

# **PIONEER VARIABLE CONTRACTS TRUST**

## **Pioneer Bond VCT Portfolio — Class I and II Shares**

Beginning in February 2021, as permitted by regulations adopted by the Securities and Exchange Commission, you may not be receiving paper copies of the Portfolio's shareholder reports like this one by mail, unless you specifically request paper copies of the reports from the insurance company that offers your variable annuity or variable life insurance contract or from your financial intermediary. Instead, the insurance company may choose to make the reports available on a website, and will notify you by mail each time a shareholder report is posted and provide you with a website link to access the report. Instructions for requesting paper copies will be provided by your insurance company.

If you already elected to receive shareholder reports electronically, you will not be affected by this change and you need not take any action. You may elect to receive shareholder reports and other communications from the insurance company or your financial intermediary electronically by following the instructions provided by the insurance company or by contacting your financial intermediary.

You may elect to receive all future Fund shareholder reports in paper free of charge from the insurance company. You can inform the insurance company or your financial intermediary that you wish to continue receiving paper copies of your shareholder reports by following the instructions provided by the insurance company or by contacting your financial intermediary. Your election to receive reports in paper will apply to all funds available under your contract with the insurance company.

## **ANNUAL REPORT**

**December 31, 2018**

**Please refer to your contract prospectus to determine the applicable share class offered under your contract.**



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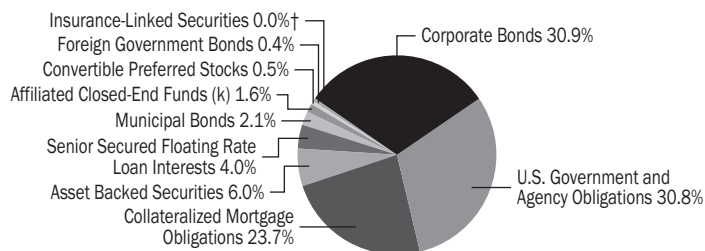
**This report is authorized for distribution only when preceded or accompanied by a prospectus for the Portfolio being offered.**

**Pioneer Variable Contracts Trust files a complete schedule of investments for the Portfolio with the Securities and Exchange Commission for the first and the third quarters for each fiscal year on Form N-Q. Shareowners may view the filed Form N-Q by visiting the Commission's web site at [www.sec.gov](http://www.sec.gov).**

## PORTFOLIO UPDATE 12/31/18

### Portfolio Diversification

(As a percentage of total investments)\*



† Amount rounds to less than 0.1%.

### 5 Largest Holdings

(As a percentage of total investments)\*

1. U.S. Treasury Inflation Indexed Bonds, 1.0%, 2/15/46	1.70%
2. Pioneer ILS Interval Fund (k)	1.62
3. U.S. Treasury Inflation Indexed Bonds, 0.875%, 2/15/47	1.29
4. U.S. Treasury Inflation Indexed Bonds, 1.0%, 2/15/48	1.21
5. U.S. Treasury Inflation Indexed Bonds, 0.75%, 2/15/45	0.79

\* Excludes temporary cash investments and all derivative contracts except for options purchased. The Portfolio is actively managed, and current holdings may be different. The holdings listed should not be considered recommendations to buy or sell any securities listed.

(k) Pioneer ILS Interval Fund is an affiliated fund managed by Amundi Pioneer Asset Management, Inc.

## PERFORMANCE UPDATE 12/31/18

### Prices and Distributions

#### Net Asset Value per Share

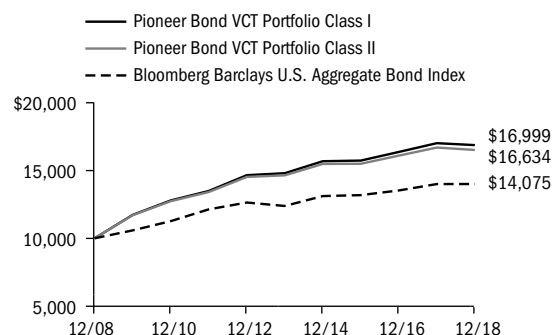
	12/31/18	12/31/17
Class I	\$10.56	\$11.04
Class II	\$10.59	\$11.07

#### Distributions per Share (1/1/18 – 12/31/18)

	Net Investment Income	Short-Term Capital Gains	Long-Term Capital Gains
Class I	\$0.3552	\$0.0144	\$0.0156
Class II	\$0.3291	\$0.0144	\$0.0156

### Performance of a \$10,000 Investment

The following chart shows the change in value of an investment made in Class I and Class II shares of **Pioneer Bond VCT Portfolio** at net asset value during the periods shown, compared to that of the Bloomberg Barclays U.S. Aggregate Bond Index. Portfolio returns are based on net asset value and do not reflect any applicable insurance fees or surrender charges.



The Bloomberg Barclays U.S. Aggregate Bond Index is an unmanaged, market value-weighted measure of Treasury and agency issues, corporate bond issues and mortgage-backed securities. Index returns are calculated monthly, assume reinvestment of dividends and, unlike Portfolio returns, do not reflect any fees, expenses or sales charges. It is not possible to invest directly in an index.

**Call 800-688-9915 or visit [www.amundipioneer.com](http://www.amundipioneer.com) for the most recent month-end performance results. Current performance may be lower or higher than the performance data quoted.**

**The performance data quoted represents past performance, which is no guarantee of future results. Investment return and principal value will fluctuate, and shares, when redeemed, may be worth more or less than their original cost.**

The returns for the Portfolio do not reflect the deduction of expenses associated with variable products, such as mortality and expense risk charges, separate account charges, and sales charges. These expenses would reduce the overall returns shown.

Performance results reflect any applicable expense waivers in effect during the periods shown. Without such waivers, performance would be lower. Waivers may not be in effect for all portfolios. Certain fee waivers are contractual through a specified period. Otherwise, fee waivers can be rescinded at any time. See the prospectus and financial statements for more information.

### Average Annual Total Returns

(As of December 31, 2018)

	Class I	Class II	Bloomberg Barclays U.S. Aggregate Bond Index
10 Years	5.45%	5.22%	3.48%
5 Years	2.69%	2.46%	2.52%
1 Year	-0.84%	-1.08%	0.01%

All total returns shown assume reinvestment of distributions at net asset value.

The performance table does not reflect the deduction of taxes that a shareowner would pay on distributions or the redemption of shares.

## COMPARING ONGOING PORTFOLIO EXPENSES

As a shareowner in the Portfolio, you incur two types of costs:

- (1) ongoing costs, including management fees, distribution and/or service (12b-1) fees, and other Portfolio expenses; and
- (2) transaction costs, including sales charges (loads) on purchase payments.

This example is intended to help you understand your ongoing expenses (in dollars) of investing in the Portfolio and to compare these costs with the ongoing costs of investing in other mutual funds offered through your variable annuity contract. The example is based on an investment of \$1,000 at the beginning of the Portfolio's latest six-month period and held throughout the six months.

### Using the Tables

#### Actual Expenses

The first table below provides information about actual account values and actual expenses. You may use the information in this table, together with the amount you invested, to estimate the expenses that you paid over the period as follows:

1. Divide your account value by \$1,000  
Example: an \$8,600 account value ÷ \$1,000 = 8.6
2. Multiply the result in (1) above by the corresponding share class's number in the third row under the heading entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

#### Expenses Paid on a \$1,000 Investment in Pioneer Bond VCT Portfolio

Based on actual returns from July 1, 2018 through December 31, 2018.

Share Class	I	II
Beginning Account Value on 7/1/18	\$1,000.00	\$1,000.00
Ending Account Value on 12/31/18	\$1,005.99	\$1,005.59
Expenses Paid During Period*	\$ 3.08	\$ 4.35

\* Expenses are equal to the Portfolio's annualized expense ratio of 0.61% and 0.86% for Class I and Class II shares, respectively, multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

#### Hypothetical Example for Comparison Purposes

The table below provides information about hypothetical account values and hypothetical expenses based on the Portfolio's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Portfolio's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period.

You may use this information to compare the ongoing costs of investing in the Portfolio and other variable annuities. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of the other variable annuities.

Please note that the expenses shown in the tables are meant to highlight your ongoing costs only and do not reflect any transaction costs, such as sales charges (loads) that are charged at the time of the transaction. Therefore, the table below is useful in comparing ongoing costs only and will not help you determine the relative total costs of owning different variable annuities. In addition, if these transaction costs were included, your costs would have been higher.

#### Expenses Paid on a \$1,000 Investment in Pioneer Bond VCT Portfolio

Based on a hypothetical 5% per year return before expenses, reflecting the period from July 1, 2018 through December 31, 2018.

Share Class	I	II
Beginning Account Value on 7/1/18	\$1,000.00	\$1,000.00
Ending Account Value on 12/31/18	\$1,022.13	\$1,020.87
Expenses Paid During Period*	\$ 3.11	\$ 4.38

\* Expenses are equal to the Portfolio's annualized expense ratio of 0.61% and 0.86% for Class I and Class II shares, respectively, multiplied by the average account value over the period, multiplied by 184/365 (to reflect the one-half year period).

## PORTFOLIO MANAGEMENT DISCUSSION 12/31/18

**Call 1-800-688-9915 or visit [www.amundipioneer.com](http://www.amundipioneer.com) for the most recent month-end performance results. Current performance may be lower or higher than the performance data quoted.**

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Performance results reflect any applicable expense waivers in effect during the periods shown. Without such waivers, performance would be lower. Waivers may not be in effect for all portfolios. Certain fee waivers are contractual through a specified period. Otherwise, fee waivers can be rescinded at any time. See the prospectus and financial statements for more information.

In the following interview, Brad Komenda discusses the factors that affected the performance of Pioneer Bond VCT Portfolio during the 12-month period ended December 31, 2018. Mr. Komenda, Senior Vice President, Deputy Director of Investment-Grade Corporates, and a portfolio manager at Amundi Pioneer Asset Management, Inc. (“Amundi Pioneer”), is responsible for the day-to-day management of the Portfolio, along with Kenneth J. Taubes, Executive Vice President and Chief Investment Officer, US, and a portfolio manager at Amundi Pioneer, and Timothy Rowe, Managing Director, Deputy Director of Multisector Fixed Income, and a portfolio manager at Amundi Pioneer.

**Q: How did the Portfolio perform during the 12-month period ended December 31, 2018?**

**A:** Pioneer Bond VCT Portfolio’s Class I shares returned –0.84% at net asset value during the 12-month period ended December 31, 2018, and Class II shares returned –1.08%, while the Portfolio’s benchmark, the Bloomberg Barclays U.S. Aggregate Bond Index, returned 0.01%.

**Q: How would you describe the investment environment in the fixed-income markets during the 12-month period?**

**A:** For much of 2018, prices of fixed-income securities broadly declined as interest rates moved higher. The short end of the Treasury yield curve rose as investors positioned their portfolios in anticipation of the U.S. Federal Reserve’s (the Fed’s) continued normalization of the federal funds rate, its benchmark overnight lending rate. (During the 12-month period, the Fed raised the federal funds rate four times, in March, June, September, and December.)

Farther out on the Treasury curve, yield increases were driven in part by rising inflation expectations against a backdrop of strengthening commodity prices and arguably full U.S. employment. Credit-market sentiment was boosted by a positive fundamental backdrop, featuring solid economic growth and strong corporate profits. Investor optimism was further heightened by lower tax rates and the accelerated expensing of capital investment by corporations, two key provisions of the sweeping U.S. tax legislation passed at the end of 2017. The Trump administration’s escalating rhetoric about U.S. trade deals, and measures implemented, including tariffs on steel and aluminum as well as on a range of products from China, clouded the outlook to some degree, leading to bouts of market volatility.

The positive market conditions reversed in the fourth quarter of 2018, however, with much of the damage coming in December. Investors’ appetite for risk had weakened entering the quarter as concerns about the outlook for the Fed’s continued tightening of monetary policy, the escalating U.S./China trade dispute, and mounting evidence of slowing economic growth overseas dampened enthusiasm. In early October, the equity markets began a downward spiral that would persist essentially through year-end. The price of oil, too, slid significantly at that time due to an unfavorable supply/demand outlook. Nonetheless, the Fed met market expectations and raised short-term rates by a quarter-point in December, moving its federal funds target into the 2.25% to 2.50% range, while signaling the likelihood of two additional rate hikes in 2019. Volatility in the “risk-asset” markets spiked on fears that the Fed would raise rates by too much, given the uncertain outlook for global economic growth. The 10-year Treasury yield declined from 3.05% to 2.69% over the fourth quarter, driven by a global flight-to-safety trade.

While the latter stages of 2018 saw yields back off their earlier peaks, the Treasury curve finished the 12-month period higher along its length, while also flattening, as yield increases were most significant on the short end given Fed's multiple rate hikes over the year. For the 12-month period, the investment-grade corporate market, as measured by the Bloomberg Barclays U.S. Corporate Bond Index, posted a return of -2.51%, while the high-yield market was also in negative territory for the year, returning -2.26%, according to the ICE Bank of America Merrill Lynch U.S. High Yield Index.

Structured assets such as asset-backed securities (ABS) and commercial mortgage-backed securities (CMBS) were rewarded for their generally high-quality profiles, as each asset class finished the year with modest positive returns. Meanwhile, the Portfolio's benchmark, the Bloomberg Barclays U.S. Aggregate Bond Index (the Bloomberg Barclays Index), returned 0.01% for the 12-month period.

**Q: What factors had the biggest effects on the Portfolio's benchmark-relative performance during the 12-month period ended December 31, 2018?**

**A:** Asset allocation decisions, in aggregate, detracted from the Portfolio's benchmark-relative performance during the period. In broad terms, the Portfolio's overweighting of credit compared to the Bloomberg Barclays Index weighed on relative returns, as the market moved to a "risk-off" tone in late 2018 and investors sought out so-called "safe haven" assets. Detractors from relative returns included the Portfolio's exposure to investment-grade corporate credit and a modest out-of-benchmark position in high-yield corporates. In addition, the Portfolio's underweight to U.S. Treasuries detracted from relative returns over the 12 months. The Portfolio continues to hold a large underweight to nominal Treasuries, as our economic outlook for 2019 remains relatively strong, and we continue to favor both securitized assets and the credit sectors, market segments we believe are poised to rebound in light of their significant underperformance at the end of 2018.

An approximately 5% non-benchmark allocation to Treasury Inflation-Protected Securities (TIPS) also detracted from the Portfolio's benchmark-relative performance during the period. TIPS badly lagged nominal Treasuries as inflation expectations declined in late 2018. Within investment-grade corporate bonds, the Portfolio's tilt toward financials and, in particular, exposure to subordinated and additional tier-1 securities of systemic banks in the U.S. and developed Europe, constrained benchmark-relative results. We continue to view the Portfolio's bank holdings as representing good value, however, given the risk-management measures that are in place across the segment.

On the positive side, the Portfolio's positioning with respect to interest rates was the leading contributor to benchmark-relative performance during the 12-month period. In particular, the Portfolio was underweight the two- to five-year maturity range along the yield curve, where prices were negatively affected by the Fed's rate increases. In addition, the Portfolio's short-duration stance versus the Bloomberg Barclays Index was a positive contributor to relative returns as interest rates rose. (Duration is a measure of the sensitivity of the price, or the value of principal, of a fixed-income investment

to a change in interest rates, expressed as a number of years.) After having taken a short-duration position relative to the benchmark for the past several years, the move higher in rates we saw over 2018, coupled with the federal funds rate approaching the neutral range and the flattening of the yield curve resulted in our moving the Portfolio to an essentially neutral-duration stance by period-end.

Another positive contributor to benchmark-relative performance was the Portfolio's overweighting of securitized assets, including ABS, as strong consumer fundamentals supported a favorable view of the asset category. Finally, the Portfolio maintains a modest, strategic exposure to insurance-linked securities (ILS), which are sponsored by insurance companies looking to transfer some of the risk of having to payout claims following a natural disaster. We believe ILS can offer a valuable source of diversification\* and incremental income potential. The Portfolio's ILS allocation aided benchmark-relative performance over the 12 months, despite the insurance claims generated by the extremely damaging California wildfires.

**Q: Did the Portfolio have any investments in derivative securities during the 12-month period ended December 31, 2018? If so, did the derivatives have any material impact on performance?**

**A:** Yes, we invested the Portfolio in Treasury futures and credit-default swaps (CDS) during the period. The investments in Treasury futures are part of our duration-management strategy for the Portfolio. We believe the use of Treasury futures allows us to express our views on duration and yield-curve positioning in the most efficient manner. Investments in CDS are used to either gain or reduce the Portfolio's exposure to corporate bonds very quickly, as cash-bond transactions take a little more time. The use of derivatives did not materially impact the Portfolio's benchmark-relative performance during the period, as they were used as hedging instruments.

**Q: What factors affected the Portfolio's yield during the 12-month period ended December 31, 2018?**

**A:** The overall rise in Treasury yields contributed to a higher Portfolio yield, as did the widening of credit spreads over the period. (Credit spreads are commonly defined as the differences in yield between Treasuries and other types of fixed-income securities with similar maturities.)

**Q: What is your investment outlook and how is the Portfolio positioned heading into the new fiscal year?**

**A:** We anticipate 2019 will see the U.S. economy continue to expand, albeit at a more moderate pace. While we reduced the Portfolio's credit-market exposures through mid-2018, the significant spread widening, particularly in December, created the opportunity for us to start selectively adding back credit risk, both in investment-grade and high-yield corporates. In particular, we increased the Portfolio's holdings of economically sensitive issues in the "BBB" quality range (the lower end of investment grade), which we viewed as having been unduly punished during the year-end market rout. Given the advanced stage of the credit cycle, we are generally avoiding investments in

\* Diversification does not assure a profit nor protect against loss.



## **A Word About Risk:**

**All investments are subject to risk, including the possible loss of principal. In the past several years, financial markets have experienced increased volatility, depressed valuations, decreased liquidity and heightened uncertainty. These conditions may continue, recur, worsen or spread.**

*When interest rates rise, the prices of fixed-income securities in the Portfolio will generally fall. Conversely, when interest rates fall, the prices of fixed-income securities in the Portfolio will generally rise.*

*Investments in the Portfolio are subject to possible loss due to the financial failure of the issuers of the underlying securities and their inability to meet their debt obligations.*

*Prepayment risk is the chance that an issuer may exercise its right to prepay its security, if falling interest rates prompt the issuer to do so. Forced to reinvest the unanticipated proceeds at lower interest rates, the Portfolio would experience a decline in income and lose the opportunity for additional price appreciation.*

*Investments in high-yield or lower-rated securities are subject to greater-than-average price volatility, illiquidity and possibility of default.*

*The securities issued by U.S. Government-sponsored entities (i.e., FNMA, Freddie Mac) are neither guaranteed nor issued by the U.S. Government.*

*The Portfolio may invest in mortgage-backed securities, which during times of fluctuating interest rates may increase or decrease more than other fixed-income securities. Mortgage-backed securities are also subject to prepayments.*

*At times, the Portfolio's investments may represent industries or industry sectors that are interrelated or have common risks, making it more susceptible to any economic, political, or regulatory developments or other risks affecting those industries and sectors.*

*These risks may increase share price volatility.*

industrial sectors that have seen an increase in merger-and-acquisition activity and shareholder-friendly measures such as increased dividends\*\* and share buybacks, as the increased leverage associated with such activity has resulted in credit downgrades to “BBB-”. The Portfolio has exposure to bank issues in developed Europe, which appear attractive from a relative valuation standpoint.

The Portfolio remains overweight to securitized assets, including ABS, CMBS, and non-agency MBS, as we view the category as featuring favorable risk/return profiles given our outlook for continued low default rates.

The Portfolio continues to hold a non-benchmark allocation to long-duration TIPS, which is designed to help protect the Portfolio should inflation exceed expectations. Entering 2019, we view TIPS valuations as reflecting an unduly pessimistic outlook for both economic growth and inflation. Other non-benchmark exposures in the Portfolio as of year-end include holdings of floating-rate bank loans, where we find valuations are more attractive following December's credit-market sell-off. We are seeking to maintain a high-quality focus within the bank-loan segment, as it has been subject to some of the same stepped-up leveraging we've seen within lower-rated corporates.

Given our view that the Fed is now at the neutral federal funds rate, as noted earlier, we have moved the Portfolio to a neutral-duration stance, and are positioned with a modest underweight in the middle of the yield curve, and an overweight on the long end.

\*\* Dividends are not guaranteed.

**Please refer to the Schedule of Investments on pages 8 to 36 for a full listing of Portfolio securities.**

**Past performance is no guarantee of future results.**

**Any information in this shareholder report regarding market or economic trends or the factors influencing the Portfolio's historical or future performance are statements of opinion as of the date of this report.**

**SCHEDULE OF INVESTMENTS 12/31/18**

<b>Shares</b>		<b>Value</b>
	<b>UNAFFILIATED ISSUERS – 97.9%</b>	
	<b>CONVERTIBLE PREFERRED STOCKS – 0.6% of Net Assets</b>	
	<b>Banks – 0.6%</b>	
383(a)	Bank of America Corp., 7.25%	\$ 479,708
352(a)	Wells Fargo & Co., 7.5%	444,213
	<b>Total Banks</b>	<u>\$ 923,921</u>
	<b>TOTAL CONVERTIBLE PREFERRED STOCKS</b>	
	(Cost \$859,876)	<u>\$ 923,921</u>
<b>Principal Amount USD (\$)</b>		
	<b>ASSET BACKED SECURITIES – 6.0% of Net Assets</b>	
100,000	Avid Automobile Receivables Trust, Series 2018-1, Class B, 3.85%, 7/15/24 (144A)	\$ 99,433
100,000	AXIS Equipment Finance Receivables VI LLC, Series 2018-2A, Class C, 4.27%, 1/20/23 (144A)	101,823
200,000	AXIS Equipment Finance Receivables VI LLC, Series 2018-2A, Class D, 4.45%, 6/20/23 (144A)	203,588
197,759(b)	Bayview Koitere Fund Trust, Series 2017-RT4, Class A, 3.5%, 7/28/57 (144A)	196,021
100,000	BCC Funding XIV LLC, Series 2018-1A, Class B, 3.39%, 8/21/23 (144A)	100,097
2,912(c)	Bear Stearns Asset Backed Securities Trust, Series 2006-SD2, Class A3, 2.996% (1 Month USD LIBOR + 49 bps), 6/25/36	2,912
346,727	Cazenovia Creek Funding II LLC, Series 2018-1A, Class A, 3.561%, 7/15/30 (144A)	346,951
223,612(b)	Citigroup Mortgage Loan Trust, Inc., Series 2017-RP2, Class A1, 3.25%, 7/25/67 (144A)	219,424
100,000	CoreVest American Finance Trust, Series 2017-1, Class C, 3.756%, 10/15/49 (144A)	96,662
42,891(d)	Credit-Based Asset Servicing & Securitization LLC, Series 2005-CB6, Class A3, 3.791%, 7/25/35	42,639
149,907	Elm Trust, Series 2018-2A, Class A2, 4.605%, 10/20/27 (144A)	152,355
32,497(d)	Equifirst Mortgage Loan Trust, Series 2003-1, Class IF1, 4.01%, 12/25/32	32,725
68,918(c)	Fieldstone Mortgage Investment Trust, Series 2005-3, Class 1A, 2.805% (1 Month USD LIBOR + 49 bps), 2/25/36	68,339
45,000	First Investors Auto Owner Trust, Series 2015-2A, Class D, 4.22%, 12/15/21 (144A)	45,271
150,000	GLS Auto Receivables Trust, Series 2017-1A, Class B, 2.98%, 12/15/21 (144A)	149,471
2,549(c)	GSRPM Mortgage Loan Trust, Series 2006-2, Class A2, 2.806% (1 Month USD LIBOR + 30 bps), 9/25/36 (144A)	2,546
100,000(c)	Hertz Fleet Lease Funding LP, Series 2016-1, Class E, 5.887% (1 Month USD LIBOR + 350 bps), 4/10/30 (144A)	100,381
191,571(c)	Home Partners of America Trust, Series 2018-1, Class A, 3.355% (1 Month USD LIBOR + 90 bps), 7/17/37 (144A)	189,957
21,565	Icon Brand Holdings LLC, Series 2013-1A, Class A2, 4.352%, 1/25/43 (144A)	12,214
100,000(c)	Invitation Homes Trust, Series 2018-SFR1, Class C, 3.705% (1 Month USD LIBOR + 125 bps), 3/17/37 (144A)	98,888
25,507	JG Wentworth XXII LLC, Series 2010-3A, Class A, 3.82%, 12/15/48 (144A)	25,816
200,000	Kabbage Asset Securitization LLC, Series 2017-1, Class A, 4.571%, 3/15/22 (144A)	201,335
187,689	Marlette Funding Trust, Series 2018-3A, Class A, 3.2%, 9/15/28 (144A)	187,461
190,000(b)	Mill City Mortgage Loan Trust, Series 2017-1, Class M2, 3.25%, 11/25/58 (144A)	180,252
480,000(b)	Mill City Mortgage Loan Trust, Series 2018-2, Class M1, 3.75%, 5/25/58 (144A)	459,770
388,426(b)	Mill City Mortgage Loan Trust, Series 2018-3, Class A1, 3.5%, 8/25/58 (144A)	385,333
100,000	New Residential Advance Receivables Trust Advance Receivables Backed Notes, Series 2016-T2, Class BT2, 3.02%, 10/15/49 (144A)	99,219
156,976(c)	Newtek Small Business Loan Trust, Series 2017-1, Class A, 4.506% (1 Month USD LIBOR + 200 bps), 2/15/43 (144A)	156,848
147,053(c)	NovaStar Mortgage Funding Trust, Series 2005-3, Class M1, 3.181% (1 Month USD LIBOR + 68 bps), 1/25/36	146,488

Principal Amount USD (\$)		Value
<b>ASSET BACKED SECURITIES – (continued)</b>		
294,143(c)	Option One Mortgage Loan Trust, Series 2005-3, Class M2, 3.241% (1 Month USD LIBOR + 74 bps), 8/25/35	\$ 293,210
100,000	Progress Residential Trust, Series 2017-SFR2, Class B, 3.196%, 12/17/34 (144A)	98,386
350,000	Progress Residential Trust, Series 2018-SFR2, Class A, 3.712%, 8/17/35 (144A)	350,658
100,000	Progress Residential Trust, Series 2018-SFR2, Class D, 4.338%, 8/17/35 (144A)	99,808
110,000	Progress Residential Trust, Series 2018-SFR2, Class E, 4.656%, 8/17/35 (144A)	109,432
190,000	Progress Residential Trust, Series 2018-SFR3, Class E, 4.873%, 10/17/35 (144A)	192,427
90(c)	RAAC Trust, Series 2006-RP2, Class A, 2.756% (1 Month USD LIBOR + 25 bps), 2/25/37 (144A)	90
69,834(d)	RCO Mortgage LLC, Series 2017-1, Class A1, 3.375%, 8/25/22 (144A)	69,424
64,134	SCF Equipment Leasing LLC, Series 2017-2A, Class A, 3.41%, 12/20/23 (144A)	64,013
5,855	SCF Equipment Trust LLC, Series 2016-1A, Class A, 3.62%, 11/20/21 (144A)	5,844
98,167	STORE Master Funding I LLC, Series 2015-1A, Class A1, 3.75%, 4/20/45 (144A)	97,085
342(d)	Structured Asset Securities Corp., Series 2004-19XS, Class A6B, 4.971%, 10/25/34	348
4,667(d)	Terwin Mortgage Trust, Series 2005-16HE, Class AF2, 4.761%, 9/25/36	4,662
88,392	Tidewater Sales Finance Master Trust, Series 2017-AA, Class A, 4.55%, 4/15/21 (144A)	88,252
257,305(b)	Towd Point Mortgage Trust, Series 2015-3, Class A1B, 3.0%, 3/25/54 (144A)	254,561
320,000(b)	Towd Point Mortgage Trust, Series 2015-5, Class M1, 3.5%, 5/25/55 (144A)	316,944
330,000(b)	Towd Point Mortgage Trust, Series 2016-3, Class M1, 3.5%, 4/25/56 (144A)	325,628
325,000(b)	Towd Point Mortgage Trust, Series 2016-4, Class M1, 3.25%, 7/25/56 (144A)	312,379
390,000(b)	Towd Point Mortgage Trust, Series 2017-6, Class A2, 3.0%, 10/25/57 (144A)	361,474
500,000(b)	Towd Point Mortgage Trust, Series 2017-6, Class M1, 3.25%, 10/25/57 (144A)	455,341
238,818(b)	Towd Point Mortgage Trust, Series 2018-3, Class A1, 3.75%, 5/25/58 (144A)	238,668
288,073(b)	Towd Point Mortgage Trust, Series 2018-4, Class A1, 3.0%, 6/25/58 (144A)	280,070
398,858(b)	Towd Point Mortgage Trust, Series 2018-6, Class A1A, 3.75%, 3/25/58 (144A)	399,077
500,000(b)	Towd Point Mortgage Trust, Series 2018-SJ1, Class A1, 4.0%, 10/25/58 (144A)	499,908
200,000(c)	Trafigura Securitisation Finance Plc, Series 2017-1A, Class A1, 3.305% (1 Month USD LIBOR + 85 bps), 12/15/20 (144A)	200,500
173,667	United Auto Credit Securitization Trust, Series 2017-1, Class C, 2.71%, 1/10/22 (144A)	173,476
18,132	Welk Resorts LLC, Series 2015-AA, Class A, 2.79%, 6/16/31 (144A)	17,887
122,669	Westgate Resorts LLC, Series 2017-1A, Class A, 3.05%, 12/20/30 (144A)	121,828
211,334	Westgate Resorts LLC, Series 2018-1A, Class C, 4.1%, 12/20/31 (144A)	211,645
100,000	Westlake Automobile Receivables Trust, Series 2018-1A, Class E, 4.53%, 5/15/23 (144A)	99,715
220,000	Westlake Automobile Receivables Trust, Series 2018-3A, Class B, 3.32%, 10/16/23 (144A)	220,459
140,000	Westlake Automobile Receivables Trust, Series 2018-3A, Class E, 4.9%, 12/15/23 (144A)	141,405
100,000	WRG Debt Funding II LLC, Series 2017-1, Class A, 4.458%, 3/15/26 (144A)	99,281
<b>TOTAL ASSET BACKED SECURITIES</b>		
	(Cost \$10,351,598)	\$ 10,308,104
<b>COLLATERALIZED MORTGAGE OBLIGATIONS – 23.5% of Net Assets</b>		
250,000	A10 Term Asset Financing LLC, Series 2017-1A, Class B, 3.15%, 3/15/36 (144A)	\$ 242,453
100,720(b)	Agate Bay Mortgage Trust, Series 2015-1, Class A13, 3.5%, 1/25/45 (144A)	98,795
208,988(b)	Agate Bay Mortgage Trust, Series 2016-2, Class A5, 3.5%, 3/25/46 (144A)	205,931
100,000	American Homes 4 Rent, Series 2015-SFR1, Class C, 4.11%, 4/17/52 (144A)	101,682
125,000(c)	Arbor Realty Commercial Real Estate Notes, Ltd., Series 2017-FL1, Class B, 4.955% (1 Month USD LIBOR + 250 bps), 4/15/27 (144A)	128,750
57,480	B2R Mortgage Trust, Series 2015-1, Class A1, 2.524%, 5/15/48 (144A)	56,850
200,000(c)	BAMLL Commercial Mortgage Securities Trust, Series 2014-FL1, Class B, 4.507% (1 Month USD LIBOR + 220 bps), 12/15/31 (144A)	200,063

SCHEDULE OF INVESTMENTS 12/31/18

(continued)

Principal Amount USD (\$)		Value
<b>COLLATERALIZED MORTGAGE OBLIGATIONS – (continued)</b>		
360,000	BANK, Series 2017-BNK7, Class AS, 3.748%, 9/15/60	\$ 356,564
282,551(d)(e)	Bayview Commercial Asset Trust, Series 2007-2A, Class IO, 0%, 7/25/37 (144A)	–
188,476(b)	Bayview Opportunity Master Fund Ivb Trust, Series 2017-RT2, Class A, 3.5%, 8/28/57 (144A)	186,817
320,976(c)	Bear Stearns ALT-A Trust, Series 2005-7, Class 11A1, 3.046% (1 Month USD LIBOR + 54 bps), 8/25/35	318,647
180,000(c)	Bellemeade Re, Ltd., Series 2018-1A, Class M1B, 4.106% (1 Month USD LIBOR + 160 bps), 4/25/28 (144A)	180,000
190,000(c)	Bellemeade Re, Ltd., Series 2018-2A, Class M1B, 3.856% (1 Month USD LIBOR + 135 bps), 8/25/28 (144A)	189,101
180,000(c)	Bellemeade Re, Ltd., Series 2018-3A, Class M1B, 4.356% (1 Month USD LIBOR + 185 bps), 10/25/27 (144A)	179,714
250,000	Benchmark Mortgage Trust, Series 2018-B2, Class A4, 3.615%, 2/15/51	250,655
125,000	Benchmark Mortgage Trust, Series 2018-B5, Class A3, 3.944%, 7/15/51	127,442
250,000	Benchmark Mortgage Trust, Series 2018-B8, Class A4, 3.963%, 1/15/52	254,354
100,000	CCRESG Commercial Mortgage Trust, Series 2016-HEAT, Class A, 3.357%, 4/10/29 (144A)	100,023
120,000	CD Mortgage Trust, Series 2018-CD7, Class A3, 4.013%, 8/15/51	122,845
140,000	CFCRE Commercial Mortgage Trust, Series 2016-C3, Class A2, 3.597%, 1/10/48	139,639
10,417(b)	CHL Mortgage Pass-Through Trust, Series 2003-56, Class 4A2, 4.542%, 12/25/33	10,632
327,145(b)	CIM Trust, Series 2018-J1, Class A10, 3.5%, 3/25/48 (144A)	323,451
250,000(b)	Citigroup Commercial Mortgage Trust, Series 2014-GC19, Class B, 4.805%, 3/10/47	260,789
250,000(b)	Citigroup Commercial Mortgage Trust, Series 2014-GC25, Class B, 4.345%, 10/10/47	255,655
150,000	Citigroup Commercial Mortgage Trust, Series 2015-GC27, Class A5, 3.137%, 2/10/48	147,435
125,000(b)	Citigroup Commercial Mortgage Trust, Series 2015-GC33, Class B, 4.569%, 9/10/58	128,330
250,000	Citigroup Commercial Mortgage Trust, Series 2016-P5, Class D, 3.0%, 10/10/49 (144A)	202,299
396,328(b)	Citigroup Mortgage Loan Trust, Series 2018-RP2, Class A1, 3.5%, 2/25/58 (144A)	397,358
349,280(b)	Citigroup Mortgage Loan Trust, Inc., Series 2018-RP1, Class A1, 3.0%, 9/25/64 (144A)	346,366
74,078	Colony American Finance, Ltd., Series 2015-1, Class A, 2.896%, 10/15/47 (144A)	73,623
150,205(b)	COLT Mortgage Loan Trust, Series 2018-3, Class A1, 3.692%, 10/26/48 (144A)	150,045
25,000	COMM Mortgage Trust, Series 2012-CR2, Class AM, 3.791%, 8/15/45	25,439
250,000	COMM Mortgage Trust, Series 2012-CR4, Class AM, 3.251%, 10/15/45	246,168
200,000(b)	COMM Mortgage Trust, Series 2013-CR11, Class C, 5.166%, 8/10/50 (144A)	204,832
50,000	COMM Mortgage Trust, Series 2013-LC6, Class A4, 2.941%, 1/10/46	49,483
150,000(b)	COMM Mortgage Trust, Series 2014-CR16, Class C, 4.901%, 4/10/47	153,003
233,783(b)	COMM Mortgage Trust, Series 2014-CR20, Class C, 4.502%, 11/10/47	231,497
7,798(c)	COMM Mortgage Trust, Series 2014-FL5, Class B, 3.693% (1 Month USD LIBOR + 215 bps), 10/15/31 (144A)	7,781
250,000	COMM Mortgage Trust, Series 2014-UBS3, Class A3, 3.546%, 6/10/47	252,021
150,000	COMM Mortgage Trust, Series 2014-UBS4, Class A4, 3.42%, 8/10/47	150,192
200,000(b)	COMM Mortgage Trust, Series 2015-CR23, Class CMD, 3.685%, 5/10/48 (144A)	197,568
100,000(b)	COMM Mortgage Trust, Series 2015-CR25, Class B, 4.544%, 8/10/48	102,906
175,000(b)	COMM Mortgage Trust, Series 2015-DC1, Class B, 4.035%, 2/10/48	174,912
241,826	Commercial Mortgage Pass Through Certificates, Series 2012-CR3, Class A3, 2.822%, 10/15/45	238,036
193,423	Commercial Mortgage Pass Through Certificates, Series 2016-CR28, Class AHR, 3.651%, 2/10/49	194,095
300,000(b)	CSAIL Commercial Mortgage Trust, Series 2016-C5, Class C, 4.537%, 11/15/48	301,295
100,000	CSAIL Commercial Mortgage Trust, Series 2016-C6, Class A5, 3.09%, 1/15/49	96,682
117,355(b)	CSMC Trust, Series 2013-IVR3, Class A1, 2.5%, 5/25/43 (144A)	110,667
234,709(b)	CSMC Trust, Series 2013-IVR3, Class A2, 3.0%, 5/25/43 (144A)	225,288
256,722(b)	CSMC Trust, Series 2013-IVR3, Class B4, 3.452%, 5/25/43 (144A)	243,094

Principal Amount USD (\$)		Value
<b>COLLATERALIZED MORTGAGE OBLIGATIONS – (continued)</b>		
292,473(b)	CSMC Trust, Series 2013-TH1, Class A1, 2.13%, 2/25/43 (144A)	\$ 272,693
315,600(b)	CSMC Trust, Series 2017-HL2, Class A1, 3.5%, 10/25/47 (144A)	309,591
283,811(b)	CSMC Trust, Series 2017-HL2, Class A3, 3.5%, 10/25/47 (144A)	279,902
573,927(b)	CSMC Trust, Series 2018-J1, Class A11, 3.5%, 2/25/48 (144A)	553,849
250,000	DBJPM Mortgage Trust, Series 2016-C3, Class A5, 2.89%, 8/10/49	238,541
198,479(b)	Deephaven Residential Mortgage Trust, Series 2017-3A, Class A1, 2.577%, 10/25/47 (144A)	195,949
147,455(b)	Deephaven Residential Mortgage Trust, Series 2018-1A, Class A1, 2.976%, 12/25/57 (144A)	146,044
190,000(c)	Eagle Re, Ltd., Series 2018-1, Class M1, 3.98% (1 Month USD LIBOR + 170 bps), 11/25/28 (144A)	189,737
177,131(b)	EverBank Mortgage Loan Trust, Series 2013-2, Class A, 3.0%, 6/25/43 (144A)	170,831
92,912(c)	Fannie Mae Connecticut Avenue Securities, Series 2018-C01, Class 1M1, 3.106% (1 Month USD LIBOR + 60 bps), 7/25/30	92,582
326,643(c)	Fannie Mae Connecticut Avenue Securities, Series 2018-C05, Class 1M1, 3.226% (1 Month USD LIBOR + 72 bps), 1/25/31	325,869
33,494	Federal Home Loan Mortgage Corp. REMICS, Series 2944, Class OH, 5.5%, 3/15/35	36,622
172,833	Federal Home Loan Mortgage Corp. Whole Loan Securities Trust, Series 2017-SC02, Class 2A1, 3.5%, 5/25/47	172,487
5,889	Federal National Mortgage Association REMICS, Series 2009-36, Class HX, 4.5%, 6/25/29	6,046
550,000	Federal National Mortgage Association REMICS, Series 2013-61, Class BY, 3.0%, 6/25/43	515,250
419,567(b)	Flagstar Mortgage Trust, Series 2018-1, Class A3, 3.5%, 3/25/48 (144A)	410,908
177,884(b)	Flagstar Mortgage Trust, Series 2018-2, Class A14, 3.5%, 4/25/48 (144A)	169,655
271,455(b)	Flagstar Mortgage Trust, Series 2018-2, Class B1, 4.076%, 4/25/48 (144A)	275,396
327,628(b)	Flagstar Mortgage Trust, Series 2018-3INV, Class A3, 4.0%, 5/25/48 (144A)	328,059
148,574(b)	Flagstar Mortgage Trust, Series 2018-3INV, Class B1, 4.518%, 5/25/48 (144A)	154,555
230,223(b)	Flagstar Mortgage Trust, Series 2018-5, Class A7, 4.0%, 9/25/48 (144A)	230,951
300,000(c)	Freddie Mac Stacr Trust, Series 2018-HQA2, Class M1, 3.256% (1 Month USD LIBOR + 75 bps), 10/25/48 (144A)	299,287
158,886(c)	Freddie Mac Structured Agency Credit Risk Debt Notes, Series 2018-HQA1, Class M1, 3.206% (1 Month USD LIBOR + 70 bps), 9/25/30	158,513
114,857(b)	Freddie Mac Structured Agency Credit Risk Debt Notes, Series 2018-SPI3, Class M1, 4.167%, 8/25/48 (144A)	115,147
200,000(b)	FREMF Mortgage Trust, Series 2012-K710, Class B, 3.817%, 6/25/47 (144A)	199,856
53,849(c)	FREMF Mortgage Trust, Series 2014-KF05, Class B, 6.347% (1 Month USD LIBOR + 400 bps), 9/25/22 (144A)	55,761
50,100(c)	FREMF Mortgage Trust, Series 2014-KS02, Class B, 7.347% (1 Month USD LIBOR + 500 bps), 8/25/23 (144A)	51,481
125,000(b)	FREMF Mortgage Trust, Series 2015-K51, Class B, 3.953%, 10/25/48 (144A)	123,797
199,581(b)	FRESB Mortgage Trust, Series 2018-SB52, Class A7F, 3.39%, 6/25/25	202,595
100,000(b)	GAHR Commercial Mortgage Trust, Series 2015-NRF, Class CFX, 3.382%, 12/15/34 (144A)	99,135
30,160	Government National Mortgage Association, Series 2005-61, Class UZ, 5.25%, 8/16/35	31,751
15,044	Government National Mortgage Association, Series 2012-130, Class PA, 3.0%, 4/20/41	15,002
1,456,036(b)(e)	Government National Mortgage Association, Series 2017-21, Class IO, 0.795%, 10/16/58	107,620
218,962	Government National Mortgage Association, Series 2018-20, Class A, 2.5%, 9/16/49	214,712
25,000	GS Mortgage Securities Corp. II, Series 2013-GC10, Class B, 3.682%, 2/10/46 (144A)	24,884
200,000(b)	GS Mortgage Securities Trust, Series 2013-GC12, Class C, 4.179%, 6/10/46	195,624
200,000	GS Mortgage Securities Trust, Series 2015-GC28, Class A5, 3.396%, 2/10/48	198,878
50,000(b)	Irvine Core Office Trust, Series 2013-IRV, Class A2, 3.173%, 5/15/48 (144A)	49,868
80,165	JP Morgan Chase Commercial Mortgage Securities Trust, Series 2011-C5, Class A3, 4.171%, 8/15/46	81,773

SCHEDULE OF INVESTMENTS 12/31/18

(continued)

Principal Amount USD (\$)		Value
<b>COLLATERALIZED MORTGAGE OBLIGATIONS – (continued)</b>		
200,000(b)	JP Morgan Chase Commercial Mortgage Securities Trust, Series 2012-C8, Class B, 3.977%, 10/15/45 (144A)	\$ 200,713
450,000	JP Morgan Chase Commercial Mortgage Securities Trust, Series 2012-LC9, Class A5, 2.84%, 12/15/47	442,168
250,000	JP Morgan Chase Commercial Mortgage Securities Trust, Series 2018-WPT, Class AFX, 4.248%, 7/5/33 (144A)	259,559
95,940(b)	JP Morgan Mortgage Trust, Series 2013-1, Class 2A3, 3.0%, 3/25/43 (144A)	94,356
343,505(b)	JP Morgan Mortgage Trust, Series 2016-3, Class 2A1, 3.0%, 10/25/46 (144A)	338,080
254,825(b)	JP Morgan Mortgage Trust, Series 2016-4, Class A13, 3.5%, 10/25/46 (144A)	250,595
287,454(b)	JP Morgan Mortgage Trust, Series 2016-5, Class AM, 2.649%, 12/25/46 (144A)	283,666
538,330(b)	JP Morgan Mortgage Trust, Series 2017-1, Class A3, 3.5%, 1/25/47 (144A)	531,131
320,000(b)	JP Morgan Mortgage Trust, Series 2017-1, Class A6, 3.5%, 1/25/47 (144A)	312,838
434,698(b)	JP Morgan Mortgage Trust, Series 2017-2, Class A6, 3.0%, 5/25/47 (144A)	422,878
185,100(b)	JP Morgan Mortgage Trust, Series 2017-3, Class 1A13, 3.5%, 8/25/47 (144A)	181,984
295,884(b)	JP Morgan Mortgage Trust, Series 2017-3, Class 1A5, 3.5%, 8/25/47 (144A)	292,105
340,358(b)	JP Morgan Mortgage Trust, Series 2017-3, Class 2A2, 2.5%, 8/25/47 (144A)	327,421
386,554(b)	JP Morgan Mortgage Trust, Series 2017-4, Class A5, 3.5%, 11/25/48 (144A)	381,617
520,831(b)	JP Morgan Mortgage Trust, Series 2017-4, Class A6, 3.0%, 11/25/48 (144A)	514,377
282,061(b)	JP Morgan Mortgage Trust, Series 2017-5, Class A1A, 3.0%, 10/26/48 (144A)	280,406
210,000(b)	JP Morgan Mortgage Trust, Series 2017-5, Class A1B, 3.598%, 10/26/48 (144A)	208,365
149,091(b)	JP Morgan Mortgage Trust, Series 2017-5, Class B1, 3.176%, 10/26/48 (144A)	146,453
508,023(b)	JP Morgan Mortgage Trust, Series 2017-6, Class A5, 3.5%, 12/25/48 (144A)	501,229
333,403(b)	JP Morgan Mortgage Trust, Series 2017-6, Class B1, 3.849%, 12/25/48 (144A)	329,649
463,685(b)	JP Morgan Mortgage Trust, Series 2018-3, Class A5, 3.5%, 9/25/48 (144A)	457,473
132,981(b)	JP Morgan Mortgage Trust, Series 2018-3, Class B1, 3.782%, 9/25/48 (144A)	129,141
475,000(b)	JP Morgan Mortgage Trust, Series 2018-4, Class A17, 3.5%, 10/25/48 (144A)	464,387
197,393(b)	JP Morgan Mortgage Trust, Series 2018-4, Class B2, 3.797%, 10/25/48 (144A)	187,675
417,093(b)	JP Morgan Mortgage Trust, Series 2018-6, Class 2A2, 3.0%, 12/25/48 (144A)	410,006
123,045(b)	JP Morgan Trust, Series 2015-3, Class A6, 3.0%, 5/25/45 (144A)	121,475
150,000(b)	JPMD B Commercial Mortgage Securities Trust, Series 2016-C2, Class B, 3.99%, 6/15/49	147,403
200,000	JPMD B Commercial Mortgage Securities Trust, Series 2016-C4, Class A3, 3.141%, 12/15/49	193,670
100,000(b)	JPMD B Commercial Mortgage Securities Trust, Series 2016-C4, Class D, 3.093%, 12/15/49 (144A)	81,332
250,000	JPMD B Commercial Mortgage Securities Trust, Series 2018-C8, Class A4, 4.211%, 6/15/51	259,646
1,600,000(b)(e)	JPMD B Commercial Mortgage Securities Trust, Series 2018-C8, Class XB, 0.113%, 6/15/51	18,359
115,453(c)	La Hipotecaria Panamanian Mortgage Trust, Series 2007-1GA, Class A, 4.25% (Panamanian Mortgage Reference Rate + 125 bps), 12/23/36 (144A)	114,876
34,048(c)	La Hipotecaria Panamanian Mortgage Trust, Series 2010-1GA, Class A, 2.5% (Panamanian Mortgage Reference Rate + 300 bps), 9/8/39 (144A)	32,942
100,000(b)	LSTAR Commercial Mortgage Trust, Series 2015-3, Class AS, 3.128%, 4/20/48 (144A)	97,597
118,099(c)	LSTAR Securities Investment, Ltd., Series 2018-1, Class A, 3.849% (1 Month USD LIBOR + 200 bps), 4/1/21 (144A)	117,976
282,722(b)	Mello Mortgage Capital Acceptance, Series 2018-MTG1, Class A1, 3.5%, 5/25/48 (144A)	279,161
199,462(b)	Mill City Mortgage Loan Trust, Series 2017-3, Class M2, 3.25%, 1/25/61 (144A)	188,732
133,384	Morgan Stanley Bank of America Merrill Lynch Trust, Series 2012-C6, Class A4, 2.858%, 11/15/45	131,480
250,000	Morgan Stanley Capital I Trust, Series 2018-MP, Class A, 4.418%, 7/11/40 (144A)	261,969
218,805(c)	New Residential Mortgage Loan Trust, Series 2018-4A, Class A1S, 3.256% (1 Month USD LIBOR + 75 bps), 1/25/48 (144A)	217,654
146,527(b)	New Residential Mortgage Loan Trust, Series 2018-5A, Class A1, 4.75%, 12/25/57 (144A)	150,152

Principal Amount USD (\$)		Value
<b>COLLATERALIZED MORTGAGE OBLIGATIONS – (continued)</b>		
228,098(b)	NRP Mortgage Trust, Series 2013-1, Class B2, 3.315%, 7/25/43 (144A)	\$ 224,090
419,555(b)	PMT Loan Trust, Series 2013-J1, Class A1, 3.5%, 9/25/43 (144A)	413,358
303,293(b)	PMT Loan Trust, Series 2013-J1, Class A11, 3.5%, 9/25/43 (144A)	300,068
548,918(b)	PSMC Trust, Series 2018-1, Class A3, 3.5%, 2/25/48 (144A)	541,906
190,000(c)	Radnor Re, Ltd., Series 2018-1, Class M1, 3.906% (1 Month USD LIBOR + 140 bps), 3/25/28 (144A)	189,595
187,195	Seasoned Credit Risk Transfer Trust, Series 2018-2, Class MT, 3.5%, 11/25/57	185,001
370,203	Seasoned Credit Risk Transfer Trust, Series 2018-4, Class MT, 3.5%, 11/25/57	365,864
57,408(b)	Sequoia Mortgage Trust, Series 2012-6, Class A2, 1.808%, 12/25/42	53,659
601,422(b)	Sequoia Mortgage Trust, Series 2013-2, Class A, 1.874%, 2/25/43	537,606
214,166(b)	Sequoia Mortgage Trust, Series 2013-4, Class A1, 2.325%, 4/25/43	198,898
428,332(b)	Sequoia Mortgage Trust, Series 2013-4, Class A2, 2.5%, 4/25/43	405,209
396,254(b)	Sequoia Mortgage Trust, Series 2013-5, Class A2, 3.0%, 5/25/43 (144A)	380,678
411,815(b)	Sequoia Mortgage Trust, Series 2013-6, Class A1, 2.5%, 5/25/43	390,725
430,413(b)	Sequoia Mortgage Trust, Series 2013-6, Class A2, 3.0%, 5/25/43	414,256
95,011(b)	Sequoia Mortgage Trust, Series 2013-7, Class A1, 2.5%, 6/25/43	88,490
372,341(b)	Sequoia Mortgage Trust, Series 2013-7, Class A2, 3.0%, 6/25/43	357,886
378,618(b)	Sequoia Mortgage Trust, Series 2013-10, Class A1, 3.5%, 8/25/43 (144A)	373,989
420,273(b)	Sequoia Mortgage Trust, Series 2013-11, Class A1, 3.5%, 9/25/43 (144A)	415,595
64,402(b)	Sequoia Mortgage Trust, Series 2015-1, Class A2, 3.0%, 1/25/45 (144A)	62,091
529,791(b)	Sequoia Mortgage Trust, Series 2015-1, Class A6, 2.5%, 1/25/45 (144A)	514,646
603,720(b)	Sequoia Mortgage Trust, Series 2015-3, Class A4, 3.5%, 7/25/45 (144A)	601,432
237,238(b)	Sequoia Mortgage Trust, Series 2017-3, Class A1, 3.5%, 4/25/47 (144A)	232,484
199,383(b)	Sequoia Mortgage Trust, Series 2017-4, Class A4, 3.5%, 7/25/47 (144A)	197,434
288,520(b)	Sequoia Mortgage Trust, Series 2017-5, Class A1, 3.5%, 8/25/47 (144A)	283,549
282,665(b)	Sequoia Mortgage Trust, Series 2017-7, Class A1, 3.5%, 10/25/47 (144A)	277,177
95,193(b)	Sequoia Mortgage Trust, Series 2017-CH2, Class A1, 4.0%, 12/25/47 (144A)	96,208
405,981(b)	Sequoia Mortgage Trust, Series 2018-3, Class A4, 3.5%, 3/25/48 (144A)	402,184
407,119(b)	Sequoia Mortgage Trust, Series 2018-6, Class A22, 4.0%, 7/25/48 (144A)	413,962
342,160(b)	Sequoia Mortgage Trust, Series 2018-8, Class A4, 4.0%, 11/25/48 (144A)	343,521
459,799(b)	Sequoia Mortgage Trust, Series 2018-CH1, Class A1, 4.0%, 2/25/48 (144A)	464,146
371,048(b)	Sequoia Mortgage Trust, Series 2018-CH3, Class A1, 4.5%, 8/25/48 (144A)	377,773
218,849(b)	Shellpoint Co-Originator Trust, Series 2017-1, Class A1, 3.5%, 4/25/47 (144A)	215,133
442,607(b)	Shellpoint Co-Originator Trust, Series 2017-2, Class A1, 3.5%, 10/25/47 (144A)	432,189
170,000(c)	STACR Trust, Series 2018-DNA3, Class M1, 3.256% (1 Month USD LIBOR + 75 bps), 9/25/48 (144A)	169,672
220,000(c)	STACR Trust, Series 2018-HRP2, Class M3, 4.906% (1 Month USD LIBOR + 240 bps), 2/25/47 (144A)	218,736
200,000(c)	Starwood Waypoint Homes Trust, Series 2017-1, Class B, 3.625% (1 Month USD LIBOR + 117 bps), 1/17/35 (144A)	198,410
265,000(b)	Towd Point Mortgage Trust, Series 2015-6, Class M1, 3.75%, 4/25/55 (144A)	264,438
430,000(b)	Towd Point Mortgage Trust, Series 2017-2, Class A2, 3.25%, 4/25/57 (144A)	418,099
360,000(b)	Towd Point Mortgage Trust, Series 2017-3, Class A2, 3.0%, 7/25/57 (144A)	341,523
249,200(b)	Towd Point Mortgage Trust, Series 2017-5, Class XA, 3.5%, 2/25/57 (144A)	245,897
150,000	Wells Fargo Commercial Mortgage Trust, Series 2014-LC16, Class ASB, 3.477%, 8/15/50	150,890
260,000	Wells Fargo Commercial Mortgage Trust, Series 2015-NXS3, Class A4, 3.617%, 9/15/57	261,432
250,000	Wells Fargo Commercial Mortgage Trust, Series 2016-C32, Class A3, 3.294%, 1/15/59	246,458
200,000	Wells Fargo Commercial Mortgage Trust, Series 2016-LC24, Class A3, 2.684%, 10/15/49	187,894
100,000(b)	WFRBS Commercial Mortgage Trust, Series 2013-C12, Class D, 4.419%, 3/15/48 (144A)	91,626

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(continued)

Principal Amount USD (\$)		Value
	<b>COLLATERALIZED MORTGAGE OBLIGATIONS – (continued)</b>	
150,000	WFRBS Commercial Mortgage Trust, Series 2013-C16, Class A4, 4.136%, 9/15/46	\$ 155,309
173,566(b)	WinWater Mortgage Loan Trust, Series 2016-1, Class 1A5, 3.5%, 1/20/46 (144A)	171,107
	<b>TOTAL COLLATERALIZED MORTGAGE OBLIGATIONS</b> (Cost \$41,014,652)	<u>\$ 40,477,457</u>
	<b>CORPORATE BONDS – 30.8% of Net Assets</b>	
	<b>Aerospace/Defense – 0.5%</b>	
168,000	Embraer Netherlands Finance BV, 5.4%, 2/1/27	\$ 173,462
470,000	Rockwell Collins, Inc., 3.2%, 3/15/24	452,615
270,000	United Technologies Corp., 4.125%, 11/16/28	267,489
	<b>Total Aerospace/Defense</b>	<u>\$ 893,566</u>
	<b>Agriculture – 0.8%</b>	
350,000	Altria Group, Inc., 2.625%, 1/14/20	\$ 346,798
435,000	Philip Morris International, Inc., 3.25%, 11/10/24	424,527
570,000	Reynolds American, Inc., 4.45%, 6/12/25	549,614
	<b>Total Agriculture</b>	<u>\$ 1,320,939</u>
	<b>Airlines – 0.2%</b>	
265,000	Air Canada 2017-1 Class AA Pass Through Trust, 3.3%, 1/15/30 (144A)	\$ 252,888
85,000	Delta Air Lines, Inc., 2.875%, 3/13/20	84,435
	<b>Total Airlines</b>	<u>\$ 337,323</u>
	<b>Auto Manufacturers – 1.1%</b>	
440,000	General Motors Financial Co., Inc., 4.0%, 1/15/25	\$ 411,584
400,000	Hyundai Capital Services, Inc., 3.0%, 8/29/22 (144A)	387,024
125,000	Nissan Motor Acceptance Corp., 2.15%, 7/13/20 (144A)	122,001
255,000	Nissan Motor Acceptance Corp., 3.15%, 3/15/21 (144A)	251,394
350,000	Toyota Motor Credit Corp., 2.125%, 7/18/19	348,117
400,000	Volkswagen Group of America Finance LLC, 4.0%, 11/12/21 (144A)	399,752
	<b>Total Auto Manufacturers</b>	<u>\$ 1,919,872</u>
	<b>Banks – 4.9%</b>	
345,000(c)	Bank of New York Mellon Corp., 3.57% (3 Month USD LIBOR + 105 bps), 10/30/23	\$ 345,608
250,000(a)(b)	Barclays Plc, 7.75% (5 Year USD Swap Rate + 484 bps)	240,480
75,000	BBVA Bancomer SA, 6.5%, 3/10/21 (144A)	77,812
450,000(a)(b)	BNP Paribas SA, 7.625% (5 Year USD Swap Rate + 631 bps) (144A)	458,438
250,000	BPCE SA, 2.25%, 1/27/20	246,714
200,000	BPCE SA, 4.875%, 4/1/26 (144A)	197,024
745,000(c)	Canadian Imperial Bank of Commerce, 2.874% (3 Month USD LIBOR + 32 bps), 2/2/21	737,367
90,000	Cooperatieve Rabobank UA, 3.875%, 2/8/22	90,994
250,000	Cooperatieve Rabobank UA, 3.95%, 11/9/22	249,184
400,000(a)(b)	Credit Suisse Group AG, 7.125% (5 Year USD Swap Rate + 511 bps)	395,000
250,000	Credit Suisse Group Funding Guernsey, Ltd., 3.8%, 9/15/22	248,176
430,000(b)	DBS Group Holdings, Ltd., 4.52% (5 Year USD 1100 Run ICE Swap Rate + 159 bps), 12/11/28 (144A)	439,353
286,000(b)	Goldman Sachs Group, Inc., 3.272% (3 Month USD LIBOR + 120 bps), 9/29/25	268,089
215,000(b)	Goldman Sachs Group, Inc., 4.223% (3 Month USD LIBOR + 130 bps), 5/1/29	206,913
150,000	HSBC Bank Plc, 7.65%, 5/1/25	172,882
400,000(a)(b)	ING Groep NV, 6.5% (5 Year USD Swap Rate + 445 bps)	370,600
300,000	KeyCorp, 5.1%, 3/24/21	311,145
400,000	Lloyds Banking Group Plc, 4.65%, 3/24/26	376,076



Principal Amount USD (\$)		Value
<b>Banks – (continued)</b>		
325,000	Morgan Stanley, 4.1%, 5/22/23	\$ 325,469
200,000	Nordea Bank Abp, 4.25%, 9/21/22 (144A)	201,023
300,000	Nordea Bank Abp, 4.875%, 5/13/21 (144A)	305,127
435,000(a)(b)	Royal Bank of Scotland Group Plc, 8.625% (5 Year USD Swap Rate + 760 bps)	450,225
400,000(a)(b)	Societe Generale SA, 7.375% (5 Year USD Swap Rate + 624 bps) (144A)	389,500
425,000	SunTrust Bank, 2.45%, 8/1/22	409,726
495,000(b)	SunTrust Bank, 2.59% (3 Month USD LIBOR + 30 bps), 1/29/21	490,180
250,000	UBS AG, 7.625%, 8/17/22	266,250
200,000(a)(b)	UBS Group Funding Switzerland AG, 7.125% (5 Year USD Swap Rate + 588 bps)	202,826
	<b>Total Banks</b>	<u>\$ 8,472,181</u>
<b>Beverages – 0.6%</b>		
260,000(c)	Anheuser-Busch InBev Finance, Inc., 3.819% (3 Month USD LIBOR + 126 bps), 2/1/21	\$ 261,423
240,000	Bacardi, Ltd., 5.3%, 5/15/48 (144A)	216,664
150,000	Pernod Ricard SA, 4.25%, 7/15/22 (144A)	152,165
332,000	Pernod Ricard SA, 4.45%, 1/15/22 (144A)	338,625
	<b>Total Beverages</b>	<u>\$ 968,877</u>
<b>Biotechnology – 0.6%</b>		
142,000	Baxalta, Inc., 3.6%, 6/23/22	\$ 140,923
200,000	Biogen, Inc., 3.625%, 9/15/22	200,524
405,000	Biogen, Inc., 5.2%, 9/15/45	418,171
344,000	Celgene Corp., 4.55%, 2/20/48	298,109
	<b>Total Biotechnology</b>	<u>\$ 1,057,727</u>
<b>Building Materials – 0.8%</b>		
179,000	American Woodmark Corp., 4.875%, 3/15/26 (144A)	\$ 158,415
400,000	CRH America, Inc., 3.875%, 5/18/25 (144A)	384,443
270,000	Fortune Brands Home & Security, Inc., 3.0%, 6/15/20	267,774
110,000	Fortune Brands Home & Security, Inc., 4.0%, 9/21/23	108,834
210,000	Owens Corning, 3.4%, 8/15/26	191,770
175,000	Owens Corning, 4.2%, 12/1/24	173,608
160,000	Standard Industries, Inc., 5.5%, 2/15/23 (144A)	156,800
	<b>Total Building Materials</b>	<u>\$ 1,441,644</u>
<b>Chemicals – 0.6%</b>		
45,000	CF Industries, Inc., 4.95%, 6/1/43	\$ 34,875
180,000	CF Industries, Inc., 5.375%, 3/15/44	145,800
220,000	Chemours Co., 7.0%, 5/15/25	221,650
430,000	DowDuPont, Inc., 4.205%, 11/15/23	439,524
180,000	NOVA Chemicals Corp., 4.875%, 6/1/24 (144A)	162,450
	<b>Total Chemicals</b>	<u>\$ 1,004,299</u>
<b>Commercial Services – 0.4%</b>		
200,000	ERAC USA Finance LLC, 3.3%, 12/1/26 (144A)	\$ 187,977
175,000	ERAC USA Finance LLC, 4.5%, 2/15/45 (144A)	164,636
80,000	Moody's Corp., 3.25%, 6/7/21	79,691
50,000	President & Fellows of Harvard College, 2.3%, 10/1/23	48,724
222,000	Verisk Analytics, Inc., 5.5%, 6/15/45	224,718
	<b>Total Commercial Services</b>	<u>\$ 705,746</u>

## SCHEDULE OF INVESTMENTS 12/31/18

(continued)

Principal Amount USD (\$)		Value
	<b>Diversified Financial Services – 1.0%</b>	
260,000(c)	AIG Global Funding, 3.277% (3 Month USD LIBOR + 48 bps), 7/2/20 (144A)	\$ 259,842
400,000	Capital One Financial Corp., 3.75%, 4/24/24	390,123
180,000	Capital One Financial Corp., 4.25%, 4/30/25	178,666
100,000	GTP Acquisition Partners I LLC, 2.35%, 6/15/20 (144A)	98,389
225,000	TD Ameritrade Holding Corp., 3.3%, 4/1/27	215,203
450,000	USAA Capital Corp., 2.45%, 8/1/20 (144A)	445,677
165,000	Visa, Inc., 2.2%, 12/14/20	163,208
	<b>Total Diversified Financial Services</b>	<b>\$ 1,751,108</b>
	<b>Electric – 2.3%</b>	
105,000	Calpine Corp., 5.25%, 6/1/26 (144A)	\$ 95,812
250,000	Calpine Corp., 5.75%, 1/15/25	228,750
300,000	Consolidated Edison Co. of New York, Inc., 4.625%, 12/1/54	293,324
235,000	Dominion Energy, Inc., 2.579%, 7/1/20	231,323
30,000	Edison International, 2.4%, 9/15/22	28,289
200,000(a)(b)	Electricite de France SA, 5.25% (USD Swap Rate + 371 bps) (144A)	189,000
225,000	Exelon Corp., 2.85%, 6/15/20	223,217
135,000	Iberdrola International BV, 6.75%, 7/15/36	160,178
200,000	Indiana Michigan Power Co., 4.55%, 3/15/46	201,476
200,000	Israel Electric Corp., Ltd., 4.25%, 8/14/28 (144A)	189,984
34,437	Kiowa Power Partners LLC, 5.737%, 3/30/21 (144A)	35,043
298,000	NextEra Energy Capital Holdings, Inc., 2.3%, 4/1/19	297,317
430,000	NextEra Energy Capital Holdings, Inc., 3.55%, 5/1/27	410,326
83,000	NRG Energy, Inc., 5.75%, 1/15/28	79,680
7,348	OrCal Geothermal, Inc., 6.21%, 12/30/20 (144A)	7,269
430,000	PPL Capital Funding, Inc, 3.1%, 5/15/26	403,043
50,000	San Diego Gas & Electric Co., 1.914%, 2/1/22	49,061
335,000	Sempra Energy, 3.4%, 2/1/28	306,089
137,500	Southern California Edison Co., 1.845%, 2/1/22	133,734
149,000(a)(b)	Southern California Edison Co., 6.25% (3 Month USD LIBOR + 420 bps)	141,922
335,000	Southwestern Electric Power Co., 3.9%, 4/1/45	301,621
	<b>Total Electric</b>	<b>\$ 4,006,458</b>
	<b>Electronics – 0.4%</b>	
300,000	Amphenol Corp., 3.125%, 9/15/21	\$ 297,311
102,000	Amphenol Corp., 3.2%, 4/1/24	98,903
250,000	Flex, Ltd., 4.75%, 6/15/25	244,907
	<b>Total Electronics</b>	<b>\$ 641,121</b>
	<b>Energy-Alternate Sources – 0.0%†</b>	
59,464	Alta Wind Holdings LLC, 7.0%, 6/30/35 (144A)	\$ 64,549
	<b>Total Energy-Alternate Sources</b>	<b>\$ 64,549</b>
	<b>Environmental Control – 0.1%</b>	
175,000	Republic Services, Inc., 2.9%, 7/1/26	\$ 165,066
	<b>Total Environmental Control</b>	<b>\$ 165,066</b>
	<b>Food – 0.7%</b>	
430,000	Conagra Brands, Inc., 3.8%, 10/22/21	\$ 430,152
200,000	Mondelez International Holdings Netherlands BV, 2.0%, 10/28/21 (144A)	191,627
100,000	Smithfield Foods, Inc., 2.65%, 10/3/21 (144A)	95,571

Principal Amount USD (\$)		Value
	<b>Food – (continued)</b>	
265,000	Smithfield Foods, Inc., 2.7%, 1/31/20 (144A)	\$ 261,412
120,000(c)	Tyson Foods, Inc., 3.096% (3 Month USD LIBOR + 45 bps), 8/21/20	118,446
105,000(c)	Tyson Foods, Inc., 3.288% (3 Month USD LIBOR + 55 bps), 6/2/20	104,426
	<b>Total Food</b>	<u>\$ 1,201,634</u>
	<b>Forest Products &amp; Paper – 0.1%</b>	
120,000	International Paper Co., 6.0%, 11/15/41	\$ 126,411
	<b>Total Forest Products &amp; Paper</b>	<u>\$ 126,411</u>
	<b>Gas – 0.2%</b>	
110,000	Boston Gas Co., 3.15%, 8/1/27 (144A)	\$ 104,935
201,037	Nakilat, Inc., 6.267%, 12/31/33 (144A)	220,176
	<b>Total Gas</b>	<u>\$ 325,111</u>
	<b>Healthcare-Products – 0.8%</b>	
141,000	Abbott Laboratories, 3.75%, 11/30/26	\$ 139,251
165,000(c)	Becton Dickinson & Co., 3.678% (3 Month USD LIBOR + 88 bps), 12/29/20	163,342
360,000	Boston Scientific Corp., 4.0%, 3/1/28	349,427
350,000	Medtronic, Inc., 3.15%, 3/15/22	349,034
380,000	Thermo Fisher Scientific, Inc., 3.0%, 4/15/23	369,698
	<b>Total Healthcare-Products</b>	<u>\$ 1,370,752</u>
	<b>Healthcare-Services – 0.4%</b>	
239,000	Anthem, Inc., 3.35%, 12/1/24	\$ 232,833
164,000	Anthem, Inc., 3.65%, 12/1/27	156,690
41,000	Anthem, Inc., 4.101%, 3/1/28	40,185
215,000	Cigna Corp., 4.375%, 10/15/28 (144A)	216,200
130,000	Humana, Inc., 3.95%, 3/15/27	127,008
	<b>Total Healthcare-Services</b>	<u>\$ 772,916</u>
	<b>Home Builders – 0.3%</b>	
195,000	Lennar Corp., 4.75%, 4/1/21	\$ 193,294
165,000	Meritage Homes Corp., 6.0%, 6/1/25	155,512
188,000	TRI Pointe Group, Inc., 5.25%, 6/1/27	146,584
	<b>Total Home Builders</b>	<u>\$ 495,390</u>
	<b>Household Products/Wares – 0.3%</b>	
295,000	Church & Dwight Co., Inc., 2.45%, 8/1/22	\$ 285,106
180,000	Church & Dwight Co., Inc., 3.15%, 8/1/27	169,315
	<b>Total Household Products/Wares</b>	<u>\$ 454,421</u>
	<b>Insurance – 2.1%</b>	
310,000	Aflac, Inc., 3.625%, 11/15/24	\$ 309,759
90,000	AXA SA, 8.6%, 12/15/30	111,338
300,000	CNA Financial Corp., 4.5%, 3/1/26	302,451
75,000	Delphi Financial Group, Inc., 7.875%, 1/31/20	78,500
340,000(b)	Farmers Insurance Exchange, 4.747% (3 Month USD LIBOR + 323 bps), 11/1/57 (144A)	300,547
175,000	Great-West Lifeco Finance 2018 LP, 4.581%, 5/17/48 (144A)	175,995
445,000	Liberty Mutual Insurance Co., 7.697%, 10/15/97 (144A)	600,617
500,000	MassMutual Global Funding II, 2.75%, 6/22/24 (144A)	479,211
200,000	MassMutual Global Funding II, 2.95%, 1/11/25 (144A)	192,062
75,000	Principal Life Global Funding II, 1.5%, 4/18/19 (144A)	74,657

SCHEDULE OF INVESTMENTS 12/31/18

(continued)

Principal Amount USD (\$)		Value
	<b>Insurance – (continued)</b>	
355,000	Protective Life Corp., 4.3%, 9/30/28 (144A)	\$ 351,894
145,000	Protective Life Corp., 7.375%, 10/15/19	149,053
150,000	Protective Life Global Funding, 2.615%, 8/22/22 (144A)	145,800
26,000	Teachers Insurance & Annuity Association of America, 6.85%, 12/16/39 (144A)	33,806
315,000	Torchmark Corp., 4.55%, 9/15/28	320,054
	<b>Total Insurance</b>	<u>\$ 3,625,744</u>
	<b>Internet – 0.8%</b>	
400,000	Alibaba Group Holding, Ltd., 3.4%, 12/6/27	\$ 369,863
120,000	Amazon.com, Inc., 2.8%, 8/22/24	116,635
260,000	Booking Holdings, Inc., 3.55%, 3/15/28	244,928
50,000	Booking Holdings, Inc., 3.6%, 6/1/26	48,577
300,000	Booking Holdings, Inc., 3.65%, 3/15/25	292,145
175,000	Expedia Group, Inc., 4.5%, 8/15/24	175,224
185,000	Expedia Group, Inc., 5.0%, 2/15/26	186,877
	<b>Total Internet</b>	<u>\$ 1,434,249</u>
	<b>Iron &amp; Steel – 0.1%</b>	
175,000	Commercial Metals Co., 5.75%, 4/15/26 (144A)	\$ 162,312
	<b>Total Iron &amp; Steel</b>	<u>\$ 162,312</u>
	<b>Media – 0.5%</b>	
270,000	Comcast Corp., 4.15%, 10/15/28	\$ 274,167
225,000	Comcast Corp., 4.25%, 10/15/30	227,544
200,000	Sky, Ltd., 3.75%, 9/16/24 (144A)	199,267
100,000	Videotron, Ltd., 5.375%, 6/15/24 (144A)	99,000
	<b>Total Media</b>	<u>\$ 799,978</u>
	<b>Mining – 0.2%</b>	
200,000	Anglo American Capital Plc, 4.75%, 4/10/27 (144A)	\$ 191,545
200,000	Anglo American Capital Plc, 4.875%, 5/14/25 (144A)	196,443
	<b>Total Mining</b>	<u>\$ 387,988</u>
	<b>Miscellaneous Manufacturers – 0.2%</b>	
40,000	Amsted Industries, Inc., 5.0%, 3/15/22 (144A)	\$ 38,900
120,000	Amsted Industries, Inc., 5.375%, 9/15/24 (144A)	113,100
250,000	General Electric Co., 5.3%, 2/11/21	250,310
	<b>Total Miscellaneous Manufacturers</b>	<u>\$ 402,310</u>
	<b>Oil &amp; Gas – 0.8%</b>	
225,000	BP Capital Markets Plc, 3.062%, 3/17/22	\$ 222,953
200,000	CNOOC Nexen Finance 2014 ULC, 4.25%, 4/30/24	202,753
175,000	Continental Resources, Inc., 4.375%, 1/15/28	164,633
42,000	Motiva Enterprises LLC, 5.75%, 1/15/20 (144A)	42,736
145,000	Newfield Exploration Co., 5.625%, 7/1/24	146,813
200,000	Sinopec Group Overseas Development 2015, Ltd., 2.5%, 4/28/20 (144A)	197,542
312,000	Valero Energy Corp., 6.625%, 6/15/37	341,839
	<b>Total Oil &amp; Gas</b>	<u>\$ 1,319,269</u>
	<b>Pharmaceuticals – 1.6%</b>	
455,000	AbbVie, Inc., 4.875%, 11/14/48	\$ 424,513
200,000	Bayer US Finance II LLC, 4.25%, 12/15/25 (144A)	194,652
444,000	Cardinal Health, Inc., 3.079%, 6/15/24	416,942

<b>Principal Amount USD (\$)</b>		<b>Value</b>
	<b>Pharmaceuticals – (continued)</b>	
260,000	CVS Health Corp., 4.1%, 3/25/25	\$ 257,406
30,450	CVS Pass-Through Trust, 5.298%, 1/11/27 (144A)	30,985
84,945	CVS Pass-Through Trust, 5.773%, 1/10/33 (144A)	89,305
48,644	CVS Pass-Through Trust, 5.926%, 1/10/34 (144A)	52,390
140,898	CVS Pass-Through Trust, 6.036%, 12/10/28	150,001
114,704	CVS Pass-Through Trust, 8.353%, 7/10/31 (144A)	138,722
200,000	Perrigo Finance Unlimited Co., 3.9%, 12/15/24	185,076
400,000	Perrigo Finance Unlimited Co., 4.375%, 3/15/26	363,014
110,000	Shire Acquisitions Investments Ireland, DAC, 3.2%, 9/23/26	99,541
250,000	Takeda Pharmaceutical Co., Ltd., 4.0%, 11/26/21 (144A)	253,410
	<b>Total Pharmaceuticals</b>	<u>\$ 2,655,957</u>
	<b>Pipelines – 3.9%</b>	
340,000	Andeavor Logistics LP/Tesoro Logistics Finance Corp., 4.25%, 12/1/27	\$ 320,962
205,000	Cheniere Energy Partners LP, 5.25%, 10/1/25	191,163
45,000	DCP Midstream Operating LP, 3.875%, 3/15/23	42,187
170,000	DCP Midstream Operating LP, 5.375%, 7/15/25	166,175
100,000	DCP Midstream Operating LP, 5.6%, 4/1/44	86,500
304,000	Enable Midstream Partners LP, 3.9%, 5/15/24	291,608
136,000	Enable Midstream Partners LP, 4.4%, 3/15/27	126,989
175,000	Enable Midstream Partners LP, 4.95%, 5/15/28	165,659
360,000	Enbridge, Inc., 3.7%, 7/15/27	340,972
43,000	Energy Transfer LP, 5.5%, 6/1/27	41,925
175,000	Energy Transfer Operating LP, 6.0%, 6/15/48	170,417
125,000	Energy Transfer Operating LP, 6.5%, 2/1/42	124,753
100,000	EnLink Midstream Partners LP, 5.45%, 6/1/47	80,872
121,000	Enterprise Products Operating LLC, 2.8%, 2/15/21	119,730
405,000	Enterprise Products Operating LLC, 4.15%, 10/16/28	402,959
513,000	Kinder Morgan, Inc., 5.05%, 2/15/46	468,439
385,000	Kinder Morgan, Inc., 5.55%, 6/1/45	381,292
42,000	MPLX LP, 4.0%, 3/15/28	39,365
175,000	MPLX LP, 4.125%, 3/1/27	166,620
110,000	MPLX LP, 4.875%, 12/1/24	111,972
175,000	MPLX LP, 4.875%, 6/1/25	176,603
205,000	MPLX LP, 5.5%, 2/15/49	199,406
450,000	Phillips 66 Partners LP, 3.75%, 3/1/28	415,600
75,000	Phillips 66 Partners LP, 4.9%, 10/1/46	68,755
375,000	Sabine Pass Liquefaction LLC, 5.0%, 3/15/27	376,252
224,000	Sunoco Logistics Partners Operations LP, 5.35%, 5/15/45	198,270
422,000	Sunoco Logistics Partners Operations LP, 5.4%, 10/1/47	382,419
25,000	Sunoco Logistics Partners Operations LP, 6.1%, 2/15/42	24,152
91,000	Targa Resources Partners LP/Targa Resources Partners Finance Corp., 5.0%, 1/15/28	82,355
300,000	Texas Eastern Transmission LP, 3.5%, 1/15/28 (144A)	283,238
586,000	Williams Cos., Inc., 5.75%, 6/24/44	588,947
89,000	Williams Cos., Inc., 7.75%, 6/15/31	107,509
	<b>Total Pipelines</b>	<u>\$ 6,744,065</u>

## SCHEDULE OF INVESTMENTS 12/31/18

(continued)

Principal Amount USD (\$)		Value
<b>REITs – 1.7%</b>		
75,000	Alexandria Real Estate Equities, Inc., 2.75%, 1/15/20	\$ 74,414
90,000	Alexandria Real Estate Equities, Inc., 3.45%, 4/30/25	86,629
50,000	Alexandria Real Estate Equities, Inc., 3.9%, 6/15/23	50,303
25,000	Alexandria Real Estate Equities, Inc., 3.95%, 1/15/27	24,258
200,000	Alexandria Real Estate Equities, Inc., 4.6%, 4/1/22	205,890
160,000	Duke Realty LP, 3.625%, 4/15/23	159,876
260,000	Duke Realty LP, 3.75%, 12/1/24	258,038
100,000	Essex Portfolio LP, 3.375%, 4/15/26	95,579
360,000	Essex Portfolio LP, 3.5%, 4/1/25	349,888
205,000	Healthcare Trust of America Holdings LP, 3.5%, 8/1/26	192,682
200,000	Healthcare Trust of America Holdings LP, 3.75%, 7/1/27	190,428
50,000	Highwoods Realty LP, 3.2%, 6/15/21	49,389
290,000	Highwoods Realty LP, 3.625%, 1/15/23	286,580
105,000	Highwoods Realty LP, 4.125%, 3/15/28	102,734
50,000	SBA Tower Trust, 2.877%, 7/9/21 (144A)	49,083
235,000	SBA Tower Trust, 3.869%, 10/8/24 (144A)	233,159
75,000	UDR, Inc., 2.95%, 9/1/26	69,133
201,000	UDR, Inc., 4.0%, 10/1/25	200,376
180,000	UDR, Inc., 4.4%, 1/26/29	181,548
	<b>Total REITs</b>	<b>\$ 2,859,987</b>
<b>Retail – 0.5%</b>		
250,000	Alimentation Couche-Tard, Inc., 3.55%, 7/26/27 (144A)	\$ 233,419
110,000	AutoZone, Inc., 2.5%, 4/15/21	107,566
210,000	Home Depot, Inc., 2.625%, 6/1/22	207,798
265,000	Walmart, Inc., 3.4%, 6/26/23	267,731
	<b>Total Retail</b>	<b>\$ 816,514</b>
<b>Software – 0.6%</b>		
194,000	Fiserv, Inc., 3.8%, 10/1/23	\$ 195,208
220,000	Microsoft Corp., 2.0%, 8/8/23	211,522
375,000	Oracle Corp., 2.5%, 5/15/22	366,949
190,000	salesforce.com, Inc., 3.7%, 4/11/28	191,004
	<b>Total Software</b>	<b>\$ 964,683</b>
<b>Telecommunications – 0.2%</b>		
182,000	CommScope Technologies LLC, 5.0%, 3/15/27 (144A)	\$ 147,420
174,000	Level 3 Financing, Inc., 5.375%, 1/15/24	165,735
	<b>Total Telecommunications</b>	<b>\$ 313,155</b>
<b>Transportation – 0.4%</b>		
250,000	TTX Co., 3.6%, 1/15/25 (144A)	\$ 248,761
575,000	Union Pacific Corp., 3.375%, 2/1/35	503,221
	<b>Total Transportation</b>	<b>\$ 751,982</b>
<b>Trucking &amp; Leasing – 0.1%</b>		
170,000	Penske Truck Leasing Co. LP/PTL Finance Corp., 3.375%, 2/1/22 (144A)	\$ 168,102
	<b>Total Trucking &amp; Leasing</b>	<b>\$ 168,102</b>
	<b>TOTAL CORPORATE BONDS</b>	
	(Cost \$54,603,998)	<b>\$ 52,903,406</b>

Principal Amount USD (\$)		Value
	<b>FOREIGN GOVERNMENT BONDS – 0.3% of Net Assets</b>	
	<b>Mexico – 0.2%</b>	
475,000	Mexico Government International Bond, 4.6%, 2/10/48	\$ 421,563
	<b>Total Mexico</b>	<u>\$ 421,563</u>
	<b>Nigeria – 0.1%</b>	
200,000	Africa Finance Corp., 4.375%, 4/29/20 (144A)	\$ 197,783
	<b>Total Nigeria</b>	<u>\$ 197,783</u>
	<b>TOTAL FOREIGN GOVERNMENT BONDS</b> (Cost \$636,519)	<u>\$ 619,346</u>
	<b>INSURANCE-LINKED SECURITIES – 0.0%† of Net Assets(1)</b>	
	<b>Reinsurance Sidecars – 0.0%†</b>	
	<b>Multiperil – Worldwide – 0.0%†</b>	
50,000+(f)	Lorenz Re 2017, Variable Rate Notes, 3/31/20	\$ 7,255
50,000+(f)	Lorenz Re 2018, Variable Rate Notes, 7/1/21	35,520
	<b>Total Reinsurance Sidecars</b>	<u>\$ 42,775</u>
	<b>TOTAL INSURANCE-LINKED SECURITIES</b> (Cost \$61,756)	<u>\$ 42,775</u>
	<b>MUNICIPAL BONDS – 2.1% of Net Assets(g)</b>	
	<b>Municipal General – 0.2%</b>	
100,000	Fairfax County Economic Development Authority, Series A, 2.875%, 4/1/34	\$ 92,773
90,000	JobsOhio Beverage System, Ohio Taxable Senior Lien, Series B, 3.985%, 1/1/29	92,739
25,000	JobsOhio Beverage System, Ohio Taxable Senior Lien, Series B, 4.532%, 1/1/35	26,681
80,000	Virginia Commonwealth Transportation Board, Transportation Capital Projects, 3.0%, 5/15/39	72,571
50,000	Virginia Commonwealth Transportation Board, Transportation Capital Projects, 4.0%, 5/15/31	52,995
50,000	Virginia Commonwealth Transportation Board, Transportation Capital Projects, 4.0%, 5/15/32	52,816
	<b>Total Municipal General</b>	<u>\$ 390,575</u>
	<b>Municipal General Obligation – 0.5%</b>	
600,000(h)	Commonwealth of Pennsylvania, 1st Series, 4.0%, 1/1/29	\$ 642,366
80,000(h)	State of Florida, Capital Outlay, Series C, 4.0%, 6/1/31	87,337
50,000(h)	State of Texas, Transportation Commission Mobility Fund, Series A, 4.0%, 10/1/44	51,002
	<b>Total Municipal General Obligation</b>	<u>\$ 780,705</u>
	<b>Municipal Higher Education – 1.0%</b>	
10,000	Amherst College, 3.794%, 11/1/42	\$ 9,730
25,000	Baylor University, Series A, 4.313%, 3/1/42	25,453
210,000	Massachusetts Development Finance Agency, Harvard University, Series A, 5.0%, 7/15/40	268,493
365,000	New York State Dormitory Authority, Columbia University, Series A-2, 5.0%, 10/1/46	477,179
280,000	Rhode Island Health & Educational Building Corp., Brown University, Series A, 4.0%, 9/1/47	289,313
580,000	University of California, Series AX, 3.063%, 7/1/25	572,419
50,000	University of Virginia, Refunding General Green, Series A-2, 5.0%, 4/1/45	56,260
	<b>Total Municipal Higher Education</b>	<u>\$ 1,698,847</u>
	<b>Municipal Medical – 0.2%</b>	
165,000	Illinois Finance Authority, Northwestern Memorial Healthcare, 4.0%, 7/15/47	\$ 166,119
60,000	Massachusetts Development Finance Agency, Partners Healthcare System, Series S, 4.0%, 7/1/36	62,064
100,000	Massachusetts Development Finance Agency, Partners Healthcare System, Series S, 4.0%, 7/1/41	101,283
	<b>Total Municipal Medical</b>	<u>\$ 329,466</u>

## SCHEDULE OF INVESTMENTS 12/31/18

(continued)

Principal Amount USD (\$)		Value
	<b>Municipal School District – 0.0%†</b>	
50,000(h)	Frisco Independent School District, Refunding School Building, 4.0%, 8/15/40	\$ 51,116
25,000(h)	Frisco Independent School District, Refunding School Building, 4.0%, 8/15/45	25,461
	<b>Total Municipal School District</b>	<u>\$ 76,577</u>
	<b>Municipal Transportation – 0.1%</b>	
85,000	Central Florida Expressway Authority, Senior Lien Refunding, 5.0%, 7/1/38	\$ 95,830
10,000	Port Authority of New York & New Jersey, Consolidated-174TH, 4.458%, 10/1/62	10,174
	<b>Total Municipal Transportation</b>	<u>\$ 106,004</u>
	<b>Municipal Water – 0.1%</b>	
85,000	JEA Water & Sewer System Revenue, Series A, 4.0%, 10/1/35	\$ 90,215
85,000	JEA Water & Sewer System Revenue, Series A, 4.0%, 10/1/39	88,239
	<b>Total Municipal Water</b>	<u>\$ 178,454</u>
	<b>TOTAL MUNICIPAL BONDS</b>	
	(Cost \$3,633,430)	<u>\$ 3,560,628</u>
	<b>SENIOR SECURED FLOATING RATE LOAN INTERESTS – 4.0% of Net Assets*(c)</b>	
	<b>Automobile – 0.2%</b>	
73,833	Allison Transmission, Inc., New Term Loan, 4.26% (LIBOR + 175 bps), 9/23/22	\$ 73,021
92,625	American Axle & Manufacturing, Inc., Tranche B Term Loan, 4.752% (LIBOR + 225 bps), 4/6/24	88,202
56,374	CWGS Group LLC (aka Camping World, Inc.), Term Loan, 5.129% (LIBOR + 275 bps), 11/8/23	51,124
68,333	Goodyear Tire & Rubber Co., Second Lien Term Loan, 4.455% (LIBOR + 200 bps), 3/3/25	65,497
84,419	Tower Automotive Holdings USA LLC, Initial Term Loan, 5.188% (LIBOR + 275 bps), 3/7/24	80,936
	<b>Total Automobile</b>	<u>\$ 358,780</u>
	<b>Automotive – 0.0%†</b>	
80,185	TI Group Automotive Systems LLC, Initial US Term Loan, 5.022% (LIBOR + 250 bps), 6/30/22	\$ 76,677
	<b>Total Automotive</b>	<u>\$ 76,677</u>
	<b>Beverage, Food &amp; Tobacco – 0.1%</b>	
197,492	JBS USA Lux SA (fka JBS USA LLC), Initial Term Loan, 5.26% (LIBOR + 250 bps), 10/30/22	\$ 190,395
	<b>Total Beverage, Food &amp; Tobacco</b>	<u>\$ 190,395</u>
	<b>Broadcasting &amp; Entertainment – 0.1%</b>	
119,089	Sinclair Television Group, Inc., Tranche B Term Loan, 4.78% (LIBOR + 225 bps), 1/3/24	\$ 113,779
	<b>Total Broadcasting &amp; Entertainment</b>	<u>\$ 113,779</u>
	<b>Chemicals – 0.0%†</b>	
69,070	Tronox Finance LLC, First Lien Initial Dollar Term Loan, 5.522% (LIBOR + 300 bps), 9/23/24	\$ 67,331
	<b>Total Chemicals</b>	<u>\$ 67,331</u>
	<b>Chemicals, Plastics &amp; Rubber – 0.2%</b>	
198,500	Axalta Coating Systems Dutch Holding B BV (Axalta Coating Systems US Holdings, Inc.), Term B-3 Dollar Loan, 4.553% (LIBOR + 175 bps), 6/1/24	\$ 187,748
96,447	Infiltrator Water Technologies LLC, First Lien Term B-2 Loan, 5.803% (LIBOR + 300 bps), 5/27/22	94,036
29,930	Tronox Blocked Borrower LLC, First Lien Blocked Dollar Term Loan, 5.522% (LIBOR + 300 bps), 9/23/24	29,176
	<b>Total Chemicals, Plastics &amp; Rubber</b>	<u>\$ 310,960</u>



Principal Amount USD (\$)		Value
<b>Computers &amp; Electronics – 0.2%</b>		
51,907	Energy Acquisition LP (aka Electrical Components International), First Lien Initial Term Loan, 7.053% (LIBOR + 425 bps), 6/26/25	\$ 50,610
226,083	Microchip Technology, Inc., Initial Term Loan, 4.53% (LIBOR + 200 bps), 5/29/25	215,062
	<b>Total Computers &amp; Electronics</b>	<u>\$ 265,672</u>
<b>Diversified &amp; Conglomerate Service – 0.5%</b>		
97,738	Bright Horizons Family Solutions LLC (fka Bright Horizons Family Solutions, Inc.), Term B Loan, 4.272% (LIBOR + 175 bps), 11/7/23	\$ 94,399
96,250	Change Healthcare Holdings, Inc. (fka Emdeon, Inc.), Closing Date Term Loan, 5.272% (LIBOR + 275 bps), 3/1/24	91,699
119,093	Constellis Holdings LLC, First Lien Term B Loan, 7.522% (LIBOR + 500 bps), 4/21/24	114,627
75,792	Iqvia, Inc. (Quintiles IMS), Term B-1 Dollar Loan, 4.803% (LIBOR + 200 bps), 3/7/24	73,461
124,064	NVA Holdings, Inc., First Lien Term B-3 Loan, 5.272% (LIBOR + 275 bps), 2/2/25	117,344
98,250	Team Health Holdings, Inc., Initial Term Loan, 5.272% (LIBOR + 275 bps), 2/6/24	88,671
248,750	West Corp., Incremental Term B-1 Loan, 6.027% (LIBOR + 350 bps), 10/10/24	226,860
	<b>Total Diversified &amp; Conglomerate Service</b>	<u>\$ 807,061</u>
<b>Electric &amp; Electrical – 0.0%†</b>		
41,463	Rackspace Hosting, Inc., First Lien Term B Loan, 5.582% (LIBOR + 300 bps), 11/3/23	\$ 36,571
	<b>Total Electric &amp; Electrical</b>	<u>\$ 36,571</u>
<b>Electronics – 0.4%</b>		
265,842	First Data Corp., 2024A New Dollar Term Loan, 4.504% (LIBOR + 200 bps), 4/26/24	\$ 254,710
146,923	Rovi Solutions Corp./Rovi Guides, Inc., Term B Loan, 5.03% (LIBOR + 250 bps), 7/2/21	139,944
175,247	Scientific Games International, Inc., Initial Term B-5 Loan, 5.25% (LIBOR + 275 bps), 8/14/24	164,995
69,848	Verint Systems, Inc., Refinancing Term Loan, 4.349% (LIBOR + 200 bps), 6/28/24	66,530
16,108	WESCO Distribution, Inc., Tranche B-1 Term Loan, 7.5% (PRIME + 200 bps), 12/12/19	16,027
	<b>Total Electronics</b>	<u>\$ 642,206</u>
<b>Entertainment &amp; Leisure – 0.1%</b>		
97,759	Live Nation Entertainment, Inc., Term B-3 Loan, 4.313% (LIBOR + 175 bps), 10/31/23	\$ 95,804
	<b>Total Entertainment &amp; Leisure</b>	<u>\$ 95,804</u>
<b>Environmental Services – 0.1%</b>		
248,819	GFL Environmental, Inc., Effective Date Incremental Term Loan, 5.522% (LIBOR + 300 bps), 5/30/25	\$ 233,267
	<b>Total Environmental Services</b>	<u>\$ 233,267</u>
<b>Financial Services – 0.2%</b>		
142,773	RPI Finance Trust, Initial Term Loan B-6, 4.522% (LIBOR + 200 bps), 3/27/23	\$ 138,609
124,375	Trans Union LLC, 2018 Incremental Term B-4 Loan, 4.522% (LIBOR + 200 bps), 6/19/25	120,048
	<b>Total Financial Services</b>	<u>\$ 258,657</u>
<b>Healthcare &amp; Pharmaceuticals – 0.3%</b>		
123,438	Alphabet Holding Co., Inc. (aka Nature's Bounty), First Lien Initial Term Loan, 6.022% (LIBOR + 350 bps), 9/26/24	\$ 112,225
95,680	Concentra, Inc., First Lien Tranche B-1 Term Loan, 5.13% (LIBOR + 275 bps), 6/1/22	91,614
173,678	Endo Luxembourg Finance Co. I S.a r.l., Initial Term Loan, 6.813% (LIBOR + 425 bps), 4/29/24	164,125
72,900	Gentiva Health Services, Inc., First Lien Closing Date Initial Term Loan, 6.313% (LIBOR + 375 bps), 7/2/25	71,077
57,678	HCA, Inc., Tranche B-11 Term Loan, 4.272% (LIBOR + 175 bps), 3/17/23	56,417
97,761	Prospect Medical Holdings, Inc., Term B-1 Loan, 7.938% (LIBOR + 550 bps), 2/22/24	97,028
	<b>Total Healthcare &amp; Pharmaceuticals</b>	<u>\$ 592,486</u>

## SCHEDULE OF INVESTMENTS 12/31/18

(continued)

Principal Amount USD (\$)		Value
	<b>Healthcare, Education &amp; Childcare – 0.3%</b>	
242,138(i)	Alliance HealthCare Services, Inc., First Lien Initial Term Loan, 10/24/23	\$ 238,506
94,670	Catalent Pharma Solutions, Inc. (fka Cardinal Health 409, Inc.), Dollar Term Loan, 4.772% (LIBOR + 225 bps), 5/20/24	92,185
9,054	Kinetic Concepts, Inc., Dollar Term Loan, 6.053% (LIBOR + 325 bps), 2/2/24	8,737
219,588	KUEHG Corp. (fka KC MergerSub, Inc.) (aka KinderCare), Term B-3 Loan, 6.553% (LIBOR + 375 bps), 2/21/25	212,342
29,681	Vizient, Inc., Term B-4 Loan, 5.272% (LIBOR + 275 bps), 2/13/23	28,951
	<b>Total Healthcare, Education &amp; Childcare</b>	<u>\$ 580,721</u>
	<b>Hotel, Gaming &amp; Leisure – 0.1%</b>	
182,710	1011778 BC Unlimited Liability Co. (New Red Finance, Inc.) (aka Burger King/Tim Hortons), Term B-3 Loan, 4.772% (LIBOR + 225 bps), 2/16/24	\$ 174,334
	<b>Total Hotel, Gaming &amp; Leisure</b>	<u>\$ 174,334</u>
	<b>Insurance – 0.1%</b>	
134,104	Asurion LLC (fka Asurion Corp.), New Term B7 Loan, 5.522% (LIBOR + 300 bps), 11/3/24	\$ 128,405
90,962	Confie Seguros Holding II Co., Term B Loan, 7.457% (LIBOR + 475 bps), 4/19/22	89,900
	<b>Total Insurance</b>	<u>\$ 218,305</u>
	<b>Leasing – 0.2%</b>	
137,060	Avolon TLB Borrower 1 (US) LLC, Term B-3 Loan, 4.47% (LIBOR + 200 bps), 1/15/25	\$ 132,294
188,575	IBC Capital I Ltd. (aka Goodpack Ltd.), First LienTranche B-1 Term Loan, 6.551% (LIBOR + 375 bps), 9/11/23	182,447
11,932	Kasima LLC (Digital Cinema Implementation Partners LLC), Term Loan, 5.256% (LIBOR + 250 bps), 5/17/21	11,847
	<b>Total Leasing</b>	<u>\$ 326,588</u>
	<b>Leisure &amp; Entertainment – 0.0%†</b>	
86,194	Six Flags Theme Parks, Inc., Tranche B Term Loan, 4.26% (LIBOR + 175 bps), 6/30/22	\$ 84,632
	<b>Total Leisure &amp; Entertainment</b>	<u>\$ 84,632</u>
	<b>Oil &amp; Gas – 0.0%†</b>	
85,421	Energy Transfer Equity LP, Refinanced Term Loan, 4.522% (LIBOR + 200 bps), 2/2/24	\$ 83,512
	<b>Total Oil &amp; Gas</b>	<u>\$ 83,512</u>
	<b>Personal, Food &amp; Miscellaneous Services – 0.1%</b>	
127,321	Revlon Consumer Products Corp., Initial Term B Loan, 6.207% (LIBOR + 350 bps), 9/7/23	\$ 90,955
	<b>Total Personal, Food &amp; Miscellaneous Services</b>	<u>\$ 90,955</u>
	<b>Printing &amp; Publishing – 0.1%</b>	
147,750	Nielsen Finance LLC (VNU, Inc.), Class B-4 Term Loan, 4.387% (LIBOR + 200 bps), 10/4/23	\$ 143,502
	<b>Total Printing &amp; Publishing</b>	<u>\$ 143,502</u>
	<b>Retail Store – 0.0%†</b>	
504	PetSmart, Inc., Tranche B-2 Term Loan, 5.38% (LIBOR + 300 bps), 3/11/22	\$ 399
	<b>Total Retail Store</b>	<u>\$ 399</u>
	<b>Telecommunications – 0.4%</b>	
98,393	Go Daddy Operating Co. LLC (GD Finance Co., Inc.), Tranche B-1 Term Loan, 4.772% (LIBOR + 225 bps), 2/15/24	\$ 94,334
100,000	Level 3 Financing, Inc., Tranche B 2024 Term Loan, 4.754% (LIBOR + 225 bps), 2/22/24	94,750
248,750	SBA Senior Finance II LLC, Initial Term Loan, 4.53% (LIBOR + 200 bps), 4/11/25	239,297
222,303	Sprint Communications, Inc., Initial Term Loan, 5.063% (LIBOR + 250 bps), 2/2/24	212,855
	<b>Total Telecommunications</b>	<u>\$ 641,236</u>

<b>Principal Amount USD (\$)</b>		<b>Value</b>
	<b>Utilities – 0.3%</b>	
64,286	APLP Holdings, Ltd. Partnership, Term Loan, 5.272% (LIBOR + 275 bps), 4/13/23	\$ 62,880
72,772	Calpine Corp., Term Loan, 5.31% (LIBOR + 250 bps), 1/15/24	69,281
28,278	Eastern Power LLC (Eastern Convert Mindo LLC) (aka TPF II LC LLC), Term Loan, 6.272% (LIBOR + 375 bps), 10/2/23	27,721
328,531	Vistra Operations Co., LLC (fka Tex Operations Co., LLC), Initial Term Loan, 4.522% (LIBOR + 200 bps), 8/4/23	317,533
	<b>Total Utilities</b>	<u>\$ 477,415</u>
	<b>TOTAL SENIOR SECURED FLOATING RATE LOAN INTERESTS</b>	
	(Cost \$7,188,018)	<u>\$ 6,871,245</u>
	<b>U.S. GOVERNMENT AND AGENCY OBLIGATIONS – 30.6% of Net Assets</b>	
24,087	Fannie Mae, 2.5%, 7/1/30	\$ 23,555
24,515	Fannie Mae, 2.5%, 7/1/30	24,004
44,399	Fannie Mae, 2.5%, 7/1/30	43,475
15,955	Fannie Mae, 2.5%, 2/1/43	15,134
68,505	Fannie Mae, 2.5%, 2/1/43	64,978
14,457	Fannie Mae, 2.5%, 3/1/43	13,713
15,139	Fannie Mae, 2.5%, 8/1/43	14,360
14,775	Fannie Mae, 2.5%, 4/1/45	13,954
17,164	Fannie Mae, 2.5%, 4/1/45	16,223
19,219	Fannie Mae, 2.5%, 4/1/45	18,151
35,823	Fannie Mae, 2.5%, 4/1/45	33,833
38,448	Fannie Mae, 2.5%, 4/1/45	36,312
53,872	Fannie Mae, 2.5%, 4/1/45	50,880
67,721	Fannie Mae, 2.5%, 4/1/45	63,960
70,016	Fannie Mae, 2.5%, 8/1/45	66,128
22,050	Fannie Mae, 3.0%, 3/1/29	22,064
79,447	Fannie Mae, 3.0%, 10/1/30	79,501
40,202	Fannie Mae, 3.0%, 8/1/42	39,558
334,359	Fannie Mae, 3.0%, 8/1/42	328,967
82,030	Fannie Mae, 3.0%, 9/1/42	80,677
168,879	Fannie Mae, 3.0%, 11/1/42	166,145
24,370	Fannie Mae, 3.0%, 12/1/42	23,951
74,850	Fannie Mae, 3.0%, 12/1/42	73,624
58,389	Fannie Mae, 3.0%, 2/1/43	57,390
67,602	Fannie Mae, 3.0%, 2/1/43	66,479
69,103	Fannie Mae, 3.0%, 3/1/43	67,947
84,628	Fannie Mae, 3.0%, 4/1/43	83,161
14,352	Fannie Mae, 3.0%, 5/1/43	14,107
17,531	Fannie Mae, 3.0%, 5/1/43	17,227
66,653	Fannie Mae, 3.0%, 5/1/43	65,537
242,558	Fannie Mae, 3.0%, 5/1/43	238,366
38,901	Fannie Mae, 3.0%, 8/1/43	38,226
33,814	Fannie Mae, 3.0%, 9/1/43	33,225
30,406	Fannie Mae, 3.0%, 3/1/45	29,793
38,186	Fannie Mae, 3.0%, 4/1/45	37,440
179,752	Fannie Mae, 3.0%, 6/1/45	176,279
17,817	Fannie Mae, 3.0%, 5/1/46	17,418
86,261	Fannie Mae, 3.0%, 5/1/46	84,517

## SCHEDULE OF INVESTMENTS 12/31/18

(continued)

Principal Amount USD (\$)		Value
<b>U.S. GOVERNMENT AND AGENCY OBLIGATIONS - (continued)</b>		
133,368	Fannie Mae, 3.0%, 9/1/46	\$ 130,072
245,393	Fannie Mae, 3.0%, 10/1/46	239,327
240,447	Fannie Mae, 3.0%, 11/1/46	234,504
254,784	Fannie Mae, 3.0%, 1/1/47	249,631
86,617	Fannie Mae, 3.0%, 3/1/47	84,475
18,083	Fannie Mae, 3.5%, 9/1/26	18,308
26,295	Fannie Mae, 3.5%, 11/1/40	26,500
10,863	Fannie Mae, 3.5%, 10/1/41	10,948
134,464	Fannie Mae, 3.5%, 6/1/42	135,513
75,952	Fannie Mae, 3.5%, 7/1/42	76,544
51,004	Fannie Mae, 3.5%, 8/1/42	51,401
72,975	Fannie Mae, 3.5%, 8/1/42	73,545
200,439	Fannie Mae, 3.5%, 5/1/44	201,801
69,807	Fannie Mae, 3.5%, 12/1/44	70,071
183,704	Fannie Mae, 3.5%, 2/1/45	184,611
287,785	Fannie Mae, 3.5%, 2/1/45	289,943
380,834	Fannie Mae, 3.5%, 2/1/45	382,274
205,279	Fannie Mae, 3.5%, 6/1/45	206,034
48,473	Fannie Mae, 3.5%, 8/1/45	48,642
64,139	Fannie Mae, 3.5%, 8/1/45	64,352
213,166	Fannie Mae, 3.5%, 8/1/45	215,062
53,147	Fannie Mae, 3.5%, 9/1/45	53,512
132,040	Fannie Mae, 3.5%, 9/1/45	132,512
187,787	Fannie Mae, 3.5%, 9/1/45	187,850
37,352	Fannie Mae, 3.5%, 10/1/45	37,483
299,624	Fannie Mae, 3.5%, 11/1/45	302,195
65,531	Fannie Mae, 3.5%, 12/1/45	65,680
169,910	Fannie Mae, 3.5%, 12/1/45	170,474
179,439	Fannie Mae, 3.5%, 12/1/45	179,849
141,512	Fannie Mae, 3.5%, 1/1/46	141,952
190,281	Fannie Mae, 3.5%, 1/1/46	190,883
15,662	Fannie Mae, 3.5%, 2/1/46	15,715
129,707	Fannie Mae, 3.5%, 2/1/46	130,103
56,509	Fannie Mae, 3.5%, 3/1/46	56,679
112,803	Fannie Mae, 3.5%, 4/1/46	113,142
58,139	Fannie Mae, 3.5%, 5/1/46	58,359
170,066	Fannie Mae, 3.5%, 7/1/46	170,375
239,138	Fannie Mae, 3.5%, 9/1/46	239,759
19,713	Fannie Mae, 3.5%, 10/1/46	19,763
30,962	Fannie Mae, 3.5%, 10/1/46	31,034
149,826	Fannie Mae, 3.5%, 12/1/46	150,176
76,865	Fannie Mae, 3.5%, 1/1/47	77,029
170,377	Fannie Mae, 3.5%, 1/1/47	170,740
202,683	Fannie Mae, 3.5%, 1/1/47	203,324
349,509	Fannie Mae, 3.5%, 1/1/47	350,326
332,590	Fannie Mae, 3.5%, 2/1/47	333,299
248,184	Fannie Mae, 3.5%, 5/1/47	248,560
272,032	Fannie Mae, 3.5%, 5/1/47	272,331

Principal Amount USD (\$)		Value
<b>U.S. GOVERNMENT AND AGENCY OBLIGATIONS – (continued)</b>		
639,737	Fannie Mae, 3.5%, 5/1/47	\$ 639,778
88,647	Fannie Mae, 3.5%, 7/1/47	88,763
296,198	Fannie Mae, 3.5%, 7/1/47	296,523
394,633	Fannie Mae, 3.5%, 7/1/47	394,940
50,670	Fannie Mae, 3.5%, 8/1/47	50,705
648,070	Fannie Mae, 3.5%, 8/1/47	648,380
108,151	Fannie Mae, 3.5%, 11/1/47	108,292
258,835	Fannie Mae, 3.5%, 12/1/47	258,852
426,650	Fannie Mae, 3.5%, 12/1/47	426,681
522,410	Fannie Mae, 3.5%, 12/1/47	522,882
135,814	Fannie Mae, 3.5%, 1/1/48	135,825
99,784	Fannie Mae, 3.5%, 2/1/48	99,793
206,407	Fannie Mae, 4.0%, 10/1/40	212,820
26,788	Fannie Mae, 4.0%, 12/1/40	27,574
88,054	Fannie Mae, 4.0%, 7/1/41	90,536
6,365	Fannie Mae, 4.0%, 11/1/41	6,545
9,575	Fannie Mae, 4.0%, 12/1/41	9,846
4,786	Fannie Mae, 4.0%, 1/1/42	4,921
65,661	Fannie Mae, 4.0%, 1/1/42	67,516
203,365	Fannie Mae, 4.0%, 1/1/42	209,110
60,133	Fannie Mae, 4.0%, 2/1/42	61,832
23,797	Fannie Mae, 4.0%, 3/1/42	24,470
63,108	Fannie Mae, 4.0%, 4/1/42	64,890
160,735	Fannie Mae, 4.0%, 5/1/42	165,277
19,575	Fannie Mae, 4.0%, 7/1/42	20,128
158,758	Fannie Mae, 4.0%, 7/1/42	163,212
453,686	Fannie Mae, 4.0%, 8/1/42	466,503
138,567	Fannie Mae, 4.0%, 8/1/43	141,910
209,074	Fannie Mae, 4.0%, 8/1/43	214,550
133,466	Fannie Mae, 4.0%, 9/1/43	136,962
141,104	Fannie Mae, 4.0%, 9/1/43	144,793
325,418	Fannie Mae, 4.0%, 10/1/43	333,952
106,379	Fannie Mae, 4.0%, 11/1/43	109,489
235,903	Fannie Mae, 4.0%, 12/1/43	241,473
7,604	Fannie Mae, 4.0%, 7/1/44	7,765
30,678	Fannie Mae, 4.0%, 7/1/44	31,345
79,628	Fannie Mae, 4.0%, 8/1/44	81,330
140,676	Fannie Mae, 4.0%, 8/1/44	143,683
52,208	Fannie Mae, 4.0%, 10/1/44	53,347
127,968	Fannie Mae, 4.0%, 3/1/45	130,659
39,871	Fannie Mae, 4.0%, 10/1/45	40,694
109,505	Fannie Mae, 4.0%, 10/1/45	111,757
193,780	Fannie Mae, 4.0%, 10/1/45	197,766
46,076	Fannie Mae, 4.0%, 11/1/45	47,004
86,569	Fannie Mae, 4.0%, 11/1/45	88,344
269,362	Fannie Mae, 4.0%, 11/1/45	276,814
188,094	Fannie Mae, 4.0%, 12/1/45	191,973
58,814	Fannie Mae, 4.0%, 1/1/46	60,017

## SCHEDULE OF INVESTMENTS 12/31/18

(continued)

Principal Amount USD (\$)		Value
<b>U.S. GOVERNMENT AND AGENCY OBLIGATIONS - (continued)</b>		
151,302	Fannie Mae, 4.0%, 2/1/46	\$ 154,512
35,937	Fannie Mae, 4.0%, 4/1/46	36,661
141,361	Fannie Mae, 4.0%, 6/1/46	144,210
147,792	Fannie Mae, 4.0%, 7/1/46	150,756
248,940	Fannie Mae, 4.0%, 7/1/46	253,939
142,194	Fannie Mae, 4.0%, 8/1/46	145,038
50,818	Fannie Mae, 4.0%, 11/1/46	51,832
55,060	Fannie Mae, 4.0%, 11/1/46	56,154
607,352	Fannie Mae, 4.0%, 1/1/47	619,771
106,205	Fannie Mae, 4.0%, 4/1/47	108,303
107,477	Fannie Mae, 4.0%, 4/1/47	109,949
168,115	Fannie Mae, 4.0%, 4/1/47	172,002
22,241	Fannie Mae, 4.0%, 6/1/47	22,755
64,756	Fannie Mae, 4.0%, 6/1/47	66,254
103,135	Fannie Mae, 4.0%, 6/1/47	105,172
150,911	Fannie Mae, 4.0%, 6/1/47	153,884
289,580	Fannie Mae, 4.0%, 6/1/47	295,278
90,897	Fannie Mae, 4.0%, 7/1/47	92,999
103,206	Fannie Mae, 4.0%, 7/1/47	105,239
94,299	Fannie Mae, 4.0%, 8/1/47	96,156
180,694	Fannie Mae, 4.0%, 8/1/47	184,239
226,464	Fannie Mae, 4.0%, 12/1/47	230,902
298,602	Fannie Mae, 4.0%, 4/1/48	304,451
229,633	Fannie Mae, 4.0%, 8/1/48	234,132
260,261	Fannie Mae, 4.0%, 8/1/48	265,360
229,489	Fannie Mae, 4.5%, 8/1/40	240,376
37,599	Fannie Mae, 4.5%, 11/1/40	39,376
6,603	Fannie Mae, 4.5%, 12/1/40	6,916
4,545	Fannie Mae, 4.5%, 4/1/41	4,761
106,979	Fannie Mae, 4.5%, 5/1/41	112,053
247,544	Fannie Mae, 4.5%, 5/1/41	259,288
301,934	Fannie Mae, 4.5%, 5/1/41	316,258
72,068	Fannie Mae, 4.5%, 7/1/41	75,483
17,767	Fannie Mae, 4.5%, 12/1/41	18,402
63,559	Fannie Mae, 4.5%, 11/1/43	66,177
85,893	Fannie Mae, 4.5%, 2/1/44	89,432
100,130	Fannie Mae, 4.5%, 2/1/44	104,260
660,410	Fannie Mae, 4.5%, 6/1/44	690,495
214,662	Fannie Mae, 4.5%, 8/1/44	223,510
169,956	Fannie Mae, 4.5%, 5/1/46	176,148
121,822	Fannie Mae, 4.5%, 2/1/47	126,253
825,000	Fannie Mae, 4.5%, 1/1/49 (TBA)	854,278
575	Fannie Mae, 5.0%, 7/1/19	585
12,287	Fannie Mae, 5.0%, 10/1/20	12,501
82,727	Fannie Mae, 5.0%, 5/1/31	86,707
6,875	Fannie Mae, 5.0%, 6/1/40	7,298
3,830	Fannie Mae, 5.0%, 7/1/40	4,066
7,390	Fannie Mae, 5.5%, 9/1/33	7,872

Principal Amount USD (\$)		Value
<b>U.S. GOVERNMENT AND AGENCY OBLIGATIONS - (continued)</b>		
7,166	Fannie Mae, 5.5%, 12/1/34	\$ 7,705
25,219	Fannie Mae, 5.5%, 10/1/35	26,987
5,032	Fannie Mae, 6.0%, 9/1/29	5,484
1,625	Fannie Mae, 6.0%, 10/1/32	1,756
2,726	Fannie Mae, 6.0%, 11/1/32	2,926
14,091	Fannie Mae, 6.0%, 11/1/32	15,123
8,569	Fannie Mae, 6.0%, 4/1/33	9,240
7,645	Fannie Mae, 6.0%, 5/1/33	8,206
9,841	Fannie Mae, 6.0%, 6/1/33	10,561
15,397	Fannie Mae, 6.0%, 7/1/34	16,676
3,586	Fannie Mae, 6.0%, 9/1/34	3,869
1,809	Fannie Mae, 6.0%, 7/1/38	1,941
718	Fannie Mae, 6.5%, 7/1/21	771
961	Fannie Mae, 6.5%, 4/1/29	1,032
2,601	Fannie Mae, 6.5%, 1/1/32	2,794
1,529	Fannie Mae, 6.5%, 2/1/32	1,693
2,452	Fannie Mae, 6.5%, 3/1/32	2,644
2,980	Fannie Mae, 6.5%, 4/1/32	3,200
1,252	Fannie Mae, 6.5%, 8/1/32	1,357
2,925	Fannie Mae, 6.5%, 8/1/32	3,286
20,493	Fannie Mae, 6.5%, 7/1/34	22,444
178	Fannie Mae, 7.0%, 8/1/19	179
758	Fannie Mae, 7.0%, 11/1/29	758
1,404	Fannie Mae, 7.0%, 9/1/30	1,404
565	Fannie Mae, 7.0%, 7/1/31	581
1,986	Fannie Mae, 7.0%, 1/1/32	2,273
911	Fannie Mae, 7.5%, 2/1/31	1,044
4,006	Fannie Mae, 8.0%, 10/1/30	4,705
36,536	Federal Home Loan Mortgage Corp., 2.5%, 11/1/22	36,566
55,466	Federal Home Loan Mortgage Corp., 3.0%, 10/1/29	55,531
22,589	Federal Home Loan Mortgage Corp., 3.0%, 9/1/42	22,220
26,325	Federal Home Loan Mortgage Corp., 3.0%, 9/1/42	25,894
169,260	Federal Home Loan Mortgage Corp., 3.0%, 11/1/42	166,484
37,735	Federal Home Loan Mortgage Corp., 3.0%, 1/1/43	37,095
58,208	Federal Home Loan Mortgage Corp., 3.0%, 2/1/43	57,220
87,022	Federal Home Loan Mortgage Corp., 3.0%, 2/1/43	85,487
57,432	Federal Home Loan Mortgage Corp., 3.0%, 4/1/43	56,453
163,364	Federal Home Loan Mortgage Corp., 3.0%, 4/1/43	160,558
57,426	Federal Home Loan Mortgage Corp., 3.0%, 5/1/43	56,411
36,767	Federal Home Loan Mortgage Corp., 3.0%, 5/1/45	36,042
32,808	Federal Home Loan Mortgage Corp., 3.0%, 8/1/45	32,077
125,807	Federal Home Loan Mortgage Corp., 3.0%, 6/1/46	122,941
111,339	Federal Home Loan Mortgage Corp., 3.0%, 9/1/46	108,647
41,916	Federal Home Loan Mortgage Corp., 3.0%, 12/1/46	40,961
63,337	Federal Home Loan Mortgage Corp., 3.0%, 12/1/46	61,790
190,533	Federal Home Loan Mortgage Corp., 3.0%, 2/1/47	185,910
27,305	Federal Home Loan Mortgage Corp., 3.0%, 3/1/47	26,630
24,298	Federal Home Loan Mortgage Corp., 3.0%, 7/1/47	23,690

## SCHEDULE OF INVESTMENTS 12/31/18

(continued)

Principal Amount USD (\$)		Value
<b>U.S. GOVERNMENT AND AGENCY OBLIGATIONS - (continued)</b>		
36,809	Federal Home Loan Mortgage Corp., 3.5%, 11/1/28	\$ 37,320
65,011	Federal Home Loan Mortgage Corp., 3.5%, 7/1/29	65,976
23,865	Federal Home Loan Mortgage Corp., 3.5%, 10/1/40	24,011
55,155	Federal Home Loan Mortgage Corp., 3.5%, 5/1/42	55,564
38,699	Federal Home Loan Mortgage Corp., 3.5%, 10/1/42	38,986
49,195	Federal Home Loan Mortgage Corp., 3.5%, 10/1/42	49,560
18,581	Federal Home Loan Mortgage Corp., 3.5%, 8/1/44	18,686
59,031	Federal Home Loan Mortgage Corp., 3.5%, 10/1/44	59,332
162,505	Federal Home Loan Mortgage Corp., 3.5%, 12/1/44	163,194
234,465	Federal Home Loan Mortgage Corp., 3.5%, 6/1/45	235,479
182,738	Federal Home Loan Mortgage Corp., 3.5%, 10/1/45	183,358
199,817	Federal Home Loan Mortgage Corp., 3.5%, 10/1/45	200,680
397,363	Federal Home Loan Mortgage Corp., 3.5%, 11/1/45	398,712
101,137	Federal Home Loan Mortgage Corp., 3.5%, 3/1/46	101,470
169,136	Federal Home Loan Mortgage Corp., 3.5%, 5/1/46	169,622
206,593	Federal Home Loan Mortgage Corp., 3.5%, 7/1/46	207,710
301,063	Federal Home Loan Mortgage Corp., 3.5%, 8/1/46	302,738
372,698	Federal Home Loan Mortgage Corp., 3.5%, 8/1/46	375,461
118,345	Federal Home Loan Mortgage Corp., 3.5%, 12/1/46	118,577
359,459	Federal Home Loan Mortgage Corp., 3.5%, 12/1/46	360,456
73,276	Federal Home Loan Mortgage Corp., 3.5%, 1/1/47	73,406
22,761	Federal Home Loan Mortgage Corp., 3.5%, 6/1/47	22,799
72,873	Federal Home Loan Mortgage Corp., 3.5%, 6/1/47	72,917
136,821	Federal Home Loan Mortgage Corp., 3.5%, 6/1/47	136,930
328,375	Federal Home Loan Mortgage Corp., 3.5%, 7/1/47	328,574
303,943	Federal Home Loan Mortgage Corp., 3.5%, 8/1/47	304,009
371,921	Federal Home Loan Mortgage Corp., 3.5%, 10/1/47	371,855
125,960	Federal Home Loan Mortgage Corp., 3.5%, 11/1/47	125,937
167,097	Federal Home Loan Mortgage Corp., 3.5%, 11/1/47	167,134
111,976	Federal Home Loan Mortgage Corp., 3.5%, 1/1/48	111,952
229,990	Federal Home Loan Mortgage Corp., 3.5%, 1/1/48	229,944
45,191	Federal Home Loan Mortgage Corp., 4.0%, 12/1/40	46,498
194,489	Federal Home Loan Mortgage Corp., 4.0%, 11/1/41	200,563
169,471	Federal Home Loan Mortgage Corp., 4.0%, 10/1/42	174,200
35,189	Federal Home Loan Mortgage Corp., 4.0%, 10/1/43	36,033
28,764	Federal Home Loan Mortgage Corp., 4.0%, 2/1/44	29,491
83,305	Federal Home Loan Mortgage Corp., 4.0%, 2/1/44	85,409
83,640	Federal Home Loan Mortgage Corp., 4.0%, 5/1/44	85,491
122,493	Federal Home Loan Mortgage Corp., 4.0%, 6/1/44	125,204
26,667	Federal Home Loan Mortgage Corp., 4.0%, 7/1/44	27,341
34,178	Federal Home Loan Mortgage Corp., 4.0%, 7/1/44	35,042
35,767	Federal Home Loan Mortgage Corp., 4.0%, 7/1/44	36,671
37,273	Federal Home Loan Mortgage Corp., 4.0%, 7/1/44	38,098
25,657	Federal Home Loan Mortgage Corp., 4.0%, 12/1/44	26,223
63,244	Federal Home Loan Mortgage Corp., 4.0%, 4/1/45	64,624
29,084	Federal Home Loan Mortgage Corp., 4.0%, 10/1/45	29,698
118,133	Federal Home Loan Mortgage Corp., 4.0%, 12/1/45	120,597
54,266	Federal Home Loan Mortgage Corp., 4.0%, 1/1/46	55,399



Principal Amount USD (\$)		Value
<b>U.S. GOVERNMENT AND AGENCY OBLIGATIONS - (continued)</b>		
231,246	Federal Home Loan Mortgage Corp., 4.0%, 2/1/46	\$ 236,079
21,980	Federal Home Loan Mortgage Corp., 4.0%, 5/1/46	22,439
107,635	Federal Home Loan Mortgage Corp., 4.0%, 6/1/46	109,883
159,771	Federal Home Loan Mortgage Corp., 4.0%, 7/1/46	163,104
142,966	Federal Home Loan Mortgage Corp., 4.0%, 8/1/46	145,946
40,005	Federal Home Loan Mortgage Corp., 4.0%, 3/1/47	40,828
75,835	Federal Home Loan Mortgage Corp., 4.0%, 4/1/47	77,585
113,997	Federal Home Loan Mortgage Corp., 4.0%, 4/1/47	116,628
221,182	Federal Home Loan Mortgage Corp., 4.0%, 4/1/47	225,719
246,396	Federal Home Loan Mortgage Corp., 4.0%, 4/1/47	252,083
573,719	Federal Home Loan Mortgage Corp., 4.0%, 4/1/47	585,533
413,236	Federal Home Loan Mortgage Corp., 4.0%, 5/1/47	422,032
39,708	Federal Home Loan Mortgage Corp., 4.0%, 6/1/47	40,510
107,801	Federal Home Loan Mortgage Corp., 4.0%, 7/1/47	109,988
245,990	Federal Home Loan Mortgage Corp., 4.0%, 10/1/47	250,897
756,707	Federal Home Loan Mortgage Corp., 4.0%, 10/1/47	771,880
267,663	Federal Home Loan Mortgage Corp., 4.0%, 8/1/48	272,939
206,725	Federal Home Loan Mortgage Corp., 4.5%, 5/1/47	214,175
2,053	Federal Home Loan Mortgage Corp., 5.0%, 12/1/21	2,071
4,398	Federal Home Loan Mortgage Corp., 5.0%, 9/1/38	4,656
4,809	Federal Home Loan Mortgage Corp., 5.0%, 10/1/38	5,090
9,223	Federal Home Loan Mortgage Corp., 5.0%, 5/1/39	9,787
19,889	Federal Home Loan Mortgage Corp., 5.0%, 12/1/39	21,161
11,790	Federal Home Loan Mortgage Corp., 5.5%, 9/1/33	12,711
15,450	Federal Home Loan Mortgage Corp., 5.5%, 6/1/41	16,667
1,135	Federal Home Loan Mortgage Corp., 6.0%, 10/1/32	1,221
6,276	Federal Home Loan Mortgage Corp., 6.0%, 11/1/32	6,765
5,162	Federal Home Loan Mortgage Corp., 6.0%, 12/1/32	5,638
9,628	Federal Home Loan Mortgage Corp., 6.0%, 2/1/33	10,513
3,093	Federal Home Loan Mortgage Corp., 6.0%, 1/1/34	3,327
1,607	Federal Home Loan Mortgage Corp., 6.0%, 12/1/36	1,753
2,888	Federal Home Loan Mortgage Corp., 6.5%, 1/1/29	3,175
1,277	Federal Home Loan Mortgage Corp., 6.5%, 4/1/31	1,415
4,340	Federal Home Loan Mortgage Corp., 6.5%, 10/1/31	4,711
1,894	Federal Home Loan Mortgage Corp., 6.5%, 2/1/32	2,097
2,049	Federal Home Loan Mortgage Corp., 6.5%, 3/1/32	2,224
10,792	Federal Home Loan Mortgage Corp., 6.5%, 4/1/32	12,244
4,168	Federal Home Loan Mortgage Corp., 6.5%, 7/1/32	4,682
333	Federal Home Loan Mortgage Corp., 7.0%, 8/1/22	333
1,873	Federal Home Loan Mortgage Corp., 7.0%, 9/1/22	1,926
494	Federal Home Loan Mortgage Corp., 7.0%, 4/1/30	496
1,448	Federal Home Loan Mortgage Corp., 7.0%, 2/1/31	1,645
850	Federal Home Loan Mortgage Corp., 7.0%, 3/1/32	856
2,358	Federal Home Loan Mortgage Corp., 7.0%, 4/1/32	2,732
29,070	Federal Home Loan Mortgage Corp., 7.0%, 10/1/46	29,825
1,384	Federal Home Loan Mortgage Corp., 7.5%, 8/1/31	1,533
251,350	Government National Mortgage Association I, 3.5%, 11/15/41	254,338
96,557	Government National Mortgage Association I, 3.5%, 8/15/42	97,705

## SCHEDULE OF INVESTMENTS 12/31/18

(continued)

Principal Amount USD (\$)		Value
<b>U.S. GOVERNMENT AND AGENCY OBLIGATIONS – (continued)</b>		
45,146	Government National Mortgage Association I, 3.5%, 10/15/42	\$ 45,771
163,891	Government National Mortgage Association I, 3.5%, 1/15/45	165,101
86,864	Government National Mortgage Association I, 3.5%, 8/15/46	87,506
91,764	Government National Mortgage Association I, 4.0%, 1/15/25	96,146
66,928	Government National Mortgage Association I, 4.0%, 8/15/43	69,078
247,257	Government National Mortgage Association I, 4.0%, 3/15/44	253,565
42,069	Government National Mortgage Association I, 4.0%, 9/15/44	43,134
104,336	Government National Mortgage Association I, 4.0%, 4/15/45	106,988
146,825	Government National Mortgage Association I, 4.0%, 6/15/45	150,541
17,093	Government National Mortgage Association I, 4.0%, 7/15/45	17,526
16,137	Government National Mortgage Association I, 4.0%, 8/15/45	16,563
1,060	Government National Mortgage Association I, 4.5%, 4/15/20	1,089
75,981	Government National Mortgage Association I, 4.5%, 5/15/39	79,436
7,659	Government National Mortgage Association I, 4.5%, 8/15/41	7,997
773	Government National Mortgage Association I, 5.0%, 7/15/19	773
6,820	Government National Mortgage Association I, 5.0%, 9/15/33	7,101
9,948	Government National Mortgage Association I, 5.5%, 3/15/33	10,589
12,326	Government National Mortgage Association I, 5.5%, 7/15/33	13,343
29,603	Government National Mortgage Association I, 5.5%, 8/15/33	32,024
11,262	Government National Mortgage Association I, 5.5%, 10/15/34	12,054
76	Government National Mortgage Association I, 6.0%, 8/15/19	76
10,755	Government National Mortgage Association I, 6.0%, 4/15/28	11,706
10,403	Government National Mortgage Association I, 6.0%, 2/15/29	11,196
10,873	Government National Mortgage Association I, 6.0%, 9/15/32	11,930
2,531	Government National Mortgage Association I, 6.0%, 10/15/32	2,715
6,290	Government National Mortgage Association I, 6.0%, 10/15/32	6,749
15,407	Government National Mortgage Association I, 6.0%, 11/15/32	16,554
21,524	Government National Mortgage Association I, 6.0%, 11/15/32	23,091
6,502	Government National Mortgage Association I, 6.0%, 1/15/33	7,157
13,065	Government National Mortgage Association I, 6.0%, 12/15/33	14,016
8,641	Government National Mortgage Association I, 6.0%, 8/15/34	9,270
11,634	Government National Mortgage Association I, 6.0%, 8/15/34	12,662
1,515	Government National Mortgage Association I, 6.5%, 3/15/26	1,632
4,241	Government National Mortgage Association I, 6.5%, 6/15/28	4,717
4,537	Government National Mortgage Association I, 6.5%, 6/15/28	4,886
550	Government National Mortgage Association I, 6.5%, 2/15/29	593
4,444	Government National Mortgage Association I, 6.5%, 5/15/29	4,960
12,342	Government National Mortgage Association I, 6.5%, 5/15/29	13,785
2,320	Government National Mortgage Association I, 6.5%, 5/15/31	2,498
18,929	Government National Mortgage Association I, 6.5%, 7/15/31	20,386
4,579	Government National Mortgage Association I, 6.5%, 9/15/31	4,931
6,219	Government National Mortgage Association I, 6.5%, 10/15/31	6,697
2,463	Government National Mortgage Association I, 6.5%, 12/15/31	2,652
2,604	Government National Mortgage Association I, 6.5%, 12/15/31	2,883
456	Government National Mortgage Association I, 6.5%, 4/15/32	491
1,398	Government National Mortgage Association I, 6.5%, 4/15/32	1,520
1,020	Government National Mortgage Association I, 6.5%, 6/15/32	1,099
2,320	Government National Mortgage Association I, 6.5%, 6/15/32	2,556

Principal Amount USD (\$)		Value
<b>U.S. GOVERNMENT AND AGENCY OBLIGATIONS – (continued)</b>		
4,842	Government National Mortgage Association I, 6.5%, 6/15/32	\$ 5,215
4,993	Government National Mortgage Association I, 6.5%, 7/15/32	5,377
19,343	Government National Mortgage Association I, 6.5%, 12/15/32	22,138
16,989	Government National Mortgage Association I, 7.0%, 7/15/26	17,452
1,491	Government National Mortgage Association I, 7.0%, 9/15/27	1,516
15,706	Government National Mortgage Association I, 7.0%, 2/15/28	16,142
4,816	Government National Mortgage Association I, 7.0%, 11/15/28	5,123
4,466	Government National Mortgage Association I, 7.0%, 1/15/29	4,924
6,721	Government National Mortgage Association I, 7.0%, 6/15/29	7,164
689	Government National Mortgage Association I, 7.0%, 7/15/29	705
2,806	Government National Mortgage Association I, 7.0%, 7/15/29	3,070
664	Government National Mortgage Association I, 7.0%, 12/15/30	673
1,783	Government National Mortgage Association I, 7.0%, 2/15/31	1,807
2,518	Government National Mortgage Association I, 7.0%, 8/15/31	2,926
8,961	Government National Mortgage Association I, 7.0%, 5/15/32	9,142
362	Government National Mortgage Association I, 7.5%, 10/15/22	375
143	Government National Mortgage Association I, 7.5%, 6/15/23	144
88	Government National Mortgage Association I, 7.5%, 8/15/23	88
3,211	Government National Mortgage Association I, 7.5%, 10/15/29	3,476
11,171	Government National Mortgage Association II, 3.5%, 3/20/45	11,248
13,841	Government National Mortgage Association II, 3.5%, 4/20/45	13,943
20,819	Government National Mortgage Association II, 3.5%, 4/20/45	20,971
31,109	Government National Mortgage Association II, 3.5%, 4/20/45	31,302
141,600	Government National Mortgage Association II, 3.5%, 1/20/46	142,755
39,762	Government National Mortgage Association II, 3.5%, 3/20/46	40,127
274,307	Government National Mortgage Association II, 3.5%, 11/20/46	276,129
24,947	Government National Mortgage Association II, 4.0%, 8/20/39	25,840
29,482	Government National Mortgage Association II, 4.0%, 7/20/42	30,442
430,200	Government National Mortgage Association II, 4.0%, 7/20/44	443,786
41,058	Government National Mortgage Association II, 4.0%, 9/20/44	42,355
54,083	Government National Mortgage Association II, 4.0%, 3/20/46	55,653
170,393	Government National Mortgage Association II, 4.0%, 10/20/46	175,140
73,938	Government National Mortgage Association II, 4.0%, 2/20/48	76,166
74,165	Government National Mortgage Association II, 4.0%, 4/20/48	76,400
395,000	Government National Mortgage Association II, 4.0%, 1/1/49 (TBA)	404,443
10,440	Government National Mortgage Association II, 4.5%, 9/20/41	10,953
70,269	Government National Mortgage Association II, 4.5%, 5/20/43	73,713
194,345	Government National Mortgage Association II, 4.5%, 1/20/44	203,782
179,271	Government National Mortgage Association II, 4.5%, 9/20/44	184,928
52,102	Government National Mortgage Association II, 4.5%, 10/20/44	54,631
108,924	Government National Mortgage Association II, 4.5%, 11/20/44	114,219
673,551	Government National Mortgage Association II, 4.5%, 2/20/48	698,950
2,729	Government National Mortgage Association II, 5.0%, 11/20/19	2,822
1,415	Government National Mortgage Association II, 5.0%, 1/20/20	1,461
842	Government National Mortgage Association II, 6.0%, 7/20/19	842
11,512	Government National Mortgage Association II, 6.0%, 11/20/33	12,480
2,258	Government National Mortgage Association II, 6.5%, 8/20/28	2,519
3,492	Government National Mortgage Association II, 6.5%, 12/20/28	3,929
2,109	Government National Mortgage Association II, 6.5%, 9/20/31	2,408

SCHEDULE OF INVESTMENTS 12/31/18

(continued)

Principal Amount USD (\$)		Value
	<b>U.S. GOVERNMENT AND AGENCY OBLIGATIONS – (continued)</b>	
2,629	Government National Mortgage Association II, 7.0%, 5/20/26	\$ 2,916
7,024	Government National Mortgage Association II, 7.0%, 2/20/29	7,966
1,069	Government National Mortgage Association II, 7.0%, 1/20/31	1,237
591	Government National Mortgage Association II, 7.5%, 8/20/27	671
212	Government National Mortgage Association II, 8.0%, 8/20/25	229
575,000(j)	U.S. Treasury Bills, 1/24/19	574,198
575,000	U.S. Treasury Bonds, 3.125%, 5/15/48	585,916
1,508,844	U.S. Treasury Inflation Indexed Bonds, 0.75%, 2/15/45	1,348,922
2,404,265	U.S. Treasury Inflation Indexed Bonds, 0.875%, 2/15/47	2,206,884
3,063,094	U.S. Treasury Inflation Indexed Bonds, 1.0%, 2/15/46	2,903,717
2,189,443	U.S. Treasury Inflation Indexed Bonds, 1.0%, 2/15/48	2,074,810
520,000	U.S. Treasury Notes, 2.875%, 5/15/28	<u>527,983</u>
	<b>TOTAL U.S. GOVERNMENT AND AGENCY OBLIGATIONS</b> (Cost \$54,179,419)	<u>\$ 52,638,283</u>
	<b>TOTAL INVESTMENTS IN UNAFFILIATED ISSUERS – 97.9%</b> (Cost \$172,529,266)	<u>\$ 168,345,165</u>
		<b>Change in Net Unrealized Appreciation (Depreciation)</b>
		<b>Value</b>
		<b>Dividend Income</b>
		<b>Net Realized Gain (Loss)</b>
		<b>Value</b>
	<b>AFFILIATED ISSUER – 1.6%</b>	
	<b>CLOSED-END FUND – 1.6% of Net Assets</b>	
321,413	Pioneer ILS Interval Fund(k)	\$ 2,780,219
		\$178,127
		\$ –
		\$(248,368)
	<b>TOTAL CLOSED-END FUND</b> (Cost \$3,263,545)	<u>\$ 2,780,219</u>
	<b>TOTAL INVESTMENTS IN AFFILIATED ISSUER – 1.6%</b> (Cost \$3,263,545)	<u>\$ 2,780,219</u>
	<b>OTHER ASSETS AND LIABILITIES – 0.5%</b>	<u>\$ 864,211</u>
	<b>NET ASSETS – 100.0%</b>	<u><b>\$171,989,595</b></u>

(1) Securities are restricted as to resale.

bps Basis Points.

FREMF Freddie Mac Multifamily Fixed-Rate Mortgage Loans.

ICE Intercontinental Exchange.

LIBOR London Interbank Offered Rate.

PRIME U.S. Federal Funds Rate.

REIT Real Estate Investment Trust.

REMICS Real Estate Mortgage Investment Conduits.

(144A) Security is exempt from registration under Rule 144A of the Securities Act of 1933. Such securities may be resold normally to qualified institutional buyers in a transaction exempt from registration. At December 31, 2018, the value of these securities amounted to \$51,614,214, or 30.0% of net assets.

(TBA) "To Be Announced" Securities.

† Amount rounds to less than 0.1%.

\* Senior secured floating rate loan interests in which the Portfolio invests generally pay interest at rates that are periodically redetermined by reference to a base lending rate plus a premium. These base lending rates are generally (i) the lending rate offered by one or more major European banks, such as LIBOR, (ii) the prime rate offered by one or more major United States banks, (iii) the rate of a certificate of deposit or (iv) other base lending rates used by commercial lenders. The interest rate shown is the rate accruing at December 31, 2018.

- + Securities that used significant unobservable inputs to determine their value.
- (a) Security is perpetual in nature and has no stated maturity date.
- (b) The interest rate is subject to change periodically. The interest rate and/or reference index and spread shown at December 31, 2018.
- (c) Floating rate note. Coupon rate, reference index and spread shown at December 31, 2018.
- (d) Debt obligation initially issued at one coupon which converts to a higher coupon at a specific date. The rate shown is the rate at December 31, 2018.
- (e) Security represents the interest-only portion payments on a pool of underlying mortgages or mortgage-backed securities.
- (f) Rate to be determined.
- (g) Consists of Revenue Bonds unless otherwise indicated.
- (h) Represents a General Obligation Bond.
- (i) This term loan will settle after December 31, 2018, at which time the interest rate will be determined.
- (j) Security issued with a zero coupon. Income is recognized through accretion of discount.
- (k) Pioneer ILS Interval Fund is an affiliated fund managed by Amundi Pioneer Asset Management, Inc. (the "Adviser").

## FUTURES CONTRACTS

### FIXED INCOME INDEX FUTURES CONTRACTS

Number of Contracts Long	Description	Expiration Date	Notional Amount	Market Value	Unrealized Appreciation
81	U.S. 2 Year Note (CBT)	3/29/19	\$ 17,080,846	\$ 17,197,313	\$ 116,467
109	U.S. 5 Year Note (CBT)	3/29/19	<u>12,289,721</u>	<u>12,500,937</u>	<u>211,216</u>
			<u>\$ 29,370,567</u>	<u>\$ 29,698,250</u>	<u>\$ 327,683</u>
Number of Contracts Short	Description	Expiration Date	Notional Amount	Market Value	Unrealized Depreciation
49	U.S. 10 Year Note (CBT)	3/20/19	\$ 5,831,935	\$ 5,978,766	\$(146,831)
97	U.S. 10 Year Ultra Bond	3/20/19	12,292,962	12,617,578	(324,616)
14	U.S. Long Bond (CBT)	3/20/19	1,948,974	2,044,000	(95,026)
5	U.S. Ultra Bond (CBT)	3/20/19	<u>761,133</u>	<u>803,281</u>	<u>(42,148)</u>
			<u>\$ 20,835,004</u>	<u>\$ 21,443,625</u>	<u>\$(608,621)</u>
<b>TOTAL FUTURES CONTRACTS</b>			<b><u>\$ 8,535,563</u></b>	<b><u>\$ 8,254,625</u></b>	<b><u>\$(280,938)</u></b>

## SWAP CONTRACTS

### CENTRALLY CLEARED CREDIT DEFAULT SWAP CONTRACTS – SELL PROTECTION

Notional Amount (\$) <sup>(1)</sup>	Obligation Reference/Index	Pay/Receive <sup>(2)</sup>	Annual Fixed Rate	Expiration Date	Premiums Paid	Unrealized Appreciation (Depreciation)	Market Value
1,200,000	Markit CDX North America Investment Grade Index Series 24	Receive	1.00%	6/20/20	\$ 19,383	\$(10,471)	\$ 8,912
847,305	Markit CDX North America High Yield Index Series 31	Receive	5.00%	12/20/23	<u>13,116</u>	<u>5,249</u>	<u>18,365</u>
<b>TOTAL CENTRALLY CLEARED CREDIT DEFAULT SWAP CONTRACTS – SELL PROTECTION</b>					<b><u>\$ 32,499</u></b>	<b><u>\$ (5,222)</u></b>	<b><u>\$ 27,277</u></b>

### OVER THE COUNTER (OTC) CREDIT DEFAULT SWAP CONTRACTS – SELL PROTECTION

Notional Amount (\$) <sup>(1)</sup>	Counterparty	Obligation Reference/Index	Pay/Receive <sup>(2)</sup>	Annual Fixed Rate	Expiration Date	Premiums Received	Unrealized Appreciation	Market Value
140,000	JPMorgan Chase Bank NA	Simon Property Group LP	Receive	1.00%	6/20/22	\$ (462)	\$ 2,884	\$ 2,422
100,000	JPMorgan Chase Bank NA	Simon Property Group LP	Receive	1.00%	6/20/22	<u>(283)</u>	<u>2,013</u>	<u>1,730</u>
<b>TOTAL OVER THE COUNTER (OTC) CREDIT DEFAULT SWAP CONTRACTS – SELL PROTECTION</b>						<b><u>\$ (745)</u></b>	<b><u>\$ 4,897</u></b>	<b><u>\$ 4,152</u></b>
<b>TOTAL SWAP CONTRACTS</b>						<b><u>\$ 31,754</u></b>	<b><u>\$ (325)</u></b>	<b><u>\$ 31,429</u></b>

<sup>(1)</sup> The notional amount is the maximum amount that a seller of credit protection would be obligated to pay upon occurrence of a credit event.

<sup>(2)</sup> Receives Quarterly.

Purchases and sales of securities (excluding temporary cash investments) for the year ended December 31, 2018 were as follows:

	Purchases	Sales
Long-Term U.S. Government	\$ 7,603,191	\$ 17,016,051
Other Long-Term Securities	\$ 72,699,590	\$ 57,231,218

## SCHEDULE OF INVESTMENTS 12/31/18

(continued)

The Portfolio is permitted to engage in purchase and sale transactions ("cross trades") with certain funds and accounts for which the Adviser serves as the Portfolio's investment adviser, as set forth in Rule 17a-7 under the Investment Company Act of 1940, pursuant to procedures adopted by the Board of Trustees. Under these procedures, cross trades are effected at current market prices. During the year ended December 31, 2018, the Portfolio engaged in purchases of \$619,020 pursuant to these procedures, which resulted in a net realized gain/loss of \$0. During the year ended December 31, 2018, the Portfolio did not engage in sales pursuant to these procedures.

At December 31, 2018, the net unrealized depreciation on investments based on cost for federal tax purposes of \$175,753,641 was as follows:

Aggregate gross unrealized appreciation for all investments in which there is an excess of value over tax cost	\$ 597,725
Aggregate gross unrealized depreciation for all investments in which there is an excess of tax cost over value	<u>(5,475,491)</u>
Net unrealized depreciation	<u><u>\$(4,877,766)</u></u>

Various inputs are used in determining the value of the Portfolio's investments. These inputs are summarized in the three broad levels below.

Level 1 - quoted prices in active markets for identical securities.

Level 2 - other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risks, etc.). See Notes to Financial Statements – Note 1A.

Level 3 - significant unobservable inputs (including the Portfolio's own assumptions in determining fair value of investments). See Notes to Financial Statements – Note 1A.

The following is a summary of the inputs used as of December 31, 2018, in valuing the Portfolio's investments.

	Level 1	Level 2	Level 3	Total
Convertible Preferred Stocks	\$ 923,921	\$ –	\$ –	\$ 923,921
Asset Backed Securities	–	10,308,104	–	10,308,104
Collateralized Mortgage Obligations	–	40,477,457	–	40,477,457
Corporate Bonds	–	52,903,406	–	52,903,406
Foreign Government Bonds	–	619,346	–	619,346
Insurance-Linked Securities				
Reinsurance Sidecars				
Multiperil - Worldwide	–	–	42,775	42,775
Municipal Bonds	–	3,560,628	–	3,560,628
Senior Secured Floating Rate Loan Interests	–	6,871,245	–	6,871,245
U.S. Government and Agency Obligations	–	52,638,283	–	52,638,283
Closed-End Fund	–	2,780,219	–	2,780,219
<b>Total Investments in Securities</b>	<b><u>\$ 923,921</u></b>	<b><u>\$170,158,688</u></b>	<b><u>\$ 42,775</u></b>	<b><u>\$171,125,384</u></b>
<b>Other Financial Instruments</b>				
Net unrealized depreciation on futures contracts	\$(280,938)	\$ –	\$ –	\$ (280,938)
Swap contracts, at value	–	31,429	–	31,429
<b>Total Other Financial Instruments</b>	<b><u>\$(280,938)</u></b>	<b><u>\$ 31,429</u></b>	<b><u>\$ –</u></b>	<b><u>\$ (249,509)</u></b>

The following is a reconciliation of assets valued using significant unobservable inputs (Level 3):

	<b>Insurance- Linked Securities</b>
Balance as of 12/31/17 <sup>(a)</sup>	\$ 44,260
Realized gain (loss) <sup>(1)</sup>	–
Change in unrealized appreciation (depreciation) <sup>(2)</sup>	(13,241)
Accrued discounts/premiums	–
Purchases	50,000
Sales	(38,244)
Transfers in to Level 3*	–
Transfers out of Level 3*	–
<b>Balance as of 12/31/18</b>	<b><u>\$ 42,775</u></b>

<sup>(a)</sup> Securities were classified as Corporate Bonds on the December 31, 2017 financial statements.

<sup>(1)</sup> Realized gain (loss) on these securities is included in net realized gain (loss) on investments in the Statement of Operations.

<sup>(2)</sup> Unrealized appreciation (depreciation) on these securities is included in change in net unrealized appreciation (depreciation) on investments in the Statement of Operations.

\* Transfers are calculated on the beginning of period value. For the year ended December 31, 2018, there were no transfers between Levels 1, 2 and 3.

Net change in unrealized appreciation (depreciation) of Level 3 investments still held and considered Level 3 at December 31, 2018: \$(10,441)

## STATEMENT OF ASSETS AND LIABILITIES 12/31/18

### ASSETS:

Investments in unaffiliated issuers, at value (cost \$172,529,266)	\$ 168,345,165
Investments in affiliated issuers, at value (cost \$3,263,545)	2,780,219
Cash	1,171,217
Swaps collateral	110,470
Futures collateral	255,075
Due from broker for futures	280,937
Variation margin for centrally cleared swap contracts	1,534
Swap contracts, at value (net premiums paid \$31,754)	31,429
Receivables –	
Investment securities sold	155,613
Portfolio shares sold	113,918
Interest	908,539
Dividends	7,087
Other assets	28,713
Total assets	<u>\$ 174,189,916</u>

### LIABILITIES:

Payables –	
Investment securities purchased	\$ 1,703,942
Portfolio shares repurchased	34,622
Trustees' fees	215
Variation margin for futures contracts	35,500
Net unrealized depreciation on futures contracts	280,938
Due to broker for swaps	27,118
Due to affiliates	13,156
Accrued expenses	104,830
Total liabilities	<u>\$ 2,200,321</u>

### NET ASSETS:

Paid-in capital	\$ 177,869,837
Distributable earnings (loss)	<u>(5,880,242)</u>
Net assets	<u>\$ 171,989,595</u>

### NET ASSET VALUE PER SHARE:

No par value (unlimited number of shares authorized)	
Class I (based on \$46,125,059/4,366,765 shares)	\$ 10.56
Class II (based on \$125,864,536/11,888,965 shares)	<u>\$ 10.59</u>

## STATEMENT OF OPERATIONS

**For the Year Ended 12/31/18**

### INVESTMENT INCOME:

Interest from unaffiliated issuers	\$ 6,099,270	
Dividends from affiliated issuers	178,127	
Dividends from unaffiliated issuers	<u>90,570</u>	
Total investment income		<u>\$ 6,367,967</u>

### EXPENSES:

Management fees	\$ 690,535	
Administrative expense	92,677	
Distribution fees		
Class II	309,863	
Custodian fees	105,883	
Professional fees	61,977	
Printing expense	34,112	
Pricing expense	112,625	
Trustees' fees	7,700	
Insurance expense	2,156	
Miscellaneous	3,858	
Total expenses		<u>\$ 1,421,386</u>
Less fees waived and expenses reimbursed by the Adviser		(51,280)
Net expenses		<u>1,370,106</u>
Net investment income		<u>\$ 4,997,861</u>

### REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:

Net realized gain (loss) on:		
Investments in unaffiliated issuers	\$(1,052,455)	
Futures contracts	549,619	
Swap contracts	<u>14,167</u>	<u>\$ (488,669)</u>
Change in net unrealized appreciation (depreciation) on:		
Investments in unaffiliated issuers	\$(5,696,533)	
Investments in affiliated issuers	(248,368)	
Futures contracts	(391,747)	
Swap contracts	<u>21,266</u>	<u>\$(6,315,382)</u>
Net realized and unrealized gain (loss) on investments		<u>\$(6,804,051)</u>
Net decrease in net assets resulting from operations		<u>\$(1,806,190)</u>



## STATEMENTS OF CHANGES IN NET ASSETS

	Year Ended 12/31/18	Year Ended 12/31/17
<b>FROM OPERATIONS:</b>		
Net investment income (loss)	\$ 4,997,861	\$ 3,996,436
Net realized gain (loss) on investments	(488,669)	853,713
Change in net unrealized appreciation (depreciation) on investments	<u>(6,315,382)</u>	<u>1,176,573</u>
Net increase (decrease) in net assets resulting from operations	\$ <u>(1,806,190)</u>	\$ <u>6,026,722</u>
<b>DISTRIBUTIONS TO SHAREOWNERS:</b>		
Class I (\$0.39 and \$0.35 per share, respectively)	\$ (1,758,198)	\$ (1,704,110)*
Class II (\$0.36 and \$0.33 per share, respectively)	<u>(4,146,560)</u>	<u>(3,304,969)*</u>
Total distributions to shareowners	\$ <u>(5,904,758)</u>	\$ <u>(5,009,079)</u>
<b>FROM PORTFOLIO SHARE TRANSACTIONS:</b>		
Net proceeds from sales of shares	\$ 28,379,926	\$ 48,929,968
Reinvestment of distributions	5,904,758	5,005,475
Cost of shares repurchased	<u>(26,495,559)</u>	<u>(26,968,298)</u>
Net increase in net assets resulting from Portfolio share transactions	\$ <u>7,789,125</u>	\$ <u>26,967,145</u>
Net increase in net assets	\$ 78,177	\$ 27,984,788
<b>NET ASSETS:**</b>		
Beginning of year	<u>\$ 171,911,418</u>	<u>\$ 143,926,630</u>
End of year	<u>\$ 171,989,595</u>	<u>\$ 171,911,418</u>

\* For the year ended December 31, 2017, distributions to shareowners were presented as follows:

Net investment income:

Class I (\$0.31 per share)

\$ (1,509,444)

Class II (\$0.29 per share)

(2,913,195)

Net realized gain:

Class I (\$0.04 per share)

\$ (194,666)

Class II (\$0.04 per share)

(391,774)

\*\* For the year ended December 31, 2017, undistributed net investment income was presented as follows: \$89,554.

	Year Ended 12/31/18 Shares	Year Ended 12/31/18 Amount	Year Ended 12/31/17 Shares	Year Ended 12/31/17 Amount
<b>CLASS I</b>				
Shares sold	782,378	\$ 8,410,846	1,607,025	\$ 17,761,272
Reinvestment of distributions	164,648	1,758,198	154,058	1,700,506
Less shares repurchased	<u>(1,079,247)</u>	<u>(11,531,124)</u>	<u>(1,680,185)</u>	<u>(18,539,423)</u>
Net increase (decrease)	<u>(132,221)</u>	<u>\$ (1,362,080)</u>	<u>80,898</u>	<u>\$ 922,355</u>
<b>CLASS II</b>				
Shares sold	1,855,121	\$ 19,969,080	2,822,428	\$ 31,168,696
Reinvestment of distributions	387,375	4,146,560	298,831	3,304,969
Less shares repurchased	<u>(1,399,303)</u>	<u>(14,964,435)</u>	<u>(763,890)</u>	<u>(8,428,875)</u>
Net increase	<u>843,193</u>	<u>\$ 9,151,205</u>	<u>2,357,369</u>	<u>\$ 26,044,790</u>

## FINANCIAL HIGHLIGHTS

	Year Ended 12/31/18	Year Ended 12/31/17	Year Ended 12/31/16*	Year Ended 12/31/15*	Year Ended 12/31/14*
<b>Class I</b>					
Net asset value, beginning of period	\$ 11.04	\$ 10.96	\$ 10.83	\$ 11.23	\$ 11.01
Increase (decrease) from investment operations:					
Net investment income (loss)	\$ 0.33(a)	\$ 0.29(a)	\$ 0.27(a)	\$ 0.28(a)	\$ 0.37
Net realized and unrealized gain (loss) on investments	(0.42)	0.14	0.18	(0.25)	0.29
Net increase (decrease) from investment operations	\$ (0.09)	\$ 0.43	\$ 0.45	\$ 0.03	\$ 0.66
Distributions to shareowners:					
Net investment income	\$ (0.36)	\$ (0.31)	\$ (0.31)	\$ (0.33)	\$ (0.38)
Net realized gain	(0.03)	(0.04)	(0.01)	(0.10)	(0.06)
Total distributions	\$ (0.39)	\$ (0.35)	\$ (0.32)	\$ (0.43)	\$ (0.44)
Net increase (decrease) in net asset value	\$ (0.48)	\$ 0.08	\$ 0.13	\$ (0.40)	\$ 0.22
Net asset value, end of period	\$ 10.56	\$ 11.04	\$ 10.96	\$ 10.83	\$ 11.23
Total return (b)	(0.84)%	4.01%	4.10%	0.30%	6.05%
Ratio of net expenses to average net assets (c)	0.61%	0.61%	0.62%	0.62%	0.62%
Ratio of net investment income (loss) to average net assets	3.07%	2.59%	2.46%	2.56%	3.30%
Portfolio turnover rate	44%	42%	50%	41%	119%
Net assets, end of period (in thousands)	\$46,125	\$49,672	\$48,442	\$24,785	\$25,470
Ratios with no waiver of fees and assumption of expenses by the Adviser and no reduction for fees paid indirectly:					
Total expenses to average net assets (c)	0.64%	0.61%	0.68%	0.81%	0.99%
Net investment income (loss) to average net assets	3.04%	2.59%	2.40%	2.37%	2.93%

\* The Portfolio was audited by an independent registered public accounting firm other than Ernst & Young LLP.

(a) The per-share data presented above is based on the average shares outstanding for the period presented.

(b) Assumes initial investment at net asset value at the beginning of each period, reinvestment of all distributions and the complete redemption of the investment at net asset value at the end of each period.

(c) Includes interest expense of 0.00%, 0.00%, 0.00%, 0.00% and 0.00%†, respectively.

† Amount rounds to less than 0.01%.

NOTE: The above financial highlights do not reflect the deduction of non-portfolio expenses associated with variable insurance products, such as mortality and expense risk charges, separate account charges, and sales charges.

	Year Ended 12/31/18	Year Ended 12/31/17	Year Ended 12/31/16*	Year Ended 12/31/15*	Year Ended 12/31/14*
<b>Class II</b>					
Net asset value, beginning of period	\$ 11.07	\$ 10.99	\$ 10.85	\$ 11.25	\$ 11.03
Increase (decrease) from investment operations:					
Net investment income (loss)	\$ 0.30(a)	\$ 0.26(a)	\$ 0.25(a)	\$ 0.24(a)	\$ 0.33
Net realized and unrealized gain (loss) on investments	(0.42)	0.15	0.18	(0.23)	0.30
Net increase (decrease) from investment operations	\$ (0.12)	\$ 0.41	\$ 0.43	\$ 0.01	\$ 0.63
Distributions to shareowners:					
Net investment income	\$ (0.33)	\$ (0.29)	\$ (0.28)	\$ (0.31)	\$ (0.35)
Net realized gain	(0.03)	(0.04)	(0.01)	(0.10)	(0.06)
Total distributions	\$ (0.36)	\$ (0.33)	\$ (0.29)	\$ (0.41)	\$ (0.41)
Net increase (decrease) in net asset value	\$ (0.48)	\$ 0.08	\$ 0.14	\$ (0.40)	\$ 0.22
Net asset value, end of period	\$ 10.59	\$ 11.07	\$ 10.99	\$ 10.85	\$ 11.25
Total return (b)	(1.08)%	3.74%	3.92%	0.08%	5.79%
Ratio of net expenses to average net assets (c)	0.86%	0.86%	0.88%	0.84%	0.86%
Ratio of net investment income (loss) to average net assets	2.83%	2.35%	2.21%	2.18%	2.98%
Portfolio turnover rate	44%	42%	50%	41%	119%
Net assets, end of period (in thousands)	\$125,865	\$122,239	\$95,484	\$65,727	\$21,539
Ratios with no waiver of fees and assumption of expenses by the Adviser and no reduction for fees paid indirectly:					
Total expenses to average net assets (c)	0.89%	0.86%	0.94%	1.03%	1.23%
Net investment income (loss) to average net assets	2.80%	2.35%	2.16%	1.99%	2.62%

\* The Portfolio was audited by an independent registered public accounting firm other than Ernst & Young LLP.

(a) The per-share data presented above is based on the average shares outstanding for the period presented.

(b) Assumes initial investment at net asset value at the beginning of each period, reinvestment of all distributions, the complete redemption of the investment at net asset value at the end of each period and no sales charges. Total return would be reduced if sales charges were taken into account.

(c) Includes interest expense of 0.00%, 0.00%, 0.00%, 0.00% and 0.00%†, respectively.

† Amount rounds to less than 0.01%.

NOTE: The above financial highlights do not reflect the deduction of non-portfolio expenses associated with variable insurance products, such as mortality and expense risk charges, separate account charges, and sales charges.

## NOTES TO FINANCIAL STATEMENTS 12/31/18

**1. Organization and Significant Accounting Policies**

Pioneer Bond VCT Portfolio (the “Portfolio”) is one of 8 portfolios comprising Pioneer Variable Contracts Trust (the “Trust”), a Delaware statutory trust. The Portfolio is registered under the Investment Company Act of 1940 as a diversified, open-end management investment company. The Portfolio seeks current income and total return.

The Portfolio offers two classes of shares designated as Class I and Class II shares. Each class of shares represents an interest in the same portfolio of investments of the Portfolio and has identical rights (based on relative net asset values) to assets and liquidation proceeds. Share classes can bear different rates of class-specific fees and expenses, such as transfer agent and distribution fees. Differences in class-specific fees and expenses will result in differences in net investment income and, therefore, the payment of different dividends from net investment income earned by each class. The Amended and Restated Declaration of Trust of the Portfolio gives the Board of Trustees the flexibility to specify either per-share voting or dollar-weighted voting when submitting matters for shareowner approval. Under per-share voting, each share of a class of the Portfolio is entitled to one vote. Under dollar-weighted voting, a shareowner’s voting power is determined not by the number of shares owned, but by the dollar value of the shares on the record date. Each share class has exclusive voting rights with respect to matters affecting only that class, including with respect to the distribution plan for that class. There is no distribution plan for Class I shares.

Portfolio shares may be purchased only by insurance companies for the purpose of funding variable annuity and variable life insurance contracts or by qualified pension and retirement plans.

Amundi Pioneer Asset Management, Inc., an indirect wholly owned subsidiary of Amundi and Amundi’s wholly owned subsidiary, Amundi USA, Inc., serves as the Portfolio’s investment adviser (the “Adviser”). Amundi Pioneer Distributor, Inc., an affiliate of Amundi Pioneer Asset Management, Inc., serves as the Portfolio’s distributor (the “Distributor”).

In August 2018, the Securities and Exchange Commission (“SEC”) released a Disclosure Update and Simplification Final Rule. The Final Rule amends Regulation S-X disclosures requirements to conform them to U.S. Generally Accepted Accounting Principles (“U.S. GAAP”) for investment companies. The Portfolio’s financial statements were prepared in compliance with the new amendments to Regulation S-X.

The Portfolio is an investment company and follows investment company accounting and reporting guidance under U.S. GAAP. U.S. GAAP requires the management of the Portfolio to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of income, expenses and gain or loss on investments during the reporting period. Actual results could differ from those estimates.

The following is a summary of significant accounting policies followed by the Portfolio in the preparation of its financial statements:

**A. Security Valuation**

The net asset value of the Portfolio is computed once daily, on each day the New York Stock Exchange (“NYSE”) is open, as of the close of regular trading on the NYSE.

Fixed-income securities are valued by using prices supplied by independent pricing services, which consider such factors as market prices, market events, quotations from one or more brokers, Treasury spreads, yields, maturities and ratings, or may use a pricing matrix or other fair value methods or techniques to provide an estimated value of the security or instrument. A pricing matrix is a means of valuing a debt security on the basis of current market prices for other debt securities, historical trading patterns in the market for fixed-income securities and/or other factors. Non-U.S. debt securities that are listed on an exchange will be valued at the bid price obtained from an independent third party pricing service. When independent third party pricing services are unable to supply prices, or when prices or market quotations are considered to be unreliable, the value of that security may be determined using quotations from one or more broker-dealers.

Loan interests are valued in accordance with guidelines established by the Board of Trustees at the mean between the last available bid and asked prices from one or more brokers or dealers as obtained from Loan Pricing Corporation, an independent third party pricing service. If price information is not available from Loan Pricing Corporation, or if the price information is deemed to be unreliable, price information will be obtained from an alternative loan interest pricing service. If no reliable price quotes are available from either the primary or alternative pricing service, broker quotes will be solicited.

Event-linked bonds or catastrophe bonds are valued at the bid price obtained from an independent third party pricing service. Other insurance-linked securities (including sidecars, collateralized reinsurance and industry loss warranties) may be valued at the bid price obtained from an independent pricing service, or through a third party using a pricing matrix, insurance industry valuation models, or other fair value methods or techniques to provide an estimated value of the instrument.

Equity securities that have traded on an exchange are valued by using the last sale price on the principal exchange where they are traded. Equity securities that have not traded on the date of valuation, or securities for which sale prices are not available, generally are valued using the mean between the last bid and asked prices or, if both last bid and asked prices are not available, at the last quoted bid price. Last sale and bid and asked prices are provided by independent third party pricing services. In the case of equity securities not traded on an exchange, prices are typically determined by independent third party pricing services using a variety of techniques and methods.

Futures contracts are generally valued at the closing settlement price established by the exchange on which they are traded.

Swap contracts, including interest rate swaps, caps and floors (other than centrally cleared swap contracts) are valued at the dealer quotations obtained from reputable International Swap Dealers Association members. Centrally cleared swaps are valued at the daily settlement price provided by the central clearing counterparty.

Shares of open-end registered investment companies (including money market mutual funds) are valued at such funds' net asset value. Shares of exchange-listed closed-end funds are valued by using the last sale price on the principal exchange where they are traded. Shares of closed-end interval funds that offer their shares at net asset value are valued at such fund's net asset value.

Securities or loan interests for which independent pricing services or broker-dealers are unable to supply prices or for which market prices and/or quotations are not readily available or are considered to be unreliable are valued by a fair valuation team comprised of certain personnel of the Adviser pursuant to procedures adopted by the Portfolio's Board of Trustees. The Adviser's fair valuation team uses fair value methods

approved by the Valuation Committee of the Board of Trustees. The Adviser's fair valuation team is responsible for monitoring developments that may impact fair valued securities and for discussing and assessing fair values on an ongoing basis, and at least quarterly, with the Valuation Committee of the Board of Trustees.

Inputs used when applying fair value methods to value a security may include credit ratings, the financial condition of the company, current market conditions and comparable securities. The Portfolio may use fair value methods if it is determined that a significant event has occurred after the close of the exchange or market on which the security trades and prior to the determination of the Portfolio's net asset value. Examples of a significant event might include political or economic news, corporate restructurings, natural disasters, terrorist activity or trading halts. Thus, the valuation of the Portfolio's securities may differ significantly from exchange prices, and such differences could be material.

At December 31, 2018, no securities were valued using fair value methods (other than securities valued using prices supplied by independent pricing services, broker-dealers or using a third party insurance industry pricing model).

## **B. Investment Income and Transactions**

Dividend income is recorded on the ex-dividend date, except that certain dividends from foreign securities where the ex-dividend date may have passed are recorded as soon as the Portfolio becomes aware of the ex-dividend data in the exercise of reasonable diligence.

Interest income, including interest on income-bearing cash accounts, is recorded on the accrual basis. Dividend and interest income are reported net of unrecoverable foreign taxes withheld at the applicable country rates and net of income accrued on defaulted securities.

Interest and dividend income payable by delivery of additional shares is reclassified as PIK (payment-in-kind) income upon receipt and is included in interest and dividend income, respectively.

Principal amounts of mortgage-backed securities are adjusted for monthly paydowns. Premiums and discounts related to certain mortgage-backed securities are amortized or accreted in proportion to the monthly paydowns. All discounts/premiums on purchase prices of debt securities are accreted/amortized for financial

reporting purposes over the life of the respective securities, and such accretion/amortization is included in interest income.

Security transactions are recorded as of trade date. Gains and losses on sales of investments are calculated on the identified cost method for both financial reporting and federal income tax purposes.

**C. Federal Income Taxes**

It is the Portfolio's policy to comply with the requirements of the Internal Revenue Code applicable to regulated investment companies and to distribute all of its net taxable income and net realized capital gains, if any, to its shareowners. Therefore, no provision for federal income taxes is required. As of December 31, 2018, the Portfolio did not accrue any interest or penalties with respect to uncertain tax positions, which, if applicable, would be recorded as an income tax expense on the Statement of Operations. Tax returns filed within the prior three years remain subject to examination by federal and state tax authorities.

The amount and character of income and capital gain distributions to shareowners are determined in accordance with federal income tax rules, which may differ from U.S. GAAP. Distributions in excess of net investment income or net realized gains are temporary over distributions for financial statement purposes resulting from differences in the recognition or classification of income or distributions for financial statement and tax purposes. Capital accounts within the financial statements are adjusted for permanent book/tax differences to reflect tax character, but are not adjusted for temporary differences.

At December 31, 2018, the Portfolio was permitted to carry forward indefinitely \$574,380 of short-term losses and \$594,566 of long-term losses under the Regulated Investment Company Modernization Act of 2010 without limitation.

The tax character of distributions paid during the years ended December 31, 2018 and December 31, 2017, were as follows:

	2018	2017
<b>Distributions paid from:</b>		
Ordinary income	\$5,651,699	\$4,787,637
Long-term capital gain	<u>253,059</u>	<u>221,442</u>
Total	<u>\$5,904,758</u>	<u>\$5,009,079</u>

The following shows the components of distributable earnings on a federal income tax basis at December 31, 2018:

	2018
<b>Distributable earnings:</b>	
Undistributed ordinary income	\$ 166,470
Capital loss carryforward	(1,168,946)
Net unrealized depreciation	<u>(4,877,766)</u>
Total	<u>\$(5,880,242)</u>

The difference between book basis and tax basis unrealized appreciation is attributable to the tax adjustments relating to wash sales, premium and amortization, and credit default swaps, the mark to market of future contracts and credit default swaps.

**D. Portfolio Shares and Class Allocations**

The Portfolio records sales and repurchases of its shares as of trade date. Distribution fees for Class II shares are calculated based on the average daily net asset value attributable to Class II shares of the Portfolio (see Note 4). Class I shares do not pay distribution fees.

Income, common expenses (excluding transfer agent and distribution fees) and realized and unrealized gains and losses are calculated at the Portfolio level and allocated daily to each class of shares based on its respective percentage of adjusted net assets at the beginning of the day.

All expenses and fees paid to the Portfolio's transfer agent for its services are allocated between the classes of shares based on the number of accounts in each class and the ratable allocation of related out-of-pocket expenses (see Note 3).

The Portfolio declares as daily dividends substantially all of its net investment income. All dividends are paid on a monthly basis. Short-term capital gain distributions, if any, may be declared with the daily dividends. Distributions paid by the Portfolio with respect to each class of shares are calculated in the same manner and at the same time, except that net investment income dividends to Class I and Class II shares can reflect different transfer agent and distribution expense rates. Dividends and distributions to shareowners are recorded on the ex-dividend date.

**E. Risks**

The value of securities held by the Portfolio may go up or down, sometimes rapidly or unpredictably, due to general market conditions, such as real or perceived adverse economic, political or regulatory conditions, inflation, changes in interest rates, lack of liquidity in the bond markets or adverse investor sentiment. In the past several years, financial markets have experienced increased volatility, depressed valuations, decreased liquidity and heightened uncertainty. These conditions may continue, recur, worsen or spread.

At times, the Portfolio's investments may represent industries or industry sectors that are interrelated or have common risks, making the Portfolio more susceptible to any economic, political, or regulatory developments or other risks affecting those industries and sectors. The Portfolio's investments in foreign markets and countries with limited developing markets may subject the Portfolio to a greater degree of risk than investments in a developed market. These risks include disruptive political or economic conditions and the imposition of adverse governmental laws or currency exchange restrictions.

Interest rates in the U.S. have been historically low and have begun to rise, so the Portfolio faces a heightened risk that interest rates may continue to rise. A general rise in interest rates could adversely affect the price and liquidity of fixed-income securities and could also result in increased redemptions from the Portfolio.

The Portfolio invests in below investment grade (high yield) debt securities and preferred stocks. Some of these high yield securities may be convertible into equity securities of the issuer. Debt securities rated below investment grade are commonly referred to as "junk bonds" and are considered speculative. These securities involve greater risk of loss, are subject to greater price volatility, and are less liquid, especially during periods of economic uncertainty or change, than higher rated debt securities.

With the increased use of technologies such as the Internet to conduct business, the Portfolio is susceptible to operational, information security and related risks. While the Portfolio's Adviser has established business continuity plans in the event of, and risk management systems to prevent, limit or mitigate, such cyber-attacks, there are inherent limitations in such plans and systems including the possibility that certain risks have not been identified. Furthermore, the Portfolio cannot control the cybersecurity plans and systems put in place by service

providers to the Portfolio such as Brown Brothers Harriman & Co., the Portfolio's custodian and accounting agent, and DST Asset Manager Solutions, Inc., the Portfolio's transfer agent. In addition, many beneficial owners of Portfolio shares hold them through accounts at broker-dealers, retirement platforms and other financial market participants over which neither the Portfolio nor Amundi Pioneer exercises control. Each of these may in turn rely on service providers to them, which are also subject to the risk of cyber-attacks. Cybersecurity failures or breaches at Amundi Pioneer or the Portfolio's service providers or intermediaries have the ability to cause disruptions and impact business operations, potentially resulting in financial losses, interference with the Portfolio's ability to calculate its net asset value, impediments to trading, the inability of Portfolio shareowners to effect share purchases, redemptions, or exchanges or receive distributions, loss of or unauthorized access to private shareowners information and violations of applicable privacy and other laws, regulatory fines, penalties, reputational damage, or additional compliance costs. Such costs and losses may not be covered under any insurance. In addition, maintaining vigilance against cyber-attacks may involve substantial costs over time, and system enhancements may themselves be subject to cyber-attacks.

The Portfolio's prospectus contains unaudited information regarding the Portfolio's principal risks. Please refer to that document when considering the Portfolio's principal risks.

**F. Insurance-Linked Securities ("ILS")**

The Portfolio invests in event-linked bonds and other ILS. The Portfolio could lose a portion or all of the principal it has invested in an ILS, and the right to additional interest payments with respect to the security, upon the occurrence of one or more trigger events, as defined within the terms of an insurance-linked security. Trigger events, generally, are hurricanes, earthquakes, or other natural events of a specific size or magnitude that occur in a designated geographic region during a specified time period, and/or that involve losses or other metrics that exceed a specific amount. There is no way to accurately predict whether a trigger event will occur and, accordingly, ILS carry significant risk. The Portfolio is entitled to receive principal and interest payments so long as no trigger event occurs of the description and magnitude specified by the instrument. In addition to the specified trigger events, ILS may expose the Portfolio to other risks,

including but not limited to issuer (credit) default, adverse regulatory or jurisdictional interpretations and adverse tax consequences.

The Portfolio's investments in ILS may include special purpose vehicles ("SPVs") or similar instruments structured to comprise a portion of a reinsurer's catastrophe-oriented business, known as quota share instruments (sometimes referred to as reinsurance sidecars), or to provide reinsurance relating to specific risks to insurance or reinsurance companies through a collateralized instrument, known as collateralized reinsurance. Structured reinsurance investments also may include industry loss warranties ("ILWs"). A traditional ILW takes the form of a bilateral reinsurance contract, but there are also products that take the form of derivatives, collateralized structures, or exchange-traded instruments.

Where the ILS are based on the performance of underlying reinsurance contracts, the Portfolio has limited transparency into the individual underlying contracts, and therefore must rely upon the risk assessment and sound underwriting practices of the issuer. Accordingly, it may be more difficult for the Adviser to fully evaluate the underlying risk profile of the Portfolio's structured reinsurance investments, and therefore the Portfolio's assets are placed at greater risk of loss than if the Adviser had more complete information. Structured reinsurance instruments generally will be considered illiquid securities by the Portfolio. These securities may be difficult to purchase, sell or unwind. Illiquid securities also may be difficult to value. If the Portfolio is forced to sell an illiquid asset, the Portfolio may be forced to sell at a loss.

Additionally, the Portfolio may gain exposure to ILS by investing in a closed-end interval fund, Pioneer ILS Interval Fund, an affiliate of the Adviser. The Portfolio's investment in Pioneer ILS Interval Fund at December 31, 2018 is listed in the Schedule of Investments.

#### **G. Futures Contracts**

The Portfolio may enter into futures transactions in order to attempt to hedge against changes in interest rates, securities prices and currency exchange rates or to seek to increase total return. Futures contracts are types of derivatives. All futures contracts entered into by the Portfolio are traded on a futures exchange. Upon entering into a futures contract, the Portfolio is required to deposit with a broker an amount of cash or securities equal to the minimum "initial margin" requirements of

the associated futures exchange. The amount of cash deposited with the broker as collateral at December 31, 2018, is recorded as "Futures collateral" on the Statement of Assets and Liabilities.

Subsequent payments for futures contracts ("variation margin") are paid or received by the Portfolio, depending on the daily fluctuation in the value of the contracts, and are recorded by the Portfolio as unrealized appreciation or depreciation. Cash received from or paid to the broker related to previous margin movement is held in a segregated account at the broker and is recorded as either "Due from broker for futures" or "Due to broker for futures" on the Statement of Assets and Liabilities. When the contract is closed, the Portfolio realizes a gain or loss equal to the difference between the opening and closing value of the contract as well as any fluctuation in foreign currency exchange rates where applicable. Futures contracts are subject to market risk, interest rate risk and currency exchange rate risk. Changes in value of the contracts may not directly correlate to the changes in value of the underlying securities. With futures, there is reduced counterparty credit risk to the Portfolio since futures are exchange-traded and the exchange's clearinghouse, as counterparty to all exchange-traded futures, guarantees the futures against default.

The average market value of contracts open during the year ended December 31, 2018, was \$6,607,204. Open futures contracts outstanding at December 31, 2018 are listed in the Schedule of Investments.

#### **H. Credit Default Swap Contracts**

A credit default swap is a contract between a buyer of protection and a seller of protection against a pre-defined credit event or an underlying reference obligation, which may be a single security or a basket or index of securities. The Portfolio may buy or sell credit default swap contracts to seek to increase the Portfolio's income, or to attempt to hedge the risk of default on portfolio securities. A credit default swap index is used to hedge risk or take a position on a basket of credit entities or indices.

As a seller of protection, the Portfolio would be required to pay the notional (or other agreed-upon) value of the referenced debt obligation to the counterparty in the event of a default by a U.S. or foreign corporate issuer of a debt obligation, which would likely result in a loss to the Portfolio. In return, the Portfolio would receive from the counterparty a periodic stream of payments during the term of the contract, provided that no event of



default occurred. The maximum exposure of loss to the seller would be the notional value of the credit default swaps outstanding. If no default occurs, the Portfolio would keep the stream of payments and would have no payment obligation. The Portfolio may also buy credit default swap contracts in order to hedge against the risk of default of debt securities, in which case the Portfolio would function as the counterparty referenced above.

As a buyer of protection, the Portfolio makes an upfront or periodic payment to the protection seller in exchange for the right to receive a contingent payment. An upfront payment made by the Portfolio, as the protection buyer, is recorded within the "Swap contracts, at value" line item on the Statement of Assets and Liabilities. Periodic payments received or paid by the Portfolio are recorded as realized gains or losses on the Statement of Operations.

Credit default swap contracts are marked-to-market daily using valuations supplied by independent sources and the change in value, if any, is recorded within the "Swap contracts, at value" line item on the Statement of Assets and Liabilities. Payments received or made as a result of a credit event or upon termination of the contract are recognized, net of the appropriate amount of the upfront payment, as realized gains or losses on the Statement of Operations.

Credit default swap contracts involving the sale of protection may involve greater risks than if the Portfolio had invested in the referenced debt instrument directly. Credit default swap contracts are subject to general market risk, liquidity risk, counterparty risk and credit risk. If the Portfolio is a protection buyer and no credit event occurs, it will lose its investment. If the Portfolio is a protection seller and a credit event occurs, the value of the referenced debt instrument received by the Portfolio, together with the periodic payments received, may be less than the amount the Portfolio pays to the protection buyer, resulting in a loss to the Portfolio. In addition, obligations under sell protection credit default swaps may be partially offset by net amounts received from settlement of buy protection credit default swaps entered into by the Portfolio for the same reference obligation with the same counterparty.

Certain swap contracts that are cleared through a central clearinghouse are referred to as centrally cleared swaps. All payments made or received by the Portfolio are pursuant to a centrally cleared swap contract with the central clearing party rather than the

original counterparty. Upon entering into a centrally cleared swap contract, the Portfolio is required to make an initial margin deposit, either in cash or in securities. The daily change in value on open centrally cleared swaps is recorded as "Variation margin for centrally cleared swaps" on the Statement of Assets and Liabilities. Cash received from or paid to the broker related to previous margin movement is held in a segregated account at the broker and is recorded as either "Due from broker for swaps" or "Due to broker for swaps" on the Statement of Assets and Liabilities. The amount of cash deposited with a broker as collateral at December 31, 2018, is recorded as "Swaps collateral" on the Statement of Assets and Liabilities.

The average market value of credit default swap contracts open during the year ended December 31, 2018 was \$(107,130). Open credit default swap contracts at December 31, 2018 are listed in the Schedule of Investments.

## 2. Management Agreement

The Adviser manages the Portfolio. Management fees are calculated daily at the annual rate of 0.40% of the Portfolio's average daily net assets. For the year ended December 31, 2018, the effective management fee was equivalent to 0.40% of the Portfolio's average daily net assets.

The Adviser has agreed to waive its management fee with respect to any portion of the Portfolio's assets invested in Pioneer ILS Interval Fund, an affiliated fund managed by the Adviser. For the fiscal year ended December 31, 2018, the Adviser waived \$51,280 in management fees with respect to the Portfolio, which is reflected on the Statement of Operations as an expense waiver.

The Adviser has contractually agreed to limit ordinary operating expenses (ordinary operating expenses means all Portfolio expenses other than extraordinary expenses, such as litigation, taxes, brokerage commissions and acquired fund fees and expenses) of the Portfolio to the extent required to reduce Portfolio expenses to 0.62% of the average daily net assets attributable to Class I shares. Class II shares expenses will be reduced only to the extent portfolio-wide expenses are reduced for Class I shares. Fees waived and expenses reimbursed during the year ended December 31, 2018, if any, are reflected on the Statement of Operations. This expense limitation is in effect through May 1, 2020. There can be no assurance that the Adviser will extend the expense limitation agreement for a class of shares beyond the date referred to above.

In addition, under the management and administration agreements, certain other services and costs, including accounting, regulatory reporting and insurance premiums, are paid by the Portfolio as administrative reimbursements. Included in "Due to affiliates" reflected on the Statement of Assets and Liabilities is \$8,865 in management fees, administrative costs and certain other reimbursements payable to the Adviser at December 31, 2018.

### 3. Transfer Agent

DST Asset Manager Solutions, Inc. serves as the transfer agent to the Portfolio at negotiated rates. Transfer agent fees and payables shown on the Statement of Operations and the Statement of Assets and Liabilities, respectively, include sub-transfer agent expenses incurred through the Portfolio's omnibus relationship contracts.

### 4. Distribution Plan

The Portfolio has adopted a distribution plan (the "Plan") pursuant to Rule 12b-1 of the Investment Company Act of 1940 with respect to its Class II shares. Pursuant to the Plan, the Portfolio pays the Distributor 0.25% of the average daily net assets attributable to Class II shares to compensate the Distributor for (1) distribution services and (2) personal and account maintenance services performed and expenses incurred by the Distributor in connection with the Portfolio's Class II shares. Included in "Due to affiliates" reflected on the Statement of Assets and Liabilities is \$4,291 in distribution fees payable to the Distributor at December 31, 2018.

### 5. Master Netting Agreements

The Portfolio has entered into an International Swaps and Derivatives Association, Inc. Master Agreement ("ISDA Master Agreement") or similar agreement with substantially all of its derivative counterparties. An ISDA Master Agreement is a bilateral agreement between the Portfolio and a counterparty that governs the trading of certain Over the Counter ("OTC") derivatives and typically contains, among other things, close-out and set-off provisions which

apply upon the occurrence of an event of default and/or a termination event as defined under the relevant ISDA Master Agreement. The ISDA Master Agreement may also give a party the right to terminate all transactions traded under such agreement if, among other things, there is deterioration in the credit quality of the other party.

Upon an event of default or a termination of the ISDA Master Agreement, the non-defaulting party has the right to close out all transactions under such agreement and to net amounts owed under each transaction to determine one net amount payable by one party to the other. The right to close out and net payments across all transactions under the ISDA Master Agreement could result in a reduction of the Portfolio's credit risk to its counterparty equal to any amounts payable by the Portfolio under the applicable transactions, if any. However, the Portfolio's right to setoff may be restricted or prohibited by the bankruptcy or insolvency laws of the particular jurisdiction to which each specific ISDA of each counterparty is subject.

The collateral requirements for derivatives transactions under an ISDA Master Agreement are governed by a credit support annex to the ISDA Master Agreement. Collateral requirements are generally determined at the close of business each day and are typically based on changes in market values for each transaction under an ISDA Master Agreement and netted into one amount for such agreement. Generally, the amount of collateral due from or to a counterparty is subject to threshold (a "minimum transfer amount") before a transfer is required, which may vary by counterparty. Collateral pledged for the benefit of the Portfolio and/or counterparty is held in segregated accounts by the Portfolio's custodian and cannot be sold, re-pledged, assigned or otherwise used while pledged. Cash that has been segregated to cover the Portfolio's collateral obligations, if any, will be reported separately on the Statement of Assets and Liabilities as "Swaps collateral". Securities pledged by the Portfolio as collateral, if any, are identified as such in the Schedule of Investments.

Financial instruments subject to an enforceable master netting agreement such as an ISDA Master Agreement have been offset on the Statement of Assets and Liabilities. The following charts show gross assets and liabilities of the Portfolio as of December 31, 2018.

Counterparty	Derivative Assets Subject to Master Netting Agreement	Derivatives Available for Offset	Non-Cash Collateral Received (a)	Cash Collateral Received (a)	Net Amount of Derivative Assets (b)
JPMorgan Chase Bank NA	\$4,897	\$ -	\$ -	\$ -	\$4,897
<b>Total</b>	<b>\$4,897</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$4,897</b>

Counterparty	Derivative Liabilities Subject to Master Netting Agreement	Derivatives Available for Offset	Non-Cash Collateral Pledged (a)	Cash Collateral Pledged (a)	Net Amount of Derivative Liabilities (c)
JPMorgan Chase Bank NA	\$ -	\$ -	\$ -	\$ -	\$ -
<b>Total</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

- (a) The amount presented here may be less than the total amount of collateral received/pledged, as the net amount of derivative assets and liabilities cannot be less than \$0.
- (b) Represents the net amount due from the counterparty in the event of default.
- (c) Represents the net amount payable to the counterparty in the event of default.

## 6. Additional Disclosures about Derivative Instruments and Hedging Activities

The Portfolio's use of derivatives may enhance or mitigate the Portfolio's exposure to the following risks:

Interest rate risk relates to the fluctuations in the value of interest-bearing securities due to changes in the prevailing levels of market interest rates.

Credit risk relates to the ability of the issuer of a financial instrument to make further principal or interest payments on an obligation or commitment that it has to the Portfolio.

Foreign exchange rate risk relates to fluctuations in the value of an asset or liability due to changes in currency exchange rates.

Equity risk relates to the fluctuations in the value of financial instruments as a result of changes in market prices (other than those arising from interest rate risk or foreign exchange rate risk), whether caused by factors specific to an individual investment, its issuer, or all factors affecting all instruments traded in a market or market segment.

Commodity risk relates to the risk that the value of a commodity or commodity index will fluctuate based on increases or decreases in the commodities market and factors specific to a particular industry or commodity.

**NOTES TO FINANCIAL STATEMENTS 12/31/18**

(continued)

The fair value of open derivative instruments (not considered to be hedging instruments for accounting disclosure purposes) by risk exposure at December 31, 2018 was as follows:

<b>Statement of Assets and Liabilities</b>	<b>Interest Rate Risk</b>	<b>Credit Risk</b>	<b>Foreign Exchange Rate Risk</b>	<b>Equity Risk</b>	<b>Commodity Risk</b>
<b>Assets</b>					
Swap contracts, at value	\$ -	\$31,429	\$ -	\$ -	\$ -
<b>Total Value</b>	<b>\$ -</b>	<b>\$31,429</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Liabilities</b>					
Net unrealized depreciation on futures contracts	\$280,938	\$ -	\$ -	\$ -	\$ -
<b>Total Value</b>	<b>\$280,938</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

The effect of derivative instruments (not considered to be hedging instruments for accounting disclosure purposes) on the Statement of Operations by risk exposure at December 31, 2018 was as follows:

<b>Statement of Operations</b>	<b>Interest Rate Risk</b>	<b>Credit Risk</b>	<b>Foreign Exchange Rate Risk</b>	<b>Equity Risk</b>	<b>Commodity Risk</b>
<b>Net realized gain (loss) on:</b>					
Futures contracts	\$ 549,619	\$ -	\$ -	\$ -	\$ -
Swap contracts	-	14,167	-	-	-
<b>Total Value</b>	<b>\$ 549,619</b>	<b>\$ 14,167</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>
<b>Change in net unrealized appreciation (depreciation) on:</b>					
Futures contracts	\$(391,747)	\$ -	\$ -	\$ -	\$ -
Swap contracts	-	21,266	-	-	-
<b>Total Value</b>	<b>\$(391,747)</b>	<b>\$ 21,266</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

## REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

### To the Board of Trustees of Pioneer Variable Contracts Trust and the Shareholders of Pioneer Bond VCT Portfolio:

#### Opinion on the Financial Statements

We have audited the accompanying statement of assets and liabilities of Pioneer Bond VCT Portfolio (the "Portfolio") (one of the portfolios constituting Pioneer Variable Contracts Trust (the "Trust")), including the schedule of investments, as of December 31, 2018, and the related statements of operations, changes in net assets and the financial highlights for the year then ended and the related notes, and the statement of changes in net assets and financial highlights for the year ended December 31, 2017 (collectively referred to as the "financial statements"). The financial highlights for the periods ended December 31, 2014, December 31, 2015 and December 31, 2016 were audited by another independent registered public accounting firm whose report, dated February 14, 2017, expressed an unqualified opinion on those financial highlights. In our opinion, the financial statements present fairly, in all material respects, the financial position of Pioneer Bond VCT Portfolio (one of the portfolios constituting Pioneer Variable Contracts Trust) at December 31, 2018, the results of its operations, the changes in its net assets, and the financial highlights for the year ended, and the statement of changes in net assets and the financial highlights for the year ended December 31, 2017, in conformity with U.S. generally accepted accounting principles.

#### Basis for Opinion

These financial statements are the responsibility of the Trust's management. Our responsibility is to express an opinion on the Portfolio's financial statements based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) ("PCAOB") and are required to be independent with respect to the Trust in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud. The Trust is not required to have, nor were we engaged to perform, an audit of the Trust's internal control over financial reporting. As part of our audits, we are required to obtain an understanding of internal control over financial reporting, but not for the purpose of expressing an opinion on the effectiveness of the Trust's internal control over financial reporting. Accordingly, we express no such opinion.

Our audits included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our procedures included confirmation of securities owned as of December 31, 2018, by correspondence with the custodian and brokers. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audits provide a reasonable basis for our opinion.



We have served as the Trust's auditor since 2017.

Boston, Massachusetts  
February 14, 2019

**ADDITIONAL INFORMATION (UNAUDITED)****Change in Independent Registered Public Accounting Firm**

Prior to July 3, 2017 Pioneer Investment Management, Inc. (the “Adviser”), the Portfolio’s investment adviser, was an indirect, wholly owned subsidiary of UniCredit S.p.A. (“UniCredit”). On that date, UniCredit completed the sale of its Pioneer Investments business, which includes the Adviser, to Amundi (the “Transaction”). As a result of the Transaction, the Adviser became an indirect, wholly owned subsidiary of Amundi. Amundi is controlled by Credit Agricole S.A. Amundi is headquartered in Paris, France, and, as of September 30, 2016, had more than \$1.1 trillion in assets under management worldwide.

Deloitte & Touche LLP (“D&T”), the Portfolio’s previous independent registered public accounting firm, informed the Audit Committee and the Board that it would no longer be independent with respect to the Portfolio upon the completion of the Transaction as a result of certain services being provided to Amundi and Credit Agricole, and, accordingly, that it intended to resign as the Portfolio’s independent registered public accounting firm upon the completion of the Transaction. D&T’s resignation was effective on July 3, 2017, when the Transaction was completed.

During the periods as to which D&T has served as the Portfolio’s independent registered public accounting firm, including the Portfolio’s two most recent fiscal years, D&T’s reports on the Portfolio’s financial statements have not contained an adverse opinion or disclaimer of opinion and have not been qualified or modified as to uncertainty, audit scope or accounting principles. Further, there have been no disagreements with D&T on any matter of accounting principles or practices, financial statement disclosure, or auditing scope or procedure, which, if not resolved to the satisfaction of D&T, would have caused D&T to make reference to the subject matter of the disagreement in connection with its report on the financial statements. In addition, there have been no reportable events of the kind described in Item 304(a)(1)(v) of Regulation S-K under the Securities Exchange Act of 1934.

Effective immediately following the completion of the Transaction on July 3, 2017, the Board, acting upon the recommendation of the Audit Committee, engaged a new independent registered public accounting firm, Ernst & Young LLP (“EY”).

Prior to its engagement, EY had advised the Portfolio’s Audit Committee that EY had identified the following matters, in each case relating to services rendered by other member firms of Ernst & Young Global Limited, all of which are located outside the United States, to UniCredit and certain of its subsidiaries during the period commencing July 1, 2016, that it determined to be inconsistent with the auditor independence rules set forth by the Securities and Exchange Commission (“SEC”): (a) project management support services to UniCredit in the Czech Republic, Germany, Italy, Serbia and Slovenia in relation to twenty-two projects, that were determined to be inconsistent with Rule 2-01(c)(4)(vi) of Regulation S-X (management functions); (b) two engagements for UniCredit in Italy where fees were contingent/success based and that were determined to be inconsistent with Rule 2-01(c)(5) of Regulation S-X (contingent fees); (c) four engagements where legal and expert services were provided to UniCredit in the Czech Republic and Germany, and twenty engagements where the legal advisory services were provided to UniCredit in Austria, Czech Republic, Italy and Poland, that were determined to be inconsistent with Rule 2-01(c)(4)(ix) and (x) of Regulation S-X (legal and expert services); and (d) two engagements for UniCredit in Italy involving assistance in the sale of certain assets, that were determined to be inconsistent with Rule 2-01(c)(4)(viii) of Regulation S-X (broker-dealer, investment adviser or investment banking services). None of the foregoing services involved the Portfolio, any of the other funds in the Pioneer Family of Funds or any other Pioneer entity sold by UniCredit in the Transaction.

EY advised the Audit Committee that it had considered the matters described above and had concluded that such matters would not impair EY’s ability to exercise objective and impartial judgment in connection with the audits of the financial statements of the Portfolio under the SEC and Public Company Accounting Oversight Board independence rules, and that a reasonable investor with knowledge of all relevant facts and circumstances would reach the same conclusion. Management and the Audit Committee considered these matters and discussed the matters with EY and, based upon EY’s description of the matters and statements made by EY, Management and the Audit Committee believe that EY will be capable of exercising objective and impartial judgment in connection with the audits of the financial statements of the Portfolio, and Management further believes that a reasonable investor with knowledge of all relevant facts and circumstances would reach the same conclusion.

## APPROVAL OF INVESTMENT MANAGEMENT AGREEMENT

Amundi Pioneer Asset Management, Inc. (“APAM”) serves as the investment adviser to Pioneer Bond VCT Portfolio (the “Portfolio”) pursuant to an investment management agreement between APAM and the Portfolio. In order for APAM to remain the investment adviser of the Portfolio, the Trustees of the Portfolio must determine annually whether to renew the investment management agreement for the Portfolio.

The contract review process began in January 2018 as the Trustees of the Portfolio agreed on, among other things, an overall approach and timeline for the process. Contract review materials were provided to the Trustees in March 2018, July 2018 and September 2018. In addition, the Trustees reviewed and discussed the Portfolio’s performance at regularly scheduled meetings throughout the year, and took into account other information related to the Portfolio provided to the Trustees at regularly scheduled meetings, in connection with the review of the Portfolio’s investment management agreement.

In March 2018, the Trustees, among other things, discussed the memorandum provided by Portfolio counsel that summarized the legal standards and other considerations that are relevant to the Trustees in their deliberations regarding the renewal of the investment management agreement, and reviewed and discussed the qualifications of the investment management teams for the Portfolio, as well as the level of investment by the Portfolio’s portfolio managers in the Portfolio. In July 2018, the Trustees, among other things, reviewed the Portfolio’s management fees and total expense ratios, the financial statements of APAM and its parent companies, profitability analyses provided by APAM, and analyses from APAM as to possible economies of scale. The Trustees also reviewed the profitability of the institutional business of APAM and APAM’s affiliate, Amundi Pioneer Institutional Asset Management, Inc. (“APIAM” and, together with APAM, “Amundi Pioneer”), as compared to that of APAM’s fund management business, and considered the differences between the fees and expenses of the Portfolio and the fees and expenses of APAM’s and APIAM’s institutional accounts, as well as the different services provided by APAM to the Portfolio and by APAM and APIAM to the institutional accounts. The Trustees further considered contract review materials, including additional materials received in response to the Trustees’ request, in September 2018.

At a meeting held on September 18, 2018, based on their evaluation of the information provided by APAM and third parties, the Trustees of the Portfolio, including the Independent Trustees voting separately, unanimously approved the renewal of the investment management agreement for another year. In approving the renewal of the investment management agreement, the Trustees considered various factors that they determined were relevant, including the factors described below. The Trustees did not identify any single factor as the controlling factor in determining to approve the renewal of the agreement.

### **Nature, Extent and Quality of Services**

The Trustees considered the nature, extent and quality of the services that had been provided by APAM to the Portfolio, taking into account the investment objective and strategy of the Portfolio. The Trustees also reviewed APAM’s investment approach for the Portfolio and its research process. The Trustees considered the resources of APAM and the personnel of APAM who provide investment management services to the Portfolio. They also reviewed the amount of non-Portfolio assets managed by the portfolio managers of the Portfolio. They considered the non-investment resources and personnel of APAM that are involved in APAM’s services to the Portfolio, including APAM’s compliance, risk management, and legal resources and personnel. The Trustees noted the substantial attention and high priority given by APAM’s senior management to the Pioneer Fund complex.

The Trustees considered that APAM supervises and monitors the performance of the Portfolio’s service providers and provides the Portfolio with personnel (including Portfolio officers) and other resources that are necessary for the Portfolio’s business management and operations. The Trustees also considered that, as administrator, APAM is responsible for the administration of the Portfolio’s business and other affairs. The Trustees considered the fees paid to APAM for the provision of administration services.

Based on these considerations, the Trustees concluded that the nature, extent and quality of services that had been provided by APAM to the Portfolio were satisfactory and consistent with the terms of the investment management agreement.

## APPROVAL OF INVESTMENT MANAGEMENT AGREEMENT

(continued)

**Performance of the Portfolio**

In considering the Portfolio's performance, the Trustees regularly review and discuss throughout the year data prepared by APAM and information comparing the Portfolio's performance with the performance of its peer group of funds, as classified by Morningstar, Inc. (Morningstar), and the performance of the Portfolio's benchmark index. They also discuss the Portfolio's performance with APAM on a regular basis. The Trustees' regular reviews and discussions were factored into the Trustees' deliberations concerning the renewal of the investment management agreement.

**Management Fee and Expenses**

The Trustees considered information showing the fees and expenses of the Portfolio in comparison to the management fees of its peer group of funds as classified by Morningstar and also to the expense ratios of a peer group of funds selected on the basis of criteria determined by the Independent Trustees for this purpose using data provided by Strategic Insight Mutual Fund Research and Consulting, LLC (Strategic Insight), an independent third party. The peer group comparisons referred to below are organized in quintiles. Each quintile represents one-fifth of the peer group. In all peer group comparisons referred to below, first quintile is most favorable to the Portfolio's shareowners. The Trustees noted that they separately review and consider the impact of the Portfolio's transfer agency and Portfolio- and APAM-paid expenses for sub-transfer agency and intermediary arrangements, and that the results of the most recent such review were considered in the consideration of the Portfolio's expense ratio.

The Trustees considered that the Portfolio's management fee for the most recent fiscal year was in the first quintile relative to the management fees paid by other funds in its Morningstar category for the comparable period. The Trustees considered that the expense ratio of the Portfolio's Class II shares for the most recent fiscal year was in the third quintile relative to its Strategic Insight peer group for the comparable period. The Trustees noted that APAM had agreed to waive fees and/or reimburse expenses in order to limit the ordinary operating expenses of the Portfolio.

The Trustees reviewed management fees charged by APAM and APIAM to institutional and other clients, including publicly offered European funds sponsored by APAM's affiliates, unaffiliated U.S. registered investment companies (in a sub-advisory capacity), and unaffiliated foreign and domestic separate accounts. The Trustees also considered APAM's costs in providing services to the Portfolio and APAM's and APIAM's costs in providing services to the other clients and considered the differences in management fees and profit margins for fund and non-fund services. In evaluating the fees associated with APAM's and APIAM's client accounts, the Trustees took into account the respective demands, resources and complexity associated with the Portfolio and other client accounts. The Trustees noted that, in some instances, the fee rates for those clients were lower than the management fee for the Portfolio and considered that, under the investment management agreement with the Portfolio, APAM performs additional services for the Portfolio that it does not provide to those other clients or services that are broader in scope, including oversight of the Portfolio's other service providers and activities related to compliance and the extensive regulatory and tax regimes to which the Portfolio is subject. The Trustees also considered the entrepreneurial risks associated with APAM's management of the Portfolio.

The Trustees concluded that the management fee payable by the Portfolio to APAM was reasonable in relation to the nature and quality of the services provided by APAM.

**Profitability**

The Trustees considered information provided by APAM regarding the profitability of APAM with respect to the advisory services provided by APAM to the Portfolio, including the methodology used by APAM in allocating certain of its costs to the management of the Portfolio. The Trustees also considered APAM's profit margin in connection with the overall operation of the Portfolio. They further reviewed the financial results, including the profit margins, realized by APAM and APIAM from non-fund businesses. The Trustees considered APAM's profit margins in comparison to the limited industry data available and noted that the profitability of any adviser was affected by numerous factors, including its organizational structure and method for allocating expenses. The Trustees concluded that APAM's profitability with respect to the management of the Portfolio was not unreasonable.



## **Economies of Scale**

The Trustees considered APAM's views relating to economies of scale in connection with the Pioneer Funds as fund assets grow and the extent to which any such economies of scale are shared with the Portfolio and Portfolio shareholders. The Trustees recognize that economies of scale are difficult to identify and quantify, and that, among other factors that may be relevant, are the following: fee levels, expense subsidization, investment by APAM in research and analytical capabilities and APAM's commitment and resource allocation to the Portfolio. The Trustees noted that profitability also may be an indicator of the availability of any economies of scale, although profitability may vary for other reasons including due to reductions in expenses. The Trustees concluded that economies of scale, if any, were being appropriately shared with the Portfolio.

## **Other Benefits**

The Trustees considered the other benefits that APAM enjoys from its relationship with the Portfolio. The Trustees considered the character and amount of fees paid or to be paid by the Portfolio, other than under the investment management agreement, for services provided by APAM and its affiliates. The Trustees further considered the revenues and profitability of APAM's businesses other than the Portfolio business. To the extent applicable, the Trustees also considered the benefits to the Portfolio and to APAM and its affiliates from the use of "soft" commission dollars generated by the Portfolio to pay for research and brokerage services.

The Trustees considered that Amundi Pioneer is the principal U.S. asset management business of Amundi, which is one of the largest asset managers globally. Amundi's worldwide asset management business manages over \$1.7 trillion in assets (including the Pioneer Funds). The Trustees considered that APAM's relationship with Amundi creates potential opportunities for APAM, APIAM and Amundi that derive from APAM's relationships with the Portfolio, including Amundi's ability to market the services of APAM globally. The Trustees noted that APAM has access to additional research and portfolio management capabilities as a result of its relationship with Amundi and Amundi's enhanced global presence that may contribute to an increase in the resources available to APAM. The Trustees considered that APAM and the Portfolio receive reciprocal intangible benefits from the relationship, including mutual brand recognition and, for the Portfolio, direct and indirect access to the resources of a large global asset manager. The Trustees concluded that any such benefits received by APAM as a result of its relationship with the Portfolio were reasonable.

## **Conclusion**

After consideration of the factors described above as well as other factors, the Trustees, including the Independent Trustees, concluded that the investment management agreement for the Portfolio, including the fees payable thereunder, was fair and reasonable and voted to approve the proposed renewal of the investment management agreement.

# Pioneer Bond VCT Portfolio

## TRUSTEES, OFFICERS AND SERVICE PROVIDERS

### Investment Adviser

Amundi Pioneer Asset Management, Inc.

### Custodian and Sub-Administrator

Brown Brothers Harriman & Co.

### Independent Registered Public Accounting Firm

Ernst & Young LLP

### Principal Underwriter

Amundi Pioneer Distributor, Inc.

### Legal Counsel

Morgan, Lewis & Bockius LLP

### Shareowner Services and Transfer Agent

DST Asset Manager Solutions, Inc.

### Trustees and Officers

The Portfolio's Trustees and Officers are listed below, together with their principal occupations and other directorships they have held during at least the past five years. Trustees who are interested persons of the Portfolio within the meaning of the 1940 Act are referred to as Interested Trustees. Trustees who are not interested persons of the Portfolio are referred to as Independent Trustees. Each of the Trustees serves as a Trustee of each of the 43 U.S. registered investment portfolios for which Amundi Pioneer serves as investment adviser (the "Pioneer Funds"). The address for all Trustees and all officers of the Portfolio is 60 State Street, Boston, Massachusetts 02109.

The Statement of Additional Information of the Portfolio includes additional information about the Trustees and is available, without charge, upon request, by calling 1-800-688-9915.

## INDEPENDENT TRUSTEES

### NAME, AGE AND POSITION HELD WITH THE TRUST

**Thomas J. Perna (68)**  
Chairman of the Board and Trustee

### TERM OF OFFICE AND LENGTH OF SERVICE

Trustee since 2006. Serves until a successor trustee is elected or earlier retirement or removal.

### PRINCIPAL OCCUPATION

Private investor (2004 - 2008 and 2013 - present); Chairman (2008 - 2013) and Chief Executive Officer (2008 - 2012), Quadriserv, Inc. (technology products for securities lending industry); and Senior Executive Vice President, The Bank of New York (financial and securities services) (1986 - 2004)

### OTHER DIRECTORSHIPS HELD BY TRUSTEE

Director, Broadridge Financial Solutions, Inc. (investor communications and securities processing provider for financial services industry) (2009 - present); Director, Quadriserv, Inc. (2005 - 2013); and Commissioner, New Jersey State Civil Service Commission (2011 - 2015)

### David R. Bock (75)

Trustee since 2005. Serves until a successor trustee is elected or earlier retirement or removal.

Managing Partner, Federal City Capital Advisors (corporate advisory services company) (1997 - 2004 and 2008 - present); Interim Chief Executive Officer, Oxford Analytica, Inc. (privately held research and consulting company) (2010); Executive Vice President and Chief Financial Officer, I-trax, Inc. (publicly traded health care services company) (2004 - 2007); and Executive Vice President and Chief Financial Officer, Pedestal Inc. (internet-based mortgage trading company) (2000 - 2002); Private Consultant (1995 - 1997); Managing Director, Lehman Brothers (1992 - 1995); and Executive, The World Bank (1979 - 1992)

Director of New York Mortgage Trust (publicly-traded mortgage REIT) (2004 - 2009, 2012 - present); Director of The Swiss Helvetia Fund, Inc. (closed-end fund) (2010 - 2017); Director of Oxford Analytica, Inc. (2008 - 2015); and Director of Enterprise Community Investment, Inc. (privately-held affordable housing finance company) (1985 - 2010)

### Benjamin M. Friedman (74)

Trustee since 2008. Serves until a successor trustee is elected or earlier retirement or removal.

William Joseph Maier Professor of Political Economy, Harvard University (1972 - present)

Trustee, Mellon Institutional Funds Investment Trust and Mellon Institutional Funds Master Portfolio (oversaw 17 portfolios in fund complex) (1989 - 2008)

# Pioneer Bond VCT Portfolio

## TRUSTEES, OFFICERS AND SERVICE PROVIDERS

(continued)

### INDEPENDENT TRUSTEES

NAME, AGE AND POSITION HELD WITH THE TRUST	TERM OF OFFICE AND LENGTH OF SERVICE	PRINCIPAL OCCUPATION	OTHER DIRECTORSHIPS HELD BY TRUSTEE
<b>Margaret B.W. Graham (71)</b> Trustee	Trustee since 2000. Serves until a successor trustee is elected or earlier retirement or removal.	Founding Director, Vice-President and Corporate Secretary, The Winthrop Group, Inc. (consulting firm) (1982 – present); Desautels Faculty of Management, McGill University (1999 – 2017); and Manager of Research Operations and Organizational Learning, Xerox PARC, Xerox's advance research center (1990-1994)	None
<b>Lorraine H. Monchak (62)</b> Trustee	Trustee since 2017. (Advisory Trustee from 2014 - 2017) Serves until a successor trustee is elected or earlier retirement or removal.	Chief Investment Officer, 1199 SEIU Funds (healthcare workers union pension funds) (2001 – present); Vice President – International Investments Group, American International Group, Inc. (insurance company) (1993 – 2001); Vice President – Corporate Finance and Treasury Group, Citibank, N.A. (1980 – 1986 and 1990 – 1993); Vice President – Asset/Liability Management Group, Federal Farm Funding Corporation (government-sponsored issuer of debt securities) (1988 – 1990); Mortgage Strategies Group, Shearson Lehman Hutton, Inc. (investment bank) (1987 – 1988); and Mortgage Strategies Group, Drexel Burnham Lambert, Ltd. (investment bank) (1986 – 1987)	None
<b>Marguerite A. Piret (70)</b> Trustee	Trustee since 1995. Serves until a successor trustee is elected or earlier retirement or removal.	President and Chief Executive Officer, Newbury Piret Company (investment banking firm) (1981 – present)	Director of New America High Income Fund, Inc. (closed-end investment company) (2004 – present); and Member, Board of Governors, Investment Company Institute (2000 -2006)
<b>Fred J. Ricciardi (71)</b> Trustee	Trustee since 2014. Serves until a successor trustee is elected or earlier retirement or removal.	Consultant (investment company services) (2012 – present); Executive Vice President, BNY Mellon (financial and investment company services) (1969 – 2012); Director, BNY International Financing Corp. (financial services) (2002 – 2012); Director, Mellon Overseas Investment Corp. (financial services) (2009 – 2012); Director, Financial Models (technology) (2005 – 2007); Director, BNY Hamilton Funds, Ireland (offshore investment companies) (2004 – 2007); Chairman/Director, A2B/BNY Securities Services Ltd., Ireland (financial services) (1999 – 2006); and Chairman, BNY Alternative Investment Services, Inc. (financial services) (2005 – 2007)	None

# Pioneer Bond VCT Portfolio

## TRUSTEES, OFFICERS AND SERVICE PROVIDERS

(continued)

### INTERESTED TRUSTEES

NAME, AGE AND POSITION HELD WITH THE TRUST	TERM OF OFFICE AND LENGTH OF SERVICE	PRINCIPAL OCCUPATION	OTHER DIRECTORSHIPS HELD BY TRUSTEE
<b>Lisa M. Jones (56)*</b> Trustee, President and Chief Executive Officer	Trustee since 2017. Serves until a successor trustee is elected or earlier retirement or removal	Director, CEO and President of Amundi Pioneer Asset Management USA, Inc. (since September 2014); Director, CEO and President of Amundi Pioneer Asset Management, Inc. (since September 2014); Director, CEO and President of Amundi Pioneer Distributor, Inc. (since September 2014); Director, CEO and President of Amundi Pioneer Institutional Asset Management, Inc. (since September 2014); Chair, Amundi Pioneer Asset Management USA, Inc., Amundi Pioneer Distributor, Inc. and Amundi Pioneer Institutional Asset Management, Inc. (September 2014 - 2018); Managing Director, Morgan Stanley Investment Management (2010 - 2013); and Director of Institutional Business, CEO of International, Eaton Vance Management (2005 - 2010)	None

<b>Kenneth J. Taubes (60)*</b> Trustee	Trustee since 2014. Serves until a successor trustee is elected or earlier retirement or removal	Director and Executive Vice President (since 2008) and Chief Investment Officer, U.S. (since 2010) of Amundi Pioneer Asset Management USA, Inc.; Executive Vice President and Chief Investment Officer, U.S. of Amundi Pioneer (since 2008); Executive Vice President of Amundi Pioneer Institutional Asset Management, Inc. (since 2009); and Portfolio Manager of Amundi Pioneer (since 1999)	None
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\* Ms. Jones and Mr. Taubes are Interested Trustees because they are officers or directors of the Portfolio's investment adviser and certain of its affiliates.

### TRUST OFFICERS

NAME, AGE AND POSITION HELD WITH THE TRUST	TERM OF OFFICE AND LENGTH OF SERVICE	PRINCIPAL OCCUPATION	OTHER DIRECTORSHIPS HELD BY OFFICER
<b>Christopher J. Kelley (54)</b> Secretary and Chief Legal Officer	Since 2003. Serves at the discretion of the Board	Vice President and Associate General Counsel of Amundi Pioneer since January 2008; Secretary and Chief Legal Officer of all of the Pioneer Funds since June 2010; Assistant Secretary of all of the Pioneer Funds from September 2003 to May 2010; and Vice President and Senior Counsel of Amundi Pioneer from July 2002 to December 2007	None
<b>Carol B. Hannigan (57)</b> Assistant Secretary	Since 2010. Serves at the discretion of the Board	Fund Governance Director of Amundi Pioneer since December 2006 and Assistant Secretary of all the Pioneer Funds since June 2010; Manager - Fund Governance of Amundi Pioneer from December 2003 to November 2006; and Senior Paralegal of Amundi Pioneer from January 2000 to November 2003	None

# Pioneer Bond VCT Portfolio

## TRUSTEES, OFFICERS AND SERVICE PROVIDERS

(continued)

### TRUST OFFICERS

NAME, AGE AND POSITION HELD WITH THE TRUST	TERM OF OFFICE AND LENGTH OF SERVICE	PRINCIPAL OCCUPATION	OTHER DIRECTORSHIPS HELD BY OFFICER
<b>Thomas Reyes (56)</b> Assistant Secretary	Since 2010. Serves at the discretion of the Board	Senior Counsel of Amundi Pioneer since May 2013 and Assistant Secretary of all the Pioneer Funds since June 2010; and Counsel of Amundi Pioneer from June 2007 to May 2013	None
<b>Mark E. Bradley (59)</b> Treasurer and Chief Financial and Accounting Officer	Since 2008. Serves at the discretion of the Board	Vice President – Fund Treasury of Amundi Pioneer; Treasurer of all of the Pioneer Funds since March 2008; Deputy Treasurer of Amundi Pioneer from March 2004 to February 2008; and Assistant Treasurer of all of the Pioneer Funds from March 2004 to February 2008	None
<b>Luis I. Presutti (53)</b> Assistant Treasurer	Since 2000. Serves at the discretion of the Board	Director – Fund Treasury of Amundi Pioneer; and Assistant Treasurer of all of the Pioneer Funds	None
<b>Gary Sullivan (60)</b> Assistant Treasurer	Since 2002. Serves at the discretion of the Board	Senior Manager – Fund Treasury of Amundi Pioneer; and Assistant Treasurer of all of the Pioneer Funds	None
<b>David F. Johnson (39)</b> Assistant Treasurer	Since 2009. Serves at the discretion of the Board	Senior Manager – Fund Treasury of Amundi Pioneer since November 2008; Assistant Treasurer of all of the Pioneer Funds since January 2009; and Client Service Manager – Institutional Investor Services at State Street Bank from March 2003 to March 2007	None
<b>John Malone (48)</b> Chief Compliance Officer	Since 2018. Serves at the discretion of the Board	Managing Director, Chief Compliance Officer of Amundi Pioneer Asset Management; Amundi Pioneer Institutional Asset Management, Inc.; and the Pioneer Funds since September 2018; and Chief Compliance Officer of Amundi Pioneer Distributor, Inc. since January 2014.	None
<b>Kelly O'Donnell (47)</b> Anti-Money Laundering Officer	Since 2006. Serves at the discretion of the Board	Vice President of Amundi Pioneer Asset Management and Anti-Money Laundering Officer of all the Pioneer Funds since 2006	None



**This page is for your notes.**



**This page is for your notes.**

**Proxy Voting Policies and Procedures of the Portfolio** are available without charge, upon request, by calling our toll free number (1-800-225-6292). Information regarding how the Portfolio voted proxies relating to Portfolio securities during the most recent 12-month period ended June 30 is publicly available to shareowners at [www.amundipioneer.com](http://www.amundipioneer.com). This information is also available on the Securities and Exchange Commission's web site at [www.sec.gov](http://www.sec.gov).