

PIONEER VARIABLE CONTRACTS TRUST

Pioneer Strategic Income 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.

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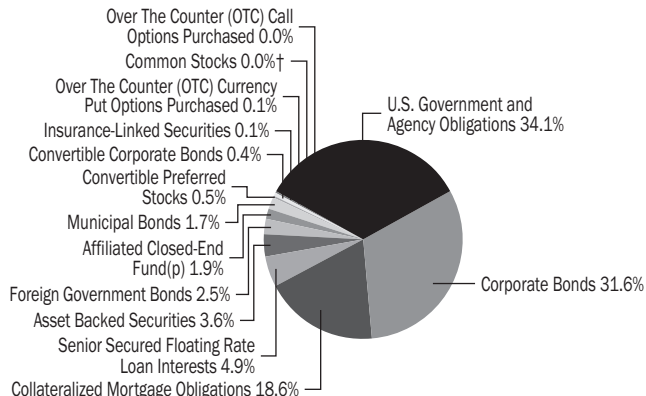
This report is authorized for distribution only when preceded or accompanied by a prospectus for the Portfolio being offered.

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.

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 Notes, 2.5%, 6/30/20	2.42%
2. Pioneer ILS Interval Fund(p)	1.94
3. U.S. Treasury Inflation Indexed Bonds, 0.75%, 2/15/45	1.67
4. U.S. Treasury Notes, 2.5%, 5/31/20	1.55
5. U.S. Treasury Notes, 1.625%, 6/30/20	1.48

* 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.

(p) Pioneer ILS Interval Fund is an affiliated fund managed by Amundi Pioneer Asset Management, Inc. (the "Adviser").

PERFORMANCE UPDATE 12/31/18

Prices and Distributions

Net Asset Value per Share

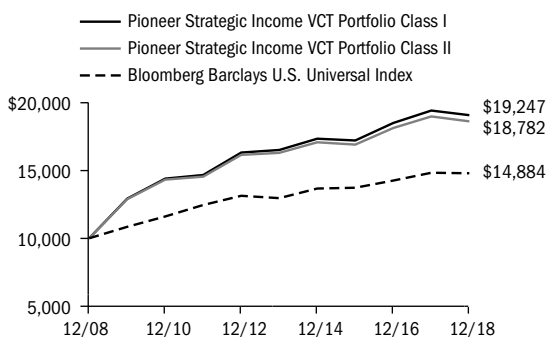
	12/31/18	12/31/17
Class I	\$9.71	\$10.28
Class II	\$9.70	\$10.26

Distributions per Share (1/1/18 - 12/31/18)

	Net Investment Income	Short-Term Capital Gains	Long-Term Capital Gains	Tax Return of Capital
Class I	\$0.2829	\$0.0173	\$0.0484	\$0.0391
Class II	\$0.2576	\$0.0173	\$0.0484	\$0.0391

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 Strategic Income VCT Portfolio** at net asset value during the periods shown, compared to that of the Bloomberg Barclays U.S. Universal 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. Universal Index is an unmanaged index that represents the union of the U.S. Aggregate Index, the US High Yield Corporate Index, the 144A Index, the Eurodollar Index, the Emerging Markets Index, the non-ERISA portion of the CMBS Index, and the CMBS High Yield Index. Municipal debt, private placements and non-dollar-denominated issues are excluded from the Index. 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.

Average Annual Total Returns

(As of December 31, 2018)

	Class I	Class II	Bloomberg Barclays U.S. Universal Index
10 Years	6.77%	6.51%	4.06%
5 Years	2.96%	2.73%	2.72%
1 Year	-1.78%	-1.93%	-0.25%

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

Call 800-688-9915 or visit 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.

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 Strategic Income 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	\$1,001.94	\$1,001.74
Expenses Paid During Period*	\$ 3.78	\$ 5.05

* Expenses are equal to the Portfolio's annualized net expense ratio of 0.75% and 1.00%, 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 Strategic Income 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	\$1,021.42	\$1,020.16
Expenses Paid During Period*	\$ 3.82	\$ 5.09

* Expenses are equal to the Portfolio's annualized net expense ratio of 0.75% and 1.00%, 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 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, Jonathan Scott and Andrew Feltus discuss the factors that affected the performance of Pioneer Strategic Income VCT Portfolio during the 12-month period ended December 31, 2018. Mr. Scott, a Vice President and portfolio manager at Amundi Pioneer Asset Management, Inc. (“Amundi Pioneer”), Mr. Feltus, Managing Director, Co-Director of High Yield, and a portfolio manager at Amundi Pioneer, and Kenneth J. Taubes, Executive Vice President and Chief Investment Officer, U.S., and a portfolio manager at Amundi Pioneer, are responsible for the day-to-day management of the Portfolio.

Q: How did the Portfolio perform during the 12 months ended December 31, 2018?

A: Pioneer Strategic Income VCT Portfolio’s Class I shares returned –1.78% at net asset value during the 12-month period ended December 31, 2018, and Class II shares returned –1.93%, while the Portfolio’s benchmark, the Bloomberg Barclays U.S. Universal Index, returned –0.25%.

Q: How would you describe the investment environment in the fixed-income markets during the 12-month period ended December 31, 2018?

A. For much of the first nine months 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) 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 fourth quarter of 2018 witnessed a strong move downward in the returns of most so-called “risk” assets. Investors’ appetite for risk declined from the outset of the quarter in October, 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. Returns for Treasuries and securitized assets such as residential mortgage-backed securities (MBS), commercial mortgage-backed securities (CMBS), and asset-backed securities (ABS), were marginally positive for the 12 months. Meanwhile, the Portfolio’s benchmark, the Bloomberg Barclays U.S. Universal Index (the Bloomberg Barclays Index), returned –0.25% for the 12-month period.

Q: What factors influenced 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 12-month period. In particular, a lack of exposure to Treasuries during the flight-to-safety we witnessed in late 2018 weighed on benchmark-relative returns. That negative was partially offset by our preference for non-benchmark securitized assets (ABS, MBS, CMBS) within spread sectors, as those securities were rewarded for their generally high-quality profile. (Credit spreads are commonly defined as the differences in yield between Treasuries and other types of fixed-income securities with similar maturities.) An overweight to high-yield corporate bonds also detracted modestly from benchmark-relative returns. In addition, a Portfolio position in Treasury Inflation-Protected Securities (TIPS) was a notable detractor from relative performance, as the segment underperformed in the fourth quarter on declining inflation expectations.

The Portfolio’s currency allocations also had a negative effect on benchmark-relative performance. In broad terms, any non-U.S. dollar (USD) exposure was a negative for investors during the period, as the USD was the top-performing currency over the 12 months. In addition, a trade designed to

benefit from any strengthening in the Swedish krona relative to the euro constrained the Portfolio's performance. We had anticipated that the Swedish central bank might be poised to raise rates, given emerging signs of inflation in that economy. However, the Riksbank held off on any rate increases during the period. We believe our thesis still holds, however, and have maintained the position. A short stance with respect to duration in Germany also detracted from the Portfolio's benchmark-relative returns, as the 10-year German bund yield declined on a flight-to-quality trade in the wake of political uncertainty in Italy.

Security selection was essentially a neutral factor in the Portfolio's benchmark-relative performance. Among individual holdings, standout performers for the Portfolio during the period included the euro-denominated high-yield bonds of Valeant Pharmaceuticals, and the high-yield bonds of C&S Group, a wholesale grocery distributor in the U.S. The primary individual detractors from performance held in the Portfolio were Argentinian bonds denominated in the USD.

On the positive side, the Portfolio's positioning with respect to interest rates was the leading contributor to performance relative to the Bloomberg Barclays Index over 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.) We gradually added back duration as Treasury yields rose, and the Portfolio had an essentially neutral-duration stance relative to the benchmark by the fourth quarter of 2018.

An out-of-benchmark allocation to floating-rate bank loans was another positive contributor to the Portfolio's benchmark-relative returns during the period. Bank loans provided positive returns for the 12-month period, and outperformed both investment-grade and high-yield corporate bonds, despite not being exempted from the fourth quarter's rout in the credit-sensitive markets. A position in insurance-linked securities (ILS), which are sponsored by insurance companies looking to transfer some of the risk of having to pay out claims following a natural disaster, also contributed positively to the Portfolio's performance. We view modest exposure to ILS as potentially offering the Portfolio a valuable source of diversification* and incremental income. Finally, exposure to municipal bonds helped relative returns, as the tax-free market ended with a positive return for the 12-month period.

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

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 three types of derivatives: credit-default swaps (CDS), forward foreign currency transactions (currency forwards and options), and Treasury futures. The CDS, in which we invested to hedge the Portfolio's exposure to high-yield debt, hurt relative performance, as did the currency forwards, which we utilized as an attempt to hedge the Portfolio against the risks of fluctuations in currency prices. Investments in the Treasury futures, as part of our strategy to maintain a shorter-than-benchmark duration in the U.S., had a positive impact on the Portfolio's results.

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

A: The Portfolio's yield increased during the period as the interest rates rose along the yield curve.

Q: What is your investment outlook and your views on the various asset classes within fixed income heading into the Portfolio's new fiscal year?

A: Entering 2019, the market appears to be pricing in a degree of economic weakness that could put the Fed's monetary tightening on hold. That scenario would be positive for the emerging markets, which would then be under less pressure to defend their currencies with rate increases. Many emerging markets economies are also benefiting from lower energy costs following the steep decline in crude oil prices during the fourth quarter of 2018.

Floating-rate bank loans struggled in late 2018 as investors sought to trim credit-market exposure and viewed the loan asset class as less likely to benefit from future Fed rate increases. Loan fundamentals and valuations appear attractive to us overall, however, and we believe the asset class offers potential upside if market expectations with respect to the economy and Fed policy turn out to be overly pessimistic. In a similar vein, the Portfolio continues to hold a position in long-duration TIPS, which are designed to help provide protection should inflation exceed expectations.

We view non-benchmark allocations to structured securities such as non-agency MBS, ABS, and CMBS, as more attractive than investment-grade corporates at this stage in the cycle. Those market segments can potentially provide incremental income and organic deleveraging as tranches are paid down. We also view the technical backdrop as favorable relative to the agency MBS market, from which the Fed continues to withdraw support through the reduction of its balance sheet.

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.

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

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.

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.

Investing in foreign and/or emerging markets securities involves risks relating to interest rates, currency exchange rates, economic, and political conditions.

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.

For much of 2018, we gradually lowered the Portfolio's risk profile due to valuation concerns as credit spreads narrowed. Following the severe "risk-off" trade we witnessed late in the year, we viewed spreads as being at roughly fair value and began to selectively add back credit exposure in the form of both investment-grade and high-yield corporate bonds. As noted earlier, the Portfolio currently maintains a more neutral-duration stance versus the Bloomberg Barclays Index, as the Fed may be closer to the end of its tightening cycle, particularly in light of the potential negative effects of lower global economic growth rates and tariffs on U.S. gross domestic product growth. The Portfolio continues to hold a short position in the German Bobl/Bund, based upon its extreme valuation and negative real (inflation-adjusted) yield.

Please refer to the Schedule of Investments on pages 9 to 32 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

Shares		Value
	UNAFFILIATED ISSUERS – 99.0%	
	COMMON STOCKS – 0.0%† of Net Assets	
	Household Durables – 0.0%†	
15,463(a)	Desarrolladora Homex SAB de CV	\$ 117
	Total Household Durables	<u>\$ 117</u>
	Paper & Forest Products – 0.0%†	
1,032	Emerald Plantation Holdings, Ltd.	\$ 57
	Total Paper & Forest Products	<u>\$ 57</u>
	TOTAL COMMON STOCKS	
	(Cost \$5,517)	<u>\$ 174</u>
	CONVERTIBLE PREFERRED STOCKS – 0.6% of Net Assets	
	Banks – 0.6%	
98(b)	Bank of America Corp., 7.25%	\$ 122,745
94(b)	Wells Fargo & Co., 7.5%	118,625
	Total Banks	<u>\$ 241,370</u>
	TOTAL CONVERTIBLE PREFERRED STOCKS	
	(Cost \$214,350)	<u>\$ 241,370</u>
	Principal Amount USD (\$)	
	ASSET BACKED SECURITIES – 3.6% of Net Assets	
28,594(c)	Credit-Based Asset Servicing & Securitization LLC, Series 2005-CB6, Class A3, 3.791%, 7/25/35	\$ 28,426
32,497(c)	Equifirst Mortgage Loan Trust, Series 2003-1, Class IF1, 4.01%, 12/25/32	32,725
29,925	Hardee’s Funding LLC, Series 2018-1A, Class A2II, 4.959%, 6/20/48 (144A)	30,477
43,129	Icon Brand Holdings LLC, Series 2013-1A, Class A2, 4.352%, 1/25/43 (144A)	24,427
100,000	Kabbage Asset Securitization LLC, Series 2017-1, Class A, 4.571%, 3/15/22 (144A)	100,668
37,917	Oxford Finance Funding LLC, Series 2016-1A, Class A, 3.968%, 6/17/24 (144A)	38,034
100,000	Progress Residential Trust, Series 2018-SFR2, Class A, 3.712%, 8/17/35 (144A)	100,188
100,000	Progress Residential Trust, Series 2018-SFR3, Class F, 5.368%, 10/17/35 (144A)	101,047
34,917(c)	RCO Mortgage LLC, Series 2017-1, Class A1, 3.375%, 8/25/22 (144A)	34,712
60,000	Santander Drive Auto Receivables Trust, Series 2018-4, Class C, 3.56%, 7/15/24	60,454
98,167	STORE Master Funding I LLC, Series 2015-1A, Class A1, 3.75%, 4/20/45 (144A)	97,085
60,000(d)	Towd Point Mortgage Trust, Series 2015-5, Class M1, 3.5%, 5/25/55 (144A)	59,427
130,000(d)	Towd Point Mortgage Trust, Series 2017-2, Class M1, 3.75%, 4/25/57 (144A)	128,478
80,000(d)	Towd Point Mortgage Trust, Series 2017-3, Class M2, 3.75%, 7/25/57 (144A)	77,222
85,000(d)	Towd Point Mortgage Trust, Series 2017-4, Class A2, 3.0%, 6/25/57 (144A)	79,730
110,000(d)	Towd Point Mortgage Trust, Series 2017-6, Class A2, 3.0%, 10/25/57 (144A)	101,954
155,000(d)	Towd Point Mortgage Trust, Series 2017-6, Class M1, 3.25%, 10/25/57 (144A)	141,156
130,000(d)	Towd Point Mortgage Trust, Series 2018-3, Class A2, 3.875%, 5/25/58 (144A)	127,481
76,820(d)	Towd Point Mortgage Trust, Series 2018-4, Class A1, 3.0%, 6/25/58 (144A)	74,685
61,334	Westgate Resorts LLC, Series 2017-1A, Class B, 4.05%, 12/20/30 (144A)	61,368
60,000	Westlake Automobile Receivables Trust, Series 2018-3A, Class C, 3.61%, 10/16/23 (144A)	60,033
	TOTAL ASSET BACKED SECURITIES	
	(Cost \$1,596,739)	<u>\$ 1,559,777</u>
	COLLATERALIZED MORTGAGE OBLIGATIONS – 18.8% of Net Assets	
50,074(d)	Agate Bay Mortgage Trust, Series 2013-1, Class A1, 3.5%, 7/25/43 (144A)	\$ 49,337
85,000(d)	Bayview Opportunity Master Fund Iva Trust, Series 2017-RT5, Class B1, 4.0%, 5/28/69 (144A)	85,291
40,000(d)	Bayview Opportunity Master Fund Iva Trust, Series 2017-SPL5, Class B1, 4.0%, 6/28/57 (144A)	40,119

SCHEDULE OF INVESTMENTS 12/31/18

(continued)

Principal Amount USD (\$)		Value
COLLATERALIZED MORTGAGE OBLIGATIONS – (continued)		
25,000(d)	Bayview Opportunity Master Fund Iva Trust, Series 2017-SPL5, Class B2, 4.5%, 6/28/57 (144A)	\$ 25,725
40,000	Benchmark Mortgage Trust, Series 2018-B5, Class A3, 3.944%, 7/15/51	40,782
125,000	Benchmark Mortgage Trust, Series 2018-B6, Class A3, 3.995%, 10/10/51	128,315
100,000(d)	CCRESG Commercial Mortgage Trust, Series 2016-HEAT, Class E, 5.488%, 4/10/29 (144A)	100,975
30,000	CD Mortgage Trust, Series 2018-CD7, Class A3, 4.013%, 8/15/51	30,711
40,000	CFCRE Commercial Mortgage Trust, Series 2016-C3, Class A2, 3.597%, 1/10/48	39,897
50,000(d)	CIM Trust, Series 2017-7, Class M2, 4.0%, 4/25/57 (144A)	51,033
46,735(d)	CIM Trust, Series 2018-J1, Class A10, 3.5%, 3/25/48 (144A)	46,207
50,000	Citigroup Commercial Mortgage Trust, Series 2018-B2, Class A3, 3.744%, 3/10/51	50,006
20,918(d)	Citigroup Mortgage Loan Trust, Series 2013-J1, Class B4, 3.538%, 10/25/43 (144A)	20,124
103,586(d)	Citigroup Mortgage Loan Trust, Series 2018-RP2, Class A1, 3.5%, 2/25/58 (144A)	103,855
60,000(d)	Citigroup Mortgage Loan Trust, Series 2018-RP3, Class M1, 3.25%, 3/25/61 (144A)	56,456
100,000	COMM Mortgage Trust, Series 2012-CR2, Class AM, 3.791%, 8/15/45	101,755
25,000	COMM Mortgage Trust, Series 2012-CR4, Class AM, 3.251%, 10/15/45	24,617
100,000(d)	COMM Mortgage Trust, Series 2013-CR11, Class C, 5.166%, 8/10/50 (144A)	102,416
100,000(d)	COMM Mortgage Trust, Series 2014-CR16, Class C, 4.901%, 4/10/47	102,002
60,000	COMM Mortgage Trust, Series 2014-UBS3, Class A3, 3.546%, 6/10/47	60,485
100,000	COMM Mortgage Trust, Series 2015-3BP, Class A, 3.178%, 2/10/35 (144A)	98,498
50,000(d)	COMM Mortgage Trust, Series 2015-CR25, Class B, 4.544%, 8/10/48	51,453
75,000(d)	COMM Mortgage Trust, Series 2015-DC1, Class B, 4.035%, 2/10/48	74,962
50,000(d)	COMM Mortgage Trust, Series 2015-PC1, Class B, 4.44%, 7/10/50	50,284
50,000(d)	CSAIL Commercial Mortgage Trust, Series 2015-C4, Class B, 4.331%, 11/15/48	50,524
50,000(d)	CSAIL Commercial Mortgage Trust, Series 2015-C4, Class D, 3.581%, 11/15/48	45,339
25,000	CSAIL Commercial Mortgage Trust, Series 2016-C6, Class A5, 3.09%, 1/15/49	24,170
20,976(d)	CSMC Trust, Series 2013-IVR1, Class B4, 3.467%, 3/25/43 (144A)	20,286
21,487(d)	CSMC Trust, Series 2013-IVR4, Class B4, 3.486%, 7/25/43 (144A)	20,965
29,657(d)	CSMC Trust, Series 2014-OAK1, Class B4, 3.735%, 11/25/44 (144A)	29,331
45,795(d)	CSMC Trust, Series 2015-1, Class B4, 3.941%, 1/25/45 (144A)	43,849
45,086(d)	CSMC Trust, Series 2017-HL2, Class A1, 3.5%, 10/25/47 (144A)	44,227
50,000	DBJPM Mortgage Trust, Series 2016-C3, Class A5, 2.89%, 8/10/49	47,708
82,961(d)	EverBank Mortgage Loan Trust, Series 2013-1, Class A2, 2.5%, 3/25/43 (144A)	78,780
55,747(e)	Fannie Mae Connecticut Avenue Securities, Series 2018-C01, Class 1M1, 3.106% (1 Month USD LIBOR + 60 bps), 7/25/30	55,549
105,679(e)	Fannie Mae Connecticut Avenue Securities, Series 2018-C05, Class 1M1, 3.226% (1 Month USD LIBOR + 72 bps), 1/25/31	105,428
5,889	Federal National Mortgage Association REMICS, Series 2009-36, Class HX, 4.5%, 6/25/29	6,046
90,000	Finance of America Structured Securities Trust, Series 2018-A, Class JR2, 2.0%, 12/26/68 (144A)	90,900
124,340(d)	Flagstar Mortgage Trust, Series 2017-1, Class 1A5, 3.5%, 3/25/47 (144A)	122,508
59,766(d)	Flagstar Mortgage Trust, Series 2017-2, Class A13, 3.5%, 10/25/47 (144A)	58,788
93,578(d)	Flagstar Mortgage Trust, Series 2018-1, Class A13, 3.5%, 3/25/48 (144A)	89,860
158,119(d)	Flagstar Mortgage Trust, Series 2018-2, Class A14, 3.5%, 4/25/48 (144A)	150,804
70,206(d)	Flagstar Mortgage Trust, Series 2018-3INV, Class A3, 4.0%, 5/25/48 (144A)	70,298
108,954(d)	Flagstar Mortgage Trust, Series 2018-3INV, Class B3, 4.518%, 5/25/48 (144A)	108,659
46,731(e)	Freddie Mac Structured Agency Credit Risk Debt Notes, Series 2018-HQA1, Class M1, 3.206% (1 Month USD LIBOR + 70 bps), 9/25/30	46,622
100,000(d)	FREMF Mortgage Trust, Series 2012-K710, Class B, 3.817%, 6/25/47 (144A)	99,928
47,989(e)	FRESB Mortgage Trust, Series 2017-SB39, Class A5H, 2.63% (1 Month USD LIBOR + 263 bps), 8/25/37	47,549

Principal Amount USD (\$)		Value
COLLATERALIZED MORTGAGE OBLIGATIONS – (continued)		
37,128	Government National Mortgage Association, Series 2009-83, Class EB, 4.5%, 9/20/39	\$ 39,126
15,044	Government National Mortgage Association, Series 2012-130, Class PA, 3.0%, 4/20/41	15,002
25,000	GS Mortgage Securities Corp. II, Series 2013-GC10, Class B, 3.682%, 2/10/46 (144A)	24,884
60,000	GS Mortgage Securities Trust, Series 2015-GC28, Class A5, 3.396%, 2/10/48	59,663
100,000(e)	Home Partners of America Trust, Series 2017-1, Class D, 4.355% (1 Month USD LIBOR + 190 bps), 7/17/34 (144A)	100,000
95,785(e)	Home Partners of America Trust, Series 2018-1, Class A, 3.355% (1 Month USD LIBOR + 90 bps), 7/17/37 (144A)	94,978
100,000(e)	Hospitality Mortgage Trust, Series 2017-HIT, Class E, 5.937% (1 Month USD LIBOR + 355 bps), 5/8/30 (144A)	98,689
100,000(d)	Irvine Core Office Trust, Series 2013-IRV, Class A2, 3.173%, 5/15/48 (144A)	99,736
100,000(d)	JP Morgan Chase Commercial Mortgage Securities Trust, Series 2012-C8, Class B, 3.977%, 10/15/45 (144A)	100,356
50,000	JP Morgan Chase Commercial Mortgage Securities Trust, Series 2018-WPT, Class BFX, 4.549%, 7/5/33 (144A)	51,783
26,739(d)	JP Morgan Mortgage Trust, Series 2014-1, Class B4, 3.74%, 1/25/44 (144A)	26,532
22,283(d)	JP Morgan Mortgage Trust, Series 2014-1, Class B5, 3.74%, 1/25/44 (144A)	21,380
60,000(d)	JP Morgan Mortgage Trust, Series 2014-IVR6, Class B4, 2.838%, 7/25/44 (144A)	58,236
28,351(d)	JP Morgan Mortgage Trust, Series 2016-2, Class B1, 2.746%, 6/25/46 (144A)	28,347
18,901(d)	JP Morgan Mortgage Trust, Series 2016-2, Class B2, 2.746%, 6/25/46 (144A)	18,649
78,087(d)	JP Morgan Mortgage Trust, Series 2016-3, Class 1A1, 3.5%, 10/25/46 (144A)	76,616
30,215(d)	JP Morgan Mortgage Trust, Series 2016-3, Class AM, 3.374%, 10/25/46 (144A)	29,953
96,018(d)	JP Morgan Mortgage Trust, Series 2016-5, Class B3, 2.648%, 12/25/46 (144A)	91,777
133,571(d)	JP Morgan Mortgage Trust, Series 2017-1, Class A3, 3.5%, 1/25/47 (144A)	131,784
77,143(d)	JP Morgan Mortgage Trust, Series 2017-1, Class A11, 3.5%, 1/25/47 (144A)	75,844
111,686(d)	JP Morgan Mortgage Trust, Series 2017-2, Class A6, 3.0%, 5/25/47 (144A)	108,649
38,626(d)	JP Morgan Mortgage Trust, Series 2017-2, Class B1, 3.742%, 5/25/47 (144A)	37,701
92,550(d)	JP Morgan Mortgage Trust, Series 2017-3, Class 1A13, 3.5%, 8/25/47 (144A)	90,992
34,042(d)	JP Morgan Mortgage Trust, Series 2017-4, Class A3, 3.5%, 11/25/48 (144A)	33,402
130,208(d)	JP Morgan Mortgage Trust, Series 2017-4, Class A6, 3.0%, 11/25/48 (144A)	128,594
102,865(d)	JP Morgan Mortgage Trust, Series 2017-4, Class A13, 3.5%, 11/25/48 (144A)	99,016
24,684(d)	JP Morgan Mortgage Trust, Series 2017-5, Class B2, 3.176%, 10/26/48 (144A)	23,915
49,368(d)	JP Morgan Mortgage Trust, Series 2017-5, Class B3, 3.176%, 10/26/48 (144A)	46,931
99,668(d)	JP Morgan Mortgage Trust, Series 2017-6, Class A3, 3.5%, 12/25/48 (144A)	97,796
52,956(d)	JP Morgan Mortgage Trust, Series 2017-6, Class A6, 3.0%, 12/25/48 (144A)	51,481
113,240(d)	JP Morgan Mortgage Trust, Series 2018-4, Class A15, 3.5%, 10/25/48 (144A)	112,442
107,494(d)	JP Morgan Mortgage Trust, Series 2018-9, Class A5, 4.0%, 2/25/49 (144A)	108,057
129,092(d)	JP Morgan Mortgage Trust, Series 2018-LTV1, Class A3, 4.5%, 4/25/49 (144A)	131,311
23,091(e)	La Hipotecaria Panamanian Mortgage Trust, Series 2007-1GA, Class A, 4.25% (Panamanian Mortgage Reference Rate - 125 bps), 12/23/36 (144A)	22,975
98,801(d)	Mello Mortgage Capital Acceptance, Series 2018-MTG1, Class A9, 3.5%, 5/25/48 (144A)	95,392
60,000(d)	Mill City Mortgage Loan Trust, Series 2017-2, Class M1, 3.25%, 7/25/59 (144A)	58,743
65,000(d)	Mill City Mortgage Loan Trust, Series 2017-2, Class M3, 3.25%, 7/25/59 (144A)	60,428
34,906(d)	Mill City Mortgage Loan Trust, Series 2017-3, Class M1, 3.25%, 1/25/61 (144A)	33,801
100,000(d)	Morgan Stanley Capital I Trust, Series 2016-BNK2, Class D, 3.0%, 11/15/49 (144A)	80,947
15,000	Morgan Stanley Capital I Trust, Series 2016-UBS9, Class D, 3.0%, 3/15/49 (144A)	12,599
100,000	Morgan Stanley Capital I Trust, Series 2018-MP, Class A, 4.418%, 7/11/40 (144A)	104,788
65,268(d)	New Residential Mortgage Loan Trust, Series 2018-RPL1, Class A1, 3.5%, 12/25/57 (144A)	64,960
30,126(d)	NRP Mortgage Trust, Series 2013-1, Class B4, 3.315%, 7/25/43 (144A)	28,253

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(continued)

Principal Amount USD (\$)		Value
COLLATERALIZED MORTGAGE OBLIGATIONS – (continued)		
100,000	Progress Residential Trust, Series 2017-SFR1, Class E, 4.261%, 8/17/34 (144A)	\$ 99,868
121,699(d)	PSMC Trust, Series 2018-1, Class A1, 3.5%, 2/25/48 (144A)	120,786
19,405(e)	RESI Finance LP, Series 2003-C, Class B3, 3.787% (1 Month USD LIBOR + 140 bps), 9/10/35 (144A)	17,427
47,301	Seasoned Credit Risk Transfer Trust, Series 2018-2, Class HT, 3.0%, 11/25/57	45,474
49,514	Seasoned Credit Risk Transfer Trust, Series 2018-4, Class HT, 3.0%, 11/25/57	47,583
39,365(d)	Sequoia Mortgage Trust, Series 2012-6, Class A1, 2.5%, 12/25/42	37,409
50,163(d)	Sequoia Mortgage Trust, Series 2013-3, Class A1, 2.0%, 3/25/43	46,440
32,125(d)	Sequoia Mortgage Trust, Series 2013-4, Class A2, 2.5%, 4/25/43	30,391
139,372(d)	Sequoia Mortgage Trust, Series 2013-5, Class A2, 3.0%, 5/25/43 (144A)	133,894
66,422(d)	Sequoia Mortgage Trust, Series 2013-6, Class A1, 2.5%, 5/25/43	63,020
50,665(d)	Sequoia Mortgage Trust, Series 2013-6, Class B3, 3.523%, 5/25/43	50,024
41,086(d)	Sequoia Mortgage Trust, Series 2013-7, Class A1, 2.5%, 6/25/43	38,266
77,036(d)	Sequoia Mortgage Trust, Series 2013-7, Class A2, 3.0%, 6/25/43	74,045
47,327(d)	Sequoia Mortgage Trust, Series 2013-10, Class A1, 3.5%, 8/25/43 (144A)	46,749
131,691(d)	Sequoia Mortgage Trust, Series 2015-1, Class A6, 2.5%, 1/25/45 (144A)	127,926
27,678(d)	Sequoia Mortgage Trust, Series 2017-3, Class A19, 3.5%, 4/25/47 (144A)	26,868
94,284(d)	Sequoia Mortgage Trust, Series 2018-2, Class A1, 3.5%, 2/25/48 (144A)	92,920
42,391(d)	Sequoia Mortgage Trust, Series 2018-3, Class A19, 3.5%, 3/25/48 (144A)	41,398
67,985(d)	Sequoia Mortgage Trust, Series 2018-7, Class A1, 4.0%, 9/25/48 (144A)	68,143
48,561(d)	Sequoia Mortgage Trust, Series 2018-7, Class A19, 4.0%, 9/25/48 (144A)	48,640
64,367(d)	Shellpoint Co-Originator Trust, Series 2017-1, Class A19, 3.5%, 4/25/47 (144A)	62,700
94,666(d)	Sutherland Commercial Mortgage Loans, Series 2018-SBC7, Class A, 4.72%, 5/25/39 (144A)	94,969
58,321(d)	TIAA Bank Mortgage Loan Trust, Series 2018-2, Class A1, 3.5%, 7/25/48 (144A)	57,164
75,000(d)	Towd Point Mortgage Trust, Series 2015-3, Class M2, 4.0%, 3/25/54 (144A)	76,358
70,000(d)	Towd Point Mortgage Trust, Series 2015-6, Class M1, 3.75%, 4/25/55 (144A)	69,852
55,000(d)	Towd Point Mortgage Trust, Series 2016-1, Class M1, 3.5%, 2/25/55 (144A)	54,464
100,000(d)	Towd Point Mortgage Trust, Series 2017-1, Class A2, 3.5%, 10/25/56 (144A)	97,845
105,000(d)	Towd Point Mortgage Trust, Series 2017-1, Class M1, 3.75%, 10/25/56 (144A)	103,092
115,000(d)	Towd Point Mortgage Trust, Series 2017-2, Class A2, 3.25%, 4/25/57 (144A)	111,817
1,000,000(d)(f)	UBS Commercial Mortgage Trust, Series 2018-C9, Class XB, 0.329%, 3/15/51	30,120
44,504	Wells Fargo Commercial Mortgage Trust, Series 2014-LC16, Class A2, 2.819%, 8/15/50	44,414
50,000	Wells Fargo Commercial Mortgage Trust, Series 2014-LC16, Class ASB, 3.477%, 8/15/50	50,297
22,847(d)	WinWater Mortgage Loan Trust, Series 2015-1, Class B4, 3.908%, 1/20/45 (144A)	21,276
55,013(d)	WinWater Mortgage Loan Trust, Series 2015-4, Class B4, 3.757%, 6/20/45 (144A)	52,150
	TOTAL COLLATERALIZED MORTGAGE OBLIGATIONS	
	(Cost \$8,123,093)	<u>\$ 8,053,720</u>
	CONVERTIBLE CORPORATE BONDS – 0.5% of Net Assets	
	Biotechnology – 0.3%	
26,000	Alder Biopharmaceuticals, Inc., 2.5%, 2/1/25	\$ 20,740
59,000	Insmed, Inc., 1.75%, 1/15/25	42,022
51,000	Medicines Co., 2.75%, 7/15/23	38,436
	Total Biotechnology	<u>\$ 101,198</u>
	Engineering & Construction – 0.0%†	
7,000	Dycom Industries, Inc., 0.75%, 9/15/21	\$ 6,499
	Total Engineering & Construction	<u>\$ 6,499</u>

Principal Amount USD (\$)		Value
35,000	Healthcare-Products – 0.1% Wright Medical Group, Inc., 1.625%, 6/15/23 (144A)	\$ 35,642
	Total Healthcare-Products	<u>\$ 35,642</u>
19,000	Pharmaceuticals – 0.0%† Jazz Investments I, Ltd., 1.5%, 8/15/24	\$ 17,251
	Total Pharmaceuticals	<u>\$ 17,251</u>
25,000	Software – 0.1% Synchronoss Technologies, Inc., 0.75%, 8/15/19	\$ 24,045
	Total Software	<u>\$ 24,045</u>
	TOTAL CONVERTIBLE CORPORATE BONDS (Cost \$197,506)	<u>\$ 184,635</u>
	CORPORATE BONDS – 31.9% of Net Assets	
	Aerospace & Defense – 0.6%	
50,000	Embraer Netherlands Finance BV, 5.4%, 2/1/27	\$ 51,626
120,000	Rockwell Collins, Inc., 3.2%, 3/15/24	115,561
70,000	United Technologies Corp., 4.125%, 11/16/28	69,349
	Total Aerospace & Defense	<u>\$ 236,536</u>
	Agriculture – 0.5%	
100,000	Altria Group, Inc., 2.625%, 1/14/20	\$ 99,085
125,000	Reynolds American, Inc., 4.45%, 6/12/25	120,530
	Total Agriculture	<u>\$ 219,615</u>
	Airlines – 0.6%	
30,794	Air Canada 2013-1 Class B Pass Through Trust, 5.375%, 5/15/21 (144A)	\$ 31,126
3,958	Delta Air Lines 2010-2 Class A Pass Through Trust, 4.95%, 5/23/19	3,980
25,000	Delta Air Lines, Inc., 2.875%, 3/13/20	24,834
109,006	Guanay Finance, Ltd., 6.0%, 12/15/20 (144A)	109,687
84,141	Latam Airlines 2015-1 Pass Through Trust A, 4.2%, 11/15/27	80,986
	Total Airlines	<u>\$ 250,613</u>
	Auto Manufacturers – 0.7%	
135,000	Ford Motor Co., 4.346%, 12/8/26	\$ 120,259
130,000	General Motors Co., 6.6%, 4/1/36	126,555
65,000	Nissan Motor Acceptance Corp., 3.15%, 3/15/21 (144A)	64,081
	Total Auto Manufacturers	<u>\$ 310,895</u>
	Auto Parts & Equipment – 0.2%	
100,000	Meritor, Inc., 6.25%, 2/15/24	\$ 95,500
	Total Auto Parts & Equipment	<u>\$ 95,500</u>
	Banks – 5.0%	
100,000(d)	Banco Continental SA via Continental Trustees Cayman, Ltd., 7.375% (3 Month USD LIBOR + 680 bps), 10/7/40 (144A)	\$ 105,001
65,000(d)	Banco de Credito del Peru, 6.875% (3 Month USD LIBOR + 771 bps), 9/16/26 (144A)	68,998
ARS 1,000,000(e)	Banco de la Ciudad de Buenos Aires, 0.0% (BADLARPP + 399 bps), 12/5/22	24,586
200,000	Barclays Plc, 4.375%, 1/12/26	189,987
200,000(b)(d)	BNP Paribas SA, 7.625% (5 Year USD Swap Rate + 631 bps) (144A)	203,750

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(continued)

Principal Amount USD (\$)		Value
Banks – (continued)		
145,000(e)	Canadian Imperial Bank of Commerce, 2.874% (3 Month USD LIBOR + 32 bps), 2/2/21	\$ 143,515
125,000	Credit Suisse Group Funding Guernsey, Ltd., 3.8%, 9/15/22	124,088
35,000	Freedom Mortgage Corp., 8.25%, 4/15/25 (144A)	29,925
65,000(d)	Goldman Sachs Group, Inc., 3.272% (3 Month USD LIBOR + 120 bps), 9/29/25	60,929
60,000(d)	Goldman Sachs Group, Inc., 4.223% (3 Month USD LIBOR + 130 bps), 5/1/29	57,743
200,000	Lloyds Banking Group Plc, 4.65%, 3/24/26	188,038
135,000	Morgan Stanley, 4.1%, 5/22/23	135,195
200,000	Nordea Bank Abp, 4.25%, 9/21/22 (144A)	201,023
200,000	QNB Finansbank AS, 4.875%, 5/19/22 (144A)	186,913
200,000(b)(d)	Royal Bank of Scotland Group Plc, 8.625% (5 Year USD Swap Rate + 760 bps)	207,000
125,000	SunTrust Bank, 2.45%, 8/1/22	120,507
95,000(d)	SunTrust Bank, 2.59% (3 Month USD LIBOR + 30 bps), 1/29/21	94,075
	Total Banks	<u>\$ 2,141,273</u>
Beverages – 0.6%		
100,000	Bacardi, Ltd., 5.3%, 5/15/48 (144A)	\$ 90,277
25,000	Constellation Brands, Inc., 2.25%, 11/6/20	24,523
150,000	Pernod Ricard SA, 4.45%, 1/15/22 (144A)	152,993
	Total Beverages	<u>\$ 267,793</u>
Biotechnology – 0.4%		
105,000	Biogen, Inc., 5.2%, 9/15/45	\$ 108,415
85,000	Celgene Corp., 4.55%, 2/20/48	73,661
	Total Biotechnology	<u>\$ 182,076</u>
Building Materials – 0.4%		
50,000	Owens Corning, 3.4%, 8/15/26	\$ 45,659
75,000	Owens Corning, 4.2%, 12/1/24	74,404
60,000	Standard Industries, Inc., 5.375%, 11/15/24 (144A)	56,325
	Total Building Materials	<u>\$ 176,388</u>
Chemicals – 0.5%		
20,000	CF Industries, Inc., 4.95%, 6/1/43	\$ 15,500
110,000	DowDuPont, Inc., 4.205%, 11/15/23	112,436
35,000	NOVA Chemicals Corp., 5.0%, 5/1/25 (144A)	31,500
40,000	Rain CII Carbon LLC/CII Carbon Corp., 7.25%, 4/1/25 (144A)	36,200
	Total Chemicals	<u>\$ 195,636</u>
Commercial Services – 0.5%		
35,000	Brink's Co., 4.625%, 10/15/27 (144A)	\$ 31,850
20,000	Moody's Corp., 3.25%, 6/7/21	19,923
50,000	President & Fellows of Harvard College, 2.3%, 10/1/23	48,724
35,000	United Rentals North America, Inc., 4.625%, 10/15/25	31,238
35,000	United Rentals North America, Inc., 4.875%, 1/15/28	30,712
61,000	Verisk Analytics, Inc., 5.5%, 6/15/45	61,747
	Total Commercial Services	<u>\$ 224,194</u>
Computers – 0.2%		
80,000	NCR Corp., 5.0%, 7/15/22	\$ 75,400
30,000	NCR Corp., 6.375%, 12/15/23	29,070
	Total Computers	<u>\$ 104,470</u>

Principal Amount USD (\$)		Value
	Diversified Financial Services – 0.8%	
71,000	Cantor Fitzgerald LP, 7.875%, 10/15/19 (144A)	\$ 73,090
120,000	Capital One Financial Corp., 4.25%, 4/30/25	119,111
100,000	GTP Acquisition Partners I LLC, 2.35%, 6/15/20 (144A)	98,390
12,000	Nationstar Mortgage Holdings, Inc., 8.125%, 7/15/23 (144A)	11,700
35,000	Nationstar Mortgage LLC/Nationstar Capital Corp., 6.5%, 6/1/22	34,300
	Total Diversified Financial Services	<u>\$ 336,591</u>
	Electric – 1.2%	
37,000	Calpine Corp., 5.75%, 1/15/25	\$ 33,855
10,000	Edison International, 2.4%, 9/15/22	9,430
100,000(b)(d)	Electricite de France SA, 5.25% (USD Swap Rate + 371 bps) (144A)	94,500
65,000	Iberdrola International BV, 6.75%, 7/15/36	77,122
105,000	NextEra Energy Capital Holdings, Inc., 3.55%, 5/1/27	100,196
17,000	NextEra Energy Operating Partners LP, 4.5%, 9/15/27 (144A)	15,130
40,000	NRG Energy, Inc., 6.625%, 1/15/27	40,300
95,000	Sempra Energy, 3.4%, 2/1/28	86,801
64,000(b)(d)	Southern California Edison Co., 6.25% (3 Month USD LIBOR + 420 bps)	60,960
	Total Electric	<u>\$ 518,294</u>
	Electrical Components & Equipments – 0.2%	
EUR 100,000	Belden, Inc., 2.875%, 9/15/25 (144A)	\$ 106,822
	Total Electrical Components & Equipments	<u>\$ 106,822</u>
	Electronics – 0.6%	
115,000	Amphenol Corp., 3.2%, 4/1/24	\$ 111,509
25,000	Flex, Ltd., 4.75%, 6/15/25	24,491
100,000	Flex, Ltd., 5.0%, 2/15/23	100,048
	Total Electronics	<u>\$ 236,048</u>
	Energy-Alternate Sources – 0.2%	
59,464	Alta Wind Holdings LLC, 7.0%, 6/30/35 (144A)	\$ 64,549
18,000	TerraForm Power Operating LLC, 4.25%, 1/31/23 (144A)	16,785
	Total Energy-Alternate Sources	<u>\$ 81,334</u>
	Entertainment – 0.2%	
80,000	Scientific Games International, Inc., 10.0%, 12/1/22	\$ 81,200
	Total Entertainment	<u>\$ 81,200</u>
	Food – 1.1%	
119,000	C&S Group Enterprises LLC, 5.375%, 7/15/22 (144A)	\$ 113,943
70,000	JBS USA LUX SA/JBS USA Finance, Inc., 5.75%, 6/15/25 (144A)	66,850
50,000	JBS USA LUX SA/JBS USA Finance, Inc., 6.75%, 2/15/28 (144A)	48,750
200,000	Minerva Luxembourg SA, 5.875%, 1/19/28 (144A)	174,000
25,000	Smithfield Foods, Inc., 2.65%, 10/3/21 (144A)	23,892
30,000	Smithfield Foods, Inc., 2.7%, 1/31/20 (144A)	29,594
	Total Food	<u>\$ 457,029</u>
	Forest Products & Paper – 0.2%	
70,000	International Paper Co., 4.8%, 6/15/44	\$ 62,763
16,000	International Paper Co., 6.0%, 11/15/41	16,855
	Total Forest Products & Paper	<u>\$ 79,618</u>

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(continued)

Principal Amount USD (\$)		Value
	Gas – 0.1%	
30,000	Boston Gas Co., 3.15%, 8/1/27 (144A)	\$ 28,619
	Total Gas	<u>\$ 28,619</u>
	Healthcare-Products – 1.0%	
40,000	Abbott Laboratories, 3.75%, 11/30/26	\$ 39,504
16,000	Agiliti Health, Inc., 7.625%, 8/15/20	15,880
95,000(e)	Becton Dickinson & Co., 3.678% (3 Month USD LIBOR + 88 bps), 12/29/20	94,045
110,000	Boston Scientific Corp., 4.0%, 3/1/28	106,770
75,000	Fresenius US Finance II, Inc., 4.5%, 1/15/23 (144A)	75,786
75,000	Medtronic, Inc., 3.15%, 3/15/22	74,793
	Total Healthcare-Products	<u>\$ 406,778</u>
	Healthcare-Services – 1.0%	
82,000	Anthem, Inc., 3.35%, 12/1/24	\$ 79,884
42,000	Anthem, Inc., 3.65%, 12/1/27	40,128
11,000	Anthem, Inc., 4.101%, 3/1/28	10,782
40,000	Centene Corp., 5.625%, 2/15/21	40,100
55,000	Cigna Corp., 4.375%, 10/15/28 (144A)	55,307
35,000	Humana, Inc., 3.95%, 3/15/27	34,194
50,000	MEDNAX, Inc., 5.25%, 12/1/23 (144A)	49,000
75,000	Molina Healthcare, Inc., 5.375%, 11/15/22	72,375
50,000	NYU Langone Hospitals, 4.428%, 7/1/42	50,486
10,000	RegionalCare Hospital Partners Holdings, Inc., 8.25%, 5/1/23 (144A)	10,100
	Total Healthcare-Services	<u>\$ 442,356</u>
	Home Builders – 0.7%	
40,000	DR Horton, Inc., 5.75%, 8/15/23	\$ 42,055
65,000	KB Home, 7.5%, 9/15/22	66,787
100,000	Lennar Corp., 4.5%, 6/15/19	99,750
36,000	Lennar Corp., 4.75%, 11/29/27	32,490
24,000	Meritage Homes Corp., 6.0%, 6/1/25	22,620
20,000	Meritage Homes Corp., 7.0%, 4/1/22	20,500
20,000	Toll Brothers Finance Corp., 4.875%, 11/15/25	18,700
	Total Home Builders	<u>\$ 302,902</u>
	Insurance – 1.7%	
85,000	AXA SA, 8.6%, 12/15/30	\$ 105,153
55,000	Delphi Financial Group, Inc., 7.875%, 1/31/20	57,567
100,000(d)	Farmers Insurance Exchange, 4.747% (3 Month USD LIBOR + 323 bps), 11/1/57 (144A)	88,396
200,000	MassMutual Global Funding II, 2.75%, 6/22/24 (144A)	191,685
90,000	Protective Life Corp., 4.3%, 9/30/28 (144A)	89,212
60,000	Teachers Insurance & Annuity Association of America, 4.27%, 5/15/47 (144A)	57,427
60,000	Teachers Insurance & Annuity Association of America, 4.9%, 9/15/44 (144A)	62,215
12,000	Teachers Insurance & Annuity Association of America, 6.85%, 12/16/39 (144A)	15,603
85,000	Torchmark Corp., 4.55%, 9/15/28	86,364
	Total Insurance	<u>\$ 753,622</u>

Principal Amount USD (\$)		Value
	Internet – 1.0%	
200,000	Alibaba Group Holding, Ltd., 3.4%, 12/6/27	\$ 184,932
30,000	Amazon.com, Inc., 2.8%, 8/22/24	29,159
115,000	Booking Holdings, Inc., 3.55%, 3/15/28	108,333
20,000	Booking Holdings, Inc., 3.6%, 6/1/26	19,431
100,000	Expedia Group, Inc., 3.8%, 2/15/28	90,683
25,000	Expedia Group, Inc., 4.5%, 8/15/24	25,032
	Total Internet	<u>\$ 457,570</u>
	Iron & Steel – 0.0%†	
32,000	United States Steel Corp., 6.25%, 3/15/26	\$ 28,000
	Total Iron & Steel	<u>\$ 28,000</u>
	Leisure Time – 0.2%	
94,000	VOC Escrow, Ltd., 5.0%, 2/15/28 (144A)	\$ 86,715
	Total Leisure Time	<u>\$ 86,715</u>
	Media – 0.8%	
65,000	Comcast Corp., 4.15%, 10/15/28	\$ 66,003
55,000	Comcast Corp., 4.25%, 10/15/30	55,622
200,000	CSC Holdings LLC, 5.5%, 4/15/27 (144A)	186,000
30,000	Sirius XM Radio, Inc., 5.375%, 7/15/26 (144A)	28,050
	Total Media	<u>\$ 335,675</u>
	Oil & Gas – 2.3%	
65,000	Antero Resources Corp., 5.625%, 6/1/23	\$ 61,750
134,000	Calumet Specialty Products Partners LP/Calumet Finance Corp., 6.5%, 4/15/21	111,890
90,000	Continental Resources, Inc., 4.375%, 1/15/28	84,669
200,000	Gazprom OAO Via Gaz Capital SA, 4.95%, 7/19/22 (144A)	201,598
65,000	Marathon Petroleum Corp., 5.375%, 10/1/22 (144A)	65,560
25,000	MEG Energy Corp., 6.5%, 1/15/25 (144A)	25,375
75,000	Newfield Exploration Co., 5.625%, 7/1/24	75,937
35,000	Nostrum Oil & Gas Finance BV, 8.0%, 7/25/22 (144A)	23,486
57,000	Oasis Petroleum, Inc., 6.875%, 3/15/22	53,723
33,000	Parsley Energy LLC/Parsley Finance Corp., 5.25%, 8/15/25 (144A)	29,865
2,000	Petrobras Global Finance BV, 6.125%, 1/17/22	2,052
25,000	Petrobras Global Finance BV, 7.375%, 1/17/27	25,688
79,000	Valero Energy Corp., 6.625%, 6/15/37	86,555
60,000	Whiting Petroleum Corp., 5.75%, 3/15/21	57,000
10,000	Whiting Petroleum Corp., 6.625%, 1/15/26	8,575
47,000	WPX Energy, Inc., 5.25%, 9/15/24	42,535
30,000	YPF SA, 6.95%, 7/21/27 (144A)	24,450
ARS 175,000	YPF SA, 16.5%, 5/9/22 (144A)	3,009
	Total Oil & Gas	<u>\$ 983,717</u>
	Pharmaceuticals – 1.4%	
EUR 115,000	AbbVie, Inc., 4.875%, 11/14/48	\$ 107,294
105,000	Bausch Health Cos., Inc., 4.5%, 5/15/23 (144A)	113,441
113,000	Cardinal Health, Inc., 3.079%, 6/15/24	106,113
45,000	CVS Health Corp., 4.1%, 3/25/25	44,551

SCHEDULE OF INVESTMENTS 12/31/18

(continued)

Principal Amount USD (\$)		Value
	Pharmaceuticals – (continued)	
34,750	CVS Pass-Through Trust, 5.773%, 1/10/33 (144A)	\$ 36,534
61,260	CVS Pass-Through Trust, 6.036%, 12/10/28	65,218
19,117	CVS Pass-Through Trust, 8.353%, 7/10/31 (144A)	23,120
25,000	Endo Finance LLC, 5.75%, 1/15/22 (144A)	20,812
116,000	Shire Acquisitions Investments Ireland, DAC, 2.875%, 9/23/23	109,657
	Total Pharmaceuticals	<u>\$ 626,740</u>
	Pipelines – 3.6%	
75,000	Blue Racer Midstream LLC/Blue Racer Finance Corp., 6.125%, 11/15/22 (144A)	\$ 72,375
55,000	Cheniere Energy Partners LP, 5.25%, 10/1/25	51,287
16,000	DCP Midstream Operating LP, 5.6%, 4/1/44	13,840
77,000	Enable Midstream Partners LP, 3.9%, 5/15/24	73,861
38,000	Enable Midstream Partners LP, 4.4%, 3/15/27	35,482
45,000	Enable Midstream Partners LP, 4.95%, 5/15/28	42,598
56,000	Energy Transfer LP, 5.5%, 6/1/27	54,600
30,000	Energy Transfer LP, 5.875%, 1/15/24	30,525
45,000	Energy Transfer Operating LP, 6.0%, 6/15/48	43,822
21,000	Energy Transfer Operating LP, 6.5%, 2/1/42	20,958
95,000	EnLink Midstream Partners LP, 5.45%, 6/1/47	76,829
32,000	Enterprise Products Operating LLC, 2.8%, 2/15/21	31,664
100,000	Genesis Energy LP/Genesis Energy Finance Corp., 6.75%, 8/1/22	97,500
95,000	Kinder Morgan, Inc., 5.05%, 2/15/46	86,748
25,000	Kinder Morgan, Inc., 5.3%, 12/1/34	24,504
65,000	Kinder Morgan, Inc., 5.55%, 6/1/45	64,374
25,000	MPLX LP, 4.125%, 3/1/27	23,803
135,000	MPLX LP, 4.875%, 12/1/24	137,421
56,000	ONEOK, Inc., 7.5%, 9/1/23	63,632
125,000	Phillips 66 Partners LP, 3.75%, 3/1/28	115,444
38,000	Sunoco Logistics Partners Operations LP, 5.4%, 10/1/47	34,436
19,000	Sunoco Logistics Partners Operations LP, 6.1%, 2/15/42	18,356
45,000	Targa Resources Partners LP/Targa Resources Partners Finance Corp., 4.125%, 11/15/19	44,606
52,000	Targa Resources Partners LP/Targa Resources Partners Finance Corp., 5.0%, 1/15/28	47,060
80,000	Texas Eastern Transmission LP, 3.5%, 1/15/28 (144A)	75,530
65,000	Williams Cos., Inc., 5.75%, 6/24/44	65,327
95,000	Williams Cos., Inc., 7.5%, 1/15/31	113,403
	Total Pipelines	<u>\$ 1,559,985</u>
	REITS – 1.8%	
75,000	Alexandria Real Estate Equities, Inc., 2.75%, 1/15/20	\$ 74,414
25,000	Alexandria Real Estate Equities, Inc., 3.95%, 1/15/27	24,258
20,000	Alexandria Real Estate Equities, Inc., 4.6%, 4/1/22	20,589
25,000	Duke Realty LP, 3.25%, 6/30/26	23,777
95,000	Essex Portfolio LP, 3.625%, 5/1/27	91,571
75,000	Healthcare Trust of America Holdings LP, 3.5%, 8/1/26	70,493
55,000	Healthcare Trust of America Holdings LP, 3.75%, 7/1/27	52,368
70,000	Highwoods Realty LP, 3.625%, 1/15/23	69,175
45,000	Highwoods Realty LP, 4.125%, 3/15/28	44,029

Principal Amount USD (\$)			Value
		REITS – (continued)	
150,000		SBA Tower Trust, 3.869%, 10/8/24 (144A)	\$ 148,825
66,000		UDR, Inc., 4.0%, 10/1/25	65,795
60,000		UDR, Inc., 4.4%, 1/26/29	60,516
		Total REITS	<u>\$ 745,810</u>
		Retail – 0.3%	
70,000		Alimentation Couche-Tard, Inc., 3.55%, 7/26/27 (144A)	\$ 65,357
65,000		Walmart, Inc., 3.4%, 6/26/23	65,670
		Total Retail	<u>\$ 131,027</u>
		Software – 0.4%	
49,000		Fiserv, Inc., 3.8%, 10/1/23	\$ 49,305
EUR 100,000		IQVIA, Inc., 2.875%, 9/15/25 (144A)	108,409
		Total Software	<u>\$ 157,714</u>
		Telecommunications – 0.3%	
50,000		Sprint Corp., 7.25%, 9/15/21	\$ 51,175
35,000		Sprint Corp., 7.625%, 3/1/26	34,563
25,000		Unison Ground Lease Funding LLC, 2.981%, 3/15/20 (144A)	24,827
35,000		Windstream Services LLC/Windstream Finance Corp., 6.375%, 8/1/23	13,912
		Total Telecommunications	<u>\$ 124,477</u>
		Trucking & Leasing – 0.6%	
200,000		Fly Leasing, Ltd., 6.375%, 10/15/21	\$ 199,500
45,000		Penske Truck Leasing Co. LP/PTL Finance Corp., 3.375%, 2/1/22 (144A)	44,498
		Total Trucking & Leasing	<u>\$ 243,998</u>
		TOTAL CORPORATE BONDS	
		(Cost \$14,128,123)	<u>\$13,717,630</u>
		FOREIGN GOVERNMENT BONDS – 2.5% of Net Assets	
		Argentina – 0.8%	
150,000		Argentine Republic Government International Bond, 6.625%, 7/6/28	\$ 110,550
250,000		Autonomous City of Buenos Aires Argentina, 7.5%, 6/1/27 (144A)	212,500
		Total Argentina	<u>\$ 323,050</u>
		Mexico – 0.7%	
MXN 550,000		Mexican Bonos, 6.5%, 6/9/22	\$ 26,285
MXN 520,000		Mexican Bonos, 7.5%, 6/3/27	24,594
MXN 3,926,200		Mexican Bonos, 8.0%, 12/7/23	195,128
MXN 1,390,893		Mexican Udibonos, 2.0%, 6/9/22	65,675
		Total Mexico	<u>\$ 311,682</u>
		Nigeria – 0.5%	
200,000		Africa Finance Corp., 4.375%, 4/29/20 (144A)	\$ 197,784
		Total Nigeria	<u>\$ 197,784</u>
		Norway – 0.2%	
NOK 750,000		Norway Government Bond, 2.0%, 5/24/23 (144A)	\$ 88,992
		Total Norway	<u>\$ 88,992</u>

SCHEDULE OF INVESTMENTS 12/31/18

(continued)

Principal Amount USD (\$)		Value
	Uruguay – 0.3%	
UYU 2,769,000	Uruguay Government International Bond, 8.5%, 3/15/28 (144A)	\$ 72,587
UYU 2,510,000	Uruguay Government International Bond, 9.875%, 6/20/22 (144A)	76,442
	Total Uruguay	<u>\$ 149,029</u>
	TOTAL FOREIGN GOVERNMENT BONDS	
	(Cost \$1,311,211)	<u>\$ 1,070,537</u>
	INSURANCE-LINKED SECURITIES – 0.1% of Net Assets(q)	
	Reinsurance Sidecars – 0.1%	
	Multiperil – Worldwide – 0.1%	
40,000+(g)	Lorenz Re 2017, Variable Rate Notes, 3/31/20	\$ 5,804
40,000+(g)	Lorenz Re 2018, Variable Rate Notes, 7/1/21	28,416
	Total Reinsurance Sidecars	<u>\$ 34,220</u>
	TOTAL INSURANCE-LINKED SECURITIES	
	(Cost \$49,405)	<u>\$ 34,220</u>
	MUNICIPAL BONDS – 1.7% of Net Assets(h)	
	Municipal General – 0.3%	
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
	Total Municipal General	<u>\$ 119,420</u>
	Municipal General Obligation – 0.6%	
155,000(i)	Commonwealth of Pennsylvania, 4.0%, 1/1/29	\$ 165,945
100,000(i)(j)	Commonwealth of Puerto Rico, Series A, 8.0%, 7/1/35	53,750
20,000(i)	State of Florida, Capital Outlay, Series C, 4.0%, 6/1/31	21,834
	Total Municipal General Obligation	<u>\$ 241,529</u>
	Municipal Higher Education – 0.5%	
10,000	Amherst College, 3.794%, 11/1/42	\$ 9,730
25,000	Baylor University, Series A, 4.313%, 3/1/42	25,454
35,000	California Educational Facilities Authority, Stanford University, Series U-7, 5.0%, 6/1/46	45,378
20,000	Massachusetts Development Finance Agency, Harvard University, Series A, 5.0%, 7/15/40	25,571
30,000	New York State Dormitory Authority, Columbia University, Series A-2, 5.0%, 10/1/46	39,220
75,000	Rhode Island Health & Educational Building Corp., Brown University, Series A, 4.0%, 9/1/47	77,495
	Total Municipal Higher Education	<u>\$ 222,848</u>
	Municipal Medical – 0.2%	
45,000	Illinois Finance Authority, Northwestern Memorial Healthcare, 4.0%, 7/15/47	\$ 45,305
15,000	Massachusetts Development Finance Agency, Partners Healthcare System, 4.0%, 7/1/36	15,516
25,000	Massachusetts Development Finance Agency, Partners Healthcare System, 4.0%, 7/1/41	25,320
	Total Municipal Medical	<u>\$ 86,141</u>
	Municipal Transportation – 0.1%	
20,000	Central Florida Expressway Authority, Senior Lien, 5.0%, 7/1/38	\$ 22,549
15,000	Port Authority of New York & New Jersey, Consolidated-174TH, 4.458%, 10/1/62	15,261
	Total Municipal Transportation	<u>\$ 37,810</u>
	Municipal Water – 0.0%†	
20,000	JEA Water & Sewer System Revenue, Series A, 4.0%, 10/1/35	\$ 21,227

Principal Amount USD (\$)		Value
	Municipal Water – (continued)	
20,000	JEA Water & Sewer System Revenue, Series A, 4.0%, 10/1/39	\$ 20,762
	Total Municipal Water	<u>\$ 41,989</u>
	TOTAL MUNICIPAL BONDS	
	(Cost \$772,733)	<u>\$ 749,737</u>
	SENIOR SECURED FLOATING RATE LOAN INTERESTS – 4.9% of Net Assets*(e)	
	Automobile – 0.5%	
34,130	Navistar, Inc., Tranche B Term Loan, 5.89% (LIBOR + 350 bps), 11/6/24	\$ 32,850
80,244	TI Group Automotive Systems LLC, Initial US Term Loan, 5.022% (LIBOR + 250 bps), 6/30/22	76,733
104,328	Tower Automotive Holdings USA LLC, Initial Term Loan, 5.188% (LIBOR + 275 bps), 3/7/24	100,025
	Total Automobile	<u>\$ 209,608</u>
	Broadcasting & Entertainment – 0.2%	
72,945	Sinclair Television Group, Inc., Tranche B Term Loan, 4.78% (LIBOR + 225 bps), 1/3/24	\$ 69,693
	Total Broadcasting & Entertainment	<u>\$ 69,693</u>
	Buildings & Real Estate – 0.2%	
73,308	Builders FirstSource, Inc., Refinancing Term Loan, 5.803% (LIBOR + 300 bps), 2/29/24	\$ 69,057
	Total Buildings & Real Estate	<u>\$ 69,057</u>
	Chemicals, Plastics & Rubber – 0.2%	
48,633	Axalta Coating Systems Dutch Holding B BV (Axalta Coating Systems U.S. Holdings, Inc.), Term B-3 Dollar Loan, 4.553% (LIBOR + 175 bps), 6/1/24	\$ 45,998
17,961	WR Grace & Co-CONN, Term B-1 Loan, 4.553% (LIBOR + 175 bps), 4/3/25	17,460
30,791	WR Grace & Co-CONN, Term B-2 Loan, 4.553% (LIBOR + 175 bps), 4/3/25	29,932
	Total Chemicals, Plastics & Rubber	<u>\$ 93,390</u>
	Diversified & Conglomerate Service – 0.1%	
23,833	ASGN, Inc. (fka On Assignment, Inc.), Initial Term B-1 Loan, 4.522% (LIBOR + 200 bps), 6/3/22	\$ 23,371
15,604	Iqvia, Inc. (Quintiles IMS), Term B-1 Dollar Loan, 4.803% (LIBOR + 200 bps), 3/7/24	15,124
	Total Diversified & Conglomerate Service	<u>\$ 38,495</u>
	Electronics – 0.3%	
65,000(k)	First Data Corp., 2024A New Dollar Term Loan, 4/26/24	\$ 62,278
16,686	Rovi Solutions Corp./Rovi Guides, Inc., Term B Loan, 5.03% (LIBOR + 250 bps), 7/2/21	15,893
46,566	Verint Systems, Inc., Refinancing Term Loan, 4.349% (LIBOR + 200 bps), 6/28/24	44,354
10,617	WESCO Distribution, Inc., Tranche B-1 Term Loan, 7.5% (PRIME + 200 bps), 12/12/19	10,564
	Total Electronics	<u>\$ 133,089</u>
	Healthcare & Pharmaceuticals – 0.4%	
27,305	CHS/Community Health Systems, Inc., Incremental 2021 Term H Loan, 5.957% (LIBOR + 325 bps), 1/27/21	\$ 26,234
71,760	Concentra, Inc., First Lien Tranche B-1 Term Loan, 5.13% (LIBOR + 275 bps), 6/1/22	68,710
72,532	Gentiva Health Services, Inc., First Lien Closing Date Initial Term Loan, 6.313% (LIBOR + 375 bps), 7/2/25	70,719
	Total Healthcare & Pharmaceuticals	<u>\$ 165,663</u>
	Healthcare, Education & Childcare – 0.4%	
48,750	Alliance HealthCare Services, Inc., First Lien Initial Term Loan, 7.022% (LIBOR + 450 bps), 10/24/23	\$ 48,019
9,054	Kinetic Concepts, Inc., Dollar Term Loan, 6.053% (LIBOR + 325 bps), 2/2/24	8,737

SCHEDULE OF INVESTMENTS 12/31/18

(continued)

Principal Amount USD (\$)		Value
	Healthcare, Education & Childcare – (continued)	
72,951	KUEHG Corp. (fka KC MergerSub, Inc.) (aka KinderCare), Term B-3 Loan, 6.553% (LIBOR + 375 bps), 2/21/25	\$ 70,543
82,836	Regionalcare Hospital Partners Holdings, Inc., First Lien Term B Loan, 7.129% (LIBOR + 450 bps), 11/16/25	78,625
	Total Healthcare, Education & Childcare	<u>\$ 205,924</u>
	Hotel, Gaming & Leisure – 0.4%	
84,460	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	\$ 80,588
111,838	MGM Growth Properties Operating Partnership LP, Term B Loan, 4.522% (LIBOR + 200 bps), 3/21/25	107,154
	Total Hotel, Gaming & Leisure	<u>\$ 187,742</u>
	Insurance – 0.8%	
146,170	Confie Seguros Holding II Co., Term B Loan, 7.457% (LIBOR + 475 bps), 4/19/22	\$ 144,465
97,028 [^]	Integro Parent, Inc., First Lien Initial Term Loan, 8.481% (LIBOR + 575 bps), 10/31/22	97,271
98,750	USI, Inc. (fka Compass Investors, Inc.), 2017 New Term Loan, 5.803% (LIBOR + 300 bps), 5/16/24	93,516
	Total Insurance	<u>\$ 335,252</u>
	Leasing – 0.0%†	
7,955	Kasima LLC (Digital Cinema Implementation Partners LLC), Term Loan, 5.256% (LIBOR + 250 bps), 5/17/21	\$ 7,898
	Total Leasing	<u>\$ 7,898</u>
	Leisure & Entertainment – 0.4%	
32,479	Fitness International LLC, Term B Loan, 5.772% (LIBOR + 325 bps), 4/18/25	\$ 31,017
47,277	MCC Iowa LLC, Tranche M Term Loan, 4.42% (LIBOR + 200 bps), 1/15/25	45,583
85,763	Six Flags Theme Parks, Inc., Tranche B Term Loan, 4.26% (LIBOR + 175 bps), 6/30/22	84,209
	Total Leisure & Entertainment	<u>\$ 160,809</u>
	Personal, Food & Miscellaneous Services – 0.2%	
103,096	Revlon Consumer Products Corp., Initial Term B Loan, 6.207% (LIBOR + 350 bps), 9/7/23	\$ 73,649
	Total Personal, Food & Miscellaneous Services	<u>\$ 73,649</u>
	Retail – 0.1%	
49,500	Staples, Inc., Closing Date Term Loan, 6.541% (LIBOR + 400 bps), 9/12/24	\$ 47,551
	Total Retail	<u>\$ 47,551</u>
	Telecommunications – 0.5%	
120,245	GCI Holdings, Inc., New Term B Loan, 4.772% (LIBOR + 225 bps), 2/2/22	\$ 116,638
117,831	Virgin Media Bristol LLC, Facility K, 4.955% (LIBOR + 250 bps), 1/15/26	112,028
	Total Telecommunications	<u>\$ 228,666</u>
	Utilities – 0.2%	
48,214	APLP Holdings, Ltd. Partnership, Term Loan, 5.272% (LIBOR + 275 bps), 4/13/23	\$ 47,160
36,386	Calpine Corp., Term Loan, 5.31% (LIBOR + 250 bps), 1/15/24	34,641
	Total Utilities	<u>\$ 81,801</u>
	TOTAL SENIOR SECURED FLOATING RATE LOAN INTERESTS	
	(Cost \$2,197,083)	<u>\$ 2,108,287</u>

**Principal
Amount
USD (\$)**

U.S. GOVERNMENT AND AGENCY OBLIGATIONS – 34.4% of Net Assets

Value

Principal Amount USD (\$)		Value
32,501	Fannie Mae, 3.0%, 10/1/30	\$ 32,523
98,623	Fannie Mae, 3.0%, 5/1/43	96,918
17,817	Fannie Mae, 3.0%, 5/1/46	17,419
51,626	Fannie Mae, 3.0%, 9/1/46	50,350
97,311	Fannie Mae, 3.0%, 10/1/46	94,906
101,241	Fannie Mae, 3.0%, 11/1/46	98,738
76,435	Fannie Mae, 3.0%, 1/1/47	74,889
27,353	Fannie Mae, 3.0%, 3/1/47	26,676
210,089	Fannie Mae, 3.0%, 10/1/47	204,893
75,000	Fannie Mae, 3.0%, 1/1/49 (TBA)	73,103
35,355	Fannie Mae, 3.5%, 12/1/25	35,787
53,281	Fannie Mae, 3.5%, 12/1/25	53,932
53,322	Fannie Mae, 3.5%, 6/1/42	53,738
25,907	Fannie Mae, 3.5%, 12/1/42	26,110
74,785	Fannie Mae, 3.5%, 2/1/44	75,193
53,441	Fannie Mae, 3.5%, 2/1/45	53,705
66,219	Fannie Mae, 3.5%, 6/1/45	66,463
56,336	Fannie Mae, 3.5%, 9/1/45	56,355
54,675	Fannie Mae, 3.5%, 1/1/46	54,845
32,922	Fannie Mae, 3.5%, 2/1/46	33,021
18,836	Fannie Mae, 3.5%, 3/1/46	18,893
43,666	Fannie Mae, 3.5%, 4/1/46	43,797
38,760	Fannie Mae, 3.5%, 5/1/46	38,906
46,059	Fannie Mae, 3.5%, 7/1/46	46,143
93,947	Fannie Mae, 3.5%, 9/1/46	94,191
19,713	Fannie Mae, 3.5%, 10/1/46	19,763
22,116	Fannie Mae, 3.5%, 10/1/46	22,167
42,808	Fannie Mae, 3.5%, 12/1/46	42,908
23,060	Fannie Mae, 3.5%, 1/1/47	23,108
60,805	Fannie Mae, 3.5%, 1/1/47	60,997
63,891	Fannie Mae, 3.5%, 1/1/47	64,028
109,485	Fannie Mae, 3.5%, 1/1/47	109,741
69,666	Fannie Mae, 3.5%, 5/1/47	69,771
78,382	Fannie Mae, 3.5%, 5/1/47	78,468
22,162	Fannie Mae, 3.5%, 7/1/47	22,191
79,926	Fannie Mae, 3.5%, 7/1/47	80,014
106,418	Fannie Mae, 3.5%, 7/1/47	106,501
22,329	Fannie Mae, 3.5%, 8/1/47	22,344
172,697	Fannie Mae, 3.5%, 8/1/47	172,780
28,213	Fannie Mae, 3.5%, 11/1/47	28,250
63,573	Fannie Mae, 3.5%, 12/1/47	63,578
107,835	Fannie Mae, 3.5%, 12/1/47	107,842
37,466	Fannie Mae, 3.5%, 1/1/48	37,469
28,510	Fannie Mae, 3.5%, 2/1/48	28,512
4,440	Fannie Mae, 4.0%, 12/1/19	4,546

SCHEDULE OF INVESTMENTS 12/31/18

(continued)

Principal Amount USD (\$)		Value
U.S. GOVERNMENT AND AGENCY OBLIGATIONS – (continued)		
60,202	Fannie Mae, 4.0%, 10/1/40	\$ 62,073
8,929	Fannie Mae, 4.0%, 12/1/40	9,191
7,779	Fannie Mae, 4.0%, 11/1/41	7,999
11,969	Fannie Mae, 4.0%, 12/1/41	12,307
12,024	Fannie Mae, 4.0%, 1/1/42	12,363
32,830	Fannie Mae, 4.0%, 1/1/42	33,758
61,009	Fannie Mae, 4.0%, 1/1/42	62,733
24,883	Fannie Mae, 4.0%, 2/1/42	25,586
14,644	Fannie Mae, 4.0%, 3/1/42	15,058
31,554	Fannie Mae, 4.0%, 4/1/42	32,445
40,802	Fannie Mae, 4.0%, 5/1/42	41,955
66,555	Fannie Mae, 4.0%, 7/1/42	68,435
194,437	Fannie Mae, 4.0%, 8/1/42	199,930
29,952	Fannie Mae, 4.0%, 11/1/43	30,737
32,927	Fannie Mae, 4.0%, 11/1/43	33,890
37,297	Fannie Mae, 4.0%, 11/1/43	38,275
26,843	Fannie Mae, 4.0%, 7/1/44	27,427
49,767	Fannie Mae, 4.0%, 8/1/44	50,831
16,612	Fannie Mae, 4.0%, 10/1/44	16,974
21,367	Fannie Mae, 4.0%, 10/1/45	21,806
81,831	Fannie Mae, 4.0%, 11/1/45	84,095
53,741	Fannie Mae, 4.0%, 12/1/45	54,849
56,544	Fannie Mae, 4.0%, 6/1/46	57,684
60,460	Fannie Mae, 4.0%, 7/1/46	61,673
74,359	Fannie Mae, 4.0%, 7/1/46	75,852
44,013	Fannie Mae, 4.0%, 8/1/46	44,893
19,664	Fannie Mae, 4.0%, 11/1/46	20,055
21,174	Fannie Mae, 4.0%, 11/1/46	21,597
91,519	Fannie Mae, 4.0%, 1/1/47	93,390
30,093	Fannie Mae, 4.0%, 4/1/47	30,786
35,402	Fannie Mae, 4.0%, 4/1/47	36,101
50,434	Fannie Mae, 4.0%, 4/1/47	51,601
20,627	Fannie Mae, 4.0%, 6/1/47	21,034
21,559	Fannie Mae, 4.0%, 6/1/47	21,983
21,585	Fannie Mae, 4.0%, 6/1/47	22,085
83,364	Fannie Mae, 4.0%, 6/1/47	85,004
25,971	Fannie Mae, 4.0%, 7/1/47	26,571
28,898	Fannie Mae, 4.0%, 7/1/47	29,467
24,600	Fannie Mae, 4.0%, 8/1/47	25,084
47,792	Fannie Mae, 4.0%, 8/1/47	48,730
55,461	Fannie Mae, 4.0%, 12/1/47	56,547
77,058	Fannie Mae, 4.0%, 4/1/48	78,568
89,905	Fannie Mae, 4.0%, 8/1/48	91,667
229,489	Fannie Mae, 4.5%, 8/1/40	240,376
65,889	Fannie Mae, 4.5%, 11/1/40	69,003
34,109	Fannie Mae, 4.5%, 5/1/41	35,727

**Principal
Amount
USD (\$)**

U.S. GOVERNMENT AND AGENCY OBLIGATIONS – (continued)

Value

13,384	Fannie Mae, 4.5%, 7/1/41	\$ 14,018
20,998	Fannie Mae, 4.5%, 12/1/41	21,747
30,809	Fannie Mae, 4.5%, 2/1/44	32,080
31,234	Fannie Mae, 4.5%, 2/1/44	32,521
90,118	Fannie Mae, 4.5%, 6/1/44	94,224
49,342	Fannie Mae, 4.5%, 5/1/46	51,140
320,000	Fannie Mae, 4.5%, 1/1/49 (TBA)	331,356
33,528	Fannie Mae, 5.0%, 4/1/30	35,135
26,000	Fannie Mae, 5.0%, 1/1/39	27,538
6,875	Fannie Mae, 5.0%, 6/1/40	7,298
157	Fannie Mae, 6.0%, 3/1/32	171
33,279	Federal Home Loan Mortgage Corp., 3.0%, 10/1/29	33,318
78,120	Federal Home Loan Mortgage Corp., 3.0%, 11/1/42	76,839
15,112	Federal Home Loan Mortgage Corp., 3.0%, 5/1/43	14,845
62,904	Federal Home Loan Mortgage Corp., 3.0%, 6/1/46	61,471
42,823	Federal Home Loan Mortgage Corp., 3.0%, 9/1/46	41,787
21,112	Federal Home Loan Mortgage Corp., 3.0%, 12/1/46	20,597
63,511	Federal Home Loan Mortgage Corp., 3.0%, 2/1/47	61,970
23,865	Federal Home Loan Mortgage Corp., 3.5%, 10/1/40	24,011
12,946	Federal Home Loan Mortgage Corp., 3.5%, 10/1/42	13,042
71,642	Federal Home Loan Mortgage Corp., 3.5%, 6/1/45	71,952
65,770	Federal Home Loan Mortgage Corp., 3.5%, 11/1/45	65,994
41,850	Federal Home Loan Mortgage Corp., 3.5%, 3/1/46	41,987
66,184	Federal Home Loan Mortgage Corp., 3.5%, 5/1/46	66,374
61,213	Federal Home Loan Mortgage Corp., 3.5%, 7/1/46	61,544
111,809	Federal Home Loan Mortgage Corp., 3.5%, 8/1/46	112,638
38,039	Federal Home Loan Mortgage Corp., 3.5%, 12/1/46	38,114
105,723	Federal Home Loan Mortgage Corp., 3.5%, 12/1/46	106,017
22,803	Federal Home Loan Mortgage Corp., 3.5%, 6/1/47	22,822
24,291	Federal Home Loan Mortgage Corp., 3.5%, 6/1/47	24,306
87,875	Federal Home Loan Mortgage Corp., 3.5%, 7/1/47	87,928
79,493	Federal Home Loan Mortgage Corp., 3.5%, 8/1/47	79,510
95,364	Federal Home Loan Mortgage Corp., 3.5%, 10/1/47	95,347
32,656	Federal Home Loan Mortgage Corp., 3.5%, 11/1/47	32,650
40,645	Federal Home Loan Mortgage Corp., 3.5%, 11/1/47	40,654
29,211	Federal Home Loan Mortgage Corp., 3.5%, 1/1/48	29,205
62,289	Federal Home Loan Mortgage Corp., 3.5%, 1/1/48	62,277
69,432	Federal Home Loan Mortgage Corp., 4.0%, 1/1/44	71,055
14,382	Federal Home Loan Mortgage Corp., 4.0%, 2/1/44	14,746
49,008	Federal Home Loan Mortgage Corp., 4.0%, 5/1/44	50,093
13,227	Federal Home Loan Mortgage Corp., 4.0%, 7/1/44	13,561
14,129	Federal Home Loan Mortgage Corp., 4.0%, 7/1/44	14,486
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	26,224
48,327	Federal Home Loan Mortgage Corp., 4.0%, 12/1/45	49,335
15,960	Federal Home Loan Mortgage Corp., 4.0%, 1/1/46	16,294

SCHEDULE OF INVESTMENTS 12/31/18

(continued)

Principal Amount USD (\$)		Value
U.S. GOVERNMENT AND AGENCY OBLIGATIONS – (continued)		
30,272	Federal Home Loan Mortgage Corp., 4.0%, 6/1/46	\$ 30,905
46,992	Federal Home Loan Mortgage Corp., 4.0%, 7/1/46	47,972
42,049	Federal Home Loan Mortgage Corp., 4.0%, 8/1/46	42,925
22,304	Federal Home Loan Mortgage Corp., 4.0%, 4/1/47	22,819
33,777	Federal Home Loan Mortgage Corp., 4.0%, 4/1/47	34,556
66,772	Federal Home Loan Mortgage Corp., 4.0%, 4/1/47	68,142
71,679	Federal Home Loan Mortgage Corp., 4.0%, 4/1/47	73,333
118,696	Federal Home Loan Mortgage Corp., 4.0%, 5/1/47	121,222
64,978	Federal Home Loan Mortgage Corp., 4.0%, 10/1/47	66,275
92,463	Federal Home Loan Mortgage Corp., 4.0%, 8/1/48	94,286
59,064	Federal Home Loan Mortgage Corp., 4.5%, 5/1/47	61,193
281	Federal Home Loan Mortgage Corp., 5.0%, 5/1/34	298
982	Federal Home Loan Mortgage Corp., 5.0%, 6/1/35	1,028
5,829	Federal Home Loan Mortgage Corp., 5.0%, 10/1/38	6,169
20,361	Federal Home Loan Mortgage Corp., 5.0%, 11/1/39	21,543
11,587	Federal Home Loan Mortgage Corp., 5.5%, 6/1/41	12,501
77,799	Government National Mortgage Association I, 3.5%, 11/15/41	78,724
18,412	Government National Mortgage Association I, 3.5%, 7/15/42	18,695
13,891	Government National Mortgage Association I, 3.5%, 10/15/42	14,084
25,335	Government National Mortgage Association I, 3.5%, 8/15/46	25,522
4,669	Government National Mortgage Association I, 4.0%, 12/15/41	4,788
228,834	Government National Mortgage Association I, 4.0%, 4/15/42	235,842
66,928	Government National Mortgage Association I, 4.0%, 8/15/43	69,078
10,748	Government National Mortgage Association I, 4.0%, 3/15/44	11,020
28,046	Government National Mortgage Association I, 4.0%, 9/15/44	28,756
29,529	Government National Mortgage Association I, 4.0%, 4/15/45	30,280
48,942	Government National Mortgage Association I, 4.0%, 6/15/45	50,180
5,875	Government National Mortgage Association I, 4.5%, 9/15/33	6,191
11,440	Government National Mortgage Association I, 4.5%, 4/15/35	11,900
25,313	Government National Mortgage Association I, 4.5%, 1/15/40	26,459
64,769	Government National Mortgage Association I, 4.5%, 3/15/40	67,648
20,033	Government National Mortgage Association I, 4.5%, 9/15/40	20,927
17,872	Government National Mortgage Association I, 4.5%, 7/15/41	18,660
4,611	Government National Mortgage Association I, 5.0%, 4/15/35	4,903
4,521	Government National Mortgage Association I, 5.5%, 1/15/34	4,887
6,197	Government National Mortgage Association I, 5.5%, 4/15/34	6,701
1,932	Government National Mortgage Association I, 5.5%, 7/15/34	2,090
4,329	Government National Mortgage Association I, 5.5%, 6/15/35	4,597
29	Government National Mortgage Association I, 6.0%, 8/15/19	29
642	Government National Mortgage Association I, 6.0%, 2/15/33	698
995	Government National Mortgage Association I, 6.0%, 3/15/33	1,068
1,059	Government National Mortgage Association I, 6.0%, 3/15/33	1,152
142	Government National Mortgage Association I, 6.0%, 6/15/33	152
1,761	Government National Mortgage Association I, 6.0%, 6/15/33	1,918
1,296	Government National Mortgage Association I, 6.0%, 7/15/33	1,422

**Principal
Amount
USD (\$)**

Value

U.S. GOVERNMENT AND AGENCY OBLIGATIONS – (continued)

1,781	Government National Mortgage Association I, 6.0%, 7/15/33	\$ 1,933
832	Government National Mortgage Association I, 6.0%, 9/15/33	896
2,480	Government National Mortgage Association I, 6.0%, 9/15/33	2,661
1,341	Government National Mortgage Association I, 6.0%, 10/15/33	1,452
4,358	Government National Mortgage Association I, 6.0%, 8/15/34	4,675
389	Government National Mortgage Association I, 6.5%, 3/15/29	419
1,117	Government National Mortgage Association I, 6.5%, 1/15/30	1,203
367	Government National Mortgage Association I, 6.5%, 2/15/32	418
423	Government National Mortgage Association I, 6.5%, 3/15/32	484
579	Government National Mortgage Association I, 6.5%, 11/15/32	660
48	Government National Mortgage Association I, 7.0%, 3/15/31	49
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
15,554	Government National Mortgage Association II, 3.5%, 4/20/45	15,651
19,881	Government National Mortgage Association II, 3.5%, 3/20/46	20,064
81,551	Government National Mortgage Association II, 3.5%, 11/20/46	82,092
41,058	Government National Mortgage Association II, 4.0%, 9/20/44	42,355
69,833	Government National Mortgage Association II, 4.0%, 10/20/46	71,779
68,550	Government National Mortgage Association II, 4.0%, 1/20/47	70,237
24,646	Government National Mortgage Association II, 4.0%, 2/20/48	25,389
24,722	Government National Mortgage Association II, 4.0%, 4/20/48	25,467
100,000	Government National Mortgage Association II, 4.0%, 1/1/49 (TBA)	102,391
12,180	Government National Mortgage Association II, 4.5%, 9/20/41	12,778
45,860	Government National Mortgage Association II, 4.5%, 9/20/44	47,307
15,249	Government National Mortgage Association II, 4.5%, 10/20/44	15,990
33,515	Government National Mortgage Association II, 4.5%, 11/20/44	35,144
3,256	Government National Mortgage Association II, 5.5%, 3/20/34	3,478
5,295	Government National Mortgage Association II, 6.0%, 11/20/33	5,740
450,000(I)	U.S. Treasury Bills, 1/2/19	450,000
240,000(I)	U.S. Treasury Bills, 1/8/19	239,910
450,000	U.S. Treasury Bills, 1/29/19	449,184
80,000	U.S. Treasury Bonds, 3.125%, 5/15/48	81,519
810,802	U.S. Treasury Inflation Indexed Bonds, 0.75%, 2/15/45	724,865
183,332	U.S. Treasury Inflation Indexed Bonds, 0.875%, 2/15/47	168,281
619,022	U.S. Treasury Inflation Indexed Bonds, 1.0%, 2/15/46	586,814
374,308	U.S. Treasury Inflation Indexed Bonds, 1.0%, 2/15/48	354,710
650,000	U.S. Treasury Notes, 1.625%, 6/30/20	641,215
675,000	U.S. Treasury Notes, 2.5%, 5/31/20	674,393
1,050,000	U.S. Treasury Notes, 2.5%, 6/30/20	1,049,180
	TOTAL U.S. GOVERNMENT AND AGENCY OBLIGATIONS	
	(Cost \$15,082,832)	<u>\$ 14,792,498</u>

SCHEDULE OF INVESTMENTS 12/31/18

(continued)

Number of Contracts	Description	Counterparty	Notional	Strike Price	Expiration Date	Value
OVER THE COUNTER (OTC) CALL OPTIONS PURCHASED – 0.0%						
3,182 ^(m)	Desarrolladora Homex SAB de CV	Bank of New York Mellon Corp.	MXN –	–(o)	10/23/22	\$ –
3,182 ⁽ⁿ⁾	Desarrolladora Homex SAB de CV	Bank of New York Mellon Corp.	MXN –	–(o)	10/23/22	\$ –
TOTAL OVER THE COUNTER (OTC) CALL OPTIONS PURCHASED (Premiums paid \$0)						\$ –
OVER THE COUNTER (OTC) CURRENCY PUT OPTIONS PURCHASED – 0.0%†						
956,000	Put EUR Call USD	Bank of America	EUR 13,618	EUR 1.15	5/27/19	\$ 15,820
440,000	Put EUR Call USD	Bank of America	EUR 6,594	EUR 1.15	9/23/19	9,214
						\$ 25,034
TOTAL OVER THE COUNTER (OTC) CURRENCY PUT OPTIONS PURCHASED (Premiums paid \$20,212)						\$ 25,034
TOTAL OPTIONS PURCHASED (Premiums paid \$20,212)						\$ 25,034
TOTAL INVESTMENTS IN UNAFFILIATED ISSUERS – 99.0% (Cost \$43,698,804)						\$42,537,619
Shares			Dividend Income	Net Realized Gain (Loss)	Change in Net Unrealized Appreciation (Depreciation)	
AFFILIATED ISSUER – 2.0%						
CLOSED-END FUND – 2.0% of Net Assets						
97,089(p)	Pioneer ILS Interval Fund		\$53,807	\$ –	\$(72,780)	\$ 839,822
TOTAL CLOSED-END FUND (Cost \$998,388)						\$ 839,822
TOTAL INVESTMENTS IN AFFILIATED ISSUER – 2.0% (Cost \$998,388)						\$ 839,822
Number of Contracts	Description	Counterparty	Notional	Strike Price	Expiration Date	
OVER THE COUNTER (OTC) CURRENCY CALL OPTIONS WRITTEN – 0.0%†						
(956,000)	Put EUR Call USD	Bank of America	EUR 13,618	EUR 1.27	5/27/19	\$ (879)
(440,000)	Put EUR Call USD	Bank of America	EUR 6,594	EUR 1.27	9/23/19	(2,011)
						\$ (2,890)
TOTAL OVER THE COUNTER (OTC) CURRENCY CALL OPTIONS WRITTEN (Premiums received \$(20,212))						\$ (2,890)
OTHER ASSETS AND LIABILITIES – (1.0)%						\$ (414,161)
NET ASSETS – 100.0%						\$42,960,390

bps Basis Points.
 FREMF Freddie Mac Multifamily Fixed-Rate Mortgage Loans.
 FRESB Freddie Mac Multifamily SB Certificates.

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 \$12,789,191, or 29.8% 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.
^	Security is valued using fair value methods (other than prices supplied by independent pricing services).
(a)	Non-income producing security.
(b)	Security is perpetual in nature and has no stated maturity date.
(c)	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.
(d)	The interest rate is subject to change periodically. The interest rate and/or reference index and spread shown at December 31, 2018.
(e)	Floating rate note. Coupon rate, reference index and spread shown at December 31, 2018.
(f)	Security represents the interest-only portion payments on a pool of underlying mortgages or mortgage-backed securities.
(g)	Rate to be determined.
(h)	Consists of Revenue Bonds unless otherwise indicated.
(i)	Represents a General Obligation Bond.
(j)	Security is in default.
(k)	This term loan will settle after December 31, 2018, at which time the interest rate will be determined.
(l)	Security issued with a zero coupon. Income is recognized through accretion of discount.
(m)	Option does not become effective until underlying company's outstanding common shares reach a market capitalization of MXN 12.5 billion.
(n)	Option does not become effective until underlying company's outstanding common shares reach a market capitalization of MXN 14.5 billion.
(o)	Strike price is 1 Mexican Peso (MXN).
(p)	Pioneer ILS Interval Fund is an affiliated fund managed by Amundi Pioneer Asset Management, Inc. (the "Adviser").
(q)	Securities are restricted as to resale.

FORWARD FOREIGN CURRENCY CONTRACTS

Currency Purchased	In Exchange for	Currency Sold	Deliver	Counterparty	Settlement Date	Unrealized Appreciation (Depreciation)
EUR	15,000	USD	(17,126)	Bank of America	1/28/19	\$ 95
EUR	64,463	SEK	(664,000)	Brown Brothers Harriman & Co.	1/28/19	(1,074)
NOK	1,173,000	EUR	(116,727)	Brown Brothers Harriman & Co.	1/28/19	1,754
EUR	8,000	USD	(9,159)	Citibank NA	1/25/19	23
INR	14,142,515	USD	(198,673)	Goldman Sachs International	2/25/19	3,344
SEK	4,513,636	USD	(500,955)	JPMorgan Chase Bank NA	1/25/19	9,306
USD	197,933	INR	(14,142,515)	JPMorgan Chase Bank NA	2/25/19	(4,083)
EUR	659,300	USD	(756,015)	State Street Bank & Trust Co.	1/28/19	915
NOK	574,704	EUR	(58,936)	State Street Bank & Trust Co.	1/28/19	(1,146)
NOK	2,000,339	USD	(234,462)	State Street Bank & Trust Co.	1/25/19	(2,972)
SEK	7,100,644	EUR	(687,201)	State Street Bank & Trust Co.	1/28/19	13,965
USD	110,177	MXN	(2,218,185)	State Street Bank & Trust Co.	1/31/19	(2,265)
TOTAL FORWARD FOREIGN CURRENCY CONTRACTS						<u>\$17,862</u>

SCHEDULE OF INVESTMENTS 12/31/18

(continued)

FUTURES CONTRACTS

FIXED INCOME INDEX FUTURES CONTRACTS

Number of Contracts Long	Description	Expiration Date	Notional Amount	Market Value	Unrealized Appreciation
36	U.S. 5-Year Note (CBT)	3/29/19	\$4,058,991	\$4,128,750	\$ 69,759
16	U.S. 10-Year Note (CBT)	3/20/19	1,904,250	1,952,250	48,000
			<u>\$5,963,241</u>	<u>\$6,081,000</u>	<u>\$117,759</u>

Number of Contracts Short	Description	Expiration Date	Notional Amount	Market Value	Unrealized Depreciation
39	Euro-Bobl	3/7/19	\$ 5,906,227	\$ 5,920,523	\$ (14,296)
3	Euro-Bund	3/7/19	558,215	562,030	(3,815)
22	U.S. 10-Year Ultra	3/20/19	2,789,790	2,861,719	(71,929)
3	U.S. Long Bond (CBT)	3/20/19	417,637	438,000	(20,363)
			<u>\$ 9,671,869</u>	<u>\$ 9,782,272</u>	<u>\$(110,403)</u>
TOTAL FUTURES CONTRACTS			<u>\$(3,708,628)</u>	<u>\$(3,701,272)</u>	<u>\$ 7,356</u>

SWAP CONTRACTS

CENTRALLY CLEARED CREDIT DEFAULT SWAP CONTRACT – SELL PROTECTION

Notional Amount (\$) ⁽¹⁾	Obligation Reference/Index	Pay/Receive ⁽²⁾	Annual Fixed Rate	Expiration Date	Premiums Paid	Unrealized Depreciation	Market Value
848,460	Markit CDX North America High Yield Index Series 31	Receive	5.00%	12/20/23	\$18,871	\$(481)	\$18,390

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

Notional Amount (\$) ⁽¹⁾	Counterparty	Obligation Reference/Index	Pay/Receive ⁽²⁾	Annual Fixed Rate	Expiration Date	Premiums (Received)	Unrealized Appreciation	Market Value
75,000	Morgan Stanley	Diamond Offshore Drilling, Inc.	Receive	1.00%	12/20/19	\$ (2,810)	\$2,332	\$ (478)
41,000	JPMorgan Chase Bank NA	Simon Property Group LP	Receive	1.00%	6/20/22	(135)	844	709
29,000	JPMorgan Chase Bank NA	Simon Property Group LP	Receive	1.00%	6/20/22	(82)	584	502
TOTAL OVER THE COUNTER (OTC) CREDIT DEFAULT SWAP CONTRACTS – SELL PROTECTION						<u>\$ (3,027)</u>	<u>\$3,760</u>	<u>\$ 733</u>
TOTAL SWAP CONTRACTS						<u>\$15,844</u>	<u>\$3,279</u>	<u>\$19,123</u>

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

⁽²⁾ Receives Quarterly.

Principal amounts are denominated in U.S. dollars ("USD") unless otherwise noted.

- ARS – Argentine Peso
- EUR – Euro
- INR – Indian Rupee
- MXN – Mexican Peso
- NOK – Norwegian Krone
- SEK – Swedish Krona
- UYU – Uruguayan Peso

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	\$ 3,688,342	\$ 3,966,660
Other Long-Term Securities	\$12,313,565	\$13,012,322

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 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 \$78,785 and sales of \$0 pursuant to these procedures, which resulted in a net realized gain/(loss) of \$0.

At December 31, 2018, the net unrealized depreciation on investments based on cost for federal tax purposes of \$44,723,547 was as follows:

Aggregate gross unrealized appreciation for all investments in which there is an excess of value over tax cost	\$ 319,137
Aggregate gross unrealized depreciation for all investments in which there is an excess of tax cost over value	<u>(1,623,792)</u>
Net unrealized depreciation	<u><u>\$ (1,304,655)</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
Common Stocks				
Paper & Forest Products	\$ -	\$ 57	\$ -	\$ 57
All other Common Stocks	117	-	-	117
Convertible Preferred Stocks	241,370	-	-	241,370
Asset Backed Securities	-	1,559,777	-	1,559,777
Collateralized Mortgage Obligations	-	8,053,720	-	8,053,720
Convertible Corporate Bonds	-	184,635	-	184,635
Corporate Bonds	-	13,717,630	-	13,717,630
Foreign Government Bonds	-	1,070,537	-	1,070,537
Insurance-Linked Securities				
Reinsurance Sidecars				
Multiperil - Worldwide	-	-	34,220	34,220
Municipal Bonds	-	749,737	-	749,737
Senior Secured Floating Rate Loan Interests	-	2,108,287	-	2,108,287
U.S. Government and Agency Obligations	-	14,792,498	-	14,792,498
Over The Counter (OTC) Call Options Purchased	-	-*	-	-*
Currency Put Options Purchased	-	25,034	-	25,034
Closed-End Fund	-	839,822	-	839,822
Total Investments in Securities	<u>\$241,487</u>	<u>\$43,101,734</u>	<u>\$34,220</u>	<u>\$43,377,441</u>
Other Financial Instruments				
Currency Call Options Written	\$ -	\$ (2,890)	\$ -	\$ (2,890)
Net unrealized appreciation on forward foreign currency contracts	-	17,862	-	17,862
Net unrealized appreciation on futures contracts	7,356	-	-	7,356
Swap contracts, at value	-	19,123	-	19,123
Total Other Financial Instruments	<u>\$ 7,356</u>	<u>\$ 34,095</u>	<u>\$ -</u>	<u>\$ 41,451</u>

* Securities valued at \$0.

SCHEDULE OF INVESTMENTS 12/31/18

(continued)

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

	Insurance-Linked Securities
Balance as of 12/31/17 ^(a)	\$35,408
Realized gain (loss) ⁽¹⁾	—
Change in unrealized appreciation (depreciation) ⁽²⁾	(10,593)
Accrued discounts/premiums	—
Purchases	40,000
Sales	(30,595)
Transfers in to Level 3**	—
Transfers out of Level 3**	—
Balance as of 12/31/18	<u>\$34,220</u>

^(a) Securities were classified as Corporate Bonds on the December 31, 2017 financial statements.

⁽¹⁾ Realized gain (loss) on these securities is included in the realized gain (loss) from investments on the Statement of Operations.

⁽²⁾ 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: \$ (8,353)

STATEMENT OF ASSETS AND LIABILITIES 12/31/18

ASSETS:

Investments in unaffiliated issuers, at value (cost \$43,698,804)	\$42,537,619
Investments in affiliated issuers, at value (cost \$998,388)	839,822
Cash	240,600
Foreign currencies, at value (cost \$3,800)	3,348
Futures collateral	117,750
Swaps collateral	64,577
Variation margin for futures	3,531
Variation margin for swap contracts	1,646
Net unrealized appreciation on forward foreign currency contracts	17,862
Net unrealized appreciation on futures contracts	7,356
Swap contracts, at value (net premiums paid \$15,844)	19,123
Receivables –	
Investment securities sold	10,056
Portfolio shares sold	8,669
Dividends	1,813
Interest	266,092
Due from the Adviser	1,798
Other assets	13,488
Total assets	<u>\$44,155,150</u>

LIABILITIES:

Payables –	
Investment securities purchased	\$ 1,011,918
Portfolio shares repurchased	65,429
Trustees' fees	43
Professional fees	47,362
Due to broker for futures	7,574
Due to broker for swaps	18,326
Written options outstanding (net premiums received \$(20,212))	2,890
Due to affiliates	5,513
Accrued expenses	35,705
Total liabilities	<u>\$ 1,194,760</u>

NET ASSETS:

Paid-in capital	\$44,400,795
Distributable earnings (loss)	<u>(1,440,405)</u>
Net assets	<u>\$42,960,390</u>

NET ASSET VALUE PER SHARE:

No par value (unlimited number of shares authorized)	
Class I (based on \$10,296,122/1,060,003 shares)	<u>\$ 9.71</u>
Class II (based on \$32,664,268/3,368,923 shares)	<u>\$ 9.70</u>

STATEMENT OF OPERATIONS

For the Year Ended 12/31/18

INVESTMENT INCOME:

Interest from unaffiliated issuers (net of withholding tax of \$5,698)	\$ 1,763,881	
Dividends from unaffiliated issuers	27,926	
Dividends from affiliated issuers	53,807	
Total investment income		<u>\$ 1,845,614</u>

EXPENSES:

Management fees	\$ 288,258	
Administrative expense	60,380	
Distribution fees		
Class II	84,192	
Custodian fees	71,893	
Professional fees	56,090	
Printing expense	43,288	
Pricing fees	57,053	
Trustees' fees	7,181	
Insurance expense	118	
Miscellaneous	1,058	
Total expenses		<u>\$ 669,511</u>
Less fees waived and expenses reimbursed by the Adviser		<u>(253,765)</u>
Net expenses		<u>\$ 415,746</u>
Net investment income		<u>\$ 1,429,868</u>

REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:

Net realized gain (loss) on:		
Investments in unaffiliated issuers	\$ (189,219)	
Written options	(3,147)	
Forward foreign currency contracts	(151,371)	
Futures contracts	62,041	
Swap contracts	(30,757)	
Other assets and liabilities denominated in foreign currencies	(39,371)	<u>\$ (351,824)</u>
Change in net unrealized appreciation (depreciation) on:		
Investments in unaffiliated issuers (net of foreign capital gains tax of \$(661))	\$(1,937,519)	
Investments in affiliated issuers	(72,780)	
Written options	17,322	
Forward foreign currency contracts	58,593	
Futures contracts	(29,268)	
Swap contracts	15,848	
Other assets and liabilities denominated in foreign currencies	(406)	<u>\$(1,948,210)</u>
Net realized and unrealized gain (loss) on investments		<u>\$(2,300,034)</u>
Net decrease in net assets resulting from operations		<u>\$ (870,166)</u>

STATEMENTS OF CHANGES IN NET ASSETS

	Year Ended 12/31/18	Year Ended 12/31/17
FROM OPERATIONS:		
Net investment income (loss)	\$ 1,429,868	\$ 1,465,745
Net realized gain (loss) on investments	(351,824)	132,343
Change in net unrealized appreciation (depreciation) on investments	<u>(1,948,210)</u>	<u>514,641</u>
Net increase (decrease) in net assets resulting from operations	<u>\$ (870,166)</u>	<u>\$ 2,112,729</u>
DISTRIBUTIONS TO SHAREOWNERS:		
Class I (\$0.35 and \$0.38 per share, respectively)	\$ (376,036)	\$ (408,680)*
Class II (\$0.33 and \$0.35 per share, respectively)	(1,100,874)	(1,186,052)*
Tax return of capital		
Class I (\$0.04 and \$— per share, respectively)	(42,067)	—
Class II (\$0.04 and \$— per share, respectively)	<u>(132,945)</u>	<u>—</u>
Total distributions to shareowners	<u>\$ (1,651,922)</u>	<u>\$ (1,594,732)</u>
FROM PORTFOLIO SHARE TRANSACTIONS:		
Net proceeds from sales of shares	\$ 9,687,590	\$ 10,809,563
Reinvestment of distributions	1,651,922	1,594,732
Cost of shares repurchased	<u>(12,328,514)</u>	<u>(11,360,641)</u>
Net increase (decrease) in net assets resulting from Portfolio share transactions	<u>\$ (989,002)</u>	<u>\$ 1,043,654</u>
Net increase (decrease) in net assets	<u>\$ (3,511,090)</u>	<u>\$ 1,561,651</u>
NET ASSETS:**		
Beginning of year	<u>\$ 46,471,480</u>	<u>\$ 44,909,829</u>
End of year	<u>\$ 42,960,390</u>	<u>\$ 46,471,480</u>

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

Net investment income:		
Class I (\$0.37 per share)		\$ (397,623)
Class II (\$0.34 per share)		(1,152,008)
Net realized gain:		
Class I (\$0.01 per share)		\$ (11,057)
Class II (\$0.01 per share)		(34,044)

** For the year ended December 31, 2017, distributions in excess of net investment income was presented as follows: \$(27,209)

	Year Ended 12/31/18 Shares	Year Ended 12/31/18 Amount	Year Ended 12/31/17 Shares	Year Ended 12/31/17 Amount
CLASS I				
Shares sold	153,899	\$ 1,535,606	91,032	\$ 932,236
Reinvestment of distributions	42,266	418,103	39,820	408,680
Less shares repurchased	<u>(195,629)</u>	<u>(1,940,809)</u>	<u>(143,323)</u>	<u>(1,468,786)</u>
Net increase (decrease)	<u>536</u>	<u>\$ 12,900</u>	<u>(12,471)</u>	<u>\$ (127,870)</u>
CLASS II				
Shares sold	817,440	\$ 8,151,984	964,065	\$ 9,877,327
Reinvestment of distributions	124,936	1,233,819	115,811	1,186,052
Less shares repurchased	<u>(1,043,102)</u>	<u>(10,387,705)</u>	<u>(965,219)</u>	<u>(9,891,855)</u>
Net increase (decrease)	<u>(100,726)</u>	<u>\$ (1,001,902)</u>	<u>114,657</u>	<u>\$ 1,171,524</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*
Class I					
Net asset value, beginning of period	\$ 10.28	\$ 10.16	\$ 9.78	\$ 10.28	\$ 10.37
Increase (decrease) from investment operations:					
Net investment income (loss)	\$ 0.34(a)	\$ 0.35(a)	\$ 0.38(a)	\$ 0.27(a)	\$ 0.33
Net realized and unrealized gain (loss) on investments	(0.52)	0.15	0.35	(0.40)	0.09
Net increase (decrease) from investment operations	\$ (0.18)	\$ 0.50	\$ 0.73	\$ (0.13)	\$ 0.42
Distributions to shareowners:					
Net investment income	\$ (0.28)	\$ (0.37)	\$ (0.35)	\$ (0.32)	\$ (0.39)
Net realized gain	(0.07)	(0.01)	—	(0.05)	(0.12)
Tax return of Capital	(0.04)	—	—	—	—
Total distributions	\$ (0.39)	\$ (0.38)	\$ (0.35)	\$ (0.37)	\$ (0.51)
Net increase (decrease) in net asset value	\$ (0.57)	\$ 0.12	\$ 0.38	\$ (0.50)	\$ (0.09)
Net asset value, end of period	\$ 9.71	\$ 10.28	\$ 10.16	\$ 9.78	\$ 10.28
Total return (b)	(1.78)%	4.99%(c)	7.58%	(1.27)%	3.96%
Ratio of net expenses to average net assets (d)	0.75%	0.75%	0.75%	1.20%	1.21%
Ratio of net investment income (loss) to average net assets	3.41%	3.43%	3.76%	2.66%	3.22%
Portfolio turnover rate	37%	48%	61%	56%	88%
Net assets, end of period (in thousands)	\$10,296	\$10,886	\$10,890	\$11,561	\$10,541
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 (d)	1.32%	1.18%	1.17%	1.20%	1.21%
Net investment income (loss) to average net assets	2.84%	3.00%	3.34%	2.66%	3.22%

* 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 periods 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) If the Portfolio had not recognized gains in settlement of class action lawsuits during the year ended December 31, 2017, the total return would have been 4.94%.

(d) 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*
Class II					
Net asset value, beginning of period	\$ 10.26	\$ 10.14	\$ 9.76	\$ 10.26	\$ 10.35
Increase (decrease) from investment operations:					
Net investment income (loss)	\$ 0.31(a)	\$ 0.33(a)	\$ 0.35(a)	\$ 0.24(a)	\$ 0.30
Net realized and unrealized gain (loss) on investments	(0.50)	0.14	0.36	(0.39)	0.09
Net increase (decrease) from investment operations	\$ (0.19)	\$ 0.47	\$ 0.71	\$ (0.15)	\$ 0.39
Distributions to shareowners:					
Net investment income	\$ (0.26)	\$ (0.34)	\$ (0.33)	\$ (0.30)	\$ (0.36)
Net realized gain	(0.07)	(0.01)	—	(0.05)	(0.12)
Tax return of Capital	(0.04)	—	—	—	—
Total distributions	\$ (0.37)	\$ (0.35)	\$ (0.33)	\$ (0.35)	\$ (0.48)
Net increase (decrease) in net asset value	\$ (0.56)	\$ 0.12	\$ 0.38	\$ (0.50)	\$ (0.09)
Net asset value, end of period	\$ 9.70	\$ 10.26	\$ 10.14	\$ 9.76	\$ 10.26
Total return (b)	(1.93)%	4.74%	7.32%	(1.52)%	3.71%
Ratio of net expenses to average net assets (c)	1.00%	1.00%	1.00%	1.45%	1.45%
Ratio of net investment income (loss) to average net assets	3.16%	3.18%	3.51%	2.41%	2.96%
Portfolio turnover rate	37%	48%	61%	56%	88%
Net assets, end of period (in thousands)	\$32,664	\$35,585	\$34,020	\$34,943	\$31,526
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)	1.57%	1.43%	1.42%	1.45%	1.45%
Net investment income (loss) to average net assets	2.59%	2.75%	3.09%	2.41%	2.96%

* 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 periods 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.

NOTES TO FINANCIAL STATEMENTS 12/31/18

1. Organization and Significant Accounting Policies

Pioneer Strategic Income 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 investment objective of the Portfolio is to produce a high level of current income.

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 schedule 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.

The value of foreign securities is translated into U.S. dollars based on foreign currency exchange rate quotations supplied by a third party pricing source. Trading in non-U.S. equity securities is substantially completed each day at various times prior to the close of the NYSE. The values of such securities used in computing the net asset value of the Portfolio's shares are determined as of such times. The Portfolio may use a fair value model developed by an independent pricing service to value non-U.S. equity securities.

Options contracts are generally valued at the mean between the last bid and ask prices on the principal exchange where they are traded. Over-the-counter ("OTC") options and options on swaps ("swaptions") are valued 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.

Forward foreign currency exchange contracts are valued daily using the foreign exchange rate or, for longer term forward contract positions, the spot currency rate and the forward points on a daily basis, in each case provided by a third party pricing service. Contracts whose forward settlement date falls between two quoted days are valued by interpolation.

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 funds' 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, three securities were valued using fair value methods (in addition to securities valued using prices supplied by independent pricing services,

broker-dealers or using a third party insurance pricing model) representing 0.23% of net assets. The value of these fair valued securities was \$97,271.

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. Foreign Currency Translation

The books and records of the Portfolio are maintained in U.S. dollars. Amounts denominated in foreign currencies are translated into U.S. dollars using current exchange rates.

Net realized gains and losses on foreign currency transactions, if any, represent, among other things, the net realized gains and losses on foreign currency contracts, disposition of foreign currencies and the difference between the amount of income accrued and the U.S. dollars actually received. Further, the effects of changes in foreign currency exchange rates on investments are not segregated on the Statement of Operations from the effects of changes in the market prices of those securities, but are included with the net realized and unrealized gain or loss on investments.

D. 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.

In addition to meeting the requirements of the Internal Revenue Code, the Portfolio may be required to pay local taxes on the recognition of capital gains and/or the repatriation of foreign currencies in certain countries. During the year ended December 31, 2018, the Portfolio paid no such taxes.

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 \$79,473 of short-term losses under the Regulated Investment Company Modernization Act of 2010, without limitation.

The Portfolio has elected to defer \$55,802 of ordinary losses recognized between November 1, 2018 and December 31, 2018 to its fiscal year ending December 31, 2019.

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

	2018	2017
Distributions paid from:		
Ordinary income	\$1,258,096	\$1,594,732
Long-term capital gain	218,814	–
Tax return of capital	175,012	–
Total	<u>\$1,651,922</u>	<u>\$1,594,732</u>

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

	2018
Distributable earnings:	
Capital loss carryforward	\$ (79,473)
Current year late year loss	(55,802)
Net unrealized depreciation	<u>(1,305,130)</u>
Total	<u>\$(1,440,405)</u>

The difference between book basis and tax basis unrealized depreciation is attributable to the tax deferral of losses on wash sales, the mark to market of swaps and futures contracts, adjustments relating to catastrophe bonds and credit default swaps, and interest accruals on preferred stocks.

E. 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 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.

F. 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.

G. 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.

H. Purchased Options

The Portfolio may purchase put and call options to seek to increase total return. Purchased call and put options entitle the Portfolio to buy and sell a specified number of shares or units of a particular security, currency or index at a specified price at a specific date or within a specific period of time. Upon the purchase of a call or put option, the premium paid by the Portfolio is included on the Statement of Assets and Liabilities as an investment. All premiums are marked-to-market daily, and any unrealized appreciation or depreciation is recorded on the Portfolio's Statement of Operations. As the purchaser of an index option, the Portfolio has the right to receive a cash payment equal to any depreciation in the value of the index below the strike price of the option (in the case of a put) or equal to any appreciation in the value of the index over the strike price of the option (in the case of a call) as of the valuation date of the option. Premiums paid for purchased call and put options which have expired are

treated as realized losses on investments on the Statement of Operations. Upon the exercise or closing of a purchased put option, the premium is offset against the proceeds on the sale of the underlying security or financial instrument in order to determine the realized gain or loss on investments. Upon the exercise or closing of a purchased call option, the premium is added to the cost of the security or financial instrument. The risk associated with purchasing options is limited to the premium originally paid.

The average market value of purchased options contracts open during the year ended December 31, 2018 was \$13,822. Open purchased options at December 31, 2018 are listed in the Portfolio's Schedule of Investments.

I. Option Writing

The Portfolio may write put and covered call options to seek to increase total return. When an option is written, the Portfolio receives a premium and becomes obligated to purchase or sell the underlying security at a fixed price, upon the exercise of the option. When the Portfolio writes an option, an amount equal to the premium received by the Portfolio is recorded as "Written options outstanding" on the Statement of Assets and Liabilities and is subsequently adjusted to the current value of the option written. Premiums received from writing options that expire unexercised are treated by the Portfolio on the expiration date as realized gains from investments on the Statement of Operations. The difference between the premium and the amount paid on effecting a closing purchase transaction, including brokerage commissions, is also treated as a realized gain on the Statement of Operations, or, if the premium is less than the amount paid for the closing purchase transaction, as a realized loss on the Statement of Operations. If a call option is exercised, the premium is added to the proceeds from the sale of the underlying security in determining whether the Portfolio has realized a gain or loss. The Portfolio as writer of an option bears the market risk of an unfavorable change in the price of the security underlying the written option.

The average market value of written options for the year ended December 31, 2018 was \$(4,447). Open written options contracts at December 31, 2018 are listed in the Portfolio's Schedule of Investments.

J. Forward Foreign Currency Contracts

The Portfolio may enter into forward foreign currency contracts ("contracts") for the purchase or sale of a specific foreign currency at a fixed price on a future

date. All contracts are marked to market daily at the applicable exchange rates, and any resulting unrealized appreciation or depreciation is recorded in the Portfolio's financial statements. The Portfolio records realized gains and losses at the time a contract is offset by entry into a closing transaction or extinguished by delivery of the currency. Risks may arise upon entering into these contracts from the potential inability of counterparties to meet the terms of the contract and from unanticipated movements in the value of foreign currencies relative to the U.S. dollar (see Note 6).

At December 31, 2018, the Portfolio had entered into various forward foreign currency contracts that obligated the Portfolio to deliver or take delivery of currencies at specified future maturity dates. Alternatively, prior to the settlement date of a forward foreign currency contract, the Portfolio may close out such contract by entering into an offsetting contract.

The average market value of forward foreign currency contracts open during the year ended December 31, 2018, was \$278,589. Open forward foreign currency contracts outstanding at December 31, 2018, are listed in the Schedule of Investments.

K. 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 \$(6,849,239). Open futures contracts outstanding at December 31, 2018 are listed in the Schedule of Investments.

L. 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 contracts 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 \$(79,978). 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 0.65% of the Portfolio's average daily net assets. For the year ended December 31, 2018, the effective management fee was equivalent to 0.65% 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 \$16,000 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 expenses) of the Portfolio to the extent required to reduce Portfolio expenses to 0.75% and 1.00% of the average daily net assets attributable to Class I and Class II shares, respectively. Fees waived and expenses reimbursed during the year ended December 31, 2018, are reflected on the Statement of Operations. These expense limitations are 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 \$4,399 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 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 \$1,114 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 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.

NOTES TO FINANCIAL STATEMENTS 12/31/18

(continued)

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)
Bank of America	\$25,129	\$ (2,890)	\$ -	\$ -	\$22,239
Bank of New York Mellon Corp.	-*	-	-	-	-*
Brown Brothers Harriman & Co.	1,754	(1,074)	-	-	680
Citibank NA	23	-	-	-	23
Goldman Sachs International	3,344	-	-	-	3,344
JPMorgan Chase Bank NA	10,734	(4,083)	-	-	6,651
Morgan Stanley					
Capital Services LLC	2,332	-	-	-	2,332
State Street Bank & Trust Co.	14,880	(6,383)	-	-	8,497
Total	\$58,196	\$(14,430)	\$ -	\$ -	\$43,766

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)
Bank of America	\$ 2,890	\$ (2,890)	\$ -	\$ -	\$ -
Bank of New York Mellon Corp.	-	-	-	-	-
Brown Brothers Harriman & Co.	1,074	(1,074)	-	-	-
Citibank NA	-	-	-	-	-
Goldman Sachs International	-	-	-	-	-
JPMorgan Chase Bank NA	4,083	(4,083)	-	-	-
Morgan Stanley					
Capital Services LLC	-	-	-	-	-
State Street Bank & Trust Co.	6,383	(6,383)	-	-	-
Total	\$14,430	\$(14,430)	\$ -	\$ -	\$ -

* Includes securities that are valued at \$0.

- (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.

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:

Statement of Assets and Liabilities	Interest Rate Risk	Credit Risk	Foreign Exchange Rate Risk	Equity Risk	Commodity Risk
Assets					
Call options purchased*	\$ -	\$ -	\$ -	\$ -**	\$ -
Currency put options purchased*	-	-	25,034	-	-
Net unrealized appreciation on forward foreign currency contracts	-	-	17,862	-	-
Net unrealized appreciation on futures contracts	7,356	-	-	-	-
Swap contracts, at value	-	19,123	-	-	-
Total Value	\$7,356	\$19,123	\$42,896	\$ -**	\$ -

Statement of Assets and Liabilities	Interest Rate Risk	Credit Risk	Foreign Exchange Rate Risk	Equity Risk	Commodity Risk
Liabilities					
Written options outstanding	\$ -	\$ -	\$ 2,890	\$ -	\$ -
Total Value	\$ -	\$ -	\$2,890	\$ -	\$ -

* Reflects the market value of purchased option contracts (see Note 1H.). These amounts are included in investments in unaffiliated issuers, at value, on the statement of assets and liabilities.

** Includes securities that are valued at \$0.

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:

Statement of Operations	Interest Rate Risk	Credit Risk	Foreign Exchange Rate Risk	Equity Risk	Commodity Risk
Net realized gain (loss) on:					
Currency put options purchased*	\$ -	\$ -	\$ 7,727	\$ -	\$ -
Written options	-	-	(3,147)	-	-
Forward foreign currency contracts	-	-	(151,371)	-	-
Futures contracts	62,041	-	-	-	-
Swap contracts	-	(30,757)	-	-	-
Total Value	\$ 62,041	\$(30,757)	\$(146,791)	\$ -	\$ -
Change in net unrealized appreciation (depreciation) on:					
Currency put options purchased**	\$ -	\$ -	\$ 4,822	\$ -	\$ -
Written options	-	-	17,322	-	-
Forward foreign currency contracts	-	-	58,593	-	-
Futures contracts	(29,268)	-	-	-	-
Swap contracts	-	15,848	-	-	-
Total Value	\$(29,268)	\$ 15,848	\$ 80,737	\$ -	\$ -

* Reflects the net realized gain (loss) on purchased option contracts (see Note 1H.). These amounts are included in net realized gain (loss) on investments in unaffiliated issuers, on the statements of operations.

** Reflects the change in net unrealized appreciation (depreciation) on purchased option contracts (see Note 1H.). These amounts are included in change in net unrealized appreciation (depreciation) on Investments in unaffiliated issuers, on the statements of operations.

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**To the Board of Trustees of Pioneer Variable Contracts Trust and the Shareholders of Pioneer Strategic Income VCT Portfolio:****Opinion on the Financial Statements**

We have audited the accompanying statement of assets and liabilities of Pioneer Strategic Income 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 Strategic Income 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.

The signature of Ernst & Young LLP is written in a cursive, handwritten style in black ink.

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, 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 an 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 Strategic Income 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.

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 fifth 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 fourth quintile relative to its Strategic Insight peer group for the comparable period. The Trustees noted the Portfolio's relatively small asset size compared to most of the other funds in its peer group. The Trustees considered that non-management fee operating expenses generally are spread over a smaller asset base than the other funds in the peer group, which results in these fees being significantly higher as a percentage of assets. 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

APPROVAL OF INVESTMENT MANAGEMENT AGREEMENT

(continued)

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 Strategic Income 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 Strategic Income 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
Margaret B.W. Graham (71) 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
Lorraine H. Monchak (62) 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
Marguerite A. Piret (70) 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)
Fred J. Ricciardi (71) 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 Strategic Income 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
Lisa M. Jones (56)* 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

Kenneth J. Taubes (60)* 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
Christopher J. Kelley (54) 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
Carol B. Hannigan (57) 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 Strategic Income 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
Thomas Reyes (56) 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
Mark E. Bradley (59) 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
Luis I. Presutti (53) 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
Gary Sullivan (60) 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
David F. Johnson (39) 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
John Malone (48) 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
Kelly O'Donnell (47) 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



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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. This information is also available on the Securities and Exchange Commission's web site at www.sec.gov.