

MFS INTERMEDIATE INCOME TRUST
Form N-CSRS
June 24, 2011
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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 811-05440

MFS INTERMEDIATE INCOME TRUST

(Exact name of registrant as specified in charter)

500 Boylston Street, Boston, Massachusetts 02116

(Address of principal executive offices) (Zip code)

Susan S. Newton

Massachusetts Financial Services Company

500 Boylston Street

Boston, Massachusetts 02116

(Name and address of agents for service)

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

Date of fiscal year end: October 31

Date of reporting period: April 30, 2010

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ITEM 1. REPORTS TO STOCKHOLDERS.

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MFS® Intermediate
Income Trust

SEMIANNUAL REPORT

April 30, 2011

MIN-SEM

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Managed Distribution Policy Disclosure

The MFS Intermediate Income Trust's (the fund) Board of Trustees has adopted a managed distribution policy. The fund seeks to pay monthly distributions based on an annual rate of 8.5% of the fund's average monthly net asset value. The fund's total return in relation to changes in net asset value is presented in the Financial Highlights. You should not draw any conclusions about the fund's investment performance from the amount of the current distribution or from the terms of the fund's managed distribution policy. The Board may amend or terminate the managed distribution policy at any time without prior notice to fund shareholders; however, at this time, there are no reasonably foreseeable circumstances that might cause the termination of the managed distribution policy.

With each distribution, the fund will issue a notice to shareholders and an accompanying press release which will provide detailed information regarding the amount and composition of the distribution and other related information. In accordance with the amounts and sources of distributions reported in the notice to shareholders the sources of distributions are only estimates and are not being provided for tax reporting purposes. The actual amounts and sources of the amounts for tax reporting purposes will depend upon the fund's investment experience during the remainder of its fiscal year and may be subject to changes based on tax regulations. The fund will send you a Form 1099-DIV for the calendar year that will tell you how to report these distributions for federal income tax purposes.

Under a managed distribution policy the fund may at times distribute more than its net investment income and net realized capital gains; therefore, a portion of your distribution may result in a return of capital. A return of capital may occur, for example, when some or all of the money that you invested in the fund is paid back to you. A return of capital does not necessarily reflect the fund's investment performance and should not be confused with yield or income.

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MFS® INTERMEDIATE INCOME TRUST

New York Stock Exchange Symbol: **MIN**

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NOT FDIC INSURED MAY LOSE VALUE NO BANK GUARANTEE

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LETTER FROM THE CEO

Dear Shareholders:

After an extended rebound in the financial markets, uncertainty returned in 2010 as investors began to question the durability of the recovery for global economies and markets. That uncertainty led to increased risk aversion, especially as investors saw the eurozone struggle with the debt

woes of many of its members and amid a weakening trend in the global macroeconomic data. Last September, the U.S. Federal Reserve Board's promises to further loosen monetary policy helped assuage market fears and drive asset prices off their recent lows. A combination of solid earnings and improving economic data gave an additional boost to investor sentiment. For 2011, we are cautiously optimistic that economic growth will continue to improve and that the global economies will recover

from the shocks of the past few years. We expect the pace of recovery worldwide to be uneven and volatile and acknowledge the elevated uncertainty created by events in Japan, Europe, and the Middle East.

As always, we continue to be mindful of the many economic challenges faced at the local, national, and international levels. It is in times such as these that we want to remind investors of the merits of maintaining a long-term view, adhering to basic investing principles such as asset allocation and diversification, and working closely with their advisors to research and identify appropriate investment opportunities.

Respectfully,

Robert J. Manning

Chairman and Chief Executive Officer

MFS Investment Management®

June 17, 2011

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

Table of Contents**PORTFOLIO COMPOSITION****Portfolio structure (i)****Fixed income sectors (i)**

High Grade Corporates	47.3%
Non-U.S. Government Bonds	30.6%
Emerging Markets Bonds	9.1%
Mortgage-Backed Securities	7.8%
U.S. Treasury Securities	4.0%
U.S. Government Agencies	3.2%
Commercial Mortgage-Backed Securities	2.0%
Asset-Backed Securities	0.7%
High Yield Corporates	0.6%
Collateralized Debt Obligations	0.1%
Residential Mortgage-Backed Securities	0.1%

Composition including fixed income credit quality (a)(i)

AAA	16.3%
AA	26.5%
A	19.1%
BBB	27.6%
BB	0.9%
B	0.1%
U.S. Government (o)	0.0%
Federal Agencies	11.0%
Not Rated	4.0%
Cash & Other	(5.5)%

Portfolio facts (i)

Average Duration (d)	3.9
Average Effective Maturity (m)	4.7 yrs.

Issuer country weightings (i)

United States	43.9%
Japan	9.6%
United Kingdom	8.5%
France	4.5%
Germany	3.6%
Canada	3.5%
Italy	2.9%
Netherlands	2.7%
Brazil	2.1%
Other Countries	18.7%

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Portfolio Composition continued

- (a) For all securities other than those specifically described below, ratings are assigned to underlying securities utilizing ratings from Moody's, Fitch, and Standard & Poor's rating agencies and applying the following hierarchy: If all three agencies provide a rating, the middle rating (after dropping the highest and lowest ratings) is assigned; if two of the three agencies rate a security, the lower of the two is assigned. Ratings are shown in the S&P and Fitch scale (e.g., AAA). All ratings are subject to change. U.S. Government includes securities issued by the U.S. Department of the Treasury. Federal Agencies includes rated and unrated U.S. Agency fixed-income securities, U.S. Agency mortgage-backed securities, and collateralized mortgage obligations of U.S. Agency mortgage-backed securities. Not Rated includes fixed income securities which have not been rated by any rating agency. Non-Fixed Income includes equity securities (including convertible bonds and equity derivatives) and commodities. Cash & Other includes cash, other assets less liabilities, offsets to derivative positions, and short-term securities. The fund may not hold all of these instruments. The fund itself has not been rated.
- (d) Duration is a measure of how much a bond's price is likely to fluctuate with general changes in interest rates, e.g., if rates rise 1.00%, a bond with a 5-year duration is likely to lose about 5.00% of its value due to the interest rate move.
- (i) For purposes of this presentation, the components include the market value of securities, and reflect the impact of the equivalent exposure of derivative positions, if applicable. These amounts may be negative from time to time. The bond component will include any accrued interest amounts. Equivalent exposure is a calculated amount that translates the derivative position into a reasonable approximation of the amount of the underlying asset that the portfolio would have to hold at a given point in time to have the same price sensitivity that results from the portfolio's ownership of the derivative contract. When dealing with derivatives, equivalent exposure is a more representative measure of the potential impact of a position on portfolio performance than market value. Where the fund holds convertible bonds, these are treated as part of the equity portion of the portfolio.
- (m) In determining an instrument's effective maturity for purposes of calculating the fund's dollar-weighted average effective maturity, MFS uses the instrument's stated maturity or, if applicable, an earlier date on which MFS believes it is probable that a maturity-shortening device (such as a put, pre-refunding or prepayment) will cause the instrument to be repaid. Such an earlier date can be substantially shorter than the instrument's stated maturity.
- (o) Less than 0.1%.
From time to time Cash & Other Net Assets may be negative due to timing of cash receipts and/or equivalent exposure from any derivative holdings.

Percentages are based on net assets as of 4/30/11.

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

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PORTFOLIO MANAGERS PROFILES

James Calmas	Investment Officer of MFS; employed in the investment management area of MFS since 1988. Portfolio Manager of the Fund since March 2002.
Erik Weisman	Investment Officer of MFS; employed in the investment management area of MFS since 2002; Portfolio Manager of the Fund since May 2004.

OTHER NOTES

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

The fund's monthly distributions may include a return of capital to shareholders to the extent that the fund's net investment income and net capital gains are insufficient to meet the fund's target annual distribution rate. Distributions that are treated for federal income tax purposes as a return of capital will reduce each shareholder's basis in his or her shares and, to the extent the return of capital exceeds such basis, will be treated as gain to the shareholder from a sale of shares. It may also result in a recharacterization of what economically represents a return of capital to ordinary income in those situations where a fund has long term capital gain and a capital loss carryforward. Returns of shareholder capital have the effect of reducing the fund's assets and increasing the fund's expense ratio.

The fund's target annual distribution rate is calculated based on an annual rate of 8.5% of the fund's average monthly net asset value, not a fixed share price, and the fund's dividend amount will fluctuate with changes in the fund's average monthly net assets.

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

Table of Contents**PORTFOLIO OF INVESTMENTS**

4/30/11 (unaudited)

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

Bonds - 99.8%		
Issuer	Shares/Par	Value (\$)
Asset-Backed & Securitized - 2.8%		
Anthracite Ltd., A , CDO, FRN, 0.572%, 2019 (z)	\$ 1,121,564	\$ 1,020,623
Commercial Mortgage Acceptance Corp., FRN, 2.045%, 2030 (i)	9,828,386	469,933
Credit Suisse Mortgage Capital Certificate, FRN, 5.695%, 2040	2,000,000	2,125,701
Falcon Franchise Loan LLC, FRN, 3.5%, 2023 (i)(z)	5,881,642	352,899
Goldman Sachs Mortgage Securities Corp. II, 5.587%, 2038	3,443,016	3,664,537
Hertz Global Holdings, Inc., 4.26%, 2014 (n)	2,300,000	2,415,845
Hertz Vehicle Financing LLC, 2010-1A, A1 , 2.6%, 2015 (n)	630,000	643,920
JPMorgan Chase Commercial Mortgage Securities Corp., FRN, 5.475%, 2043	3,000,000	3,289,765
Lehman Brothers/UBS Commercial Mortgage Trust, 5.642%, 2032	2,149,943	2,287,188
Mercedes-Benz Auto Lease Trust, A2 , 0.79%, 2013 (n)	2,500,000	2,505,023
Nationstar Home Equity Loan Trust, FRN, 0.342%, 2036	343,619	331,211
PNC Mortgage Acceptance Corp., 7.1%, 2032 (z)	427,187	427,193
Wachovia Bank Commercial Mortgage Trust, 5.418%, 2045	2,000,000	2,181,980
		\$ 21,715,818
Automotive - 0.9%		
FUEL Trust, 4.207%, 2016 (z)	\$ 1,970,000	\$ 2,011,583
RCI Banque S.A., 4.6%, 2016 (z)	2,110,000	2,143,946
Toyota Motor Credit Corp., 3.2%, 2015	2,740,000	2,824,767
		\$ 6,980,296
Banks & Diversified Financials (Covered Bonds) - 0.5%		
BNP Paribas Home Loan, 2.2%, 2015 (n)	\$ 2,640,000	\$ 2,564,279
Compagnie de Financement Foncier, 2.125%, 2013 (n)	1,600,000	1,623,576
		\$ 4,187,855
Broadcasting - 0.3%		
CBS Corp., 5.75%, 2020	\$ 940,000	\$ 1,011,390
WPP Finance, 8%, 2014	812,000	955,335
		\$ 1,966,725
Brokerage & Asset Managers - 0.3%		
TD Ameritrade Holding Co., 4.15%, 2014	\$ 2,007,000	\$ 2,117,622
Building - 0.2%		
CRH PLC, 8.125%, 2018	\$ 1,160,000	\$ 1,389,382

Table of Contents*Portfolio of Investments (unaudited) continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Cable TV - 0.8%		
DIRECTV Holdings LLC, 5.875%, 2019	\$ 1,400,000	\$ 1,538,911
Myriad International Holdings B.V., 6.375%, 2017 (n)	1,825,000	1,952,750
Time Warner Cable, Inc., 5.4%, 2012	2,670,000	2,809,620
		\$ 6,301,281
Chemicals - 1.2%		
Dow Chemical Co., 8.55%, 2019	\$ 3,190,000	\$ 4,089,870
PPG Industries, Inc., 5.75%, 2013	3,465,000	3,739,861
Sociedad Quimica y Minera de Chile S.A., 6.125%, 2016	1,463,000	1,592,013
		\$ 9,421,744
Computer Software - 0.3%		
Adobe Systems, Inc., 3.25%, 2015	\$ 1,950,000	\$ 2,017,640
Conglomerates - 1.0%		
Eaton Corp., 4.9%, 2013	\$ 2,310,000	\$ 2,478,616
Ingersoll-Rand Global Holding Co. Ltd., 6%, 2013	4,460,000	4,930,615
		\$ 7,409,231
Consumer Products - 1.0%		
Newell Rubbermaid, Inc., 5.5%, 2013	\$ 1,015,000	\$ 1,090,884
Royal Philips Electronics N.V., 4.625%, 2013	4,290,000	4,544,290
Whirlpool Corp., 8%, 2012	2,165,000	2,300,711
		\$ 7,935,885
Consumer Services - 0.4%		
Western Union Co., 5.4%, 2011	\$ 3,000,000	\$ 3,077,970
Defense Electronics - 0.4%		
BAE Systems Holdings, Inc., 6.4%, 2011 (n)	\$ 1,575,000	\$ 1,631,100
BAE Systems Holdings, Inc., 6.375%, 2019 (n)	1,400,000	1,586,155
		\$ 3,217,255
Emerging Market Quasi-Sovereign - 4.4%		
Banco del Estado de Chile, 4.125%, 2020 (n)	\$ 228,000	\$ 213,846
Banco do Brasil (Cayman Branch), 6%, 2020 (n)	1,430,000	1,511,367
Banco do Nordeste do Brasil (BNB), 3.625%, 2015 (n)	992,000	970,557
BNDES Participacoes S.A., 6.5%, 2019 (n)	3,267,000	3,593,700
BNDES Participacoes S.A., 5.5%, 2020 (n)	138,000	140,967
CNPC (HK) Overseas Capital Ltd., 4.5%, 2021 (z)	1,090,000	1,075,596
CNPC (HK) Overseas Capital Ltd., 5.95%, 2041 (z)	207,000	208,183
Corporacion Nacional del Cobre de Chile, 4.75%, 2014 (n)	1,312,000	1,407,870
Corporacion Nacional del Cobre de Chile, 3.75%, 2020 (n)	840,000	792,542

Table of Contents*Portfolio of Investments (unaudited) continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Emerging Market Quasi-Sovereign - continued		
Development Bank of Kazakhstan, 5.5%, 2015 (n)	\$ 2,378,000	\$ 2,490,955
Empresa Nacional del Petroleo, 6.25%, 2019	723,000	774,624
Empresa Nacional del Petroleo, 5.25%, 2020 (n)	188,000	188,025
Gaz Capital S.A., 8.125%, 2014 (n)	2,036,000	2,335,088
Majapahit Holding B.V., 7.75%, 2020 (n)	871,000	1,006,005
Pemex Project Funding Master Trust, 5.75%, 2018	760,000	813,997
Petrobras International Finance Co., 3.875%, 2016	572,000	579,881
Petrobras International Finance Co., 7.875%, 2019	1,777,000	2,097,180
Petroleos Mexicanos, 8%, 2019	776,000	938,184
Petroleos Mexicanos, 6%, 2020	2,970,000	3,176,415
Petroleos Mexicanos, 5.5%, 2021	1,158,000	1,186,371
Petronas Capital Ltd., 7.875%, 2022	1,089,000	1,395,544
Ras Laffan Liquefied Natural Gas Co. Ltd., 6.75%, 2019 (n)	1,584,000	1,800,538
SCF Capital Ltd., 5.375%, 2017 (n)	860,000	848,218
Transnet Ltd., 4.5%, 2016 (n)	212,000	217,056
VEB Finance Ltd., 6.902%, 2020 (n)	1,699,000	1,822,177
VTB Capital S.A., 6.465%, 2015 (n)	857,000	914,848
VTB Capital S.A., 6.551%, 2020 (n)	1,339,000	1,360,826
		\$ 33,860,560
Emerging Market Sovereign - 0.7%		
Government of Ukraine, 6.875%, 2015 (n)	\$ 371,000	\$ 387,138
Government of Ukraine, 7.75%, 2020 (n)	258,000	269,610
Republic of Lithuania, 6.125%, 2021 (z)	116,000	120,640
Republic of Peru, 9.875%, 2015	485,000	594,610
Republic of South Africa, 5.5%, 2020	2,423,000	2,574,438
Republic of South Africa, 6.25%, 2041	1,088,000	1,126,080
Republic of Sri Lanka, 6.25%, 2020 (n)	147,000	147,559
		\$ 5,220,075
Energy - Independent - 0.1%		
Talisman Energy, Inc., 7.75%, 2019	\$ 480,000	\$ 592,796
Energy - Integrated - 2.0%		
BP Capital Markets PLC, 4.5%, 2020	\$ 853,000	\$ 859,676
BP Capital Markets PLC, 4.742%, 2021	1,810,000	1,848,113
Hess Corp., 8.125%, 2019	1,230,000	1,556,832
Husky Energy, Inc., 5.9%, 2014	2,755,000	3,063,169
Petro-Canada, 6.05%, 2018	904,000	1,025,647
Petro-Canada Financial Partnership, 5%, 2014	2,140,000	2,330,665
Royal Dutch Shell PLC, 3.1%, 2015	2,710,000	2,811,099
TOTAL S.A., 3%, 2015	1,860,000	1,919,646
		\$ 15,414,847

Table of Contents*Portfolio of Investments (unaudited) continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Financial Institutions - 1.6%		
General Electric Capital Corp., 5.45%, 2013	\$ 2,000,000	\$ 2,141,748
General Electric Capital Corp., 4.8%, 2013	2,120,000	2,260,134
General Electric Capital Corp., 6%, 2019	1,180,000	1,313,911
General Electric Capital Corp., FRN, 0.434%, 2012	2,050,000	2,047,868
NYSE Euronext, Inc., 4.8%, 2013	4,000,000	4,265,608
		\$ 12,029,269
Food & Beverages - 3.8%		
Anheuser-Busch InBev S.A., 7.75%, 2019	\$ 4,080,000	\$ 5,115,741
Cadbury Schweppes U.S. Finance, 5.125%, 2013	1,590,000	1,724,228
Conagra Foods, Inc., 5.875%, 2014	2,240,000	2,467,810
Diageo Capital PLC, 5.125%, 2012	3,900,000	4,035,084
Dr. Pepper Snapple Group, Inc., 1.7%, 2011	2,340,000	2,357,241
Dr. Pepper Snapple Group, Inc., 2.35%, 2012	1,650,000	1,685,678
Kraft Foods, Inc., 6.75%, 2014	1,390,000	1,576,375
Kraft Foods, Inc., 6.125%, 2018	1,310,000	1,485,497
Miller Brewing Co., 5.5%, 2013 (n)	2,200,000	2,396,057
SABMiller PLC, 6.2%, 2011 (n)	1,800,000	1,815,844
Wm. Wrigley Jr. Co., 2.45%, 2012 (n)	4,070,000	4,083,268
		\$ 28,742,823
Food & Drug Stores - 0.1%		
CVS Caremark Corp., 3.25%, 2015	\$ 1,096,000	\$ 1,123,562
Forest & Paper Products - 0.6%		
Inversiones CMPC S.A., 4.75%, 2018 (n)	\$ 2,250,000	\$ 2,220,003
Votorantim Participacoes S.A., 6.75%, 2021 (n)	2,063,000	2,197,095
		\$ 4,417,098
Industrial - 1.0%		
Johns Hopkins University, 5.25%, 2019	\$ 4,350,000	\$ 4,824,106
Princeton University, 4.95%, 2019	2,860,000	3,123,177
		\$ 7,947,283
Insurance - 3.0%		
ING Bank N.V., FRN, 1.359%, 2013 (z)	\$ 1,230,000	\$ 1,232,539
ING Groep N.V., 5.775% to 2015, FRN to 2049	150,000	140,250
Jackson National Life Global Funding, 5.375%, 2013 (n)	5,000,000	5,395,190
Lincoln National Corp., 4.3%, 2015	1,360,000	1,435,238
Metropolitan Life Global Funding, 5.125%, 2013 (n)	2,815,000	3,014,127
Metropolitan Life Global Funding, 5.125%, 2014 (n)	1,020,000	1,115,341
New York Life Global Funding, 4.65%, 2013 (n)	3,000,000	3,212,586
Principal Financial Group, Inc., 8.875%, 2019	2,230,000	2,855,368

Table of Contents*Portfolio of Investments (unaudited) continued*

Issuer		Shares/Par	Value (\$)
Bonds - continued			
Insurance - continued			
Prudential Financial, Inc., 6.2%, 2015	\$	2,210,000	\$ 2,465,372
UnumProvident Corp., 6.85%, 2015 (n)		1,740,000	1,954,713
			\$ 22,820,724
Insurance - Property & Casualty - 1.9%			
ACE INA Holdings, Inc., 2.6%, 2015	\$	2,000,000	\$ 1,975,896
Aon Corp., 3.5%, 2015		2,750,000	2,802,753
AXIS Capital Holdings Ltd., 5.875%, 2020		4,110,000	4,224,616
PartnerRe Ltd., 5.5%, 2020		2,120,000	2,146,025
ZFS Finance USA Trust V, 6.5% to 2017, FRN to 2067 (n)		3,000,000	3,105,000
			\$ 14,254,290
International Market Quasi-Sovereign - 4.5%			
Bank of Ireland, 2.75%, 2012 (n)	\$	1,610,000	\$ 1,527,645
Canada Housing Trust, 4.6%, 2011 (n)	CAD	3,148,000	3,369,523
Eksportfinans A.S.A., 1.6%, 2014	JPY	350,000,000	4,448,368
Electricite de France PLC, 5.5%, 2014 (n)	\$	4,750,000	5,221,647
ING Bank N.V., 3.9%, 2014 (n)		3,150,000	3,361,113
Irish Life & Permanent PLC, 3.6%, 2013 (e)(n)		3,600,000	3,099,114
Societe Financement de l' Economie Francaise, 3.375%, 2014 (n)		2,315,000	2,450,740
Swedish Export Credit Corp., FRN, 1.062%, 2014		3,300,000	3,358,067
Swedish Housing Finance Corp., 3.125%, 2012 (n)		5,260,000	5,369,392
Westpac Banking Corp., 3.45%, 2014 (n)		2,015,000	2,140,172
			\$ 34,345,781
International Market Sovereign - 23.6%			
Federal Republic of Germany, 3.75%, 2015	EUR	8,922,000	\$ 13,884,681
Federal Republic of Germany, 4.25%, 2018	EUR	2,608,000	4,180,404
Government of Bermuda, 5.603%, 2020 (n)	\$	1,098,000	1,167,149
Government of Canada, 4.5%, 2015	CAD	1,980,000	2,266,824
Government of Canada, 4.25%, 2018	CAD	1,024,000	1,173,950
Government of Canada, 5.75%, 2033	CAD	358,000	493,254
Government of Japan, 1.5%, 2012	JPY	2,077,000,000	25,981,589
Government of Japan, 1.3%, 2014	JPY	978,000,000	12,461,527
Government of Japan, 1.7%, 2017	JPY	2,201,000,000	28,855,011
Kingdom of Belgium, 5.5%, 2017	EUR	2,494,000	4,041,408
Kingdom of Spain, 4.6%, 2019	EUR	4,110,000	5,913,119
Kingdom of Sweden, 4.5%, 2015	SEK	9,300,000	1,635,151
Kingdom of the Netherlands, 3.75%, 2014	EUR	1,389,000	2,149,897
Kingdom of the Netherlands, 4%, 2016	EUR	2,000,000	3,124,190
Republic of Austria, 4.65%, 2018	EUR	4,138,000	6,620,913
Republic of France, 5%, 2016	EUR	9,214,000	15,005,771

Table of Contents*Portfolio of Investments (unaudited) continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
International Market Sovereign - continued		
Republic of Italy, 5.25%, 2017	EUR 11,388,000	\$ 17,858,294
State of Israel, 5.125%, 2014	\$ 5,000,000	5,404,730
United Kingdom Treasury, 5%, 2012	GBP 6,837,000	11,831,913
United Kingdom Treasury, 8%, 2015	GBP 7,664,000	16,021,921
		\$ 180,071,696
Local Authorities - 1.2%		
Louisiana Gas & Fuels Tax Rev. (Build America Bonds), FRN, 3%, 2043	\$ 2,780,000	\$ 2,813,749
Province of Ontario, 4.75%, 2016	6,000,000	6,676,320
		\$ 9,490,069
Machinery & Tools - 0.1%		
Atlas Copco AB, 5.6%, 2017 (n)	\$ 510,000	\$ 553,881
Major Banks - 8.0%		
ABN Amro Bank N.V., FRN, 2.042%, 2014 (n)	\$ 3,010,000	\$ 3,076,380
BAC Capital Trust XIV, 5.63% to 2012, FRN to 2049	2,000,000	1,550,000
Bank of America Corp., 4.9%, 2013	4,300,000	4,562,850
Bank of America Corp., 7.375%, 2014	200,000	227,985
Bank of Tokyo-Mitsubishi UFJ, 2.6%, 2013 (n)	2,930,000	2,988,245
Barclays Bank PLC, 5.125%, 2020	2,760,000	2,839,687
BB&T Corp., 2.05%, 2014	2,030,000	2,037,704
Commonwealth Bank of Australia, 5%, 2019 (n)	2,560,000	2,667,878
Credit Suisse New York, 5.5%, 2014	3,790,000	4,193,942
Goldman Sachs Group, Inc., 6%, 2014	2,490,000	2,751,497
HSBC USA, Inc., 4.875%, 2020	3,370,000	3,354,542
Intesa Sanpaolo S.p.A., FRN, 2.712%, 2014 (n)	1,540,000	1,578,309
JPMorgan Chase & Co., FRN, 0.96%, 2013	2,800,000	2,818,049
JPMorgan Chase & Co., FRN, 1.073%, 2014	1,300,000	1,305,322
Kookmin Bank, 7.25%, 2014 (n)	2,100,000	2,384,311
Macquarie Group Ltd., 6%, 2020 (n)	3,361,000	3,429,732
Merrill Lynch & Co., Inc., 6.15%, 2013	2,190,000	2,373,323
Morgan Stanley, 6%, 2014	2,330,000	2,551,639
Morgan Stanley, 6.625%, 2018	1,532,000	1,710,297
Morgan Stanley, 5.625%, 2019	640,000	665,213
Royal Bank of Scotland PLC, 6.125%, 2021	1,800,000	1,906,033
Santander UK PLC, 3.875%, 2014 (n)	3,440,000	3,509,165
Standard Chartered PLC, 3.85%, 2015 (n)	2,320,000	2,412,478
Wells Fargo & Co., 3.75%, 2014	2,900,000	3,070,250
Wells Fargo & Co., 7.98% to 2018, FRN to 2049	1,190,000	1,309,000
		\$ 61,273,831

Table of Contents*Portfolio of Investments (unaudited) continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Medical & Health Technology & Services - 0.2%		
Hospira, Inc., 6.05%, 2017	\$ 1,060,000	\$ 1,192,256
Metals & Mining - 1.1%		
ArcelorMittal, 6.5%, 2014	\$ 2,070,000	\$ 2,301,774
Gold Fields Orogen Holdings Ltd., 4.875%, 2020 (n)	3,264,000	3,150,964
Vale Overseas Ltd., 5.625%, 2019	492,000	523,599
Vale Overseas Ltd., 4.625%, 2020	1,561,000	1,544,330
Vale Overseas Ltd., 6.875%, 2039	1,086,000	1,174,734
		\$ 8,695,401
Mortgage-Backed - 7.8%		
Fannie Mae, 4.794%, 2011	\$ 3,801,565	\$ 3,800,768
Fannie Mae, 4.845%, 2013	1,913,900	2,020,229
Fannie Mae, 4.61%, 2014	2,782,232	2,984,361
Fannie Mae, 4.841%, 2014	3,179,397	3,399,711
Fannie Mae, 5.412%, 2014	1,838,651	2,001,032
Fannie Mae, 4.62%, 2015	902,183	966,724
Fannie Mae, 4.922%, 2015	1,810,456	1,962,904
Fannie Mae, 4%, 2016	12,879	12,879
Fannie Mae, 5.395%, 2016	1,307,062	1,421,242
Fannie Mae, 5.424%, 2016	2,284,917	2,509,258
Fannie Mae, 6%, 2016	425,295	464,708
Fannie Mae, 5.5%, 2017 - 2025	4,064,107	4,414,704
Fannie Mae, 4.5%, 2019	4,146,054	4,410,767
Fannie Mae, 5%, 2019 - 2025	750,914	793,926
Fannie Mae, 6.5%, 2031	3,106,519	3,526,035
Freddie Mac, 3.882%, 2017	1,423,992	1,475,933
Freddie Mac, 5.5%, 2017 - 2020	4,384,114	4,772,232
Freddie Mac, 6%, 2017 - 2034	938,515	1,024,861
Freddie Mac, 5%, 2019 - 2020	2,828,208	3,044,180
Freddie Mac, 4.224%, 2020	2,249,154	2,316,179
Ginnie Mae, 6%, 2033	1,104,090	1,232,737
Ginnie Mae, 6%, 2036 (f)	1,463,803	1,620,295
Ginnie Mae, 5.612%, 2058	4,382,650	4,708,127
Ginnie Mae, 6.357%, 2058	4,295,955	4,663,461
		\$ 59,547,253
Natural Gas - Pipeline - 1.0%		
Enterprise Products Operating LP, 5.65%, 2013	\$ 376,000	\$ 405,761
Enterprise Products Operating LP, 3.7%, 2015	2,930,000	3,043,450
Kinder Morgan Energy Partners LP, 5.85%, 2012	2,115,000	2,245,483

Table of Contents*Portfolio of Investments (unaudited) continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Natural Gas - Pipeline - continued		
TransCanada PipeLines Ltd., 3.4%, 2015	\$ 1,957,000	\$ 2,041,421
		\$ 7,736,115
Network & Telecom - 0.7%		
British Telecommunications PLC, 5.15%, 2013	\$ 943,000	\$ 1,004,009
Telefonica S.A., 5.877%, 2019	2,940,000	3,142,604
Verizon Communications, Inc., 8.75%, 2018	1,060,000	1,374,624
		\$ 5,521,237
Oil Services - 0.5%		
Noble Corp., 5.875%, 2013	\$ 2,200,000	\$ 2,390,080
Noble Corp., 3.45%, 2015	1,030,000	1,062,615
		\$ 3,452,695
Oils - 0.4%		
LUKOIL International Finance B.V., 6.125%, 2020 (n)	\$ 2,738,000	\$ 2,785,915
Other Banks & Diversified Financials - 4.0%		
Banco Santander Chile, 2.875%, 2012 (n)	\$ 1,840,000	\$ 1,846,606
Banco Santander U.S. Debt S.A.U., 2.991%, 2013 (n)	2,100,000	2,120,483
Capital One Financial Corp., 8.8%, 2019	2,470,000	3,163,304
Citigroup, Inc., 5.5%, 2013	6,500,000	6,958,048
Eurohypo AG, 5.125%, 2016	3,140,000	3,335,729
Groupe BPCE S.A., 12.5% to 2019, FRN to 2049 (n)	2,556,000	2,978,098
Lloyds TSB Bank PLC, 5.8%, 2020 (n)	3,960,000	4,058,160
Santander Holdings USA, Inc., 4.625%, 2016	450,000	464,470
Svenska Handelsbanken AB, 4.875%, 2014 (n)	3,060,000	3,304,408
UBS Preferred Funding Trust V, 6.243% to 2016, FRN to 2049	2,000,000	2,000,000
		\$ 30,229,306
Pharmaceuticals - 1.2%		
Celgene Corp., 3.95%, 2020	\$ 2,320,000	\$ 2,219,182
Pfizer, Inc., 6.2%, 2019	2,490,000	2,902,740
Roche Holdings, Inc., 6%, 2019 (n)	3,200,000	3,671,309
		\$ 8,793,231
Pollution Control - 0.8%		
Allied Waste North America, Inc., 7.125%, 2016	\$ 3,400,000	\$ 3,527,500
Republic Services, Inc., 5.25%, 2021	2,620,000	2,781,748
		\$ 6,309,248
Printing & Publishing - 0.1%		
Pearson PLC, 5.5%, 2013 (n)	\$ 410,000	\$ 440,398

Table of Contents*Portfolio of Investments (unaudited) continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Real Estate - 0.5%		
Kimco Realty Corp., REIT, 6.875%, 2019	\$ 690,000	\$ 800,648
WEA Finance LLC, REIT, 6.75%, 2019 (n)	2,290,000	2,655,253
		\$ 3,455,901
Retailers - 1.5%		
AutoZone, Inc., 6.5%, 2014	\$ 2,660,000	\$ 2,985,544
Macy's, Inc., 8.375%, 2015	2,670,000	3,117,225
Staples, Inc., 9.75%, 2014	2,330,000	2,801,874
Wesfarmers Ltd., 6.998%, 2013 (n)	2,330,000	2,567,380
		\$ 11,472,023
Supermarkets - 0.0%		
Kroger Co., 5%, 2013	\$ 303,000	\$ 324,272
Supranational - 1.8%		
Central American Bank, 4.875%, 2012 (n)	\$ 3,800,000	\$ 3,896,733
Corporacion Andina de Fomento, 6.875%, 2012	6,000,000	6,279,732
Corporacion Andina de Fomento, 5.2%, 2013	3,000,000	3,203,550
		\$ 13,380,015
Telecommunications - Wireless - 1.5%		
Crown Castle Towers LLC, 6.113%, 2020 (n)	\$ 2,934,000	\$ 3,175,395
Net Servicios de Comunicacao S.A., 7.5%, 2020	1,006,000	1,146,840
Rogers Communications, Inc., 6.8%, 2018	2,950,000	3,481,941
Telefonica Moviles Chile, 2.875%, 2015 (n)	161,000	157,589
Vodafone Group PLC, 5%, 2013	3,000,000	3,270,576
		\$ 11,232,341
Tobacco - 1.4%		
Altria Group, Inc., 8.5%, 2013	\$ 2,700,000	\$ 3,152,895
B.A.T. International Finance PLC, 8.125%, 2013 (n)	2,250,000	2,599,094
Lorillard Tobacco Co., 8.125%, 2019	1,252,000	1,481,364
Lorillard Tobacco Co., 6.875%, 2020	1,340,000	1,475,311
Reynolds American, Inc., FRN, 1.009%, 2011	2,000,000	2,001,552
		\$ 10,710,216
Transportation - Services - 0.2%		
ERAC USA Finance Co., 2.75%, 2013 (n)	\$ 1,500,000	\$ 1,524,625
U.S. Government Agencies and Equivalents - 3.1%		
Aid-Egypt, 4.45%, 2015	\$ 3,963,000	\$ 4,361,480
Farmer Mac, 5.5%, 2011 (n)	6,070,000	6,134,919
National Credit Union Administration Guaranteed Note, 2.9%, 2020	520,000	513,744

Table of Contents*Portfolio of Investments (unaudited) continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
U.S. Government Agencies and Equivalents - continued		
Small Business Administration, 6.35%, 2021	\$ 1,226,300	\$ 1,347,344
Small Business Administration, 6.34%, 2021	1,084,749	1,177,554
Small Business Administration, 6.44%, 2021	1,028,778	1,119,257
Small Business Administration, 6.625%, 2021	1,265,680	1,381,815
Small Business Administration, 5.34%, 2021	2,951,396	3,157,650
Small Business Administration, 4.93%, 2024	1,378,488	1,467,678