

Baird Aggregate Bond Fund
Schedule of Investments
December 31, 2016

	<u>Principal Amount</u>	<u>Value</u>	<u>% of Net Assets</u>
LONG-TERM INVESTMENTS			
U.S. Treasury Securities			
U.S. Treasury Bonds:			
1.375%, 08/31/2020	\$ 146,500,000	\$ 144,977,719	
1.750%, 03/31/2022	423,730,000	418,085,916	
2.500%, 05/15/2024	166,250,000	168,737,266	
2.250%, 11/15/2025	81,800,000	80,751,978	
5.250%, 11/15/2028	92,576,500	117,854,236	
3.500%, 02/15/2039	371,355,900	406,112,584	
2.875%, 05/15/2043	520,600,000	502,846,499	
2.500%, 02/15/2045	15,450,000	13,761,964	
		<u>1,853,128,162</u>	<u>17.5%</u>
Other Government Related Securities			
CNOOC Finance (2015) Australia Pty Ltd., 2.625%, 05/05/2020 f	14,500,000	14,441,681	
CNPC General Capital Ltd., 2.750%, 05/14/2019 (Acquired 05/07/2014, Cost \$1,983,740) * f	2,000,000	2,014,644	
Comision Federal de Electricidad, 4.875%, 01/15/2024 (Acquired 10/17/2013, Cost \$2,662,655) * f	2,678,000	2,661,262	
Corp Andina de Fomento, 4.375%, 06/15/2022 f	6,107,000	6,478,672	
Export-Import Bank of Korea: 4.000%, 01/11/2017 f	1,400,000	1,400,560	
2.250%, 01/21/2020 f	11,000,000	10,935,056	
Industrial Bank of Korea, 2.000%, 04/23/2020 (Acquired 04/16/2015, Cost \$6,972,210) * f	7,000,000	6,855,422	
Korea Electric Power Corp., 6.750%, 08/01/2027 f	1,932,000	2,308,574	
Korea Gas Corp., 4.250%, 11/02/2020 (Acquired 10/26/2010, Cost \$2,309,418) * f	2,321,000	2,462,128	
Nexen Energy ULC: 6.400%, 05/15/2037 f	3,392,000	4,020,185	
7.500%, 07/30/2039 f	4,175,000	5,678,584	
Pemex Finance Ltd., Series 1999-2, 10.610%, 08/15/2017 f	502,125	517,584	
Petroleos Mexicanos: 5.750%, 03/01/2018 f	2,499,000	2,584,591	
8.000%, 05/03/2019 f	1,500,000	1,646,250	
5.500%, 01/21/2021 f	5,600,000	5,761,000	
4.875%, 01/24/2022 f	4,000,000	4,012,000	
4.500%, 01/23/2026 f	2,500,000	2,277,500	
6.625%, 06/15/2035 f	893,000	879,605	
Sinopec Group Overseas Development [2014] Ltd., 4.375%, 04/10/2024 (Acquired 04/02/2014, Cost \$1,496,505) * f	1,500,000	1,558,737	
Sinopec Group Overseas Development [2015] Ltd.: 2.500%, 04/28/2020 (Acquired 04/21/2015, Cost \$14,936,400) * f	15,000,000	14,900,565	
3.250%, 04/28/2025 (Acquired 04/21/2015, Cost \$9,902,200) * f	10,000,000	9,587,650	
Sinopec Group Overseas Development [2016] Ltd., 3.500%, 05/03/2026 (Acquired 04/25/2016 through 04/28/2016, Cost \$13,365,147) * f	13,450,000	13,029,513	
The Korea Development Bank: 1.507%, 01/23/2017 ∞ f	2,000,000	1,999,888	
2.250%, 05/18/2020 f	2,000,000	1,977,780	
		<u>119,989,431</u>	<u>1.1%</u>
Corporate Bonds			
Industrials			
21st Century Fox America, Inc.: 6.150%, 03/01/2037	2,570,000	3,007,579	
6.750%, 01/09/2038	5,650,000	6,666,237	
Abbott Laboratories: 4.750%, 11/30/2036	15,500,000	15,757,641	
4.900%, 11/30/2046	4,700,000	4,823,774	
AbbVie, Inc.: 2.500%, 05/14/2020	9,500,000	9,502,479	
4.300%, 05/14/2036	6,000,000	5,717,460	
Actavis Funding SCS, 3.850%, 06/15/2024 f	12,067,000	12,174,601	
Acuity Brands Lighting, Inc., 6.000%, 12/15/2019	3,749,000	4,123,368	
Agrium, Inc., 3.375%, 03/15/2025 f	2,625,000	2,542,690	
Ameritech Capital Funding Corp., 6.450%, 01/15/2018	2,668,000	2,788,994	
Amgen, Inc., 4.400%, 05/01/2045	12,300,000	11,790,116	
Anadarko Finance Co., Class B, 7.500%, 05/01/2031 f	7,170,000	9,124,879	

Anadarko Petroleum Corp., 8.700%, 03/15/2019	2,432,000	2,763,888
Analog Devices, Inc., 3.125%, 12/05/2023	10,000,000	9,999,180
Anglo American Capital PLC, 9.375%, 04/08/2019 (Acquired 04/02/2009, Cost \$1,785,000) * f	1,785,000	2,039,362
Anheuser-Busch InBev Finance, Inc.: 2.650%, 02/01/2021	6,300,000	6,336,193
3.300%, 02/01/2023	7,400,000	7,531,217
3.650%, 02/01/2026	9,000,000	9,136,710
Anheuser-Busch InBev Worldwide, Inc., 1.576%, 08/01/2018 ∞	10,000,000	10,061,410
Apple, Inc., 2.400%, 05/03/2023	2,678,000	2,607,617
AT&T, Inc.: 3.400%, 05/15/2025	28,200,000	27,179,808
4.125%, 02/17/2026	7,650,000	7,746,130
4.800%, 06/15/2044	1,375,000	1,299,257
4.750%, 05/15/2046	5,000,000	4,737,095
5.650%, 02/15/2047	4,200,000	4,504,479
Baxalta, Inc., 2.875%, 06/23/2020	5,000,000	4,998,750
Bayer US Finance LLC, 2.375%, 10/08/2019 (Acquired 10/01/2014, Cost \$9,954,200) *	10,000,000	10,017,710
Beam Suntory, Inc., 1.875%, 05/15/2017	2,000,000	2,002,862
Becton Dickinson and Co.: 2.675%, 12/15/2019	4,007,000	4,065,546
3.250%, 11/12/2020	7,000,000	7,197,288
3.734%, 12/15/2024	4,000,000	4,090,488
Boston Scientific Corp.: 2.650%, 10/01/2018	10,000,000	10,109,670
2.850%, 05/15/2020	7,000,000	7,104,391
Bunge Limited Finance Corp.: 8.500%, 06/15/2019	6,933,000	7,942,819
3.500%, 11/24/2020	12,235,000	12,453,089
3.250%, 08/15/2026	11,550,000	11,091,176
Bunge NA Finance LP, 5.900%, 04/01/2017	3,392,000	3,421,185
Burlington Northern Santa Fe LLC, 4.150%, 04/01/2045	3,000,000	3,042,318
Canadian Natural Resources Ltd.: 5.700%, 05/15/2017 f	2,550,000	2,587,962
6.500%, 02/15/2037 f	982,000	1,123,660
Celgene Corp.: 3.550%, 08/15/2022	6,450,000	6,615,056
4.000%, 08/15/2023	2,477,000	2,582,661
CenturyLink, Inc., Class R, 5.150%, 06/15/2017	2,678,000	2,718,170
CF Industries, Inc.: 3.450%, 06/01/2023	21,000,000	18,879,000
5.150%, 03/15/2034	3,000,000	2,550,000
Charter Communications Operating LLC / Charter Communications Operating Capital: 4.464%, 07/23/2022	8,773,000	9,168,057
6.384%, 10/23/2035	5,800,000	6,622,626
Chevron Phillips Chemical Co. LLC / Chevron Phillips Chemical Co. LP, 1.636%, 05/01/2020 (Acquired 05/07/2015, Cost \$25,000,000) ∞ *	25,000,000	24,758,050
Columbia Pipeline Group, Inc.: 2.450%, 06/01/2018	4,004,000	4,023,567
3.300%, 06/01/2020	14,575,000	14,847,436
4.500%, 06/01/2025	2,819,000	2,961,557
Comcast Corp.: 4.250%, 01/15/2033	5,712,000	5,944,279
3.200%, 07/15/2036	10,000,000	8,994,730
6.950%, 08/15/2037	1,953,000	2,663,720
ConAgra Foods, Inc.: 4.950%, 08/15/2020	332,000	353,094
9.750%, 03/01/2021	4,548,000	5,567,016
7.125%, 10/01/2026	2,070,000	2,503,781
ConocoPhillips Co., 1.806%, 05/15/2022 ∞	8,425,000	8,338,475
Continental Airlines Pass Through Trust, Series 1997-4, Class 974A, 6.900%, 01/02/2018	50,327	50,734
Cox Communications, Inc.: 3.850%, 02/01/2025 (Acquired 12/01/2014, Cost \$4,991,350) *	5,000,000	4,903,750
4.800%, 02/01/2035 (Acquired 12/01/2014, Cost \$8,996,760) *	9,000,000	8,383,284
8.375%, 03/01/2039 (Acquired 10/08/2014, Cost \$2,843,349) *	2,000,000	2,494,178
Crane Co., 2.750%, 12/15/2018	10,000,000	10,125,000
CVS Health Corp., 3.500%, 07/20/2022	7,000,000	7,192,458

Daimler Finance North America LLC, 1.500%, 07/05/2019 (Acquired 11/22/2016, Cost \$10,533,764) *	10,700,000	10,527,462
Danone SA, 2.589%, 11/02/2023 (Acquired 10/26/2016, Cost \$19,600,000) * f	19,600,000	18,885,815
DCP Midstream LLC, 9.750%, 03/15/2019 (Acquired 02/29/2012 through 10/15/2012, Cost \$5,634,868) *	5,065,000	5,672,800
Deutsche Telekom International Finance BV, 8.750%, 06/15/2030 ∞ f	1,661,000	2,441,861
Diamond 1 Finance Corp. / Diamond 2 Finance Corp.: 3.480%, 06/01/2019 (Acquired 07/19/2016, Cost \$9,155,438) * 4.420%, 06/15/2021 (Acquired 05/17/2016 through 08/22/2016, Cost \$15,091,977) *	8,947,000 14,650,000	9,133,152 15,159,014
Dominion Gas Holdings LLC, 2.800%, 11/15/2020	7,275,000	7,341,203
Enable Midstream Partners LP, 3.900%, 05/15/2024	5,000,000	4,742,750
Energy Transfer Partners LP: 9.700%, 03/15/2019 4.150%, 10/01/2020 4.050%, 03/15/2025	893,000 10,000,000 16,585,000	1,024,970 10,355,410 16,417,624
EnSCO PLC, 5.200%, 03/15/2025 f	4,000,000	3,454,680
Enterprise Products Operating LLC, 3.700%, 02/15/2026	8,350,000	8,380,277
EQT Midstream Partners LP: 4.000%, 08/01/2024 4.125%, 12/01/2026	3,000,000 10,000,000	2,958,708 9,747,470
ERAC USA Finance LLC: 2.350%, 10/15/2019 (Acquired 10/26/2016, Cost \$4,049,799) * 3.300%, 12/01/2026 (Acquired 05/23/2016, Cost \$13,156,968) *	4,000,000 13,200,000	3,996,448 12,665,638
Express Scripts Holding Co.: 3.300%, 02/25/2021 4.750%, 11/15/2021 3.900%, 02/15/2022 3.000%, 07/15/2023 3.500%, 06/15/2024	2,350,000 5,000,000 10,000,000 5,000,000 9,000,000	2,394,102 5,370,365 10,401,390 4,840,065 8,893,863
Federal Express Corp. 1998 Pass Through Trust, Class 981B, 6.845%, 01/15/2019	1,354,375	1,402,726
FedEx Corp., 3.200%, 02/01/2025	6,000,000	5,988,318
Fidelity National Information Services, Inc.: 3.625%, 10/15/2020 3.500%, 04/15/2023 3.875%, 06/05/2024 4.500%, 08/15/2046	10,000,000 23,125,000 2,150,000 7,000,000	10,352,680 23,419,451 2,193,559 6,664,364
Fiserv, Inc.: 2.700%, 06/01/2020 4.625%, 10/01/2020 3.500%, 10/01/2022	10,000,000 1,785,000 5,410,000	10,048,290 1,906,443 5,509,560
FMC Corp., 4.100%, 02/01/2024	6,400,000	6,425,139
Fomento Economico Mexicano SAB de CV: 2.875%, 05/10/2023 f 4.375%, 05/10/2043 f	5,000,000 4,374,000	4,767,000 4,140,739
Ford Motor Credit Co. LLC: 2.145%, 01/09/2018 2.240%, 06/15/2018 2.375%, 03/12/2019 2.597%, 11/04/2019 3.200%, 01/15/2021 3.336%, 03/18/2021	1,800,000 6,250,000 6,806,000 10,000,000 20,000,000 7,500,000	1,802,606 6,258,469 6,801,964 9,985,150 20,029,180 7,552,043
Forest Laboratories, Inc., 5.000%, 12/15/2021 (Acquired 08/26/2014 through 04/24/2015, Cost \$25,768,153) *	24,000,000	25,948,392
Fortive Corp., 2.350%, 06/15/2021 (Acquired 06/06/2016, Cost \$5,123,821) *	5,125,000	5,056,463
Freeport-McMoRan, Inc.: 6.500%, 11/15/2020 (Acquired 05/29/2014 through 10/24/2014, Cost \$3,307,258) * 6.625%, 05/01/2021 (Acquired 10/24/2014, Cost \$1,479,050) * 6.750%, 02/01/2022 (Acquired 06/18/2014 through 09/22/2014, Cost \$2,737,168) *	3,221,000 1,447,000 2,649,000	3,309,577 1,472,323 2,721,848
General Electric Co.: 2.200%, 01/09/2020 5.550%, 05/04/2020 4.650%, 10/17/2021	1,432,000 1,585,000 1,534,000	1,436,660 1,750,995 1,682,706
General Motors Financial Co., Inc.: 2.400%, 05/09/2019 2.350%, 10/04/2019 4.200%, 03/01/2021 4.375%, 09/25/2021	9,000,000 6,800,000 30,000,000 2,675,000	8,976,159 6,720,086 30,952,410 2,774,815
Georgia-Pacific LLC, 2.539%, 11/15/2019 (Acquired 11/03/2014 through 02/25/2016, Cost \$19,112,532) *	19,125,000	19,292,631
Gilead Sciences, Inc., 4.600%, 09/01/2035	4,600,000	4,771,074

Glencore Funding LLC:		
2.500%, 01/15/2019 (Acquired 05/22/2013, Cost \$4,440,774) *	4,463,000	4,453,181
4.125%, 05/30/2023 (Acquired 07/22/2013 through 04/20/2015, Cost \$6,687,563) *	6,746,000	6,788,770
4.625%, 04/29/2024 (Acquired 04/22/2014 through 03/24/2016, Cost \$11,504,875) *	12,620,000	12,903,950
4.000%, 04/16/2025 (Acquired 04/08/2015, Cost \$4,411,285) *	4,450,000	4,361,000
Grupo Bimbo SAB de CV,		
4.500%, 01/25/2022 (Acquired 03/29/2016 through 04/07/2016, Cost \$13,851,368) * f	13,157,000	13,711,962
GTE Corp.,		
8.750%, 11/01/2021	89,000	108,450
Gulf South Pipeline Co. LP,		
4.000%, 06/15/2022	3,633,000	3,680,156
Gulfstream Natural Gas System LLC,		
4.600%, 09/15/2025 (Acquired 09/24/2015, Cost \$5,037,043) *	5,000,000	5,180,290
Halliburton Co.,		
3.800%, 11/15/2025	9,000,000	9,143,073
Harris Corp.:		
2.700%, 04/27/2020	4,000,000	3,995,600
3.832%, 04/27/2025	5,000,000	5,079,340
Hewlett Packard Enterprise Co.:		
3.600%, 10/15/2020	10,000,000	10,181,900
4.400%, 10/15/2022	15,150,000	15,796,284
Historic TW, Inc.,		
9.150%, 02/01/2023	5,535,000	7,098,350
Holcim US Finance Sarl & Cie SCS,		
6.000%, 12/30/2019 (Acquired 09/24/2009 through 09/04/2013, Cost \$1,237,914) * f	1,232,000	1,349,771
HP, Inc.,		
4.650%, 12/09/2021	6,645,000	7,092,846
Hutchison Whampoa International (09) Ltd.,		
7.625%, 04/09/2019 (Acquired 10/22/2009 through 04/16/2014, Cost \$8,816,014) * f	8,288,000	9,273,170
Hutchison Whampoa International (09/19) Ltd.,		
5.750%, 09/11/2019 (Acquired 04/27/2015, Cost \$9,992,336) * f	9,150,000	10,004,317
Hutchison Whampoa International (14) Ltd.,		
3.625%, 10/31/2024 (Acquired 10/28/2014 through 07/22/2016, Cost \$8,002,077) * f	7,850,000	7,842,864
Hyundai Capital America:		
2.500%, 03/18/2019 (Acquired 10/25/2016, Cost \$4,335,130) *	4,275,000	4,286,432
2.000%, 07/01/2019 (Acquired 06/07/2016, Cost \$8,593,894) *	8,600,000	8,533,496
3.000%, 03/18/2021 (Acquired 12/02/2016, Cost \$15,016,786) *	15,000,000	14,984,025
Hyundai Capital Services, Inc.:		
3.500%, 09/13/2017 (Acquired 03/07/2012 through 08/21/2014, Cost \$7,527,835) * f	7,458,000	7,533,221
2.625%, 09/29/2020 (Acquired 03/23/2015, Cost \$5,142,172) * f	5,150,000	5,099,510
Ingersoll-Rand Luxembourg Finance SA,		
2.625%, 05/01/2020 f	2,650,000	2,655,870
Johnson Controls International PLC:		
6.000%, 01/15/2036 f	1,168,000	1,347,560
4.950%, 07/02/2064 f	2,400,000	2,238,144
Keysight Technologies, Inc.,		
3.300%, 10/30/2019	8,500,000	8,631,376
Kinder Morgan Energy Partners LP:		
9.000%, 02/01/2019	893,000	1,005,564
4.300%, 05/01/2024	10,000,000	10,232,030
6.950%, 01/15/2038	2,008,000	2,329,218
6.500%, 09/01/2039	893,000	980,468
7.500%, 11/15/2040	4,017,000	4,803,344
Kinder Morgan, Inc./DE:		
5.000%, 02/15/2021 (Acquired 05/26/2015, Cost \$4,378,894) *	4,155,000	4,425,806
5.625%, 11/15/2023 (Acquired 06/14/2016, Cost \$5,293,576) *	5,017,000	5,506,715
Kraft Heinz Foods Co.:		
2.800%, 07/02/2020	4,000,000	4,038,008
3.000%, 06/01/2026	10,000,000	9,388,370
5.000%, 07/15/2035	14,740,000	15,463,719
Laboratory Corp. of America Holdings:		
2.500%, 11/01/2018	12,345,000	12,453,796
3.200%, 02/01/2022	2,400,000	2,419,937
Lafarge SA,		
7.125%, 07/15/2036 f	893,000	1,080,846
Lockheed Martin Corp.:		
3.100%, 01/15/2023	5,000,000	5,054,665
4.700%, 05/15/2046	1,000,000	1,087,726
Magellan Midstream Partners LP,		
3.200%, 03/15/2025	5,000,000	4,861,140
Marathon Petroleum Corp.:		
3.400%, 12/15/2020	10,825,000	11,070,987
3.625%, 09/15/2024	1,600,000	1,580,158
4.750%, 09/15/2044	1,500,000	1,329,761
Martin Marietta Materials, Inc.,		
6.250%, 05/01/2037	893,000	949,091
Medtronic, Inc.:		
3.150%, 03/15/2022	3,975,000	4,071,282
4.375%, 03/15/2035	2,808,000	2,970,662
Microsoft Corp.:		
4.450%, 11/03/2045	10,000,000	10,654,190
3.950%, 08/08/2056	12,000,000	11,333,784

Molex Electronic Technologies LLC. 2.878%, 04/15/2020 (Acquired 10/23/2015 through 03/15/2016, Cost \$22,851,007) * MPLX LP, 4.500%, 07/15/2023	23,093,000 21,505,000	23,040,902 21,840,822
Mylan NV: 3.150%, 06/15/2021 (Acquired 06/14/2016, Cost \$5,008,572) * f 3.950%, 06/15/2026 (Acquired 05/31/2016 through 06/28/2016, Cost \$28,877,092) * f	5,000,000 28,925,000	4,906,935 27,069,403
Nabors Industries, Inc., 6.150%, 02/15/2018	982,000	1,018,825
New Cingular Wireless Services, Inc., 8.750%, 03/01/2031	1,360,000	1,945,171
Newell Brands, Inc., 3.850%, 04/01/2023	15,000,000	15,559,605
Nissan Motor Acceptance Corp., 1.500%, 03/02/2018 (Acquired 02/24/2015, Cost \$5,897,404) *	5,900,000	5,883,775
Noble Energy, Inc., 8.250%, 03/01/2019	2,684,000	3,014,951
Noble Holding International Ltd., 5.250%, 03/16/2018 ∞ f	4,000,000	3,990,000
ONEOK Partners LP: 8.625%, 03/01/2019 3.375%, 10/01/2022	7,627,000 1,130,000	8,603,401 1,134,717
Oracle Corp.: 3.400%, 07/08/2024 2.950%, 05/15/2025	3,000,000 6,025,000	3,056,718 5,906,193
Pactiv LLC, 7.950%, 12/15/2025	286,000	303,160
Pentair Finance SA: 1.875%, 09/15/2017 f 3.625%, 09/15/2020 f	7,620,000 26,620,000	7,631,369 27,084,546
Pernod Ricard SA: 4.450%, 01/15/2022 (Acquired 12/01/2016, Cost \$351,009) * f 4.250%, 07/15/2022 (Acquired 06/09/2016 through 09/08/2016, Cost \$22,317,623) * f	331,000 20,527,000	351,183 21,478,570
Perrigo Co PLC, 4.000%, 11/15/2023 f	5,000,000	4,956,585
Perrigo Finance Unlimited Co., 4.375%, 03/15/2026 f	4,875,000	4,879,977
Petrofac Ltd., 3.400%, 10/10/2018 (Acquired 10/03/2013 through 12/03/2014, Cost \$15,542,758) * f	15,546,000	15,734,464
Pfizer, Inc., 5.800%, 08/12/2023	6,000,000	7,074,246
Phillips 66: 4.300%, 04/01/2022 5.875%, 05/01/2042 4.875%, 11/15/2044	10,000,000 6,000,000 21,130,000	10,737,170 7,104,330 22,314,653
Phillips 66 Partners LP, 3.550%, 10/01/2026	7,000,000	6,774,397
POSCO, 4.250%, 10/28/2020 (Acquired 12/18/2014, Cost \$1,020,954) * f	975,000	1,020,153
Potash Corp of Saskatchewan, Inc., 6.500%, 05/15/2019 f	5,000,000	5,461,505
QEP Resources, Inc., 6.800%, 03/01/2020	893,000	928,720
Qualcomm, Inc.: 1.461%, 05/20/2020 ∞ 2.250%, 05/20/2020	7,450,000 3,600,000	7,451,937 3,600,263
R.R. Donnelley & Sons Co., 7.625%, 06/15/2020	893,000	928,720
Republic Services, Inc.: 5.500%, 09/15/2019 3.550%, 06/01/2022	7,400,000 3,000,000	8,053,013 3,116,403
Rio Tinto Alcan, Inc., 5.750%, 06/01/2035 f	446,000	476,422
Rio Tinto Finance (USA) Ltd., 9.000%, 05/01/2019 f	4,909,000	5,660,342
Rockies Express Pipeline LLC, 5.625%, 04/15/2020 (Acquired 03/17/2010, Cost \$1,783,411) *	1,785,000	1,878,713
Samarco Mineracao SA, 5.750%, 10/24/2023 (Acquired 10/22/2013, Cost \$4,474,929) * f §	4,463,000	2,410,020
Schlumberger Holdings Corp., 2.350%, 12/21/2018 (Acquired 12/10/2015, Cost \$9,998,800) *	10,000,000	10,082,490
Shell International Finance BV: 3.250%, 05/11/2025 f 4.125%, 05/11/2035 f	5,725,000 10,000,000	5,720,306 10,210,610
Shire Acquisitions Investments Ireland DAC, 2.875%, 09/23/2023 f	10,000,000	9,504,470
SK Telecom Co. Ltd., 6.625%, 07/20/2027 (Acquired 07/13/2007, Cost \$1,322,945) * f	1,339,000	1,681,704
Solvay Finance America LLC: 3.400%, 12/03/2020 (Acquired 01/08/2016 through 02/23/2016, Cost \$15,076,002) * 4.450%, 12/03/2025 (Acquired 05/03/2016 through 11/17/2016, Cost \$26,377,271) *	15,088,000 25,329,000	15,351,934 26,282,004
Southern Natural Gas Company LLC, 5.900%, 04/01/2017 (Acquired 03/14/2007, Cost \$1,247,925) *	1,250,000	1,263,018

Spectra Energy Partners LP, 4.500%, 03/15/2045	7,000,000	6,655,957
Sprint Capital Corp., 6.900%, 05/01/2019	2,499,000	2,645,816
Stryker Corp., 2.625%, 03/15/2021	6,225,000	6,249,041
Sunoco Logistics Partners Operations LP, 3.900%, 07/15/2026	12,000,000	11,615,268
Sysco Corp., 3.300%, 07/15/2026	11,550,000	11,334,373
TC PipeLines LP, 4.375%, 03/13/2025	16,500,000	16,633,337
Telecom Italia Capital SA: 7.175%, 06/18/2019 f 7.200%, 07/18/2036 f	1,785,000 5,475,000	1,976,887 5,396,927
Telefonica Emisiones SAU: 6.221%, 07/03/2017 f 5.462%, 02/16/2021 f	4,530,000 8,830,000	4,631,662 9,625,336
The Dow Chemical Co., 8.550%, 05/15/2019	26,000,000	29,798,106
The JM Smucker Co., 3.500%, 03/15/2025	5,000,000	5,041,700
The Mosaic Co.: 4.250%, 11/15/2023 5.450%, 11/15/2033	5,000,000 2,000,000	5,041,705 1,983,612
The Timken Co., 3.875%, 09/01/2024	2,000,000	1,959,812
The Williams Companies, Inc., 4.550%, 06/24/2024	5,000,000	4,962,500
Thermo Fisher Scientific, Inc.: 1.850%, 01/15/2018 2.150%, 12/14/2018 3.000%, 04/15/2023	4,925,000 4,000,000 7,975,000	4,932,048 4,018,360 7,838,364
Time Warner Cable LLC: 6.550%, 05/01/2037 6.750%, 06/15/2039	893,000 2,767,000	1,010,922 3,216,862
Time Warner, Inc.: 3.600%, 07/15/2025 3.875%, 01/15/2026 2.950%, 07/15/2026 3.800%, 02/15/2027 7.625%, 04/15/2031 7.700%, 05/01/2032	2,200,000 7,000,000 6,250,000 6,300,000 5,207,000 12,018,000	2,187,680 7,007,539 5,822,013 6,264,222 7,061,707 16,287,407
TransCanada PipeLines Ltd., 4.875%, 01/15/2026 f	12,000,000	13,333,728
Transocean, Inc., 6.500%, 11/15/2020 f	4,000,000	3,960,000
TSMC Global Ltd., 1.625%, 04/03/2018 (Acquired 12/03/2013 through 04/29/2015, Cost \$9,809,789) * f	9,865,000	9,827,276
TTX Co.: 3.600%, 01/15/2025 (Acquired 11/13/2014, Cost \$4,999,250) * 3.900%, 02/01/2045 (Acquired 01/26/2015 through 04/29/2015, Cost \$10,151,754) *	5,000,000 10,250,000	4,991,180 9,241,134
Tyco Electronics Group SA, 6.550%, 10/01/2017 f	6,248,000	6,480,738
Union Pacific Corp., 3.375%, 02/01/2035	3,000,000	2,837,229
US Airways Pass Through Trust, Series 1998-1, Class 981A, 6.850%, 01/30/2018	129,439	132,027
Vale Overseas Ltd.: 5.875%, 06/10/2021 f 6.250%, 08/10/2026 f 8.250%, 01/17/2034 f 6.875%, 11/21/2036 f 6.875%, 11/10/2039 f	11,075,000 7,000,000 8,526,000 1,483,000 2,893,000	11,601,063 7,280,000 9,399,915 1,460,755 2,813,442
Valero Energy Corp.: 9.375%, 03/15/2019 6.625%, 06/15/2037	15,578,000 2,100,000	17,939,625 2,457,764
Valero Energy Partners LP, 4.375%, 12/15/2026	10,000,000	10,089,610
Verizon Communications, Inc.: 4.150%, 03/15/2024 6.400%, 09/15/2033 4.272%, 01/15/2036	3,000,000 34,140,000 8,148,000	3,134,946 41,190,388 7,798,663
Viacom, Inc., 2.500%, 09/01/2018	7,628,000	7,650,869
Vodafone Group PLC, 1.250%, 09/26/2017 f	10,000,000	9,981,450
Vulcan Materials Co.: 7.000%, 06/15/2018 7.500%, 06/15/2021 7.150%, 11/30/2037	1,785,000 4,000,000 446,000	1,905,488 4,710,000 532,970
Wabtec Corp./DE, 4.375%, 08/15/2023 3.450%, 11/15/2026 (Acquired 10/31/2016, Cost \$13,170,389) *	2,678,000 13,175,000	2,797,586 12,664,627
Walgreens Boots Alliance, Inc.: 3.300%, 11/18/2021 3.100%, 06/01/2023 3.800%, 11/18/2024	6,383,000 13,300,000 5,934,000	6,502,815 13,212,100 6,039,477

Western Gas Partners LP, 5.375%, 06/01/2021	8,701,000	9,358,413	
WestRock MWV LLC: 9.750%, 06/15/2020	143,000	172,225	
8.200%, 01/15/2030	7,963,000	10,395,505	
Williams Partners LP, 6.300%, 04/15/2040	2,767,000	2,953,471	
Woodside Finance Ltd., 3.650%, 03/05/2025 (Acquired 02/26/2015 through 04/14/2015, Cost \$12,292,106) * f	12,300,000	12,015,673	
Yara International ASA, 3.800%, 06/06/2026 (Acquired 06/01/2016 through 07/06/2016, Cost \$14,103,211) * f	13,965,000	13,689,415	
Zimmer Holdings, Inc., 3.150%, 04/01/2022	9,500,000	9,474,027	
Zoetis, Inc.: 3.450%, 11/13/2020	5,145,000	5,280,627	
3.250%, 02/01/2023	34,200,000	34,125,239	
		<u>2,092,926,257</u>	<u>19.8%</u>
Utilities			
Ameren Corp., 2.700%, 11/15/2020	10,000,000	10,053,680	
Arizona Public Service Co., 8.750%, 03/01/2019	759,000	862,811	
Beaver Valley II Funding Corp., 9.000%, 06/01/2017	19,000	19,002	
Berkshire Hathaway Energy Co., 2.400%, 02/01/2020	5,000,000	5,013,615	
Duke Energy Corp., 2.650%, 09/01/2026	10,000,000	9,333,280	
Edison International, 2.950%, 03/15/2023	5,000,000	4,941,225	
ENEL Finance International NV: 5.125%, 10/07/2019 (Acquired 09/30/2009, Cost \$2,199,280) * f	2,209,000	2,361,363	
6.800%, 09/15/2037 (Acquired 09/13/2007, Cost \$1,560,853) * f	1,565,000	1,902,569	
Entergy Corp., 2.950%, 09/01/2026	13,075,000	12,230,904	
Exelon Corp., 4.950%, 06/15/2035	3,500,000	3,713,178	
Exelon Generation Co. LLC, 6.200%, 10/01/2017	1,964,000	2,029,955	
Mega Advance Investments Ltd., 5.000%, 05/12/2021 (Acquired 05/09/2011, Cost \$4,858,830) * f	4,909,000	5,245,502	
National Rural Utilities Cooperative Finance Corp.: 2.000%, 01/27/2020	2,000,000	1,985,548	
8.000%, 03/01/2032	4,659,000	6,606,122	
NextEra Energy Capital Holdings, Inc., Class D, 7.300%, 09/01/2067 ∞	2,455,000	2,452,545	
PSEG Power LLC, 5.125%, 04/15/2020	3,575,000	3,829,254	
RGS I&M Funding Corp., Class F*, 9.820%, 06/07/2022	713,509	723,694	
South Carolina Electric & Gas Co., 4.100%, 06/15/2046	10,000,000	9,898,270	
Talent Yield Investments Ltd., 4.500%, 04/25/2022 (Acquired 04/18/2012, Cost \$1,772,791) * f	1,785,000	1,869,802	
The Southern Co., 4.250%, 07/01/2036	5,525,000	5,494,491	
		<u>90,566,810</u>	<u>0.9%</u>
Financials			
ABN AMRO Bank NV: 2.500%, 10/30/2018 (Acquired 10/23/2013 through 01/13/2014, Cost \$11,023,715) * f	11,033,000	11,119,940	
2.450%, 06/04/2020 (Acquired 05/28/2015, Cost \$8,980,200) * f	9,000,000	8,950,104	
4.800%, 04/18/2026 (Acquired 04/11/2016, Cost \$8,984,430) * f	9,000,000	9,177,111	
Aetna, Inc., 4.250%, 06/15/2036	4,575,000	4,587,101	
AIA Group Ltd., 3.200%, 03/11/2025 (Acquired 03/04/2015, Cost \$5,992,380) * f	6,000,000	5,790,966	
Ally Financial, Inc., 8.000%, 12/31/2018	360,000	392,850	
American International Group, Inc.: 6.400%, 12/15/2020	10,830,000	12,330,865	
4.875%, 06/01/2022	17,698,000	19,339,932	
4.125%, 02/15/2024	893,000	927,129	
3.875%, 01/15/2035	4,875,000	4,579,253	
8.175%, 05/15/2058 ∞	893,000	1,129,645	
Ameriprise Financial, Inc., 7.300%, 06/28/2019	1,785,000	2,003,523	

AmSouth Bancorporation, 6.750%, 11/01/2025	223,000	255,967
Anthem, Inc., 5.100%, 01/15/2044	1,584,000	1,687,833
ANZ New Zealand (Int'l) Ltd./London: 1.750%, 03/29/2018 (Acquired 03/24/2015 through 06/15/2015, Cost \$2,434,251) * f	2,435,000	2,430,975
2.850%, 08/06/2020 (Acquired 07/30/2015, Cost \$15,337,260) * f	15,350,000	15,456,038
2.750%, 02/03/2021 (Acquired 01/27/2016, Cost \$2,996,790) * f	3,000,000	3,002,847
Aon PLC: 4.000%, 11/27/2023 f	6,150,000	6,380,914
3.875%, 12/15/2025 f	9,126,000	9,301,995
Australia & New Zealand Banking Group Ltd./New York NY, 3.700%, 11/16/2025 f	6,500,000	6,748,150
Australia and New Zealand Banking Group Ltd., 4.500%, 03/19/2024 (Acquired 03/12/2014 through 02/23/2016, Cost \$15,997,705) * f	16,000,000	16,383,312
BAC Capital Trust VI, 5.625%, 03/08/2035 ^	357,000	376,733
Bank of America Corp.: 6.400%, 08/28/2017	893,000	920,384
6.875%, 04/25/2018	3,162,000	3,360,921
2.625%, 10/19/2020	5,000,000	5,002,855
3.300%, 01/11/2023	7,000,000	7,023,380
4.125%, 01/22/2024	15,000,000	15,588,765
3.500%, 04/19/2026	9,000,000	8,880,048
3.248%, 10/21/2027	6,000,000	5,728,200
7.750%, 05/14/2038	1,138,000	1,566,803
Bank of Montreal, 1.800%, 07/31/2018 f	3,600,000	3,602,261
BanPonce Trust I, Class A, 8.327%, 02/01/2027	1,941,000	1,836,141
Barclays Bank PLC, 6.050%, 12/04/2017 (Acquired 05/27/2015, Cost \$10,351,892) * f	10,000,000	10,330,870
Barclays PLC: 2.875%, 06/08/2020 f	5,000,000	4,957,765
3.250%, 01/12/2021 f	12,175,000	12,186,859
3.650%, 03/16/2025 f	8,100,000	7,831,258
BB&T Corp., 2.625%, 06/29/2020	5,000,000	5,039,170
Berkshire Hathaway, Inc., 2.750%, 03/15/2023	14,675,000	14,619,910
BNP Paribas SA: 2.375%, 05/21/2020 f	10,000,000	9,950,580
3.250%, 03/03/2023 f	3,570,000	3,602,566
BNZ International Funding Ltd./London: 2.350%, 03/04/2019 (Acquired 09/03/2014 through 04/17/2015, Cost \$7,324,860) * f	7,300,000	7,326,061
2.750%, 03/02/2021 (Acquired 02/23/2016, Cost \$13,990,200) * f	14,000,000	14,025,298
BPCE SA: 2.500%, 07/15/2019 f	7,925,000	7,966,329
5.700%, 10/22/2023 (Acquired 10/15/2013 through 11/30/2016, Cost \$22,215,043) * f	21,395,000	22,492,200
4.000%, 04/15/2024 f	2,500,000	2,595,032
5.150%, 07/21/2024 (Acquired 05/10/2016 through 08/16/2016, Cost \$16,744,680) * f	16,185,000	16,453,768
Caisse Centrale Desjardins: 1.550%, 09/12/2017 (Acquired 07/07/2015, Cost \$4,002,337) * f	4,000,000	4,001,716
1.552%, 01/29/2018 (Acquired 01/26/2015, Cost \$19,000,000) ∞ * f	19,000,000	18,980,639
Capital One Bank (USA) NA, 3.375%, 02/15/2023	22,650,000	22,437,362
Capital One NA/Mclean VA: 1.561%, 02/05/2018 ∞	3,625,000	3,632,159
2.400%, 09/05/2019	12,000,000	12,026,688
1.850%, 09/13/2019	5,000,000	4,943,165
Chubb INA Holdings, Inc., 2.875%, 11/03/2022	8,750,000	8,821,592
Citigroup, Inc.: 1.700%, 04/27/2018	13,000,000	12,971,348
2.050%, 12/07/2018	11,000,000	10,998,768
2.350%, 08/02/2021	9,000,000	8,803,791
2.361%, 09/01/2023 ∞	7,000,000	7,139,181
3.750%, 06/16/2024	1,000,000	1,018,459
3.700%, 01/12/2026	4,500,000	4,476,834
Citizens Bank NA/Providence RI: 2.300%, 12/03/2018	4,000,000	4,020,496
2.500%, 03/14/2019	7,800,000	7,860,091
2.450%, 12/04/2019	19,300,000	19,364,906
CNA Financial Corp.: 5.750%, 08/15/2021	7,199,000	8,041,981
7.250%, 11/15/2023	4,000,000	4,728,532
4.500%, 03/01/2026	14,000,000	14,640,360
Comerica Bank: 2.500%, 06/02/2020	29,000,000	28,989,357
4.000%, 07/27/2025	10,000,000	10,011,450
Commonwealth Bank of Australia/New York NY, 2.050%, 03/15/2019 f	10,275,000	10,263,153

Compass Bank:		
2.750%, 09/29/2019	31,216,000	31,046,091
3.875%, 04/10/2025	14,713,000	14,001,494
Cooperatieve Rabobank UA,		
3.750%, 07/21/2026 f	12,000,000	11,762,976
Credit Agricole SA,		
6.637%, 05/31/2017 (Acquired 05/23/2007, Cost \$893,000) ∞ * f	893,000	838,884
Credit Suisse AG/New York NY:		
1.700%, 04/27/2018 f	6,000,000	5,986,776
5.300%, 08/13/2019 f	1,406,000	1,517,121
5.400%, 01/14/2020 f	5,000,000	5,360,695
3.000%, 10/29/2021 f	7,000,000	7,066,885
3.625%, 09/09/2024 f	4,325,000	4,353,895
Credit Suisse Group Funding Guernsey Ltd.:		
3.800%, 09/15/2022 f	3,000,000	3,026,604
3.800%, 06/09/2023 f	4,550,000	4,544,986
4.550%, 04/17/2026 f	2,000,000	2,077,150
Credit Suisse USA, Inc.,		
7.125%, 07/15/2032	5,063,000	6,689,949
Deutsche Bank AG:		
2.950%, 08/20/2020 f	4,500,000	4,429,886
3.125%, 01/13/2021 f	10,800,000	10,618,549
4.250%, 10/14/2021 (Acquired 10/07/2016, Cost \$17,994,420) * f	18,000,000	18,069,408
Deutsche Bank AG/London:		
1.512%, 02/13/2017 ∞ f	9,000,000	8,997,858
3.700%, 05/30/2024 f	10,000,000	9,724,310
Discover Bank/Greenwood DE:		
2.600%, 11/13/2018	4,875,000	4,917,276
4.200%, 08/08/2023	20,000,000	20,836,620
3.450%, 07/27/2026	12,000,000	11,587,332
Discover Financial Services,		
3.950%, 11/06/2024	5,000,000	4,955,305
Fifth Third Bancorp,		
2.875%, 07/27/2020	6,000,000	6,066,000
First Horizon National Corp.,		
3.500%, 12/15/2020	29,078,000	29,342,842
First Tennessee Bank NA,		
2.950%, 12/01/2019	5,612,000	5,625,918
FMR LLC,		
4.950%, 02/01/2033 (Acquired 01/29/2013, Cost \$1,747,795) *	1,750,000	1,812,459
GE Capital International Funding Co. Unlimited Co.,		
2.342%, 11/15/2020 f	12,638,000	12,631,972
Genworth Holdings, Inc.,		
4.900%, 08/15/2023	1,339,000	1,104,675
Goldman Sachs Capital I,		
6.345%, 02/15/2034	1,053,000	1,251,960
Great-West Life & Annuity Insurance Capital LP II,		
3.449%, 05/16/2046 (Acquired 05/16/2006 through 11/08/2007, Cost \$2,482,656) ∞ * f	2,499,000	2,136,645
Highmark, Inc.,		
4.750%, 05/15/2021 (Acquired 05/03/2011 through 07/30/2014, Cost \$4,376,303) *	4,378,000	4,444,646
HSBC Bank PLC,		
1.546%, 05/15/2018 (Acquired 12/17/2014, Cost \$4,959,505) ∞ * f	4,950,000	4,951,673
HSBC Bank USA NA,		
7.000%, 01/15/2039	4,200,000	5,549,750
HSBC Finance Corp.,		
6.676%, 01/15/2021	15,925,000	17,900,353
HSBC Holdings PLC:		
2.650%, 01/05/2022 f	4,000,000	3,905,044
3.600%, 05/25/2023 f	2,275,000	2,288,190
4.375%, 11/23/2026 f	10,000,000	10,074,240
HSBC USA, Inc.:		
2.350%, 03/05/2020	3,000,000	2,976,540
5.000%, 09/27/2020	3,716,000	3,947,782
9.125%, 05/15/2021	625,000	768,567
Humana, Inc.,		
7.200%, 06/15/2018	1,870,000	2,010,125
Huntington Bancshares Inc./OH:		
3.150%, 03/14/2021	7,600,000	7,707,153
2.300%, 01/14/2022	26,450,000	25,653,458
ING Bank NV:		
3.750%, 03/07/2017 (Acquired 03/28/2012, Cost \$1,903,783) * f	1,919,000	1,927,116
2.050%, 08/17/2018 (Acquired 08/10/2015, Cost \$7,270,562) * f	7,275,000	7,281,009
2.000%, 11/26/2018 (Acquired 11/17/2015, Cost \$5,984,160) * f	6,000,000	5,997,606
2.500%, 10/01/2019 (Acquired 09/23/2014, Cost \$3,481,100) * f	3,500,000	3,522,540
2.450%, 03/16/2020 (Acquired 03/10/2015 through 04/29/2015, Cost \$9,209,983) * f	9,225,000	9,223,081
5.800%, 09/25/2023 (Acquired 01/14/2014 through 04/29/2016, Cost \$11,328,363) * f	10,450,000	11,482,345
Invesco Finance PLC:		
3.125%, 11/30/2022 f	5,902,000	5,945,527
3.750%, 01/15/2026 f	4,900,000	4,965,577
Jefferies Group LLC:		
6.875%, 04/15/2021	3,570,000	4,061,353
6.250%, 01/15/2036	1,390,000	1,417,604

John Hancock Life Insurance Co., 7.375%, 02/15/2024 (Acquired 08/26/2010, Cost \$6,583,866) *	6,069,000	7,172,308
JPMorgan Chase & Co.:		
2.250%, 01/23/2020	3,675,000	3,666,349
4.250%, 10/15/2020	886,000	937,597
2.550%, 03/01/2021	7,000,000	6,977,999
2.295%, 08/15/2021	18,000,000	17,666,532
2.112%, 10/24/2023 ∞	15,000,000	15,299,535
3.125%, 01/23/2025	14,000,000	13,685,770
5.600%, 07/15/2041	4,106,000	4,909,951
JPMorgan Chase Bank NA, 6.000%, 10/01/2017	500,000	515,992
KEB Hana Bank, 1.750%, 10/18/2019 (Acquired 10/11/2016, Cost \$19,935,600) * f	20,000,000	19,774,820
KeyBank NA/Cleveland OH:		
1.451%, 06/01/2018 ∞	10,600,000	10,613,207
2.250%, 03/16/2020	5,000,000	4,979,015
3.400%, 05/20/2026	12,250,000	11,895,620
Kookmin Bank:		
1.625%, 07/14/2017 (Acquired 07/07/2014, Cost \$3,988,720) * f	4,000,000	3,994,468
1.625%, 08/01/2019 (Acquired 07/25/2016, Cost \$6,979,840) * f	7,000,000	6,894,930
LeasePlan Corp. NV:		
3.000%, 10/23/2017 (Acquired 12/03/2013 through 04/29/2015, Cost \$955,709) * f	950,000	956,813
2.500%, 05/16/2018 (Acquired 09/24/2013 through 04/27/2015, Cost \$11,690,148) * f	11,658,000	11,674,951
2.875%, 01/22/2019 (Acquired 10/14/2015, Cost \$10,993,180) * f	11,000,000	10,996,524
Liberty Mutual Group, Inc.:		
4.250%, 06/15/2023 (Acquired 06/13/2013, Cost \$2,660,995) *	2,678,000	2,803,799
10.750%, 06/15/2058 (Acquired 05/21/2008, Cost \$2,182,029) ∞ *	2,231,000	3,346,500
Liberty Mutual Insurance Co., 7.697%, 10/15/2097 (Acquired 03/26/2003, Cost \$297,832) *	465,000	570,757
Lincoln National Corp.:		
8.750%, 07/01/2019	1,601,000	1,842,082
6.050%, 04/20/2067 ∞	1,004,000	773,080
Lloyds Bank PLC:		
1.750%, 05/14/2018 f	7,775,000	7,764,644
5.800%, 01/13/2020 (Acquired 02/10/2010, Cost \$1,412,255) * f	1,428,000	1,557,205
2.400%, 03/17/2020 f	20,000,000	19,947,580
Macquarie Bank Ltd.:		
1.600%, 10/27/2017 (Acquired 10/22/2014, Cost \$4,996,950) * f	5,000,000	4,999,680
2.400%, 01/21/2020 (Acquired 01/14/2015 through 11/22/2016, Cost \$11,969,750) * f	12,000,000	11,891,760
Macquarie Group Ltd.:		
3.000%, 12/03/2018 (Acquired 11/25/2013, Cost \$8,490,900) * f	8,525,000	8,651,903
7.625%, 08/13/2019 (Acquired 02/12/2014 through 05/18/2015, Cost \$4,405,192) * f	3,944,000	4,423,520
Manufacturers & Traders Trust Co., 2.100%, 02/06/2020	10,850,000	10,819,631
Manulife Financial Corp.:		
4.150%, 03/04/2026 f	10,000,000	10,440,130
5.375%, 03/04/2046 f	5,150,000	5,875,285
Marsh & McLennan Companies, Inc., 2.300%, 04/01/2017	2,231,000	2,230,288
Massachusetts Mutual Life Insurance Co.:		
8.875%, 06/01/2039 (Acquired 05/27/2009 through 10/31/2016, Cost \$40,486,801) *	27,017,000	40,556,813
4.500%, 04/15/2065 (Acquired 04/08/2015, Cost \$2,945,520) *	3,000,000	2,751,609
MBIA Insurance Corp., 12.140%, 01/15/2033 (Acquired 01/11/2008, Cost \$714,000) ∞ * §	714,000	328,440
MetLife, Inc.:		
7.717%, 02/15/2019	982,000	1,098,507
6.500%, 12/15/2032	466,000	585,255
4.875%, 11/13/2043	3,375,000	3,653,978
4.050%, 03/01/2045	10,000,000	9,589,490
4.600%, 05/13/2046	2,375,000	2,500,241
Metropolitan Life Global Funding I, 3.000%, 01/10/2023 (Acquired 04/27/2015, Cost \$2,038,336) *	2,004,000	2,012,723
Mitsubishi UFJ Financial Group, Inc.:		
2.950%, 03/01/2021 f	15,200,000	15,301,460
2.190%, 09/13/2021 f	12,400,000	12,058,529
Mizuho Bank Ltd.:		
1.850%, 03/21/2018 (Acquired 03/14/2013 through 04/29/2015, Cost \$3,345,077) * f	3,349,000	3,343,166
1.800%, 03/26/2018 (Acquired 06/16/2016, Cost \$24,344,927) * f	24,275,000	24,239,558
2.450%, 04/16/2019 (Acquired 04/09/2014, Cost \$2,096,262) * f	2,100,000	2,108,902
Mizuho Financial Group, Inc., 2.632%, 04/12/2021 (Acquired 04/05/2016, Cost \$13,000,000) * f	13,000,000	12,863,994
Morgan Stanley:		
7.300%, 05/13/2019	15,110,000	16,836,741
2.375%, 07/23/2019	1,000,000	1,002,849
5.625%, 09/23/2019	1,941,000	2,103,966
2.650%, 01/27/2020	4,200,000	4,219,782
2.800%, 06/16/2020	5,000,000	5,040,920
2.500%, 04/21/2021	8,000,000	7,913,024
2.282%, 10/24/2023 ∞	8,000,000	8,088,888
Class F, 3.875%, 04/29/2024	1,650,000	1,692,190
3.700%, 10/23/2024	4,000,000	4,047,648

MUFG Americas Holdings Corp., 2.250%, 02/10/2020	5,000,000	4,946,735
National Australia Bank Ltd./New York, 2.500%, 07/12/2026 f	20,875,000	19,384,108
Nationwide Building Society, 2.450%, 07/27/2021 (Acquired 07/20/2016 through 08/01/2016, Cost \$38,476,783) * f	38,500,000	37,988,258
Nationwide Financial Services, Inc., 5.375%, 03/25/2021 (Acquired 02/05/2015 through 05/08/2015, Cost \$18,518,492) * f	16,905,000	18,464,334
Navient Corp., 5.625%, 08/01/2033	446,000	367,950
New York Life Global Funding, 2.350%, 07/14/2026 (Acquired 07/11/2016, Cost \$7,895,102) *	7,900,000	7,362,413
New York Life Insurance Co., 6.750%, 11/15/2039 (Acquired 05/04/2016, Cost \$3,957,337) *	3,000,000	3,945,915
Nomura Holdings, Inc.: 2.750%, 03/19/2019 f 6.700%, 03/04/2020 f	1,625,000 1,667,000	1,640,379 1,863,114
Peachtree Corners Funding Trust, 3.976%, 02/15/2025 (Acquired 03/10/2015 through 04/24/2015, Cost \$8,112,753) *	8,000,000	7,805,704
PNC Bank NA, 4.200%, 11/01/2025	2,678,000	2,829,647
Pricoa Global Funding I, 2.550%, 11/24/2020 (Acquired 11/17/2015, Cost \$14,000,000) *	14,000,000	14,002,772
Principal Financial Group, Inc.: 3.300%, 09/15/2022 3.125%, 05/15/2023 3.400%, 05/15/2025 4.300%, 11/15/2046	1,860,000 4,667,000 16,000,000 2,325,000	1,882,290 4,641,523 15,897,728 2,277,970
Principal Life Global Funding II: 2.200%, 04/08/2020 (Acquired 03/31/2015, Cost \$3,994,720) * 3.000%, 04/18/2026 (Acquired 04/11/2016, Cost \$13,364,356) *	4,000,000 13,400,000	3,970,052 13,025,658
Protective Life Corp.: 7.375%, 10/15/2019 8.450%, 10/15/2039	7,096,000 1,400,000	8,037,114 1,854,635
Protective Life Global Funding, 2.700%, 11/25/2020 (Acquired 11/19/2015, Cost \$7,992,960) *	8,000,000	8,011,656
Prudential Financial, Inc., 6.625%, 12/01/2037	5,000,000	6,356,230
Raymond James Financial, Inc., 8.600%, 08/15/2019	5,000,000	5,736,140
RBC USA Holdco Corp., 5.250%, 09/15/2020	2,025,000	2,227,055
Regions Bank/Birmingham AL: 7.500%, 05/15/2018 2.250%, 09/14/2018	8,518,000 5,000,000	9,125,580 5,016,410
Regions Financial Corp., 3.200%, 02/08/2021	25,000,000	25,353,750
Reliance Standard Life Global Funding II: 2.500%, 01/15/2020 (Acquired 04/14/2015, Cost \$6,995,547) * 2.375%, 05/04/2020 (Acquired 04/27/2015 through 11/08/2016, Cost \$29,990,080) *	6,940,000 30,000,000	6,897,902 29,661,930
Santander Bank NA, 8.750%, 05/30/2018	9,442,000	10,162,292
Santander Holdings USA, Inc.: 2.700%, 05/24/2019 2.650%, 04/17/2020	5,000,000 2,000,000	4,996,195 1,982,262
Santander Issuances SAU, 5.179%, 11/19/2025 f	4,000,000	4,037,612
Santander UK Group Holdings PLC: 2.875%, 10/16/2020 f 3.125%, 01/08/2021 f 2.875%, 08/05/2021 f	4,866,000 2,600,000 6,000,000	4,822,162 2,593,927 5,867,130
Santander UK PLC, 5.000%, 11/07/2023 (Acquired 10/31/2013 through 12/02/2014, Cost \$10,232,333) * f	9,880,000	10,051,161
Skandinaviska Enskilda Banken AB: 2.375%, 11/20/2018 (Acquired 11/13/2013 through 05/07/2015, Cost \$6,846,539) * f 2.375%, 03/25/2019 (Acquired 03/18/2014 through 04/29/2015, Cost \$1,726,264) * f 2.450%, 05/27/2020 (Acquired 05/19/2015, Cost \$14,976,900) * f	6,835,000 1,725,000 15,000,000	6,879,311 1,729,428 14,940,240
Societe Generale SA: 2.078%, 10/01/2018 ∞ f 2.500%, 04/08/2021 (Acquired 04/04/2016, Cost \$10,217,332) * f 4.250%, 04/14/2025 (Acquired 04/08/2015, Cost \$4,092,109) * f 4.750%, 11/24/2025 (Acquired 11/17/2015, Cost \$11,954,640) * f	6,000,000 10,225,000 4,157,000 12,000,000	6,051,144 10,129,355 4,032,702 12,071,256
SpareBank 1 Boligkreditt AS, 1.750%, 11/15/2019 (Acquired 11/07/2012, Cost \$4,428,322) * f	4,463,000	4,404,441
Springleaf Finance Corp., 6.900%, 12/15/2017	400,000	417,120
Standard Chartered PLC: 1.520%, 04/17/2018 (Acquired 04/13/2015, Cost \$3,000,000) ∞ * f 1.700%, 04/17/2018 (Acquired 04/13/2015 through 04/24/2015, Cost \$11,588,924) * f 2.100%, 08/19/2019 (Acquired 11/17/2016, Cost \$13,898,403) * f 3.050%, 01/15/2021 (Acquired 01/12/2016, Cost \$4,490,910) * f 5.700%, 03/26/2044 (Acquired 03/21/2014, Cost \$5,988,000) * f	3,000,000 11,600,000 14,000,000 4,500,000 6,000,000	2,988,498 11,516,480 13,840,022 4,494,591 5,992,458

Sumitomo Mitsui Banking Corp.:		
2.450%, 01/16/2020 f	20,500,000	20,415,191
3.950%, 07/19/2023 f	1,850,000	1,929,728
Sumitomo Mitsui Financial Group, Inc.:		
2.934%, 03/09/2021 f	5,950,000	5,981,148
2.442%, 10/19/2021 f	15,775,000	15,518,893
SunTrust Bank/Atlanta GA:		
7.250%, 03/15/2018	1,874,000	1,987,857
3.300%, 05/15/2026	3,925,000	3,788,390
SunTrust Banks, Inc.:		
2.900%, 03/03/2021	14,150,000	14,349,869
2.700%, 01/27/2022	12,800,000	12,805,440
Svenska Handelsbanken AB,		
2.400%, 10/01/2020 f	5,200,000	5,188,981
Swedbank AB:		
2.375%, 02/27/2019 (Acquired 02/20/2014, Cost \$7,287,663) * f	7,300,000	7,332,091
2.200%, 03/04/2020 (Acquired 02/25/2015 through 04/29/2015, Cost \$6,464,444) * f	6,468,000	6,415,092
Synchrony Financial:		
3.000%, 08/15/2019	2,000,000	2,025,918
3.750%, 08/15/2021	10,225,000	10,509,429
4.250%, 08/15/2024	26,864,000	27,346,155
4.500%, 07/23/2025	5,140,000	5,279,633
TD Ameritrade Holding Corp.:		
5.600%, 12/01/2019	2,945,000	3,235,315
2.950%, 04/01/2022	4,625,000	4,682,577
3.625%, 04/01/2025	7,000,000	7,106,407
The Bank of Nova Scotia:		
1.700%, 06/11/2018 f	15,000,000	15,005,145
4.500%, 12/16/2025 f	5,500,000	5,650,078
The Bank of Tokyo-Mitsubishi UFJ Ltd.:		
4.100%, 09/09/2023 (Acquired 09/03/2013 through 03/26/2014, Cost \$2,932,813) * f	2,911,000	3,065,187
3.750%, 03/10/2024 (Acquired 03/04/2014 through 04/29/2015, Cost \$2,803,398) * f	2,800,000	2,897,138
The Bear Stearns Companies LLC,		
7.250%, 02/01/2018	5,547,000	5,870,046
The Goldman Sachs Group, Inc.:		
6.150%, 04/01/2018	5,634,000	5,926,489
7.500%, 02/15/2019	1,964,000	2,177,253
2.550%, 10/23/2019	2,700,000	2,719,824
2.350%, 11/15/2021	6,175,000	5,999,383
2.537%, 11/29/2023 ∞	5,000,000	5,155,035
3.850%, 07/08/2024	3,000,000	3,062,373
3.500%, 01/23/2025	3,000,000	2,960,097
3.750%, 05/22/2025	5,000,000	5,013,005
2.640%, 10/28/2027 ∞	10,000,000	10,193,950
The Guardian Life Insurance Co. of America:		
7.375%, 09/30/2039 (Acquired 05/04/2016 through 10/12/2016, Cost \$12,346,148) *	9,425,000	12,565,646
4.875%, 06/19/2064 (Acquired 06/16/2014, Cost \$1,993,300) *	2,000,000	1,964,606
The Hartford Financial Services Group, Inc.:		
5.125%, 04/15/2022	1,538,000	1,705,927
8.125%, 06/15/2038 ∞	1,964,000	2,103,444
The Huntington National Bank:		
2.000%, 06/30/2018	9,000,000	9,003,888
2.200%, 11/06/2018	4,825,000	4,838,655
Torchmark Corp.,		
3.800%, 09/15/2022	12,475,000	12,748,801
Trinity Acquisition PLC,		
4.400%, 03/15/2026 f	24,000,000	24,294,096
UBS AG/Stamford CT:		
1.697%, 03/26/2018 ∞ f	8,250,000	8,277,440
5.750%, 04/25/2018 f	2,678,000	2,812,773
1.781%, 06/01/2020 ∞ f	4,710,000	4,713,537
UBS Group Funding Jersey Ltd.,		
2.650%, 02/01/2022 (Acquired 08/19/2016 through 11/07/2016, Cost \$14,135,790) * f	14,150,000	13,752,314
Voya Financial, Inc.:		
5.500%, 07/15/2022	23,802,000	26,288,881
3.650%, 06/15/2026	5,800,000	5,671,095
WEA Finance LLC / Westfield UK & Europe Finance PLC:		
2.700%, 09/17/2019 (Acquired 04/06/2016 through 07/01/2016, Cost \$6,047,755) *	5,985,000	6,053,510
3.250%, 10/05/2020 (Acquired 09/28/2015, Cost \$7,972,560) *	8,000,000	8,136,016
Wells Fargo & Co.:		
Class N, 2.150%, 01/30/2020	2,750,000	2,737,006
2.500%, 03/04/2021	5,000,000	4,962,950
2.117%, 10/31/2023 ∞	5,000,000	5,061,715
3.000%, 02/19/2025	5,000,000	4,803,195
3.000%, 04/22/2026	8,000,000	7,633,856
3.900%, 05/01/2045	15,000,000	14,227,605
Wells Fargo Bank NA,		
6.000%, 11/15/2017	3,789,000	3,932,194
Westpac Banking Corp.:		
1.600%, 01/12/2018 f	7,229,000	7,223,354
4.322%, 11/23/2031 ∞ f	8,350,000	8,376,595
Willis North America, Inc.,		
7.000%, 09/29/2019	5,463,000	6,078,079
Willis Towers Watson PLC,		
5.750%, 03/15/2021 f	13,879,000	15,165,958
		<u>2,269,586,325</u>
		<u>21.4%</u>
Total Corporate Bonds		<u>4,453,079,392</u>
		<u>42.1%</u>

Taxable Municipal Bonds

Atlanta Independent School System, 5.557%, 03/01/2026	4,465,000	5,031,921	
California Housing Finance Agency, 2.794%, 08/01/2036 (Callable 08/01/2025)	15,000,000	14,727,750	
California Qualified School Bond Joint Powers Authority, 7.155%, 03/01/2027	6,695,000	7,747,052	
California School Finance Authority, 5.041%, 07/01/2020	2,230,000	2,391,541	
City of Berwyn IL, 5.790%, 12/01/2022	10,000,000	10,740,500	
City of Vernon CA Electric System Revenue, 4.500%, 08/01/2022	7,265,000	7,590,617	
County of Contra Costa CA, 5.140%, 06/01/2017	5,335,000	5,398,967	
County of Cuyahoga OH, 9.125%, 10/01/2023	895,000	878,917	
Eaton Community City School District, 5.390%, 08/25/2027 (Callable 06/01/2020)	2,305,000	2,391,207	
Elgin Local School District, 5.499%, 08/31/2027 (Callable 12/01/2019)	4,440,000	4,630,787	
Iowa Tobacco Settlement Authority, 6.500%, 06/01/2023 (Callable 01/30/2017)	4,005,000	3,934,993	
Kentucky Housing Corp., 3.500%, 01/01/2040 (Callable 07/01/2025)	6,500,000	6,581,770	
Louisiana Housing Corp., 2.100%, 12/01/2038 (Callable 09/01/2024)	6,652,208	6,286,935	
Maryland Community Development Administration Housing Revenue, 3.160%, 09/01/2041 (Callable 09/01/2025)	21,100,000	20,982,895	
New Hampshire Housing Finance Authority: 3.050%, 01/01/2021	865,000	869,368	
3.750%, 07/01/2034 (Callable 07/01/2023)	1,840,000	1,869,146	
4.000%, 07/01/2036 (Callable 07/01/2025)	9,310,000	9,594,141	
New Jersey Economic Development Authority: 3.375%, 06/15/2017	9,000,000	9,090,450	
2.421%, 06/15/2018	7,000,000	6,995,240	
North Carolina Housing Finance Agency, 2.812%, 07/01/2035 (Callable 01/01/2024)	3,545,000	3,501,538	
North Texas Tollway Authority, 8.910%, 02/01/2030 (Callable 02/01/2020)	9,735,000	11,386,835	
San Dieguito Public Facilities Authority, 6.459%, 05/01/2027	5,675,000	6,928,608	
State of California, 7.950%, 03/01/2036 (Callable 03/01/2020)	10,125,000	11,799,067	
State Public School Building Authority, 5.000%, 09/15/2027	4,458,000	4,530,175	
Three Rivers Local School District, 5.209%, 09/15/2027 (Callable 12/01/2020)	2,365,000	2,449,951	
West Contra Costa Unified School District, 6.250%, 08/01/2030	1,785,000	2,161,474	
Westlake City School District, 5.227%, 12/01/2026 (Callable 12/01/2020)	3,570,000	3,645,184	
		<u>174,137,029</u>	<u>1.6%</u>

Residential Mortgage-Backed Securities**U.S. Government Agency Issues**

Fannie Mae REMIC Trust: Series 1989-37, Class G, 8.000%, 07/25/2019	36,022	37,920	
Series 1989-94, Class G, 7.500%, 12/25/2019	16,008	16,828	
Series 1990-58, Class J, 7.000%, 05/25/2020	1,570	1,682	
Series 1990-76, Class G, 7.000%, 07/25/2020	15,533	16,345	
Series 1990-105, Class J, 6.500%, 09/25/2020	10,367	10,864	
Series 1990-108, Class G, 7.000%, 09/25/2020	2,950	3,128	
Series 1991-1, Class G, 7.000%, 01/25/2021	3,683	3,894	
Series 1991-86, Class Z, 6.500%, 07/25/2021	9,549	10,096	
Series 1993-58, Class H, 5.500%, 04/25/2023	107,049	114,154	
Series 1998-66, Class C, 6.000%, 12/25/2028	72,115	78,783	
Series 2004-W6, Class 1A6, 5.500%, 07/25/2034	29,051	29,017	

Federal Gold Loan Mortgage Corp. (FGLMC):

6.000%, 06/01/2020	53,691	55,929
3.500%, 11/01/2025	4,391,989	4,585,212
2.500%, 04/01/2028	4,055,738	4,066,674
6.500%, 06/01/2029	195,669	221,004
3.000%, 04/01/2031	10,976,407	11,281,432
3.500%, 05/01/2032	11,869,033	12,309,400
3.500%, 07/01/2032	35,963,003	37,295,470
5.000%, 08/01/2033	7,771,793	8,572,338
5.000%, 09/01/2035	16,186,928	17,723,173
5.500%, 01/01/2036	308,508	345,217
5.000%, 03/01/2036	7,193,849	7,857,828
6.000%, 12/01/2036	253,664	289,250
5.500%, 05/01/2038	929,029	1,032,786
5.500%, 01/01/2039	17,468,168	19,674,150
4.500%, 11/01/2039	5,987,674	6,442,097
4.500%, 11/01/2039	7,278,348	7,834,093
5.000%, 03/01/2040	1,584,303	1,726,451
4.500%, 08/01/2040	1,300,340	1,400,054
4.500%, 09/01/2040	5,091,817	5,482,506
4.000%, 01/01/2041	22,386,760	23,630,907
4.500%, 03/01/2041	3,551,282	3,818,613
3.500%, 10/01/2041	13,373,671	13,775,311
4.000%, 03/01/2042	10,329,747	10,907,067
3.500%, 06/01/2042	6,805,085	7,008,961
3.500%, 07/01/2042	17,995,856	18,533,669
3.000%, 08/01/2042	22,767,732	22,758,455
3.000%, 10/01/2042	8,633,525	8,630,007
3.000%, 11/01/2042	49,944,539	49,924,190
3.000%, 01/01/2043	39,486,097	39,470,017
3.000%, 01/01/2043	18,180,520	18,112,279
3.000%, 02/01/2043	4,737,903	4,735,972
3.000%, 04/01/2043	7,838,715	7,835,521
3.000%, 04/01/2043	13,632,121	13,626,566
3.000%, 04/01/2043	11,933,799	11,928,936
3.500%, 05/01/2043	18,382,218	18,835,231
3.000%, 06/01/2043	24,503,956	24,463,626
3.000%, 08/01/2043	7,597,544	7,578,755
3.500%, 11/01/2043	13,788,744	14,203,511
3.500%, 01/01/2044	15,556,402	16,018,314
4.000%, 03/01/2044	9,512,154	9,992,125
3.500%, 05/01/2044	57,164,823	58,852,299
4.000%, 07/01/2044	8,188,985	8,602,830
3.500%, 10/01/2044	15,244,009	15,628,401
4.000%, 10/01/2044	17,605,273	18,594,189
3.500%, 06/01/2045	3,586,671	3,688,183
3.000%, 10/01/2045	55,006,641	54,961,493
3.500%, 01/01/2046	49,644,652	50,987,430
4.000%, 04/01/2046	17,533,728	18,523,987

Federal Home Loan Mortgage Corp. (FHLMC):

Series 206, Class E, 0.321%, 07/15/2019 <<<<	1,455	1,443
Series 141, Class D, 5.000%, 05/15/2021	8,599	8,819
Series 1074, Class I, 6.750%, 05/15/2021	6,748	7,048
Series 1081, Class K, 7.000%, 05/15/2021	52,409	56,218
Series 163, Class F, 6.000%, 07/15/2021 ∞	8,324	8,798
Series 188, Class H, 7.000%, 09/15/2021	21,178	22,349
Series 1286, Class A, 6.000%, 05/15/2022	6,503	6,852

Federal National Mortgage Association (FNMA):

4.500%, 01/01/2020	14,957,671	15,372,665
5.000%, 11/01/2021	956,911	985,268
3.000%, 04/01/2027	11,340,518	11,662,852
3.500%, 07/01/2027	58,793,007	61,418,015
2.500%, 12/01/2027	14,400,244	14,444,359
2.500%, 05/01/2028	18,705,742	18,763,253
5.000%, 05/01/2028	292,370	318,321
4.500%, 08/01/2029	2,244,744	2,414,331
4.500%, 09/01/2029	2,637,460	2,836,716
2.500%, 05/01/2030	20,927,585	20,988,234
3.000%, 12/01/2030	19,907,176	20,462,043
3.000%, 12/01/2030	32,267,640	33,167,770
3.500%, 01/01/2032	17,532,413	18,095,207
6.000%, 03/01/2033	67,165	77,168
3.500%, 10/01/2033	33,314,296	34,660,531
4.500%, 10/01/2033	26,368,739	28,455,486
5.000%, 10/01/2033	28,731,066	31,466,508
5.000%, 11/01/2033	77,806	85,225
4.000%, 01/01/2034	11,054,196	11,734,689
5.500%, 04/01/2034	9,540,660	10,696,679
4.000%, 06/01/2034	14,555,998	15,449,183
4.000%, 09/01/2034	17,457,263	18,529,858
5.500%, 09/01/2034	254,687	285,650
6.000%, 11/01/2034	67,976	77,788
5.500%, 02/01/2035	877,751	984,294
5.000%, 07/01/2035	7,353,160	8,068,455
5.000%, 10/01/2035	3,814,072	4,164,291
5.000%, 02/01/2036	5,364,437	5,858,426
5.500%, 11/01/2036	366,077	409,376
5.500%, 04/01/2037	2,130,318	2,388,821
4.000%, 04/01/2039	18,969,978	20,136,829
5.000%, 06/01/2039	17,282,004	18,907,667
4.500%, 11/01/2039	344,488	370,965
4.000%, 08/01/2040	2,406,504	2,537,357
3.500%, 12/01/2040	13,732,054	14,160,664
4.000%, 12/01/2040	13,421,849	14,162,956
3.500%, 02/01/2041	21,255,761	21,919,025
4.000%, 02/01/2041	19,098,815	20,169,239
3.500%, 03/01/2041	31,054,138	32,022,962
4.500%, 05/01/2041	12,676,498	13,674,754
4.000%, 06/01/2041	26,907,521	28,393,117
4.500%, 07/01/2041	13,820,483	14,864,601
5.000%, 07/01/2041	19,719,679	21,645,472
4.000%, 09/01/2041	3,813,767	4,009,959
4.000%, 10/01/2041	9,491,926	9,999,269
3.500%, 11/01/2041	12,917,583	13,320,420
3.500%, 12/01/2041	28,895,227	29,795,823
4.000%, 12/01/2041	13,429,708	14,150,452
4.000%, 01/01/2042	17,870,914	18,823,430
4.500%, 01/01/2042	18,444,855	19,892,486
3.000%, 05/01/2042	6,922,120	6,920,149
3.500%, 08/01/2042	12,190,556	12,570,343
4.000%, 08/01/2042	25,134,670	26,548,127
3.000%, 03/01/2043	8,721,690	8,719,208
3.000%, 03/01/2043	48,093,973	48,080,278
3.000%, 05/01/2043	27,884,764	27,876,806
3.000%, 06/01/2043	11,782,157	11,778,797
4.000%, 07/01/2043	45,411,396	47,964,233
3.000%, 08/01/2043	7,217,303	7,215,248
4.500%, 09/01/2043	20,211,751	21,780,506
3.500%, 10/01/2043	87,920,123	90,596,654
4.000%, 01/01/2045	14,728,333	15,534,966
3.500%, 02/01/2045	61,033,879	62,933,763
3.500%, 04/01/2045	45,351,636	46,625,955
4.000%, 10/01/2045	11,486,847	12,117,823
3.000%, 05/01/2046 ∞	20,261,069	20,161,090

Government National Mortgage Association (GNMA):

6.000%, 11/20/2033	62,494	72,555
5.000%, 07/20/2040	3,133,711	3,450,147
3.500%, 10/20/2041	13,396,886	13,965,821
4.000%, 06/20/2042	15,321,172	16,352,405
3.500%, 09/20/2042	5,593,327	5,841,225
3.500%, 01/20/2043	34,807,035	36,349,737
3.000%, 04/20/2045	44,450,795	45,071,705
3.500%, 04/20/2045	42,762,916	44,498,016
4.000%, 08/20/2045	21,234,773	22,581,573
4.500%, 01/20/2046	26,082,955	27,865,455
3.000%, 06/20/2046	28,395,390	28,792,030
		<u>2,163,799,671</u>
		<u>20.5%</u>

Non-U.S. Government Agency Issues

Accredited Mortgage Loan Trust:		
Series 2005-4, Class A1, 0.996%, 12/25/2035 ∞	9,691,652	9,566,909
Series 2006-1, Class A3, 0.936%, 04/25/2036 ∞	2,659,505	2,655,424
Series 2006-2, Class A3, 0.906%, 09/25/2036 ∞	6,787,016	6,759,021
ACE Securities Corp. Home Equity Loan Trust,		
Series 2006-HE1, Class A1B1, 0.946%, 02/25/2036 ∞	4,343,950	4,302,185
Alternative Loan Trust:		
Series 2005-50CB, Class 4A1, 5.000%, 11/25/2020 §	169,931	169,762
Series 2006-7CB, Class 3A1, 5.250%, 05/25/2021 §	866,522	838,735
Series 2006-J5, Class 3A1, 4.574%, 07/25/2021 ∞	165,439	156,206
Series 2006-43CB, Class 2A1, 6.000%, 02/25/2022 §	204,005	205,599
Series 2002-11, Class A4, 6.250%, 10/25/2032	26,923	27,384
Series 2003-20CB, Class 1A1, 5.500%, 10/25/2033	3,777,787	3,802,130
Series 2004-8CB, Class A, 1.026%, 06/25/2034 ∞	21,629,583	21,366,840
Series 2006-28CB, Class A17, 6.000%, 10/25/2036	806,997	644,892
Argent Securities Inc. Asset-Backed Pass-Through Certificates:		
Series 2005-W3, Class A2D, 1.096%, 11/25/2035 ∞	5,609,455	5,481,078
Series 2005-W5, Class A1, 0.991%, 01/25/2036 ∞	43,002,204	41,023,711
Asset Backed Securities Corp. Home Equity Loan Trust:		
Series 2006-HE1, Class A3, 0.956%, 01/25/2036 ∞	12,293,189	12,051,553
Series 2006-HE3, Class A2, 0.921%, 03/25/2036 ∞	16,744,226	16,117,448
Series 2006-HE6, Class A1, 0.901%, 11/25/2036 ∞	33,885,474	31,763,766
Banc of America Alternative Loan Trust:		
Series 2003-11, Class 4A1, 4.750%, 01/25/2019	58,570	58,738
Series 2004-11, Class 4A1, 5.500%, 12/25/2019	61,314	62,066
Series 2005-2, Class 4A1, 5.500%, 03/25/2020	92,582	93,581
Series 2005-4, Class 3A1, 5.500%, 05/25/2020	450,524	446,779
Series 2007-1, Class 1A1, 5.779%, 04/25/2022 ∞ §	560,328	537,819
Series 2004-7, Class 1A1, 6.000%, 08/25/2034	23,063,074	24,229,570
Series 2005-2, Class 1CB2, 5.500%, 03/25/2035 §	95,092	86,517
Series 2005-9, Class 1CB3, 5.500%, 10/25/2035 §	236,195	230,209
Series 2006-5, Class CB7, 6.000%, 06/25/2046 §	518,477	451,137
Bank of America Alternative Loan Trust:		
Series 2004-7, Class 4A1, 5.000%, 08/25/2019	1,068,082	1,079,911
Series 2005-10, Class 5A1, 5.250%, 11/25/2020	220,697	222,391
Series 2003-11, Class 2A1, 6.000%, 01/25/2034	366,054	375,341
Series 2005-11, Class 1CB4, 5.500%, 12/25/2035 §	143,538	131,376
Bayview Financial Acquisition Trust,		
Series 2007-A, Class 1A2, 6.205%, 05/28/2037	81,701	84,608
Bayview Financial Mortgage Pass-Through Trust,		
Series 2007-B, Class 1A2, 6.831%, 08/28/2047 ∞	2,018,466	1,713,521
Bear Stearns ALT-A Trust:		
Series 2004-4, Class A1, 1.356%, 06/25/2034 ∞	3,014,480	2,961,916
Series 2005-4, Class 1A1, 1.196%, 04/25/2035 ∞	7,792,315	7,455,966
Series 2005-7, Class 12A1, 1.296%, 08/25/2035 ∞	23,265,835	22,958,545
Bear Stearns Asset Backed Securities I Trust,		
Series 2004-AC2, Class 2A, 5.000%, 05/25/2034	587,479	583,253
Chase Mortgage Finance Trust,		
Series 2006-A1, Class 2A3, 3.085%, 09/25/2036 ∞	1,992,601	1,788,262
Citigroup Global Markets Mortgage Securities VII, Inc.,		
Series 2003-UP2, Class A2, 7.000%, 06/25/2033 ∞	237,363	240,406
Citigroup Mortgage Loan Trust, Inc.:		
Series 2005-HE4, Class A2D, 1.116%, 10/25/2035 ∞	3,036,238	3,012,231
Series 2005-9, Class 2A2, 5.500%, 11/25/2035	142,984	143,610
Countrywide Asset-Backed Certificates:		
Series 2004-S1, Class A3, 5.115%, 02/25/2035 ∞	563,299	571,007
Series 2005-10, Class AF6, 4.541%, 02/25/2036 ∞	482,987	494,728
Series 2005-13, Class AF3, 4.787%, 04/25/2036 ∞	1,715,340	1,496,752
Series 2006-10, Class 1AF3, 4.661%, 09/25/2046 ∞ §	978,522	837,011
Credit Suisse First Boston Mortgage Securities Corp.,		
Series 2003-AR26, Class 8A1, 3.053%, 11/25/2033 ∞	11,359,116	11,399,841
Credit-Based Asset Servicing & Securitization LLC,		
Series 2005-CB8, Class AF2, 3.986%, 12/25/2035 ∞	174,744	173,132
CWABS Asset-Backed Certificates Trust:		
Series 2004-15, Class AF6, 4.613%, 04/25/2035 ∞	304,941	306,704
Series 2005-1, Class AF6, 5.030%, 07/25/2035 ∞	730,636	746,043
Series 2005-11, Class AF3, 4.724%, 02/25/2036 ∞	2,592,770	2,629,940
Series 2005-16, Class 3AV, 0.814%, 05/25/2036 ∞	11,313,867	11,184,502
Series 2005-17, Class 1AF5, 4.633%, 05/25/2036 ∞	409,111	634,100
CWHEQ Home Equity Loan Trust,		
Series 2007-S1, Class A6, 5.693%, 11/25/2036 ∞	183,452	181,262
Deutsche Mortgage Securities, Inc. Mortgage Loan Trust,		
Series 2004-4, Class 1A6, 6.150%, 04/25/2034 ∞	12,516	12,742
First Franklin Mortgage Loan Trust:		
Series 2006-FFH1, Class A4, 1.056%, 01/25/2036 ∞	3,094,202	3,024,158
Series 2006-FF1, Class 2A4, 1.096%, 01/25/2036 ∞	9,600,000	9,365,476
Series 2005-FF12, Class A2C, 1.086%, 11/25/2036 ∞	6,946,500	6,800,335
First Horizon Alternative Mortgage Securities Trust:		
Series 2005-FA7, Class 2A1, 5.000%, 09/25/2020	91,554	92,014
Series 2006-FA6, Class 3A1, 5.750%, 11/25/2021	180,406	178,902
Series 2006-FA8, Class 2A1, 5.750%, 02/25/2037	627,648	553,778
GE Capital Mortgage Services, Inc. Trust,		
Series 1999-HE1, Class A7, 6.265%, 04/25/2029	818	820
GE Mortgage Services LLC,		
Series 1997-HE4, Class A7, 6.735%, 12/25/2028	49	42

GMACM Mortgage Loan Trust, Series 2004-GH1, Class A6, 4.810%, 07/25/2035 ∞	3,224	3,213
GSAA Home Equity Trust, Series 2004-6, Class A1, 1.556%, 06/25/2034 ∞	2,827,389	2,732,054
GSAMP Trust: Series 2005-WMC2, Class A1B, 1.066%, 11/25/2035 ∞	11,716,752	11,452,220
Series 2005-WMC2, Class A2C, 1.106%, 11/25/2035 ∞	11,612,078	11,300,113
IMC Home Equity Loan Trust, Series 1997-5, Class A10, 6.880%, 11/20/2028	1,757	1,752
Impac CMB Trust: Series 2004-4, Class 2A2, 4.785%, 09/25/2034 ∞	103,306	99,637
Series 2004-5, Class 1A2, 1.456%, 10/25/2034 ∞	6,920,592	6,635,056
Series 2004-6, Class 1A1, 1.556%, 10/25/2034 ∞	4,907,905	4,639,440
J.P. Morgan Alternative Loan Trust, Series 2006-A1, Class 2A1, 2.972%, 03/25/2036 ∞	407,357	341,125
J.P. Morgan Mortgage Acquisition Trust, Series 2006-CH1, Class A1, 0.886%, 07/25/2036 ∞	5,965,615	5,784,777
J.P. Morgan Mortgage Trust: Series 2005-A4, Class 1A1, 3.086%, 07/25/2035 ∞	2,071,278	2,058,329
Series 2007-A1, Class 5A2, 3.178%, 07/25/2035 ∞	5,162,898	5,226,605
Series 2007-A1, Class 5A5, 3.178%, 07/25/2035 ∞	7,817,463	7,820,511
Series 2006-A7, Class 2A4R, 3.186%, 01/25/2037 ∞	1,001,080	933,804
Series 2006-A7, Class 2A2, 3.186%, 01/25/2037 ∞	234,311	209,804
Series 2007-A2, Class 2A3, 3.100%, 04/25/2037 ∞	2,778,167	2,453,952
Long Beach Mortgage Loan Trust, Series 2006-WL2, Class 2A3, 0.956%, 01/25/2036 ∞	3,317,057	3,279,144
MASTR Alternative Loan Trust: Series 2004-2, Class 6A1, 5.250%, 12/25/2018	1,093,017	1,111,887
Series 2004-1, Class 1A1, 5.000%, 01/25/2019	169,062	169,596
Series 2004-2, Class 4A1, 5.000%, 02/25/2019	8,993	9,056
Series 2004-4, Class 4A1, 5.000%, 04/25/2019	143,928	144,880
Series 2003-5, Class 6A1, 6.000%, 08/25/2033	304,543	319,162
MASTR Asset Backed Securities Trust, Series 2006-NC1, Class A4, 1.056%, 01/25/2036 ∞	10,916,322	10,726,863
Merrill Lynch Mortgage Investors Trust: Series 2004-F, Class A1A, 2.346%, 12/25/2029 ∞	8,810,947	8,816,129
Series 2005-A10, Class A, 0.966%, 02/25/2036 ∞	24,564,150	22,826,477
Morgan Stanley Mortgage Loan Trust, Series 2004-7AR, Class 2A1, 2.992%, 09/25/2034 ∞	4,806,299	4,867,588
MortgageIT Trust: Series 2005-2, Class 1A1, 1.276%, 05/25/2035 ∞	2,880,308	2,811,636
Series 2005-3, Class A1, 1.056%, 08/25/2035 ∞	6,298,078	5,928,220
New Century Home Equity Loan Trust, Series 2005-C, Class A1, 0.986%, 12/25/2035 ∞	18,949,206	18,598,823
Park Place Securities, Inc., Series 2005-WCW1, Class M1, 1.206%, 09/25/2035 ∞	7,374,706	7,328,861
Popular ABS Mortgage Pass-Through Trust, Series 2006-E, Class A2, 0.906%, 01/25/2037 ∞	6,965,897	6,864,257
RAAC Series Trust, Series 2004-SP1, Class A14, 5.285%, 08/25/2027 ∞	6,539	6,652
RALI Series Trust, Series 2004-QS6, Class A1, 5.000%, 05/25/2019	69,224	69,189
RAMPS Series Trust: Series 2003-RS10, Class A17, 4.850%, 11/25/2033 ∞	2,243	2,251
Series 2005-RS1, Class A16, 4.713%, 01/25/2035	43,573	44,014
RASC Series Trust: Series 2003-KS2, Class A16, 3.990%, 04/25/2033 ∞	193,778	193,566
Series 2003-KS5, Class A16, 3.620%, 07/25/2033 ∞	11,969	11,712
Series 2004-KS2, Class A16, 4.300%, 03/25/2034 ∞	21,812	22,020
Series 2006-KS4, Class A4, 0.996%, 06/25/2036 ∞	19,223,834	18,787,607
Renaissance Home Equity Loan Trust, Series 2007-1, Class AF3, 5.612%, 04/25/2037	2,550,294	1,197,952
Securitized Asset Backed Receivables LLC Trust, Series 2005-OP2, Class A1, 1.081%, 10/25/2035 (Acquired 03/13/2014, Cost \$1,120,543) ∞ *	1,134,368	1,130,599
Specialty Underwriting & Residential Finance Trust: Series 2004-BC4, Class A1A, 1.426%, 10/25/2035 ∞	2,710,642	2,657,389
Series 2005-AB3, Class A2C, 1.116%, 09/25/2036 ∞	4,559,012	4,421,160
Series 2006-BC1, Class A2D, 1.056%, 12/25/2036 ∞	4,315,238	4,268,340
Structured Adjustable Rate Mortgage Loan Trust: Series 2004-12, Class 3A1, 3.204%, 09/25/2034 ∞	7,191,564	7,138,080
Series 2004-16, Class 2A, 3.215%, 11/25/2034 ∞	8,353,653	8,331,737
Series 2004-16, Class 1A2, 3.241%, 11/25/2034 ∞	10,612,205	10,585,661
Structured Asset Securities Corp., Series 2005-WF1, Class A3, 1.416%, 02/25/2035 ∞	13,497,779	13,246,490
Structured Asset Securities Corp. Mortgage Loan Trust: Series 2005-7XS, Class 1A4B, 5.440%, 04/25/2035 ∞	82,157	85,730
Series 2006-OPT1, Class A6, 0.906%, 04/25/2036 ∞	16,704,420	15,848,693
Thornburg Mortgage Securities Trust, Series 2003-5, Class 3A, 2.831%, 10/25/2043 ∞	22,602,464	22,710,585
Towd Point Mortgage Trust: Series 2015-3, Class A1A, 3.500%, 03/25/2054 (Acquired 06/21/2016, Cost \$11,150,893) ∞ *	10,855,488	11,050,539
Series 2015-5, Class A1, 3.500%, 05/25/2055 (Acquired 06/15/2016, Cost \$5,590,701) ∞ *	5,433,482	5,541,260
Series 2016-3, Class A1, 2.250%, 08/25/2055 (Acquired 09/08/2016, Cost \$2,942,064) ∞ *	2,930,460	2,906,890
Series 2016-2, Class A1, 3.000%, 08/25/2055 (Acquired 05/20/2016, Cost \$14,774,193) ∞ *	14,665,037	14,741,884
Series 2016-5, Class A1, 2.500%, 10/25/2056 (Acquired 12/07/2016, Cost \$7,546,044) ∞ *	7,550,000	7,515,000

WaMu Mortgage Pass-Through Certificates Trust:		
Series 2004-CB1, Class 5A, 5.000%, 06/25/2019	186,748	188,670
Series 2004-CB2, Class 7A, 5.500%, 08/25/2019	341,404	345,630
Series 2004-CB3, Class 3A, 5.500%, 10/25/2019	26,500	26,869
Series 2004-CB3, Class 4A, 6.000%, 10/25/2019	116,614	120,006
Series 2004-CB4, Class 21A, 5.500%, 12/25/2019	81,226	82,615
Series 2004-CB2, Class 3A, 6.000%, 08/25/2034	8,698,235	9,190,685
Series 2004-CB3, Class 2A, 6.500%, 10/25/2034	5,020,212	5,346,318
Series 2004-AR14, Class A1, 2.831%, 01/25/2035 ∞	10,537,775	10,531,772
Wells Fargo Mortgage Backed Securities Trust,		
Series 2005-AR10, Class 2A17, 3.010%, 06/25/2035 ∞	23,362,294	24,026,099
		<u>634,432,320</u>
		<u>6.0%</u>
Commercial Mortgage-Backed Securities		
U.S. Government Agency Issues		
Fannie Mae REMIC Trust,		
Series 2011-M4, Class A2, 3.726%, 06/25/2021	20,000,000	21,072,120
Freddie Mac Multifamily Structured Pass Through Certificates:		
Series K003, Class A4, 5.053%, 01/25/2019	27,000,000	28,465,333
Series K004, Class A2, 4.186%, 08/25/2019	6,200,000	6,556,851
Series K712, Class A2, 1.869%, 11/25/2019	18,225,000	18,246,770
Series K714, Class A2, 3.034%, 10/25/2020 ∞	34,345,000	35,568,630
Series K720, Class A2, 2.716%, 06/25/2022	17,950,000	18,254,952
		<u>128,164,656</u>
		<u>1.2%</u>
Non-U.S. Government Agency Issues		
CD Mortgage Trust,		
Series 2016-CD1, Class A4, 2.724%, 08/10/2049	32,725,000	31,446,719
Citigroup Commercial Mortgage Trust,		
Series 2014-GC19, Class A3, 3.753%, 03/10/2047	11,025,000	11,538,037
COMM Mortgage Trust:		
Series 2012-CR1, Class A3, 3.391%, 05/15/2045	7,813,462	8,149,432
Series 2013-CR9, Class A3, 4.022%, 07/10/2045	25,725,000	27,460,938
Series 2012-CR2, Class A4, 3.147%, 08/15/2045	19,660,536	20,279,399
Series 2013-CR10, Class A3, 3.923%, 08/10/2046	13,875,000	14,738,465
DBJPM Mortgage Trust,		
Series 2016-C3, Class ASB, 2.756%, 09/10/2049	9,500,000	9,384,697
GS Mortgage Securities Trust,		
Series 2012-GCJ9, Class A3, 2.773%, 11/10/2045	36,997,320	37,298,256
J.P. Morgan Chase Commercial Mortgage Securities Corp.,		
Series 2012-LC9, Class A5, 2.840%, 12/15/2047	8,700,059	8,806,985
J.P. Morgan Chase Commercial Mortgage Securities Trust:		
Series 2012-C8, Class ASB, 2.379%, 10/15/2045	9,965,000	10,011,399
Series 2013-LC11, Class A5, 2.960%, 04/15/2046	12,802,913	12,951,523
Series 2013-C10, Class ASB, 2.702%, 12/15/2047	10,000,000	10,128,339
JPMBB Commercial Mortgage Securities Trust:		
Series 2013-C12, Class ASB, 3.157%, 07/15/2045	4,500,000	4,625,829
Series 2013-C12, Class A5, 3.664%, 07/15/2045	6,835,000	7,190,961
Series 2013-C17, Class A3, 3.928%, 01/15/2047	8,450,000	8,928,836
Series 2014-C24, Class ASB, 3.368%, 11/15/2047	10,000,000	10,339,771
Series 2014-C25, Class ASB, 3.407%, 11/15/2047	7,138,000	7,381,272
Morgan Stanley Bank of America Merrill Lynch Trust:		
Series 2012-C5, Class A4, 3.176%, 08/15/2045	37,550,000	38,633,179
Series 2012-C6, Class A4, 2.858%, 11/15/2045	25,685,945	26,094,747
Series 2013-C11, Class A3, 3.960%, 08/15/2046	12,100,000	12,840,793
Series 2013-C12, Class A3, 3.973%, 10/15/2046	22,850,000	24,256,676
Series 2016-C29, Class ASB, 3.140%, 05/15/2049	12,250,000	12,352,113
Wells Fargo Commercial Mortgage Trust:		
Series 2013-LC12, Class A3, 3.986%, 07/15/2046	18,700,000	19,910,453
Series 2015-SG1, Class ASB, 3.556%, 12/15/2047	18,900,000	19,537,962
Series 2015-C27, Class ASB, 3.278%, 02/15/2048	18,000,000	18,461,428
Series 2015-P2, Class A3, 3.541%, 12/15/2048	31,100,000	31,874,773
WFRBS Commercial Mortgage Trust:		
Series 2012-C6, Class A4, 3.440%, 04/15/2045	24,764,220	25,869,365
Series 2013-C13, Class ASB, 2.654%, 05/15/2045	6,450,000	6,520,863
Series 2013-C18, Class A4, 3.896%, 12/15/2046	12,900,000	13,635,441
Series 2014-C21, Class A5, 3.678%, 08/15/2047	13,254,000	13,756,517
Series 2014-C24, Class A4, 3.343%, 11/15/2047	10,330,000	10,472,134
Series 2014-C23, Class ASB, 3.636%, 10/15/2057	6,920,000	7,228,017
		<u>522,105,319</u>
		<u>5.0%</u>
Other Asset Backed Securities		
Capital Auto Receivables Asset Trust,		
Series 2014-1, Class A3, 1.320%, 06/20/2018	857,110	857,161
Capital One Multi-Asset Execution Trust,		
Series 2016-A4, Class A4, 1.330%, 06/15/2022	47,425,000	46,788,855
Chase Issuance Trust,		
Series 2016-A5, Class A5, 1.270%, 07/15/2021	40,100,000	39,565,263
Citibank Credit Card Issuance Trust,		
Series 2007-A3, Class A3, 6.150%, 06/15/2039	4,166,000	5,481,040
Conseco Financial Corp.:		
Series 1993-3, Class A7, 6.400%, 10/15/2018	21,718	21,725
Series 1993-4, Class A5, 7.050%, 01/15/2019	6,202	6,280
Series 1998-2, Class A5, 6.240%, 12/01/2028 ∞	364,100	377,826
Series 1998-3, Class A5, 6.220%, 03/01/2030	421,586	446,398
Series 1998-4, Class A5, 6.180%, 04/01/2030	2,446,364	2,580,150
Series 1998-7, Class A1, 6.320%, 07/01/2030	20,531,550	21,655,395
Discover Card Execution Note Trust,		
Series 2016-A4, Class A4, 1.390%, 03/15/2022	50,225,000	49,651,712

Ford Credit Auto Owner Trust:		
Series 2014-2, Class A, 2.310%, 04/15/2026 (Acquired 02/20/2015 through 03/23/2016, Cost \$27,188,227) *	27,030,000	27,256,060
Series 2015-1, Class A, 2.120%, 07/15/2026 (Acquired 03/14/2016 through 10/31/2016, Cost \$9,529,348) *	9,540,000	9,558,785
Series 2016-1, Class A, 2.310%, 08/15/2027 (Acquired 02/23/2016 through 05/24/2016, Cost \$28,345,935) *	28,325,000	28,270,004
Series 2016-2, Class A, 2.030%, 12/15/2027 (Acquired 06/20/2016, Cost \$19,993,088) *	20,000,000	19,669,604
GM Financial Automobile Leasing Trust,		
Series 2016-3, Class A3, 1.610%, 12/20/2019	10,500,000	10,469,127
Hyundai Auto Lease Securitization Trust,		
Series 2016-C, Class A3, 1.490%, 02/18/2020 (Acquired 08/09/2016, Cost \$14,773,378) *	14,775,000	14,732,810
Kubota Credit Owner Trust,		
Series 2016-1A, Class A3, 1.500%, 07/15/2020 (Acquired 07/26/2016, Cost \$12,172,018) *	12,175,000	12,056,663
Leaf Receivables Funding 10 LLC,		
Series 2015-1, Class A3, 1.490%, 03/15/2018 (Acquired 04/23/2015, Cost \$12,423,391) *	12,425,674	12,414,251
MMAF Equipment Finance LLC,		
Series 2016-AA, Class A5, 2.210%, 12/15/2032 (Acquired 05/03/2016, Cost \$10,624,553) *	10,625,000	10,415,513
Oakwood Mortgage Investors, Inc.,		
Series 1999-B, Class A3, 6.450%, 11/15/2017	28,184	28,552
OneMain Financial Issuance Trust,		
Series 2014-2A, Class A, 2.470%, 09/18/2024 (Acquired 11/16/2015 through 01/29/2016, Cost \$17,955,043) *	18,011,489	18,018,912
Springleaf Funding Trust,		
Series 2014-AA, Class A, 2.410%, 12/15/2022 (Acquired 02/10/2015 through 04/18/2016, Cost \$6,051,670) *	6,046,096	6,048,318
Synchrony Credit Card Master Note Trust:		
Series 2015-1, Class A, 2.370%, 03/15/2023	12,841,000	12,956,805
Series 2016-2, Class A, 2.210%, 05/15/2024	8,900,000	8,851,687
TCF Auto Receivables Owner Trust,		
Series 2015-2A, Class A2, 1.640%, 01/15/2019 (Acquired 11/18/2015, Cost \$7,113,288) *	7,113,313	7,119,872
Verizon Owner Trust,		
Series 2016-2A, Class A, 1.680%, 05/20/2021 (Acquired 11/16/2016, Cost \$50,644,748) *	50,650,000	50,445,946
		415,744,714
		3.9%
Total Long-Term Investments (Cost \$10,555,783,145)		10,464,580,694
		98.9%

SHORT-TERM INVESTMENT

Money Market Mutual Fund

	<u>Shares</u>		
Fidelity Institutional Money Market Fund - Government Portfolio, Institutional Class, 0.43% ◀	233,776,874	233,776,874	
Total Short-Term Investment (Cost \$233,776,874)		233,776,874	2.2%
Total Investments (Cost \$10,789,560,019)		10,698,357,568	101.1%
Liabilities in Excess of Other Assets		(119,333,212)	(1.1)%
TOTAL NET ASSETS		<u>\$ 10,579,024,356</u>	<u>100.0%</u>

Notes to Schedule of Investments

- ∞ Variable or Floating rate security. Floating rate securities are securities whose yields vary with a designated index rate. These securities' rates are as of December 31, 2016.
- * Restricted security as defined in Rule 144(a) under the Securities Act of 1933 and determined to be liquid. Purchased in a private placement transaction; resale to the public may require registration or may extend only to qualified institutional buyers. At December 31, 2016, the value of these securities total \$1 598 795 554 which represents 15 11% of total net assets
- f Foreign Security
- § Security in Default
- ^ Non-Income Producing
- ◀ 7-Day Yield
- <<<< Effective yield as of December 31, 2016

Baird Aggregate Bond Fund
Summary Schedule of Investments, December 31, 2016
Summary of Fair Value Exposure at December 31, 2016

The Fund has adopted authoritative fair valuation accounting standards which establish a definition of fair value and set out a hierarchy for measuring fair value. These standards require additional disclosures about the various inputs and valuation techniques used to develop the measurements of fair value and a discussion on changes in valuation techniques and related inputs during the period. These standards define fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The fair value hierarchy is organized into three levels based upon the assumptions (referred to as "inputs") used in pricing the asset or liability. These standards state that "observable inputs" reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from independent sources and "unobservable inputs" reflect an entity's own assumptions about the assumptions market participants would use in pricing the asset or liability. These inputs are summarized into three broad levels and described below:

Level 1 - Unadjusted quoted prices in active markets for identical unrestricted securities.
 Level 2 - Other significant observable inputs (including quoted prices for similar securities, quoted prices in inactive markets, dealer indications, interest rates, yield curves, prepayment speeds, credit risk, default rates, inputs corroborated by observable market data, etc.).
 Level 3 - Significant unobservable inputs (including the Fund's own assumptions about the factors that market participants would use in valuing the security) based on the best information available.

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

The following is a summary of the inputs used to value the Fund's investments as of December 31, 2016:

	Level 1	Level 2	Level 3	Total
Long-Term Investments				
U.S. Treasury Securities	\$ -	\$ 1,853,128,162	\$ -	\$ 1,853,128,162
Other Government Related Securities	-	119,989,431	-	119,989,431
Corporate Bonds	-	4,453,079,392	-	4,453,079,392
Taxable Municipal Bonds	-	174,137,029	-	174,137,029
Residential Mortgage-Backed Securities - U.S. Government Agency Issues	-	2,163,799,671	-	2,163,799,671
Residential Mortgage-Backed Securities - Non-U.S. Government Agency Issues	-	634,432,320	-	634,432,320
Commercial Mortgage-Backed Securities - U.S. Government Agency Issues	-	128,164,656	-	128,164,656
Commercial Mortgage-Backed Securities - Non-U.S. Government Agency Issues	-	522,105,319	-	522,105,319
Other Asset Backed Securities	-	415,744,714	-	415,744,714
Total Long-Term Investments	-	10,464,580,694	-	10,464,580,694
Short-Term Investment				
Money Market Mutual Fund	233,776,874	-	-	233,776,874
Total Short-Term Investment	233,776,874	-	-	233,776,874
Total Investments	\$ 233,776,874	\$ 10,464,580,694	\$ -	\$ 10,698,357,568

Changes in valuation techniques may result in transfers into or out of assigned levels within the fair value hierarchy. There were no transfers between Level 1, Level 2 and Level 3 fair value measurements during the reporting period, as compared to their classification from the prior year's annual report. See the Fund's valuation policy in Note 2a to the financial statements.