

Edgar Filing: AGIC Convertible & Income Fund - Form N-Q

AGIC Convertible & Income Fund  
Form N-Q  
January 20, 2011

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, DC 20549

OMB  
APPROVAL  
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FORM N-Q  
QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED  
MANAGEMENT INVESTMENT COMPANY

Investment Company Act File Number: 811-21284

AGIC Convertible & Income Fund

(Registrant Name)

1345 Avenue of the Americas New York, New  
York

10105

(Address of Principal Executive Offices)

(Zip code)

Lawrence G. Altadonna 1345 Avenue of the Americas New York, New York 10105

(Name and Address of Agent for Service)

Registrant's telephone number, including area code: 212-739-3371

Date of Fiscal Year End: February 28, 2011

Date of Reporting Period: November 30, 2010

Form N-Q is to be used by management investment companies, other than small business investment companies registered on Form N-5 (§§ 239.24 and 274.5 of this chapter), to file reports with the Commission, not later than 60 days after the close of the first and third fiscal quarters, pursuant to rule 30b1-5 under the Investment Company Act of 1940 (17 CFR 270.30b1-5). The Commission may use the information provided on Form N-Q in its regulatory, disclosure review, inspection, and policymaking roles.

A registrant is required to disclose the information specified by Form N-Q, and the Commission will make this information public. A registrant is not required to respond to the collection of information contained in Form N-Q unless the Form displays a currently valid Office of Management and Budget (OMB) control number. Please direct comments concerning the accuracy of the information collection burden estimate and any suggestions for reducing the burden to the Secretary, Securities and Exchange Commission, 100 F Street, NE, Washington, DC

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20549-2001. The OMB has reviewed this collection of information under the clearance requirements of 44 U.S.C. § 3507.

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Item 1. Schedule of Investments

**AGIC Convertible & Income Fund Schedule of Investments**

November 30, 2010 (unaudited)

| Principal<br>Amount<br>(000s)                  |  | Credit Rating<br>(Moody s/S&P) | Value*      |
|--|--|--------------------------------|-------------|
| <b>CORPORATE BONDS &amp; NOTES 47.2%</b>       |  |                                |             |
| <b>Advertising 0.9%</b>                        |  |                                |             |
| \$9,410  | Affinion Group, Inc., 11.50%, 10/15/15                 | Caa1/B-                        | \$9,527,625 |
| <b>Aerospace &amp; Defense 0.2%</b>            |  |                                |             |
| 1,730  | BE Aerospace, Inc., 8.50%, 7/1/18                      | Ba3/BB                         | 1,885,700   |
| <b>Airlines 0.7%</b>                           |  |                                |             |
| 6,250  | United Airlines, Inc., 12.00%, 11/1/13 (a)(b)          | B3/CCC+                        | 6,968,750   |
| <b>Apparel 0.1%</b>                            |  |                                |             |
| 750  | Quiksilver, Inc., 6.875%, 4/15/15                      | Caa1/CCC+                      | 716,250     |
| <b>Auto Components 1.0%</b>                    |  |                                |             |
| 9,910  | Exide Technologies, 10.50%, 3/15/13, Ser. B            | B3/B-                          | 10,095,813  |
| <b>Banks 0.2%</b>                              |  |                                |             |
| 1,611  | Ally Financial, Inc., 6.75%, 12/1/14                   | B3/B                           | 1,663,357   |
| <b>Chemicals 0.9%</b>                          |  |                                |             |
| 8,360  | Momentive Performance Materials, Inc., 11.50%, 12/1/16 | Caa2/CCC                       | 8,819,800   |
| <b>Commercial Services 1.8%</b>                |  |                                |             |
| 1,850  | Cardtronics, Inc., 8.25%, 9/1/18                       | B2/BB-                         | 1,942,500   |
| 5,705  | DynCorp International, Inc., 10.375%, 7/1/17 (a)(b)    | B1/B                           | 5,819,100   |
| 10,000   | National Money Mart Co., 10.375%, 12/15/16             | B2/B+                          | 10,700,000  |
|  |  |                                | 18,461,600  |
| <b>Commercial Services &amp; Supplies 1.5%</b> |  |                                |             |
| 2,705  | Cenveo Corp., 7.875%, 12/1/13                          | Caa1/B-                        | 2,657,662   |
| 11,810   | Hertz Corp., 10.50%, 1/1/16                            | B3/CCC+                        | 12,459,550  |
|  |  |                                | 15,117,212  |
| <b>Construction &amp; Engineering 0.9%</b>     |  |                                |             |
| 9,695  | MasTec, Inc., 7.625%, 2/1/17                           | B1/B+                          | 9,695,000   |

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|  |  |           |            |
|--|--|-----------|------------|
| <b>Consumer Finance 0.3%</b>                     |  |           |            |
| 3,775  | American General Finance Corp., 6.90%, 12/15/17                    | B3/B      | 3,010,563  |
| <b>Distribution/Wholesale 0.7%</b>               |  |           |            |
| 7,055  | KAR Holdings, Inc., 8.75%, 5/1/14                                  | B3/CCC+   | 7,328,381  |
| <b>Diversified Financial Services 0.9%</b>       |  |           |            |
| 5,280  | Ford Motor Credit Co. LLC, 9.875%, 8/10/11                         | Ba2/B+    | 5,532,553  |
| 3,995  | International Lease Finance Corp., 6.375%, 3/25/13                 | B1/BB+    | 4,034,950  |
|  |  |           | 9,567,503  |
| <b>Diversified Telecommunications 0.9%</b>       |  |           |            |
| 10,275   | Cincinnati Bell, Inc., 8.75%, 3/15/18                              | B3/B-     | 9,350,250  |
| <b>Electric 1.3%</b>                             |  |           |            |
| 5,565  | Edison Mission Energy, 7.00%, 5/15/17                              | B3/B-     | 4,396,350  |
| 10,200   | Texas Competitive Electric Holdings Co. LLC, 15.00%, 4/1/21 (a)(b) | Caa2/CCC  | 9,435,000  |
|  |  |           | 13,831,350 |
| <b>Electrical Equipment 0.4%</b>                 |  |           |            |
| 3,430  | Baldor Electric Co., 8.625%, 2/15/17                               | B3/B      | 3,841,600  |
| <b>Electronics 0.8%</b>                          |  |           |            |
| 7,640  | Kemet Corp., 10.50%, 5/1/18 (a)(b)                                 | B1/B      | 8,213,000  |
| <b>Energy Equipment &amp; Services 1.0%</b>      |  |           |            |
| 9,795  | Pioneer Drilling Co., 9.875%, 3/15/18                              | NR/B      | 10,382,700 |
| <b>Entertainment 1.2%</b>                        |  |           |            |
| 11,750   | AMC Entertainment, Inc., 11.00%, 2/1/16                            | Caa1/CCC+ | 12,513,750 |
| <b>Food &amp; Staples Retailing 0.8%</b>         |  |           |            |
| 9,655  | Rite Aid Corp., 8.625%, 3/1/15                                     | Caa3/CCC  | 8,255,025  |
| <b>Health Care Providers &amp; Services 1.2%</b> |  |           |            |
| 3,500  | Apria Healthcare Group, Inc., 11.25%, 11/1/14                      | Ba2/BB+   | 3,823,750  |
| 7,715  | HCA, Inc., 9.25%, 11/15/16   | B2/BB-    | 8,274,337  |
|  |  |           | 12,098,087 |
| <b>Healthcare-Services 0.5%</b>                  |  |           |            |
| 5,280  | Alliance HealthCare Services, Inc., 8.00%, 12/1/16                 | NR/B      | 4,950,000  |
| <b>Home Builders 1.6%</b>                        |  |           |            |

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|        |  |  |           |            |
|--------|--|--|-----------|------------|
|        | K Hovnanian Enterprises, Inc.,                     |  |           |            |
| 7,360  | 7.50%, 5/15/16                                     |  | Caa2/CCC- | 5,004,800  |
| 11,775 | 10.625%, 10/15/16                                  |  | B1/CCC+   | 11,966,344 |
|        |  |  |           | 16,971,144 |
|        | <b>Hotels, Restaurants &amp; Leisure 1.7%</b>      |  |           |            |
| 5,130  | DineEquity, Inc., 9.50%, 10/30/18 (a)(b)           |  | B3/CCC+   | 5,335,200  |
| 2,385  | Mandalay Resort Group, 1.042%, 3/21/33, FRN (c)(d) |  | Caa1/CCC+ | 2,575,929  |
| 9,405  | MGM Resorts International, 11.375%, 3/1/18         |  | Caa1/CCC+ | 9,734,175  |
|        |  |  |           | 17,645,304 |
|        | <b>Household Durables 0.9%</b>                     |  |           |            |
| 5,045  | Beazer Homes USA, Inc., 9.125%, 5/15/19 (a)(b)     |  | Caa2/CCC  | 4,767,525  |
| 3,950  | Jarden Corp., 7.50%, 5/1/17                        |  | B2/B      | 4,157,375  |
|        |  |  |           | 8,924,900  |

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**AGIC Convertible & Income Fund Schedule of Investments**

November 30, 2010 (unaudited)

| Principal<br>Amount<br>(000s) |  | Credit Rating<br>(Moody s/S&P) | Value*      |
|-------------------------------|--|--------------------------------|-------------|
|                               | <b>Independent Power Producer 0.3%</b>               |                                |             |
| \$4,150                       | Dynegy Holdings, Inc., 7.75%, 6/1/19                 | Caa2/B-                        | \$2,728,625 |
|                               | <b>Internet 0.8%</b>                                 |                                |             |
| 7,200                         | Terremark Worldwide, Inc., 12.00%, 6/15/17           | B1/B-                          | 8,172,000   |
|                               | <b>IT Services 1.2%</b>                              |                                |             |
| 2,615                         | Stream Global Services, Inc., 11.25%, 10/1/14        | B1/B+                          | 2,621,538   |
| 4,627                         | Unisys Corp. (a)(b),<br>12.75%, 10/15/14             | Ba1/BB                         | 5,540,833   |
| 3,349                         | 14.25%, 9/15/15                                      | Ba2/BB                         | 4,043,917   |
|                               |  |                                | 12,206,288  |
|                               | <b>Leisure Time 2.0%</b>                             |                                |             |
| 10,150                        | NCL Corp. Ltd., 11.75%, 11/15/16                     | B2/B+                          | 11,545,625  |
| 8,855                         | Travelport LLC, 11.875%, 9/1/16                      | Caa1/CCC                       | 9,098,512   |
|                               |  |                                | 20,644,137  |
|                               | <b>Lodging 1.2%</b>                                  |                                |             |
| 12,245                        | Harrah s Operating Co., Inc., 12.75%, 4/15/18 (a)(b) | Ca/CCC                         | 12,061,325  |
|                               | <b>Media 1.9%</b>                                    |                                |             |
| 7,865                         | McClatchy Co., 11.50%, 2/15/17                       | B1/B-                          | 8,277,913   |
| 8,240                         | Media General, Inc., 11.75%, 2/15/17                 | B2/B                           | 8,528,400   |
| 2,705                         | Sirius XM Radio, Inc., 8.75%, 4/1/15 (a)(b)          | B3/B+                          | 2,860,537   |
|                               |  |                                | 19,666,850  |
|                               | <b>Miscellaneous Manufacturing 1.0%</b>              |                                |             |
| 10,150                        | Harland Clarke Holdings Corp., 9.50%, 5/15/15        | Caa1/B-                        | 9,439,500   |
| 1,177                         | Polypore, Inc., 8.75%, 5/15/12                       | B3/B-                          | 1,185,827   |
|                               |  |                                | 10,625,327  |

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|  |   |           |            |
|--|---|-----------|------------|
| <b>Oil &amp; Gas Services 0.0%</b>                       |   |           |            |
| 500  | Allis-Chalmers Energy, Inc., 9.00%, 1/15/14       | Caa1/B-   | 510,000    |
| <b>Oil, Gas &amp; Consumable Fuels 2.2%</b>              |   |           |            |
| 9,630  | OPTI Canada, Inc., 8.25%, 12/15/14                | Caa3/B-   | 6,741,000  |
| 8,750  | SandRidge Energy, Inc., 9.875%, 5/15/16 (a)(b)    | B3/B+     | 9,100,000  |
| 6,260  | Western Refining, Inc., 11.25%, 6/15/17 (a)(b)    | B3/B      | 6,612,125  |
|  |   |           | 22,453,125 |
| <b>Paper &amp; Forest Products 0.5%</b>                  |   |           |            |
| 2,041  | Louisiana-Pacific Corp., 13.00%, 3/15/17          | Ba3/BBB-  | 2,219,588  |
| 8,530  | NewPage Corp., 12.00%, 5/1/13                     | Caa3/CCC- | 2,772,250  |
|  |   |           | 4,991,838  |
| <b>Real Estate 0.3%</b>                                  |   |           |            |
| 2,250  | CB Richard Ellis Services, Inc., 11.625%, 6/15/17 | Ba2/B+    | 2,618,437  |
| <b>Retail 1.9%</b>                                       |   |           |            |
| 8,405  | El Pollo Loco, Inc., 11.75%, 11/15/13             | Caa3/CC   | 6,555,900  |
| 6,630  | Neiman Marcus Group, Inc., 10.375%, 10/15/15      | Caa2/CCC+ | 7,011,225  |
| 5,115  | Sally Holdings LLC, 10.50%, 11/15/16              | Caa1/B    | 5,549,775  |
|  |   |           | 19,116,900 |
| <b>Semiconductors &amp; Semiconductor Equipment 2.2%</b> |   |           |            |
| 9,065  | Amkor Technology, Inc., 9.25%, 6/1/16             | Ba3/BB-   | 9,665,556  |
|  | Freescale Semiconductor, Inc. (a)(b),             |           |            |
| 5,695  | 10.125%, 3/15/18                                  | B2/B-     | 6,179,075  |
| 6,485  | 10.75%, 8/1/20                                    | Caa2/CCC  | 6,468,788  |
|  |   |           | 22,313,419 |
| <b>Software 0.8%</b>                                     |   |           |            |
| 9,890  | First Data Corp., 9.875%, 9/24/15                 | Caa1/B-   | 8,455,950  |
| <b>Telecommunications 5.5%</b>                           |   |           |            |
| 6,305  | DigitalGlobe, Inc., 10.50%, 5/1/14                | Ba3/BBB-  | 7,156,175  |
| 8,550  | Hughes Network Systems LLC, 9.50%, 4/15/14        | B1/B      | 8,806,500  |
| 6,895  | Intelsat Jackson Holdings Ltd., 9.50%, 6/15/16    | B3/B+     | 7,308,700  |
| 5,115  | ITC Deltacom, Inc., 10.50%, 4/1/16                | B3/B-     | 5,511,413  |
| 8,220  | Nextel Communications, Inc., 7.375%, 8/1/15       | Ba2/BB-   | 7,973,400  |
| 5,090  | NII Capital Corp., 8.875%, 12/15/19               | B1/BB-    | 5,535,375  |
| 4,930  | West Corp., 11.00%, 10/15/16                      | Caa1/B-   | 5,312,075  |
| 7,965  | WireCo WorldGroup, 9.50%, 5/15/17 (a)(b)          | B3/B      | 8,656,959  |

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|       |   |         |             |
|-------|---|---------|-------------|
|       |   |         | 56,260,597  |
|       | <b>Textiles Apparel &amp; Luxury Goods 0.7%</b>       |         |             |
| 6,020 | Oxford Industries, Inc., 11.375%, 7/15/15             | B1/BB-  | 6,787,550   |
|       | <b>Trading Companies &amp; Distributors 0.2%</b>      |         |             |
| 2,355 | Aircastle Ltd., 9.75%, 8/1/18                         | Ba3/BB+ | 2,566,950   |
|       | <b>Transportation 0.8%</b>                            |         |             |
| 8,825 | Quality Distribution LLC, 9.875%, 11/1/18 (a)(b)(d)   | Caa1/B- | 8,681,594   |
|       | <b>Wireless Telecommunication Services 1.3%</b>       |         |             |
| 6,050 | Crown Castle International Corp., 9.00%, 1/15/15      | B1/B-   | 6,700,375   |
| 7,200 | Millicom International Cellular S.A., 10.00%, 12/1/13 | B1/NR   | 7,317,000   |
|       |   |         | 14,017,375  |
|       | Total Corporate Bonds & Notes (cost-\$470,700,541)    |         | 484,712,951 |

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**AGIC Convertible & Income Fund Schedule of Investments**

November 30, 2010 (unaudited)

| Shares<br>(000s)                               |  | Credit Rating<br>(Moody s/S&P) | Value*      |
|--|--|--------------------------------|-------------|
| <b>CONVERTIBLE PREFERRED STOCK 28.0%</b>       |  |                                |             |
| <b>Airlines 0.6%</b>                           |  |                                |             |
| 155  | Continental Airlines Finance Trust II, 6.00%, 11/15/30                                       | Caa1/NR                        | \$6,266,160 |
| <b>Auto Manufacturers 0.7%</b>                 |  |                                |             |
| 151  | Ford Motor Co. Capital Trust II, 6.50%, 1/15/32  | B1/CCC+                        | 7,779,161   |
| <b>Automobiles 0.8%</b>                        |  |                                |             |
| 159  | General Motors Co., 4.75%, 12/1/13 (e)   | NR/NR                          | 8,066,624   |
| <b>Banks 0.9%</b>                              |  |                                |             |
| 185  | Barclays Bank PLC, 10.00%, 3/15/11 (Teva Pharmaceuticals Industries Ltd.) (f)                | A1/A+                          | 8,856,388   |
| <b>Capital Markets 0.5%</b>                    |  |                                |             |
| 892  | Lehman Brothers Holdings, Inc. (c)(d)(f),<br>6.00%, 10/12/10, Ser. GIS (General Mills, Inc.) | WR/NR                          | 2,869,882   |
| 139  | 28.00%, 3/6/09, Ser. RIG (Transocean, Inc.)  | WR/NR                          | 1,889,980   |
|  |  |                                | 4,759,862   |
| <b>Commercial Banks 2.0%</b>                   |  |                                |             |
| 79   | Fifth Third Bancorp, 8.50%, 6/30/13, Ser. G (g)  | Ba1/BB                         | 10,461,867  |
| 10   | Wells Fargo & Co., 7.50%, 3/15/13, Ser. L (g)  | Ba1/A-                         | 10,027,920  |
|  |  |                                | 20,489,787  |
| <b>Commercial Services &amp; Supplies 0.6%</b> |  |                                |             |
| 162  | United Rentals, Inc., 6.50%, 8/1/28  | Caa1/CCC                       | 6,733,624   |
| <b>Consumer Finance 0.8%</b>                   |  |                                |             |
| 14   | SLM Corp., 7.25%, 12/15/10   | Ba3/BB-                        | 8,404,869   |
| <b>Diversified Financial Services 8.3%</b>     |  |                                |             |
| 106  | AMG Capital Trust I, 5.10%, 4/15/36  | NR/BB                          | 5,088,240   |
| 12   | Bank of America Corp.,<br>7.25%, 1/30/13, Ser. L (g)   | Ba3/BB                         | 11,085,600  |
| 204  | 10.00%, 2/3/11, Ser. GILD (Gilead Sciences Inc.) (f)   | A2/A                           | 7,141,060   |

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|       |   |           |            |
|-------|---|-----------|------------|
| 145   | 10.00%, 2/24/11, Ser. SLB (Schlumberger Ltd.) (f)                         | A2/A      | 9,699,294  |
| 79    | Citigroup, Inc., 7.50%, 12/15/12<br>Credit Suisse Securities USA LLC (f), | NR/NR     | 9,896,250  |
| 355   | 8.00%, 9/20/11 (Bristol-Myers Squibb Co.)                                 | Aa2/A     | 9,185,506  |
| 992   | 10.00%, 1/22/11 (Ford Motor Co.)<br>JP Morgan Chase & Co. (f),            | A2/A      | 12,336,340 |
| 566   | 10.00%, 1/14/11 (EMC Corp.)   | Aa3/A+    | 10,217,711 |
| 668   | 10.00%, 1/20/11 (Symantec Corp.)  | Aa3/A+    | 10,257,135 |
|       |   |           | 84,907,136 |
|       | <b>Electric Utilities 1.8%</b>  |           |            |
|       | NextEra Energy, Inc.,   |           |            |
| 25    | 7.00%, 9/1/13   | NR/NR     | 1,200,500  |
| 179   | 8.375%, 6/1/12  | NR/NR     | 8,917,935  |
| 165   | PPL Corp., 9.50%, 7/1/13  | NR/NR     | 8,990,931  |
|       |   |           | 19,109,366 |
|       | <b>Food Products 2.1%</b>   |           |            |
| 243   | Archer-Daniels-Midland Co., 6.25%, 6/1/11<br>Bunge Ltd.,                  | NR/BBB+   | 9,150,657  |
| 119   | 4.875%, 12/1/11 (g)   | Ba1/BB    | 10,834,642 |
| 2     | 5.125%, 12/1/10   | NR/BB     | 1,352,400  |
|       |   |           | 21,337,699 |
|       | <b>Household Durables 1.9%</b>  |           |            |
| 259   | Newell Financial Trust I, 5.25%, 12/1/27                                  | WR/BB     | 11,153,340 |
| 79    | Stanley Black & Decker, Inc., 4.75%, 11/17/15 (e)                         | Baa3/BBB+ | 8,030,921  |
|       |   |           | 19,184,261 |
|       | <b>Insurance 2.0%</b>   |           |            |
| 1,068 | American International Group, Inc., 8.50%, 2/15/11                        | Ba2/NR    | 7,593,480  |
| 64    | Assured Guaranty Ltd., 8.50%, 6/1/12                                      | NR/NR     | 4,596,802  |
| 291   | XL Group Ltd., 10.75%, 8/15/11  | Baa2/BBB- | 8,297,537  |
|       |   |           | 20,487,819 |
|       | <b>Multi-Utilities 1.1%</b>   |           |            |
| 240   | AES Trust III, 6.75%, 10/15/29  | B3/B      | 11,562,871 |
|       | <b>Oil, Gas &amp; Consumable Fuels 2.0%</b>                               |           |            |
| 168   | Apache Corp., 6.00%, 8/1/13   | NR/NR     | 10,213,460 |
| 6     | ATP Oil & Gas Corp., 8.00%, 10/1/14 (a)(b)(g)                             | NR/NR     | 454,000    |
| 119   | Chesapeake Energy Corp., 5.00%, 11/15/10 (g)                              | NR/B      | 9,569,813  |

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|     |   |        |             |
|-----|---|--------|-------------|
|     |   |        | 20,237,273  |
|     | <b>Real Estate Investment Trust 1.9%</b>                  |        |             |
| 440 | Alexandria Real Estate Equities, Inc., 7.00%, 4/20/13 (g) | NR/NR  | 10,324,156  |
| 383 | FelCor Lodging Trust, Inc., 1.95%, 12/31/49, Ser. A (e)   | Caa3/C | 9,181,680   |
|     |   |        | 19,505,836  |
|     | Total Convertible Preferred Stock (cost-\$318,306,349)    |        | 287,688,736 |

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**AGIC Convertible & Income Fund Schedule of Investments**

November 30, 2010 (unaudited)

| Principal<br>Amount<br>(000s)                                  |  | Credit Rating<br>(Moody s/S&P) | Value*      |
|--|--|--------------------------------|-------------|
| <b>CONVERTIBLE BONDS &amp; NOTES 23.3%</b>                     |  |                                |             |
| <b>Banks 0.2%</b>  |  |                                |             |
| \$2,130  | National City Corp., 4.00%, 2/1/11               | A3/A                           | \$2,145,975 |
| <b>Diversified Telecommunication Services 0.6%</b>             |  |                                |             |
| 5,640  | tw telecom, Inc., 2.375%, 4/1/26                 | B3/B-                          | 6,168,750   |
| <b>Electrical Equipment 2.1%</b>                               |  |                                |             |
| 9,690  | EnerSys, 3.375%, 6/1/38 (h)                      | B2/BB                          | 10,816,462  |
| 11,380   | JA Solar Holdings Co., Ltd., 4.50%, 5/15/13      | NR/NR                          | 10,882,125  |
|  |  |                                | 21,698,587  |
| <b>Electronic Equipment, Instruments &amp; Components 0.7%</b> |  |                                |             |
| 7,055  | Anixter International, Inc., 1.00%, 2/15/13      | NR/B+                          | 7,681,131   |
| <b>Energy Equipment &amp; Services 1.5%</b>                    |  |                                |             |
| 7,315  | Nabors Industries, Inc., 0.94%, 5/15/11          | NR/BBB                         | 7,324,144   |
| 7,690  | Transocean, Inc., 1.625%, 12/15/37               | Baa3/BBB                       | 7,632,325   |
|  |  |                                | 14,956,469  |
| <b>Hotels, Restaurants &amp; Leisure 1.1%</b>                  |  |                                |             |
| 11,870   | MGM Resorts International, 4.25%, 4/15/15 (a)(b) | Caa1/CCC+                      | 11,810,650  |
| <b>Household Durables 0.1%</b>                                 |  |                                |             |
| 1,000  | Lennar Corp., 2.00%, 12/1/20 (a)(b)              | B3/B+                          | 937,500     |
| <b>Internet Software &amp; Services 0.8%</b>                   |  |                                |             |
| 7,670  | Equinix, Inc., 2.50%, 4/15/12                    | NR/B-                          | 7,832,988   |
| <b>IT Services 0.7%</b>  |  |                                |             |
| 6,725  | Alliance Data Systems Corp., 1.75%, 8/1/13       | NR/NR                          | 6,926,750   |
| <b>Machinery 1.0%</b>  |  |                                |             |
| 7,600  | AGCO Corp., 1.25%, 12/15/36                      | NR/BB+                         | 9,604,500   |

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|        |  |           |            |
|--------|--|-----------|------------|
| 200    | Titan International, Inc., 5.625%, 1/15/17 (a)(b)                    | NR/B+     | 360,000    |
|        |  |           | 9,964,500  |
|        | <b>Media 3.4%</b>  |           |            |
| 7,480  | Interpublic Group of Cos, Inc., 4.25%, 3/15/23<br>Liberty Media LLC, | Ba2/BB    | 8,358,900  |
| 8,080  | 3.125%, 3/30/23  | B1/BB-    | 8,928,400  |
| 16,945 | 3.50%, 1/15/31   | B1/BB-    | 8,980,850  |
| 8,970  | Regal Entertainment Group, 6.25%, 3/15/11 (a)(b)                     | NR/NR     | 9,126,975  |
|        |  |           | 35,395,125 |
|        | <b>Oil, Gas &amp; Consumable Fuels 1.5%</b>                          |           |            |
| 7,600  | Peabody Energy Corp., 4.75%, 12/15/41                                | Ba3/B+    | 9,528,500  |
| 5,480  | Western Refining, Inc., 5.75%, 6/15/14                               | NR/CCC+   | 6,260,900  |
|        |  |           | 15,789,400 |
|        | <b>Pharmaceuticals 0.7%</b>  |           |            |
| 6,920  | Mylan, Inc., 1.25%, 3/15/12  | NR/BB-    | 7,196,800  |
|        | <b>Real Estate Investment Trust 3.5%</b>                             |           |            |
| 8,150  | Boston Properties LP, 3.75%, 5/15/36                                 | NR/A-     | 9,015,938  |
| 8,090  | Developers Diversified Realty Corp., 3.00%, 3/15/12                  | NR/BB     | 8,069,775  |
| 2,870  | Digital Realty Trust LP, 5.50%, 4/15/29 (a)(b)                       | NR/NR     | 3,915,756  |
| 6,900  | Health Care REIT, Inc., 4.75%, 12/1/26                               | Baa2/BBB- | 7,590,000  |
| 7,685  | ProLogis, 2.25%, 4/1/37  | NR/BBB-   | 7,704,212  |
|        |  |           | 36,295,681 |
|        | <b>Semiconductors &amp; Semiconductor Equipment 3.1%</b>             |           |            |
| 16,715 | Advanced Micro Devices, Inc., 5.75%, 8/15/12                         | NR/B+     | 17,049,300 |
| 4,010  | ON Semiconductor Corp., zero coupon, 4/15/24                         | NR/B+     | 4,170,400  |
| 11,905 | SunPower Corp., 4.75%, 4/15/14                                       | NR/NR     | 10,506,162 |
|        |  |           | 31,725,862 |
|        | <b>Software 1.8%</b>   |           |            |
| 5,240  | Macrovision Corp., 2.625%, 8/15/11                                   | NR/BB-    | 10,335,900 |
| 6,715  | Nuance Communications, Inc., 2.75%, 8/15/27                          | NR/B-     | 7,797,794  |
|        |  |           | 18,133,694 |
|        | <b>Thriffs &amp; Mortgage Finance 0.5%</b>                           |           |            |
| 4,530  | MGIC Investment Corp., 5.00%, 5/1/17                                 | NR/CCC+   | 4,881,075  |

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|  |             |
|--|-------------|
| Total Convertible Bonds & Notes (cost-\$195,026,451) | 239,540,937 |
|--|-------------|

### SHORT-TERM INVESTMENT 1.5%

#### Time Deposit 1.5%

|        |   |            |
|--------|---|------------|
| 15,438 | Citibank-London, 0.03%, 12/1/10 (cost-\$15,438,434) | 15,438,434 |
|--------|---|------------|

|   |               |                        |
|---|---------------|------------------------|
| <b>Total Investments</b> (cost-\$999,471,775) | <b>100.0%</b> | <b>\$1,027,381,058</b> |
|---|---------------|------------------------|

At November 30, 2010, the cost basis of portfolio securities for federal income tax purposes is \$1,002,952,998. Aggregate gross unrealized appreciation for securities in which there is an excess of value over tax cost is \$98,105,120; aggregate gross unrealized depreciation for securities in which there is an excess of tax cost over value is \$73,677,060; and net unrealized appreciation for federal income tax purposes is \$24,428,060. The difference between book and tax cost is attributable to wash sales and the differing treatment of market premium amortization on corporate bonds.

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**Notes to Schedule of Investments:**

\* Portfolio securities and other financial instruments for which market quotations are readily available are stated at market value. Market value is generally determined on the basis of last reported sales prices, or if no sales are reported, on the basis of quotes obtained from a quotation reporting system, established market makers, or independent pricing services.

Portfolio securities and other financial instruments for which market quotations are not readily available or for which a development/event occurs that may significantly impact the value of a security, are fair-valued, in good faith, pursuant to procedures established by the Board of Trustees, or persons acting at their discretion pursuant to procedures established by the Board of Trustees. The Fund's investments are valued daily using prices supplied by an independent pricing service or dealer quotations, or by using the last sale price on the exchange that is the primary market for such securities, or the mean between the last quoted bid and ask price. Independent pricing services use information provided by market makers or estimates of market values obtained from yield data relating to investments or securities with similar characteristics. Synthetic convertible securities are valued based on quotations obtained from unaffiliated brokers who are the principal market-makers in such securities. Such valuations are derived by the brokers from proprietary models which are generally based on readily available market information including valuations of the common stock underlying the synthetic security. Short-term securities maturing in 60 days or less are valued at amortized cost, if their original term to maturity was 60 days or less, or by amortizing their value on the 61st day prior to maturity, if the original term to maturity exceeded 60 days.

The prices used by the Fund to value securities may differ from the value that would be realized if the securities were sold and these differences could be material. The Fund's net asset value is normally determined as of the close of regular trading (normally, 4:00 p.m. Eastern time) on the New York Stock Exchange ( NYSE ) on each day the NYSE is open for business.

- (a) Private Placement Restricted as to resale and may not have a readily available market. Securities with an aggregate market value of \$137,348,609, representing 13.4% of total investments.
- (b) 144A Exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, typically to qualified institutional buyers. Unless otherwise indicated, these securities are not considered to be illiquid.
- (c) In default.
- (d) Fair-Valued Securities with an aggregate value of \$16,017,385, representing 1.6% of total investments.
- (e) Non-income producing.
- (f) Securities exchangeable or convertible into securities of an entity different than the issuer or structured by the issuer to provide exposure to securities of an entity different than the issuer. Such entity is identified in the parenthetical.
- (g) Perpetual maturity. Maturity date shown is the first call date.
- (h) Step Bond Coupon is a fixed rate for an initial period then resets at a specific date and rate.

**Glossary:**

FRN Floating Rate Notes. The interest rate disclosed reflects the rate in effect on November 30, 2010.

NR Not Rated

REIT Real Estate Investment Trust

WR Withdrawn Rating

**Fair Value Measurements**

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability (i.e. the exit price ) in an orderly transaction between market participants. The three levels of the fair value hierarchy are described below:

Level 1 quoted prices in active markets for identical investments that the Fund has the ability to access

Level 2 valuations based on other significant observable inputs (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.) or quotes from inactive exchanges

Level 3 valuations based on significant unobservable inputs (including the Fund's own assumptions in determining the fair value of investments)

An investment asset's or liability's level within the fair value hierarchy is based on the lowest level input, individually or in aggregate, that is significant to fair value measurement. The objective of fair value measurement remains the same even when there is a significant decrease in the volume and level of activity for an asset or liability and regardless of the valuation technique used.

The valuation techniques used by the Fund to measure fair value during the nine months ended November 30, 2010 maximized the use of observable inputs and minimized the use of unobservable inputs. When fair-valuing securities, the Fund utilized multi-dimensional relational pricing models.

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. The following are certain inputs and techniques that the Fund generally uses to evaluate how to classify each major category of assets and liabilities in accordance with Generally Accepted Accounting Principles.

**Equity Securities (Common and Preferred Stock)** Equity securities traded in inactive markets and certain foreign equity securities are valued using inputs which include broker-dealer quotes, recently executed transactions adjusted for changes in the benchmark index, or evaluated price quotes

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received from independent pricing services that take into account the integrity of the market sector and issuer, the individual characteristics of the security, and information received from broker-dealers and other market sources pertaining to the issuer or security. To the extent that these inputs are observable, the values of equity securities are categorized as Level 2. To the extent that these inputs are unobservable the values are categorized as Level 3.

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**Convertible Bonds & Notes** Convertible bonds and notes are valued by independent pricing services using various inputs and techniques, which include broker-dealer quotations from relevant market makers and recently executed transactions in securities of the issuer or comparable issuers. The broker-dealer quotations received are supported by credit analysis of the issuer that takes into consideration credit quality assessments, daily trading activity, and the activity of the underlying equities, listed bonds and sector-specific trends. To the extent that these inputs are observable, the values of convertible bonds are categorized as Level 2. To the extent that these inputs are unobservable the values are categorized as Level 3.

**Corporate Bonds & Notes** Corporate bonds and notes are generally comprised of two main categories: investment grade bonds and high yield bonds. Investment grade bonds are valued by independent pricing services using various inputs and techniques, which include broker-dealer quotations, live trading levels, recently executed transactions in securities of the issuer or comparable issuers, and options adjusted spread models that include base curve and spread curve inputs. Adjustments to individual bonds can be applied to recognize trading differences compared to other bonds issued by the same issuer. High yield bonds are valued by independent pricing services based primarily on broker-dealer quotations from relevant market makers and recently executed transactions in securities of the issuer or comparable issuers. The broker-dealer quotations received are supported by credit analysis of the issuer that takes into consideration credit quality assessments, daily trading activity, and the activity of the underlying equities, listed bonds and sector-specific trends. To the extent that these inputs are observable, the values of corporate bonds are categorized as Level 2. To the extent that these inputs are unobservable the values are categorized as Level 3.

The Fund's policy is to recognize transfers between levels at the end of the reporting period.

A summary of the inputs used at November 30, 2010 in valuing the Fund's assets and liabilities is listed below:

|   | Level 1-<br>Quoted Prices | Level 2-<br>Other<br>Significant<br>Observable<br>Inputs | Level 3-<br>Significant<br>Unobservable<br>Inputs | Value at<br>11/30/10    |
|---|---------------------------|--|---|-------------------------|
| Corporate Bonds & Notes:                      |                           |  |   |                         |
| Hotels, Restaurants & Leisure                 |                           | \$ 15,069,375  | \$ 2,575,929                                      | \$ 17,645,304           |
| Transportation                                |                           |  | 8,681,594   | 8,681,594               |
| All Other                                     |                           | 458,386,053  |   | 458,386,053             |
| Convertible Preferred Stock:                  |                           |  |   |                         |
| Banks   |                           | 8,856,388  |   | 8,856,388               |
| Capital Markets                               |                           |  | 4,759,862   | 4,759,862               |
| Diversified Financial Services                | \$ 26,070,090             | 58,837,046   |   | 84,907,136              |
| All Other                                     | 189,165,350               |  |   | 189,165,350             |
| Convertible Bonds & Notes                     |                           | 239,540,937  |   | 239,540,937             |
| Short-Term Investment                         |                           | 15,438,434   |   | 15,438,434              |
| <b>Total Investments in Securities-Assets</b> | <b>\$ 215,235,440</b>     | <b>\$ 796,128,233</b>                                    | <b>\$ 16,017,385</b>                              | <b>\$ 1,027,381,058</b> |

There were no significant transfers between Levels 1 and 2 during the nine months ended November 30, 2010.

A roll forward of fair value measurements using significant unobservable inputs (Level 3) for the nine months ended November 30, 2010, was as follows:

|   | Beginning<br>Balance<br>2/28/10 | Net<br>Purchases<br>(Sales) and<br>Settlements | Accrued<br>Discounts | Net Change<br>in<br>Unrealized<br>Appreciation/<br>Depreciation | Transfers<br>into<br>Level 3* | Transfers<br>out of<br>Level 3* | Ending<br>Balance<br>11/30/10 |
|---|---------------------------------|--|----------------------|---|-------------------------------|---------------------------------|-------------------------------|
| <b>Investments in Securities - Assets</b> | \$ 2,575,929                    |  |                      |   |                               |                                 | \$ 2,575,929                  |

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|                               |              |             |       |             |               |
|-------------------------------|--------------|-------------|-------|-------------|---------------|
| Corporate Bonds & Notes:      |              |             |       |             |               |
| Hotels, Restaurants & Leisure |              |             |       |             |               |
| Transportation                |              | \$8,765,343 | \$374 | \$ (84,123) | 8,681,594     |
| Convertible Preferred Stock:  |              |             |       |             |               |
| Capital Markets               | 4,759,862    |             |       |             | 4,759,862     |
| <b>Total Investments</b>      | \$ 7,335,791 | \$8,765,343 | \$374 | \$ (84,123) | \$ 16,017,385 |

The net change in unrealized appreciation/depreciation of Level 3 investments, which the Fund held at November 30, 2010, was \$(84,123).

\* There were no transfers into or out of Level 3 during the nine months ended November 30, 2010.

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### Item 2. Controls and Procedures

- (a) The registrant's President & Chief Executive Officer and Treasurer, Principal Financial & Accounting Officer have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Act (17 CFR 270.30a -3(c))), as amended are effective based on their evaluation of these controls and procedures as of a date within 90 days of the filing date of this document.
- (b) There were no significant changes in the registrant's internal controls over financial reporting (as defined in Rule 30a-3(d) under the Act (17 CFR 270.30a -3(d))) that occurred during the registrant's last fiscal quarter that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting.

### Item 3. Exhibits

- (a) Exhibit 99.302 Cert. Certification pursuant to Section 302 of the Sarbanes-Oxley Act of 2002
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**SIGNATURES**

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.

Registrant: AGIC Convertible & Income Fund

By /s/ Brian S. Shlissel  
President & Chief Executive Officer

Date: January 20, 2011

By /s/ Lawrence G. Altadonna  
Treasurer, Principal Financial & Accounting Officer

Date: January 20, 2011

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/ Brian S. Shlissel  
President & Chief Executive Officer

Date: January 20, 2011

By /s/ Lawrence G. Altadonna  
Treasurer, Principal Financial & Accounting Officer

Date: January 20, 2011

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