

## BLACKROCK CREDIT ALLOCATION INCOME TRUST II

Form 4

January 21, 2011

**FORM 4**UNITED STATES SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

OMB APPROVAL

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Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).

**STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES**

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934,  
Section 17(a) of the Public Utility Holding Company Act of 1935 or Section  
30(h) of the Investment Company Act of 1940

(Print or Type Responses)

1. Name and Address of Reporting Person \*  
BANK OF AMERICA CORP /DE/

(Last) (First) (Middle)

BANK OF AMERICA  
CORPORATE CENTER, 100 N.  
TRYON STREET

(Street)

CHARLOTTE, NC 28255

(City) (State) (Zip)

2. Issuer Name and Ticker or Trading Symbol

BLACKROCK CREDIT  
ALLOCATION INCOME TRUST II  
[PSY]3. Date of Earliest Transaction  
(Month/Day/Year)

01/04/2011

4. If Amendment, Date Original  
Filed(Month/Day/Year)

5. Relationship of Reporting Person(s) to Issuer

(Check all applicable)

\_\_\_\_ Director ☒ 10% Owner  
\_\_\_\_ Officer (give title below) \_\_\_\_ Other (specify below)

6. Individual or Joint/Group Filing(Check Applicable Line)

\_\_\_\_ Form filed by One Reporting Person  
☒ Form filed by More than One Reporting Person

**Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned**

| 1. Title of Security (Instr. 3)       | 2. Transaction Date (Month/Day/Year) | 2A. Deemed Execution Date, if any (Month/Day/Year) | 3. Transaction Code (Instr. 8) | 4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5) | 5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4) | 6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 7. Nature of Indirect Beneficial Ownership (Instr. 4) |       |   |                             |
|---------------------------------------|--------------------------------------|----------------------------------------------------|--------------------------------|-------------------------------------------------------------------|-----------------------------------------------------------------------------------------------|----------------------------------------------------------|-------------------------------------------------------|-------|---|-----------------------------|
|                                       |                                      |                                                    | Code                           | V                                                                 | Amount                                                                                        | (A) or (D)                                               | Price                                                 |       |   |                             |
| Auction Rate Preferred <sup>(1)</sup> | 01/04/2011                           |                                                    | J <sup>(2)</sup>               |                                                                   | 225                                                                                           | D                                                        | <u>2</u>                                              | 2,425 | I | See Footnote <sup>(1)</sup> |
| Auction Rate Preferred <sup>(1)</sup> | 01/05/2011                           |                                                    | J <sup>(2)</sup>               |                                                                   | 426                                                                                           | D                                                        | <u>2</u>                                              | 1,999 | I | See Footnote <sup>(1)</sup> |
| Auction Rate Preferred <sup>(1)</sup> | 01/06/2011                           |                                                    | J <sup>(2)</sup>               |                                                                   | 291                                                                                           | D                                                        | <u>2</u>                                              | 1,708 | I | See Footnote <sup>(1)</sup> |

|                                             |            |                  |     |   |            |       |   |                                   |
|---------------------------------------------|------------|------------------|-----|---|------------|-------|---|-----------------------------------|
| Auction<br>Rate<br>Preferred <sup>(1)</sup> | 01/07/2011 | J <sup>(2)</sup> | 237 | D | <u>(2)</u> | 1,471 | I | See<br>Footnote<br><sup>(1)</sup> |
| Auction<br>Rate<br>Preferred <sup>(1)</sup> | 01/10/2011 | J <sup>(2)</sup> | 217 | D | <u>(2)</u> | 1,254 | I | See<br>Footnote<br><sup>(1)</sup> |
| Auction<br>Rate<br>Preferred <sup>(1)</sup> | 01/13/2011 | J <sup>(2)</sup> | 567 | D | <u>(2)</u> | 687   | I | See<br>Footnote<br><sup>(1)</sup> |

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

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(9-02)

**Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned**  
(e.g., puts, calls, warrants, options, convertible securities)

| 1. Title of<br>Derivative<br>Security<br>(Instr. 3) | 2. Conversion<br>or Exercise<br>Price of<br>Derivative<br>Security | 3. Transaction Date<br>(Month/Day/Year) | 3A. Deemed<br>Execution Date, if<br>any<br>(Month/Day/Year) | 4. Transaction<br>Code<br>(Instr. 8) | 5. Number<br>of<br>Derivative<br>Securities<br>Acquired<br>(A) or<br>Disposed<br>of (D)<br>(Instr. 3,<br>4, and 5) | 6. Date Exercisable and<br>Expiration Date<br>(Month/Day/Year) | 7. Title and<br>Amount of<br>Underlying<br>Securities<br>(Instr. 3 and 4) | 8. Price of<br>Derivative<br>Security<br>(Instr. 5) | 9. Nu<br>Deriv<br>Secur<br>Bene<br>Own<br>Follo<br>Repo<br>Trans<br>(Instr |
|-----------------------------------------------------|--------------------------------------------------------------------|-----------------------------------------|-------------------------------------------------------------|--------------------------------------|--------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------|---------------------------------------------------------------------------|-----------------------------------------------------|----------------------------------------------------------------------------|
|                                                     |                                                                    |                                         |                                                             | Code                                 | V (A) (D)                                                                                                          | Date<br>Exercisable                                            | Expiration<br>Date                                                        | Title                                               | Amount<br>or<br>Number<br>of<br>Shares                                     |

## Reporting Owners

| Reporting Owner Name / Address                                                                              | Relationships                    |
|-------------------------------------------------------------------------------------------------------------|----------------------------------|
|                                                                                                             | Director 10% Owner Officer Other |
| BANK OF AMERICA CORP /DE/<br>BANK OF AMERICA CORPORATE CENTER<br>100 N. TRYON STREET<br>CHARLOTTE, NC 28255 | X                                |
| BANK OF AMERICA NA<br>BANK OF AMERICA CORPORATE CENTER<br>100 NORTH TRYON STREET<br>CHARLOTTE, NC 28255     | X                                |
|                                                                                                             | X                                |

Blue Ridge Investments, L.L.C.  
214 N. TRYON STREET  
CHARLOTTE, NC 28255

## Signatures

Bank of America Corporation and Bank of America, N.A., By:/s/Michael Didovic, Title: Director 01/20/2011

\_\_\_\_Signature of Reporting Person

Date

Blue Ridge Investments, L.L.C., By:/s/ John Hiebendahl, Title: SVP 01/21/2011

\_\_\_\_Signature of Reporting Person

Date

## Explanation of Responses:

- \* If the form is filed by more than one reporting person, *see* Instruction 4(b)(v).
- \*\* Intentional misstatements or omissions of facts constitute Federal Criminal Violations. *See* 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).
- (1) The Auction Rate Preferred Shares ("Shares") reported as being redeemed in Table I represent Shares beneficially owned by Bank of America, N.A. ("BANA") and Blue Ridge Investors, L.L.C. ("Blue Ridge"). BANA is a wholly owned subsidiary of Bank of America Corporation ("Bank of America") and Blue Ridge is a wholly owned subsidiary of BANA.
- (2) The Shares were called for redemption by the issuer at par value.

### Remarks:

The Shares reported herein represent Bank of America's combined holdings in multiple series of auction rate preferred securities.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure.

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