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MUNIYIELD FUND INC  
Form N-CSRS  
June 30, 2005

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

FORM N-CSRS

CERTIFIED SHAREHOLDER REPORT OF REGISTERED MANAGEMENT  
INVESTMENT COMPANIES

Investment Company Act file number 811-06414

Name of Fund: MuniYield Fund, Inc.

Fund Address: P.O. Box 9011  
Princeton, NJ 08543-9011

Name and address of agent for service: Robert C. Doll, Jr., Chief Executive  
Officer, MuniYield Fund, Inc., 800 Scudders Mill Road, Plainsboro, NJ  
08536. Mailing address: P.O. Box 9011, Princeton, NJ 08543-9011

Registrant's telephone number, including area code: (609) 282-2800

Date of fiscal year end: 10/31/05

Date of reporting period: 11/01/04 - 04/30/05

Item 1 - Report to Stockholders

MuniYield Fund, Inc.  
MuniYield Quality Fund, Inc.  
MuniYield Quality Fund II, Inc.

Semi-Annual Reports  
April 30, 2005

MuniYield Fund, Inc.  
MuniYield Quality Fund, Inc.  
MuniYield Quality Fund II, Inc.

The Benefits and Risks of Leveraging

The Funds utilize leveraging to seek to enhance the yield and net asset value of their Common Stock. However, these objectives cannot be achieved in all interest rate environments. To leverage, each Fund issues Preferred Stock, which pays dividends at prevailing short-term interest rates, and invests the proceeds in long-term municipal bonds. The interest earned on these investments, net of dividends to Preferred Stock, is paid to Common Stock shareholders in the form of dividends, and the value of these portfolio holdings is reflected in the per share net asset value of each Fund's Common Stock. However, in order to benefit Common Stock shareholders, the yield curve must be positively sloped; that is, short-term interest rates must be lower than long-term interest rates. At the same time, a period of generally declining interest rates will benefit Common Stock shareholders. If either of these conditions change, then the risks of leveraging will begin to outweigh the benefits.

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To illustrate these concepts, assume a fund's Common Stock capitalization of \$100 million and the issuance of Preferred Stock for an additional \$50 million, creating a total value of \$150 million available for investment in long-term municipal bonds. If prevailing short-term interest rates are approximately 3% and long-term interest rates are approximately 6%, the yield curve has a strongly positive slope. The fund pays dividends on the \$50 million of Preferred Stock based on the lower short-term interest rates. At the same time, the fund's total portfolio of \$150 million earns the income based on long-term interest rates.

In this case, the dividends paid to Preferred Stock shareholders are significantly lower than the income earned on the fund's long-term investments, and therefore the Common Stock shareholders are the beneficiaries of the incremental yield. However, if short-term interest rates rise, narrowing the differential between short-term and long-term interest rates, the incremental yield pickup on the Common Stock will be reduced or eliminated completely. At the same time, the market value of the fund's Common Stock (that is, its price as listed on the New York Stock Exchange) may, as a result, decline. Furthermore, if long-term interest rates rise, the Common Stock's net asset value will reflect the full decline in the price of the portfolio's investments, since the value of the fund's Preferred Stock does not fluctuate. In addition to the decline in net asset value, the market value of the fund's Common Stock may also decline.

As a part of their investment strategy, the Funds may invest in certain securities whose potential income return is inversely related to changes in a floating interest rate ("inverse floaters"). In general, income on inverse floaters will decrease when short-term interest rates increase and increase when short-term interest rates decrease. Investments in inverse floaters may be characterized as derivative securities and may subject the Funds to the risks of reduced or eliminated interest payments and losses of invested principal. In addition, inverse floaters have the effect of providing investment leverage and, as a result, the market value of such securities will generally be more volatile than that of fixed-rate, tax-exempt securities. To the extent the Funds invest in inverse floaters, the market value of each Fund's portfolio and the net asset value of each Fund's shares may also be more volatile than if the Funds did not invest in these securities. As of April 30, 2005, the percentages of MuniYield Fund, Inc.'s, MuniYield Quality Fund, Inc.'s and MuniYield Quality Fund II, Inc.'s total net assets invested in inverse floaters were 8.09%, 14.04% and 13.54%, respectively before the deduction of Preferred Stock.

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A Letter From the President

Dear Shareholder

Financial markets faced a number of crosscurrents over the past several months, but most major benchmarks managed to post positive returns for the annual and semi-annual reporting periods ended April 30, 2005:

| Total Returns as of April 30, 2005           | 6-month | 12-month |
|--|---------|----------|
| U.S. equities (Standard & Poor's 500 Index)  | +3.28%  | + 6.34%  |
| Small-cap U.S. equities (Russell 2000 Index) | -0.15%  | + 4.71%  |

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|   |        |         |
|---|--------|---------|
| International equities (MSCI Europe Australasia Far East Index) | +8.71% | +14.95% |
| Fixed income (Lehman Brothers Aggregate Bond Index)             | +0.98% | + 5.26% |
| Tax-exempt fixed income (Lehman Brothers Municipal Bond Index)  | +1.93% | + 6.81% |
| High yield bonds (Credit Suisse First Boston High Yield Index)  | +0.65% | + 6.92% |

After expanding at an annualized rate of 4.4% in 2004, U.S. gross domestic product growth for the first quarter of 2005 came in at an estimated 3.1% (although that figure was later revised upward to 3.5%). Nevertheless, the Federal Reserve Board continued increasing interest rates at a measured pace to combat emergent inflation. The most recent hike came on May 3, and brought the federal funds rate to 3%. Recently, signs of inflation have taken the form of rising business costs and increasing consumer prices, particularly in the areas of gasoline, healthcare, housing and education.

U.S. equities ended 2004 in a strong rally, but stumbled into negative territory in 2005. The market weakness was largely fueled by the potential for slowing economic and corporate earnings growth, renewed energy price concerns and a lack of investor conviction. On the positive side, certain sectors of the market have been performing well (particularly energy) and corporate transactions, such as mergers and acquisitions, stock buy-backs and dividend payouts, have all increased. International equities, especially in Asia, have benefited from higher economic growth rates.

In the bond market, we witnessed a yield curve flattening trend over the past several months as short-term yields increased and longer-term interest rates remained more stable or fell. At the end of April 2005, the two-year Treasury note yielded 3.66% and the 10-year Treasury note yielded 4.21%, a difference of 55 basis points (.55%). This compared to a spread of 149 basis points six months earlier and 222 basis points 12 months ago.

Looking ahead, the environment is likely to be a challenging one for investors. With this in mind, we encourage you to meet with your financial advisor to review your goals and asset allocation and to rebalance your portfolio, as necessary, to ensure it remains aligned with your objectives and risk tolerance. As always, we thank you for trusting Merrill Lynch Investment Managers with your investment assets, and we look forward to serving you in the months and years ahead.

Sincerely,

/s/ Robert C. Doll, Jr.

Robert C. Doll, Jr.  
President and Director

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A Discussion With Your Funds' Portfolio Managers

The Funds benefited from a strategic move toward the longer end of the municipal yield curve, which outperformed the short end as the curve flattening trend continued over the past six months.

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Describe the recent market environment relative to municipal bonds.

Amid significant volatility, long-term bond yields moved lower during the past six months as shorter-term yields increased. Recently, U.S. gross domestic product (GDP) for the first quarter of 2005 was preliminarily estimated at 3.1% -- coming in below many economists' expectations, although that estimate was later revised upward to 3.5%. However, for all of 2004, real GDP grew at an annualized rate of 4.4%, well ahead of 2003's annual rate of 3%.

Nevertheless, it appeared that continued economic improvements were generally disregarded as investors focused on inflationary trends, currency-related demand for long-term U.S. securities, and interest rate action on the part of the Federal Reserve Board (the Fed). Over the past six months, 30-year Treasury bond yields declined 28 basis points (.28%) to 4.51%, while 10-year Treasury note yields rose 16 basis points to 4.21%. The Fed, in the meantime, continued to raise short-term interest rates at each of its meetings throughout the period, and most recently increased the federal funds rate from 2.75% to 3% on May 3. As short-term interest rates increased while longer-term interest rates fell, the yield curve continued to flatten.

Tax-exempt bond yields exhibited a similar pattern during the period. Yields on 30-year revenue bonds, as measured by the Bond Buyer Revenue Bond Index, fell 14 basis points to 4.83%. According to Municipal Market Data, yields on AAA-rated issues maturing in 30 years declined 23 basis points to 4.37%, while AAA-rated bonds maturing in 10 years saw their yields rise 17 basis points to 3.57%.

During the past six months, more than \$186 billion in tax-exempt bonds was underwritten, an increase of 7.5% versus the same period a year earlier. Issuance so far in 2005 has been boosted by a 32% increase in refunding issues as municipalities sought to refinance existing higher-coupon debt. These refunding issues have been heavily weighted in the 10-year - 20-year maturity range to lower the overall interest costs. This concentration has put pressure on intermediate tax-exempt bond yields while supporting longer-term bond prices.

Investor demand for municipal product remained generally positive during the period. Investment Company Institute statistics indicate that, year-to-date through March 31, 2005, net new cash flows into long-term municipal bond funds exceeded \$1.3 billion. This represented a significant improvement from the \$516 million seen during the same period in 2004. However, AMG Data Services reports that weekly figures for the month of April have shown a modest reversal in the positive flows seen in the first three months of the year.

MuniYield Fund, Inc.

How did the Fund perform during the period?

For the six-month period ended April 30, 2005, the Common Stock of MuniYield Fund, Inc. had net annualized yields of 6.80% and 6.98%, based on a period-end per share net asset value of \$14.70 and a per share market price of \$14.34, respectively, and \$.496 per share income dividends. Over the same period, the total investment return on the Fund's Common Stock was +6.38%, based on a change in per share net asset value from \$14.31 to \$14.70, and assuming reinvestment of all distributions.

The Fund's total return, based on net asset value, significantly exceeded the +3.83% average return of the Lipper General Municipal Debt Funds (Leveraged) category for the six-month period. (Funds in this Lipper category invest primarily in municipal debt issues rated in the top four credit-rating categories. These funds can be leveraged via use of debt, preferred equity and/or reverse repurchase agreements.)

The key contributor to the Fund's outperformance was a strategy we employed

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during most of the period, which was based on our view that the municipal yield curve would flatten. In order to take advantage of that expectation, we moved a portion of bonds in the 10-year - 15-year maturity range further out on the curve to the 20-year - 25-year area. As our forecast was realized and the curve flattened significantly, longer-dated bonds outperformed those with shorter maturities, and Fund performance benefited accordingly.

We also were able to generate some incremental return for the portfolio through certain hedging strategies, employing both the swap and futures markets. In addition, we used about 20% of our permissible 25% exposure to non-investment grade and non-rated issues, a strategy that significantly benefited relative performance given the incremental yield generated by these

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investments as well as the ongoing compression in credit spreads that benefited lower-quality issues.

In terms of sector exposure, we maintained a fairly large position in corporate-related tax-exempt debt, a significant portion of that in the high-yield municipal market (bonds rated BBB and lower or non-rated). We also had meaningful exposure to long-term care and healthcare-related debt, two areas that also are of a higher-yielding nature. Finally, we continued to pursue opportunities in tax-backed debt, bonds issued for development projects in both residential and commercial districts. Security selection in these areas of the municipal market requires a great deal of analytical work. For that, we were able to leverage the skill of our in-house staff of analysts, and were effectively able to capture much of the spread compression and outperformance generated by these sectors.

For a description of the Fund's total investment return based on a change in the per share market value of the Fund's Common Stock (as measured by the trading price of the Fund's shares on the New York Stock Exchange), and assuming reinvestment of dividends, please refer to the Financial Highlights section of this report. As a closed-end fund, the Fund's shares may trade in the secondary market at a premium or discount to the Fund's net asset value. As a result, total investment returns based on changes in the market value of the Fund's Common Stock may vary significantly from total investment returns based on changes in the Fund's net asset value.

What changes were made to the portfolio during the period?

In recognition of the spread compression that has taken place in the municipal market for the past year or more, we began to reduce our exposure to some of the riskier, lower-rated credits. This involved some select sales of corporate-related debt, as well as a decrease in our exposure to tobacco-related bonds, an area that performed particularly well during the past six months. While the market fundamentals suggest continued demand for higher-yielding municipal assets, we believe some of the relative value in this area of the market has diminished given spreads that are already very tight. These sales also were made in a continued effort to improve the portfolio's credit profile and return to a more market-neutral exposure to credit product.

As mentioned earlier (and in our last report to shareholders), we continued to reposition the portfolio by adding longer-dated insured bonds, especially those with maturities in the 25-year - 30-year range, and selling some of our shorter-dated holdings. Investing further out on the yield curve allowed us to benefit from the curve flattening trend while also accomplishing our goal of modestly extending the portfolio's average duration.

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For the six-month period ended April 30, 2005, the Fund's Auction Market Preferred Stock (AMPS) had an average yield of 1.59% for Series A, 1.85% for Series B, 1.53% for Series C, 1.87% for Series D, 1.76% for Series E, 1.70% for Series F and 1.83% for Series G. At this point in the Fed's monetary tightening cycle, interest rate increases are having a material impact on the Fund's borrowing costs. The Fed raised the short-term interest rate target 100 basis points during the six-month period. Still, the tax-exempt yield curve remained relatively steep and continued to generate an income benefit to the holders of Common Stock from the leveraging of Preferred Stock. However, should the spread between short-term and long-term interest rates narrow, the benefits of leveraging will decline and, as a result, reduce the yield on the Fund's Common Stock. At the end of the period, the Fund's leverage amount, due to AMPS, was 34.43% of total net assets. (For a more complete explanation of the benefits and risks of leveraging, see page 2 of this report to shareholders.)

How would you characterize the Fund's position at the close of the period?

At period-end, the Fund was positioned relatively neutral in terms of interest rate risk -- a posture we are likely to maintain in the near future. In terms of our view on the yield curve, we believe the majority of the flattening phenomenon is behind us. We would expect any additional flattening to be minor relative to the type of move we have seen thus far and, therefore, are not likely to continue reallocating the Fund's assets further out on the yield curve.

Overall, we are pleased with the portfolio's current structure and intend to continue our efforts to upgrade the portfolio's credit profile. We also will look to maintain our yield advantage, a strategy that has enabled the Fund to outperform its peers in a relatively stable interest rate environment.

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A Discussion With Your Funds' Portfolio Managers (continued)

MuniYield Quality Fund, Inc.

How did the Fund perform during the period?

For the six-month period ended April 30, 2005, the Common Stock of MuniYield Quality Fund, Inc. had net annualized yields of 6.36% and 6.74%, based on a period-end per share net asset value of \$15.41 and a per share market price of \$14.54, respectively, and \$.486 per share income dividends. Over the same period, the total investment return on the Fund's Common Stock was +2.50%, based on a change in per share net asset value from \$15.54 to \$15.41, and assuming reinvestment of all distributions.

The Fund's total return, based on net asset value, fell just short of the +2.67% average return of the Lipper Insured Municipal Debt Funds (Leveraged) category for the six-month period. (Funds in this Lipper category invest primarily in municipal debt issues insured as to timely payment. These funds can be leveraged via use of debt, preferred equity and/or reverse repurchase agreements.)

While we maintained our focus on yield and continued to generate above-average income for our shareholders, the Fund's total return lagged the Lipper average over the past six months due to our relative underexposure to longer-maturity bonds that is, bonds with maturities of 25 years and longer. We were overexposed, relatively, to bonds with maturities of less than 20 years. As the municipal yield curve flattened over the past six months, longer-maturity bonds significantly outperformed shorter-maturity issues. While we have been pursuing a strategy of moving further out on the yield curve, generally into the 25- year

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maturity range, we were not able to effect this trade as much as we would have liked in the current low interest rate environment. Because many of the shorter-maturity bonds booked in the portfolio have greater yields than those available in the current environment, we were reluctant to give them up in order to extend our average portfolio maturity. Although this benefited the Fund's yield, it detracted from total return during this particular period. Further compounding our inability to purchase longer-dated bonds was the fact that recent supply has been largely concentrated in the short-term and intermediate-term range.

For a description of the Fund's total investment return based on a change in the per share market value of the Fund's Common Stock (as measured by the trading price of the Fund's shares on the New York Stock Exchange), and assuming reinvestment of dividends, please refer to the Financial Highlights section of this report. As a closed-end fund, the Fund's shares may trade in the secondary market at a premium or discount to the Fund's net asset value. As a result, total investment returns based on changes in the market value of the Fund's Common Stock can vary significantly from total investment returns based on changes in the Fund's net asset value.

What changes were made to the portfolio during the period?

We did not significantly alter the Fund's structure or our strategy over the past six months. We continued to favor municipal bonds in the 25-year maturity range, and with premium coupons, when available. This supports our defensive market posture in that these bonds offer coupon protection when interest rates move higher. We generally maintained the Fund's fully invested position throughout the period, seeking to enhance shareholder income.

As mentioned earlier, the major market phenomenon over the past six months was a flattening of the yield curve. Yields on shorter-term bonds, specifically those with maturities under 15 years or 20 years, rose rather significantly. Yields on longer-term bonds, generally those past the 20-year range, actually declined. At period-end, the spread between AAA-rated municipal bonds with 10-year maturities and those with 30-year maturities was approximately 80 basis points. This compared to a spread of approximately 120 basis points six months ago. Given that bond prices move in the opposite direction of yields, the result has been that bonds on the long end of the municipal yield curve performed well while short-term bonds lagged.

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In light of this market action, our strategy of targeting new purchases in the 25-year area has been prudent. However, whereas we previously had been active sellers of bonds in the 10-year range (redeploying the proceeds further out on the curve), that strategy proved more challenging as the curve flattened. Essentially, longer-term bond prices were increasing as shorter-term bonds cheapened. Also, many bonds in the portfolio, although they have shorter maturities, are booked at much higher yields than could be obtained in the current low interest rate environment. Thus, we were reluctant to give up the additional yield and jeopardize our shareholders' income. Nevertheless, our major investment theme remained intact and any other residual cash in the portfolio (from coupon payments, maturities or bond calls, for example) was deployed in the long end.

For the six-month period ended April 30, 2005, the Fund's Auction Market Preferred Stock (AMPS) had an average yield of 1.71% for Series A, 1.80% for Series B, 1.95% for Series C and 1.79% for Series D. At this point in the Fed's monetary tightening cycle, interest rate increases are having a material impact on the Fund's borrowing costs. The Fed raised the short-term interest rate

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target 100 basis points during the six-month period. Still, the tax-exempt yield curve remained relatively steep and continued to generate an income benefit to the holders of Common Stock from the leveraging of Preferred Stock. However, should the spread between short-term and long-term interest rates narrow, the benefits of leveraging will decline and, as a result, reduce the yield on the Fund's Common Stock. At the end of the period, the Fund's leverage amount, due to AMPS, was 29.90% of total net assets. (For a more complete explanation of the benefits and risks of leveraging, see page 2 of this report to shareholders.)

How would you characterize the Fund's position at the close of the period?

We remain focused on premium-coupon bonds and continue to favor maturities in the 25-year range. We maintained a slightly defensive market posture at the close of the period in recognition of generally healthy economic conditions. We believe this positioning prepares the Fund for relative outperformance once long-term market interest rates eventually begin to follow short-term interest rates higher. In the meantime, our fully invested stance should continue to provide an income benefit to Common Stock shareholders.

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A Discussion With Your Funds' Portfolio Managers (concluded)

MuniYield Quality Fund II, Inc.

How did the Fund perform during the period?

For the six-month period ended April 30, 2005, the Common Stock of MuniYield Quality Fund II, Inc. had net annualized yields of 6.35% and 6.92%, based on a period-end per share net asset value of \$13.71 and a per share market price of \$12.58, respectively, and \$.432 per share income dividends. Over the same period, the total investment return on the Fund's Common Stock was +3.39%, based on a change in per share net asset value from \$13.72 to \$13.71, and assuming reinvestment of all distributions.

The Fund's total return, based on net asset value, exceeded the +2.67% average return of the Lipper Insured Municipal Debt Funds (Leveraged) category for the six-month period. (Funds in this Lipper category invest primarily in municipal debt issues insured as to timely payment. These funds can be leveraged via use of debt, preferred equity and/or reverse repurchase agreements.)

The Fund's positive results during the period are primarily attributed to four factors. First was our ability to continue generating an above-average yield. Second was the advance refunding of several bonds in the portfolio. When municipal bonds are advance refunded, or refinanced ahead of their maturity date, their prices generally increase sharply. Third was an especially strong performance of a relatively large uninsured credit. Uninsured bonds performed quite well as credit spreads (versus bonds of higher quality but similar maturity) continued to narrow over the past several months. Taken together, all these factors allowed the Fund to outperform the Lipper category average despite our maintaining a defensive market posture. (That is, we were positioned for rising interest rates, while long-term interest rates actually declined during the period.)

For a description of the Fund's total investment return based on a change in the per share market value of the Fund's Common Stock (as measured by the trading price of the Fund's shares on the New York Stock Exchange), and assuming reinvestment of dividends, please refer to the Financial Highlights section of this report. As a closed-end fund, the Fund's shares may trade in the secondary market at a premium or discount to the Fund's net asset value. As a result,



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total investment returns based on changes in the market value of the Fund's Common Stock can vary significantly from total investment returns based on changes in the Fund's net asset value.

What changes were made to the portfolio during the period?

We did not significantly alter the Fund's structure or our strategy over the past six months. We continued to favor municipal bonds in the 25-year maturity range, and with premium coupons, when available. This supports our defensive market posture, in that these bonds offer coupon protection when interest rates move higher. We generally maintained the Fund's fully invested position throughout the period, seeking to enhance shareholder income.

The major market phenomenon over the past six months was a flattening of the yield curve. Yields on shorter-term bonds, specifically those with maturities under 15 years or 20 years, rose rather significantly. Yields on longer-term bonds, generally those past the 20-year range, actually declined. At period-end, the spread between AAA-rated municipal bonds with 10-year maturities and those with 30-year maturities was approximately 80 basis points. This compared to a spread of approximately 120 basis points six months ago. Given that bond prices move in the opposite direction of yields, the result has been that bonds on the long end of the municipal yield curve did well while short-term bonds lagged.

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In light of this market action, our strategy of targeting new purchases in the 25-year area has been successful. However, whereas we previously had been active sellers of bonds in the 10-year range (redeploying the proceeds further out on the curve), that strategy proved more challenging as the curve flattened. Essentially, longer-term bond prices were increasing as shorter-term bonds cheapened. Also, many bonds in the portfolio, although they have shorter maturities, are booked at much higher yields than could be obtained in the current low interest rate environment. Thus, we were reluctant to give up the additional yield and jeopardize our shareholders' income. Nevertheless, our major investment theme remained intact and any other residual cash in the portfolio (from coupon payments, maturities or bond calls, for example) was deployed in the long end.

For the six-month period ended April 30, 2005, the Fund's Auction Market Preferred Stock (AMPS) had an average yield of 1.69% for Series A, 1.86% for Series B and 1.79% for Series C. At this point in the Fed's monetary tightening cycle, interest rate increases are having a material impact on the Fund's borrowing costs. The Fed raised the short-term interest rate target 100 basis points during the six-month period. Still, the tax-exempt yield curve remained relatively steep and continued to generate an income benefit to the holders of Common Stock from the leveraging of Preferred Stock. However, should the spread between short-term and long-term interest rates narrow, the benefits of leveraging will decline and, as a result, reduce the yield on the Fund's Common Stock. At the end of the period, the Fund's leverage amount, due to AMPS, was 32.85% of total net assets. (For a more complete explanation of the benefits and risks of leveraging, see page 2 of this report to shareholders.)

How would you characterize the Fund's position at the close of the period?

We remain focused on premium-coupon bonds and continue to favor maturities in the 25-year range. We maintained a slightly defensive market posture at the close of the period in recognition of generally healthy economic conditions. We believe this positioning prepares the Fund for relative outperformance once long-term market rates eventually begin to follow short-term interest rates higher. In the meantime, our fully invested stance should continue to provide an

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income benefit to Common Stock shareholders.

Theodore R. Jaeckel Jr., CFA  
 Vice President and Portfolio Manager  
 MuniYield Fund, Inc.

Michael A. Kalinoski, CFA  
 Vice President and Portfolio Manager  
 MuniYield Quality Fund, Inc.  
 MuniYield Quality Fund II, Inc.

May 26, 2005

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Portfolio Information

Quality Profiles as of April 30, 2005

| MuniYield Fund, Inc. by<br>S&P/Moody's Rating | Percent of<br>Total<br>Investments |
|---|------------------------------------|
| AAA/Aaa .....                                 | 40.4%                              |
| AA/Aa .....                                   | 6.7                                |
| A/A .....                                     | 14.1                               |
| BBB/Baa .....                                 | 10.4                               |
| BB/Ba .....                                   | 8.3                                |
| B/B .....                                     | 3.1                                |
| CCC/Caa .....                                 | 2.1                                |
| NR (Not Rated) .....                          | 13.0                               |
| Other* .....                                  | 1.9                                |

\* Includes portfolio holdings in variable rate demand notes.

| MuniYield Quality Fund II, Inc. by<br>S&P/Moody's Rating | Percent of<br>Total<br>Investments |
|--|------------------------------------|
| AAA/Aaa .....  | 87.7%                              |
| AA/Aa .....  | 3.2                                |
| A/A .....  | 5.8                                |
| BBB/Baa .....  | 0.4                                |
| BB/Ba .....  | 1.9                                |
| NR (Not Rated) .....                                     | 0.2                                |
| Other* .....   | 0.8                                |

\* Includes portfolio holdings in variable rate demand notes.

| MuniYield Quality Fund, Inc. by<br>S&P/Moody's Rating | Percent of<br>Total<br>Investments |
|---|------------------------------------|
| AAA/Aaa .....   | 87.2%                              |
| AA/Aa .....   | 3.9                                |
| A/A .....   | 6.7                                |
| BBB/Baa .....   | 0.4                                |
| NR (Not Rated) .....                                  | 1.0                                |
| Other* .....  | 0.8                                |

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\* Includes portfolio holdings in variable rate demand notes.

Swap Agreements

The Funds may invest in swap agreements, which are over-the-counter contracts in which one party agrees to make periodic payments based on the change in market value of a specified bond, basket of bonds, or index in return for periodic payments based on a fixed or variable interest rate or the change in market value of a different bond, basket of bonds or index. Swap agreements may be used to obtain exposure to a bond or market without owning or taking physical custody of securities. Swap agreements involve the risk that the party with whom each Fund has entered into a swap will default on its obligation to pay the Fund and the risk that the Fund will not be able to meet its obligations to pay the other party to the agreement.

Dividend Policy

The Funds' dividend policy is to distribute all or a portion of their net investment income to their shareholders on a monthly basis. In order to provide shareholders with a more stable level of dividend distributions, the Funds may at times pay out less than the entire amount of net investment income earned in any particular month and may at times in any month pay out such accumulated but undistributed income in addition to net investment income earned in that month. As a result, the dividends paid by the Funds for any particular month may be more or less than the amount of net investment income earned by the Funds during such month. The Funds' current accumulated but undistributed net investment income, if any, is disclosed in the Statement of Net Assets, which comprises part of the financial information included in these reports.

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Schedule of Investments MuniYield Fund, Inc. (in Thousands)

| State          | Face Amount | Municipal Bonds   |
|----------------|-------------|---|
| Alabama--1.3%  | \$ 2,500    | Huntsville, Alabama, Health Care Authority Revenue Bonds, Series A, 5.50% due 6/01/2032                                   |
|                | 5,250       | Jefferson County, Alabama, Limited Obligation School Warrants, Series A, 5.50% due 1/01/2022                              |
| Arizona--10.1% | 5,825       | Arizona State Transportation Board, Highway Revenue Bonds, Series A, 5% due 7/01/2021                                     |
|                | 7,030       | Arizona State Transportation Board, Highway Revenue Bonds, Series A, 5% due 7/01/2022                                     |
|                | 5,240       | Arizona State Transportation Board, Highway Revenue Bonds, Series A, 5% due 7/01/2023                                     |
|                | 3,400       | Maricopa County, Arizona, IDA, Education Revenue Bonds (Arizona Charter Schools Project 1), Series A, 6.75% due 7/01/2029 |
|                |             | Maricopa County, Arizona, IDA, M/F Housing Revenue Refunding Bonds (Ridge Housing Corporation), Series A-1 (d)(g):        |
|                | 5,000       | 6% due 10/20/2031   |
|                | 5,000       | 6.05% due 10/20/2036  |
|                |             | Phoenix, Arizona, IDA, Airport Facility Revenue Refunding Bonds (America West Airlines Inc. Project), AMT:                |
|                | 5,800       | 6.25% due 6/01/2019   |
|                | 6,900       | 6.30% due 4/01/2023   |
|                |             | Phoenix, Arizona, IDA, M/F Housing Revenue Bonds (Summit Apar   |

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|                   |        |   |
|-------------------|--------|---|
|                   |        | Project) (g):   |
|                   | 1,610  | 6.25% due 7/20/2022   |
|                   | 1,425  | 6.45% due 7/20/2032   |
|                   | 1,305  | 6.55% due 7/20/2037   |
|                   | 1,400  | Pima County, Arizona, IDA, Education Revenue Bonds (Arizona C<br>Schools Project II), Series A, 6.75% due 7/01/2031   |
|                   |        | Pima County, Arizona, IDA, M/F Housing Revenue Bonds (Columbu<br>Series A (g):  |
|                   | 990    | 5.90% due 10/20/2021  |
|                   | 1,725  | 6% due 10/20/2031   |
|                   | 2,295  | 6.05% due 10/20/2041  |
|                   |        | Vistancia Community Facilities District, Arizona, GO:   |
|                   | 3,000  | 5.50% due 7/15/2020   |
|                   | 2,125  | 5.75% due 7/15/2024   |
|                   | 5,900  | Yavapai County, Arizona, IDA, Hospital Facility Revenue Bonds<br>Regional Medical Center), Series A, 6% due 8/01/2033 |
| =====             |        |   |
| Arkansas--1.1%    |        | University of Arkansas, University Construction Revenue Bonds<br>Series B (e):  |
|                   | 2,000  | 5% due 11/01/2020   |
|                   | 1,600  | 5% due 11/01/2027   |
|                   | 2,000  | 5% due 11/01/2034   |
|                   | 1,000  | University of Arkansas, University Revenue Refunding Bonds (U<br>Series A, 5% due 11/01/2014 (e)                      |
| =====             |        |   |
| California--18.2% | 3,370  | Anaheim, California, Union High School District, GO, Series A<br>8/01/2012 (b) (i)                                    |
|                   | 5,700  | California State Department of Water Resources, Power Supply<br>VRDN, Series B-3, 2.98% due 5/01/2022 (k)             |
|                   | 8,760  | California State, GO, 5% due 2/01/2033  |
|                   |        | California State Public Works Board, Lease Revenue Bonds:   |
|                   | 2,000  | (Department of Corrections), Series C, 5% due 6/01/2025   |
|                   | 4,500  | (Department of Mental Health--Coalinga State Hospital),<br>due 6/01/2029  |
|                   |        | California State, Various Purpose, GO:  |
|                   | 6,800  | 5.25% due 11/01/2025  |
|                   | 10,000 | 5% due 4/01/2031 (c)  |
|                   | 5,550  | 5.50% due 11/01/2033  |

Portfolio Abbreviations

To simplify the listings of portfolio holdings in the Schedules of Investments, we have abbreviated the names of many of the securities according to the list at right.

|         |  |
|---------|--|
| AMT     | Alternative Minimum Tax (subject to)   |
| COP     | Certificates of Participation          |
| DRIVERS | Derivative Inverse Tax-Exempt Receipts |
| EDA     | Economic Development Authority         |
| GO      | General Obligation Bonds               |
| HDA     | Housing Development Authority          |
| HFA     | Housing Finance Agency                 |
| IDA     | Industrial Development Authority       |
| IDB     | Industrial Development Board           |
| IDR     | Industrial Development Revenue Bonds   |
| M/F     | Multi-Family                           |
| PCR     | Pollution Control Revenue Bonds        |
| RIB     | Residual Interest Bonds                |
| RITR    | Residual Interest Trust Receipts       |
| ROLS    | Reset Option Long Securities           |
| S/F     | Single-Family                          |

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VRDN Variable Rate Demand Notes

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Schedule of Investments (continued) MuniYield Fund, Inc. (in Thousands)

| State                     | Face Amount | Municipal Bonds  |
|---------------------------|-------------|--|
| California<br>(concluded) |             | Golden State Tobacco Securitization Corporation of California Revenue Bonds:   |
|                           | \$ 5,500    | Series A-3, 7.875% due 6/01/2042   |
|                           | 7,500       | Series A-4, 7.80% due 6/01/2042  |
|                           | 5,000       | Series B, 5.50% due 6/01/2018  |
|                           | 5,000       | Series B, 5.375% due 6/01/2028   |
|                           | 9,520       | Series B, 5.50% due 6/01/2043  |
|                           | 18,400      | Los Angeles, California, Unified School District, GO, Series due 7/01/2023 (i)   |
|                           | 1,250       | Sacramento County, California, Sanitation District Financing Revenue Refunding Bonds, Trust Receipts, Class R, Series A, 8.664% due 12/01/2019 (m) |
|                           | 5,145       | Santa Clara, California, Subordinated Electric Revenue Bonds, 5% due 7/01/2022 (e)   |
|                           | 7,465       | University of California Revenue Bonds (Multiple Purpose Proj 5% due 9/01/2021 (i)   |
| Colorado--4.9%            | 470         | Colorado HFA, Revenue Refunding Bonds (S/F Program), AMT, Ser 6.90% due 4/01/2029  |
|                           | 8,000       | Denver, Colorado, City and County Airport Revenue Bonds, AMT, 7.75% due 11/15/2013 (c)   |
|                           | 5,325       | Denver, Colorado, Urban Renewal Authority, Tax Increment Reve (Pavilions), AMT, 7.75% due 9/01/2016  |
|                           |             | Elk Valley, Colorado, Public Improvement Revenue Bonds (Publi Series A:  |
|                           | 1,735       | 7.10% due 9/01/2014  |
|                           | 5,065       | 7.35% due 9/01/2031  |
|                           | 1,300       | Moffat County, Colorado, PCR, Refunding (PacifiCorp Projects) 2.98% due 5/01/2013 (c) (k)  |
|                           | 6,850       | Plaza Metropolitan District No. 1, Colorado, Tax Allocation R (Public Improvement Fees), 8% due 12/01/2025   |
| Connecticut--0.9%         | 5,000       | Bridgeport, Connecticut, Senior Living Facilities Revenue Bon (3030 Park Retirement Community Project), 7.25% due 4/01/2035                        |
|                           | 525         | Connecticut State Development Authority, IDR (AFCO Cargo BDL- 7.35% due 4/01/2010  |
| Florida--4.1%             |             | Hillsborough County, Florida, IDA, Exempt Facilities Revenue Gypsum), AMT:   |
|                           | 11,500      | Series A, 7.125% due 4/01/2030   |
|                           | 5,000       | Series B, 7.125% due 4/01/2030   |
|                           | 5,450       | Midtown Miami, Florida, Community Development District, Speci Revenue Bonds, Series B, 6.50% due 5/01/2037   |
|                           | 3,000       | Santa Rosa Bay Bridge Authority, Florida, Revenue Bonds, 6.25  |
| Georgia--4.0%             | 12,140      | Atlanta, Georgia, Airport Revenue Refunding Bonds, Series A, due 1/01/2016 (h)   |
|                           | 4,600       | Atlanta, Georgia, Tax Allocation Bonds (Atlantic Station Proj  |

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|                |        |  |
|----------------|--------|--|
|                |        | due 12/01/2024   |
|                | 1,400  | Atlanta, Georgia, Water and Wastewater Revenue Bonds, VRDN, S<br>3% due 11/01/2041 (i) (k)<br>Brunswick & Glynn County, Georgia, Development Authority, Fir<br>Revenue Bonds (Coastal Community Retirement Corporation Proje |
|                | 2,285  | 7.125% due 1/01/2025   |
|                | 3,305  | 7.25% due 1/01/2035  |
| =====          |        |  |
| Idaho--1.6%    | 425    | Idaho Housing Agency, S/F Mortgage Revenue Refunding Bonds, A<br>Series C-2, 7.15% due 7/01/2023   |
|                | 10,000 | Power County, Idaho, Industrial Development Corporation, Soli<br>Disposal Revenue Bonds (FMC Corporation Project), AMT, 6.45%  |
| =====          |        |  |
| Illinois--4.1% | 745    | Beardstown, Illinois, IDR (Jefferson Smurfit Corp. Project),   |
|                | 13,200 | Chicago, Illinois, O'Hare International Airport Revenue Bonds<br>Series B-2, 6% due 1/01/2029 (j)  |
|                | 150    | Chicago, Illinois, S/F Mortgage Revenue Bonds, AMT, Series B,<br>9/01/2027 (f) (g) (l)   |
|                | 3,285  | Illinois Development Finance Authority Revenue Bonds (Presbyt<br>Lake Project), Series B, 6.30% due 9/01/2022 (i)  |
|                | 2,925  | Illinois Health Facilities Authority, Revenue Refunding Bonds<br>Health Care), VRDN, Series A, 2.98% due 5/15/2029 (i) (k)   |
|                | 4,000  | Metropolitan Pier and Exposition Authority, Illinois, Dedicat<br>Revenue Bonds (McCormick Place Expansion), Series A, 5.50% du   |

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Schedule of Investments (continued) MuniYield Fund, Inc. (in Thousands)

| State               | Face Amount | Municipal Bonds  |
|---------------------|-------------|--|
| =====               |             |  |
| Indiana--1.2%       |             | Indiana Municipal Power Agency, Power Supply System Revenue B  |
|                     | \$ 2,850    | 5% due 1/01/2029   |
|                     | 4,350       | 5% due 1/01/2032   |
| =====               |             |  |
| Kansas--0.2%        | 1,250       | Lenexa, Kansas, Health Care Facility Revenue Bonds (Lakeview<br>Series C, 6.875% due 5/15/2032                                 |
| =====               |             |  |
| Kentucky--0.5%      | 3,000       | Kentucky Economic Development Finance Authority, Health Syste<br>Bonds (Norton Healthcare Inc.), Series A, 6.625% due 10/01/20 |
| =====               |             |  |
| Louisiana--3.0%     | 19,000      | Port New Orleans, Louisiana, IDR, Refunding (Continental Grai<br>6.50% due 1/01/2017   |
| =====               |             |  |
| Maryland--1.1%      | 3,000       | Maryland State Energy Financing Administration, Limited Oblig<br>(Cogeneration--AES Warrior Run), AMT, 7.40% due 9/01/2019     |
|                     | 4,000       | Maryland State Health and Higher Educational Facilities Autho<br>Refunding Bonds (University of Maryland Medical System), 6% d |
| =====               |             |  |
| Massachusetts--2.7% | 6,640       | Massachusetts Bay Transportation Authority, Sales Tax Revenue<br>Senior Series A, 5% due 7/01/2032                             |
|                     | 10,000      | Massachusetts State Special Obligation Dedicated Tax Revenue<br>due 1/01/2029 (h)  |
| =====               |             |  |
| Michigan--0.9%      | 6,060       | Macomb County, Michigan, Hospital Finance Authority, Hospital  |

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|   |        |  |
|---|--------|--|
| (Mount Clemens General Hospital), Series B, 5.875% due 11/15/ |        |  |
| =====   |        |  |
| Minnesota--0.5%   |        | Eden Prairie, Minnesota, M/F Housing Revenue Bonds (Rolling H Series A (g):  |
|   | 420    | 6% due 8/20/2021   |
|   | 2,000  | 6.20% due 2/20/2043  |
|   | 965    | Minneapolis, Minnesota, M/F Housing Revenue Bonds (Gaar Scott 5.95% due 5/01/2030  |
| =====   |        |  |
| Missouri--2.0%  |        | Fenton, Missouri, Tax Increment Revenue Refunding and Improve (Gravois Bluffs):  |
|   | 380    | 6.75% due 10/01/2015   |
|   | 2,800  | 7% due 10/01/2021  |
|   |        | Kansas City, Missouri, Municipal Assistance Corporation, Leas Improvement Revenue Bonds (H. Roe Bartle Convention Center),   |
|   | 15,000 | 5.383%* due 4/15/2028  |
|   | 5,000  | 5.28%* due 4/15/2029   |
|   | 5,000  | 5.31%* due 4/15/2030   |
|   | 5,000  | 5.32%* due 4/15/2031   |
|   | 525    | Missouri Development Finance Board, Cultural Facilities Reven (Nelson Gallery Foundation), VRDN, Series B, 2.97% due 12/01/  |
|   | 335    | Missouri State Housing Development Commission, S/F Mortgage R Homeownership, AMT, Series B, 7.55% due 9/01/2027 (f) (g)      |
| =====   |        |  |
| New Hampshire--0.6%   | 3,425  | New Hampshire Health and Education Facilities Authority, Reve (Elliot Hospital), Series B, 5.60% due 10/01/2022              |
| =====   |        |  |
| New Jersey--24.8%   | 11,435 | New Jersey EDA, Cigarette Tax Revenue Bonds, 5.50% due 6/15/2  |
|   | 3,000  | New Jersey EDA, First Mortgage Revenue Bonds (The Presbyteria 6.375% due 11/01/2031  |
|   | 20,000 | New Jersey EDA, Motor Vehicle Surcharge Revenue Bonds, Series 7/01/2029 (e)  |
|   | 4,400  | New Jersey EDA, Retirement Community Revenue Bonds (Cedar Cre Facility), Series A, 7.25% due 11/15/2031                      |
|   | 8,750  | New Jersey EDA, School Facility Construction Revenue Bonds, S due 9/01/2029  |
|   | 17,300 | New Jersey EDA, School Facility Construction, Revenue Refundi 5.50% due 12/15/2019 (c)                                       |
|   |        | New Jersey EDA, Special Facility Revenue Bonds (Continental A Project), AMT:   |
|   | 3,905  | 6.25% due 9/15/2019  |
|   | 16,195 | 6.25% due 9/15/2029  |
|   | 3,680  | New Jersey Health Care Facilities Financing Authority Revenue (Pascack Valley Hospital Association), 6.625% due 7/01/2036    |
|   | 1,500  | New Jersey Health Care Facilities Financing Authority, Revenue Bonds (Pascack Valley Hospital Association), 5.125% due 7/01/ |
|   | 10,000 | New Jersey State Transportation Trust Fund Authority, Transpo Revenue Refunding Bonds, Series B, 5.25% due 12/15/2015 (c)    |
|   | 20,000 | New Jersey State Turnpike Authority, Turnpike Revenue Refundi C-2, 5.50% due 1/01/2025 (c)                                   |

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Schedule of Investments (continued)

MuniYield Fund, Inc.

(in Thousands)

State Face Amount Municipal Bonds

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|                           |          |   |
|---------------------------|----------|---|
| =====                     |          |   |
| New Jersey<br>(concluded) | \$ 4,360 | Port Authority of New York and New Jersey, Revenue Refunding Series 177, 8.681% due 10/15/2032 (e) (m)                              |
|                           | 20,575   | Port Authority of New York and New Jersey, Special Obligation DRIVERS, AMT, Series 192, 8.191% due 12/01/2025 (e) (m)               |
|                           | 7,500    | Tobacco Settlement Financing Corporation of New Jersey, Asset Revenue Refunding Bonds, 6% due 6/01/2037                             |
| =====                     |          |   |
| New York--18.5%           | 2,200    | Dutchess County, New York, IDA, Civic Facility Revenue Refund (Saint Francis Hospital), Series A, 7.50% due 3/01/2029               |
|                           | 5,595    | Metropolitan Transportation Authority, New York, Commuter Fac Bonds, RITR, Series 9, 6.10% due 7/01/2006 (b) (h) (m)                |
|                           | 1,250    | New York City, New York, City IDA, Special Facilities Revenue (British Airways Plc Project), 7.625% due 12/01/2032                  |
|                           | 10,000   | (Terminal One Group Association Project), 6.125% due 1/01/2032  |
|                           | 5,000    | New York City, New York, City Municipal Water Finance Authori Sewer System Revenue Bonds, DRIVERS, Series 198, 8.211% due 6/01/2032 |
|                           | 14,000   | New York City, New York, City Municipal Water Finance Authori Sewer System, Revenue Refunding Bonds, 5.50% due 6/15/2033            |
|                           | 2,000    | New York City, New York, GO, Refunding (h): Series G, 5.75% due 2/01/2006 (b)   |
|                           | 10,000   | Trust Receipts, Series R, 9.432% due 5/15/2014 (m)  |
|                           | 10,000   | New York City, New York, GO, Series M, 5% due 4/01/2021   |
|                           | 9,375    | New York City, New York, Sales Tax Asset Receivable Corporati Series A, 5% due 10/15/2029 (c)                                       |
|                           |          | New York State Dormitory Authority, Revenue Refunding Bonds (Health), Series A:   |
|                           | 5,000    | 6.75% due 7/01/2020   |
|                           | 315      | 6.50% due 7/01/2025   |
|                           | 8,360    | New York State Dormitory Authority, Supported Debt Revenue Re (Department of Health), Series A, 5% due 7/01/2023 (n)                |
|                           | 2,500    | Suffolk County, New York, IDA, IDR, Refunding (Nissequogue Co Facility), AMT, 5.50% due 1/01/2023                                   |
|                           | 9,400    | Tobacco Settlement Financing Corporation of New York Revenue 5.50% due 6/01/2021  |
|                           | 10,000   | Triborough Bridge and Tunnel Authority, New York, Subordinate 5.25% due 11/15/2030  |
|                           |          | Westchester County, New York, IDA, Continuing Care Retirement (Kendal on Hudson Project), Series A:                                 |
|                           | 3,450    | 6.375% due 1/01/2024  |
|                           | 2,895    | 6.50% due 1/01/2034   |
| =====                     |          |   |
| North Carolina--1.9%      | 2,710    | Charlotte, North Carolina, Airport Revenue Bonds, Series A, 5.50% due 1/01/2023   |
|                           | 4,750    | North Carolina Eastern Municipal Power Agency, Power System R Series D, 6.75% due 1/01/2026   |
|                           | 290      | North Carolina HFA, Home Ownership Revenue Bonds, AMT, Series A, 6.50% due 7/01/2016  |
|                           | 885      | North Carolina HFA, S/F Revenue Bonds, Series II, 6.20% due 3/01/2023   |
|                           | 1,000    | North Carolina Medical Care Commission, Health Care Facilitie Revenue Bonds (Arbor Acres Community Project), 6.375% due 3/01/2023   |
|                           | 2,000    | North Carolina Medical Care Commission, Health Care Housing R (The ARC of North Carolina Projects), Series A, 5.80% due 10/01/2023  |
| =====                     |          |   |
| Ohio--2.8%                |          | Cuyahoga County, Ohio, Mortgage Revenue Bonds (West Tech Apar AMT (g):  |
|                           | 1,410    | 5.75% due 9/20/2020   |
|                           | 2,250    | 5.85% due 9/20/2030   |
|                           | 2,175    | Lucas County, Ohio, Health Care Facility Revenue Refunding an (Sunset Retirement Communities), Series A, 6.625% due 8/15/2023       |
|                           | 5,000    | Mason, Ohio, City School District, GO (School Improvement), 5.50% due 1/01/2023   |



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|       |  |
|-------|--|
|       | (i)  |
| 2,495 | Mason, Ohio, Sewer System Revenue Refunding and Improvement B<br>5% due 12/01/2028 (e)   |
| 970   | Port of Greater Cincinnati Development Authority, Ohio, Speci<br>Bonds (Cooperative Public Parking Infrastructure Project), 6.<br>Toledo-Lucas County, Ohio, Port Authority Revenue Bonds (Sain<br>Series A: |
| 750   | 6% due 5/15/2024   |
| 2,250 | 6% due 5/15/2034   |

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Schedule of Investments (continued) MuniYield Fund, Inc. (in Thousands)

| State              | Face Amount | Municipal Bonds  |
|--------------------|-------------|--|
| Oklahoma--0.1%     | \$ 900      | Oklahoma State Industries Authority, Revenue Refunding Bonds<br>VRDN, Series B, 2.98% due 8/15/2029 (e) (k)  |
| Oregon--1.6%       | 4,405       | Oregon State Department of Administrative Services, COP, Seri<br>due 5/01/2010 (b) (c)   |
|                    | 3,460       | Oregon State, GO, Refunding (Veterans Welfare), Series 80A, 5  |
|                    | 1,830       | Portland, Oregon, Housing Authority, Housing Revenue Bonds (P<br>University Place), Series A, 5.875% due 1/01/2022                                   |
| Pennsylvania--5.8% | 200         | Geisinger Authority, Pennsylvania, Health System Revenue Refu<br>Health Systems), VRDN, 2.98% due 8/01/2028 (k)                                      |
|                    | 5,270       | Pennsylvania Economic Development Financing Authority, Exempt<br>Bonds (National Gypsum Company), AMT, Series A, 6.25% due 11/                       |
|                    | 16,270      | Pennsylvania State Higher Educational Facilities Authority, H<br>Refunding Bonds (Allegheny Delaware Valley Obligation), Serie<br>due 11/15/2016 (e) |
|                    | 1,265       | Philadelphia, Pennsylvania, Authority for IDR, Commercial Dev<br>7.75% due 12/01/2017  |
|                    | 3,650       | (Days Inn), Refunding, Series B, 6.50% due 10/01/2027  |
|                    | 4,000       | (Doubletree), Refunding, Series A, 6.50% due 10/01/2027  |
|                    | 5,000       | Sayre, Pennsylvania, Health Care Facilities Authority, Revenue<br>Healthcare System), Series B, 7.125% due 12/01/2031                                |
| Rhode Island--0.4% |             | Woonsocket, Rhode Island, GO (h):  |
|                    | 1,225       | 6% due 10/01/2017  |
|                    | 1,195       | 6% due 10/01/2018  |
| Tennessee--2.3%    | 4,610       | Hardeman County, Tennessee, Correctional Facilities Corporati<br>7.75% due 8/01/2017   |
|                    | 10,000      | McMinn County, Tennessee, IDB, Solid Waste Revenue Bonds (Rec<br>Facility--Calhoun Newsprint), AMT, 7.40% due 12/01/2022                             |
| Texas--16.7%       | 5,000       | Alliance Airport Authority, Inc., Texas, Special Facilities R<br>Airlines Inc. Project), AMT, 7.50% due 12/01/2029                                   |
|                    |             | Austin, Texas, Convention Center Revenue Bonds (Convention En<br>First Tier, Series A:   |
|                    | 5,000       | 6.70% due 1/01/2028  |
|                    | 5,000       | 6.70% due 1/01/2032  |
|                    |             | Bexar County, Texas, Housing Finance Corporation, M/F Housing  |

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|       |        |   |
|-------|--------|---|
|       |        | (Water at Northern Hills Apartments), Series A (e):   |
| 1,300 | 5.80%  | due 8/01/2021   |
| 2,460 | 6%     | due 8/01/2031   |
| 1,000 | 6.05%  | due 8/01/2036   |
| 6,650 |        | Brazos River Authority, Texas, PCR, Refunding (Utilities Elec Series B, 5.05% due 6/01/2030   |
| 3,755 |        | Brazos River Authority, Texas, Revenue Refunding Bonds (Relia Project), Series B, 7.75% due 12/01/2018  |
| 2,000 |        | Dallas-Fort Worth, Texas, International Airport Facility, Imp Revenue Bonds (Learjet Inc.), AMT, Series 2001-A-1, 6.15% due   |
| 7,500 |        | Dallas-Fort Worth, Texas, International Airport Facility, Imp Revenue Refunding Bonds (American Airlines), AMT, Series B, 6 Gregg County, Texas, Health Facilities Development Corporatio Bonds (Good Shepherd Medical Center Project) (a): |
| 3,000 | 6.875% | due 10/01/2020  |
| 2,000 | 6.375% | due 10/01/2025  |
| 5,000 |        | Guadalupe-Blanco River Authority, Texas, Sewage and Solid Was Revenue Bonds (E. I. du Pont de Nemours and Company Project), due 4/01/2026   |
| 3,900 |        | Gulf Coast, Texas, IDA, Solid Waste Disposal Revenue Bonds (C Corporation Project), AMT, 7.50% due 5/01/2025  |
| 265   |        | Harris County, Texas, Health Facilities Development Corporati Bonds (Texas Children's Hospital), VRDN, Series B-1, 2.98% du   |
| 5,200 |        | Harris County, Texas, Health Facilities Development Corporati Bonds (Methodist Hospital), VRDN, 5% due 5/06/2005 (b) (k)  |
| 1,600 |        | Houston, Texas, Industrial Development Corporation Revenue Bo 6.375% due 1/01/2023  |
| 4,830 | 6.375% | due 4/01/2027   |
| 3,330 | 6.95%  | due 4/01/2030   |

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Schedule of Investments (continued) MuniYield Fund, Inc. (in Thousands)

| State                | Face Amount | Municipal Bonds  |
|----------------------|-------------|--|
| Texas<br>(concluded) | \$ 7,030    | Matagorda County, Texas, Navigation District Number 1, Revenue (Reliant Energy Inc.), Series C, 8% due 5/01/2029                           |
|                      | 5,200       | Nueces River Authority, Texas, Water Supply Facilities, Reven (Corpus Christi Lake Project), 5% due 7/15/2026 (i)                          |
|                      | 3,900       | Port Corpus Christi, Texas, Individual Development Corporatio Facilities Revenue Bonds (Citgo Petroleum Corporation Project due 11/01/2031 |
|                      | 5,000       | Red River Authority, Texas, PCR, Refunding (Celanese Project) 6.70% due 11/01/2030   |
|                      | 6,500       | Texas State Turnpike Authority, Central Texas Turnpike System Tier, Series A, 5.50% due 8/15/2039 (c)                                      |
|                      | 7,020       | Tyler, Texas, Waterworks and Sewer Revenue Bonds, 5.70% due 9  |
| Utah--0.3%           | 400         | Salt Lake County, Utah, PCR, Refunding (Service Station Holdi Series B, 2.97% due 8/01/2007 (k)  |
|                      | 1,545       | Utah State Board of Regents, Revenue Refunding Bonds (Univers Facilities), Series A, 5.50% due 4/01/2018 (e)                               |

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|                     |        |   |
|---------------------|--------|---|
| Virginia--2.9%      | 5,000  | Fairfax County, Virginia, EDA, Resource Recovery Revenue Refunding Bonds, Series A, 6.10% due 2/01/2011 (c)         |
|                     | 7,500  | Pocahontas Parkway Association, Virginia, Toll Road Revenue Refunding Bonds, Senior-Series A, 5.50% due 8/15/2028   |
|                     | 24,800 | Senior-Series B, 6.67%* due 8/15/2029   |
| =====               |        |   |
| Washington--0.3%    |        | Vancouver, Washington, Housing Authority, Housing Revenue Refunding Bonds (Apartments Project), AMT:                |
|                     | 945    | 6% due 9/01/2022  |
|                     | 1,250  | 6.20% due 9/01/2032   |
| =====               |        |   |
| West Virginia--0.6% | 1,000  | Princeton, West Virginia, Hospital Revenue Refunding Bonds (Community Association Inc. Project), 6% due 5/01/2019   |
|                     | 3,000  | Upshur County, West Virginia, Solid Waste Disposal Revenue Refunding Bonds (Project), AMT, 7% due 7/15/2025         |
| =====               |        |   |
| Wisconsin--0.7%     | 700    | Milwaukee, Wisconsin, Revenue Bonds (Air Cargo), AMT, 6.50% due 12/01/2024  |
|                     | 1,000  | Wisconsin Health and Educational Facilities Authority, Revenue Refunding Bonds (Eastcastle Place Inc. Project):     |
|                     | 1,800  | 6% due 12/01/2024   |
|                     | 965    | 6.125% due 12/01/2034   |
|                     |        | Wisconsin State, GO, AMT, Series B, 6.20% due 11/01/2026 (e)  |
| =====               |        |   |
| Wyoming--0.8%       | 2,550  | Sweetwater County, Wyoming, Solid Waste Disposal Revenue Refunding Bonds (Project), AMT, Series A, 7% due 6/01/2024 |
|                     | 2,500  | Wyoming Student Loan Corporation, Student Loan Revenue Refunding Bonds, 6.20% due 6/01/2024                         |

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Schedule of Investments (concluded) MuniYield Fund, Inc. (in Thousands)

|                                       | Face<br>Amount | Municipal Bonds   |
|---------------------------------------|----------------|---|
| Puerto Rico--6.9%                     | \$15,000       | Puerto Rico Commonwealth, Highway and Transportation Authority Revenue Bonds, Trust Receipts, Class R, Series B, 8.463% due 7/01/2041 |
|                                       | 16,360         | Puerto Rico Commonwealth, Highway and Transportation Authority Revenue Refunding Bonds, Series D, 5.75% due 7/01/2041                 |
|                                       | 2,500          | Puerto Rico Electric Power Authority, Power Revenue Bonds, Series 16 HH, 8.193% due 7/01/2013 (i) (m)                                 |
|                                       | 4,350          | Puerto Rico Public Finance Corporation Revenue Bonds, DRIVERS 8.069% due 8/01/2030 (m)  |
| =====                                 |                |   |
| U.S. Virgin Islands--1.0%             | 6,250          | Virgin Islands Public Finance Authority, Refinery Facilities Revenue Refunding Bonds (Refinery), AMT, 6.125% due 7/01/2022            |
| =====                                 |                |   |
| Total Investments (Cost--\$929,603**) | --151.4%       |   |
| Other Assets Less Liabilities         | --1.1%         |   |
| Preferred Stock, at Redemption Value  | --(52.5%)      |   |
| Net Assets Applicable to Common Stock | --100.0%       |   |

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- \* Represents a zero coupon bond; the interest rate shown reflects the effective yield at the time of purchase by the Fund.
- \*\* The cost and unrealized appreciation (depreciation) of investments as of April 30, 2005, as computed for federal income tax purposes, were as follows:

| (in Thousands)                      |                    |
|-------------------------------------|--------------------|
| Aggregate cost .....                | \$929,068<br>===== |
| Gross unrealized appreciation ..... | \$ 63,493          |
| Gross unrealized depreciation ..... | (3,502)<br>-----   |
| Net unrealized appreciation .....   | \$ 59,991<br>===== |

- (a) Radian Insured.
- (b) Prerefunded.
- (c) AMBAC Insured.
- (d) FHA Insured.
- (e) MBIA Insured.
- (f) FNMA Collateralized.
- (g) GNMA Collateralized.
- (h) FGIC Insured.
- (i) FSA Insured.
- (j) XL Capital Insured.
- (k) Security may have a maturity of more than one year at time of issuance, but has variable rate and demand features which qualify it as a short-term security. The rate disclosed is that currently in effect. This rate changes periodically based upon prevailing market rates.
- (l) FHLMC Collateralized.
- (m) The rate disclosed is that currently in effect. This rate changes periodically and inversely based upon prevailing market rates.
- (n) CIFG Insured.

Investments in companies considered to be an affiliate of the Fund (such companies are defined as "Affiliated Companies" in Section 2(a)(3) of the Investment Company Act of 1940) were as follows:

| (in Thousands)                              |                 |                    |
|---|-----------------|--------------------|
| Affiliate                                   | Net<br>Activity | Dividend<br>Income |
| Merrill Lynch Institutional Tax-Exempt Fund | (9,413)         | \$34<br>-----      |

Financial futures contracts sold as of April 30, 2005 were as follows:

| (in Thousands)         |                                |                    |               |                            |
|------------------------|--------------------------------|--------------------|---------------|----------------------------|
| Number of<br>Contracts | Issue                          | Expiration<br>Date | Face<br>Value | Unrealized<br>Depreciation |
| 1,500                  | 10-Year U.S.<br>Treasury Notes | June 2005          | \$164,767     | \$(2,366)<br>-----         |

See Notes to Financial Statements.

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APRIL 30, 2005

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Schedule of Investments

MuniYield Quality Fund, Inc.

(in Thousands)

| State             | Face Amount | Municipal Bonds   |
|-------------------|-------------|---|
| Alaska--0.5%      | \$ 2,100    | Alaska State International Airports Revenue Bonds, Series B, due 10/01/2019 (a)   |
| Arizona--0.6%     | 2,345       | Maricopa County, Arizona, Public Finance Corporation, Lease Revenue Bonds, Series 511X, 7.74% due 7/01/2014 (a) (i)                     |
| California--20.8% | 1,250       | Alameda Corridor Transportation Authority, California, Capital Refunding Bonds, Subordinate Lien, Series A, 4.738%** due 10/01/2025 (a) |
|                   | 4,150       | Alameda Corridor Transportation Authority, California, Revenue Bonds, Subordinated Lien, Series A, 5.525%** due 10/01/2025 (a)          |
|                   |             | California State Department of Water Resources, Power Supply Series A:  |
|                   | 1,400       | 5.375% due 5/01/2021  |
|                   | 1,000       | 5.375% due 5/01/2022 (g)  |
|                   |             | California State, GO, Refunding:  |
|                   | 5,700       | 5.25% due 9/01/2026   |
|                   | 6,000       | 5.25% due 2/01/2030 (b)   |
|                   | 7,700       | 5.25% due 2/01/2030 (g)   |
|                   | 2,850       | California State, GO, Refunding, ROLS, Series II-R-272, 7.356%  |
|                   |             | California State, Various Purpose, GO:  |
|                   | 3,300       | 5.50% due 4/01/2028   |
|                   | 2,500       | 5.25% due 11/01/2029  |
|                   | 3,200       | 5.50% due 11/01/2033  |
|                   |             | Golden State Tobacco Securitization Corporation of California Revenue Bonds:  |
|                   | 5,000       | RIB, Series RR II R 285X, 7.883% due 6/01/2043 (b) (i)  |
|                   | 7,080       | RIB, Series RR II R 287X, 8.136% due 6/01/2038 (i) (k)  |
|                   | 4,050       | Series B, 5.60% due 6/01/2028   |
|                   | 3,000       | Series B, 5.50% due 6/01/2033 (b)   |
|                   | 1,870       | Series B, 5.625% due 6/01/2033 (b)  |
|                   | 1,600       | Series B, 5.50% due 6/01/2043 (b)   |
|                   | 7,300       | Los Angeles, California, Unified School District, GO, Series (g)  |
|                   | 2,000       | Mount Diablo, California, Unified School District, GO (Election due 7/01/2027 (d)   |
|                   | 2,000       | Poway, California, Redevelopment Agency, Tax Allocation Refunding Bonds (Redevelopment Project), 5.125% due 6/15/2033 (a)               |
|                   | 16,895      | San Francisco, California, City and County, COP (San Bruno Jail), 5.25% due 10/01/2033 (a)  |
|                   | 1,950       | Tamalpais, California, Union High School District, GO (Election due 8/01/2028 (f)   |
| Colorado--6.7%    |             | Colorado Health Facilities Authority Revenue Bonds, Series A:   |
|                   | 1,650       | (Catholic Health Initiatives), 5.50% due 3/01/2032 (c)  |
|                   | 1,600       | (Covenant Retirement Communities Inc.), 5.50% due 12/01/2032 (c)  |
|                   | 1,000       | (Covenant Retirement Communities Inc.), 5.50% due 12/01/2032 (c)  |
|                   |             | Colorado Housing and Finance Authority, Revenue Refunding Bonds:  |
|                   | 1,530       | (S/F Program), Series B-2, 6.80% due 2/01/2031 (g)  |
|                   | 695         | (S/F Program), Series C-2, 8.40% due 10/01/2021 (e) (g)   |
|                   | 945         | Series C-2, 7.05% due 4/01/2031 (e) (g)   |

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|        |  |
|--------|--|
| 1,400  | Series C-2, 7.25% due 10/01/2031 (a)                           |
| 465    | Series E-2, 7% due 2/01/2030 (g)                               |
| 6,405  | Denver, Colorado, City and County, COP, Series B, 5.75% due 1  |
| 9,000  | E-470 Public Highway Authority, Colorado, Capital Appreciation |
|        | Bonds, Series B, 5.485%** due 9/01/2029 (g)                    |
| 14,800 | Northwest Parkway, Colorado, Public Highway Authority, Capital |
|        | Bonds, Senior Convertible, Series C, 5.345%** due 6/15/2025 (  |

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APRIL 30, 2005

Schedule of Investments (continued)

MuniYield Quality Fund, Inc.

(in Thousands)

| State                      | Face Amount | Municipal Bonds   |
|----------------------------|-------------|---|
| District of Columbia--0.6% | \$ 2,500    | District of Columbia Revenue Refunding Bonds (Catholic University Project), 5.625% due 10/01/2029 (a)                                     |
| Florida--0.5%              | 2,240       | Beacon Tradeport Community Development District, Florida, Special Refunding Bonds (Commercial Project), Series A, 5.625% due 5/1/2029 (f) |
| Georgia--2.1%              | 1,800       | Atlanta, Georgia, Water and Wastewater Revenue Bonds, VRDN, Series 3, 3% due 11/01/2041 (f) (m)   |
|                            | 2,800       | Augusta, Georgia, Water and Sewer Revenue Bonds, 5.25% due 10/01/2028 (f)   |
|                            | 4,785       | Monroe County, Georgia, Development Authority, PCR, Refunding Bonds (Scherer Corporation--Scherer), Series A, 6.80% due 1/01/2011         |
| Hawaii--0.5%               | 2,000       | Hawaii State, GO, Series CX, 5.50% due 2/01/2021 (f)  |
| Illinois--26.0%            |             | Chicago, Illinois, Board of Education, GO (a):  |
|                            | 1,750       | (Chicago School Reform Project), Series A, 5.25% due 12/01/2027 (f)   |
|                            | 5,000       | RIB, Series 467, 8.24% due 12/01/2027 (i)   |
|                            | 1,000       | Chicago, Illinois, Capital Appreciation, GO, Project and Refunding Bonds, Series B, 5.35%** due 1/01/2027                                 |
|                            | 1,000       | 5.363%** due 1/01/2028  |
|                            | 1,000       | 5.376%** due 1/01/2029  |
|                            | 1,000       | 5.387%** due 1/01/2030  |
|                            | 5,000       | Chicago, Illinois, GO (Lakefront Millennium Parking Facilities), Series A, 5.125% due 1/01/2028   |
|                            | 2,500       | 5.372%** due 1/01/2029  |
|                            | 3,400       | Chicago, Illinois, O'Hare International Airport Revenue Bonds, Series A, 5.75% due 1/01/2023 (f)  |
|                            | 4,000       | 5.75% due 1/01/2024 (f)   |
|                            | 3,300       | 6% due 1/01/2029 (b)  |
|                            | 2,665       | Chicago, Illinois, O'Hare International Airport Revenue Refunding Bonds, Series A-2, 5.75% due 1/01/2021 (f)                              |
|                            | 6,835       | DRIVERS, Series 250, 8.159% due 1/01/2021 (g) (i)   |
|                            | 2,500       | DRIVERS, Series 844Z, 7.382% due 7/01/2010 (g) (i)  |
|                            | 6,250       | RIB, Series 994X, 7.43% due 1/01/2032 (g) (i)   |
|                            | 6,200       | Cook County, Illinois, Capital Improvement, GO, Series C, 5.5% due 1/01/2028 (f)  |
|                            | 2,130       | Illinois Development Finance Authority Revenue Bonds (Presbyterian Project), Series B, 6.25% due 9/01/2017 (f)                            |
|                            | 3,800       | Illinois Health Facilities Authority, Revenue Refunding Bonds (Hospitals), VRDN, 2.98% due 8/01/2026 (g) (m)                              |
|                            |             | Illinois Sports Facilities Authority, State Tax Supported Revenue Bonds, Series A, 5.75% due 1/01/2029 (f)                                |

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|                 |        |   |
|-----------------|--------|---|
|                 | 31,350 | 5.224%** due 6/15/2030  |
|                 | 5,500  | 5% due 6/15/2032  |
|                 | 10,000 | Illinois State, GO, First Series, 5.50% due 8/01/2018 (f)   |
|                 | 3,750  | Illinois Student Assistance Commission, Student Loan Revenue Sub-Series CC, 6.875% due 3/01/2015  |
|                 |        | Metropolitan Pier and Exposition Authority, Illinois, Dedicated Refunding Bonds (McCormick Place Expansion Project):  |
|                 | 7,000  | 5.50% due 12/15/2024 (d)  |
|                 | 3,500  | Series B, 5.75% due 6/15/2023 (g)   |
| =====           |        |   |
| Indiana--1.5%   | 4,500  | Indiana Transportation Finance Authority, Highway Revenue Bonds, 5.25% due 6/01/2029 (d)  |
|                 | 2,000  | Indianapolis, Indiana, Local Public Improvement Bond Bank Revenue Project), Series A, 5.25% due 7/01/2033 (g)   |
| =====           |        |   |
| Louisiana--5.1% | 8,500  | Louisiana Local Government, Environmental Facilities, Community Authority Revenue Bonds (Capital Projects and Equipment Acquisition), 6.30% due 7/01/2030 (a) |
|                 |        | New Orleans, Louisiana, Ernest N. Morial Exhibit Hall Authority Revenue Bonds (a):  |
|                 | 6,800  | 5.25% due 7/15/2028   |
|                 | 5,000  | 5% due 7/15/2033  |
|                 | 1,900  | Terrebonne Parish, Louisiana, Hospital Service District Number 1 Revenue Bonds (Terrebonne General Medical Center Project), 5.50% due 7/01/2030 (g)           |

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APRIL 30, 2005

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Schedule of Investments (continued)

MuniYield Quality Fund, Inc.

(in Thousands)

| State               | Face Amount | Municipal Bonds   |
|---------------------|-------------|---|
| =====               |             |   |
| Massachusetts--5.5% |             | Massachusetts Bay, Massachusetts, Transportation Authority, GO, System Revenue Refunding Bonds, Series A (g):     |
|                     | \$ 3,730    | 7% due 3/01/2011  |
|                     | 3,550       | 7% due 3/01/2014  |
|                     |             | Massachusetts Bay Transportation Authority, Sales Tax Revenue Bonds, Senior Series A:                             |
|                     | 1,800       | 5% due 7/01/2032  |
|                     | 2,000       | 5% due 7/01/2035  |
|                     | 7,005       | Massachusetts State HFA, Rental Housing Mortgage Revenue Bonds, 5.60% due 1/01/2045 (f)                           |
|                     | 1,915       | Massachusetts State Port Authority, Special Facilities Revenue Bonds, Series 501, 7.654% due 7/01/2009 (a) (i)    |
|                     | 2,400       | Massachusetts State Special Obligation Dedicated Tax Revenue Bonds, 5.25% due 1/01/2028 (d)                       |
|                     | 800         | Massachusetts State Water Resource Authority, General Revenue Bonds, Series B, 5.125% due 8/01/2027 (g)           |
| =====               |             |   |
| Michigan--4.9%      |             | Detroit, Michigan, City School District, GO, Series A (f):  |
|                     | 4,000       | 5.50% due 5/01/2019   |
|                     | 3,625       | 5.50% due 5/01/2020   |
|                     | 3,040       | Michigan Higher Education Student Loan Authority, Student Loan Bonds, AMT, Series XVII-G, 5.20% due 9/01/2020 (a) |
|                     |             | Michigan State Strategic Fund, Limited Obligation Revenue Refunding Bonds, Series A, 5.20% due 9/01/2020 (a)      |

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|                     |        |  |
|---------------------|--------|--|
|                     |        | Edison Company Project), AMT (b):  |
|                     | 1,700  | Series A, 5.50% due 6/01/2030  |
|                     | 3,300  | Series C, 5.65% due 9/01/2029  |
|                     | 5,800  | Series C, 5.45% due 12/15/2032   |
| Nebraska--0.5%      | 2,300  | Washington County, Nebraska, Wastewater Facilities Revenue Bonds (Washington County Wastewater Treatment Plant Project), AMT, 5.90% due 11/01/2027                                       |
| Nevada--5.6%        | 4,100  | Carson City, Nevada, Hospital Revenue Bonds (Carson-Tahoe Hospital Revenue Bonds), Series A, 5.50% due 9/01/2033 (j)   |
|                     | 2,000  | Clark County, Nevada, Airport System Subordinate Lien Revenue Bonds, Series A-2, 5% due 7/01/2030  |
|                     | 4,100  | Clark County, Nevada, Airport System Subordinate Lien Revenue Bonds, Series A-2, 5% due 7/01/2036  |
|                     | 3,000  | Clark County, Nevada, Airport System Subordinate Lien Revenue Bonds, Series B, 5.25% due 7/01/2034   |
|                     |        | Director of the State of Nevada, Department of Business and Industry, (Las Vegas Monorail Company Project), First Tier (a):  |
|                     | 1,000  | 5.625% due 1/01/2032   |
|                     | 4,400  | 5.375% due 1/01/2040   |
|                     | 5,710  | Washoe County, Nevada, School District, GO, 5.875% due 12/01/2032  |
| New Hampshire--3.5% | 10,000 | New Hampshire Health and Education Facilities Authority Revenue Bonds (Hitchcock Obligation Group), 5.50% due 8/01/2027 (f)  |
|                     | 5,000  | New Hampshire State Business Finance Authority, PCR, Refunding Bonds (New Hampshire State Business Finance Authority, PCR, Refunding Bonds Company), AMT, Series D, 6% due 5/01/2021 (g) |
| New Jersey--2.8%    |        | New Jersey EDA, Cigarette Tax Revenue Bonds:   |
|                     | 910    | 5.75% due 6/15/2029  |
|                     | 1,385  | 5.50% due 6/15/2031  |
|                     | 2,750  | New Jersey EDA, Motor Vehicle Surcharge Revenue Bonds, Series A, 5.50% due 7/01/2031 (g)   |
|                     |        | New Jersey EDA Revenue Bonds, ROLS (i) (l):  |
|                     | 3,575  | Series II-R-309-1, 7.883% due 6/15/2024  |
|                     | 3,000  | Series II-R-309-2, 7.883% due 6/15/2031  |
| New York--7.9%      | 3,500  | Erie County, New York, IDA, School Facility Revenue Bonds (City of Erie School Facility Revenue Bonds), 5.75% due 5/01/2024 (f)  |
|                     | 100    | New York City, New York, City Municipal Water Finance Authority, System Revenue Refunding Bonds, VRDN, Series G, 2.97% due 6/15/2022 (a)   |

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Schedule of Investments (continued)  
MuniYield Quality Fund, Inc. (in Thousands)

| State                | Face Amount | Municipal Bonds   |
|----------------------|-------------|---|
| New York (concluded) | \$ 6,920    | New York City, New York, GO:  |
|                      | 2,410       | RIB, Series 394, 8.464% due 8/01/2016 (g) (i)   |
|                      | 2,590       | Series B, 5.875% due 8/15/2006 (b) (h)  |
|                      | 1,255       | Series B, 5.875% due 8/15/2013 (b)  |
|                      | 9,325       | Series F, 5.75% due 2/01/2019 (b)   |
|                      | 7,320       | New York City, New York, GO, Refunding, Series G, 5.75% due 2/01/2019 (b)                             |
|                      |             | Tobacco Settlement Financing Corporation of New York Revenue Bonds, Series A, 5.25% due 6/01/2022 (a) |



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|                      |        |  |
|----------------------|--------|--|
| Ohio--1.1%           | 2,500  | Columbus, Ohio, City School District, GO (School Facilities Improvements), 5.25% due 12/01/2027 (f)              |
|                      | 2,000  | Jackson, Ohio, Hospital Facilities Revenue Bonds (Consolidated Hospital), 6.125% due 10/01/2009 (h) (j)          |
| =====                |        |  |
| Oklahoma--0.8%       |        | Tulsa, Oklahoma, Airports Improvement Trust, General Revenue International Airport), AMT (d):                    |
|                      | 1,250  | Series A, 6% due 6/01/2020   |
|                      | 1,000  | Series B, 6% due 6/01/2019   |
|                      | 1,000  | Series B, 6.125% due 6/01/2026   |
| =====                |        |  |
| Oregon--2.0%         | 7,500  | Portland, Oregon, Sewer System Revenue Bonds, RIB, Series 386 9.96% due 8/01/2020 (d) (i)                        |
| =====                |        |  |
| Pennsylvania--7.9%   | 2,000  | Allegheny County, Pennsylvania, Port Authority, Special Trans 6% due 3/01/2009 (g) (h)                           |
|                      | 800    | Allegheny County, Pennsylvania, Sanitation Authority, Sewer R 5.50% due 12/01/2030 (g)                           |
|                      |        | Pennsylvania State Public School Building Authority, School L (The School District of Philadelphia Project) (f): |
|                      | 6,000  | 5.25% due 6/01/2025  |
|                      | 11,750 | 5% due 6/01/2033   |
|                      | 6,250  | Philadelphia, Pennsylvania, Authority for Industrial Developm Bonds, Series B, 5.50% due 10/01/2021 (f)          |
|                      | 7,170  | Philadelphia, Pennsylvania, School District, GO, Series B, 5. due 8/01/2012 (d) (h)                              |
| =====                |        |  |
| Rhode Island--0.6%   | 2,500  | Providence, Rhode Island, GO, Series A, 5.70% due 7/15/2007 (  |
| =====                |        |  |
| South Carolina--2.9% | 20,000 | Piedmont Municipal Power Agency, South Carolina, Electric Rev Sub-Series A-2, 4.915%** due 1/01/2028 (a)         |
|                      | 3,045  | South Carolina State Public Service Authority, Revenue Refund Series 277, 8.188% due 1/01/2022 (g) (i)           |
|                      | 3,800  | Spartanburg County, South Carolina, Solid Waste Disposal Faci (BMW Project), AMT, 7.55% due 11/01/2024           |
| =====                |        |  |
| Tennessee--6.2%      | 17,000 | Chattanooga, Tennessee, IDB, Lease Rent Revenue Bonds (Souths Corporation), 5.875% due 10/01/2024 (a)            |
|                      | 5,000  | Memphis--Shelby County, Tennessee, Airport Authority, Airport Series D, 6.25% due 3/01/2018 (a)                  |
|                      | 2,075  | Tennessee HDA, Homeownership Revenue Bonds, AMT, Series 2-C (  |
|                      | 2,390  | 6.10% due 7/01/2013<br>6.20% due 7/01/2015   |
| =====                |        |  |

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Schedule of Investments (continued)

MuniYield Quality Fund, Inc.

(in Thousands)

| State        | Face Amount | Municipal Bonds   |
|--------------|-------------|---|
| =====        |             |   |
| Texas--13.8% | \$ 4,000    | Austin, Texas, Convention Center Revenue Bonds (Convention En Trust Certificates, Second Tier, Series B: 6% due 1/01/2023 |

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|                  |        |  |
|------------------|--------|--|
|                  | 1,400  | 5.75% due 1/01/2032  |
|                  | 1,000  | Bell County, Texas, Health Facilities Development Revenue Bonds (Health Care System), 6.50% due 7/01/2019 (c)                        |
|                  |        | Dallas-Fort Worth, Texas, International Airport Revenue Refunding Bonds, AMT, Series A (d):  |
|                  | 1,835  | 5.875% due 11/01/2017  |
|                  | 2,145  | 5.875% due 11/01/2018  |
|                  | 2,385  | 5.875% due 11/01/2019  |
|                  | 5,235  | Denton, Texas, Utility System Revenue Bonds, RIB, Series 369, due 12/01/2017 (f) (i)   |
|                  |        | Gregg County, Texas, Health Facilities Development Corporation Bonds (Good Shepherd Medical Center Project) (j):                     |
|                  | 6,000  | 6.875% due 10/01/2020  |
|                  | 2,600  | 6.375% due 10/01/2025  |
|                  | 4,000  | Harris County, Houston, Texas, Sports Authority, Revenue Refunding Lien, Series G, 5.75% due 11/15/2020 (g)                          |
|                  | 2,700  | Houston, Texas, Airport System Revenue Refunding Bonds, Sub-Lien, 5.50% due 7/01/2030 (f)  |
|                  | 10,000 | Houston, Texas, Hotel Occupancy Tax and Special Revenue Refunding Bonds (Hotel Center), Series B, 5.14%** due 9/01/2027 (a)          |
|                  | 9,250  | Leander, Texas, Independent School District, Capital Appreciation Bonds (School Building), 5.46%** due 8/15/2028 (d)                 |
|                  | 7,150  | North Harris County, Texas, Regional Water Authority, Senior Water Revenue Bonds, Series A, 5.125% due 12/15/2035 (g)                |
|                  | 7,200  | Texas State Turnpike Authority, Central Texas Turnpike System Revenue Bonds, First Tier, Series A, 5.75% due 8/15/2038 (a)           |
|                  | 4,600  | Travis County, Texas, Health Facilities Development Corporation Bonds (Ascension Health Credit), Series A, 6.25% due 11/15/2030 (j)  |
| Utah--3.8%       | 15,000 | Salt Lake City, Utah, Hospital Revenue Refunding Bonds (IHC Hospital), 6.30% due 2/15/2015 (g)                                       |
| Virginia--2.1%   | 6,000  | Fairfax County, Virginia, EDA, Resource Recovery Revenue Refunding Bonds, Series A, 6.05% due 2/01/2009 (a)                          |
|                  | 3,100  | Halifax County, Virginia, IDA, Exempt Facility Revenue Refunding Bonds (Electric Cooperative Project), AMT, 5.625% due 6/01/2028 (a) |
| Washington--5.7% | 10,000 | Energy Northwest, Washington, Electric Revenue Bonds, DRIVERS Program, Series A, 8.19% due 7/01/2017 (g) (i)                         |
|                  | 2,835  | King County, Washington, Sewer Revenue Refunding Bonds, Series A, due 1/01/2027 (f)  |
|                  | 2,400  | Port of Tacoma, Washington, Revenue Refunding Bonds, Series A, due 12/01/2034 (a)  |
|                  | 7,500  | Washington State, GO, Series A and AT-6, 6.25% due 2/01/2011 (a)   |
| Wisconsin--0.2%  | 1,000  | Milwaukee County, Wisconsin, Airport Revenue Bonds, AMT, Series A, due 12/01/2025 (d)  |

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SEMI-ANNUAL REPORTS

APRIL 30, 2005

Schedule of Investments (concluded)

MuniYield Quality Fund, Inc.

(in Thousands)

Face  
Amount Municipal Bonds

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Puerto Rico--0.3%                      \$ 1,475      Puerto Rico Electric Power Authority, Power Revenue Bonds, Se  
 due 7/01/2031

=====  
 Total Investments (Cost--\$624,919\*)--143.0%

Liabilities in Excess of Other Assets--(0.3%)

Preferred Stock, at Redemption Value--(42.7%)

Net Assets Applicable to Common Stock--100.0%

\*      The cost and unrealized appreciation (depreciation) of investments as of April 30, 2005, as computed for federal income tax purposes, were as follows:

|                                     | (in Thousands) |
|-------------------------------------|----------------|
| Aggregate cost .....                | \$624,864      |
|                                     | =====          |
| Gross unrealized appreciation ..... | \$ 46,021      |
| Gross unrealized depreciation ..... | (581)          |
|                                     | -----          |
| Net unrealized appreciation .....   | \$ 45,440      |
|                                     | =====          |

\*\*      Represents a zero coupon or step bond; the interest rate shown is the effective yield at the time of purchase by the Fund.

- (a)      AMBAC Insured.
- (b)      XL Capital Insured.
- (c)      Escrowed to maturity.
- (d)      FGIC Insured.
- (e)      FHA Insured.
- (f)      FSA Insured.
- (g)      MBIA Insured.
- (h)      Prerefunded.
- (i)      The rate disclosed is that currently in effect. This rate changes periodically and inversely based upon prevailing market rates.
- (j)      Radian Insured.
- (k)      CIFG Insured.
- (l)      Assured Guaranty Insured.
- (m)      Security may have a maturity of more than one year at time of issuance, but has variable rate and demand features which qualify it as a short-term security. The rate disclosed is that currently in effect. This rate changes periodically based upon prevailing market rates.

Investments in companies considered to be an affiliate of the Fund (such companies are defined as "Affiliated Companies" in Section 2(a)(3) of the Investment Company Act of 1940) were as follows:

|   | (in Thousands) |          |
|---|----------------|----------|
|   | Net            | Dividend |
| Affiliate                                   | Activity       | Income   |
|   |                |          |
| Merrill Lynch Institutional Tax-Exempt Fund | (4,970)        | \$26     |
|   |                |          |

Forward interest rate swaps outstanding as of April 30, 2005 were as follows:

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|  | (in Thousands)     |  |
|--|--------------------|--|
|  | Notional<br>Amount | Unrealized<br>Appreciation<br>(Depreciation) |
| -----  |                    |  |
| Receive a variable rate equal to 7-Day<br>Bond Market Association Municipal<br>Swap Index Rate and pay a fixed<br>rate of 3.558% |                    |  |
| Broker, JPMorgan Chase Bank<br>Expires May 2015  | \$48,000           | \$ 94  |
| Receive a variable rate equal to 7-Day<br>Bond Market Association Municipal<br>Swap Index Rate and pay a fixed<br>rate of 3.88%  |                    |  |
| Broker, JPMorgan Chase Bank<br>Expires July 2015   | \$22,000           | (412)  |
| Receive a variable rate equal to 7-Day<br>Bond Market Association Municipal<br>Swap Index Rate and pay a fixed<br>rate of 4.187% |                    |  |
| Broker, Morgan Stanley Capital<br>Services, Inc.<br>Expires June 2025  | \$14,000           | (469)  |
| -----  |                    |  |
| Total  |                    | \$ (787)<br>=====                            |

See Notes to Financial Statements.

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Schedule of Investments

MuniYield Quality Fund II, Inc.                      (in Thousands)

| State             | Face<br>Amount | Municipal Bonds  |
|-------------------|----------------|--|
| =====             |                |  |
| Alaska--0.5%      | \$ 1,400       | Alaska State International Airports Revenue Bonds, Series B,<br>due 10/01/2019 (a)   |
| =====             |                |  |
| Arizona--1.0%     | 2,700          | Northern Arizona University System Revenue Bonds, 5.50% due 6  |
| =====             |                |  |
| California--23.6% | 8,150          | Alameda Corridor Transportation Authority, California, Revenue<br>Subordinated Lien, Series A, 5.319%** due 10/01/2025 (a) |
|                   | 2,500          | California Health Facilities Financing Authority Revenue Bond<br>RIB, Series 26, 7.69% due 6/01/2022 (f) (1)               |
|                   | 2,490          | California State Department of Water Resources, Power Supply<br>Series A, 5.375% due 5/01/2022 (i)                         |
|                   |                | California State, GO, Refunding:   |

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|                 |        |   |
|-----------------|--------|---|
|                 | 2,800  | 5.25% due 9/01/2026   |
|                 | 5,300  | 5.25% due 2/01/2030 (i)                                       |
|                 | 1,780  | 5.25% due 2/01/2030 (h)                                       |
|                 | 1,950  | ROLS, Series II-R-272, 7.356% due 2/01/2033 (k) (l)           |
|                 |        | California State, Various Purpose, GO:                        |
|                 | 2,750  | 5.25% due 11/01/2029  |
|                 | 6,500  | 5.50% due 11/01/2033  |
|                 | 2,770  | Fairfield-Suisun, California, Unified School District, GO (EL |
|                 |        | 5.50% due 8/01/2028 (i)                                       |
|                 |        | Golden State Tobacco Securitization Corporation of California |
|                 |        | Revenue Bonds, Series B:                                      |
|                 | 2,750  | 5.60% due 6/01/2028   |
|                 | 2,050  | 5.50% due 6/01/2033 (h)                                       |
|                 | 1,300  | 5.625% due 6/01/2033 (h)                                      |
|                 | 7,075  | 5.625% due 6/01/2038 (b)                                      |
|                 | 2,300  | 5.50% due 6/01/2043 (h)                                       |
|                 | 2,815  | John Swett Unified School District, California, GO, Series A, |
|                 |        | due 8/01/2026 (f)   |
|                 | 4,900  | Los Angeles, California, Unified School District, GO, Series  |
|                 |        | due 1/01/2028 (i)   |
|                 | 2,900  | Palm Springs, California, Financing Authority, Lease Revenue  |
|                 |        | (Convention Center Project), Series A, 5.50% due 11/01/2029 ( |
|                 | 1,250  | Poway, California, Redevelopment Agency, Tax Allocation Refun |
|                 |        | Redevelopment Project), 5.125% due 6/15/2033 (a)              |
|                 | 3,650  | Sacramento County, California, Sanitation District Financing  |
|                 |        | Refunding Bonds, Trust Receipts, Class R, Series A, 8.664% du |
|                 | 1,325  | Tamalpais, California, Union High School District, GO (Electi |
|                 |        | due 8/01/2028 (f)   |
| =====           |        |   |
| Colorado--11.2% | 11,020 | Colorado Department of Transportation Revenue Bonds, DRIVERS, |
|                 |        | 8.69% due 6/15/2014 (a) (l)                                   |
|                 |        | Colorado Health Facilities Authority Revenue Bonds, Series A: |
|                 | 1,150  | (Catholic Health Initiatives), 5.50% due 3/01/2032 (o)        |
|                 | 1,200  | (Covenant Retirement Communities Inc.), 5.50% due 12/01       |
|                 | 675    | (Covenant Retirement Communities Inc.), 5.50% due 12/01       |
|                 |        | Colorado Housing and Finance Authority Revenue Refunding Bond |
|                 | 1,775  | (S/F Program), Series B-2, 6.80% due 2/01/2031                |
|                 | 20     | (S/F Program), Series C-1, 7.65% due 12/01/2025 (d)           |
|                 | 710    | Series E-2, 7% due 2/01/2030                                  |
|                 | 7,500  | E-470 Public Highway Authority, Colorado, Capital Appreciatio |
|                 |        | Bonds, Series B, 5.607%** due 9/01/2032 (i)                   |
|                 | 13,250 | Northwest Parkway, Colorado, Public Highway Authority, Capita |
|                 |        | Bonds, Senior Convertible, Series C, 5.33%** due 6/15/2025 (f |
|                 | 1,735  | Northwest Parkway, Colorado, Public Highway Authority Revenue |
|                 |        | 5.50% due 6/15/2021 (a)                                       |

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APRIL 30, 2005

Schedule of Investments (continued)

MuniYield Quality Fund II, Inc.

(in Thousands)

| State             | Face<br>Amount | Municipal Bonds   |
|-------------------|----------------|---|
| =====             |                |   |
| Connecticut--3.8% | \$ 1,100       | Connecticut State Regional Learning Educational Service Cente |
|                   |                | (Office/Education Center Facility), 7.75% due 2/01/2006 (j)   |

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|                     |        |   |
|---------------------|--------|---|
|                     | 9,325  | Connecticut State Resource Recovery Authority, Revenue Refund Series 187, 7.72% due 11/15/2011 (i) (l)  |
| =====               |        |   |
| Georgia--4.2%       | 5,000  | Atlanta, Georgia, Airport General Revenue Refunding Bonds, Series A, due 1/01/2033 (f)  |
|                     | 5,000  | Atlanta, Georgia, Airport Revenue Refunding Bonds, Series A, due 1/01/2017 (c)  |
|                     | 1,900  | Augusta, Georgia, Water and Sewer Revenue Bonds, 5.25% due 10/01/2026 (a)   |
| =====               |        |   |
| Illinois--21.2%     | 3,250  | Chicago, Illinois, Board of Education, GO (Chicago School Refunding Bonds), 5.25% due 12/01/2030 (a)  |
|                     | 3,500  | Chicago, Illinois, Gas Supply Revenue Refunding Bonds (People's Gas Company), Series A, 6.10% due 6/01/2025 (a)   |
|                     | 5,200  | Chicago, Illinois, O'Hare International Airport Revenue Bonds Series B-2: 5.75% due 1/01/2023 (f)   |
|                     | 2,200  | Chicago, Illinois, O'Hare International Airport Revenue Bonds Series B-2: 6% due 1/01/2029 (h)  |
|                     | 4,750  | Chicago, Illinois, O'Hare International Airport, Revenue Refunding Bonds (VRDN, AMT, Series 844Z, 7.382% due 7/01/2010 (i) (l)  |
|                     | 2,830  | Chicago, Illinois, Park District, GO, Refunding, Series C, 5.25% due 1/01/2028 (a)  |
|                     | 3,000  | Cook County, Illinois, Capital Improvement, GO, Series C, 5.5% due 1/01/2028 (a)  |
|                     | 900    | Illinois Health Facilities Authority, Revenue Refunding Bonds (Hospitals), VRDN, 2.98% due 8/01/2026 (i) (n)  |
|                     | 10,000 | Illinois Regional Transportation Authority Revenue Bonds, 6.5% due 1/01/2028 (a)  |
|                     | 23,850 | Illinois Sports Facilities Authority, State Tax Supported Revenue Bonds, 5.274%** due 6/15/2030 (a)   |
|                     | 3,625  | Metropolitan Pier and Exposition Authority, Illinois, Dedicated Revenue Refunding Bonds, DRIVERS, Series 269, 8.064% due 6/15/2023 (i) (l)                                |
| =====               |        |   |
| Indiana--2.9%       |        | Indiana Transportation Finance Authority, Highway Revenue Bonds, Series A, 5.25% due 6/01/2028  |
|                     | 3,750  | Indiana Transportation Finance Authority, Highway Revenue Bonds, Series A, 5.25% due 6/01/2028  |
|                     | 3,000  | Indianapolis, Indiana, Local Public Improvement Bond Bank Revenue Bonds (Project), Series A, 5.25% due 7/01/2033 (i)  |
| =====               |        |   |
| Kansas--1.7%        | 1,370  | Sedgwick and Shawnee Counties, Kansas, S/F Mortgage-Backed Revenue Bonds, Series A-2, 7.60% due 12/01/2031 (g) (i)  |
|                     | 2,295  | Sedgwick and Shawnee Counties, Kansas, S/F Mortgage-Backed Revenue Bonds, AMT, Series A-2, 6.45% due 12/01/2033 (e) (i)   |
|                     | 1,240  | Sedgwick and Shawnee Counties, Kansas, S/F Revenue Bonds (Mortgage-Backed Program), AMT, Series A-1, 6.875% due 12/01/2026 (g) (i)  |
| =====               |        |   |
| Louisiana--4.3%     | 2,555  | Jefferson Parish, Louisiana, Home Mortgage Authority, S/F Mortgage-Backed Revenue Bonds, Series B-1, 6.65% due 12/01/2033 (e) (i)   |
|                     | 3,900  | Louisiana Local Government, Environmental Facilities, Community Development Authority Revenue Bonds (Capital Projects and Equipment Acquisition), 6.30% due 7/01/2030 (a) |
|                     | 4,650  | New Orleans, Louisiana, Ernest N. Morial Exhibit Hall Authority Revenue Bonds, Sub-Series A, 5.25% due 7/15/2028 (a)  |
|                     | 1,300  | Terrebonne Parish, Louisiana, Hospital Service District Number 1 Revenue Bonds (Terrebonne General Medical Center Project), 5.50% due 1/01/2028 (a)                       |
| =====               |        |   |
| Massachusetts--2.7% |        | Massachusetts Bay Transportation Authority, Sales Tax Revenue Bonds, Senior Series A:   |
|                     | 1,265  | Massachusetts Bay Transportation Authority, Sales Tax Revenue Bonds, Senior Series A: 5% due 7/01/2032  |
|                     | 1,375  | Massachusetts Bay Transportation Authority, Sales Tax Revenue Bonds, Senior Series A: 5% due 7/01/2035  |
|                     | 2,785  | Massachusetts State Port Authority, Special Facilities Revenue Bonds, AMT, Series 501, 7.654% due 7/01/2009 (a) (l)   |
|                     | 1,800  | Massachusetts State Special Obligation Dedicated Tax Revenue Bonds, 5.25% due 1/01/2028 (c)   |
|                     | 550    | Massachusetts State Water Resource Authority, General Revenue Bonds, Series B, 5.125% due 8/01/2027 (i)   |

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SEMI-ANNUAL REPORTS

APRIL 30, 2005

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Schedule of Investments (continued)

MuniYield Quality Fund II, Inc.

(in Thousands)

| State            | Face Amount | Municipal Bonds  |
|------------------|-------------|--|
| Michigan--6.0%   | \$ 8,900    | Detroit, Michigan, Water Supply System Revenue Bonds, Series due 7/01/2032 (i)   |
|                  | 1,300       | Michigan Higher Education Student Loan Authority, Student Loan Bonds, AMT, Series XVII-G, 5.20% due 9/01/2020 (a)  |
|                  | 2,685       | Michigan State, HDA, Revenue Refunding Bonds, Series C, 5.90% Michigan State Strategic Fund, Limited Obligation Revenue Ref (Edison Company Project), AMT (h): |
|                  | 1,000       | Series A, 5.50% due 6/01/2030  |
|                  | 3,900       | Series C, 5.45% due 12/15/2032   |
| Missouri--2.0%   |             | Saint Louis County, Missouri, Pattonville R-3 School District (Deposit Program) (c) (j):   |
|                  | 4,000       | 5.75% due 3/01/2010  |
|                  | 1,500       | 6% due 3/01/2010   |
| Nevada--3.5%     | 2,800       | Carson City, Nevada, Hospital Revenue Bonds (Carson--Tahoe Ho A, 5.50% due 9/01/2033 (k)   |
|                  |             | Clark County, Nevada, Airport System Subordinate Lien Revenue Series A-2 (c):  |
|                  | 1,500       | 5% due 7/01/2030   |
|                  | 2,700       | 5% due 7/01/2036   |
|                  | 3,300       | Director of the State of Nevada, Department of Business and I (Las Vegas Monorail Company Project), First Tier, 5.375% due                                     |
| New Jersey--5.8% | 3,000       | Garden State Preservation Trust of New Jersey, Open Space and Revenue Bonds, Series A, 5.80% due 11/01/2021 (f)  |
|                  |             | New Jersey EDA, Cigarette Tax Revenue Bonds:   |
|                  | 1,070       | 5.75% due 6/15/2029  |
|                  | 500         | 5.50% due 6/15/2031  |
|                  | 2,400       | New Jersey EDA, Motor Vehicle Surcharge Revenue Bonds, Series 5% due 7/01/2029   |
|                  | 4,800       | 5.25% due 7/01/2033  |
|                  |             | New Jersey EDA Revenue Bonds, ROLS (l) (m):  |
|                  | 2,300       | Series II-R-309-1, 7.883% due 6/15/2024  |
|                  | 2,000       | Series II-R-309-2, 7.883% due 6/15/2031  |
| New Mexico--2.4% | 6,295       | New Mexico State Highway Commission, Tax Revenue Bonds, Senior 6% due 6/15/2010 (f) (j)  |
| New York--10.6%  | 2,500       | Erie County, New York, IDA, School Facility Revenue Bonds (C 5.75% due 5/01/2026 (f)   |
|                  | 9,280       | Nassau Health Care Corporation, New York, Health System Revenue 5.75% due 8/01/2009 (f) (j)  |
|                  | 2,500       | New York City, New York, City Transitional Finance Authority Future Tax Secured, Series C, 5.50% due 11/01/2024  |
|                  | 2,720       | New York City, New York, GO, Series D, 5.875% due 6/01/2021 (  |
|                  | 5,000       | New York State Dormitory Authority, Revenue Refunding Bonds (  |

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|                    |       |   |
|--------------------|-------|---|
|                    |       | Educational Facilities), 5.75% due 5/15/2010 (c) (j)  |
|                    | 7,115 | Tobacco Settlement Financing Corporation of New York Revenue<br>5.25% due 6/01/2022 (a)   |
| =====              |       |   |
| Ohio--2.4%         |       | Plain, Ohio, Local School District, GO, Refunding (c):  |
|                    | 5,120 | 6% due 6/01/2011 (j)  |
|                    | 1,170 | 6% due 12/01/2020   |
| =====              |       |   |
| Pennsylvania--6.5% | 600   | Allegheny County, Pennsylvania, Sanitation Authority, Sewer R<br>5.50% due 12/01/2030 (i)                                       |
|                    | 3,335 | Delaware River Port Authority of Pennsylvania and New Jersey<br>Series 396, 8.713% due 1/01/2019 (f) (l)                        |
|                    | 5,500 | Pennsylvania State Public School Building Authority, School L<br>School District of Philadelphia Project), 5% due 6/01/2033 (f) |
|                    | 3,230 | Philadelphia, Pennsylvania, Authority for Industrial Developm<br>Bonds, Series B, 5.50% due 10/01/2020 (f)                      |
|                    | 4,500 | Philadelphia, Pennsylvania, School District, GO, Series B, 5.<br>due 8/01/2012 (c) (j)  |
|                    | 300   | Philadelphia, Pennsylvania, Water and Wastewater Revenue Refu<br>2.99% due 6/15/2023 (f) (n)                                    |

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APRIL 30, 2005

Schedule of Investments (continued)

MuniYield Quality Fund II, Inc.

(in Thousands)

| State                | Face<br>Amount | Municipal Bonds   |
|----------------------|----------------|---|
| =====                |                |   |
| Rhode Island--1.4%   | \$ 4,010       | Rhode Island State Health and Educational Building Corporatio<br>Facilities Revenue Bonds (University of Rhode Island), Series<br>due 9/15/2024 (i)     |
| =====                |                |   |
| South Carolina--1.6% | 2,250          | South Carolina State Public Service Authority, Revenue Refund<br>Series 277, 8.188% due 1/01/2022 (i) (l)   |
|                      | 2,500          | Spartanburg County, South Carolina, Solid Waste Disposal Faci<br>(BMW Project), AMT, 7.55% due 11/01/2024   |
| =====                |                |   |
| Tennessee--2.7%      | 7,365          | Chattanooga, Tennessee, IDB, Lease Rent Revenue Bonds (Souths<br>Corporation), 5.875% due 10/01/2024 (a)  |
| =====                |                |   |
| Texas--15.3%         | 4,000          | Austin, Texas, Convention Center Revenue Bonds (Convention En<br>Certificates, Second Tier, Series B, 5.75% due 1/01/2032                               |
|                      | 2,400          | Bell County, Texas, Health Facilities Development Corporation<br>Bonds (Scott & White Memorial Hospital), VRDN, Series 2001-1,<br>due 8/15/2031 (i) (n) |
|                      | 2,730          | Corpus Christi, Texas, Utility System Revenue Refunding Bonds<br>6% due 7/15/2010 (f) (j)   |
|                      | 3,250          | Dallas-Fort Worth, Texas, International Airport Revenue Bonds<br>Series 202, 8.67% due 11/01/2028 (c) (l)   |
|                      | 1,180          | Dickinson, Texas, Independent School District, GO, Refunding<br>6% due 2/15/2017  |
|                      | 1,250          | 6% due 2/15/2018  |
|                      | 4,000          | Gregg County, Texas, Health Facilities Development Corporatio<br>Bonds (Good Shepherd Medical Center Project), 6.875% due 10/0                          |
|                      | 1,900          | Houston, Texas, Airport System Revenue Refunding Bonds, Sub-L   |



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|                  |        |  |
|------------------|--------|--|
|                  |        | 5.50% due 7/01/2030 (f)  |
|                  | 6,655  | Houston, Texas, Hotel Occupancy Tax and Special Revenue Refund Center), Series B, 5.14%** due 9/01/2027 (a)                |
|                  | 9,345  | Leander, Texas, Independent School District, Capital Apprecia (School Building), 5.51%** due 8/15/2030 (c)                 |
|                  | 3,500  | Lower Colorado River Authority, Texas, PCR (Samsung Austin Se 6.375% due 4/01/2027   |
|                  | 4,925  | North Harris County, Texas, Regional Water Authority, Senior 5.125% due 12/15/2035 (i)                                     |
|                  |        | Texas State Turnpike Authority, Central Texas Turnpike System Tier, Series A (a):  |
|                  | 4,800  | 5.75% due 8/15/2038  |
|                  | 3,600  | 5.50% due 8/15/2039  |
|                  | 1,000  | University of Houston, Texas, University Revenue Bonds, 5.50%  |
| =====            |        |  |
| Virginia--3.5%   | 2,100  | Halifax County, Virginia, IDA, Exempt Facility Revenue Refund Electric Cooperative Project), AMT, 5.625% due 6/01/2028 (a) |
|                  | 26,500 | Pocahontas Parkway Association, Virginia, Toll Road Revenue B 5.875%** due 8/15/2024                                       |
| =====            |        |  |
| Washington--6.3% | 2,150  | King County, Washington, Sewer Revenue Refunding Bonds, Serie due 1/01/2027 (f)  |
|                  | 1,600  | Port of Tacoma, Washington, Revenue Refunding Bonds, Series A due 12/01/2034 (a)   |
|                  | 7,470  | Port Seattle, Washington, Revenue Bonds, AMT, Series B, 6% du  |
|                  | 6,150  | Seattle, Washington, Municipal Light and Power Revenue Bonds, due 10/01/2009 (i)(j)  |

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APRIL 30, 2005

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Schedule of Investments (concluded)

MuniYield Quality Fund II, Inc.

(in Thousands)

|   | Face<br>Amount | Municipal Bonds  |
|---|----------------|--|
| =====                                   |                |  |
| Puerto Rico--1.7%                       | \$ 2,500       | Puerto Rico Commonwealth, Highway and Transportation Authorit Revenue Bonds, Series B, 6% due 7/01/2005 (i)(j) |
|   | 2,500          | Puerto Rico Municipal Finance Agency, GO, Series A, 5.50% due  |
| =====                                   |                |  |
| Total Investments (Cost--\$428,626*)--  | 148.8%         |  |
| Other Assets Less Liabilities--         | 0.1%           |  |
| Preferred Stock, at Redemption Value--  | (48.9%)        |  |
| Net Assets Applicable to Common Stock-- | 100.0%         |  |

\* The cost and unrealized appreciation (depreciation) of investments as of April 30, 2005, as computed for federal income tax purposes, were as follows:

(in Thousands)

-----

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|                                     |           |
|-------------------------------------|-----------|
| Aggregate cost .....                | \$428,626 |
|                                     | =====     |
| Gross unrealized appreciation ..... | \$ 28,260 |
| Gross unrealized depreciation ..... | (586)     |
|                                     | -----     |
| Net unrealized appreciation .....   | \$ 27,674 |
|                                     | =====     |

\*\* Represents a zero coupon or step bond; the interest rate shown reflects the effective yield at the time of purchase by the Fund.

- (a) AMBAC Insured.
- (b) CIFG Insured.
- (c) FGIC Insured.
- (d) FHA Insured.
- (e) FNMA/GNMA Collateralized.
- (f) FSA Insured.
- (g) GNMA Collateralized.
- (h) XL Capital Insured.
- (i) MBIA Insured.
- (j) Prerefunded.
- (k) Radian Insured.
- (l) The rate disclosed is that currently in effect. This rate changes periodically and inversely based upon prevailing market rates.
- (m) Assured Guaranty Insured.
- (n) Security may have a maturity of more than one year at time of issuance, but has variable rate and demand features which qualify it as a short-term security. The rate disclosed is that currently in effect. This rate changes periodically based upon prevailing market rates.
- (o) Escrowed to maturity.

Investments in companies considered to be an affiliate of the Fund (such companies are defined as "Affiliated Companies" in Section 2(a)(3) of the Investment Company Act of 1940) were as follows:

| (in Thousands)                              |                 |                    |
|---|-----------------|--------------------|
| Affiliate                                   | Net<br>Activity | Dividend<br>Income |
| Merrill Lynch Institutional Tax-Exempt Fund | (2,866)         | \$11               |

Forward interest rate swaps outstanding as of April 30, 2005 were as follows:

| (in Thousands)  |                    |  |
|---|--------------------|--|
|   | Notional<br>Amount | Unrealized<br>Appreciation<br>(Depreciation) |
| Receive a variable rate equal to 7-Day Bond Market Association Municipal Swap Index Rate and pay a fixed rate of 3.558% |                    |  |
| Broker, JPMorgan Chase Bank<br>Expires May 2015   | \$20,000           | \$ 39  |
| Receive a variable rate equal to 7-Day Bond Market Association Municipal  |                    |  |

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Swap Index Rate and pay a fixed rate of 3.88%

Broker, JPMorgan Chase Bank  
Expires July 2015 \$15,000 (559)

Receive a variable rate equal to 7-Day Bond Market Association Municipal Swap Index Rate and pay a fixed rate of 4.187%

Broker, Morgan Stanley Capital Services, Inc.  
Expires June 2025 \$19,000 (320)

-----  
Total \$ (840)  
=====

See Notes to Financial Statements.

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Statements of Net Assets

| As of April 30, 2005  | MuniYield<br>Fund, Inc. |
|---|-------------------------|
| =====   |                         |
| Assets  |                         |
| -----   |                         |
| Investments in unaffiliated securities, at value* .....   | \$ 989,059,281          |
| Cash .....  | 159,502                 |
| Interest receivable .....   | 17,061,139              |
| Receivable for variation margin .....   | 375,000                 |
| Receivable for securities sold .....  | 126,619                 |
| Prepaid expenses and other assets .....   | 17,638                  |
| Total assets .....  | 1,006,799,179           |
| -----   |                         |
| Liabilities   |                         |
| -----   |                         |
| Unrealized depreciation on forward interest rate swaps .  | --                      |
| Payable for securities purchased .....  | 9,472,029               |
| Dividends payable to Common Stock shareholders .....  | 470,121                 |
| Payable to investment adviser .....   | 380,119                 |
| Payable to other affiliates .....   | 10,329                  |
| Accrued expenses and other liabilities .....  | 99,607                  |
| Total liabilities .....   | 10,432,205              |
| -----   |                         |
| Preferred Stock   |                         |
| -----   |                         |
| Preferred Stock, at redemption value, par value \$.05 per share** of AMPS@ at \$25,000 per share liquidation preference ..... | 343,023,980             |

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=====  
 Net Assets Applicable to Common Stock  
 =====

Net assets applicable to Common Stock ..... \$ 653,342,994 \$

=====  
 Analysis of Net Assets Applicable to Common Stock  
 =====

Undistributed investment income--net ..... \$ 13,226,278 \$  
 Accumulated realized capital losses--net ..... (53,585,991)  
 Unrealized appreciation--net ..... 57,090,201

Total accumulated earnings (losses)--net ..... 16,730,488  
 Common Stock, par value \$.10 per share+ ..... 4,443,063  
 Paid-in capital in excess of par ..... 632,169,443

Net assets ..... \$ 653,342,994 \$

Net asset value per share of Common Stock ..... \$ 14.70 \$

Market price ..... \$ 14.34 \$

\* Identified cost ..... \$ 929,602,926 \$

\*\* Preferred Stock authorized, issued and outstanding:

Series A Shares ..... 1,800

Series B Shares ..... 1,800

Series C Shares ..... 1,800

Series D Shares ..... 1,800

Series E Shares ..... 2,800

Series F Shares ..... 1,720

Series G Shares ..... 2,000

+ Common Stock issued and outstanding ..... 44,430,631

@ Auction Market Preferred Stock.

See Notes to Financial Statements.

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APRIL 30, 2005

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Statements of Operations

For the Six Months Ended April 30, 2005

MuniYield  
 Fund, Inc.

=====  
 Investment Income  
 =====

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|  |    |             |    |
|--|----|-------------|----|
| Interest .....   | \$ | 27,863,114  | \$ |
| Dividends from affiliates .....                          |    | 34,463      |    |
|  |    | <hr/>       |    |
| Total income .....                                       |    | 27,897,577  |    |
| <hr/>  |    |             |    |
| Expenses   |    |             |    |
|  |    | <hr/>       |    |
| Investment advisory fees .....                           |    | 2,459,487   |    |
| Commission fees .....                                    |    | 429,943     |    |
| Accounting services .....                                |    | 139,045     |    |
| Transfer agent fees .....                                |    | 63,151      |    |
| Professional fees .....                                  |    | 30,097      |    |
| Printing and shareholder reports .....                   |    | 22,505      |    |
| Custodian fees .....                                     |    | 22,496      |    |
| Directors' fees and expenses .....                       |    | 17,332      |    |
| Listing fees .....                                       |    | 16,970      |    |
| Pricing fees .....                                       |    | 14,126      |    |
| Other .....  |    | 31,756      |    |
|  |    | <hr/>       |    |
| Total expenses before reimbursement .....                |    | 3,246,908   |    |
| Reimbursement of expenses .....                          |    | (4,595)     |    |
|  |    | <hr/>       |    |
| Total expenses after reimbursement .....                 |    | 3,242,313   |    |
|  |    | <hr/>       |    |
| Investment income--net .....                             |    | 24,655,264  |    |
| <hr/>  |    |             |    |
| Realized & Unrealized Gain (Loss)--Net                   |    |             |    |
|  |    | <hr/>       |    |
| Realized gain (loss) on:                                 |    |             |    |
| Investments--net .....                                   |    | 10,918,964  |    |
| Futures contracts and forward interest rate              |    |             |    |
| swaps--net .....   |    | 5,840,081   |    |
|  |    | <hr/>       |    |
| Total realized gain (loss)--net .....                    |    | 16,759,045  |    |
| Change in unrealized appreciation/depreciation on:       |    |             |    |
| Investments--net .....                                   |    | 3,195,894   |    |
| Futures contracts and forward interest rate              |    |             |    |
| swaps--net .....   |    | (2,366,154) |    |
|  |    | <hr/>       |    |
| Total change in unrealized                               |    |             |    |
| appreciation/depreciation--net .....                     |    | 829,740     |    |
|  |    | <hr/>       |    |
| Total realized and unrealized gain (loss)--net .....     |    | 17,588,785  |    |
| <hr/>  |    |             |    |
| Dividends to Preferred Stock Shareholders                |    |             |    |
|  |    | <hr/>       |    |
| Investment income--net .....                             |    | (2,971,139) |    |
|  |    | <hr/>       |    |
| Net Increase in Net Assets Resulting from Operations ... | \$ | 39,272,910  | \$ |
| <hr/>  |    |             |    |

See Notes to Financial Statements.

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Statements of Changes in Net Assets

MuniYield Fund, Inc.

|   | For the Si<br>Months Ende<br>April 30,<br>2005 |
|---|--|
| Increase (Decrease) in Net Assets:  |  |
| =====   |  |
| Operations  |  |
| -----   |  |
| Investment income--net .....  | \$ 24,655,26                                   |
| Realized gain--net .....  | 16,759,04                                      |
| Change in unrealized appreciation/depreciation--net .....                                 | 829,74   |
| Dividends to Preferred Stock shareholders .....   | (2,971,13                                      |
|   | -----  |
| Net increase in net assets resulting from operations .....                                | 39,272,91                                      |
|   | -----  |
| Dividends to Common Stock Shareholders  |  |
| -----   |  |
| Investment income--net .....  | (21,948,73                                     |
|   | -----  |
| Net decrease in net assets resulting from dividends to<br>Common Stock shareholders ..... | (21,948,73                                     |
|   | -----  |
| Stock Transactions  |  |
| -----   |  |
| Offering and underwriting costs resulting from the<br>issuance of Preferred Stock .....   | -  |
|   | -----  |
| Net decrease in net assets derived from stock transactions                                | -  |
|   | -----  |
| Net Assets Applicable to Common Stock   |  |
| -----   |  |
| Total increase in net assets applicable to Common Stock ..                                | 17,324,17                                      |
| Beginning of period .....   | 636,018,81                                     |
|   | -----  |
| End of period* .....  | \$ 653,342,99                                  |
|   | =====  |
| * Undistributed investment income--net .....  | \$ 13,226,27                                   |
|   | =====  |

See Notes to Financial Statements.

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APRIL 30, 2005

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Statements of Changes in Net Assets

MuniYield Quality Fund, Inc.

|                                    | For the Si<br>Months Ende<br>April 30,<br>2005 |
|------------------------------------|--|
| Increase (Decrease) in Net Assets: |  |
| =====                              |  |

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Operations

|  |              |
|--|--------------|
| Investment income--net .....                               | \$ 15,316,35 |
| Realized gain--net .....                                   | 2,104,63     |
| Change in unrealized appreciation/depreciation--net .....  | (4,702,32)   |
| Dividends to Preferred Stock shareholders .....            | (1,809,26)   |
| <hr/>  |              |
| Net increase in net assets resulting from operations ..... | 10,909,41    |

Dividends to Common Stock Shareholders

|   |             |
|---|-------------|
| Investment income--net .....  | (14,786,67) |
| <hr/>   |             |
| Net decrease in net assets resulting from dividends to<br>Common Stock shareholders ..... | (14,786,67) |

Net Assets Applicable to Common Stock

|   |               |
|---|---------------|
| Total increase (decrease) in net assets applicable to<br>Common Stock ..... | (3,877,25)    |
| Beginning of period .....   | 472,847,57    |
| <hr/>   |               |
| End of period* .....  | \$ 468,970,31 |
| <hr/>   |               |
| * Undistributed investment income--net .....                                | \$ 5,870,84   |

See Notes to Financial Statements.

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Statements of Changes in Net Assets

MuniYield Quality Fund II, Inc.

|                                    |             |
|------------------------------------|-------------|
|                                    | For the Si  |
|                                    | Months Ende |
|                                    | April 30,   |
|                                    | 2005        |
| <hr/>                              |             |
| Increase (Decrease) in Net Assets: |             |

Operations

|  |              |
|--|--------------|
| Investment income--net .....                               | \$ 10,202,54 |
| Realized loss--net .....                                   | (44,39)      |
| Change in unrealized appreciation/depreciation--net .....  | 652,71       |
| Dividends to Preferred Stock shareholders .....            | (1,330,36)   |
| <hr/>  |              |
| Net increase in net assets resulting from operations ..... | 9,480,49     |

Dividends to Common Stock Shareholders

|  |            |
|--|------------|
| Investment income--net .....                           | (9,662,51) |
| <hr/>  |            |
| Net decrease in net assets resulting from dividends to |            |

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Common Stock shareholders ..... (9,662,51

Net Assets Applicable to Common Stock

Total increase (decrease) in net assets applicable to  
Common Stock ..... (182,01  
Beginning of period ..... 306,764,13  
End of period\* ..... \$ 306,582,11  
\* Undistributed investment income--net ..... \$ 4,835,66

See Notes to Financial Statements.

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Financial Highlights MuniYield Fund, Inc.

The following per share data and ratios have been derived  
from information provided in the financial statements.  
For the Six Months Ended April 30, 2005 2004 20

Per Share Operating Performance

Net asset value, beginning of period ..... \$ 14.31 \$ 13.85 \$ 1  
Investment income--net ..... .55¢ 1.09¢  
Realized and unrealized gain (loss)--net .... .40 .41  
Less dividends to Preferred Stock shareholders  
from investment income--net ..... (.07) (.07)  
Total from investment operations ..... .88 1.43  
Less dividends to Common Stock shareholders  
from investment income--net ..... (.49) (.96)  
Offering and underwriting costs resulting  
from issuance of Preferred Stock ..... -- (.01)  
Net asset value, end of period ..... \$ 14.70 \$ 14.31 \$ 1  
Market price per share, end of period ..... \$ 14.34 \$ 13.74 \$ 1

Total Investment Return\*\*

Based on net asset value per share ..... 6.38% 11.04% 1  
Based on market price per share ..... 8.08% 11.11% 1

Ratios Based on Average Net Assets of Common Stock



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|   |        |       |
|---|--------|-------|
| Total expenses, net of reimbursement*** .....                           | 1.01%* | .97%  |
| Total expenses*** .....   | 1.01%* | .98%  |
| Total investment income--net*** .....                                   | 7.68%* | 7.75% |
| Amount of dividends to Preferred Stock<br>shareholders .....            | .92%*  | .51%  |
| Investment income--net, to Common Stock<br>shareholders .....           | 6.76%* | 7.24% |
| =====<br>Ratios Based on Average Net Assets of Preferred Stock<br>===== |        |       |
| Dividends to Preferred Stock shareholders ...                           | 1.74%* | 1.05% |

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Financial Highlights (concluded)

MuniYield Fund, Inc.

|   | For the<br>Six Months<br>Ended |      | For the |
|---|--------------------------------|------|---------|
|   | April 30,<br>2005              | 2004 | 2005    |
| The following per share data and ratios have been derived<br>from information provided in the financial statements. |                                |      |         |

Supplemental Data

|  |           |           |           |
|--|-----------|-----------|-----------|
| Net assets applicable to Common Stock, end of<br>period (in thousands) ..... | \$653,343 | \$636,019 | \$615,000 |
| Preferred Stock outstanding, end of<br>period (in thousands) .....           | \$343,000 | \$343,000 | \$293,000 |
| Portfolio turnover .....   | 15.53%    | 23.62%    | 6.00%     |

Leverage

|                                  |          |          |          |
|----------------------------------|----------|----------|----------|
| Asset coverage per \$1,000 ..... | \$ 2,905 | \$ 2,854 | \$ 3,000 |
|----------------------------------|----------|----------|----------|

Dividends Per Share on Preferred Stock Outstanding

|  |        |        |        |
|--|--------|--------|--------|
| Series A--Investment income--net ..... | \$ 199 | \$ 266 | \$ 266 |
| Series B--Investment income--net ..... | \$ 231 | \$ 268 | \$ 268 |
| Series C--Investment income--net ..... | \$ 191 | \$ 268 | \$ 268 |
| Series D--Investment income--net ..... | \$ 233 | \$ 260 | \$ 260 |
| Series E--Investment income--net ..... | \$ 220 | \$ 244 | \$ 244 |



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|   |                    |        |   |
|---|--------------------|--------|---|
| Based on net asset value per share .....                      | 2.50% <sup>0</sup> | 8.26%  |   |
| Based on market price per share .....                         | 1.34% <sup>0</sup> | 10.58% | 1 |
| =====   |                    |        |   |
| Ratios Based on Average Net Assets of Common Stock            |                    |        |   |
| Total expenses, net of reimbursement*** .....                 | .94%*              | .94%   |   |
| Total expenses*** .....                                       | .94%*              | .95%   |   |
| Total investment income--net*** .....                         | 6.55%*             | 6.74%  |   |
| Amount of dividends to Preferred Stock<br>shareholders .....  | .77%*              | .45%   |   |
| Investment income--net, to Common Stock<br>shareholders ..... | 5.78%*             | 6.29%  |   |
| =====   |                    |        |   |
| Ratios Based on Average Net Assets of Preferred Stock         |                    |        |   |
| Dividends to Preferred Stock shareholders ...                 | 1.81%*             | 1.04%  |   |

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APRIL 30, 2005

Financial Highlights (concluded)

MuniYield Quality Fund, Inc.

|  | For the<br>Six Months<br>Ended<br>April 30,<br>2005 | 2004      | 2003      |
|--|---|-----------|-----------|
| The following per share data and ratios have been derived from information provided in the financial statements. |   |           |           |
| =====  |   |           |           |
| Supplemental Data  |   |           |           |
| Net assets applicable to Common Stock, end<br>of period (in thousands) .....                                     | \$468,970   | \$472,848 | \$467,000 |
| Preferred Stock outstanding, end of<br>period (in thousands) .....   | \$200,000   | \$200,000 | \$200,000 |
| Portfolio turnover .....   | 14.76%  | 32.87%    | 32.87%    |
| =====  |   |           |           |
| Leverage   |   |           |           |
| Asset coverage per \$1,000 .....   | \$ 3,345  | \$ 3,364  | \$ 3,364  |
| =====  |   |           |           |
| Dividends Per Share on Preferred Stock Outstanding   |   |           |           |
| Series A--Investment income--net .....   | \$ 213  | \$ 271    | \$ 271    |



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|   |        |       |
|---|--------|-------|
| Total expenses, net of reimbursement*** .....                 | 1.02%* | 1.01% |
| Total expenses*** .....                                       | 1.02%* | 1.02% |
| Total investment income--net*** .....                         | 6.70%* | 7.00% |
| Amount of dividends to Preferred Stock<br>shareholders .....  | .87%*  | .51%  |
| Investment income--net, to Common Stock<br>shareholders ..... | 5.83%* | 6.49% |

=====  
Ratios Based on Average Net Assets of Preferred Stock  
=====

|   |        |       |
|---|--------|-------|
| Dividends to Preferred Stock shareholders ... | 1.78%* | 1.04% |
|---|--------|-------|

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APRIL 30, 2005

Financial Highlights (concluded)

MuniYield Quality Fund II, Inc.

| The following per share data and ratios have been derived<br>from information provided in the financial statements. | For the Six<br>Months Ended |               | Fo |
|---|-----------------------------|---------------|----|
|   | April 30,<br>2005           | -----<br>2004 |    |
| Supplemental Data   |                             |               |    |

Supplemental Data

|  |           |           |       |
|--|-----------|-----------|-------|
| Net assets applicable to Common Stock, end of<br>period (in thousands) ..... | \$306,582 | \$306,764 | \$300 |
| Preferred Stock outstanding, end of<br>period (in thousands) .....           | \$150,000 | \$150,000 | \$150 |
| Portfolio turnover .....   | 10.58%    | 32.30%    | 4     |

=====  
Leverage  
=====

|                                  |          |          |      |
|----------------------------------|----------|----------|------|
| Asset coverage per \$1,000 ..... | \$ 3,044 | \$ 3,045 | \$ 3 |
|----------------------------------|----------|----------|------|

=====  
Dividends Per Share on Preferred Stock Outstanding  
=====

|  |        |        |    |
|--|--------|--------|----|
| Series A--Investment income--net ..... | \$ 210 | \$ 271 | \$ |
| Series B--Investment income--net ..... | \$ 231 | \$ 253 | \$ |
| Series C--Investment income--net ..... | \$ 223 | \$ 252 | \$ |

\* Annualized.

\*\* Total investment returns based on market value, which can be significantly

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greater or lesser than the net asset value, may result in substantially different returns. Total investment returns exclude the effects of sales charges.

\*\*\* Do not reflect the effect of dividends to Preferred Stock shareholders.  
+ Based on average shares outstanding.  
@ Aggregate total investment return.  
@@ Amount is less than \$(.01) per share.

See Notes to Financial Statements.

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### Notes to Financial Statements

#### 1. Significant Accounting Policies:

MuniYield Fund, Inc., MuniYield Quality Fund, Inc. and MuniYield Quality Fund II, Inc. (the "Funds" or individually as the "Fund") are registered under the Investment Company Act of 1940, as amended, as non-diversified, closed-end management investment companies. The Funds' financial statements are prepared in conformity with U.S. generally accepted accounting principles, which may require the use of management accruals and estimates. Actual results may differ from these estimates. These unaudited financial statements reflect all adjustments, which are, in the opinion of management, necessary to present a fair statement of the results for the interim period. All such adjustments are of a normal, recurring nature. The Funds determine and make available for publication the net asset value of their Common Stock on a daily basis. The Funds' Common Stock shares are listed on the New York Stock Exchange under the symbol MYD for MuniYield Fund, Inc., MQY for MuniYield Quality Fund, Inc. and MQT for MuniYield Quality Fund II, Inc. The following is a summary of significant accounting policies followed by the Funds.

(a) Valuation of investments -- Municipal bonds are traded primarily in the over-the-counter ("OTC") markets and are valued at the last available bid price in the OTC market or on the basis of values as obtained by a pricing service. Pricing services use valuation matrixes that incorporate both dealer-supplied valuations and valuation models. The procedures of the pricing service and its valuations are reviewed by the officers of the Funds under the general direction of the Board of Directors. Such valuations and procedures are reviewed periodically by the Board of Directors of the Funds. Financial futures contracts and options thereon, which are traded on exchanges, are valued at their closing prices as of the close of such exchanges. Options written or purchased are valued at the last sale price in the case of exchange-traded options. In the case of options traded in the OTC market, valuation is the last asked price (options written) or the last bid price (options purchased). Swap agreements are valued by quoted fair values received daily by the Funds' pricing service. Short-term investments with a remaining maturity of 60 days or less are valued at amortized cost, which approximates market value, under which method the investment is valued at cost and any premium or discount is amortized on a straight line basis to maturity. Investments in open-end investment companies are valued at their net asset value each business day. Securities and other assets for which market quotations are not readily available are valued at fair value as determined in good faith by or under the direction of the Board of Directors of the Funds.

(b) Derivative financial instruments -- Each Fund may engage in various portfolio investment strategies both to increase the return of each Fund and to hedge, or protect, its exposure to interest rate movements and movements in the securities markets. Losses may arise due to changes in the value of the contract or if the counterparty does not perform under the contract.

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- o Financial futures contracts -- Each Fund may purchase or sell financial futures contracts and options on such futures contracts. Futures contracts are contracts for delayed delivery of securities at a specific future date and at a specific price or yield. Upon entering into a contract, the Fund deposits and maintains as collateral such initial margin as required by the exchange on which the transaction is effected. Pursuant to the contract, the Fund agrees to receive from or pay to the broker an amount of cash equal to the daily fluctuation in value of the contract. Such receipts or payments are known as variation margin and are recorded by the Fund as unrealized gains or losses. When the contract is closed, the Fund records a realized gain or loss equal to the difference between the value of the contract at the time it was opened and the value at the time it was closed.
- o Options -- Each Fund may purchase and write call and put options. When the Fund writes an option, an amount equal to the premium received by the Fund is reflected as an asset and an equivalent liability. The amount of the liability is subsequently marked-to-market to reflect the current market value of the option written. When a security is purchased or sold through an exercise of an option, the related premium paid (or received) is added to (or deducted from) the basis of the security acquired or deducted from (or added to) the proceeds of the security sold. When an option expires (or the Fund enters into a closing transaction), the Fund realizes a gain or loss on the option to the extent of the premiums received or paid (or gain or loss to the extent the cost of the closing transaction exceeds the premium paid or received).

Written and purchased options are non-income producing investments.

- o Forward interest rate swaps -- Each Fund may enter into forward interest rate swaps. In a forward interest rate swap, the Fund and the counterparty agree to make periodic net payments on a specified notional contract amount, commencing on a specified future effective date,

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### Notes to Financial Statements (continued)

unless terminated earlier. When the agreement is closed, the Fund records a realized gain or loss in an amount equal to the value of the agreement.

(c) Income taxes -- It is each Fund's policy to comply with the requirements of the Internal Revenue Code applicable to regulated investment companies and to distribute substantially all of its taxable income to its shareholders. Therefore, no federal income tax provision is required.

(d) Security transactions and investment income -- Security transactions are recorded on the dates the transactions are entered into (the trade dates). Realized gains and losses on security transactions are determined on the identified cost basis. Divided income is recorded on the ex-dividend dates. Interest income is recognized on the accrual basis. The Funds amortize all premiums and discounts on debt securities.

(e) Dividends and distributions -- Dividends from net investment income are declared and paid monthly. Distributions of capital gains are recorded on the ex-dividend dates.

(f) Offering expenses -- Direct expenses relating to the public offering of MuniYield Fund, Inc.'s Preferred Stock were charged to capital at the time of

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issuance of the shares.

### 2. Investment Advisory Agreement and Transactions with Affiliates:

Each Fund has entered into an Investment Advisory Agreement with Fund Asset Management, L.P. ("FAM"). The general partner of FAM is Princeton Services, Inc. ("PSI"), an indirect, wholly-owned subsidiary of Merrill Lynch & Co., Inc. ("ML & Co."), which is the limited partner.

FAM is responsible for the management of the Funds' portfolios and provides the necessary personnel, facilities, equipment and certain other services necessary to the operations of the Funds. For such services, each Fund pays a monthly fee at an annual rate of .50% of the Fund's average weekly net assets, including proceeds from the issuance of Preferred Stock. The Investment Adviser has agreed to reimburse its management fee by the amount of management fees each Fund pays to FAM indirectly through its investment in Merrill Lynch Institutional Tax-Exempt Fund. For the six months ended April 30, 2005, FAM reimbursed each Fund as follows:

| Fund                                 | Reimbursement |
|--------------------------------------|---------------|
| MuniYield Fund, Inc. ....            | \$4,595       |
| MuniYield Quality Fund, Inc. ....    | \$3,488       |
| MuniYield Quality Fund II, Inc. .... | \$1,491       |

For the six months ended April 30, 2005, the Funds reimbursed FAM for certain accounting services. The reimbursements were as follows:

| Fund                                 | Reimbursement |
|--------------------------------------|---------------|
| MuniYield Fund, Inc. ....            | \$10,663      |
| MuniYield Quality Fund, Inc. ....    | \$ 6,997      |
| MuniYield Quality Fund II, Inc. .... | \$ 4,794      |

Certain officers and/or directors of the Funds are officers and/or directors of FAM, PSI, and/or ML & Co.

### 3. Investments:

Purchases and sales of investments, excluding short-term securities, for the six months ended April 30, 2005 were as follows:

|                       | MuniYield<br>Fund, Inc. | MuniYield<br>Quality<br>Fund, Inc. | MuniYield<br>Quality<br>Fund II, Inc. |
|-----------------------|-------------------------|------------------------------------|---------------------------------------|
| Total Purchases ..... | \$148,359,735           | \$103,121,997                      | \$ 49,479,581                         |
| Total Sales .....     | \$168,120,633           | \$ 96,691,901                      | \$ 47,235,177                         |

### 4. Stock Transactions:

Each Fund is authorized to issue 200,000,000 shares of stock, including Preferred Stock, par value \$.10 per share all of which were initially classified as Common Stock. The Board of Directors is authorized, however, to reclassify any unissued shares of stock without approval of the holders of Common Stock.



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### Preferred Stock

Auction Market Preferred Stock are redeemable shares of Preferred Stock of the Funds, with a par value of \$.05 per share and a liquidation preference of \$25,000 per share, plus accrued and unpaid dividends that entitle their holders to receive cash dividends at an annual rate that may vary for the successive dividend periods. The yields in effect at April 30, 2005 were as follows:

|          | MuniYield<br>Fund, Inc. | MuniYield<br>Quality<br>Fund, Inc. | MuniYield<br>Quality<br>Fund II, Inc. |
|----------|-------------------------|------------------------------------|---------------------------------------|
| Series A | 2.31%                   | 2.35%                              | 2.30%                                 |
| Series B | 2.31%                   | 2.525%                             | 2.54%                                 |
| Series C | 2.25%                   | 2.739%                             | 2.402%                                |
| Series D | 2.55%                   | 2.80%                              | --                                    |
| Series E | 2.54%                   | --                                 | --                                    |
| Series F | 2.40%                   | --                                 | --                                    |
| Series G | 2.50%                   | --                                 | --                                    |

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### Notes to Financial Statements (concluded)

#### MuniYield Fund, Inc.

Shares issued and outstanding during the six months ended April 30, 2005 remained constant. Shares issued and outstanding during the year ended October 31, 2004 increased by 2,000 shares from the issuance of an additional series of Preferred Stock.

#### MuniYield Quality Fund, Inc.

Shares issued and outstanding during the six months ended April 30, 2005 and the year ended October 31, 2004 remained constant.

#### MuniYield Quality Fund II, Inc.

Shares issued and outstanding during the six months ended April 30, 2005 and the year ended October 31, 2004 remained constant.

The Funds pay commissions to certain broker-dealers at the end of each auction at an annual rate ranging from .25% to .375%, calculated on the proceeds of each auction. For the six months ended April 30, 2005, Merrill Lynch, Pierce, Fenner & Smith Incorporated, an affiliate of FAM, earned commissions as follows:

| Fund                                 | Commissions |
|--------------------------------------|-------------|
| MuniYield Fund, Inc. ....            | \$198,358   |
| MuniYield Quality Fund, Inc. ....    | \$112,045   |
| MuniYield Quality Fund II, Inc. .... | \$103,601   |

### 5. Capital Loss Carryforward:

#### MuniYield Fund, Inc.

On October 31, 2004, the Fund had a net capital loss carryforward of \$63,838,397, of which \$3,650,202 expires in 2006, \$13,147,684 expires in 2007, \$40,851,001 expires in 2008, \$6,000,235 expires in 2009 and \$189,275 expires in 2010. This amount will be available to offset like amounts of any future taxable

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gains.

MuniYield Quality Fund, Inc.

On October 31, 2004, the Fund had a net capital loss carryforward of \$6,711,574, of which \$1,093,528 expires in 2008, \$3,278,904 expires in 2010 and \$2,339,142 expires in 2012. This amount will be available to offset like amounts of any future taxable gains.

MuniYield Quality Fund II, Inc.

On October 31, 2004, the Fund had a net capital loss carryforward of \$37,686,418, of which \$4,975,019 expires in 2007, \$26,079,903 expires in 2008, \$1,096,837 expires in 2010 and \$5,534,659 expires in 2012. This amount will be available to offset like amounts of any future taxable gains.

6. Subsequent Event:

Each Fund paid a tax-exempt income dividend to holders of Common Stock on May 27, 2005 to shareholders of record on May 13, 2005. The amount of the tax-exempt income dividend was as follows:

| Fund                                 | Per Share Amount |
|--------------------------------------|------------------|
| MuniYield Fund, Inc. ....            | \$.083000        |
| MuniYield Quality Fund, Inc. ....    | \$.081000        |
| MuniYield Quality Fund II, Inc. .... | \$.072000        |

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Proxy Results MuniYield Fund, Inc.

During the six-month period ended April 30, 2005, MuniYield Fund, Inc.'s Common Stock shareholders voted on the following proposals. Proposal 1 was approved at a shareholders' meeting on April 28, 2005. With respect to Proposal 2, the proposal was adjourned until May 27, 2005, at which time it passed. A description of the proposals and number of shares voted were as follows:

|  | Shares Voted For | Shares Voted For | Shares Voted Against |
|--|------------------|------------------|----------------------|
| 1. To elect the Fund's Directors:                                  |                  |                  |                      |
| Robert C. Doll, Jr.  | 23,061,991       |                  |                      |
| Joe Grills   | 23,029,064       |                  |                      |
| Roberta Cooper Ramo  | 23,047,168       |                  |                      |
| Robert S. Salomon, Jr.   | 23,056,667       |                  |                      |
| Stephen B. Swensrud  | 23,021,719       |                  |                      |
| 2. To approve an amendment to fundamental investment restrictions. |                  | 17,509,849       | 628,341              |

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During the six-month period ended April 30, 2005, MuniYield Fund, Inc.'s Preferred Stock shareholders (Series A - G) voted on the following proposals. Proposal 1 was approved at a shareholders' meeting on April 28, 2005. With respect to Proposal 2, the proposal was adjourned until May 27, 2005, at which time it passed. A description of the proposals and number of shares voted were as follows:

|   | Shares Voted<br>For |
|---|---------------------|
| 1. To elect the Fund's Board of Directors: Robert C. Doll, Jr.,<br>James H. Bodurtha, Joe Grills, Herbert I. London, Roberta Cooper Ramo,<br>Robert S. Salomon, Jr. and Stephen B. Swensrud | 10,390              |

|  | Shares Voted<br>For | Shares Voted<br>Against |
|--|---------------------|-------------------------|
| 2. To approve an amendment to fundamental investment restrictions. | 13,035              | 465                     |

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### Proxy Results      MuniYield Quality Fund, Inc.

During the six-month period ended April 30, 2005, MuniYield Quality Fund, Inc.'s Common Stock shareholders voted on the following proposals. Proposals 1 and 2 were approved at a shareholders' meeting on April 28, 2005. With respect to Proposal 3, the proposal was adjourned until June 27, 2005. A description of the proposals and number of shares voted were as follows:

|                                   | Shares Voted<br>For |
|-----------------------------------|---------------------|
| 1. To elect the Fund's Directors: |                     |
| Robert C. Doll, Jr.               | 15,864,587          |
| James H. Bodurtha                 | 15,860,505          |
| Joe Grills                        | 15,840,375          |
| Roberta Cooper Ramo               | 15,840,265          |
| Stephen B. Swensrud               | 15,836,416          |

|   | Shares Voted<br>For | Shares Voted<br>Against |
|---|---------------------|-------------------------|
| 2. To approve an amendment to fundamental investment restriction. | 12,278,215          | 547,266                 |

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|   |           |           |
|---|-----------|-----------|
| 3. To approve an amendment to articles supplementary or certificate of designation. | Adjourned | Adjourned |
|---|-----------|-----------|

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During the six-month period ended April 30, 2005, MuniYield Quality Fund, Inc.'s Preferred Stock shareholders (Series A - D) voted on the following proposals. Proposals 1 and 2 were approved at a shareholders' meeting on April 28, 2005. With respect to Proposal 3, the proposal was adjourned until June 27, 2005. A description of the proposals and number of shares voted were as follows:

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|   |                     |  |
|---|---------------------|--|
|   | Shares Voted<br>For |  |
| <hr/>   |                     |  |
| 1. To elect the Fund's Board of Directors: Robert C. Doll, Jr., James H. Bodurtha, Joe Grills, Herbert I. London, Roberta Cooper Ramo, Robert S. Salomon, Jr. and Stephen B. Swensrud | 7,347               |  |

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|   |                     |                         |
|---|---------------------|-------------------------|
|   | Shares Voted<br>For | Shares Voted<br>Against |
| <hr/>   |                     |                         |
| 2. To approve an amendment to fundamental investment restriction.                   | 5,886               | 410                     |
| <hr/>   |                     |                         |
| 3. To approve an amendment to articles supplementary or certificate of designation. | Adjourned           | Adjourned               |

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Proxy Results MuniYield Quality Fund II, Inc.

During the six-month period ended April 30, 2005, MuniYield Quality Fund II, Inc.'s Common Stock shareholders voted on the following proposals. Proposals 1 and 2 were approved at a shareholders' meeting on April 28, 2005. With respect to Proposal 3, the proposal was adjourned until June 27, 2005. A description of the proposals and number of shares voted were as follows:

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|                                   |                     |            |
|-----------------------------------|---------------------|------------|
|                                   | Shares Voted<br>For |            |
| <hr/>                             |                     |            |
| 1. To elect the Fund's Directors: |                     |            |
| Robert C. Doll, Jr.               |                     | 11,632,916 |
| Joe Grills                        |                     | 11,629,177 |
| Roberta Cooper Ramo               |                     | 11,626,976 |
| Robert S. Salomon, Jr.            |                     | 11,632,993 |
| Stephen B. Swensrud               |                     | 11,624,713 |

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|   | Shares Voted<br>For | Shares Voted<br>Against |
|---|---------------------|-------------------------|
| 2. To approve an amendment to fundamental investment restriction.                   | 9,001,194           | 432,544                 |
| 3. To approve an amendment to articles supplementary or certificate of designation. | Adjourned           | Adjourned               |

During the six-month period ended April 30, 2005, MuniYield Quality Fund II, Inc.'s Preferred Stock shareholders (Series A - C) voted on the following proposals. Proposals 1 and 2 were approved at a shareholders' meeting on April 28, 2005. With respect to Proposal 3, the proposal was adjourned until June 27, 2005. A description of the proposals and number of shares voted were as follows:

|   | Shares Voted<br>For |
|---|---------------------|
| 1. To elect the Fund's Board of Directors: Robert C. Doll, Jr., James H. Bodurtha, Joe Grills, Herbert I. London, Roberta Cooper Ramo, Robert S. Salomon, Jr. and Stephen B. Swensrud | 5,131               |

|   | Shares Voted<br>For | Shares Voted<br>Against |
|---|---------------------|-------------------------|
| 2. To approve an amendment to fundamental investment restriction.                   | 4,497               | 33                      |
| 3. To approve an amendment to articles supplementary or certificate of designation. | Adjourned           | Adjourned               |

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Officers and Directors

Robert C. Doll, Jr., President and Director  
 James H. Bodurtha, Director  
 Joe Grills, Director  
 Herbert I. London, Director  
 Roberta Cooper Ramo, Director  
 Robert S. Salomon, Jr., Director  
 Stephen B. Swensrud, Director  
 Kenneth A. Jacob, Senior Vice President  
 John M. Loffredo, Senior Vice President  
 Theodore R. Jaeckel Jr., Vice President  
 Michael A. Kalinoski, Vice President  
 Donald C. Burke, Vice President and Treasurer  
 Jeffrey Hiller, Chief Compliance Officer  
 Alice A. Pellegrino, Secretary

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MuniYield Fund, Inc. and  
MuniYield Quality Fund II, Inc.:

Custodian

The Bank of New York  
100 Church Street  
New York, NY 10286

Transfer Agents

Common Stock:

The Bank of New York  
101 Barclay Street--11 East  
New York, NY 10286

Preferred Stock:

The Bank of New York  
101 Barclay Street--7 West  
New York, NY 10286

MuniYield Quality Fund, Inc.:

Custodian

State Street Bank and Trust Company  
P.O. Box 351  
Boston, MA 02101

Transfer Agents

Common Stock:

EquiServe  
P.O. Box 43010  
Providence, RI 02940-3010

Preferred Stock:

The Bank of New York  
101 Barclay Street--7 West  
New York, NY 10286

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Effective January 1, 2005, Terry K. Glenn retired as President and Director of MuniYield Fund, Inc., MuniYield Quality Fund, Inc. and MuniYield Quality Fund II, Inc. The Funds' Board of Directors wishes Mr. Glenn well in his retirement.

Effective January 1, 2005, Robert C. Doll, Jr. became President and Director of the Funds.

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Investment Objectives

|             |  |
|-------------|--|
| NYSE Symbol | MuniYield Fund, Inc. seeks to provide shareholders with as     |
| MYD         | high a level of current income exempt from federal income      |
|             | taxes as is consistent with its investment policies and        |
|             | prudent investment management by investing primarily in a      |
|             | portfolio of long-term, investment grade municipal obligations |

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the interest on which, in the opinion of bond counsel to the issuer, is exempt from federal income taxes.

NYSE Symbol MuniYield Quality Fund, Inc. seeks to provide shareholders with as high a level of current income exempt from federal income taxes as is consistent with its investment policies and prudent investment management by investing primarily in a portfolio of long-term, high-grade municipal obligations the interest on which is exempt from federal income taxes in the opinion of bond counsel to the issuer.  
MQY

NYSE Symbol MuniYield Quality Fund II, Inc. seeks to provide shareholders with as high a level of current income exempt from federal income taxes as is consistent with its investment policies and prudent investment management by investing primarily in a portfolio of long-term, high-grade municipal obligations the interest on which is exempt from federal income taxes in the opinion of bond counsel to the issuer. The Fund invests primarily in insured municipal bonds.  
MQT

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### Availability of Quarterly Schedules of Investments

The Funds file their complete schedules of portfolio holdings with the Securities and Exchange Commission ("SEC") for the first and third quarters of each fiscal year on Form N-Q. The Funds' Forms N-Q are available on the SEC's Web site at <http://www.sec.gov>. The Funds' Forms N-Q may also be reviewed and copied at the SEC's Public Reference Room in Washington, DC. Information on the operation of the Public Reference Room may be obtained by calling 1-800-SEC-0330.

### Electronic Delivery

The Funds offer electronic delivery of communications to their shareholders. In order to receive this service, you must register your account and provide us with e-mail information. To sign up for this service, simply access this Web site at <http://www.icsdelivery.com/live> and follow the instructions. When you visit this site, you will obtain a personal identification number (PIN). You will need this PIN should you wish to update your e-mail address, choose to discontinue this service and/or make any other changes to the service. This service is not available for certain retirement accounts at this time.

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[LOGO] Merrill Lynch Investment Managers

[www.mlim.ml.com](http://www.mlim.ml.com)

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Mercury Advisors

A Division of Merrill Lynch Investment Managers

[www.mercury.ml.com](http://www.mercury.ml.com)

These reports, including the financial information herein, are transmitted to

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shareholders of MuniYield Fund, Inc., MuniYield Quality Fund, Inc. and MuniYield Quality Fund II, Inc. for their information. This is not a prospectus. Past performance results shown in these reports should not be considered a representation of future performance. The Funds have leveraged their Common Stock and intend to remain leveraged by issuing Preferred Stock to provide the Common Stock shareholders with potentially higher rates of return. Leverage creates risks for Common Stock shareholders, including the likelihood of greater volatility of net asset value and market price of shares of the Common Stock, and the risk that fluctuations in the short-term dividend rates of the Preferred Stock may affect the yield to Common Stock shareholders. Statements and other information herein are as dated and are subject to change.

A description of the policies and procedures that the Funds use to determine how to vote proxies relating to portfolio securities is available (1) without charge, upon request, by calling toll-free 1-800-MER-FUND (1-800-637-3863); (2) at [www.mutualfunds.ml.com](http://www.mutualfunds.ml.com); and (3) on the Securities and Exchange Commission's Web site at <http://www.sec.gov>. Information about how the Funds voted proxies relating to securities held in the Funds' portfolios during the most recent 12-month period ended June 30 is available (1) at [www.mutualfunds.ml.com](http://www.mutualfunds.ml.com) and (2) on the Securities and Exchange Commission's Web site at <http://www.sec.gov>.

MuniYield Fund, Inc.  
MuniYield Quality Fund, Inc.  
MuniYield Quality Fund II, Inc.  
Box 9011  
Princeton, NJ  
08543-9011

#MYQII -- 4/05

- Item 2 - Code of Ethics - Not Applicable to this semi-annual report
- Item 3 - Audit Committee Financial Expert - Not Applicable to this semi-annual report
- Item 4 - Principal Accountant Fees and Services - Not Applicable to this semi-annual report
- Item 5 - Audit Committee of Listed Registrants - Not Applicable to this semi-annual report
- Item 6 - Schedule of Investments - Not Applicable
- Item 7 - Disclosure of Proxy Voting Policies and Procedures for Closed-End Management Investment Companies - Not Applicable to this semi-annual report
- Item 8 - Portfolio Managers of Closed-End Management Investment Companies - Not Applicable to this semi-annual report
- Item 9 - Purchases of Equity Securities by Closed-End Management Investment Company and Affiliated Purchasers - Not Applicable
- Item 10 - Submission of Matters to a Vote of Security Holders - Not Applicable
- Item 11 - Controls and Procedures
- 11(a) - The registrant's certifying officers have reasonably designed such disclosure controls and procedures to ensure material information relating to the registrant is made known to us by others particularly



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during the period in which this report is being prepared. The registrant's certifying officers have determined that the registrant's disclosure controls and procedures are effective based on our evaluation of these controls and procedures as of a date within 90 days prior to the filing date of this report.

11(b) - There were no changes in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the Act (17 CFR 270.30a-3(d)) that occurred during the last fiscal half-year of the period covered by this report that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting.

Item 12 - Exhibits attached hereto

12(a) (1) - Code of Ethics - Not Applicable to this semi-annual report

12(a) (2) - Certifications - Attached hereto

12(a) (3) - Not Applicable

12(b) - 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.

MuniYield Fund, Inc.

By: /s/ Robert C. Doll, Jr.

-----  
Robert C. Doll, Jr.,  
Chief Executive Officer of  
MuniYield Fund, Inc.

Date: June 20, 2005

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/ Robert C. Doll, Jr.

-----  
Robert C. Doll, Jr.,  
Chief Executive Officer of  
MuniYield Fund, Inc.

Date: June 20, 2005

By: /s/ Donald C. Burke

-----  
Donald C. Burke,  
Chief Financial Officer of  
MuniYield Fund, Inc.

Date: June 20, 2005