

BLACKROCK MUNIYIELD QUALITY FUND, INC.

Form N-Q

September 25, 2014

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: 811-06660

Name of Fund: BlackRock MuniYield Quality Fund, Inc. (MQY)

Fund Address: 100 Bellevue Parkway, Wilmington, DE 19809

Name and address of agent for service: John M. Perlowski, Chief Executive Officer, BlackRock MuniYield Quality Fund, Inc., 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: 04/30/2015

Date of reporting period: 07/31/2014

Item 1 Schedule of Investments

## Schedule of Investments July 31, 2014 (Unaudited)

BlackRock MuniYield Quality Fund, Inc.  
(MQY)

(Percentages shown are based on Net Assets)

	Par (000)	Value
<b>Municipal Bonds</b>		
<b>Alabama 1.2%</b>		
County of Jefferson Alabama, RB, Limited Obligation School, Series A, 4.75%, 1/01/25	\$ 3,000	\$ 2,927,670
University of Alabama, RB, Series A (NPFGC), 5.00%, 7/01/34	3,005	3,015,608
		5,943,278
<b>Alaska 1.5%</b>		
Alaska Housing Finance Corp., RB, General Housing, Series B (NPFGC), 5.25%, 12/01/30	600	630,750
Alaska Industrial Development & Export Authority, RB, Providence Health Services, Series A, 5.50%, 10/01/41	1,400	1,555,428
Borough of Matanuska-Susitna Alaska, RB, Goose Creek Correctional Center (AGC), 6.00%, 9/01/32	4,425	5,243,448
		7,429,626
<b>Arizona 2.4%</b>		
City of Phoenix Civic Improvement Corp., RB, Civil Plaza Expansion Project, Sub-Series A, 5.00%, 7/01/37	8,000	8,261,360
Greater Arizona Development Authority, RB, Series B (NPFGC), 5.00%, 8/01/35	1,600	1,654,656
State of Arizona, COP, Department of Administration, Series A (AGM):		
5.00%, 10/01/27	1,525	1,676,234
5.25%, 10/01/28	250	276,348
		11,868,598
<b>Arkansas 0.3%</b>		
Arkansas Development Finance Authority, RB, Arkansas Cancer Research Center Project (AMBAC), 0.00%, 7/01/46 (a)	7,000	1,471,820
<b>California 19.3%</b>		
Alameda Corridor Transportation Authority, Refunding RB, CAB, Subordinate Lien, Series A (AMBAC), 5.45%, 10/01/25	4,150	4,465,192
Cabrillo Community College District, GO, CAB, Election of 2004, Series B (NPFGC) (a):		
0.00%, 8/01/37	3,250	1,047,280
0.00%, 8/01/38	7,405	2,273,261
	<b>Par</b>	
<b>Municipal Bonds</b>		
	<b>(000)</b>	<b>Value</b>
<b>California (continued)</b>		
California Health Facilities Financing Authority, RB:		
St. Joseph Health System, Series A, 5.75%, 7/01/39	\$ 775	\$ 897,063
Sutter Health, Series B, 5.88%, 8/15/31	1,500	1,791,345
California Statewide Communities Development Authority, RB, Kaiser Permanente, Series A, 5.00%, 4/01/42	2,000	2,165,140
Carlsbad California Unified School District, GO, Election of 2006, Series B, 0.00%, 5/01/34 (b)	5,000	4,308,750
City of San Jose California, Refunding ARB, AMT:		
Series A (AMBAC), 5.50%, 3/01/32	5,100	5,563,386
Series A-1, 5.75%, 3/01/34	1,150	1,288,127
Coast Community College District, GO, CAB, Election of 2002, Series C (AGM), 5.00%, 8/01/31	2,800	3,106,320
County of Orange California Sanitation District, COP, Series B (AGM):		
5.00%, 2/01/30	3,500	3,829,980
5.00%, 2/01/31	1,200	1,302,060
County of San Diego California Water Authority, COP, Refunding, Series A (AGM), 5.00%, 5/01/38	3,000	3,324,660
County of San Joaquin California Transportation Authority, Refunding RB, Limited Tax, Measure K, Series A, 6.00%, 3/01/36	900	1,080,945
El Monte Union High School District, GO, Series C (AGM), 5.25%, 6/01/28	6,110	6,864,157
Grossmont Union High School District, GO, CAB, Election of 2004, 0.00%, 8/01/31 (a)	5,000	2,350,400
Grossmont-Cuyamaca Community College District, GO, Refunding CAB, Election of 2002, Series C (AGC), 0.00%, 8/01/30 (a)	10,030	5,182,300
Hartnell Community College District California, GO, CAB, Election of 2002, Series D, 0.00%, 8/01/34 (b)	4,125	3,201,907
Los Angeles Community College District California, GO, Election of 2001, Series A (NPFGC), 5.00%, 8/01/32	770	851,166

BLACKROCK MUNIYIELD QUALITY FUND, INC.

JULY 31, 2014

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## Schedule of Investments (continued)

BlackRock MuniYield Quality Fund, Inc.  
(MQY)

(Percentages shown are based on Net Assets)

	Par	
	(000)	Value
<b>Municipal Bonds</b>		
<b>California (continued)</b>		
Mount San Antonio Community College District, GO, Refunding, CAB, Election of 2008, Series A, 0.00%, 8/01/43 (b)	\$ 1,945	\$ 1,145,041
Poway Unified School District, GO, Refunding, CAB, School Facilities Improvement, Election of 2008, Series B, 0.00%, 8/01/36 (a)	5,000	1,862,300
Rio Hondo Community College District California, GO, CAB, Election of 2004, Series C, 0.00%, 8/01/37 (a)	4,005	1,384,649
San Bernardino Community College District, GO, CAB, Election of 2008, Series B, 0.00%, 8/01/34 (b)	10,000	9,103,700
San Diego California Unified School District, GO, CAB, Election of 2008 (a):		
Refunding, Series R-1, 0.00%, 7/01/31	1,725	839,885
Series C, 0.00%, 7/01/38	2,200	715,836
Series G, 0.00%, 7/01/34	900	331,182
Series G, 0.00%, 7/01/35	950	328,016
Series G, 0.00%, 7/01/36	1,430	463,320
Series G, 0.00%, 7/01/37	950	289,190
San Jose California Unified School District, GO, Election of 2002, Series B (NPFGC), 5.00%, 8/01/15 (c)	2,825	2,960,741
San Marcos Unified School District, GO, Election of 2010, Series A:		
5.00%, 8/01/34	900	993,753
5.00%, 8/01/38	760	830,726
State of California, GO, 5.50%, 4/01/28	5	5,021
State of California, GO, Refunding, Various Purpose:		
5.00%, 2/01/38	2,000	2,179,860
5.00%, 9/01/41	2,300	2,502,676
5.00%, 10/01/41	1,300	1,415,713
State of California, GO, Various Purpose:		
5.50%, 3/01/40	2,000	2,282,820
5.00%, 4/01/42	1,500	1,631,145
State of California Public Works Board, LRB, Various Judicial Council Projects, Series A, 5.00%, 3/01/38	955	1,041,886
Ventura County Community College District, GO, Election of 2002, Series B (NPFGC), 5.00%, 8/01/15 (c)	1,825	1,913,056
	<b>Par</b>	
	<b>(000)</b>	<b>Value</b>
<b>Municipal Bonds</b>		
<b>California (concluded)</b>		
Yosemite Community College District, GO, CAB, Election of 2004, Series D, 0.00%, 8/01/36 (a)	\$ 15,000	\$ 5,432,850
		94,546,805
<b>Colorado 1.5%</b>		
Regional Transportation District, COP, Refunding, Series A, 5.38%, 6/01/31	1,885	2,064,207
Regional Transportation District, COP, Series A, 5.00%, 6/01/39	4,755	5,109,343
		7,173,550
<b>Florida 10.0%</b>		
County of Duval Florida School Board, COP, Master Lease Program (AGM), 5.00%, 7/01/33	4,765	5,177,935
County of Highlands Florida Health Facilities Authority, RB, Adventist Health System/Sunbelt, Series B, 6.00%, 11/15/37	1,250	1,463,075
County of Hillsborough Florida Aviation Authority, RB, Series A, AMT (AGC), 5.38%, 10/01/33	2,700	2,997,405
County of Lee Florida, Refunding ARB, Series A, AMT:		
5.63%, 10/01/26	1,280	1,480,768
5.38%, 10/01/32	1,700	1,851,385
County of Miami-Dade Florida, GO, Building Better Communities Program, Series B, 6.38%, 7/01/28	3,300	3,855,522
County of Miami-Dade Florida, Refunding RB, Special Obligation, Sub-Series B, 5.00%, 10/01/37	750	812,092
County of Miami-Dade Florida Aviation, Refunding ARB:		
AMT, 5.00%, 10/01/34	260	277,719
Miami International Airport, Series A, AMT (AGC), 5.00%, 10/01/40	1,000	1,023,140

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Series A, 5.50%, 10/01/36	6,490	7,266,918
Series A, AMT, 5.00%, 10/01/32	3,550	3,795,056
County of Miami-Dade Florida Seaport Department, RB:		
Series A, 6.00%, 10/01/38	2,755	3,158,249
Series B, AMT, 6.00%, 10/01/30	870	1,023,564

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JULY 31, 2014

## Schedule of Investments (continued)

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(Percentages shown are based on Net Assets)

	Par	
	(000)	Value
<b>Municipal Bonds</b>		
<b>Florida (concluded)</b>		
County of Miami-Dade Florida Seaport Department, RB (concluded):		
Series B, AMT, 6.25%, 10/01/38	\$ 560	\$ 654,455
Series B, AMT, 6.00%, 10/01/42	895	1,022,323
County of Palm Beach Florida Solid Waste Authority, Refunding RB, 5.00%, 10/01/31	2,825	3,195,866
County of Sarasota Florida Public Hospital District, RB, Sarasota Memorial Hospital Project, Series A, 5.63%, 7/01/39		
	375	397,988
Florida Ports Financing Commission, Refunding RB, State Transportation Trust Fund, Series B, AMT:		
5.13%, 6/01/27	1,395	1,568,538
5.38%, 10/01/29	1,900	2,167,881
Florida State Department of Environmental Protection, RB, Florida Forever Project, Series B (NPFGC), 5.00%, 7/01/27		
	1,350	1,496,286
Reedy Creek Improvement District, GO, Series A, 5.25%, 6/01/33		
	1,620	1,814,141
South Florida Water Management District, COP:		
(AGC), 5.00%, 10/01/22	700	764,085
(AMBAC), 5.00%, 10/01/36	1,500	1,599,195
		48,863,586
<b>Georgia 0.7%</b>		
County of Burke Georgia Development Authority, Refunding RB, Oglethorpe Power-Vogle Project, Series C, 5.70%, 1/01/43		
	3,150	3,384,486
<b>Illinois 19.5%</b>		
City of Chicago Illinois, GARB, O Hare International Airport, 3rd Lien:		
Series A, 5.75%, 1/01/39	5,500	6,188,710
Series B-2, AMT (Syncora), 6.00%, 1/01/29	1,930	1,938,280
City of Chicago Illinois, GO, CAB, City Colleges (NPFGC), 0.00%, 1/01/31 (a)	13,000	5,659,810
City of Chicago Illinois, GO, Refunding, Series A, 5.25%, 1/01/33	3,710	3,863,668
City of Chicago Illinois, GO, Series A, 5.25%, 1/01/35	1,250	1,280,700
	<b>Par</b>	
	(000)	Value
<b>Municipal Bonds</b>		
<b>Illinois (continued)</b>		
City of Chicago Illinois, Refunding GARB, O Hare International Airport, AMT:		
General Senior Lien, Series C, 5.38%, 1/01/39	\$ 4,090	\$ 4,379,695
Passenger Facility Charge, Series B, 5.00%, 1/01/31	7,500	7,917,825
City of Chicago Illinois, Refunding RB, Series A:		
Sales Tax Receipts, 5.00%, 1/01/41	1,140	1,184,300
Waterworks, 2nd Lien (AMBAC), 5.00%, 11/01/36	1,500	1,546,875
City of Chicago Illinois Board of Education, GO, Series A, 5.50%, 12/01/39	1,625	1,683,321
City of Chicago Illinois Midway International Airport, Refunding RB, 2nd Lien, Series A, AMT, 5.00%, 1/01/34	1,460	1,540,723
City of Chicago Illinois Park District, GO, Harbor Facilities Revenue, Series C, 5.25%, 1/01/40	750	797,768
City of Chicago Illinois Transit Authority, RB:		
5.25%, 12/01/49	710	765,203
Sales Tax Receipts, 5.25%, 12/01/36	840	913,912
County of Cook Illinois Forest Preserve District, GO, Refunding, Limited Tax Project, Series B, 5.00%, 12/15/37		
	380	408,082
County of Cook Illinois Forest Preserve District, GO, Series C, 5.00%, 12/15/37	440	470,976
Illinois Finance Authority, RB, Carle Foundation, Series A, 5.75%, 8/15/34	850	949,850
Illinois HDA, RB, Liberty Arms Senior Apartments, M/F Housing, Series D, AMT (AMBAC), 4.88%, 7/01/47	2,725	2,727,916
Illinois Sports Facilities Authority, RB, State Tax Supported (AMBAC), 5.50%, 6/15/30	26,525	27,722,338
Metropolitan Pier & Exposition Authority, RB, CAB, McCormick Place Expansion Project, Series A (NPFGC), 0.00%, 6/15/30 (a)	15,000	7,436,250

