd., Series 2014-18A, Class C, 4.11%, 11/14/25 (b)(c) | 1,000 | 930,013 |

BLACKROCK DEBT STRATEGIES FUND, INC.

NOVEMBER 30, 2015

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Consolidated Schedule of Investments (continued)

BlackRock Debt Strategies Fund, Inc. (DSU)

| | | Par (000) | Value |
|--|-----|--------------|--------------|
| Asset-Backed Securities | | | |
| OZLM Funding Ltd., Series 2012-2A, Class C, 4.67%, 10/30/23 (b)(c) | USD | 500 | \$ 495,051 |
| OZLM VII Ltd., Series 2014-7A, Class C, 3.92%, 7/17/26 (b)(c) | | 500 | 460,055 |
| OZLM IX, Ltd., Series 2014-9A, Class C, 3.89%, 1/20/27 (b)(c) | | 1,000 | 933,593 |
| OZLM XII, Ltd., Series 2015-12A, Class C, 4.02%, 4/30/27 (b)(c) | | 340 | 313,166 |
| Regatta Funding LP, Series 2013-2A, Class C, 4.32%, 1/15/25 (b)(c) | | 750 | 734,097 |
| Sound Point CLO IV Ltd., Series 2013-3A (c): | | | |
| Class A, 1.66%, 1/21/26 | | 910 | 900,122 |
| Class D, 3.79%, 1/21/26 (b) | | 500 | 458,846 |
| Stewart Park CLO Ltd., Series 2015-1A, Class E, 5.77%, 4/15/26 (b)(c) | | 500 | 410,000 |
| TICP CLO I Ltd., Series 2015-1A, Class D, 3.83%, 7/20/27 (b)(c) | | 250 | 227,087 |
| Venture XI CLO Ltd., Series 2012-11AR (b)(c): | | | |
| Class DR, 4.26%, 11/14/22 | | 250 | 237,402 |
| Class ER, 6.46%, 11/14/22 | | 250 | 239,764 |
| Venture XII CLO Ltd., Series 2012-12A, Class D, 4.06%, 2/28/24 (b)(c) | | 250 | 228,823 |
| Venture XX CLO Ltd., Series 2015-20A, Class D, 4.17%, 4/15/27 (b)(c) | | 250 | 234,475 |
| Venture XXI CLO Ltd., Series 2015-21A (c): | | | |
| Class A, 1.77%, 7/15/27 | | 935 | 921,069 |
| Class D, 3.88%, 7/15/27 (b) | | 500 | 455,150 |
| Voya CLO Ltd., Series 2012-2AR, Class ER, 6.32%, 10/15/22 (b)(c) | | 1,250 | 1,175,488 |
| Total Asset-Backed Securities 3.7% | | | 27,500,591 |
| Corporate Bonds | | | |
| Aerospace & Defense 0.5% | | | |
| Bombardier, Inc., 7.50%, 3/15/25 (b) | | 205 | 152,725 |
| Huntington Ingalls Industries, Inc., 5.00%, 12/15/21 (b) | | 307 | 313,908 |
| Meccanica Holdings USA, Inc., 6.25%, 7/15/19 (b) | | 347 | 377,869 |
| TransDigm, Inc.: 6.00%, 7/15/22 | | 2,205 | 2,166,412 |
| Corporate Bonds (continued) | | | |
| TransDigm, Inc. (continued): 6.50%, 7/15/24 | USD | 1,030 | \$ 1,014,550 |
| | | | 4,025,464 |
| Air Freight & Logistics 0.2% | | | |
| WFS Global Holding SAS, 9.50%, 7/15/22 | EUR | 150 | 166,803 |
| XPO Logistics, Inc.: 5.75%, 6/15/21 | | 100 | 101,182 |
| 6.50%, 6/15/22 (b) | USD | 1,520 | 1,398,400 |
| | | | 1,666,385 |
| Airlines 1.4% | | | |
| Air Canada Pass-Through Trust, Series 2013-1, Class C, 6.63%, 5/15/18 (b) | | 712 | 728,910 |
| American Airlines Group, Inc., 4.63%, 3/01/20 (b) | | 542 | 527,095 |
| American Airlines Pass-Through Trust, Series 2013-2, Class C, 6.00%, 1/15/17 (b) | | 3,153 | 3,235,769 |
| Continental Airlines Pass-Through Trust, Series 2012-3, Class C, 6.13%, 4/29/18 | | 2,390 | 2,473,650 |
| Delta Air Lines Pass-Through Trust, Series 2009-1, Class B, 9.75%, 6/17/18 | | 233 | 247,735 |
| US Airways Pass-Through Trust, Series 2013-1, Class B, 5.38%, 5/15/23 | | 2,175 | 2,191,786 |
| Virgin Australia Trust, Series 2013-1, Class C, 7.13%, 10/23/18 (b) | | 873 | 886,360 |
| | | | 10,291,305 |
| Auto Components 1.8% | | | |
| Affinia Group, Inc., 7.75%, 5/01/21 | | 1,200 | 1,242,000 |

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|---|-----|-------|-----------|
| Autodis SA, 6.50%, 2/01/19 | EUR | 100 | 109,592 |
| CNH Industrial Finance Europe SA, 2.75%, 3/18/19 | | 200 | 212,408 |
| Dakar Finance SA, 9.00%, 11/15/20 (d) | | 100 | 104,598 |
| Dana Holding Corp., 6.75%, 2/15/21 | USD | 180 | 185,850 |
| Goodyear Tire & Rubber Co., 6.50%, 3/01/21 | | 651 | 687,417 |
| Icahn Enterprises LP/Icahn Enterprises Finance Corp.: | | | |
| 3.50%, 3/15/17 | | 145 | 145,000 |
| 4.88%, 3/15/19 | | 4,609 | 4,609,000 |

Consolidated Schedule of Investments (continued)

BlackRock Debt Strategies Fund, Inc. (DSU)

| Corporate Bonds | Par (000) | Value |
|-----------------------------------|--------------|-------|
| Auto Components (continued) | | |
| Jaguar Land Rover Automotive PLC: | | |