

BMO U.S. High Yield Bond Fund (the "Fund")

For the period ended September 30, 2012 • Manager: BMO Investments Inc.

Portfolio manager: Money, Inc., Toronto, Ontario

Annual Management Report of Fund Performance

This annual management report of fund performance contains financial highlights but does not contain the complete annual financial statements of the Fund. If the annual financial statements of the Fund do not accompany the mailing of this report, you may obtain a copy of the annual financial statements at your request, and at no cost, by calling 1-800-665-7700, by writing to us at BMO Investments Inc., 77 King Street West, 42nd Floor, Toronto, Ontario, M5K 1J5 or by visiting our website at www.bmo.com/mutualfunds or SEDAR at www.sedar.com. You may also contact us using one of these methods to request a copy of the Fund's proxy voting policies and procedures, proxy voting disclosure record and/or quarterly portfolio disclosure.

MANAGEMENT DISCUSSION OF FUND PERFORMANCE

Investment Objective and Strategies

The Fund's objective is to provide a high level of total return through a combination of income and capital appreciation by investing primarily in fixed income securities issued by United States corporations.

The portfolio manager uses a unique, multi-faceted approach to portfolio construction, investment management and research analytics, which combines quantitative credit risk measurement technology and sound fundamental analysis. The portfolio manager also employs a defensive strategy focussed first and foremost on long-term capital preservation.

Risk

No changes affecting the overall level of risk associated with investing in the Fund were made during the period. The risks of this Fund remain as discussed in the Fund's most recent simplified prospectus or its amendments.

Results of Operations

Over the 12-month period ended September 30, 2012 (the "period"), Series A units of the Fund returned 14.07%. Please see *Past Performance* for information on the performance returns of the Fund's other series.

During the period, the high yield market performed well due to healthy inflows and interest rates that were more attractive relative to other fixed income asset classes. The U.S. high yield market had very strong returns, outperforming U.S. treasuries and investment grade corporates, in addition, lower quality credits outperformed higher quality credits. The Fund was conservatively positioned, underweighting lower quality credits in favour of higher quality investments. Inflows to U.S. high yield mutual funds and exchange traded funds totalled US\$35.7bn over the past year vs. US\$340bn last year. This supported the continued rise in Moody's 12-month default rate from 2.0% to 3.6%.

From a sector perspective, the key detractors to the Fund's relative performance were its underweighting to Banks & Thrifts, and its positioning to Telecommunication Services and Capital Goods. Conversely, the notable contributors were positioned in Health Care, Utilities and Energy sectors.

The Fund remained conservatively positioned in the higher quality segment of the high yield market, with investments across a broad range of industries and issuers. Although the portfolio manager generally capped the Fund's holdings at 1% with an average position size of approximately 0.5%, the largest position in the portfolio at the end of the period was Ally Financial Inc. at 1.35%.

For information on the Fund's performance and composition, please refer to the Past Performance section and Summary of Investment Portfolio section of this report.

Recent Developments

There may be volatility due to the lack of long-term solutions to the euro crisis, the run-up and fallout to the 2012 U.S. presidential election, the potential for slowing global economic growth, and some missed earnings expectations through the release cycle for the third quarter of 2012 and beyond, however, the portfolio manager expects the U.S. high yield market to generate positive returns for the balance of the year.

Multi-Series Structure Change

In addition to Series A units, which are available to all investors, the Manager began offering BMO Private U.S. High Yield Bond Fund Series O ("Series O"). Series O units are available only to institutional investors for use within managed asset programs and/or structured products.

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BMO U.S. High Yield Bond Fund

Monthly Fixed Distribution Change

Effective for the October 16, 2012 distribution payment, the Fund changed its monthly fixed distribution to \$0.04 from \$0.025.

Future Accounting Standards

Canadian investment entities will be required to prepare their financial statements in accordance with International Financial Reporting Standards (“IFRS”), as issued by the International Accounting Standards Board (“IASB”), for fiscal years beginning on or after January 1, 2014. For reporting periods commencing October 1, 2014, the Fund will adopt IFRS as the basis for preparing its financial statements. The Fund will report its financial results for the interim period ending March 31, 2015, prepared on an IFRS basis. It will also provide comparative data on an IFRS basis, including an opening balance sheet as at October 1, 2013 (transition date). A summary of the significant standards impacting the Fund under IFRS are outlined below.

Based on the Fund’s analysis to date, the more significant accounting changes that will result from its adoption of IFRS will be in the areas of fair valuation, cash flow presentation, consolidation of investments and classification of net assets representing unitholders’ equity. The differences described in the sections that follow are based on Canadian generally accepted accounting principles (GAAP) and IFRS that are in effect as of this date. This should not be considered a comprehensive list of the main accounting changes when the Fund adopts IFRS.

The framework for fair valuation is set out under IFRS 13 Fair Value Measurement, which includes the requirements for the measurement and disclosure of fair value. If an asset or liability measured at fair value has a bid price and an ask price, the standard requires valuation to be based on a price within the bid-ask spread that is most representative of fair value. The standard allows the use of mid-market pricing or other pricing conventions that are used by market participants as a practical means for fair value measurements within a bid-ask spread. Thus this standard will impact the net assets per unit for financial statement reporting purposes compared to current standards, and may also result in the elimination of the differences between the net asset per unit and net asset value per unit (“NAVPU”) at the financial statement reporting date. The Manager has not identified any changes that will impact NAVPU as a result of the transition to IFRS.

Where the Fund holds controlling interest in an investment, it is the Manager’s expectation that the Fund will qualify as an investment entity in accordance with IFRS 10 Consolidated Financial Statements. As such, the Fund will not be required to consolidate its investments, but rather to fair value its investments regardless of whether those investments are controlled. However, where in certain circumstances the Fund does not have all the typical characteristics of an investment entity, even though it qualifies as an investment entity, it may be required to make additional financial statements disclosures on its investments in accordance with IFRS 12 Disclosure of Interests in Other Entities.

In addition to the financial statements currently presented for the Fund, Statement of Cash Flows will now be included in the financial statements in accordance with the requirement of IFRS 1 First-time adoption of International Financial Reporting Standards, and prepared in line with IAS 7 Statement of Cash Flows.

The criteria contained within IAS 32 Financial Instruments: Presentation may require unitholders’ equity to be classified as a liability within the Fund’s Statement of Net Assets, unless certain conditions are met. The Manager is currently assessing the Fund’s unitholder structure to confirm classification.

RELATED PARTY TRANSACTIONS

BMO Investments Inc. (“BMOII”), an indirect, wholly-owned subsidiary of Bank of Montreal, is the Manager of the Fund. From time to time, the Manager may, on behalf of the Fund, enter into transactions or arrangements with or involving other members of BMO Financial Group, or certain other persons or companies that are related or connected to the Manager (each a “Related Party”). The purpose of this section is to provide a brief description of any transaction involving the Fund and a Related Party.

Portfolio Manager

The Fund’s portfolio manager is Money, Inc. (“Money”), an affiliate of the Manager. Money provides portfolio management services to the Fund. Money receives a management fee based on assets under management, calculated daily and payable quarterly.

BMO U.S. High Yield Bond Fund

Administration Fees

The Fund pays a fixed administration fee to the Manager. The Manager in return pays the operating expenses of the Fund, other than certain specified expenses that are paid directly by the Fund (“Fund Expenses”). Fund Expenses include interest or other borrowing expenses, costs and expenses related to the operation of the Fund’s Independent Review Committee (“IRC”), including fees and expenses of IRC members, taxes to which the Fund is or might be subject, and costs associated with compliance with any new governmental or regulatory requirement introduced after December 1, 2007 (e.g., cost associated with the production of Fund Facts, filed in compliance with the relevant amendments to NI 81-101). Fund Expenses are allocated proportionately among the series. If the Fund Expenses are specific to a series, the Fund Expenses are allocated to that series. The fixed administration fee is calculated as a fixed annual percentage of the average net asset value of each relevant series of the Fund and, for the most part, replaces the previous cost recovery method under which operating expenses were charged or allocated to the Fund. Further details about the fixed administration fee and/or Fund Expenses can be found in the Fund’s most recent simplified prospectus at www.bmo.com/mutualfunds or www.sedar.com.

Distribution Services

The Manager markets and distributes the Fund directly through Bank of Montreal branches and through registered dealers and brokers, including BMO InvestorLine Inc. and BMO Nesbitt Burns Inc., both affiliates of the Manager. The Manager pays to these affiliates on an ongoing basis annual service or trailing commissions based on the average daily value of the units that are held in investor accounts.

Management Fees

The Manager is responsible for the day-to-day management of the business and operations of the Fund. The Manager monitors and evaluates the Fund’s performance, pays for the investment advice provided by the Fund’s portfolio manager and provides certain administrative services required by the Fund. As compensation for its services the Manager is entitled to receive a management fee payable monthly, calculated based on the daily NAV of each series of the Fund at the maximum annual rate set out in the table below.

	Maximum Annual Management Fee Rate* %	As a Percentage of Management Fees	
		Dealer Compensation %	General Administration, Investment Advice and Profit %
Series A Units	1.75	14	86
Series I Units	—	—	—
Series F Units ⁽¹⁾	1.00	0	100
Advisor Series Units ⁽²⁾	1.75	61	39
Series O Units ⁽³⁾	0.225	0	100

* For Series I Units, separate Series I fees are negotiated and paid by each Series I investor. Because the Manager pays no distribution, service or trailing fees on Series I Units, Series I Units will have lower Series I fees than the management fees for Series A Units.

⁽¹⁾ Series F Units refers to BMO Guardian U.S. High Yield Bond Fund Series F Units (“Series F” or “Series F Units”).

⁽²⁾ Advisor Series Units refers to BMO Guardian U.S. High Yield Bond Fund Advisor Series Units (“Advisor Series” or “Advisor Series Units”).

⁽³⁾ Series O Units refers to BMO Private U.S. High Yield Bond Fund Series O Units (“Series O” or “Series O Units”).

BMO U.S. High Yield Bond Fund

FINANCIAL HIGHLIGHTS

The following tables show selected key financial information about the Fund and are intended to help you understand the Fund's financial performance for the periods indicated.

The Fund's Net Assets per Unit ⁽¹⁾

Series A

	2012	Periods ended Sep. 30				
		2011	2010	2009	2008 ⁽⁴⁾	
Net assets, beginning of period	\$	9.58	9.91	9.26	9.43	10.00*
Increase (decrease)						
from operations:						
Total revenue	\$	0.72	0.75	0.71	0.64	0.24
Total expenses ⁽²⁾	\$	-0.22	-0.22	-0.20	-0.18	-0.08
Realized gains (losses)						
for the period	\$	0.43	0.06	0.52	1.41	-0.29
Unrealized gains (losses)						
for the period	\$	0.28	-0.57	-0.02	0.17	-0.39
Total increase (decrease)						
from operations ⁽³⁾	\$	1.21	0.02	1.01	2.04	-0.52
Distributions:						
From income						
(excluding dividends)	\$	0.52	0.49	0.38	0.40	0.10
From dividends	\$	—	—	—	—	—
From capital gains	\$	—	—	—	—	—
Return of capital	\$	—	0.00	—	—	—
Total Annual Distributions ⁽⁴⁾	\$	0.52	0.49	0.38	0.40	0.10
Net assets, end of period	\$	10.37	9.58	9.91	9.26	9.43

Series I

	2012	Periods ended Sep. 30				
		2011	2010	2009	2008 ⁽³⁾	
Net assets, beginning of period	\$	9.71	10.00	9.20	9.43	10.00*
Increase (decrease)						
from operations:						
Total revenue	\$	0.72	0.75	0.71	0.67	0.30
Total expenses ⁽²⁾	\$	0.00	—	—	—	—
Realized gains (losses)						
for the period	\$	0.46	0.16	0.53	-1.10	-0.35
Unrealized gains (losses)						
for the period	\$	0.29	-0.56	-0.02	0.86	-0.53
Total increase (decrease)						
from operations ⁽³⁾	\$	1.47	0.35	1.22	0.43	-0.58
Distributions:						
From income						
(excluding dividends)	\$	0.73	0.67	0.43	0.14	0.18
From dividends	\$	—	—	—	—	—
From capital gains	\$	—	—	—	—	—
Return of capital	\$	—	0.00	—	—	—
Total Annual Distributions ⁽⁴⁾	\$	0.73	0.67	0.43	0.14	0.18
Net assets, end of period	\$	10.52	9.71	10.00	9.20	9.43

Series F

	2012	Periods ended Sep. 30			
		2011	2010	2009 ⁽⁷⁾	
Net assets, beginning of period	\$	11.84	12.20	11.29	10.00*
Increase (decrease)					
from operations:					
Total revenue	\$	0.88	0.93	0.87	0.50
Total expenses ⁽²⁾	\$	-0.17	-0.17	-0.16	-0.09
Realized gains (losses)					
for the period	\$	0.51	0.54	0.67	2.19
Unrealized gains (losses)					
for the period	\$	0.45	-0.83	-0.04	-0.95
Total increase (decrease)					
from operations ⁽³⁾	\$	1.67	0.47	1.34	1.65
Distributions:					
From income					
(excluding dividends)	\$	0.80	0.66	0.43	0.31
From dividends	\$	—	—	—	—
From capital gains	\$	—	—	—	—
Return of capital	\$	—	0.00	—	—
Total Annual Distributions ⁽⁴⁾	\$	0.80	0.66	0.43	0.31
Net assets, end of period	\$	12.74	11.84	12.20	11.29

Advisor Series

	2012	Periods ended Sep. 30		
		2011	2010 ⁽⁶⁾	
Net assets, beginning of period	\$	10.36	10.66	10.00*
Increase (decrease)				
from operations:				
Total revenue	\$	0.78	0.81	0.72
Total expenses ⁽²⁾	\$	-0.24	-0.24	-0.20
Realized gains (losses)				
for the period	\$	0.54	-0.06	0.27
Unrealized gains (losses)				
for the period	\$	0.13	-0.63	0.35
Total increase (decrease)				
from operations ⁽³⁾	\$	1.21	-0.12	1.14
Distributions:				
From income				
(excluding dividends)	\$	0.52	0.47	0.31
From dividends	\$	—	—	—
From capital gains	\$	—	—	—
Return of capital	\$	—	0.00	—
Total Annual Distributions ⁽⁴⁾	\$	0.52	0.47	0.31
Net assets, end of period	\$	11.27	10.36	10.66

BMO U.S. High Yield Bond Fund

Series O

	Jul. 30, 2012 to Sep. 30, 2012	
Net assets, beginning of period	\$	10.00 ^a
Increase (decrease)		
from operations:		
Total revenue	\$	0.12
Total expenses ⁽²⁾	\$	-0.01
Realized gains (losses)		
for the period	\$	0.44
Unrealized gains (losses)		
for the period	\$	-0.29
Total increase (decrease)		
from operations⁽³⁾	\$	0.26
Distributions:		
From income		
(excluding dividends)	\$	—
From dividends	\$	—
From capital gains	\$	—
Return of capital	\$	—
Total Annual Distributions⁽⁴⁾	\$	—
Net assets, end of period	\$	10.26

^a Initial net assets.

⁽¹⁾ This information is derived from the Fund's audited financial statements. The net assets per unit presented in the financial statements differs from the net asset value calculated for fund pricing purposes. An explanation of these differences can be found in the notes to the Fund's financial statements.

⁽²⁾ Includes commissions and other portfolio transaction costs.

⁽³⁾ Net assets and distributions are based on the actual number of units outstanding at the relevant time. The increase/decrease from operations is based on the weighted average number of units outstanding over the financial period. This table is not intended to be a reconciliation of beginning to ending net assets per unit.

⁽⁴⁾ Distributions were either paid in cash or reinvested in additional units of the Fund, or both.

⁽⁵⁾ The information shown in this column is for the period beginning May 9, 2008 (the series' launch date) and ending September 30, 2008.

⁽⁶⁾ The information shown in this column is for the period beginning June 23, 2008 (the series' launch date) and ending September 30, 2008.

⁽⁷⁾ The information shown in this column is for the period beginning February 17, 2009 (the series' launch date) and ending September 30, 2009.

⁽⁸⁾ The information shown in this column is for the period beginning November 11, 2009 (the series' launch date) and ending September 30, 2010.

Ratios and Supplemental Data

Series A

	2012	Periods ended Sep. 30				
		2011	2010	2009	2008 ⁽⁴⁾	
Total net asset value (000's) ⁽¹⁾	\$	8,808	4,554	3,389	3,165	200
Number of units						
outstanding (000's) ⁽¹⁾		850	475	342	342	21.2
Management expense ratio ⁽²⁾	%	2.20	2.21	2.13	2.12	2.02
Management expense ratio						
before waivers or absorptions	%	2.20	2.24	2.15	2.12	2.22
Trading expense ratio ⁽³⁾	%	0.00	—	—	—	—
Portfolio turnover rate ⁽⁴⁾	%	10.37	15.40	24.46	57.35	14.87
Net asset value per unit	\$	10.37	9.58	9.91	9.26	9.43

Series I

	2012	Periods ended Sep. 30				
		2011	2010	2009	2008 ⁽⁵⁾	
Total net asset value (000's) ⁽¹⁾	\$	340,164	171,023	154,367	121,291	113,315
Number of units						
outstanding (000's) ⁽¹⁾		32,338	17,608	15,438	13,178	12,019
Management expense ratio ⁺	%	—	—	—	—	—
Management expense ratio						
before waivers or absorptions ⁺	%	—	—	—	—	—
Trading expense ratio ⁽³⁾	%	0.00	—	—	—	—
Portfolio turnover rate ⁽⁴⁾	%	10.37	15.40	24.46	57.35	14.87
Net asset value per unit	\$	10.52	9.71	10.00	9.20	9.43

Series F

	2012	Periods ended Sep. 30			
		2011	2010	2009 ⁽⁷⁾	
Total net asset value (000's) ⁽¹⁾	\$	3,353	2,167	3,443	2,809
Number of units					
outstanding (000's) ⁽¹⁾		263	183	282	249
Management expense ratio ⁽²⁾	%	1.37	1.38	1.35	1.34
Management expense ratio					
before waivers or absorptions	%	1.37	1.39	1.35	1.34
Trading expense ratio ⁽³⁾	%	0.00	—	—	—
Portfolio turnover rate ⁽⁴⁾	%	10.37	15.40	24.46	57.35
Net asset value per unit	\$	12.74	11.84	12.20	11.29

Advisor Series

	2012	Periods ended Sep. 30		
		2011	2010 ⁽⁸⁾	
Total net asset value (000's) ⁽¹⁾	\$	3,016	518	268
Number of units				
outstanding (000's) ⁽¹⁾		268	50	25
Management expense ratio ⁽²⁾	%	2.18	2.21	2.13
Management expense ratio				
before waivers or absorptions	%	2.18	2.46	2.15
Trading expense ratio ⁽³⁾	%	0.00	—	—
Portfolio turnover rate ⁽⁴⁾	%	10.37	15.40	24.46
Net asset value per unit	\$	11.27	10.36	10.66

Series O

	Jul. 30, 2012 to Sep. 30, 2012	
Total net asset value (000's) ⁽¹⁾	\$	10
Number of units		
outstanding (000's) ⁽¹⁾		1
Management expense ratio ⁽²⁾	%	0.55
Management expense ratio		
before waivers or absorptions	%	10.42
Trading expense ratio ⁽³⁾	%	0.00
Portfolio turnover rate ⁽⁴⁾	%	10.37
Net asset value per unit	\$	10.26

+ Operating expenses are paid by BMOII and management fees are paid directly to BMOII as negotiated with the investor.

⁽¹⁾ This information is provided as at September 30 of the period shown, as applicable.

⁽²⁾ Management expense ratio is based on total expenses (excluding commissions and other portfolio transactions costs) for the stated period and is expressed as an annualized percentage of daily average net asset value during the period.

⁽³⁾ The trading expense ratio represents total commissions and other portfolio transaction costs expressed as an annualized percentage of daily average net asset value during the period. For all the financial periods-ended September 30, 2011, September 30, 2010, September 30, 2009 and September 30, 2008, no commissions or portfolio transaction costs were incurred by the Fund. As a result, the trading expense ratio for the periods was zero.

⁽⁴⁾ The Fund's portfolio turnover rate indicates how actively the Fund's portfolio manager manages its portfolio investments. A portfolio turnover rate of 100% is equivalent to the Fund buying and selling all of the securities in its portfolio once in the course of the year. The higher a fund's portfolio turnover rate in a year, the greater the trading costs payable by the Fund in the year, and the greater the chance of an investor receiving taxable capital gains in the year. There is not necessarily a relationship between a high turnover rate and the performance of a fund.

⁽⁵⁾ The information shown in this column is for the period beginning May 9, 2008 (the series' launch date) and ending September 30, 2008.

⁽⁶⁾ The information shown in this column is for the period beginning June 23, 2008 (the series' launch date) and ending September 30, 2008.

⁽⁷⁾ The information shown in this column is for the period beginning February 17, 2009 (the series' launch date) and ending September 30, 2009.

⁽⁸⁾ The information shown in this column is for the period beginning November 11, 2009 (the series' launch date) and ending September 30, 2010.

BMO U.S. High Yield Bond Fund

PAST PERFORMANCE

The Fund's performance information assumes that all distributions made by the Fund in the periods shown were used to purchase additional units or shares of the Fund and is based on the net asset value of the Fund.

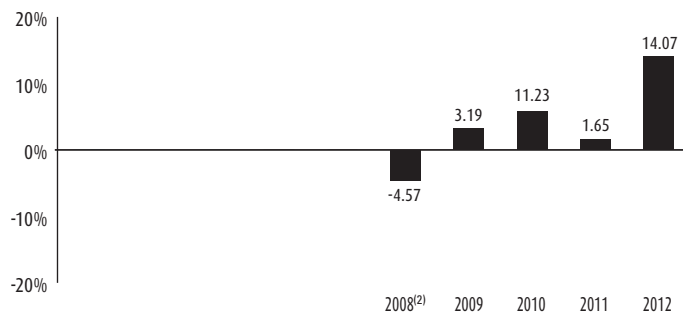
The performance information does not take into account sales, redemption, distribution or other optional charges that, if applicable, would have reduced returns or performance. Please remember that how the Fund has performed in the past does not indicate how it will perform in the future.

The returns of each series may differ from one another for a number of reasons, including if the series was not issued and outstanding for the entire reporting period and because of the different levels of management fees and expenses allocated and payable by each series.

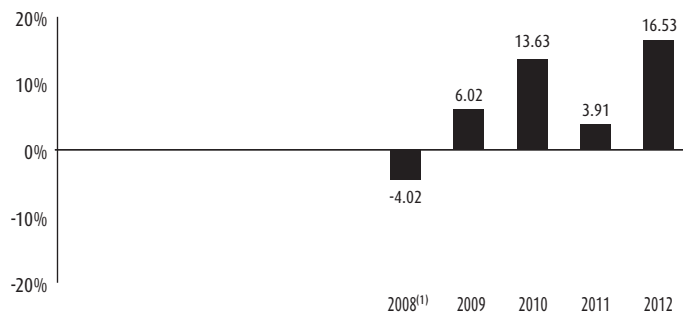
Year-by-Year Returns

The following bar charts show the performance for each series of the Fund for each of the financial years shown. The charts show in percentage terms how an investment made on the first day of each financial year would have increased or decreased by the last day of each financial year.

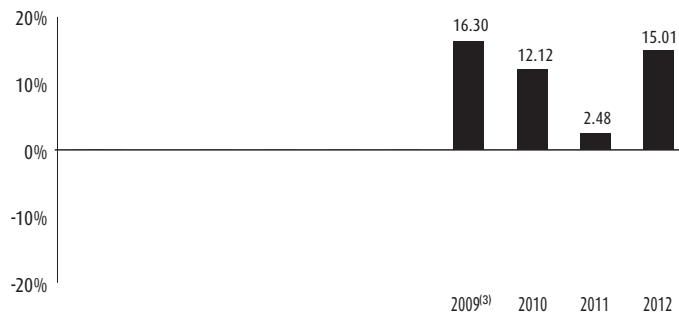
Series A



Series I



Series F



Advisor Series



Series O



⁽¹⁾ For the period beginning May 9, 2008 to September 30, 2008.

⁽²⁾ For the period beginning June 23, 2008 to September 30, 2008.

⁽³⁾ For the period beginning February 17, 2009 to September 30, 2009.

⁽⁴⁾ For the period beginning November 11, 2009 to September 30, 2010.

⁽⁵⁾ For the period beginning July 30, 2012 to September 30, 2012.

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Annual Compound Returns

This table compares the historical annual compound returns of the Fund with its benchmark, the Bank of America Merrill Lynch (“BOAML”) U.S. High Yield, BB/B Rated, Constrained Index (C\$ hedged).

The BOAML U.S. High Yield BB/B Rated, Constrained Index (C\$ hedged) contains all securities in the BOAML U.S. High Yield Index rated BB1 through B3, based on an average of Moody’s, S&P and Fitch, but caps issuer exposure at 2%.

Series A

		1 year	3 years	5 years	10 years	Since Inception ⁽¹⁾
BMO U.S. High Yield Bond Fund	%	14.07	8.85			5.75
BOAML U.S. High Yield, BB/B Rated, Constrained (C\$ hedged)	%	18.78	12.42			9.11

Series I

		1 year	3 years	5 years	10 years	Since Inception ⁽¹⁾
BMO U.S. High Yield Bond Fund	%	16.53	11.22			7.95
BOAML U.S. High Yield, BB/B Rated, Constrained (C\$ hedged)	%	18.78	12.42			8.67

Series F

		1 year	3 years	5 years	10 years	Since Inception ⁽¹⁾
BMO U.S. High Yield Bond Fund	%	15.01	9.73			12.61
BOAML U.S. High Yield, BB/B Rated, Constrained (C\$ hedged)	%	18.78	12.42			17.94

Advisor Series

		1 year	3 years	5 years	10 years	Since Inception ⁽⁴⁾
BMO U.S. High Yield Bond Fund	%	14.12				8.72
BOAML U.S. High Yield, BB/B Rated, Constrained (C\$ hedged)	%	18.78				12.11

Series O

		1 year	3 years	5 years	10 years	Since Inception ⁽⁵⁾
BMO U.S. High Yield Bond Fund	%					2.43
BOAML U.S. High Yield, BB/B Rated, Constrained (C\$ hedged)	%					3.02

⁽¹⁾ Return from May 9, 2008 to September 30, 2012.

⁽²⁾ Return from June 23, 2008 to September 30, 2012.

⁽³⁾ Return from February 17, 2009 to September 30, 2012.

⁽⁴⁾ Return from November 11, 2009 to September 30, 2012.

⁽⁵⁾ Return from July 30, 2012 to September 30, 2012.

A commentary on the market and/or information regarding the relative performance of the Fund as compared to its benchmark can be found under the Results of Operations section of this report.

BMO U.S. High Yield Bond Fund

SUMMARY OF INVESTMENT PORTFOLIO

As at September 30, 2012

Portfolio Allocation	% of Net Asset Value
Corporate Bonds	97.8
Cash/Receivables/Payables	2.2
Total Portfolio Allocation	100.0

Regional Allocation

United States	87.8
Other	5.3
Cash/Receivables/Payables	2.2
Ireland	1.7
Canada	1.7
Cayman Islands	1.3
Total Sector Allocation	100.0

Top 25 Holdings

Issuer	% of Net Asset Value
Cash/Receivables/Payables	2.2
Ally Financial Inc., Senior, Unsecured, Notes, 4.625% Jun 26, 2015	1.3
Central Garden & Pet Company, Senior, Notes, Subordinated, Callable, 8.250% Mar 1, 2018	1.0
Warner Chilcott Co LLC/Warner Chilcott Finance LLC, Senior, Unsecured, Notes, Callable, 7.750% Sep 15, 2018	0.9
CenturyLink Inc., Series T, Senior, Unsecured, Notes, 5.800% Mar 15, 2022	0.9
Dean Foods Company, Senior, Unsecured, Notes, Unsubordinated, 7.000% Jun 1, 2016	0.9
Visteon Corporation, Senior, Unsecured, Notes, Callable, 6.750% Apr 15, 2019	0.8
MetroPCS Wireless Inc., Senior, Unsecured, Notes, Callable, 6.625% Nov 15, 2020	0.8
CHS/Community Health Systems, Inc., Senior, Unsecured, Notes, Callable, 8.000% Nov 15, 2019	0.8
Earthlink, Inc., Senior, Unsecured, Callable, 8.875% May 15, 2019	0.7
National Money Mart Company, Senior, Unsecured, Notes, Unsubordinated, Callable, 10.375% Dec 15, 2016	0.7
HCA, Inc., Senior, Unsecured, Notes, 7.500% Feb 15, 2022	0.7
Tenet Healthcare Corporation, Senior, Unsecured, Notes, Callable, 8.000% Aug 1, 2020	0.6
NBTY, Inc., Senior, Notes, Callable, 9.000% Oct 1, 2018	0.6
Advanced Micro Devices, Inc., Senior, Unsecured, Notes, Callable, 7.750% Aug 1, 2020	0.6
Cablevision Systems Corporation, Senior, Notes, 7.750% Apr 15, 2018	0.6
Marina District Finance Company, Inc., Senior, Secured, Notes, Callable, 9.500% Oct 15, 2015	0.6

Top 25 Holdings

Issuer	% of Net Asset Value
Live Nation Entertainment, Inc., Series 144A, Senior, Unsecured, Notes, Callable, 8.125% May 15, 2018	0.6
Sealed Air Corporation, Series 144A, Senior, Unsecured, Notes, Callable, 8.375% Sep 15, 2021	0.6
Louisiana-Pacific Corporation, Senior, Unsecured, Notes, Callable, 7.500% Jun 1, 2020	0.6
Del Monte Corporation., Senior, Unsecured, Notes, Callable, 7.625% Feb 15, 2019	0.6
Sears Holdings Corporation, Secured, Notes, 6.625% Oct 15, 2018	0.6
Windstream Corporation, Senior, Notes, Callable, 7.500% Apr 1, 2023	0.6
Valassis Communications, Inc., Senior, Unsecured, Notes, Unsubordinated, Callable, 6.625% Feb 1, 2021	0.5
Jarden Corporation, Senior, Unsecured, Notes, Subordinated, Unsecured, Callable, 7.500% May 1, 2017	0.5

Top Holdings as a Percentage of Total Net Asset Value

Total Net Asset Value	\$355,351,281
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The summary of investment portfolio may change due to the Fund's ongoing portfolio transactions. Updates are available quarterly.

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