

MFS MULTIMARKET INCOME TRUST
Form N-CSR
January 04, 2013
[Table of Contents](#)

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549
FORM N-CSR

CERTIFIED SHAREHOLDER REPORT OF
REGISTERED MANAGEMENT INVESTMENT COMPANIES

Investment Company Act file number 811-4975

MFS MULTIMARKET INCOME TRUST

(Exact name of registrant as specified in charter)

111 Huntington Avenue, Boston, Massachusetts 02199

(Address of principal executive offices) (Zip code)

Susan S. Newton

Massachusetts Financial Services Company

111 Huntington Avenue

Boston, Massachusetts 02199

(Name and address of agents for service)

Registrant's telephone number, including area code: (617) 954-5000

Date of fiscal year end: October 31

Date of reporting period: October 31, 2012

Table of Contents

ITEM 1. REPORTS TO STOCKHOLDERS.

Table of Contents

ANNUAL REPORT

October 31, 2012

MFS® MULTIMARKET INCOME TRUST

MMT-ANN

Table of Contents

MFS® MULTIMARKET INCOME TRUST

New York Stock Exchange Symbol: MMT

<u>Letter from the Chairman and CEO</u>	1
<u>Portfolio composition</u>	2
<u>Management review</u>	4
<u>Performance summary</u>	6
<u>Investment objective, principal investment strategies and risks of the fund</u>	8
<u>Portfolio managers' profiles</u>	10
<u>Dividend reinvestment and cash purchase plan</u>	11
<u>Portfolio of investments</u>	12
<u>Statement of assets and liabilities</u>	37
<u>Statement of operations</u>	38
<u>Statements of changes in net assets</u>	39
<u>Statement of cash flows</u>	40
<u>Financial highlights</u>	41
<u>Notes to financial statements</u>	43
<u>Report of independent registered public accounting firm</u>	55
<u>Results of shareholder meeting</u>	56
<u>Trustees and officers</u>	57
<u>Board review of investment advisory agreement</u>	62
<u>Proxy voting policies and information</u>	66
<u>Quarterly portfolio disclosure</u>	66
<u>Further information</u>	66
<u>Federal tax information</u>	66
<u>MFS® privacy notice</u>	67
<u>Contact information</u> back cover	

NOT FDIC INSURED MAY LOSE VALUE NO BANK GUARANTEE

Table of Contents

LETTER FROM THE CHAIRMAN AND CEO

Dear Shareholders:

As 2012 winds down, economic uncertainty continues to dominate world financial markets. In the United States, all eyes are riveted to the ongoing budget deal

negotiations and the specter of a fiscal cliff. Overseas, we see growth slowing in China and Japan, and the eurozone has entered its second recession in four years against a backdrop of double-digit unemployment and the continuing sovereign debt crisis.

Amidst the instability, there are silver linings especially in the U.S. where the labor and housing markets have picked up, consumer confidence has risen and industrial output has increased. Additionally, a U.S. budgetary compromise could propel markets, unleashing pent-up spending and investments, which would help to revive both the U.S. and global economies.

As always, managing risk in the face of uncertainty remains a top priority for investors. At MFS®, an emphasis on global research and our disciplined risk management approach anchor our uniquely collaborative investment process. Our global team of more than 200 investment professionals shares ideas and evaluates opportunities across continents, investment disciplines, and asset classes all with a goal of building better insights, and ultimately better results for our clients.

We are mindful of the many economic challenges we face locally, nationally and globally. It is more important than ever to maintain a long-term view, employ time-tested principles, such as asset allocation and diversification, and work closely with investment advisors to identify and pursue the most suitable opportunities.

Respectfully,

Robert J. Manning

Chairman and Chief Executive Officer

MFS Investment Management®

December 14, 2012

The opinions expressed in this letter are subject to change, may not be relied upon for investment advice, and no forecasts can be guaranteed.

Table of Contents**PORTFOLIO COMPOSITION****Portfolio structure (i)**

Fixed income sectors (i)	
High Yield Corporates	56.7%
Emerging Markets Bonds	24.1%
High Grade Corporates	15.0%
Non-U.S. Government Bonds	6.4%
Mortgage-Backed Securities	4.1%
Commercial Mortgage-Backed Securities	3.3%
Collateralized Debt Obligations	0.5%
Asset-Backed Securities	0.4%
Floating Rate Loans	0.1%
U.S. Treasury Securities	(8.3)%
Composition including fixed income credit quality (a)(i)	
AAA	3.9%
AA	0.6%
A	8.6%
BBB	26.8%
BB	26.3%
B	29.9%
CCC	9.6%
CC	0.3%
C	0.3%
U.S. Government	2.5%
Federal Agencies	4.1%
Not Rated	(10.6)%
Non-Fixed Income	0.5%
Cash & Other	(2.8)%
Portfolio facts (i)	
Average Duration (d)	5.2
Average Effective Maturity (m)	8.2 yrs.
Issuer country weightings (i)(x)	
United States	59.0%
Mexico	3.8%
United Kingdom	2.9%
Indonesia	2.5%
Russia	2.4%
Brazil	2.2%
Canada	1.8%
Luxembourg	1.7%
Japan	1.6%
Other Countries	22.1%

Table of Contents

Portfolio Composition continued

- (a) For all securities other than those specifically described below, ratings are assigned to underlying securities utilizing ratings from Moody's, Fitch, and Standard & Poor's rating agencies and applying the following hierarchy: If all three agencies provide a rating, the middle rating (after dropping the highest and lowest ratings) is assigned; if two of the three agencies rate a security, the lower of the two is assigned. Ratings are shown in the S&P and Fitch scale (e.g., AAA). Securities rated BBB or higher are considered investment grade. All ratings are subject to change. U.S. Government includes securities issued by the U.S. Department of the Treasury. Federal Agencies includes rated and unrated U.S. Agency fixed-income securities, U.S. Agency mortgage-backed securities, and collateralized mortgage obligations of U.S. Agency mortgage-backed securities. Not Rated includes fixed income securities, including fixed income futures contracts, which have not been rated by any rating agency. Non-Fixed Income includes equity securities (including convertible bonds and equity derivatives) and commodities. Cash & Other includes cash, other assets less liabilities, offsets to derivative positions, and short-term securities. The fund may not hold all of these instruments. The fund is not rated by these agencies.
 - (d) Duration is a measure of how much a bond's price is likely to fluctuate with general changes in interest rates, e.g., if rates rise 1.00%, a bond with a 5-year duration is likely to lose about 5.00% of its value due to the interest rate move.
 - (i) For purposes of this presentation, the components include the market value of securities, and reflect the impact of the equivalent exposure of derivative positions, if any. These amounts may be negative from time to time. The bond component will include any accrued interest amounts. Equivalent exposure is a calculated amount that translates the derivative position into a reasonable approximation of the amount of the underlying asset that the portfolio would have to hold at a given point in time to have the same price sensitivity that results from the portfolio's ownership of the derivative contract. When dealing with derivatives, equivalent exposure is a more representative measure of the potential impact of a position on portfolio performance than market value. Where the fund holds convertible bonds, these are treated as part of the equity portion of the portfolio.
 - (m) In determining an instrument's effective maturity for purposes of calculating the fund's dollar-weighted average effective maturity, MFS uses the instrument's stated maturity or, if applicable, an earlier date on which MFS believes it is probable that a maturity-shortening device (such as a put, pre-refunding or prepayment) will cause the instrument to be repaid. Such an earlier date can be substantially shorter than the instrument's stated maturity.
 - (x) Represents the portfolio's exposure to issuer countries as a percentage of a portfolio's net assets.
- From time to time, Cash & Other Net Assets may be negative due to borrowings for leverage transactions, timing of cash receipts, and/or equivalent exposure from any derivative holdings.

Percentages are based on net assets as of 10/31/12.

The portfolio is actively managed and current holdings may be different.

Table of Contents

MANAGEMENT REVIEW

Summary of Results

MFS Multimarket Income Trust (the fund) is a closed-end fund and maintains a portfolio that includes investments in high-yield and investment-grade corporate bonds, emerging markets debt securities, U.S. government securities, and international investment-grade debt securities.

For the twelve months ended October 31, 2012, shares of the MFS Multimarket Income Trust provided a total return of 14.30%, at net asset value. This compares with a return of 13.58% for the fund's benchmark, the Barclays U.S. High-Yield Corporate Bond 2% Issuer Capped Index. Over the same period, the fund's other benchmark, the MFS Multimarket Income Trust Blended Index (the Blended Index), generated a return of 12.00%. The Blended Index reflects the blended returns of various fixed income market indices, with percentage allocations to each index designed to resemble the fixed income allocations of the fund. The market indices and related percentage allocations used to compile the Blended Index are set forth in the Performance Summary.

Market Environment

Just prior to the beginning of the reporting period, markets were roiled by several global concerns. These included the aftermath of the U.S. sovereign debt-ceiling debacle, the path of eurozone integration and the scope of its bailout facilities, and the likelihood of a Chinese hard landing. Amidst this turmoil, global equity markets had declined sharply and credit spreads widened. At the same time, global consumer and producer sentiment indicators had fallen precipitously, while highly-rated sovereign bond yields hit multi-decade lows.

During the first half of the period, however, additional liquidity from the U.S. Federal Reserve (Fed), in the form of Operation Twist, and the European Central Bank (ECB), in the form of 3-year, Long Term Refinancing Operations, or LTROs, coupled with healthier global macroeconomic conditions led by moderate but sustained U.S. growth, ushered in improved market dynamics.

During the latter part of the period, market trends were more mixed. Worsening conditions were driven by broadly weaker global macroeconomic indicators, as well as renewed concerns over the eurozone's capacity and determination to address its ongoing crisis. However, broad market sentiment remained relatively resilient, as equity markets generally maintained gains and credit spreads did not indicate deterioration. A new round of monetary easing by the Fed (QE3) and the ECB (rate cut and a new bond purchase facility) towards the end of the period instilled additional confidence in risk markets. Nonetheless, towards the end of the period, weaker equity earnings reports and declining forward guidance caused market sentiment to soften.

Contributors to Performance

During the reporting period, the fund's return from yield, which was greater than that of the Blended Index, was a key contributor to relative performance. A greater exposure to corporate bonds in the *financial* and *industrial* sectors also benefited relative performance as both sectors outperformed the broad market over the period.

Table of Contents

Management Review continued

In terms of credit quality, the fund's greater exposure to bonds rated ~~BBB~~ and below was a positive factor for relative performance as credit spreads narrowed during the period.

Yield curve^(y) positioning, particularly the fund's greater exposure to shifts in the long end of the yield curve (centered around maturities of 10 or more years), was another positive factor for relative results.

Detractors from Performance

The fund's lesser exposure to Venezuelan bonds detracted from relative performance as these bonds performed well over the reporting period.

Respectfully,

William Adams
Portfolio Manager

David Cole
Portfolio Manager

Richard Hawkins
Portfolio Manager

Matthew Ryan
Portfolio Manager

(r) Bonds rated BBB, Baa, or higher are considered investment grade; bonds rated BB, Ba, or below are considered non-investment grade. The source for bond quality ratings is Moody's Investors Service, Standard & Poor's and Fitch, Inc. and are applied using the following hierarchy: If all three agencies provide a rating, the middle rating (after dropping the highest and lowest ratings) is assigned; if two of the three agencies rate a security, the lower of the two is assigned. Ratings are shown in the S&P and Fitch scale (e.g., AAA). For securities which are not rated by any of the three agencies, the security is considered Not Rated.

(y) A yield curve graphically depicts the yields of different maturity bonds of the same credit quality and type; a normal yield curve is upward sloping, with short-term rates lower than long-term rates.

The views expressed in this report are those of the portfolio managers only through the end of the period of the report as stated on the cover and do not necessarily reflect the views of MFS or any other person in the MFS organization. These views are subject to change at any time based on market or other conditions, and MFS disclaims any responsibility to update such views. These views may not be relied upon as investment advice or an indication of trading intent on behalf of any MFS portfolio. References to specific securities are not recommendations of such securities, and may not be representative of any MFS portfolio's current or future investments.

Table of Contents**PERFORMANCE SUMMARY THROUGH 10/31/12**

The following chart represents the fund's historical performance in comparison to its benchmark(s). Investment return and principal value will fluctuate, and shares, when sold, may be worth more or less than their original cost; current performance may be lower or higher than quoted. The performance shown does not reflect the deduction of taxes, if any, that a shareholder would pay on fund distributions or the sale of fund shares. Performance data shown represents past performance and is no guarantee of future results.

Price Summary for MFS Multimarket Income Trust

Year Ended 10/31/12

	Date	Price
Net Asset Value	10/31/12	\$7.66
	10/31/11	\$7.20
New York Stock Exchange Price	10/31/12	\$7.31
	10/12/12 (high) (t)	\$7.41
	11/23/11 (low) (t)	\$6.40
	10/31/11	\$6.68

Total Returns vs Benchmarks

Year Ended 10/31/12

MFS Multimarket Income Trust at	
New York Stock Exchange Price (r)	17.56%
Net Asset Value (r)	14.30%
Barclays U.S. High-Yield Corporate Bond 2% Issuer Capped Index (f)	13.58%
MFS Multimarket Income Trust Blended Index (f)(y)	12.00%
Barclays U.S. Corporate Bond Index (f)	10.21%
Barclays U.S. Government/Mortgage Bond Index (f)	3.53%
Citigroup World Government Bond Non-Dollar Hedged Index (f)	5.90%
JPMorgan Emerging Markets Bond Index Global (f)	16.33%

(f) Source: FactSet Research Systems Inc.

(r) Includes reinvestment of dividends and capital gain distributions.

(t) For the period November 1, 2011 through October 31, 2012.

(y) MFS Multimarket Income Trust Blended Index is at a point in time and allocations during the period can change. As of October 31, 2012, the blended index was comprised of 10% Barclays U.S. Corporate Bond Index, 50% Barclays U.S. High-Yield Corporate Bond 2% Issuer Capped Index, 20% JPMorgan Emerging Markets Bond Index Global, 10% Citigroup World Government Bond Non-Dollar Hedged Index, and 10% Barclays U.S. Government/Mortgage Bond Index.

Table of Contents

Performance Summary continued

Benchmark Definitions

Barclays U.S. Corporate Bond Index covers U.S. dollar-denominated, investment-grade, fixed-rate, taxable securities sold by industrial, utility and financial issuers. It includes publicly issued U.S. corporate and foreign debentures and secured notes that meet specified maturity, liquidity, and quality requirements.

Barclays U.S. Government/Mortgage Bond Index measures debt issued by the U.S. Government, and its agencies, as well as mortgage-backed pass-through securities of Ginnie Mae (GNMA), Fannie Mae (FNMA), and Freddie Mac (FHLMC).

Barclays U.S. High-Yield Corporate Bond 2% Issuer Capped Index is a component of the Barclays U.S. High-Yield Corporate Bond Index, which measures performance of non-investment grade, fixed rate debt. The index limits the maximum exposure to any one issuer to 2%.

Citigroup World Government Bond Non-Dollar Hedged Index a market capitalization-weighted index that is designed to represent the currency-hedged performance of the international developed government bond markets, excluding the United States.

JPMorgan Emerging Markets Bond Index Global measures the performance of U.S. dollar- denominated debt instruments issued by emerging market sovereign and quasi-sovereign entities: Brady bonds, loans, Eurobonds.

It is not possible to invest directly in an index.

Notes to Performance Summary

The fund's shares may trade at a discount or premium to net asset value. Shareholders do not have the right to cause the fund to repurchase their shares at net asset value. When fund shares trade at a premium, buyers pay more than the net asset value underlying fund shares, and shares purchased at a premium would receive less than the amount paid for them in the event of the fund's liquidation. As a result, the total return that is calculated based on the net asset value and New York Stock Exchange price can be different.

The fund's monthly distributions may include a return of capital to shareholders to the extent that distributions are in excess of the fund's net investment income and net capital gains, determined in accordance with federal income tax regulations. Distributions that are treated for federal income tax purposes as a return of capital will reduce each shareholder's basis in his or her shares and, to the extent the return of capital exceeds such basis, will be treated as gain to the shareholder from a sale of shares. Returns of shareholder capital have the effect of reducing the fund's assets and increasing the fund's expense ratio.

Performance results do not include adjustments made for financial reporting purposes in accordance with U.S. generally accepted accounting principles and may differ from amounts reported in the financial highlights.

From time to time the fund may receive proceeds from litigation settlements, without which performance would be lower.

In accordance with Section 23(c) of the Investment Company Act of 1940, the fund hereby gives notice that it may from time to time repurchase shares of the fund in the open market at the option of the Board of Trustees and on such terms as the Trustees shall determine.

Table of Contents

INVESTMENT OBJECTIVE, PRINCIPAL

INVESTMENT STRATEGIES AND RISKS

OF THE FUND

Investment Objective

The fund's investment objective is to seek high current income, but may also consider capital appreciation. The fund's objective may be changed without shareholder approval.

Principal Investment Strategies

MFS (Massachusetts Financial Services Company, the fund's investment adviser) normally invests at least 80% of its net assets in fixed income securities. This policy may not be changed without shareholder approval.

MFS considers debt instruments of all types to be fixed income securities.

MFS normally invests the fund's assets in corporate bonds of U.S. and/or foreign issuers, U.S. Government securities, foreign government securities, mortgage-backed and other asset-backed securities of U.S. and foreign issuers, and/or debt instruments of issuers located in emerging market countries. MFS allocates the fund's assets across these categories with a view toward broad diversification across and within these categories. MFS may also invest the fund's assets in equity securities.

MFS may invest up to 100% of the fund's assets in less than investment grade quality debt instruments (lower quality debt instruments).

MFS may invest the fund's assets in U.S. and foreign securities, including emerging market securities.

MFS may invest a relatively large percentage of the fund's assets in issuers in a single country, a small number of countries, or a particular geographic region.

While MFS may use derivatives for any investment purpose, to the extent MFS uses derivatives, MFS expects to use derivatives primarily to increase or decrease exposure to a particular market, segment of the market, or security, to increase or decrease interest rate or currency exposure, or as alternatives to direct investments.

MFS uses a bottom-up investment approach to buying and selling investments for the fund. Investments are selected primarily based on fundamental analysis of individual issuers and/or instruments in light of issuers' financial condition and market, economic, political, and regulatory conditions. Factors considered for debt instruments may include the instrument's credit quality, collateral characteristics and indenture provisions and the issuer's management ability, capital structure, leverage, and ability to meet its current obligations. Factors considered for equity securities may include analysis of an issuer's earnings, cash flows, competitive position, and management ability. Quantitative models that systematically evaluate the structure of a debt instrument and its features or the valuation, price and earnings momentum, earnings quality and other factors of the issuer of an equity security may also be considered.

The fund may use leverage by borrowing up to 33 1/3% of the fund's assets, including borrowings for investment purposes, and investing the proceeds pursuant to its investment strategies. If approved by the fund's Board of Trustees, the fund may use leverage by other methods.

Table of Contents

Investment Objective, Principal Investment Strategies and Risks of the Fund continued

MFS may engage in active and frequent trading in pursuing the fund's principal investment strategies.

In response to market, economic, political, or other conditions, MFS may depart from the fund's principal investment strategies by temporarily investing for defensive purposes.

Principal Risks

The fund may not achieve its objective and/or you could lose money on your investment in the fund.

Stock markets and investments in individual stocks are volatile and can decline significantly in response to issuer, market, economic, political, regulatory, geopolitical, and other considerations.

Investments in debt instruments may decline in value as the result of increases in interest rates, declines in the credit quality of the issuer, borrower, counterparty or underlying asset, or changes in economic, political, issuer-specific, or other conditions. Certain types of debt instruments can be more sensitive to these factors and therefore more volatile.

Investments in foreign markets can involve greater risk and volatility than U.S. investments because of adverse market, economic, political, regulatory, geopolitical, or other conditions.

Emerging markets can have less market structure, depth, and regulatory oversight and greater political, social, and economic instability than developed markets.

Investments in derivatives can be used to take both long and short positions, be highly volatile, result in leverage (which can magnify losses), and involve risks in addition to the risks of the underlying indicator(s) on which the derivative is based, such as counterparty and liquidity risk.

Investments in lower-quality debt instruments can be more volatile and have greater risk of default than higher-quality debt instruments.

Mortgage-backed securities can be subject to prepayment and/or extension and therefore can offer less potential for gains and greater potential for loss.

The market price of common shares of the fund will be based on factors such as the supply and demand for common shares in the market and general market, economic, political or regulatory conditions. Whether shareholders will realize gains or losses upon the sale of common shares of the fund will depend on the market price of common shares at the time of the sale, not on the fund's net asset value. The market price may be lower or higher than the fund's net asset value. Shares of closed-end funds frequently trade at a discount or premium to their net asset value.

Leverage involves investment exposure in an amount exceeding the initial investment. Leverage can cause increased volatility by magnifying gains or losses.

Please see the fund's registration statement for further information regarding these and other risk considerations. A copy of the fund's registration statement on Form N-2 is available on the EDGAR database on the Securities and Exchange Commission's Internet Web site at <http://sec.gov>.

Table of Contents

PORTFOLIO MANAGERS PROFILES

Richard Hawkins	Investment Officer of MFS; employed in the investment management area of MFS since 1988. Portfolio Manager of the Fund since April 2006.
William Adams	Investment Officer of MFS; employed in the investment management area of MFS since 2009. Portfolio Manager of the Fund since May 2011.
David Cole	Investment Officer of MFS; employed in the investment management area of MFS since 2004. Portfolio Manager of the Fund since October 2006.
Matthew Ryan	Investment Officer of MFS; employed in the investment management area of MFS since 1997. Portfolio Manager of the Fund since September 2004.

Effective December 1, 2012, the following are also Portfolio Managers of the fund:

Ward Brown	Investment Officer of MFS; employed in the investment management area of MFS since 2008. Portfolio Manager of the fund since December 2012.
Erik Weisman	Investment Officer of MFS; employed in the investment management area of MFS since 2002. Portfolio Manager of the fund since December 2012.

Table of Contents

**DIVIDEND REINVESTMENT AND
CASH PURCHASE PLAN**

The fund offers a Dividend Reinvestment and Cash Purchase Plan (the Plan) that allows common shareholders to reinvest either all of the distributions paid by the fund or only the long-term capital gains. Generally, purchases are made at the market price unless that price exceeds the net asset value (the shares are trading at a premium). If the shares are trading at a premium, purchases will be made at a price of either the net asset value or 95% of the market price, whichever is greater. You can also buy shares on a quarterly basis in any amount \$100 and over. The Plan Agent will purchase shares under the Cash Purchase Plan on the 15th of January, April, July, and October or shortly thereafter.

If shares are registered in your own name, new shareholders will automatically participate in the Plan, unless you have indicated that you do not wish to participate. If your shares are in the name of a brokerage firm, bank, or other nominee, you can ask the firm or nominee to participate in the Plan on your behalf. If the nominee does not offer the Plan, you may wish to request that your shares be re-registered in your own name so that you can participate. There is no service charge to reinvest distributions, nor are there brokerage charges for shares issued directly by the fund. However, when shares are bought on the New York Stock Exchange or otherwise on the open market, each participant pays a pro rata share of the transaction expenses, including commissions. Dividends and capital gains distributions are taxable whether received in cash or reinvested in additional shares the automatic reinvestment of distributions does not relieve you of any income tax that may be payable (or required to be withheld) on the distributions.

You may withdraw from the Plan at any time by going to the Plan Agent s website at www.computershare.com, by calling 1-800-637-2304 any business day from 9 a.m. to 5 p.m. Eastern time or by writing to the Plan Agent at P.O. Box 43078, Providence, RI 02940-3078. Please have available the name of the fund and your account number. For certain types of registrations, such as corporate accounts, instructions must be submitted in writing. Please call for additional details. When you withdraw from the Plan, you can receive the value of the reinvested shares in one of three ways: your full shares will be held in your account, the Plan Agent will sell your shares and send the proceeds to you, or you may transfer your full shares to your investment professional who can hold or sell them. Additionally, the Plan Agent will sell your fractional shares and send the proceeds to you.

If you have any questions or for further information or a copy of the Plan, contact the Plan Agent Computershare Trust Company, N.A. (the Transfer Agent for the fund) at 1-800-637-2304, at the Plan Agent s website at www.computershare.com, or by writing to the Plan Agent at P.O. Box 43078, Providence, RI 02940-3078.

Table of Contents**PORTFOLIO OF INVESTMENTS**

10/31/12

The Portfolio of Investments is a complete list of all securities owned by your fund. It is categorized by broad-based asset classes.

Bonds - 111.2%		
Issuer	Shares/Par	Value (\$)
Aerospace - 1.1%		
Bombardier, Inc., 7.5%, 2018 (n)	\$ 1,285,000	\$ 1,469,719
Bombardier, Inc., 7.75%, 2020 (n)	485,000	566,844
CPI International, Inc., 8%, 2018	985,000	940,675
Heckler & Koch GmbH, 9.5%, 2018 (z)	EUR 329,000	366,733
Huntington Ingalls Industries, Inc., 7.125%, 2021	\$ 1,600,000	1,720,000
Kratos Defense & Security Solutions, Inc., 10%, 2017	1,670,000	1,803,539
		\$ 6,867,510
Agricultural Products - 0.0%		
Corporacion Azucarera del Peru S.A., 6.375%, 2022 (n)	\$ 119,000	\$ 129,115
Airlines - 0.0%		
Continental Airlines, Inc., 7.25%, 2021	\$ 175,840	\$ 203,096
Apparel Manufacturers - 0.6%		
Hanesbrands, Inc., 8%, 2016	\$ 420,000	\$ 463,579
Hanesbrands, Inc., 6.375%, 2020	505,000	551,081
Jones Group, Inc., 6.875%, 2019	1,215,000	1,257,525
Levi Strauss & Co., 6.875%, 2022	180,000	186,975
Phillips-Van Heusen Corp., 7.375%, 2020	1,185,000	1,327,200
		\$ 3,786,360
Asset-Backed & Securitized - 4.2%		
Banc of America Commercial Mortgage, Inc., FRN, 5.729%, 2051	\$ 2,000,000	\$ 2,373,166
Bayview Financial Acquisition Trust, FRN, 5.483%, 2041	473,745	473,732
Bayview Financial Revolving Mortgage Loan Trust, FRN, 1.811%, 2040 (z)	2,636,972	1,709,725
Citigroup Commercial Mortgage Trust, FRN, 5.699%, 2049	390,311	80,681
Citigroup/Deutsche Bank Commercial Mortgage Trust, FRN, 5.366%, 2049	1,160,000	1,206,785
Crest Ltd., CDO, 7%, 2040 (a)(p)	2,378,889	118,944
Falcon Franchise Loan LLC, FRN, 5.905%, 2025 (i)(z)	1,588,379	249,376
First Union National Bank Commercial Mortgage Trust, FRN, 1.573%, 2043 (i)(z)	755,398	984
First Union-Lehman Brothers Bank of America, FRN, 0.451%, 2035 (i)	12,412,010	212,010
G-Force LLC, CDO, A2, 4.83%, 2036 (z)	1,679,661	1,690,159
GMAC LLC, FRN, 6.02%, 2033 (z)	941,244	963,710

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Asset-Backed & Securitized - continued		
GMAC LLC, FRN, 7.69%, 2034 (d)(n)(q)	\$ 1,853,000	\$ 1,355,985
JPMorgan Chase Commercial Mortgage Securities Corp., 5.552%, 2045	1,590,000	1,835,033
JPMorgan Chase Commercial Mortgage Securities Corp., A4 ,FRN, 5.813%, 2049	2,000,000	2,341,874
JPMorgan Chase Commercial Mortgage Securities Corp., C ,FRN, 6.043%, 2051	270,000	59,672
JPMorgan Chase Commercial Mortgage Securities Corp., FRN, 5.475%, 2043	1,590,000	1,805,833
JPMorgan Chase Commercial Mortgage Securities Corp., FRN, 5.867%, 2045	1,590,000	1,839,285
Lehman Brothers Commercial Conduit Mortgage Trust, FRN, 1.066%, 2030 (i)	2,286,190	34,343
Morgan Stanley Capital I, Inc., FRN, 1.38%, 2039 (i)(z)	4,501,376	85,526
Multi Security Asset Trust, A3 ,CDO, 5%, 2035 (z)	1,276,366	1,281,472
Prudential Securities Secured Financing Corp., FRN, 7.166%, 2013 (z)	2,581,000	2,576,068
Wachovia Bank Commercial Mortgage Trust, A4 ,FRN, 5.922%, 2051	1,000,000	1,187,003
Wachovia Bank Commercial Mortgage Trust, FRN, 5.118%, 2042	1,375,626	1,519,058
		\$ 25,000,424
Automotive - 2.9%		
Accuride Corp., 9.5%, 2018	\$ 1,495,000	\$ 1,474,444
Allison Transmission, Inc., 7.125%, 2019 (n)	1,500,000	1,595,625
Automotores Gildemeister S.A., 8.25%, 2021 (n)	474,000	511,920
Continental Rubber of America Corp., 4.5%, 2019 (n)	275,000	280,913
Ford Motor Co., 7.45%, 2031	315,000	398,475
Ford Motor Credit Co. LLC, 8%, 2014	620,000	676,657
Ford Motor Credit Co. LLC, 12%, 2015	5,045,000	6,217,963
Ford Motor Credit Co. LLC, 8.125%, 2020	405,000	514,734
General Motors Financial Co., Inc., 4.75%, 2017 (n)	620,000	634,755
General Motors Financial Co., Inc., 6.75%, 2018	815,000	903,551
Goodyear Tire & Rubber Co., 8.25%, 2020	235,000	255,269
Goodyear Tire & Rubber Co., 7%, 2022	420,000	440,475
Hyundai Capital America, 4%, 2017 (n)	256,000	276,739
Jaguar Land Rover PLC, 7.75%, 2018 (n)	390,000	415,350
Jaguar Land Rover PLC, 8.125%, 2021 (n)	1,770,000	1,907,175
Lear Corp., 8.125%, 2020	545,000	605,631
		\$ 17,109,676
Broadcasting - 3.5%		
Allbritton Communications Co., 8%, 2018	\$ 480,000	\$ 520,800
AMC Networks, Inc., 7.75%, 2021	644,000	729,330

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Broadcasting - continued		
Clear Channel Communications, Inc., 9%, 2021	\$ 951,000	\$ 829,748
Clear Channel Worldwide Holdings, Inc., 7.625%, 2020	1,465,000	1,395,413
Clear Channel Worldwide Holdings, Inc., A, 7.625%, 2020	55,000	51,838
Hughes Network Systems LLC, 7.625%, 2021	650,000	723,125
Inmarsat Finance PLC, 7.375%, 2017 (n)	835,000	899,713
Intelsat Bermuda Ltd., 11.25%, 2017	1,690,000	1,774,500
Intelsat Bermuda Ltd., 11.5%, 2017 (p)	2,480,000	2,610,200
Intelsat Jackson Holdings Ltd., 6.625%, 2022 (n)	795,000	789,038
Liberty Media Corp., 8.5%, 2029	1,095,000	1,177,125
Liberty Media Corp., 8.25%, 2030	235,000	251,450
Local TV Finance LLC, 9.25%, 2015 (p)(z)	755,561	767,839
Newport Television LLC, 13%, 2017 (n)(p)	846,031	909,483
Nexstar Broadcasting Group, Inc., 8.875%, 2017	410,000	446,900
Nexstar Broadcasting Group, Inc., 6.875%, 2020 (z)	165,000	165,413
Sinclair Broadcast Group, Inc., 9.25%, 2017 (n)	570,000	631,275
Sinclair Broadcast Group, Inc., 8.375%, 2018	175,000	195,125
SIRIUS XM Radio, Inc., 8.75%, 2015 (n)	1,010,000	1,146,350
SIRIUS XM Radio, Inc., 7.625%, 2018 (n)	1,195,000	1,320,475
SIRIUS XM Radio, Inc., 5.25%, 2022 (n)	180,000	180,000
Starz LLC/Starz Finance Corp., 5%, 2019 (n)	435,000	444,788
Townsquare Radio LLC, 9%, 2019 (z)	455,000	491,400
Univision Communications, Inc., 6.875%, 2019 (n)	1,035,000	1,058,288
Univision Communications, Inc., 7.875%, 2020 (n)	745,000	789,700
Univision Communications, Inc., 8.5%, 2021 (n)	685,000	688,425
WPP Finance, 3.625%, 2022	145,000	148,608
		\$ 21,136,349
Brokerage & Asset Managers - 0.4%		
E*TRADE Financial Corp., 7.875%, 2015	\$ 690,000	\$ 699,488
E*TRADE Financial Corp., 12.5%, 2017	1,685,000	1,908,263
		\$ 2,607,751
Building - 2.3%		
Boise Cascade LLC/Finance Corp., 6.375%, 2020 (z)	\$ 175,000	\$ 177,625
Building Materials Holding Corp., 6.875%, 2018 (n)	1,150,000	1,233,375
Building Materials Holding Corp., 7%, 2020 (n)	470,000	509,950
Building Materials Holding Corp., 6.75%, 2021 (n)	455,000	495,950
CEMEX Finance LLC, 9.5%, 2016 (n)	1,341,000	1,423,136
CEMEX S.A.B. de C.V., 9%, 2018 (n)	337,000	349,638
CEMEX S.A.B. de C.V., FRN, 5.362%, 2015 (n)	552,000	536,820
HD Supply, Inc., 8.125%, 2019 (n)	525,000	577,500
HD Supply, Inc., 11.5%, 2020 (z)	405,000	426,263
Masonite International Corp., 8.25%, 2021 (n)	935,000	991,100
Nortek, Inc., 8.5%, 2021	1,245,000	1,338,375

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Building - continued		
Odebrecht Finance Ltd., 5.125%, 2022 (n)	\$ 216,000	\$ 234,900
Odebrecht Finance Ltd., 6%, 2023 (n)	386,000	446,795
Odebrecht Finance Ltd., 7.125%, 2042 (n)	419,000	484,993
Owens Corning, 9%, 2019	2,070,000	2,633,301
Roofing Supply Group LLC/Roofing Supply Finance, Inc., 10%, 2020 (n)	360,000	396,000
USG Corp., 6.3%, 2016	1,200,000	1,221,000
USG Corp., 7.875%, 2020 (n)	525,000	572,250
		\$ 14,048,971
Business Services - 1.3%		
Ceridian Corp., 12.25%, 2015 (p)	\$ 600,000	\$ 589,500
Ceridian Corp., 8.875%, 2019 (n)	355,000	376,300
Fidelity National Information Services, Inc., 7.625%, 2017	415,000	452,869
Fidelity National Information Services, Inc., 5%, 2022	680,000	693,600
iGate Corp., 9%, 2016	1,652,000	1,804,810
Iron Mountain, Inc., 8.375%, 2021	1,115,000	1,232,075
Legend Acquisition Sub, Inc., 10.75%, 2020 (n)	850,000	828,750
Lender Processing Services, Inc., 5.75%, 2023	535,000	565,763
SunGard Data Systems, Inc., 7.375%, 2018	470,000	505,838
Tencent Holdings Ltd., 3.375%, 2018 (n)	664,000	677,321
		\$ 7,726,826
Cable TV - 3.2%		
Bresnan Broadband Holdings LLC, 8%, 2018 (n)	\$ 280,000	\$ 301,000
CCH II LLC, 13.5%, 2016	575,870	619,060
CCO Holdings LLC, 7.875%, 2018	715,000	772,200
CCO Holdings LLC, 8.125%, 2020	1,635,000	1,839,375
CCO Holdings LLC, 7.375%, 2020	390,000	436,800
Cequel Communications Holdings, 8.625%, 2017 (n)	915,000	979,050
DIRECTV Holdings LLC, 5.2%, 2020	3,340,000	3,846,748
DISH DBS Corp., 6.75%, 2021	890,000	991,238
EchoStar Corp., 7.125%, 2016	825,000	921,938
Myriad International Holdings B.V., 6.375%, 2017 (n)	507,000	574,178
Telenet Finance Luxembourg, 6.375%, 2020 (n)	EUR 240,000	322,741
Time Warner Cable, Inc., 5%, 2020	\$ 2,630,000	3,095,954
UPC Holding B.V., 9.875%, 2018 (n)	665,000	746,463
UPCB Finance III Ltd., 6.625%, 2020 (n)	1,294,000	1,384,580
Virgin Media Finance PLC, 8.375%, 2019	290,000	333,500
Virgin Media Finance PLC, 4.875%, 2022	200,000	202,000
Virgin Media Finance PLC, 5.25%, 2022	1,015,000	1,060,675
Ziggo Bond Co. B.V., 8%, 2018 (n)	EUR 680,000	967,316
		\$ 19,394,816

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Chemicals - 2.1%		
Celanese U.S. Holdings LLC, 6.625%, 2018	\$ 1,265,000	\$ 1,378,850
Dow Chemical Co., 8.55%, 2019	1,500,000	2,034,161
Hexion U.S. Finance Corp./Hexion Nova Scotia Finance, 8.875%, 2018	1,330,000	1,343,300
Hexion U.S. Finance Corp./Hexion Nova Scotia Finance, 9%, 2020	280,000	251,300
Huntsman International LLC, 8.625%, 2021	1,545,000	1,757,438
INEOS Finance PLC, 8.375%, 2019 (n)	645,000	677,250
INEOS Group Holdings PLC, 8.5%, 2016 (n)	855,000	825,075
LyondellBasell Industries N.V., 5%, 2019	440,000	476,300
LyondellBasell Industries N.V., 6%, 2021	1,210,000	1,399,063
Momentive Performance Materials, Inc., 12.5%, 2014	748,000	774,180
Momentive Performance Materials, Inc., 11.5%, 2016	414,000	269,100
Polypore International, Inc., 7.5%, 2017	460,000	496,800
Sociedad Quimica y Minera de Chile S.A., 5.5%, 2020 (n)	568,000	636,635
		\$ 12,319,452
Computer Software - 1.0%		
Infor U.S., Inc., 11.5%, 2018	\$ 1,185,000	\$ 1,371,638
Infor U.S., Inc., 9.375%, 2019	245,000	270,725
Nuance Communications, Inc., 5.375%, 2020 (n)	915,000	933,300
Seagate HDD Cayman, 6.875%, 2020	605,000	630,713
Syniverse Holdings, Inc., 9.125%, 2019	1,215,000	1,293,975
TransUnion Holding Co., Inc., 9.625%, 2018	455,000	481,163
TransUnion LLC/TransUnion Financing Corp., 11.375%, 2018	760,000	881,600
		\$ 5,863,114
Computer Software - Systems - 0.8%		
Audatex North America, Inc., 6.75%, 2018 (n)	\$ 645,000	\$ 691,763
CDW LLC/CDW Finance Corp., 12.535%, 2017	750,000	803,438
CDW LLC/CDW Finance Corp., 8.5%, 2019	1,145,000	1,222,288
DuPont Fabros Technology, Inc., REIT, 8.5%, 2017	1,785,000	1,963,500
		\$ 4,680,989
Conglomerates - 0.7%		
Amsted Industries, Inc., 8.125%, 2018 (n)	\$ 1,745,000	\$ 1,875,875
Dynacast International LLC, 9.25%, 2019	755,000	792,750
Griffon Corp., 7.125%, 2018	1,415,000	1,492,825
		\$ 4,161,450
Consumer Products - 0.6%		
Easton-Bell Sports, Inc., 9.75%, 2016	\$ 735,000	\$ 791,970
Elizabeth Arden, Inc., 7.375%, 2021	870,000	971,138
FGI Operating Co./FGI Finance, Inc., 7.875%, 2020 (n)	90,000	97,650

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Consumer Products - continued		
Jarden Corp., 7.5%, 2020	\$ 1,335,000	\$ 1,461,825
Libbey Glass, Inc., 6.875%, 2020 (n)	355,000	378,075
Prestige Brands, Inc., 8.125%, 2020	105,000	117,994
		\$ 3,818,652
Consumer Services - 0.7%		
Service Corp. International, 6.75%, 2015	\$ 265,000	\$ 291,500
Service Corp. International, 7%, 2017	3,300,000	3,778,500
		\$ 4,070,000
Containers - 1.4%		
Ardagh Packaging Finance PLC, 7.375%, 2017 (n)	\$ 770,000	\$ 826,788
Ardagh Packaging Finance PLC, 9.125%, 2020 (z)	200,000	209,000
Ardagh Packaging Finance PLC, 9.125%, 2020 (n)	1,450,000	1,508,000
Ball Corp., 5%, 2022	583,000	615,065
Greif, Inc., 6.75%, 2017	1,515,000	1,670,288
Reynolds Group, 7.125%, 2019	910,000	969,150
Reynolds Group, 9.875%, 2019	375,000	392,813
Reynolds Group, 5.75%, 2020 (n)	600,000	606,000
Reynolds Group, 8.25%, 2021	1,470,000	1,444,275
		\$ 8,241,379
Defense Electronics - 0.3%		
Ducommun, Inc., 9.75%, 2018	\$ 1,017,000	\$ 1,075,478
MOOG, Inc., 7.25%, 2018	750,000	795,000
		\$ 1,870,478
Electrical Equipment - 0.1%		
Avaya, Inc., 9.75%, 2015	\$ 605,000	\$ 538,450
Avaya, Inc., 7%, 2019 (n)	245,000	223,563
		\$ 762,013
Electronics - 0.6%		
Freescale Semiconductor, Inc., 9.25%, 2018 (n)	\$ 1,490,000	\$ 1,594,300
Nokia Corp., 5.375%, 2019	325,000	268,938
NXP B.V., 9.75%, 2018 (n)	107,000	124,923
Sensata Technologies B.V., 6.5%, 2019 (n)	1,545,000	1,629,975
		\$ 3,618,136
Emerging Market Quasi-Sovereign - 8.7%		
Abu Dhabi National Energy Co. PJSC (TAQA), 5.875%, 2021 (n)	\$ 320,000	\$ 380,800
Banco do Brasil S.A., 3.875%, 2022	282,000	281,154
Banco do Brasil S.A., 5.875%, 2023 (n)	502,000	554,710
Banco do Estado Rio Grande do Sul S.A., 7.375%, 2022 (n)	412,000	467,620

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Emerging Market Quasi-Sovereign - continued		
Banco do Nordeste do Brasil (BNB), 3.625%, 2015 (n)	\$ 1,332,000	\$ 1,378,620
Banco do Nordeste do Brasil (BNB), 4.375%, 2019 (n)	878,000	910,925
Bank of Ceylon, 6.875%, 2017 (n)	216,000	231,660
BNDES Participacoes S.A., 6.5%, 2019 (n)	607,000	757,233
Caixa Economica Federal, 3.5%, 2022 (z)	216,000	216,028
CEZ A.S., 4.25%, 2022 (n)	851,000	911,421
CNOOC Finance (2012) Ltd., 3.875%, 2022 (n)	918,000	985,568
CNOOC Finance (2012) Ltd., 5%, 2042 (n)	214,000	248,240
CNPC (HK) Overseas Capital Ltd., 4.5%, 2021 (n)	1,242,000	1,391,835
Comision Federal de Electricidad, 5.75%, 2042 (n)	1,546,000	1,754,710
Corporacion Financiera de Desarrollo S.A., 4.75%, 2022 (n)	346,000	386,655
Corporacion Nacional del Cobre de Chile, 4.25%, 2042 (n)	206,000	209,346
Development Bank of Kazakhstan, 5.5%, 2015 (n)	881,000	961,347
Dolphin Energy Ltd., 5.5%, 2021 (n)	441,000	510,899
Ecopetrol S.A., 7.625%, 2019	821,000	1,063,195
Gaz Capital S.A., 9.25%, 2019	744,000	970,920
Gaz Capital S.A., 5.999%, 2021 (n)	1,941,000	2,191,389
Gaz Capital S.A., 4.95%, 2022 (n)	547,000	580,157
Gazprom, 4.375%, 2022 (n)	766,000	767,915
Georgian Oil & Gas Corp., 6.875%, 2017 (n)	317,000	327,303
JSC Georgian Railway, 7.75%, 2022 (n)	218,000	243,986
Kazakhstan Temir Zholy Co., 6.95%, 2042 (n)	316,000	385,691
KazMunaiGaz Finance B.V., 8.375%, 2013	539,000	561,271
KazMunaiGaz Finance B.V., 9.125%, 2018 (n)	713,000	929,595
Majapahit Holding B.V., 7.25%, 2017 (n)	1,469,000	1,748,110
Majapahit Holding B.V., 8%, 2019 (n)	1,197,000	1,520,190
Majapahit Holding B.V., 7.75%, 2020 (n)	1,045,000	1,314,088
OAO Gazprom, 6.212%, 2016	1,886,000	2,101,419
OJSC Russian Agricultural Bank, FRN, 5.298%, 2017 (n)	448,000	479,387
Pemex Project Funding Master Trust, 5.75%, 2018	1,341,000	1,562,265
Pertamina PT, 5.25%, 2021 (n)	511,000	567,210
Pertamina PT, 4.875%, 2022 (n)	540,000	587,250
Pertamina PT, 6.5%, 2041 (n)	235,000	279,650
Pertamina PT, 6%, 2042 (n)	636,000	718,680
Petrobras International Finance Co., 7.875%, 2019	1,583,000	2,004,125
Petrobras International Finance Co., 6.75%, 2041	657,000	840,051
Petroleos Mexicanos, 8%, 2019	1,382,000	1,810,420
Petroleos Mexicanos, 6%, 2020	805,000	961,975
Petroleos Mexicanos, 5.5%, 2021	1,360,000	1,587,800
Petroleos Mexicanos, 4.875%, 2022	1,048,000	1,173,760
Petroleos Mexicanos, 6.5%, 2041	445,000	552,356
Petroleos Mexicanos, 5.5%, 2044	382,000	416,380
Petroleum Co. of Trinidad & Tobago Ltd., 9.75%, 2019 (n)	476,000	628,320

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Emerging Market Quasi-Sovereign - continued		
Petroleum Co. of Trinidad & Tobago Ltd., 6%, 2022	\$ 544,167	\$ 589,060
PT Perusahaan Listrik Negara, 5.5%, 2021 (n)	752,000	847,880
PT Perusahaan Listrik Negara, 5.25%, 2042 (z)	207,000	211,388
PTT PLC, 3.375%, 2022 (z)	430,000	424,221
PTT PLC, 4.5%, 2042 (z)	462,000	459,433
PTTEP Canada International Finance Ltd., 6.35%, 2042 (n)	250,000	316,323
Ras Laffan Liquefied Natural Gas Co. Ltd., 6.75%, 2019 (n)	1,230,000	1,541,805
Sberbank of Russia, 6.125%, 2022 (n)	1,439,000	1,610,284
Sinopec Group Overseas Development (2012) Ltd., 3.9%, 2022 (n)	544,000	589,683
Transnet SOC Ltd., 4.5%, 2016 (n)	377,000	400,749
Transnet SOC Ltd., 4%, 2022 (n)	224,000	224,000
Turkiye Halk Bankasi A.S., 4.875%, 2017 (n)	410,000	418,200
Turkiye Ihracat Kredi Bankasi A.S., 5.375%, 2016 (n)	215,000	229,652
Turkiye Ihracat Kredi Bankasi A.S., 5.875%, 2019 (n)	206,000	225,364
Turkiye Vakiflar Bankasi, 6%, 2022 (z)	498,000	498,830
Vnesheconombank, 6.025%, 2022 (n)	283,000	315,913
VTB Capital S.A., 6.465%, 2015 (n)	407,000	433,597
VTB Capital S.A., 6%, 2017 (n)	1,176,000	1,227,450
		\$ 51,977,461
Emerging Market Sovereign - 8.9%		
Dominican Republic, 7.5%, 2021 (n)	\$ 879,000	\$ 1,032,825
Government of Ukraine, 6.875%, 2015 (n)	698,000	697,093
Government of Ukraine, 6.875%, 2015	1,094,000	1,092,578
Government of Ukraine, 9.25%, 2017 (n)	320,000	348,982
Republic of Argentina, 2.5% to 2019, 3.75% to 2029, 5.25% to 2038	1,888,000	613,600
Republic of Argentina, FRN, 8.28%, 2033	1,320,837	858,544
Republic of Colombia, 4.375%, 2021	322,000	369,817
Republic of Colombia, 8.125%, 2024	679,000	1,016,803
Republic of Colombia, 6.125%, 2041	658,000	898,170
Republic of Georgia, 6.875%, 2021 (n)	216,000	247,860
Republic of Guatemala, 5.75%, 2022 (n)	387,000	441,180
Republic of Indonesia, 6.875%, 2018	838,000	1,020,265
Republic of Indonesia, 11.625%, 2019 (n)	872,000	1,325,440
Republic of Indonesia, 11.625%, 2019	733,000	1,114,160
Republic of Indonesia, 4.875%, 2021 (n)	671,000	764,940
Republic of Indonesia, 7.75%, 2038 (n)	1,559,000	2,359,936
Republic of Latvia, 5.25%, 2017 (n)	345,000	381,225
Republic of Lithuania, 6.125%, 2021 (n)	499,000	600,048
Republic of Lithuania, 6.625%, 2022 (n)	1,425,000	1,763,438
Republic of Panama, 8.875%, 2027	1,273,000	2,065,443
Republic of Panama, 9.375%, 2029	1,746,000	2,994,390
Republic of Panama, 6.7%, 2036	265,000	377,228

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Emerging Market Sovereign - continued		
Republic of Peru, 7.35%, 2025	\$ 544,000	\$ 791,520
Republic of Peru, 8.75%, 2033	1,258,000	2,201,500
Republic of Peru, 5.625%, 2050	203,000	262,885
Republic of Philippines, 6.5%, 2020	489,000	625,309
Republic of Philippines, 5.5%, 2026	802,000	1,014,530
Republic of Philippines, 6.375%, 2032	540,000	739,125
Republic of Philippines, 6.375%, 2034	1,391,000	1,933,490
Republic of Poland, 5%, 2022	609,000	709,601
Republic of Romania, 6.75%, 2022 (n)	1,074,000	1,240,470
Republic of Serbia, 7.25%, 2021 (n)	228,000	242,820
Republic of Slovakia, 4.375%, 2022 (n)	2,330,000	2,487,019
Republic of Slovenia, 5.5%, 2022 (z)	233,000	233,232
Republic of Sri Lanka, 6.25%, 2020 (n)	285,000	319,200
Republic of Sri Lanka, 6.25%, 2021 (n)	248,000	277,314
Republic of Sri Lanka, 5.875%, 2022 (n)	208,000	227,760
Republic of Turkey, 7%, 2019	790,000	968,935
Republic of Turkey, 5.625%, 2021	670,000	778,875
Republic of Turkey, 6.25%, 2022	646,000	782,629
Republic of Turkey, 6%, 2041	287,000	337,225
Republic of Venezuela, 5.75%, 2016	3,742,000	3,451,995
Republic of Venezuela, 7.65%, 2025	1,345,000	1,059,188
Republic of Vietnam, 6.75%, 2020	537,000	626,948
Republic of Zambia, 5.375%, 2022 (n)	200,000	201,500
Russian Federation, 4.5%, 2022 (n)	600,000	671,280
Russian Federation, 7.5%, 2030	905,200	1,146,255
Russian Federation, 5.625%, 2042 (n)	600,000	720,780
Ukraine Government International, 6.58%, 2016	1,418,000	1,403,196
United Mexican States, 5.625%, 2017	1,364,000	1,594,516
United Mexican States, 5.95%, 2019	268,000	330,980
United Mexican States, 3.625%, 2022	2,850,000	3,113,625
United Mexican States, 5.75%, 2110	408,000	479,400
		\$ 53,357,067
Energy - Independent - 5.1%		
BreitBurn Energy Partners LP, 8.625%, 2020	\$ 435,000	\$ 470,888
BreitBurn Energy Partners LP, 7.875%, 2022 (n)	985,000	1,019,475
Carrizo Oil & Gas, Inc., 8.625%, 2018	370,000	398,675
Chaparral Energy, Inc., 7.625%, 2022 (n)	785,000	830,138
Chesapeake Energy Corp., 6.875%, 2020	805,000	853,300
Concho Resources, Inc., 8.625%, 2017	540,000	591,300
Concho Resources, Inc., 6.5%, 2022	1,125,000	1,234,688
Continental Resources, Inc., 8.25%, 2019	940,000	1,059,850
Denbury Resources, Inc., 8.25%, 2020	1,395,000	1,579,838

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Energy - Independent - continued		
Energy XXI Gulf Coast, Inc., 9.25%, 2017	\$ 1,510,000	\$ 1,702,525
Everest Acquisition LLC/Everest Acquisition Finance, Inc., 9.375%, 2020 (n)	2,225,000	2,458,625
EXCO Resources, Inc., 7.5%, 2018	800,000	752,000
Harvest Operations Corp., 6.875%, 2017	1,715,000	1,877,925
Hilcorp Energy I/Hilcorp Finance Co., 8%, 2020 (n)	350,000	383,250
Laredo Petroleum, Inc., 9.5%, 2019	730,000	828,550
LINN Energy LLC, 6.5%, 2019	450,000	453,375
LINN Energy LLC, 8.625%, 2020	510,000	557,813
LINN Energy LLC, 7.75%, 2021	972,000	1,037,610
MEG Energy Corp., 6.5%, 2021 (n)	225,000	241,313
Newfield Exploration Co., 6.875%, 2020	1,560,000	1,688,700
OGX Austria GmbH, 8.375%, 2022 (n)	344,000	288,960
OGX Petroleo e Gas Participacoes S.A., 8.5%, 2018 (n)	816,000	711,960
Plains Exploration & Production Co., 8.625%, 2019	895,000	986,738
Plains Exploration & Production Co., 6.5%, 2020	400,000	400,000
Plains Exploration & Production Co., 6.75%, 2022	480,000	482,400
QEP Resources, Inc., 6.875%, 2021	2,045,000	2,331,300
Range Resources Corp., 8%, 2019	900,000	994,500
Range Resources Corp., 5%, 2022	305,000	318,725
Samson Investment Co., 9.75%, 2020 (n)	530,000	559,150
SandRidge Energy, Inc., 8%, 2018 (n)	1,560,000	1,638,000
SM Energy Co., 6.5%, 2021	875,000	920,938
Whiting Petroleum Corp., 6.5%, 2018	600,000	647,250
		\$ 30,299,759
Energy - Integrated - 0.5%		
Listrindo Capital B.V., 6.95%, 2019 (n)	\$ 239,000	\$ 270,648
LUKOIL International Finance B.V., 6.656%, 2022	269,000	324,925
Pacific Rubiales Energy Corp., 7.25%, 2021 (n)	1,921,000	2,276,385
		\$ 2,871,958
Engineering - Construction - 0.1%		
BakerCorp International, Inc., 8.25%, 2019	\$ 710,000	\$ 710,000
Entertainment - 0.7%		
AMC Entertainment, Inc., 8.75%, 2019	\$ 680,000	\$ 751,400
AMC Entertainment, Inc., 9.75%, 2020	1,005,000	1,128,113
Cedar Fair LP, 9.125%, 2018	575,000	650,469
Cinemark USA, Inc., 8.625%, 2019	1,220,000	1,351,150
NAI Entertainment Holdings LLC, 8.25%, 2017 (n)	396,000	440,550
		\$ 4,321,682

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Financial Institutions - 4.1%		
Ally Financial, Inc., 5.5%, 2017	\$ 2,330,000	\$ 2,465,545
CIT Group, Inc., 5.25%, 2014 (n)	1,245,000	1,291,688
CIT Group, Inc., 5.25%, 2018	1,115,000	1,184,688
CIT Group, Inc., 6.625%, 2018 (n)	1,447,000	1,613,405
CIT Group, Inc., 5.5%, 2019 (n)	3,024,000	3,224,340
Credit Acceptance Corp., 9.125%, 2017	780,000	856,050
GMAC, Inc., 8%, 2031	180,000	214,200
Icahn Enterprises LP, 8%, 2018 (n)	179,000	192,425
Icahn Enterprises LP, 8%, 2018	1,651,000	1,774,825
International Lease Finance Corp., 4.875%, 2015	455,000	470,925
International Lease Finance Corp., 8.625%, 2015	410,000	461,660
International Lease Finance Corp., 7.125%, 2018 (n)	1,937,000	2,275,975
Nationstar Mortgage LLC/Capital Corp., 10.875%, 2015	1,580,000	1,708,375
Nationstar Mortgage LLC/Capital Corp., 9.625%, 2019 (n)	345,000	381,225
Nationstar Mortgage LLC/Capital Corp., 7.875%, 2020 (n)	325,000	334,750
PHH Corp., 9.25%, 2016	835,000	964,425
PHH Corp., 7.375%, 2019	630,000	674,100
SLM Corp., 8.45%, 2018	1,565,000	1,859,893
SLM Corp., 8%, 2020	1,795,000	2,078,825
SLM Corp., 7.25%, 2022	305,000	336,263
		\$ 24,363,582
Food & Beverages - 1.5%		
ARAMARK Corp., 8.5%, 2015	\$ 1,495,000	\$ 1,519,309
B&G Foods, Inc., 7.625%, 2018	1,335,000	1,438,463
BRF - Brasil Foods S.A., 5.875%, 2022 (n)	216,000	243,000
Constellation Brands, Inc., 7.25%, 2016	1,615,000	1,865,325
Grupo Bimbo S.A.B. de C.V., 4.5%, 2022 (n)	417,000	458,719
JBS USA LLC/JBS USA Finance, 8.25%, 2020 (n)	250,000	258,125
Pinnacle Foods Finance LLC, 8.25%, 2017	245,000	263,375
Sigma Alimentos S.A., 5.625%, 2018 (n)	462,000	523,215
TreeHouse Foods, Inc., 7.75%, 2018	745,000	815,775
Tyson Foods, Inc., 6.6%, 2016	1,520,000	1,751,998
		\$ 9,137,304
Forest & Paper Products - 1.1%		
Boise, Inc., 8%, 2020	\$ 1,100,000	\$ 1,204,500
Georgia-Pacific Corp., 8%, 2024	86,000	120,741
Graphic Packaging Holding Co., 7.875%, 2018	615,000	679,575
Inversiones CMPC S.A., 4.75%, 2018 (n)	841,000	904,475
Millar Western Forest Products Ltd., 8.5%, 2021	190,000	161,975
Sappi Papier Holding GmbH, 7.75%, 2017 (n)	340,000	361,250
Smurfit Kappa Group PLC, 4.875%, 2018 (n)	475,000	475,000

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Forest & Paper Products - continued		
Smurfit Kappa Group PLC, 7.75%, 2019 (n)	EUR 600,000	\$ 855,459
Tembec Industries, Inc., 11.25%, 2018	\$ 495,000	523,463
Votorantim Participacoes S.A., 6.75%, 2021 (n)	883,000	1,052,978
Xerium Technologies, Inc., 8.875%, 2018	378,000	319,410
		\$ 6,658,826
Gaming & Lodging - 2.9%		
Caesars Operating Escrow LLC, 8.5%, 2020 (n)	\$ 795,000	\$ 781,088
Choice Hotels International, Inc., 5.75%, 2022	180,000	197,100
Fontainebleau Las Vegas Holdings LLC, 10.25%, 2015 (a)(d)(n)	405,000	253
GWR Operating Partnership LLP, 10.875%, 2017	405,000	461,700
Harrah s Operating Co., Inc., 11.25%, 2017	1,465,000	1,585,863
Host Hotels & Resorts, Inc., REIT, 6.75%, 2016	2,080,000	2,135,900
Host Hotels & Resorts, Inc., REIT, 5.25%, 2022	240,000	265,200
Isle of Capri Casinos, Inc., 8.875%, 2020 (n)	795,000	836,738
MGM Mirage, 10.375%, 2014	190,000	213,513
MGM Mirage, 6.625%, 2015	345,000	366,563
MGM Resorts International, 11.375%, 2018	1,460,000	1,715,500
MGM Resorts International, 9%, 2020	1,470,000	1,639,050
Penn National Gaming, Inc., 8.75%, 2019	1,555,000	1,737,713
Pinnacle Entertainment, Inc., 8.75%, 2020	440,000	480,700
Rivers Pittsburgh Borrower LP/Rivers Pittsburgh Finance Corp., 9.5%, 2019 (n)	180,000	194,400
Seven Seas Cruises S. DE R.L., 9.125%, 2019	1,125,000	1,168,594
Starwood Hotels & Resorts Worldwide, Inc., 6.75%, 2018	990,000	1,197,145
Viking Cruises Ltd., 8.5%, 2022 (z)	640,000	660,800
Wyndham Worldwide Corp., 6%, 2016	9,000	10,077
Wyndham Worldwide Corp., 7.375%, 2020	515,000	617,613
Wynn Las Vegas LLC, 7.75%, 2020		