Guggenheim Build America Bonds Managed Duration Trust
Form N-CSR
August 07, 2015

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 811-22437

Guggenheim Build America Bonds Managed Duration Trust
(Exact name of registrant as specified in charter)
227 West Monroe, Chicago, IL, 60606
(Address of principal executive offices) (Zip code)

Amy J. Lee
227 West Monroe, Chicago, IL 60606
(Name and address of agent for service)

Registrant's telephone number, including area code: (312) 827-0100

Date of fiscal year end: May 31

Date of reporting period: June 1, 2014 - May 31, 2015

Item 1. Reports to Stockholders.

The registrant's annual report transmitted to shareholders pursuant to Rule 30e-1 under the Investment Company Act of 1940, as amended (the "Investment Company Act"), is as follows:

GUGGENHEIMINVESTMENTS.COM/GBAB

... YOUR LINK TO THE LATEST, MOST UP-TO-DATE
INFORMATION ABOUT THE GUGGENHEIM BUILD
AMERICA BONDS MANAGED DURATION TRUST

The shareholder report you are reading right now is just the beginning of the story. Online at guggenheiminvestments.com/gbab, you will find:

- Daily, weekly and monthly data on share prices, net asset values, distributions and more
- Monthly portfolio overviews and performance analyses
- Announcements, press releases and special notices
- Fund and adviser contact information

Guggenheim Partners Investment Management, LLC and Guggenheim Funds Investment Advisors, LLC are continually updating and expanding shareholder information services on the Trust's website in an ongoing effort to provide you with the most current information about how your Trust's assets are managed and the results of our efforts. It is just one more small way we are working to keep you better informed about your investment in the Trust.

May 31, 2015

DEAR SHAREHOLDER

We thank you for your investment in the Guggenheim Build America Bonds Managed Duration Trust (the "Trust"). This report covers the Trust's performance for the 12-month period ended May 31, 2015.

The Trust's primary investment objective is to provide current income with a secondary objective of long-term capital appreciation. Under normal market conditions, the Trust invests at least 80% of its net assets, plus the amount of any borrowings for investment purposes, in a diversified portfolio of taxable municipal securities known as Build America Bonds or BABs.

All Trust returns cited—whether based on net asset value ("NAV") or market price—assume the reinvestment of all distributions. For the 12-month period ended May 31, 2015, the Trust provided a total return based on market price of 7.52% and a total return based on NAV of 7.64%. As of May 31, 2015, the Trust's market price of $21.64 per share represented a discount of 7.32% to its NAV of $23.35 per share. The market value of the Trust's shares fluctuates from time to time and it may be higher or lower than the Trust's NAV. NAV performance data reflects fees and expenses of the Trust.

From June 2014 through May 2015, the Trust paid monthly distributions of $0.13817 per share, representing an annualized distribution rate of 7.66% based on the Trust's closing market price of $21.64 on May 31, 2015. The Trust's distribution rate is not constant and the amount of distributions, when declared by the Trust's Board of Trustees, is subject to change based on the performance of the Trust. Please see Note 2(d) on page 40 for more information on distributions for the period.

Guggenheim Funds Investment Advisors, LLC ("GFIA" or the "Adviser") serves as the investment adviser to the Trust. Guggenheim Partners Investment Management, LLC ("GPIM" or the "Sub-Adviser") serves as the Trust's investment sub-adviser and is responsible for the management of the Trust's portfolio of investments. Each of the Adviser and the Sub-Adviser is an affiliate of Guggenheim Partners, LLC ("Guggenheim"), a global diversified financial services firm.

We encourage shareholders to consider the opportunity to reinvest their distributions from the Trust through the Dividend Reinvestment Plan ("DRIP"), which is described in detail on page 59 of this report. When shares trade at a discount to NAV, the DRIP takes advantage of the discount by reinvesting the monthly distribution in common shares of the Trust purchased in the market at a price less than NAV. Conversely, when the market price of the Trust's common shares is at a premium above NAV, the DRIP reinvests participants' distributions in newly-issued common shares at the greater of NAV per share or 95% of the market price per share. The DRIP provides a cost effective means to accumulate additional shares and enjoy the benefits of compounding returns over time. Since the Trust endeavors to maintain a steady monthly distribution rate, the DRIP effectively provides an income averaging technique, which causes shareholders to accumulate a larger number of Trust shares when the share price is lower than when the price is higher.

May 31, 2015

To learn more about the Trust's performance and investment strategy for the annual period ended May 31, 2015, we encourage you to read the Questions & Answers section of this report, which begins on page 5. We are honored that you have chosen the Guggenheim Build America Bonds Managed Duration Trust as part of your investment portfolio. For the most up-to-date information regarding your investment, please visit the Trust's website at guggenheiminvestments.com/gbab.

Sincerely,

Donald C. Cacciapaglia
President and Chief Executive Officer
Guggenheim Build America Bonds Duration Trust
June 30, 2015

QUESTIONS & ANSWERS (Unaudited) May 31, 2015

Guggenheim Build America Bonds Managed Duration Trust (the "Trust") is managed by a team of seasoned professionals at Guggenheim Partners Investment Management, LLC ("GPIM" or the "Sub-Adviser"). This team includes B. Scott Minerd, Chairman of Investments and Global Chief Investment Officer; Anne B. Walsh, CFA, JD, Senior Managing Director and Assistant Chief Investment Officer; and James E. Pass, Senior Managing Director. In the following interview, the investment team discusses the market environment and the Trust's strategy and performance for the 12-month period ended May 31, 2015.

What were the most important developments in the Trust over the past 12 months?

The Trust's performance was strong for the period, as interest rates remained low and credit fundamentals were stable. The Trust experienced excess performance for the period, returning 7.52%, compared with the 6.27% return of the Bank of America Merrill Lynch Build America Bond Index. The outperformance was due to the Trust's lower duration as rate volatility increased over the period, security selection within the Build America Bonds ("BABs") market, and the diversification impact of the 20% of the portfolio allocated to non-BABs. The Trust entered into interest rate swaps over the period to help protect the portfolio from interest rate volatility.

What is the Trust's investment objective and how is it pursued?

The Trust's primary investment objective is to provide current income with a secondary objective of long-term capital appreciation. The Trust seeks to achieve its investment objectives by investing primarily in a diversified portfolio of taxable municipal securities known as BABs. Under normal market conditions, the Trust invests at least 80% of its managed assets (net assets plus leverage) ("Managed Assets") in BABs. The Trust may invest up to 20% of its Managed Assets in securities other than BABs, including taxable municipal securities that do not qualify for federal subsidy payments under the American Recovery and Reinvestment Act of 2009 (the "Act"), municipal securities, the interest income from which is exempt from regular federal income tax (sometimes referred to as "tax-exempt municipal securities"), asset-backed securities ("ABS"), senior loans, and other income-producing securities.

At least 80% of the Trust's Managed Assets are invested in securities that, at the time of investment, are investment grade quality. The Trust may invest up to 20% of its Managed Assets in securities that, at the time of investment, are below investment grade quality. Securities of below investment grade quality are regarded as having predominantly speculative characteristics with respect to capacity to pay interest and repay principal. The Trust does not invest more than 25% of its Managed Assets in municipal securities in any one state of origin or more than 15% of its Managed Assets in municipal securities that, at the time of investment, are illiquid.

BABs are taxable municipal securities that include bonds issued by state and local governments to finance capital projects such as public schools, roads, transportation infrastructure, bridges, ports, and public buildings, pursuant to the Act. In contrast to traditional municipal bonds, interest received on BABs is subject to federal income tax and may be subject to state income tax. However, issuers of

Direct Payment BABs are eligible to receive a subsidy from the U.S. Treasury of up to 35% of the interest paid on the bonds, allowing such issuers to issue BABs that pay interest rates that are competitive with the rates typically paid by private bond issuers in the taxable fixed-income market.

The Sub-Adviser employs investment and trading strategies to seek to maintain the leverage-adjusted duration of the Trust's portfolio to generally less than 10 years. At May 31, 2015, the Trust's duration was approximately 8 years. (Duration is a measure of a bond's price sensitivity to changes in interest rates, expressed in years. Duration is a weighted average of the times that interest payments and the final return of principal are received. The weights are the amounts of the payments discounted by the yield to maturity of the bond.)

The Sub-Adviser may seek to manage the duration of the Trust's portfolio through the use of derivative instruments, including U.S. Treasury swaps, credit default swaps, total return swaps, and futures contracts, in an attempt to reduce the overall volatility of the Trust's portfolio to changes in market interest rates. The Sub-Adviser used derivative instruments to manage the duration of the Trust's portfolio during the period. The Sub-Adviser may seek to manage the Trust's duration in a flexible and opportunistic manner based primarily on then-current market conditions and interest rate levels. The Trust may incur costs in implementing the duration management strategy, but such strategy will seek to reduce the volatility of the Trust's portfolio.

What were the significant events affecting the economy and market environment over the past 12 months?

As of May 31, 2015, the U.S. economic expansion is beginning to approach its late stages, but remains strong. Harsh winter weather caused U.S. growth to slow dramatically in the first quarter of 2015. However, the underlying fundamentals of the economy are positive and there is likely to be a bounce-back over the summer, reminiscent of the 2014 experience.

An improving labor market, rising family household formation numbers, and tight housing inventory all point to a rebound in the domestic housing market, which is key to the ongoing recovery. Lower energy prices are acting as a tax cut for the U.S. consumer. Ideally this would free up discretionary spending in other areas, of which we have seen some evidence.

Liquidity from foreign central banks and comparatively attractive U.S. yields are encouraging foreign investors to buy risk assets in the U.S., but the flip side to these global flows is more volatility both in the U.S. and overseas. The U.S. Federal Reserve (Fed) continues to be concerned about creating asset price bubbles, and appears eager to raise rates, although it will likely wait for further signs of a rebound in growth, and rising inflation. The Fed is focused on wage growth, an indicator of inflationary pressure. With recent minimum wage increases and a falling unemployment rate, wages could begin to accelerate this year. The likely timeframe for a rate hike appears to be drawing nearer, perhaps as early as September 2015. However, we expect the Fed to be cautious and to raise rates slowly, with ample time to assess the market reaction.

Oil remains a key factor in the global outlook. Despite the recent rally in prices, U.S. production continues to increase and inventory levels are extremely high. The global market is likely to remain oversupplied through the end of 2015, limiting how far prices can rise.

The economy in Europe has been strengthening on the back of European Central Bank quantitative easing and depreciation of the euro. In Japan, the impact of ongoing monetary accommodation on the economy is more muted, but the "Abenomics" is likely to continue to be supportive of the equities markets. The Chinese economy is slowing down and policymakers appear likely to continue to ease monetary policy and do whatever is necessary to maintain growth at an acceptable level in the near term.

Liquidity coming out of Europe and other parts of the world is maintaining the positive environment for U.S. risk assets. Given the subdued performance in the first quarter due to concerns over strength of the dollar and the impact on earnings, investors may be reconsidering the adage of "selling in May and going away." The period leading up to Fed tightening historically has been good for equities and room still exists for multiples to expand, even though valuations overseas are more attractive than for U.S. stocks. Historically, credit spreads don't widen significantly until defaults rise, and that usually does not take place until one to two years after the Fed begins to tighten monetary policy.

How did the Trust perform for the 12 months ended May 31, 2015?

All Trust returns cited—whether based on net asset value ("NAV") or market price—assume the reinvestment of all distributions. For the 12-month period ended May 31, 2015, the Trust provided a total return based on market price of 7.52% and a total return based on NAV of 7.64%. As of May 31, 2015, the Trust's market price of $21.64 per share represented a discount of 7.32% to its NAV of $23.35 per share. As of May 31, 2014, the Trust's market price of $21.69 per share represented a discount of 6.75% to its NAV of $23.26 per share. The market value of the Trust's shares fluctuates from time to time and it may be higher or lower than the Trust's NAV. NAV performance data reflects fees and expenses of the Trust.

From June 2014 through May 2015, the Trust paid monthly distributions of $0.13817 per share, representing an annualized distribution rate of 7.66% based on the Trust's closing market price of $21.64 on May 31, 2015. The Trust's distribution rate is not constant and the amount of distributions, when declared by the Trust's Board of Trustees, is subject to change based on the performance of the Trust. Please see Note 2(d) on page 40 for more information on distributions for the year ended May 31, 2015.

How did other markets perform in this environment?

The return of the Bank of America Merrill Lynch Build America Bond Index was 6.27% for the 12 months ended May 31, 2015. In other fixed-income sectors, the Barclays U.S. Aggregate Bond Index returned 3.03% for the period, while the Barclays U.S. Corporate High Yield Index returned 1.95%. The Credit Suisse Leveraged Loan Index return was 3.09%.

Discuss the Trust's performance and sectors the Trust is most heavily invested in.

The outperformance of the Trust's BABs portfolio was driven by security selection and lower interest rate sensitivity than the benchmark at a time of increasing rate volatility. Positive performance for the BABs market during the period was due to the general ongoing decline in interest rates and strength of long-dated Treasuries. The duration of the Trust's portfolio was 7.7 years, compared with 9.9 years for the benchmark. The Trust was able to take advantage of attractive risk-adjusted investment opportunities primarily in the A-rated category of taxable municipals. Spreads tightened over much of the period, but began to reverse in the later months of the period, along with the potential for an increase in the Fed funds rate.

The Trust's non-BABs component also contributed to performance. It is composed mostly of ABS, high-yield bonds, and leveraged loans. High-yield and leveraged-loan indexes posted positive returns in the first quarter of 2015, after two consecutive quarters of negative returns in both sectors. Energy-related borrowers make up 15% of the corporate high-yield bond market, and the energy component contributed most of the decline in the high-yield market over the last half of the reporting period. High-yield borrowers continue to opportunistically refinance existing debt, with almost half of the high-yield bond new issue activity categorized as refinancing activity.

The Trust's exposure to floating rate assets (primarily bank loans) acted as a buffer to market volatility. While interest rates are expected to remain low for the foreseeable future, the Trust expects to have protection against the inevitable volatility associated with a near-term change in policy from the Fed. Healthy volume of newly formed CLOs continues to support the loan market. Light new issue volume for loans against heavy CLO activity has served to mitigate price volatility and explains some of the more stable performance of the loan market, compared with the high-yield market's higher volatility.

Discuss Trust asset allocation for the 12-month period ended May 31, 2015.

The Trust's asset allocation did not change significantly over the 12-month period. Approximately 85% of the Trust's long-term investments remain in BABs and Qualified School Construction Bonds (QSCBs), which are qualifying investments for purposes of the Trust's policy of investing at least 80% of its Managed Assets in BABs. The rest of the Trust's Managed Assets, approximately 15% of the Trust's long-term investments, were invested in non-BABs securities, such as ABS, high yield bonds and bank loans. Both the taxable municipal sector (including BABs and QSCBs) and the non-BABs portion of the portfolio contributed to performance for the period.

High-yield bond and leveraged-loan spreads recovered after turmoil in risk assets midway through the period, and the Trust used periods of weakness to add to attractive assets.

GPIM seeks to maximize the proportion of the non-BABs bucket which is invested in floating rate assets to mitigate the potential impact of rising rates on the Trust's cost of leverage.

Why did the Trust accrue excise tax during the period?

As a registered investment company, the Trust is subject to a 4% excise tax that is imposed if the Trust does not distribute by the end of any calendar year at least the sum of (i) 98% of its ordinary income (not taking into account any capital gain or loss) for the calendar year and (ii) 98.2% of its capital gain in excess of its capital loss (adjusted for certain ordinary losses) for a one-year period generally ending on October 31 of the calendar year (unless an election is made to use the fund's fiscal year). The Trust generally intends to distribute income and capital gains in the manner necessary to minimize (but not necessarily eliminate) the imposition of such excise tax. While the Trust's income and capital gains can vary significantly from year to year, the Trust seeks to maintain more stable monthly distributions over time. The Trust may retain income or capital gains and pay excise tax when it is determined that doing so is in the best interest of shareholders. Management, in consultation with the Board of Trustees, evaluates the costs of the excise tax relative to the benefits of retaining income and capital gains, including that such undistributed amounts (net of the excise tax paid) remain available for investment by the Trust and are available to supplement future distributions, which may facilitate the payment of more stable monthly distributions year over year. During the Trust's last fiscal year, the Trust paid excise tax of $258,686 or $0.015 per share.

What is the Trust's leverage strategy?

Since leverage adds to performance when the cost of leverage is less than the total return generated by investments, the use of leverage contributed to the Trust's total return during this period. The Trust utilizes leverage (borrowing) as part of its investment strategy, to finance the purchase of additional securities that provide increased income and potentially greater appreciation potential to common shareholders than could be achieved from a portfolio that is not leveraged. Leverage will not exceed 33 1 / 3 % of the Trust's Managed Assets.

As of May 31, 2015, the Trust's leverage was approximately 24% of Managed Assets, about the same as six months ago. The Trust currently employs leverage through reverse repurchase agreements with at least three different counterparties and a credit facility with a major bank. On February 27, 2015, the Trust terminated its previous credit facility. On February 27, 2015, the Trust entered into a new $125,000,000 credit facility agreement with an approved lender. Please see "Borrowings" under Note 10 on page 51 for more information on the Trust's credit facility.

There is no guarantee that the Trust's leverage strategy will be successful. The Trust's use of leverage may cause the Trust's NAV and market price of common shares to be more volatile and can magnify the effect of any losses.

What is the current outlook for the taxable municipal sector that includes Build America Bonds?

Issuance of taxable municipal bonds offers issuers such as state and local governments and non-profit organizations with an opportunity to diversify its bondholders and allows funding of certain projects not eligible for tax-exempt bonds. Prior to the creation of the BAB Program and other federally sponsored programs, taxable municipal issuance has averaged approximately $35 billion per year or

roughly 10% of total municipal issuance. During the BAB years (2009 and 2010), over $187 billion of taxable municipal bonds were issued. Although BABs are no longer issued, they do trade actively in the secondary market.

The ongoing effects of federal sequestration—automatic spending cuts that were negotiated as part of the fiscal cliff legislation in 2013—continue to hang over the BABs market. One impact was a reduction in the federal subsidy used to pay the coupon on BABs from 35% to 27.5%, which effectively increased the cost of borrowing for issuers.

Additionally, sequestration could prompt some issuers to refinance outstanding BABs through an extraordinary redemption provision, or ERP. Although certain issuers have elected to exercise this provision, it has not been cost-effective for others, limiting refunding volume. However, more issuers may want to take advantage of the provision the longer sequestration continues.

Index Definitions

Indices are unmanaged and reflect no expenses. It is not possible to invest directly in an index.

The Bank of America Build America Bond Index is designed to track the performance of U.S. dollar-denominated Build America Bonds publicly issued by U.S. states and territories, and their political subdivisions, in the U.S. market.

The Barclays U.S. Aggregate Bond Index represents securities that are U.S. domestic, taxable, and dollar denominated. The index covers the U.S. investment grade fixed rate bond market, with index components for government and corporate securities, mortgage pass-through securities, and asset-backed securities.

The Barclays U.S. Corporate High Yield Index is an unmanaged index of below investment grade bonds issued by U.S. corporations.

The Credit Suisse Leveraged Loan Index is an index designed to mirror the investable universe of the U.S.-dollar-denominated leveraged loan market.

Risks and Other Considerations

The views expressed in this report reflect those of the portfolio managers only through the report period as stated on the cover. These views are subject to change at any time, based on market and other conditions, and should not be construed as a recommendation of any kind. The material may also include forward looking statements that involve risk and uncertainty, and there is no guarantee that any predictions will come to pass. There can be no assurance that the Trust will achieve its investment objectives. The value of the Trust will fluctuate with the value of the underlying securities. Historically, closed-end funds often trade at a discount to their net asset value.

Please see guggenheiminvestments.com/gbab for a detailed discussion of the Trust’s risks and considerations.

TRUST SUMMARY (Unaudited) May 31, 2015

Trust Statistics	
Share Price	$21.64
Net Asset Value	$23.35
Discount to NAV	-7.32%
Net Assets ($000)	$406,668

AVERAGE ANNUAL TOTAL RETURNS FOR
THE PERIOD ENDED MAY 31, 2015

	One Year	Three Year	Since Inception (10/28/10)
Guggenheim Build America Bonds Managed Duration Trust			
NAV	7.64%	7.09%	11.72%
Market	7.52%	6.42%	9.21%

Performance data quoted represents past performance, which is no guarantee of future results, and current performance maybe lower or higher than the figures shown. NAV performance data reflects fees and expenses of the Trust. The deduction of taxes that a shareholder would pay on Trust distributions or the sale of Trust shares is not reflected in the total returns. For the most recent month-end performance figures, please visit guggenheiminvestments.com/gbab. The investment return and principal value of an investment will fluctuate with changes in market conditions and other factors so that an investor's shares, when sold, may be worth more or less than their original cost.

Holdings Diversification (Market Exposure as % of Net Assets)	% of Net Assets
Investments:	
Municipal Bonds	110.2%
Asset Backed Securities	8.4%
Senior Floating Rate Interests	4.9%
Corporate Bonds	3.3%
Preferred Stocks	1.3%
Collateralized Mortgage Obligation	0.3%
Money Market Fund	0.2%
Other	0.0%*
Total Investments	128.6%
Other Assets & Liabilities, net	-28.6%
Net Assets	100.0%

*Less than 0.1%

TRUST SUMMARY (Unaudited) continued May 31, 2015

Ten Largest Holdings
(% of Total Net Assets)

State of West Virginia, Higher Education Policy Commission, Revenue Bonds, Federally Taxable Build America Bonds 2010	3.6%
New Jersey Turnpike Authority, Turnpike Revenue Bonds, Federally Taxable Issuer Subsidy, Build America Bonds	3.5%
Dallas, Texas, Convention Center Hotel Development Corporation, Hotel Revenue Bonds, Taxable Build America Bonds	3.2%
California, General Obligation Bonds, Various Purpose, Taxable Build America Bonds	3.0%
Westchester County Health Care Corporation, Revenue Bonds, Taxable Build America Bonds	3.0%
Los Angeles, California, Department of Water & Power Revenue, Taxable Build America Bonds	2.9%
Los Angeles, California, Department of Water & Power Revenue, Taxable Build America Bonds	2.9%
Noblesville Multi-School Building Corporation, Hamilton County, Indiana, Taxable Unlimited Ad Valorem Property Tax First Mortgage Bonds, Build America Bonds	2.9%
El Paso, Texas, Combination Tax and Revenue Certification of Obligation, Taxable Build America Bonds	2.9%
Miami-Dade County, Florida, Transit Sales Surtax Revenue, Taxable Build America Bonds	2.8%
Top Ten Total	30.7%

TRUST SUMMARY (Unaudited) continued May 31, 2015

Portfolio Composition by Quality Rating*

Rating	% of Total Investments	
Fixed Income Instruments		
AAA	1.4	%
AA	55.8	%
A	27.2	%
BBB	7.3	%
BB	2.1	%
B	3.7	%
CCC	0.6	%
CC	0.1	%
C	0.0	%***
D	0.0	%***
NR**	1.6	%
Other Instruments		
Common Stocks	0.0	%***
Short Term Investments	0.2	%
Total Investments	100.0	%

* Source: BlackRock Solutions. Credit quality ratings are measured on a scale that generally ranges from AAA (highest) to D (lowest). All securities except for those labeled "NR" have been rated by Moody's, Standard & Poor's ("S&P"), or Fitch, which are all a Nationally Recognized Statistical Rating Organization ("NRSRO"). For purposes of this presentation, when ratings are available from more than one agency, the highest rating is used. Guggenheim Investments has converted Moody's and Fitch ratings to the equivalent S&P rating. Security ratings are determined at the time of purchase and may change thereafter.

** NR securities do not necessarily indicate low credit quality.

*** Less than 0.1%

TRUST SUMMARY (Unaudited) continued May 31, 2015

PORTFOLIO OF INVESTMENTS May 31, 2015

	Shares	Value
COMMON STOCKS† – 0.0%**		
Communications – 0.0%**		
Cengage Learning Acquisitions, Inc.*,††	3,457	$ 95,068
Basic Materials – 0.0%**		
Mirabela Nickel Ltd.*	335,401	32,054
Total Common Stocks		
(Cost $196,350)		127,122
PREFERRED STOCKS† – 1.3%		
Communications – 1.3%		
Seaspan Corp. 9.50%1,6	200,000	5,220,000
Financial – 0.0%**		
WhiteHorse II Ltd. 0.00% due 06/15/17*,††,2,4,6	200,000	–
GSC Partners CDO Fund V Ltd. 0.00% due at 11/20/16*,††,2,4	475	–
Total Preferred Stocks		
(Cost $5,019,459)		5,220,000
WARRANTS††† – 0.0%**		
Alion Science & Technology Corp. $4.58, 03/15/173,6	1,550	–
Total Warrants		
(Cost $16)		–
MONEY MARKET FUND† – 0.2%		
Dreyfus Treasury Prime Cash Management Institutional Shares	866,833	866,833
Total Money Market Fund		
(Cost $866,833)		866,833

	Face Amount	Value
MUNICIPAL BONDS†† – 110.2%		
California – 22.7%		
Los Angeles, California, Department of Water & Power Revenue,		
Taxable Build America Bonds		
7.00% due 07/01/417	$ 20,000,000	23,707,500
Santa Ana Unified School District, California, General Obligation		
Bonds, Federal Taxable Build America Bonds		
7.10% due 08/01/407	7,755,000	10,155,173
6.80% due 08/01/307	2,245,000	2,800,009
California, General Obligation Bonds, Various Purpose, Taxable		
Build America Bonds		
7.70% due 11/01/307	10,000,000	12,317,700
Oakland Unified School District, County of Alameda, California,		
Taxable General Obligation Bonds, Election of 2006,		
Qualified School Construction Bonds, Series 2012B		
6.88% due 08/01/336	10,000,000	11,053,500

See notes to financial statements.

PORTFOLIO OF INVESTMENTS continued May 31, 2015

	Face Amount	Value
MUNICIPAL BONDS†† – 110.2% (continued)		
California – 22.7% (continued)		
Long Beach Unified School District, California, Qualified School Construction Bonds, Federally Taxable, Election of 2008, General Obligation Bonds		
5.91% due 08/01/25	$ 7,500,000	$ 9,031,200
Metropolitan Water District, Southern California, Water Revenue Bonds, 2010 Authorization, Taxable Build America Bonds		
6.95% due 07/01/407	5,000,000	5,941,300
Riverside Community College District, Riverside County, California, Election of 2004 General Obligation Bonds, Taxable Build America Bonds		
7.02% due 08/01/407	5,000,000	5,918,150
Sonoma Valley Unified School District, General Obligation, Federally Taxable Bonds		
7.12% due 08/01/286	3,330,000	3,824,638
Culver City Redevelopment Agency, California, Taxable Tax Allocation Bonds, Culver City Redevelopment Project		
8.00% due 11/01/20	3,000,000	3,317,940
Monrovia Unified School District, Los Angeles County, California, Election of 2006 General Obligation Bonds, Build America Bonds, Federally Taxable		
7.25% due 08/01/286,7	1,025,000	1,222,784
Cypress Elementary School District (Orange County, California), General Obligation Bonds, Direct Pay Qualified School Construction Bonds, 2008 Election		
6.65% due 08/01/256	660,000	781,717
6.05% due 08/01/216	340,000	383,374
Placentia-Yorba Linda Unified School District (Orange County, California), General Obligation Bonds, Federally Taxable Direct-Pay Qualified School Construction Bonds, Election of 2008		
5.40% due 02/01/266	1,000,000	1,150,930
Alhambra Unified School District, Elementary Schools Improvement District, Los Angeles County, California, Election of 2008 General Obligation Bonds, Federally Taxable		
6.70% due 02/01/266	500,000	604,220
Total California		92,210,135
Illinois – 11.5%		
Northern Illinois University, Auxiliary Facilities System Revenue Bonds, Build America Program, Taxable		
8.15% due 04/01/417	5,000,000	5,810,900
7.95% due 04/01/356,7	4,500,000	5,216,895
Chicago, Illinois, Second Lien Wastewater Transmission Revenue Project Bonds, Taxable Build America Bonds		

6.90% due 01/01/407	5,100,000	6,063,696
Illinois, General Obligation Bonds, Taxable Build America Bonds		
7.35% due 07/01/357	5,000,000	5,481,950

See notes to financial statements.

PORTFOLIO OF INVESTMENTS continued May 31, 2015

	Face Amount	Value
MUNICIPAL BONDS†† – 110.2% (continued)		
Illinois – 11.5% (continued)		
City of Chicago Illinois General Obligation Unlimited		
6.26% due 01/01/40	$ 3,575,000	$ 3,199,089
5.43% due 01/01/42	2,570,000	2,165,585
Chicago, Illinois, Board of Education, Unlimited Tax General Obligation Bonds, Dedicated Revenues, Taxable Build America Bonds		
6.52% due 12/01/406,7	5,000,000	4,344,600
County of Cook Illinois General Obligation Unlimited		
6.22% due 11/15/346	4,210,000	4,295,673
Chicago, Illinois, Second Lien Water Revenue Bonds, Taxable Build America Bonds		
6.74% due 11/01/406,7	2,990,000	3,502,187
Southwestern Illinois, Development Authority, Taxable Local Government, Program Revenue Bonds, Flood Prevention District Council Project, Recovery Zone Economic Development Bonds		
7.23% due 10/15/356	3,000,000	3,341,790
Southwestern Illinois, Development Authority, Taxable Local Government, Program Revenue Bonds, Flood Prevention District Project, Build America Bonds		
7.03% due 04/15/326,7	2,000,000	2,215,460
State of Illinois General Obligation Unlimited		
6.63% due 02/01/35	930,000	969,032
6.73% due 04/01/35	200,000	210,392
Total Illinois		46,817,249
Washington – 10.1%		
Washington State University, Housing and Dining System Revenue Bonds, Taxable Build America Bonds		
7.40% due 04/01/417	6,675,000	9,448,929
7.10% due 04/01/327	3,325,000	4,357,812
Public Hospital District No. 1, King County, Washington, Valley Medical Center, Hospital Facilities Revenue Bonds		
8.00% due 06/15/406	5,800,000	6,743,776
Washington State Convention Center Public Facilities District, Lodging Tax Bonds, Taxable Build America Bonds		
6.79% due 07/01/407	5,000,000	6,364,850
Central Washington University, System Revenue Bonds, 2010, Taxable Build America Bonds		
6.50% due 05/01/306,7	5,000,000	6,078,600
Anacortes, Washington, Utility System Improvement Revenue Bonds, Build America Bonds		
6.48% due 12/01/307	5,000,000	5,791,850

Auburn, Washington, Utility System Revenue Bonds, Taxable Build America Bonds		
6.40% due 12/01/30[6,7]	2,000,000	2,218,220
Total Washington		41,004,037

See notes to financial statements.

PORTFOLIO OF INVESTMENTS continued May 31, 2015

	Face Amount	Value
MUNICIPAL BONDS†† – 110.2% (continued)		
New Jersey – 6.4%		
New Jersey Turnpike Authority, Turnpike Revenue Bonds, Federally		
Taxable Issuer Subsidy, Build America Bonds		
7.10% due 01/01/417	$ 10,000,000	$ 14,115,500
Camden County Improvement Authority, Camden County, New Jersey,		
Lease Revenue Bonds, Cooper Medical School of Rowan University Project		
7.75% due 07/01/346	8,000,000	9,389,760
7.85% due 07/01/356	2,000,000	2,345,500
Total New Jersey		25,850,760
Indiana – 6.2%		
Noblesville Multi-School Building Corporation, Hamilton County, Indiana,		
Taxable Unlimited Ad Valorem Property Tax First Mortgage Bonds,		
Build America Bonds		
6.50% due 07/15/307	10,000,000	11,713,000
Evansville-Vanderburgh Independent School Building Corporation,		
Unlimited Taxable Ad Valorem Property Tax First Mortgage Bonds		
6.50% due 01/15/306	8,690,000	10,333,887
Knox County, Indiana, Good Samaritan Hospital Project, Taxable		
Economic Development Revenue Bonds, Qualified Energy		
Conservation Bonds - Direct Payment, Series 2012B		
5.90% due 04/01/346	3,000,000	3,244,710
Total Indiana		25,291,597
New York – 6.1%		
Metropolitan Transportation Authority, New York, Transportation		
Revenue Bonds, Taxable Build America Bonds		
6.55% due 11/15/317	5,000,000	6,480,550
7.13% due 11/15/307	5,000,000	6,098,450
Westchester County Health Care Corporation, Revenue Bonds,		
Taxable Build America Bonds		
8.57% due 11/01/407	10,000,000	12,037,100
Total New York		24,616,100
Texas – 6.0%		
Dallas, Texas, Convention Center Hotel Development Corporation,		
Hotel Revenue Bonds, Taxable Build America Bonds		
7.08% due 01/01/426,7	10,000,000	12,877,600
El Paso, Texas, Combination Tax and Revenue Certification of Obligation,		
Taxable Build America Bonds		
6.70% due 08/15/366,7	10,000,000	11,654,800
Total Texas		24,532,400

See notes to financial statements.

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PORTFOLIO OF INVESTMENTS continued May 31, 2015

	Face Amount	Value
MUNICIPAL BONDS†† – 110.2% (continued)		
Michigan – 5.8%		
Detroit, Michigan, School District, School Building and Site Bonds,		
Unlimited Tax General Obligation Bonds, Taxable Build America Bonds,		
6.85% due 05/01/406,7	$ 5,000,000	$ 5,212,601
Whitehall District Schools, Muskegon County, Michigan, 2010 School		
Building and Site Bonds, General Obligation, Unlimited Tax Bonds,		
Taxable Qualified School Construction Bonds		
6.10% due 05/01/266	2,500,000	2,710,550
6.50% due 05/01/296	2,000,000	2,165,340
Fraser Public School District, Macomb County, Michigan, General Obligation		
Federally Taxable School Construction Bonds, 2011 School		
Building and Site Bonds		
6.05% due 05/01/266	3,000,000	3,366,360
Detroit City School District General Obligation Unlimited		
7.74% due 05/01/396	2,640,000	3,257,100
Detroit, Michigan, School District, School Building and Site Bonds,		
Unlimited Tax General Obligation Bonds, Taxable Qualified		
School Construction Bonds		
6.65% due 05/01/296	2,640,000	2,871,026
City of Detroit Michigan Water Supply System Revenue Revenue Bonds		
5.00% due 07/01/41	1,555,000	1,625,410
Oakridge, Michigan, Public Schools, Unlimited Tax General Obligation Bonds		
6.75% due 05/01/266	1,000,000	1,081,090
Michigan Finance Authority Revenue Bonds		
5.00% due 07/01/32	400,000	440,136
5.00% due 07/01/33	200,000	219,260
Comstock Park Public Schools, Kent County, Michigan, 2011 School		
Building and Site Bonds, General Obligation – Unlimited Tax,		
Federally Taxable – Qualified School Construction Bonds – Direct Payment		
6.30% due 05/01/266	415,000	453,184
Total Michigan		23,402,057
Florida – 4.2%		
Miami-Dade County, Florida, Transit Sales Surtax Revenue,		
Taxable Build America Bonds		
6.91% due 07/01/396,7	10,000,000	11,320,200
Orlando, Florida, Community Redevelopment Agency, Taxable Tax		
Increment Revenue Build America Bonds		
7.78% due 09/01/407	5,000,000	5,727,100
Total Florida		17,047,300
Pennsylvania – 4.2%		
Pittsburgh, Pennsylvania, School District, Taxable Qualified School		
Construction Bonds		

6.85% due 09/01/296	6,870,000	8,889,986

See notes to financial statements.

PORTFOLIO OF INVESTMENTS continued May 31, 2015

	Face Amount	Value
MUNICIPAL BONDS†† – 110.2% (continued)		
Pennsylvania – 4.2% (continued)		
Lebanon, Pennsylvania, Sewer Revenue Bonds, Taxable Build America Bonds		
7.14% due 12/15/356,7	$ 4,865,000	$ 5,557,435
School District of Philadelphia, Pennsylvania,		
General Obligation Bonds,Series 2011A, Qualified School		
Construction Bonds – (Federally Taxable – Direct Subsidy)		
6.00% due 09/01/30	2,380,000	2,526,299
Total Pennsylvania		16,973,720
West Virginia – 3.6%		
State of West Virginia, Higher Education Policy Commission,		
Revenue Bonds, Federally Taxable Build America Bonds 2010		
7.65% due 04/01/407	10,000,000	14,452,700
Ohio – 3.2%		
American Municipal Power, Inc., Combined Hydroelectric Projects		
Revenue Bonds, New Clean Renewable Energy Bonds		
7.33% due 02/15/28	5,000,000	6,520,950
Madison Local School District, Richland County, Ohio, School Improvement,		
Taxable Qualified School Construction Bonds		
6.65% due 12/01/296	2,500,000	2,886,850
Cuyahoga County, Ohio, Hospital Revenue Bonds, The Metrohealth System,		
Build America Bonds, Taxable		
8.22% due 02/15/406,7	1,950,000	2,394,483
Toronto City School District, Ohio, Qualified School Construction Bonds		
General Obligation Bonds		
7.00% due 12/01/286	1,230,000	1,338,609
Total Ohio		13,140,892
Colorado – 3.0%		
Colorado, Building Excellent Schools Today, Certificates of Participation,		
Taxable Build America Bonds		
7.02% due 03/15/316,7	7,500,000	8,955,150
Colorado, Building Excellent Schools Today, Certificates of Participation,		
Taxable Qualified School Construction		
6.82% due 03/15/28	2,500,000	3,150,725
Total Colorado		12,105,875
Vermont – 2.7%		
Vermont State Colleges, Revenue Bonds, Taxable Build America Bonds		
7.21% due 07/01/406,7	7,500,000	8,625,150
6.10% due 07/01/256,7	2,155,000	2,432,866
Total Vermont		11,058,016

See notes to financial statements.

PORTFOLIO OF INVESTMENTS continued May 31, 2015

	Face Amount	Value
MUNICIPAL BONDS†† – 110.2% (continued)		
Alabama – 2.7%		
Alabama State University, General Tuition and Fee Revenue Bonds,		
Taxable Direct-Pay Build America Bonds		
7.20% due 09/01/38[7]	$ 5,000,000	$ 5,453,600
7.10% due 09/01/35[6,7]	3,000,000	3,258,540
7.25% due 09/01/40[6,7]	2,000,000	2,187,900
Total Alabama		10,900,040
Nevada – 2.7%		
Nevada System of Higher Education University, Revenue Bonds,		
Build America Bonds		
7.90% due 07/01/40[7]	5,050,000	6,070,756
7.60% due 07/01/30[7]	1,500,000	1,801,035
Clark County, Nevada, Airport Revenue Bonds, Build America Bonds		
6.88% due 07/01/42[6,7]	1,425,000	1,613,072
Las Vegas Valley Water District, Nevada, Limited Tax General Obligation		
Water Bonds, Taxable Build America Bonds		
7.10% due 06/01/39[6,7]	1,200,000	1,375,728
Total Nevada		10,860,591
Louisiana – 2.4%		
Orleans Parish, School Board of the Parish of Orleans, Louisiana		
4.40% due 02/01/21[6]	8,000,000	8,654,480
Tangipahoa Parish Hospital Service District No. 1, Louisiana, Taxable		
Hospital Revenue Bonds, North Oaks Health System Project,		
Build America Bonds		
7.20% due 02/01/42[7]	1,055,000	1,129,198
Total Louisiana		9,783,678
Mississippi – 1.9%		
Medical Center Educational Building Corporation, Taxable Build America		
Bonds, University of Mississippi Medical Center Facilities		
Expansion and Renovation Project		
6.84% due 06/01/35[6,7]	5,000,000	5,827,350
Mississippi, Hospital Equipment and Facilities Authority, Taxable Build		
America Revenue Bonds, Forrest County General Hospital Project		
7.27% due 01/01/32[7]	1,000,000	1,094,880
7.39% due 01/01/40[7]	905,000	987,011
Total Mississippi		7,909,241
South Carolina – 1.6%		
Horry County, South Carolina, Taxable Airport Revenue Bonds, Recovery		
Zone Economic Development Bonds		
7.33% due 07/01/40[6]	5,000,000	6,504,400

See notes to financial statements.

PORTFOLIO OF INVESTMENTS continued May 31, 2015

		Face Amount		Value
MUNICIPAL BONDS†† – 110.2% (continued)				
Georgia – 1.4%				
Georgia Municipal Association, Inc., Certificates of Participation,				
DeKalb County Public Schools Project				
5.21% due 12/01/226	$	5,000,000	$	5,596,650
South Dakota – 0.9%				
Pierre, South Dakota, Taxable Electric Revenue Bonds, Recovery Zone				
Economic Development Bonds				
7.50% due 12/15/406		3,490,000		3,781,590
Minnesota – 0.9%				
St. Paul Housing & Redevelopment Authority, Federally Taxable Revenue Bonds				
7.25% due 02/01/356		1,660,000		1,890,507
7.50% due 02/01/406		1,540,000		1,763,978
Total Minnesota				3,654,485
Connecticut – 0.1%				
Town of Hamden Connecticut General Obligation Unlimited				
5.20% due 08/15/44		500,000		498,015
Total Municipal Bonds				
(Cost $379,227,519)				447,991,528
ASSET BACKED SECURITIES†† – 8.4%				
Churchill Financial Cayman Ltd.				
2007-1A, 1.52% due 07/10/192,4,6		2,000,000		1,953,001
2007-1A, 8.37% due 07/10/192,6		1,000,000		1,006,200
2007-1A, 2.87% due 07/10/192,4,6		1,000,000		979,400
KVK CLO Ltd.				
2014-3A, 2.36% due 10/15/262,4		2,000,000		1,988,200
2014-3A, 3.26% due 10/15/262,4		1,000,000		987,600
Putnam Structured Product Funding 2003-1 Ltd.				
2008-1A, 0.64% due 10/15/382,4,6		2,091,472		2,014,297
THL Credit Wind River 2014-2 CLO Ltd.				
2014-2A, 2.45% due 07/15/262,4		1,000,000		1,000,000
2014-2A, 3.45% due 07/15/262,4		750,000		750,000
Gramercy Real Estate CDO 2007-1 Ltd.				
2007-1A, 0.55% due 08/15/562,4		1,841,492		1,672,259
N-Star REL CDO VIII Ltd.				
2006-8A, 0.54% due 02/01/412,4,6		1,500,000		1,387,950
KKR Financial CLO 2007-1 Ltd.				
2007-1A, 5.27% due 05/15/212,4		750,000		749,400
2007-1A, 2.52% due 05/15/212,4,6		500,000		497,350
Anchorage Capital CLO 2012-1 Ltd.				
2012-1A, 3.07% due 01/13/252,4,6		1,000,000		981,000
Atlas Senior Loan Fund IV Ltd.				
2014-2A, 2.97% due 02/17/262,4,6		1,000,000		980,000

See notes to financial statements.

PORTFOLIO OF INVESTMENTS continued May 31, 2015

	Face Amount	Value
ASSET BACKED SECURITIES†† – 8.4% (continued)		
LSTAR Securities Investment Trust		
2014-1, 3.27% due 09/01/212,4	$ 944,051	$ 947,638
SRERS-2011 Funding Ltd.		
2011-RS, 0.43% due 05/09/462,4	893,891	856,884
Vega Containervessel plc		
2006-1A, 5.56% due 02/10/212,6	827,446	819,089
Eastland CLO Ltd.		
2007-1A, 0.61% due 05/01/222,4,6	550,000	523,435
Marathon CLO VII Ltd.		
2014-7A, 3.77% due 10/28/252,4	500,000	501,500
Silver Spring CLO Ltd.		
2014-1A, 2.32% due 10/15/262,4	500,000	495,550
Neuberger Berman CLO XV		
2013-15A, 3.13% due 10/15/252,4	500,000	492,900
MCF CLO I LLC		
2013-1A, 6.03% due 04/20/232,4	500,000	465,800
Highland Park CDO I Ltd.		
2006-1A, 0.59% due 11/25/512,4,6	320,191	305,398
2006-1A, 0.66% due 11/25/512,4	250,000	159,625
Gramercy Park CLO Ltd.		
2014-1AR, 4.32% due 07/17/232,4,6	250,000	250,000
2012-1A, due 07/17/232,5	250,000	205,000
CIFC Funding 2012-II Ltd.		
2012-2A, 3.26% due 12/05/242,4	400,000	400,000
TICP CLO II Ltd.		
2014-2A, 3.27% due 07/20/262,4	400,000	397,560
CIFC Funding 2012-I Ltd.		
2014-1AR, 3.34% due 08/14/242,4	400,000	396,800
Pasadena CDO Ltd.		
2002-1A, 1.12% due 06/19/372,4	376,909	360,174
Putnam Structured Product CDO 2002-1 Ltd.		
2002-1A, 0.86% due 01/10/382,4,6	370,043	345,028
Cratos CLO Ltd.		
2007-1A, 1.38% due 05/19/212,4,6	300,000	294,480
Regatta V Funding Ltd.		
2014-1A, 3.43% due 10/25/262,4	250,000	252,425
DIVCORE CLO Ltd.		
2013-1A B, 4.08% due 11/15/326	250,000	251,175
Venture XII CLO Ltd.		
2013-12A, 3.67% due 02/28/242,4	250,000	250,650
Blue Hill CLO Ltd.		
2013-1A, 3.28% due 01/15/262,4	250,000	250,025

Oaktree EIF II Series A2 Ltd.		
2014-A2, 3.47% due 11/17/252,4	250,000	250,000

See notes to financial statements.

PORTFOLIO OF INVESTMENTS continued May 31, 2015

	Face Amount	Value
ASSET BACKED SECURITIES†† – 8.4% (continued)		
Monroe Capital CLO 2014-1 Ltd.		
2014-1A, 3.83% due 10/22/262,4	$ 250,000	$ 249,850
Race Point V CLO Ltd.		
2014-5AR, 4.02% due 12/15/222,4	250,000	249,475
ALM VII R-2 Ltd.		
2013-7R2A, 3.72% due 04/24/242,4	250,000	248,700
CIFC Funding 2014-II Ltd.		
2014-2A, 3.13% due 05/24/262,4	250,000	248,500
Ocean Trails CLO IV		
2013-4A, 3.28% due 08/13/252,4	250,000	247,275
ALM VII R Ltd.		
2013-7RA, 3.72% due 04/24/242,4	250,000	246,750
Greywolf CLO III Ltd.		
2014-1A, 3.12% due 04/22/262,4	250,000	246,350
Battalion Clo 2007-I Ltd.		
2007-1A, 2.42% due 07/14/222,4	250,000	246,200
Fortress Credit Opportunities V CLO Ltd.		
2014-5A, 3.82% due 10/15/262,4	250,000	244,875
WhiteHorse VIII Ltd.		
2014-1A, 3.02% due 05/01/262,4	250,000	244,525
Black Diamond CLO 2005-2 Delaware Corp.		
2005-2A, 2.07% due 01/07/182,4	250,000	243,475
Golub Capital Partners CLO 21M Ltd.		
2014-21A, 3.57% due 10/25/262,4	250,000	243,350
Mountain Hawk I CLO Ltd.		
2013-1A, 2.99% due 01/20/242,4	250,000	243,250
NewStar Commercial Loan Funding 2013-1 LLC		
2013-1A, 4.82% due 09/20/232,4	250,000	243,200
GoldenTree Loan Opportunities III Ltd.		
2007-3A, 3.47% due 05/01/222,4	250,000	243,150
NewStar Arlington Senior Loan Program LLC		
2014-1A, 3.57% due 07/25/252,4	250,000	241,675
Wrightwood Capital Real Estate CDO 2005-1 Ltd.		
2005-1A, 0.71% due 11/21/402,4	250,000	238,600
Cerberus Onshore II CLO LLC		
2014-1A, 4.27% due 10/15/232,4	250,000	238,475
Rockwall CDO II Ltd.		
2007-1A, 0.82% due 08/01/242,4	250,000	233,625
Golub Capital Partners CLO 18 Ltd.		
2014-18A, 4.27% due 04/25/262,4,6	250,000	233,275
Mountain Hawk II CLO Ltd.		
2013-2A, 3.42% due 07/22/242,4	250,000	226,375

Carlyle Global Market Strategies CLO 2012-3 Ltd.		
2012-3A, due 10/04/242,5,6	250,000	204,525

See notes to financial statements.

PORTFOLIO OF INVESTMENTS continued May 31, 2015

	Face Amount	Value
ASSET BACKED SECURITIES†† – 8.4% (continued)		
Gallatin CLO VII 2014-1 Ltd.		
2014-1A, 4.03% due 07/15/232,4,6	$ 200,000	$ 199,300
Regatta Funding Ltd.		
2007-1X, 3.57% due 06/15/204	200,000	198,060
CIFC Funding 2013-II Ltd.		
2013-2A, 3.87% due 04/21/252,4	200,000	197,080
Katonah IX CLO Ltd.		
2006-9A, 1.00% due 01/25/192,4,6	200,000	195,520
CIFC Funding 2007-I Ltd.		
2007-1A, 1.77% due 05/10/212,4	200,000	193,420
Atlas Senior Loan Fund II Ltd.		
2012-2A, due 01/30/242,5,6	250,000	193,325
Cerberus Offshore Levered I, LP		
2012-1A, 6.27% due 11/30/182,6	192,670	192,689
Finn Square CLO Ltd.		
2012-1A, due 12/24/232,5	250,000	191,450
Great Lakes CLO 2012-1 Ltd.		
2012-1A, due 01/15/232,5,6	250,000	169,625
West CLO 2013-1 Ltd.		
2013-1A, due 11/07/252,5	250,000	164,075
ARES XXVI CLO Ltd.		
2013-1A, due 04/15/252,5,6	250,000	160,575
Ares XXV CLO Ltd.		
2013-3A, due 01/17/242,5,6	250,000	160,475
Cedar Woods CRE CDO Ltd.		
2006-1A, 0.45% due 07/25/51	142,808	130,341
Credit Card Pass-Through Trust 2012-BIZ		
2012-BIZ, due 12/15/49†††,2,5,6	105,756	92,811
Raspro Trust		
2005-1A, 0.67% due 03/23/242,4,6	77,786	75,939
Insurance Note Capital VII		
2005-1R1A, 0.48% due 06/09/332,4,6	60,500	56,870
Diversified Asset Securitization Holdings II, LP		
2000-1X, 0.76% due 09/15/354,6	27,343	26,916
Bush Truck Leasing LLC		
2011-AA, 5.00% due 09/25/182,6	21,607	19,785
West Coast Funding Ltd.		
2006-1A, 0.40% due 11/02/412,4	3,975	3,975
BlackRock Senior Income Series Corp.		
2004-1A, due 09/15/16†††,2,5	100,000	–
Total Asset Backed Securities		
(Cost $33,128,219)		34,345,499

See notes to financial statements.

PORTFOLIO OF INVESTMENTS continued May 31, 2015

	Face Amount	Value
SENIOR FLOATING RATE INTERESTS††,4 – 4.9%		
Industrial – 1.3%		
HD Supply, Inc.		
4.00% due 06/28/18	$ 941,196	$ 941,903
NVA Holdings, Inc.		
4.75% due 08/14/21	597,004	597,499
NaNa Development Corp.		
8.00% due 03/15/18	600,000	585,000
Transdigm, Inc.		
3.75% due 06/04/21	496,250	495,292
Multiplan, Inc.		
3.75% due 03/19/21	443,925	442,895
Hunter Defense Technologies		
6.50% due 08/04/19	390,000	390,000
Goodpack Ltd.		
4.75% due 09/09/21	300,000	300,564
Sabre, Inc.		
4.00% due 02/19/19	294,250	294,409
Element Materials Technology		
5.25% due 08/06/21	272,237	272,918
SIRVA Worldwide, Inc.		
7.50% due 03/27/19	245,000	246,225
Amber Bidco Foster + Partners		
4.73% due 07/18/21†††,3	250,000	245,575
SI Organization		
5.75% due 11/23/19	184,116	184,945
Minimax Viking		
4.25% due 08/14/20	149,250	149,250
Univision Communications, Inc.		
4.00% due 03/01/20	99,222	99,051
Hunter Fan Co.		
6.55% due 12/20/17	88,056	87,175
Total Industrial		5,332,701
Technology – 0.9%		
TIBCO Software, Inc.		
6.50% due 12/04/20	698,250	698,075
Greenway Medical Technologies		
6.00% due 11/04/20	641,875	641,875
Aspect Software, Inc.		
7.25% due 05/07/166	558,990	554,797
Advanced Computer Software		
6.50% due 03/18/22	498,750	503,738
EIG Investors Corp.		

5.00% due 11/09/19	440,417	438,950

See notes to financial statements.

PORTFOLIO OF INVESTMENTS continued May 31, 2015

	Face Amount	Value
SENIOR FLOATING RATE INTERESTS††,4 – 4.9% (continued)		
Technology – 0.9% (continued)		
GlobalLogic Holdings, Inc.		
6.25% due 05/31/19	$ 345,625	$ 345,625
Data Device Corp.		
5.75% due 07/15/20	294,375	292,903
Quorum Business Solutions		
5.75% due 08/07/21	219,450	218,353
Wall Street Systems		
4.50% due 04/30/21	214,674	215,211
Total Technology		3,909,527
Consumer, Non-cyclical – 0.8%		
Post Holdings		
3.75% due 06/02/21	1,488,750	1,483,585
Albertson's (Safeway) Holdings LLC		
4.50% due 08/25/21	800,000	804,568
Taxware Holdings		
7.50% due 04/01/22†††,3	500,000	495,088
Targus Group International, Inc.		
14.75% due 05/24/16	313,009	255,102
ABG Intermediate Holdings 2 LLC		
5.50% due 05/27/21	99,000	99,165
Hostess Brands		
6.75% due 04/09/20	34,650	35,083
Total Consumer, Non-cyclical		3,172,591
Communications – 0.6%		
Cengage Learning Acquisitions, Inc.		
7.00% due 03/31/20	990,000	992,297
Avaya, Inc.		
6.25% due 04/30/20	531,441	529,182
6.50% due 03/31/18	290,510	290,246
Zayo Group LLC		
4.00% due 05/06/21	486,258	485,538
Total Communications		2,297,263
Financial – 0.6%		
Magic Newco, LLC		
5.00% due 12/12/18	972,521	974,952
12.00% due 06/12/19	100,000	108,875

See notes to financial statements.

PORTFOLIO OF INVESTMENTS continued May 31, 2015

	Face Amount	Value
SENIOR FLOATING RATE INTERESTS††,4 – 4.9% (continued)		
Financial – 0.6% (continued)		
Safe-Guard		
6.25% due 08/19/21	$ 574,143	$ 574,861
First Data Corp.		
3.66% due 03/23/18	350,000	349,720
Cunningham Lindsey U.S., Inc.		
9.25% due 06/10/20	155,909	151,232
Expert Global Solutions		
8.50% due 04/03/18	100,000	100,000
8.51% due 04/03/18	2,371	2,371
Total Financial		2,262,011
Consumer, Cyclical – 0.4%		
Fitness International LLC		
5.50% due 07/01/20	496,250	485,084
Neiman Marcus Group, Inc.		
4.25% due 10/25/20	247,494	247,494
Navistar, Inc.		
5.75% due 08/17/17	236,111	236,701
BJ's Wholesale Club, Inc.		
4.50% due 09/26/19	198,492	199,062
STG-Fairway Acquisitions, Inc.		
6.25% due 02/28/19	196,002	194,901
J. Crew Group, Inc.		
4.00% due 03/05/21	99,248	90,203
Container Store, Inc.		
4.25% due 04/06/19	79,893	78,894
CKX Entertainment, Inc.		
9.00% due 06/21/17	73,800	25,830
Total Consumer, Cyclical		1,558,169
Bank Loans – 0.3%		
Ceridian Corp.		
4.50% due 09/15/20	736,913	