

BLACKROCK MUNIYIELD INVESTMENT QUALITY FUND

Form N-Q

December 20, 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 811-07156

Name of Fund: BlackRock MuniYield Investment Quality Fund (MFT)

Fund Address: 100 Bellevue Parkway, Wilmington, DE 19809

Name and address of agent for service: John M. Perlowski, Chief Executive Officer, BlackRock MuniYield

Investment Quality Fund, 55 East 52<sup>nd</sup> Street, New York, NY 10055

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

Date of fiscal year end: 07/31/2017

Date of reporting period: 10/31/2016

Item 1 Schedule of Investments

## Schedule of Investments October 31, 2016 (Unaudited)

## BlackRock MuniYield Investment Quality Fund (MFT)

(Percentages shown are based on Net Assets)

|  | Par<br>(000)         | Value        |
|--|----------------------|--------------|
| <b>Municipal Bonds</b>   |                      |              |
| <b>Alabama 4.3%</b>  |                      |              |
| City of Birmingham Alabama Special Care Facilities Financing Authority, RB, Children s Hospital (AGC)                            |                      |              |
| (a):   |                      |              |
| 6.00%, 6/01/19   | \$ 2,985             | \$ 3,363,438 |
| 6.13%, 6/01/19   | 1,500                | 1,694,940    |
| City of Selma Alabama IDB, RB, Gulf Opportunity Zone, International Paper Co. Project, Series A,<br>5.38%, 12/01/35              | 350                  | 401,219      |
|  |                      | 5,459,597    |
| <b>Arizona 0.5%</b>  |                      |              |
| County of Maricopa Arizona IDA, Refunding RB, Banner Health, Series A, 4.00%, 1/01/36 (b)  | 635                  | 670,166      |
| <b>California 20.7%</b>  |                      |              |
| California Educational Facilities Authority, RB, University of Southern California, Series A, 5.25%,<br>10/01/18 (a)             | 1,960                | 2,124,385    |
| California Health Facilities Financing Authority, RB, Sutter Health, Series B, 6.00%, 8/15/42                                    | 1,150                | 1,341,739    |
| City & County of San Francisco California Airports Commission, Refunding ARB, AMT, Series A:<br>2nd, 5.50%, 5/01/28              | 720                  | 861,898      |
| 2nd, 5.25%, 5/01/33  | 560                  | 647,136      |
| 5.00%, 5/01/44   | 745                  | 842,804      |
| City of San Jose California, Refunding ARB, Series A-1, AMT:   |                      |              |
| 5.50%, 3/01/30   | 1,600                | 1,848,096    |
| 6.25%, 3/01/34   | 1,250                | 1,483,912    |
| County of Sacramento California, ARB, Senior Series A (AGC), 5.50%, 7/01/41  | 1,400                | 1,500,954    |
| Kern Community College District, GO, Safety, Repair & Improvement, Series C, 5.50%, 11/01/33                                     | 970                  | 1,197,155    |
| Los Angeles Community College District California, GO, Election of 2001, Series A (NPFGC),<br>5.00%, 8/01/17 (a)                 | 1,000                | 1,032,410    |
| Redondo Beach Unified School District, GO, Election of 2008, Series E, 5.50%, 8/01/21 (a)  | 1,000                | 1,202,550    |
| Riverside County Public Financing Authority, RB, Capital Facilities Project, 5.25%, 11/01/40                                     | 2,000                | 2,394,480    |
|  | <b>Par<br/>(000)</b> | <b>Value</b> |
| <b>Municipal Bonds</b>   |                      |              |
| <b>California (continued)</b>  |                      |              |
| San Diego Public Facilities Financing Authority Water, Refunding RB, Series B (AGC), 5.38%, 8/01/19 (a)                          | \$ 1,020             | \$ 1,141,370 |
| State of California, GO, Various Purposes (AGC), 5.50%, 11/01/39   | 3,450                | 3,877,489    |
| State of California Public Works Board, LRB, Various Capital Projects, Series I, 5.50%, 11/01/31                                 | 1,000                | 1,218,810    |
| State of California Public Works Board, RB, Department of Corrections & Rehabilitation, Series F, 5.25%,<br>9/01/33              | 490                  | 589,490      |
| Township of Washington California Health Care District, GO, Election of 2004, Series B, 5.50%, 8/01/40                           | 370                  | 442,280      |
| University of California, Refunding RB, The Regents of Medical Center, Series J, 5.25%, 5/15/38                                  | 2,235                | 2,677,664    |
|  |                      | 26,424,622   |
| <b>Colorado 2.1%</b>   |                      |              |
| City & County of Denver Colorado Airport System, ARB, Series A, AMT:   |                      |              |
| 5.50%, 11/15/28  | 500                  | 591,045      |
| 5.50%, 11/15/30  | 225                  | 264,055      |
| 5.50%, 11/15/31  | 270                  | 315,714      |
| Colorado Health Facilities Authority, RB, Hospital, NCMC, Inc. Project, Series B (AGM), 6.00%, 5/15/19<br>(a)                    | 1,300                | 1,462,110    |
|  |                      | 2,632,924    |
| <b>Florida 12.4%</b>   |                      |              |
| City of Jacksonville Florida, Refunding RB, Series A, 5.25%, 10/01/33  | 270                  | 322,564      |
| County of Broward Florida Airport System Revenue, ARB, Series A, AMT, 5.00%, 10/01/45  | 575                  | 651,860      |
| County of Hillsborough Florida Aviation Authority, Refunding ARB, Tampa International Airport, Series A,<br>AMT, 5.50%, 10/01/29 | 1,170                | 1,374,797    |
| County of Lee Florida, Refunding ARB, Series A, AMT, 5.38%, 10/01/32   | 1,000                | 1,142,800    |

BLACKROCK MUNIYIELD INVESTMENT QUALITY FUND

OCTOBER 31, 2016

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## Schedule of Investments (continued)

## BlackRock MuniYield Investment Quality Fund (MFT)

|  | Par<br>(000) | Value        |
|--|--------------|--------------|
| <b>Municipal Bonds</b>   |              |              |
| <b>Florida (continued)</b>   |              |              |
| County of Lee Florida HFA, RB, S/F Housing, Multi-County Program, Series A-2, AMT (Ginnie Mae), 6.00%, 9/01/40               | \$ 105       | \$ 106,539   |
| County of Manatee Florida HFA, RB, S/F Housing, Series A, AMT (Ginnie Mae, Fannie Mae & Freddie Mac), 5.90%, 9/01/40         | 85           | 86,259       |
| County of Miami-Dade Florida, RB, Seaport:   |              |              |
| Series A, 6.00%, 10/01/38  | 1,840        | 2,236,244    |
| Series A, 5.50%, 10/01/42  | 2,125        | 2,486,377    |
| Series B, AMT, 6.00%, 10/01/26   | 590          | 727,889      |
| Series B, AMT, 6.00%, 10/01/27   | 775          | 953,343      |
| Series B, AMT, 6.25%, 10/01/38   | 310          | 382,524      |
| Series B, AMT, 6.00%, 10/01/42   | 410          | 489,409      |
| County of Miami-Dade Florida, Refunding RB:  |              |              |
| Seaport, Series D, AMT, 6.00%, 10/01/26  | 735          | 906,777      |
| Water & Sewer System, Series B, 5.25%, 10/01/29  | 500          | 599,205      |
| County of Miami-Dade Florida Aviation Revenue, Refunding ARB, Series A, AMT, 5.00%, 10/01/31                                 | 2,165        | 2,495,660    |
| Reedy Creek Improvement District, GO, Series A, 5.25%, 6/01/32   | 710          | 838,695      |
|  |              | 15,800,942   |
| <b>Georgia 0.3%</b>  |              |              |
| County of Clarke Hospital Authority, Refunding RB, Piedmont Healthcare, Inc. Project, Series A, 3.50%, 7/01/36 (b)           | 410          | 400,861      |
| <b>Hawaii 1.9%</b>   |              |              |
| State of Hawaii, Department of Transportation, COP, AMT:   |              |              |
| 5.25%, 8/01/25   | 250          | 296,848      |
| 5.25%, 8/01/26   | 810          | 958,675      |
| State of Hawaii, Department of Transportation, RB, Series A, AMT, 5.00%, 7/01/45   | 1,000        | 1,137,690    |
|  |              | 2,393,213    |
| <b>Illinois 19.3%</b>  |              |              |
| City of Chicago Illinois, GARB, O Hare International Airport, 3rd Lien, Series A, 5.75%, 1/01/39                             | 770          | 888,195      |
| <b>Municipal Bonds</b>   |              |              |
| <b>Illinois (continued)</b>  |              |              |
| City of Chicago Illinois Midway International Airport, Refunding GARB, 2nd Lien, Series A, 5.00%, 1/01/41                    | \$ 1,010     | \$ 1,121,464 |
| City of Chicago Illinois O Hare International Airport, GARB, 3rd Lien, Series C, 6.50%, 1/01/21 (a)                          | 3,680        | 4,402,274    |
| City of Chicago Illinois Transit Authority, RB:  |              |              |
| Federal Transit Administration, Section 5309, Series A (AGC), 6.00%, 12/01/18 (a)  | 1,400        | 1,546,510    |
| Sales Tax Receipts, 5.25%, 12/01/36  | 1,000        | 1,106,820    |
| City of Chicago Illinois Transit Authority, Refunding RB, Federal Transit Administration, Section 5309 (AGM), 5.00%, 6/01/28 | 3,000        | 3,212,880    |
| City of Chicago Illinois Wastewater Transmission, RB, 2nd Lien, 5.00%, 1/01/42   | 1,375        | 1,483,790    |
| County of Cook Illinois Community College District No. 508, GO, City College of Chicago:                                     |              |              |
| 5.50%, 12/01/38  | 1,500        | 1,698,780    |
| 5.25%, 12/01/43  | 2,700        | 3,006,612    |
| Illinois Finance Authority, RB, Carle Foundation, Series A, 6.00%, 8/15/41   | 1,555        | 1,818,277    |
| Railsplitter Tobacco Settlement Authority, RB:   |              |              |
| 5.50%, 6/01/23   | 940          | 1,089,761    |
| 6.00%, 6/01/28   | 270          | 317,047      |
| State of Illinois, GO:   |              |              |
| 5.25%, 2/01/32   | 1,000        | 1,081,860    |
| 5.50%, 7/01/33   | 1,500        | 1,647,000    |
| 5.50%, 7/01/38   | 280          | 306,062      |
|  |              | 24,727,332   |
| <b>Indiana 4.0%</b>  |              |              |
| Indiana Finance Authority, RB, Private Activity Bond, Ohio River Bridges, Series A, AMT, 5.00%, 7/01/40                      | 375          | 415,931      |



## Schedule of Investments (continued)

## BlackRock MuniYield Investment Quality Fund (MFT)

|   | Par<br>(000) | Value        |
|---|--------------|--------------|
| <b>Municipal Bonds</b>  |              |              |
| <b>Indiana (continued)</b>  |              |              |
| Indianapolis Local Public Improvement Bond Bank, Refunding RB, Waterworks Project, Series A (AGC), 5.50%, 1/01/38                       | \$ 4,310     | \$ 4,730,484 |
|   |              | 5,146,415    |
| <b>Louisiana 2.1%</b>   |              |              |
| City of New Orleans Louisiana Aviation Board, Refunding GARB, Restructuring (AGC):  |              |              |
| Series A-1, 6.00%, 1/01/23  | 375          | 411,847      |
| Series A-2, 6.00%, 1/01/23  | 160          | 175,362      |
| Lake Charles Harbor & Terminal District, RB, Series B, AMT (AGM), 5.50%, 1/01/29  | 1,000        | 1,188,470    |
| Tobacco Settlement Financing Corp., Refunding RB, Asset-Backed, Series A, 5.50%, 5/15/29  | 805          | 876,492      |
|   |              | 2,652,171    |
| <b>Massachusetts 2.8%</b>   |              |              |
| Commonwealth of Massachusetts, GO, Series E, 4.00%, 4/01/42   | 1,800        | 1,921,914    |
| Massachusetts HFA, Refunding RB, Series C, AMT, 5.35%, 12/01/42   | 1,575        | 1,682,525    |
|   |              | 3,604,439    |
| <b>Michigan 3.3%</b>  |              |              |
| City of Detroit Michigan Water Supply System, RB, 2nd Lien, Series B (AGM), 6.25%, 7/01/36  | 1,800        | 1,987,740    |
| Michigan Finance Authority, Refunding RB, Henry Ford Health System, 4.00%, 11/15/46   | 860          | 866,364      |
| Royal Oak Hospital Finance Authority Michigan, Refunding RB, William Beaumont Hospital, Series V, 8.25%, 9/01/18 (a)                    | 1,265        | 1,434,485    |
|   |              | 4,288,589    |
| <b>Minnesota 2.6%</b>   |              |              |
| City of Minneapolis Minnesota, Refunding RB, Fairview Health Services, Series B (AGC):  |              |              |
| 6.50%, 11/15/18 (a)   | 460          | 511,580      |
| <b>Municipal Bonds</b>  |              |              |
| <b>Minnesota (continued)</b>  |              |              |
| City of Minneapolis Minnesota, Refunding RB, Fairview Health Services, Series B (AGC) (continued):                                      |              |              |
| 6.50%, 11/15/38   | \$ 2,540     | \$ 2,792,044 |
|   |              | 3,303,624    |
| <b>Mississippi 1.5%</b>   |              |              |
| Mississippi Development Bank, RB, Jackson Water & Sewer System Project (AGM), 6.88%, 12/01/40   | 1,190        | 1,585,008    |
| Mississippi State University Educational Building Corp., Refunding RB, Mississippi State University Improvement Project, 5.25%, 8/01/38 | 260          | 308,407      |
|   |              | 1,893,415    |
| <b>Nevada 4.2%</b>  |              |              |
| County of Clark Nevada, ARB, Las Vegas-McCarran International Airport, Series A (AGM), 5.25%, 7/01/39                                   | 2,375        | 2,625,278    |
| County of Clark Nevada, GO, Limited Tax, 5.00%, 6/01/38   | 1,000        | 1,058,410    |
| County of Clark Nevada Water Reclamation District, GO, Series A, 5.25%, 7/01/19 (a)   | 1,500        | 1,666,485    |
|   |              | 5,350,173    |
| <b>New Jersey 5.9%</b>  |              |              |
| New Jersey EDA, RB:   |              |              |
| Private Activity Bond, Goethals Bridge Replacement Project, AMT, 5.38%, 1/01/43   | 1,000        | 1,136,210    |
| Private Activity Bond, The Goethals Bridge Replacement Project, AMT (AGM), 5.00%, 1/01/31   | 530          | 603,373      |
| School Facilities Construction (AGC), 6.00%, 12/15/18 (a)   | 980          | 1,084,419    |
| School Facilities Construction (AGC), 6.00%, 12/15/34   | 20           | 21,990       |
| New Jersey Health Care Facilities Financing Authority, RB, Virtua Health, Series A (AGC), 5.50%, 7/01/38                                | 1,400        | 1,544,662    |
| New Jersey Transportation Trust Fund Authority, RB, Transportation System:  |              |              |
| Series A, 5.50%, 6/15/41  | 1,195        | 1,317,033    |





## Schedule of Investments (continued)

## BlackRock MuniYield Investment Quality Fund (MFT)

|  | Par<br>(000) | Value        |
|--|--------------|--------------|
| <b>Municipal Bonds</b>   |              |              |
| <b>New Jersey (continued)</b>  |              |              |
| New Jersey Transportation Trust Fund Authority, RB, Transportation System (continued):   |              |              |
| Series AA, 5.50%, 6/15/39  | \$ 1,600     | \$ 1,795,664 |
|  |              | 7,503,351    |
| <b>New York 5.8%</b>   |              |              |
| City of New York New York Municipal Water Finance Authority, Refunding RB, Water & Sewer System, Series FF-2, 5.50%, 6/15/40       | 1,545        | 1,717,824    |
| City of New York New York Transitional Finance Authority, BARB, Fiscal 2009, Series S-4 (AGC), 5.50%, 1/15/29                      | 2,000        | 2,195,300    |
| New York Transportation Development Corp., RB, Lagoon Airport Terminal B Redevelopment Project, Series A, AMT, 5.00%, 7/01/46      | 600          | 654,006      |
| Port Authority of New York & New Jersey, Refunding ARB, Consolidated, 166th Series, 5.25%, 7/15/36                                 | 2,500        | 2,887,125    |
|  |              | 7,454,255    |
| <b>Ohio 1.4%</b>   |              |              |
| State of Ohio Turnpike Commission, RB, Junior Lien, Infrastructure Projects, Series A-1, 5.25%, 2/15/31                            | 1,500        | 1,779,870    |
| <b>Oklahoma 0.5%</b>   |              |              |
| Norman Regional Hospital Authority, Refunding RB, 4.00%, 9/01/37 (b)   | 660          | 668,534      |
| <b>Oregon 0.1%</b>   |              |              |
| State of Oregon Facilities Authority, Refunding RB, Legacy Health Project, Series A, 4.00%, 6/01/41 (b)                            | 175          | 180,472      |
| <b>South Carolina 8.9%</b>   |              |              |
| County of Charleston South Carolina, RB, Special Source, 5.25%, 12/01/38   | 1,470        | 1,756,180    |
|  | Par<br>(000) | Value        |
| <b>Municipal Bonds</b>   |              |              |
| <b>South Carolina (continued)</b>  |              |              |
| County of Charleston South Carolina Airport District, ARB, Series A, AMT:  |              |              |
| 5.50%, 7/01/26   | \$ 1,810     | \$ 2,161,122 |
| 6.00%, 7/01/38   | 1,155        | 1,358,326    |
| 5.50%, 7/01/41   | 1,000        | 1,145,450    |
| South Carolina Ports Authority, RB, AMT, 5.25%, 7/01/50  | 750          | 850,357      |
| State of South Carolina Public Service Authority, Refunding RB:  |              |              |
| Series C, 5.00%, 12/01/46  | 2,535        | 2,900,370    |
| Series E, 5.25%, 12/01/55  | 1,000        | 1,178,580    |
|  |              | 11,350,385   |
| <b>Texas 19.2%</b>   |              |              |
| Austin Community College District Public Facility Corp., RB, Educational Facilities Project, Round Rock Campus, 5.25%, 8/01/18 (a) | 2,250        | 2,420,617    |
| City of Beaumont Texas, GO, Certificates of Obligation, 5.25%, 3/01/37   | 930          | 1,095,001    |
| City of Frisco Texas ISD, GO, School Building (AGC), 5.50%, 8/15/41  | 1,210        | 1,347,323    |
| City of Houston Texas Combined Utility System Revenue, Refunding RB, Combined 1st Lien, Series A (AGC):                            |              |              |
| 5.38%, 5/15/19 (a)   | 950          | 1,054,633    |
| 6.00%, 5/15/19 (a)   | 2,560        | 2,881,997    |
| 6.00%, 5/15/19 (a)   | 1,945        | 2,189,642    |
| 6.00%, 11/15/35  | 140          | 157,808      |
| 6.00%, 11/15/36  | 110          | 123,992      |
| 5.38%, 11/15/38  | 50           | 54,888       |
| County of Tarrant Texas Cultural Education Facilities Finance Corp., Refunding RB, Christus Health, Series A (AGC):                |              |              |
| 6.50%, 1/01/19 (a)   | 265          | 295,488      |
| 6.50%, 7/01/37   | 835          | 918,751      |
| Dallas-Fort Worth International Airport, ARB, Joint Improvement, Series H, AMT, 5.00%, 11/01/37                                    | 980          | 1,099,384    |
| Dallas-Fort Worth International Airport, Refunding ARB, Joint Revenue, Series E, AMT, 5.50%, 11/01/27                              | 2,500        | 3,015,100    |
| Lower Colorado River Authority, Refunding RB, 5.50%, 5/15/33   | 730          | 867,160      |



## Schedule of Investments (continued)

## BlackRock MuniYield Investment Quality Fund (MFT)

|  | Par<br>(000) | Value        |
|--|--------------|--------------|
| <b>Municipal Bonds</b>   |              |              |
| <b>Texas (continued)</b>   |              |              |
| North Texas Tollway Authority, RB, Special Projects, Series A, 5.50%, 9/01/41  | \$ 2,750     | \$ 3,238,922 |
| North Texas Tollway Authority, Refunding RB, 1st Tier:<br>(AGM), 6.00%, 1/01/43  | 1,000        | 1,169,160    |
| Series K-1 (AGC), 5.75%, 1/01/19 (a)   | 1,400        | 1,543,122    |
| Red River Education Financing Corp., RB, Texas Christian University Project, 5.25%, 3/15/38  | 420          | 494,126      |
| Texas Private Activity Bond Surface Transportation Corp., RB, Senior Lien, AMT, Blueridge<br>Transportation Group, 5.00%, 12/31/50 | 540          | 595,231      |
|  |              | 24,562,345   |
| <b>Virginia 1.2%</b>   |              |              |
| City of Lexington Virginia IDA, RB, Washington & Lee University, 5.00%, 1/01/43  | 380          | 433,477      |
| Virginia Public School Authority, RB, Fluvanna County School Financing, 6.50%, 12/01/18 (a)  | 1,000        | 1,116,050    |
|  |              | 1,549,527    |
| <b>Washington 1.5%</b>   |              |              |
| City of Seattle Washington Municipal Light & Power, Refunding RB, Series A, 5.25%, 2/01/36   | 1,000        | 1,150,990    |
| State of Washington, GO, Various Purposes, Series B, 5.25%, 2/01/36  | 725          | 838,999      |
|  |              | 1,989,989    |
| <b>Wisconsin 0.7%</b>  |              |              |
| Wisconsin Health & Educational Facilities Authority, Refunding RB, Medical College of Wisconsin,<br>Inc., 4.00%, 12/01/46          | 800          | 841,792      |
| <b>Total Municipal Bonds 127.2%</b>  |              | 162,629,003  |
| <b>Municipal Bonds Transferred to</b>  |              |              |
|  | Par<br>(000) | Value        |
| <b>Tender Option Bond Trusts (c)</b>   |              |              |
| <b>Alabama 0.8%</b>  |              |              |
| Auburn University, Refunding RB, Series A,<br>4.00%, 6/01/41   | \$ 920       | \$ 991,346   |
| <b>Connecticut 1.1%</b>  |              |              |
| Connecticut State Health & Educational Facility Authority, Refunding RB, Trinity Health Credit Group,<br>5.00%, 12/01/45           | 1,216        | 1,406,778    |
| <b>District of Columbia 0.6%</b>   |              |              |
| District of Columbia Water & Sewer Authority, Refunding RB, Senior Lien, Series A, 6.00%, 10/01/18<br>(a)(d)                       | 759          | 833,137      |
| <b>Florida 2.1%</b>  |              |              |
| County of Hillsborough Florida Aviation Authority, ARB, Tampa International Airport, Series A, AMT<br>(AGC), 5.50%, 10/01/38       | 2,499        | 2,679,778    |
| <b>Kentucky 0.9%</b>   |              |              |
| Kentucky State Property & Building Commission, Refunding RB, Project No. 93 (AGC):<br>5.25%, 2/01/19 (a)                           | 888          | 965,326      |
| 5.25%, 2/01/27   | 114          | 123,899      |
|  |              | 1,089,225    |
| <b>Nebraska 1.4%</b>   |              |              |
| County of Sarpy Nebraska Hospital Authority No. 1, Refunding RB, Nebraska Medicine, 4.00%, 5/15/51                                 | 1,710        | 1,772,156    |
| <b>Nevada 7.2%</b>   |              |              |
| County of Clark Nevada Water Reclamation District, GO (a):<br>Limited Tax, 6.00%, 7/01/18  | 2,010        | 2,179,865    |
| Series B, 5.50%, 7/01/19   | 1,994        | 2,228,803    |
| Las Vegas Valley Water District, GO, Refunding, Series C, 5.00%, 6/01/28   | 4,200        | 4,841,550    |
|  |              | 9,250,218    |
| <b>New Jersey 2.2%</b>   |              |              |
| New Jersey Housing & Mortgage Finance Agency, RB, S/F Housing, Series CC, 5.25%, 10/01/29  | 1,610        | 1,693,939    |



## Schedule of Investments (continued)

## BlackRock MuniYield Investment Quality Fund (MFT)

## M Municipal Bonds Transferred to

|   | Par<br>(000)  | Value          |
|---|---------------|----------------|
| <b>Tender Option Bond Trusts (c)</b>  |               |                |
| <b>New Jersey (continued)</b>   |               |                |
| New Jersey Transportation Trust Fund Authority, RB, Transportation System, Series B, 5.25%, 6/15/36 (d)                     | \$ 1,000      | \$ 1,096,201   |
|   |               | 2,790,140      |
| <b>New York 14.9%</b>   |               |                |
| City of New York New York Municipal Water Finance Authority, Refunding RB, Water & Sewer System,<br>2nd General Resolution: |               |                |
| Series BB, 5.25%, 6/15/44   | 2,999         | 3,541,720      |
| Series FF-2, 5.50%, 6/15/40   | 1,095         | 1,217,487      |
| City of New York New York Transitional Finance Authority, RB, Fiscal 2009, Series S-3, 17.38%, 1/15/39                      | 1,000         | 1,085,062      |
| Hudson Yards Infrastructure Corp., RB, Fiscal 2012, Series A, 5.75%, 2/15/47 (d)  | 1,000         | 1,168,287      |
| Metropolitan Transportation Authority, Refunding RB, Series C-1, 5.25%, 11/15/56  | 2,360         | 2,837,228      |
| New York Liberty Development Corp., RB, 1 World Trade Center Port Authority Consolidated Bonds,<br>5.25%, 12/15/43          | 3,000         | 3,500,926      |
| New York Liberty Development Corp., Refunding RB, 4 World Trade Center Project, 5.75%, 11/15/51 (d)                         | 1,770         | 2,076,545      |
| New York State Dormitory Authority, ERB, Personal Income Tax, Series B, 5.25%, 3/15/38                                      | 3,250         | 3,560,408      |
|   |               | 18,987,663     |
| <b>Pennsylvania 0.5%</b>  |               |                |
| County of Westmoreland Pennsylvania Municipal Authority, Refunding RB (BAM), 5.00%, 8/15/38                                 | 540           | 619,726        |
| <b>Municipal Bonds Transferred to</b>   |               |                |
| <b>Tender Option Bond Trusts (c)</b>  |               |                |
| <b>Texas 2.2%</b>   |               |                |
| City of San Antonio Texas Public Service Board, Refunding RB, Series A, 5.25%, 2/01/19 (a)(d)                               | \$ 2,609      | \$ 2,855,773   |
| <b>Utah 0.8%</b>  |               |                |
| City of Riverton Utah, RB, IHC Health Services, Inc., 5.00%, 8/15/41  | 1,005         | 1,085,781      |
| <b>Total Municipal Bonds Transferred to</b>   |               |                |
|   |               | 44,361,721     |
| <b>Tender Option Bond Trusts - 34.7%</b>  |               |                |
| <b>Total Long-Term Investments</b>  |               |                |
| <b>(Cost \$186,614,173) 161.9%</b>  |               | 206,990,724    |
| <b>Short-Term Securities</b>  |               |                |
|   | <b>Shares</b> |                |
| BlackRock Liquidity Funds, MuniCash, Institutional Class, 0.44% (e)(f)  | 206,919       | 206,940        |
| <b>Total Short-Term Securities</b>  |               |                |
|   |               | 206,940        |
| <b>(Cost \$206,919) 0.2%</b>  |               | 206,940        |
| <b>Total Investments (Cost \$186,821,092*) 162.1%</b>   |               | 207,197,664    |
| <b>Other Assets Less Liabilities 1.1%</b>   |               | 1,387,290      |
| <b>Liability for TOB Trust Certificates, Including Interest Expense and Fees Payable (19.0)%</b>                            |               | (24,232,761)   |
| <b>VMTP Shares, at Liquidation Value (44.2)%</b>  |               | (56,500,000)   |
| <b>Net Assets Applicable to Common Shares 100.0%</b>  |               | \$ 127,852,193 |

\* As of period end, gross unrealized appreciation and depreciation based on cost for federal income tax purposes were as follows:

|                               |                |
|-------------------------------|----------------|
| Tax cost                      | \$ 163,576,433 |
| Gross unrealized appreciation | \$ 19,782,371  |
| Gross unrealized depreciation | (350,720)      |

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Net unrealized appreciation \$ 19,431,651

**Notes to Schedule of Investments**

- (a) U.S. Government securities, held in escrow, are used to pay interest on this security, as well as to retire the bond in full at the date indicated, typically at a premium to par.
- (b) When-issued security.
- (c) Represent bonds transferred to a TOB Trust in exchange of cash and residual certificates received by the Fund. These bonds serve as collateral in a secured borrowing.
- (d) All or a portion of security is subject to a recourse agreement. The aggregate maximum potential amount the Fund could ultimately be required to pay under the agreements, which expire between February 1, 2017 to November 15, 2019, is \$4,627,650.

## Schedule of Investments (continued)

BlackRock MuniYield Investment Quality Fund (MFT)

(e) During the period ended October 31, 2016, investments in issuers considered to be an affiliate of the Fund for purposes of Section 2(a)(3) of the Investment Company Act of 1940, as amended, were as follows:

| Affiliate  | Shares Held<br>at July 31,<br>2016 | Net<br>Activity | Shares<br>October 31,<br>2016 | Value at<br>October 31,<br>2016 | Income | Realized<br>Gain |
|--|------------------------------------|-----------------|-------------------------------|---------------------------------|--------|------------------|
| BlackRock Liquidity Funds, MuniCash, Institutional Class | 204,010                            | 2,909           | 206,919                       | \$ 206,940                      | \$ 519 | \$ 79            |

(f) Current yield as of period end.

For Fund compliance purposes, the Fund's sector classifications refer to any one or more of the sector sub-classifications used by one or more widely recognized market indexes or rating group indexes, and/or as defined by the investment advisor. These definitions may not apply for purposes of this report, which may combine such sector sub-classifications for reporting ease.

## Derivative Financial Instruments Outstanding as of Period End

## Futures Contracts

| Contracts<br>Short | Issue                      | Expiration    | Notional Value | Unrealized<br>Appreciation |
|--------------------|----------------------------|---------------|----------------|----------------------------|
| (3)                | 5-Year U.S. Treasury Note  | December 2016 | \$ 362,391     | \$ 2,716                   |
| (24)               | 10-Year U.S. Treasury Note | December 2016 | \$3,111,000    | 42,525                     |
| (12)               | Long U.S. Treasury Bond    | December 2016 | \$1,952,625    | 71,383                     |
| (3)                | Ultra U.S. Treasury Bond   | December 2016 | \$ 527,812     | 25,627                     |
| <b>Total</b>       |                            |               |                | \$ 142,251                 |

## Portfolio Abbreviations

|             |                                      |             |                                |              |   |
|-------------|--------------------------------------|-------------|--------------------------------|--------------|---|
| <b>AGC</b>  | Assured Guarantee Corp.              | <b>COP</b>  | Certificates of Participation  | <b>IDA</b>   | Industrial Development Authority        |
| <b>AGM</b>  | Assured Guaranty Municipal Corp.     | <b>EDA</b>  | Economic Development Authority | <b>IDB</b>   | Industrial Development Board            |
| <b>AMT</b>  | Alternative Minimum Tax (subject to) | <b>ERB</b>  | Education Revenue Bonds        | <b>ISD</b>   | Independent School District             |
| <b>ARB</b>  | Airport Revenue Bonds                | <b>GARB</b> | General Airport Revenue Bonds  | <b>LRB</b>   | Lease Revenue Bonds                     |
| <b>BAM</b>  | Build America Mutual Assurance Co.   | <b>GO</b>   | General Obligation Bonds       | <b>NPFGC</b> | National Public Finance Guarantee Corp. |
| <b>BARB</b> | Building Aid Revenue Bonds           | <b>HFA</b>  | Housing Finance Agency         | <b>RB</b>    | Revenue Bonds                           |

## Schedule of Investments (continued)

BlackRock MuniYield Investment Quality Fund (MFT)

**Fair Value Hierarchy as of Period End**

Various inputs are used in determining the fair value of investments and derivative financial instruments. These inputs to valuation methodologies are categorized into a fair value hierarchy consisting of three broad levels for financial reporting purposes as follows:

Level 1 unadjusted price quotations in active markets/exchanges for identical assets or liabilities that the Fund has the ability to access

Level 2 other observable inputs (including, but not limited to, quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets or liabilities (such as interest rates, yield curves, volatilities, prepayment speeds, loss severities, credit risks and default rates) or other market corroborated inputs)

Level 3 unobservable inputs based on the best information available in the circumstances, to the extent observable inputs are not available (including the Fund's own assumptions used in determining the fair value of investments and derivative financial instruments)

The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1 measurements) and the lowest priority to unobservable inputs (Level 3 measurements). Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3. The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the fair value hierarchy classification is determined based on the lowest level input that is significant to the fair value measurement in its entirety. Investments classified within Level 3 have significant unobservable inputs used by the Global Valuation Committee in determining the price for Fair Valued Investments. Level 3 Investments include equity or debt issued by privately-held companies. There may not be a secondary market, and/or there are a limited number of investors. Level 3 investments may also be adjusted to reflect illiquidity and/or non-transferability, with the amount of such discount estimated by the Global Valuation Committee in the absence of market information.

Changes in valuation methodologies may result in transfers into or out of an assigned level within the hierarchy. In accordance with the Fund's policy, transfers between different levels of the fair value hierarchy are deemed to have occurred as of the beginning of the reporting period. The categorization of a value determined for investments and derivative financial instruments is based on the pricing transparency of the investments and derivative financial instruments and is not necessarily an indication of the risks associated with investing in those securities. For information about the Fund's policy regarding valuation of investments and derivative financial instruments, refer to the Fund's most recent financial statements as contained in its annual report.

The following tables summarize the Fund's investments and derivative financial instruments categorized in the disclosure hierarchy:

|   | Level 1    | Level 2        | Level 3 | Total          |
|---|------------|----------------|---------|----------------|
| <b>Assets:</b>                                |            |                |         |                |
| Investments:                                  |            |                |         |                |
| Long-Term Investments <sup>1</sup>            |            | \$ 206,990,724 |         | \$ 206,990,724 |
| Short-Term Securities                         | \$ 206,940 |                |         | 206,940        |
| <b>Total</b>                                  | \$ 206,940 | \$ 206,990,724 |         | \$ 207,197,664 |
| Derivative Financial Instruments <sup>2</sup> |            |                |         |                |
| <b>Assets:</b>                                |            |                |         |                |
| Interest rate contracts                       | \$ 142,251 |                |         | \$ 142,251     |

<sup>1</sup> See above Schedule of Investments for values in each state.

<sup>2</sup> Derivative financial instruments are futures contracts which are valued at the unrealized appreciation (depreciation) on the instrument.



## Schedule of Investments (concluded)

BlackRock MuniYield Investment Quality Fund (MFT)

The Fund may hold assets and/or liabilities in which the fair value approximates the carrying amount for financial reporting purposes. As of period end, such assets and/or liabilities are categorized within the disclosure hierarchy as follows:

|                                    | Level 1   | Level 2         | Level 3 | Total           |
|------------------------------------|-----------|-----------------|---------|-----------------|
| <b>Assets:</b>                     |           |                 |         |                 |
| Cash pledged for futures contracts | \$ 94,550 |                 |         | \$ 94,550       |
| <b>Liabilities:</b>                |           |                 |         |                 |
| TOB Trust Certificates             |           | \$ (24,189,580) |         | (24,189,580)    |
| VMTP Shares at Liquidation Value   |           | (56,500,000)    |         | (56,500,000)    |
| <b>Total</b>                       | \$ 94,550 | \$ (80,689,580) |         | \$ (80,595,030) |

During the period ended October 31, 2016, there were no transfers between levels.

BLACKROCK MUNIYIELD INVESTMENT QUALITY FUND

OCTOBER 31, 2016

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Item 2 Controls and Procedures

- 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 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 MuniYield Investment Quality Fund

By: /s/ John M. Perlowski  
John M. Perlowski

Chief Executive Officer (principal executive officer) of

BlackRock MuniYield Investment Quality Fund

Date: December 20, 2016

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/ John M. Perlowski  
John M. Perlowski

Chief Executive Officer (principal executive officer) of

BlackRock MuniYield Investment Quality Fund

Date: December 20, 2016

By: /s/ Neal J. Andrews  
Neal J. Andrews

Chief Financial Officer (principal financial officer) of

BlackRock MuniYield Investment Quality Fund

Date: December 20, 2016