

PIONEER VARIABLE CONTRACTS TRUST

Pioneer Strategic Income VCT Portfolio — Class I and II Shares

SEMIANNUAL REPORT

June 30, 2018

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

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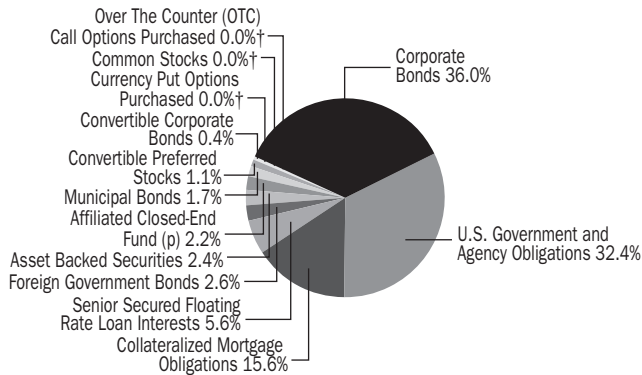
This report is authorized for distribution only when preceded or accompanied by a prospectus for the Portfolio being offered.

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. The filed form may also be viewed and copied at the Commission's Public Reference Room in Washington, D.C. Information regarding the operations of the Public Reference Room may be obtained by calling 1-800-SEC-0330.

PORTFOLIO UPDATE 6/30/18

Portfolio Diversification*

(As a percentage of total investments)**



* Includes investments in Insurance-Linked Securities totaling 2.3% of total investments.

† Amount rounds to less than 0.1%.

5 Largest Holdings

(As a percentage of total investments)**

1. U.S. Treasury Bills, 7/19/18	2.28%
2. Pioneer ILS Interval Fund (p)	2.15
3. U.S. Treasury Inflation Indexed Bonds, 0.75%, 2/15/45	1.78
4. U.S. Treasury Note, 2.5%, 5/31/20	1.54
5. U.S. Treasury Note, 1.625%, 6/30/20	1.46

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

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

PERFORMANCE UPDATE 6/30/18

Prices and Distribution

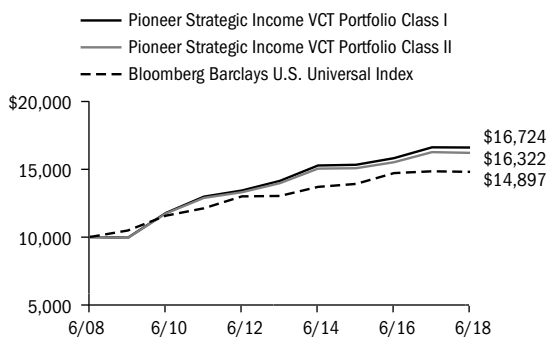
Net Asset Value per Share	6/30/18	12/31/17
Class I	\$9.84	\$10.28
Class II	\$9.82	\$10.26

Distributions per Share (1/1/18 - 6/30/18)	Net Investment Income	Short-Term Capital Gains	Long-Term Capital Gains
Class I	\$0.1738	\$0.0173	\$0.0484
Class II	\$0.1609	\$0.0173	\$0.0484

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.

Performance of a \$10,000 Investment

The following chart shows the change in value of an investment made in Class I and 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.

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.

Average Annual Total Returns

(As of June 30, 2018)

	Class I	Class II	Bloomberg Barclays U.S. Universal Index
10 Years	5.28%	5.02%	4.07%
5 Years	3.30%	3.04%	2.63%
1 Year	-0.09%	-0.34%	-0.28%

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

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

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 January 1, 2018 through June 30, 2018.

Share Class	I	II
Beginning Account Value on 1/1/18	\$1,000.00	\$1,000.00
Ending Account Value on 6/30/18	\$ 980.30	\$ 979.00
Expenses Paid During Period*	\$ 3.68	\$ 4.91

* 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 181/365 (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 January 1, 2018 through June 30, 2018.

Share Class	I	II
Beginning Account Value on 1/1/18	\$1,000.00	\$1,000.00
Ending Account Value on 6/30/18	\$1,021.08	\$1,019.84
Expenses Paid During Period*	\$ 3.76	\$ 5.01

* 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 181/365 (to reflect the one-half year period).

PORTFOLIO MANAGEMENT DISCUSSION 6/30/18

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.

In the following interview, Jonathan Scott* and Andrew Feltus discuss the factors that affected the performance of Pioneer Strategic Income VCT Portfolio during the six-month period ended June 30, 2018. Mr. Scott, a Vice President and portfolio manager at Amundi Pioneer Asset Management, Inc. (“Amundi Pioneer”), Mr. Feltus, Senior Vice President, 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 six months ended June 30, 2018?

A: Pioneer Strategic Income VCT Portfolio’s Class I shares returned –1.97% at net asset value during the six-month period ended June 30, 2018, and Class II shares returned –2.10%, while the Portfolio’s benchmark, the Bloomberg Barclays U.S. Universal Index (the Bloomberg Barclays Index), returned –1.67%.

Q: How would you describe the investment environment in the fixed-income markets during the six-month period ended June 30, 2018?

A: The first half of 2018 saw prices of fixed-income assets broadly decline as interest rates moved higher. The short end of the Treasury yield curve rose as investors positioned their portfolios for the U.S. Federal Reserve’s (the Fed’s) continued normalization of the federal funds rate, the Fed’s benchmark overnight lending rate. During the period, the Fed raised rates in both March and June, while signaling the potential for two additional hikes before the end of 2018.

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. The 10-year Treasury yield began 2018 at 2.40%, but by mid-February it was trading more or less in a band around 2.90%. The 10-year yield would reach a high of 3.11% in mid-May before easing to 2.85% by the end of June. For the full six-month period, the Treasury curve flattened as yield increases were more significant on the short end.

While the interest-rate environment provided a headwind for bond investors, credit-market sentiment did receive a boost over the period from a positive fundamental backdrop featuring solid economic growth and strong corporate profits. Lower tax rates and accelerated expensing of capital investment under the terms of the U.S. tax legislation passed at the end of 2017 further fueled investor optimism. However, the Trump administration’s escalating trade rhetoric and concurrent measures, 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.

* Mr. Scott became a manager of the Portfolio effective June 8, 2018.

For the six months ended June 30, 2018, the investment-grade corporate market, which is relatively sensitive to changes in interest rates, posted a return of -3.27% (as measured by the Bloomberg Barclays U.S. Corporate Bond Index). U.S. Treasuries and structured assets, such as residential mortgage-backed securities (RMBS), were also in negative territory for the period, but held up better than investment-grade corporates, as RMBS received support from strong consumer fundamentals.

Q: What factors influenced the Portfolio's performance relative to the Bloomberg Barclays Index during the six-month period ended June 30, 2018?

A: Currency allocations were the leading detractor from the Portfolio's benchmark-relative performance over the period, most notably a trade designed to benefit from any strengthening in the Swedish krona relative to the euro. We had anticipated that the Swedish central bank (Riksbank) might be poised to raise rates, given emerging signs of inflation in that economy. However, the Riksbank held off rate hikes during the period. We believe our thesis still holds, however, and maintained the Portfolio's position entering the second half of 2018. A short-duration stance to German bonds also detracted from relative returns, as the 10-year bund yield declined due to a flight-to-quality trade in the wake of political uncertainty in Italy.

Another detractor from the Portfolio's benchmark-relative performance for the six-month period was a large underweight allocation to U.S. Treasuries. As of June 30, 2018, the Portfolio's allocation to nominal Treasuries (as opposed to Treasury inflation-protected securities, or "TIPS") was roughly 4%, compared with an allocation of more than 31% in the Bloomberg Barclays Index.

On the positive side, the Portfolio's positioning with respect to interest rates was the leading positive contributor to benchmark-relative performance during the period. In particular, the Portfolio was underweight the two-to-five-year maturity range on the yield curve, where prices were negatively affected by the Fed's rate increases. In addition, the Portfolio's underweight (short) duration stance was a positive contributor to benchmark-relative returns in a rising-rate environment. (Duration is a measure of the price sensitivity of a fixed-income investment to changes in interest rates, expressed as a number of years.) As of June 30, 2018, the Portfolio's average effective duration was 4.4 years, compared with 5.8 years for the benchmark Bloomberg Barclays Index.

Asset allocation decisions, in aggregate, contributed positively to the Portfolio's relative returns. In that vein, an allocation to floating-rate bank loans was a significant contributor to relative performance, as loans outperformed all other credit-based asset classes over the six-month period. A position in event-linked securities, including so-called "catastrophe bonds" – which are sponsored by insurance companies looking to transfer some of the

risk of damage-claim payments in the event of a natural disaster – was another contributor to the Portfolio's benchmark-relative returns. We view modest, tactical exposure to catastrophe bonds as offering the Portfolio a valuable source of diversification** and incremental income. In addition, a position in TIPS gave a slight boost to the Portfolio's relative results, as TIPS outperformed nominal Treasuries on the back of increased inflation expectations over the six-month period.

Security selection was essentially a neutral factor in the Portfolio's benchmark-relative performance during the period. Among individual holdings, standout performers for the Portfolio 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. Holdings that detracted from the Portfolio's relative performance included Argentinian bonds denominated in the U.S. dollar.

Q: Did the Portfolio have any investments in derivative securities during the six-month period ended June 30, 2018? If so, did the derivatives have any material impact on performance?

A: Yes, we invested the Portfolio in three types of derivatives during the period: credit default swaps, forward foreign currency transactions (currency forwards and options), and Treasury futures. The credit default swaps, 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 Portfolio duration in the U.S., had a positive effect on performance.

Q: What factors affected the Portfolio's yield, or distributions to shareholders, during the six-month period ended June 30, 2018?

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

Q: What is your investment outlook and how is the Portfolio positioned heading into the second half of the fiscal year?

A: Overall, we continue to position the Portfolio for solid economic growth and rising interest rates, with an overweight to the credit markets, an underweight to U.S. Treasuries, and a below-benchmark stance with respect to duration. The Portfolio holds a position in long-duration TIPS, which are designed to

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

help protect the Portfolio should inflation exceed expectations. The Portfolio remains underweight to investment-grade corporates, where we still see tight spreads as well as an increase in leverage driven by merger-and-acquisition activity, share buybacks, and dividend increases. (Credit spreads are commonly defined as the differences in yield between Treasuries and other types of fixed-income securities with similar maturities.)

The Fed is expected to continue to gradually raise short-term interest rates, and the tapering of its long-term bond portfolio, which began last October, should also inevitably lead to some tightening of credit conditions. The markets will be watching closely for any data that could signal the potential for accelerating inflation, which could spur the Fed to increase its benchmark interest rate more rapidly than currently anticipated. That would also have a negative impact on corporate credit.

We continue to view structured securities in general as being more attractively valued than corporate securities. At the end of the six-month period, RMBS represented the Portfolio's largest asset-class exposure, with U.S. government-agency mortgages representing the largest sector allocation within the mortgage-backed (MBS) segment. We are comfortable that the pace of the Fed's post-quantitative easing withdrawal from the agency-MBS market will not put any undue pressure on spreads. In addition, we view the asset class as providing potentially valuable liquidity should credit conditions deteriorate.

Given the strong fundamental backdrop and near-term outlook for a continued low default rate, we are maintaining the Portfolio's exposure to the below-investment-grade market segments. We maintain a preference for bank loans over high-yield bonds, as the floating-rate feature of bank loans can provide protection against rising interest rates. Our stance toward the emerging markets (EM) is cautious, driven in part by the sensitivity of EM to the Chinese economy, around which there is heightened uncertainty in the wake of the recent trade disputes with the U.S.

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.

Please refer to the Schedule of Investments on pages 9 to 34 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 6/30/18 (UNAUDITED)

Shares		Value
	UNAFFILIATED ISSUERS – 96.3%	
	COMMON STOCKS – 0.0%† of Net Assets	
	CONSUMER DURABLES & APPAREL – 0.0%†	
	Homebuilding – 0.0%†	
15,463	Desarrolladora Homex SAB de CV	\$ 86
	Total Consumer Durables & Apparel	<u>\$ 86</u>
	ENERGY – 0.0%†	
	Oil & Gas Exploration & Production – 0.0%†	
2(a)	SilverBow Resources, Inc.	\$ 58
	Total Energy	<u>\$ 58</u>
	MATERIALS – 0.0%†	
	Forest Products – 0.0%†	
1,032	Emerald Plantation Holdings, Ltd.	\$ 57
	Total Materials	<u>\$ 57</u>
	TOTAL COMMON STOCKS	
	(Cost \$5,579)	<u>\$ 201</u>
	CONVERTIBLE PREFERRED STOCKS – 1.1% of Net Assets	
	BANKS – 1.1%	
	Diversified Banks – 1.1%	
179(b)	Bank of America Corp., 7.25%	\$ 223,840
220(b)	Wells Fargo & Co., 7.5%	277,081
	Total Banks	<u>\$ 500,921</u>
	TOTAL CONVERTIBLE PREFERRED STOCKS	
	(Cost \$461,953)	<u>\$ 500,921</u>
Principal Amount USD (\$)		
	ASSET BACKED SECURITIES – 2.4% of Net Assets	
	BANKS – 2.4%	
	Thriffs & Mortgage Finance – 2.4%	
32,925(c)	Credit-Based Asset Servicing & Securitization LLC, Series 2005-CB6, Class A3, 3.763%, 7/25/35	\$ 32,807
34,785(c)	Equifirst Mortgage Loan Trust, Series 2003-1, Class IF1, 4.01%, 12/25/32	35,039
30,000	Hardee's Funding LLC, Series 2018-1A, Class All, 4.959%, 6/20/48 (144A)	30,241
45,569	Icon Brand Holdings LLC, Series 2013-1A, Class A2, 4.352%, 1/25/43 (144A)	41,514
100,000	Kabbage Asset Securitization LLC, Series 2017-1, Class A, 4.571%, 3/15/22 (144A)	100,958
50,000	Oxford Finance Funding LLC, Series 2016-1A, Class A, 3.968%, 6/17/24 (144A)	49,777
59,480(c)	RCO Mortgage LLC, Series 2017-1, Class A1, 3.375%, 8/25/22 (144A)	59,153
98,417	STORE Master Funding I LLC, Series 2015-1A, Class A1, 3.75%, 4/20/45 (144A)	96,722
130,000(d)	Towd Point Mortgage Trust, Series 2017-2, Class M1, 3.75%, 4/25/57 (144A)	129,413
85,000(d)	Towd Point Mortgage Trust, Series 2017-4, Class A2, 3.0%, 6/25/57 (144A)	80,718
110,000(d)	Towd Point Mortgage Trust, Series 2017-6, Class A2, 3.0%, 10/25/57 (144A)	103,834
155,000(d)	Towd Point Mortgage Trust, Series 2017-6, Class M1, 3.25%, 10/25/57 (144A)	145,417
84,238(d)	Towd Point Mortgage Trust, Series 2018-2, Class A1, 3.25%, 3/25/58 (144A)	83,374
72,188	Westgate Resorts LLC, Series 2017-1A, Class B, 4.05%, 12/20/30 (144A)	71,446
	Total Banks	<u>\$ 1,060,413</u>
	TOTAL ASSET BACKED SECURITIES	
	(Cost \$1,079,388)	<u>\$ 1,060,413</u>

SCHEDULE OF INVESTMENTS 6/30/18 (UNAUDITED)

(continued)

Principal Amount USD (\$)		Value
	COLLATERALIZED MORTGAGE OBLIGATIONS – 15.3% of Net Assets	
	BANKS – 14.9%	
	Thriffs & Mortgage Finance – 14.9%	
52,179(d)	Agate Bay Mortgage Trust, Series 2013-1, Class A1, 3.5%, 7/25/43 (144A)	\$ 51,347
43,485(d)	Agate Bay Mortgage Trust, Series 2015-5, Class A3, 3.5%, 7/25/45 (144A)	42,683
85,000(d)	Bayview Opportunity Master Fund Iva Trust, Series 2017-RT5, Class B1, 4.0%, 5/28/69 (144A)	86,425
40,000(d)	Bayview Opportunity Master Fund Iva Trust, Series 2017-SPL5, Class B1, 4.0%, 6/28/57 (144A)	40,740
25,000(d)	Bayview Opportunity Master Fund Iva Trust, Series 2017-SPL5, Class B2, 4.5%, 6/28/57 (144A)	26,144
100,000(d)	CCRESG Commercial Mortgage Trust, Series 2016-HEAT, Class D, 5.671%, 4/10/29 (144A)	102,113
100,000(d)	CCRESG Commercial Mortgage Trust, Series 2016-HEAT, Class E, 5.671%, 4/10/29 (144A)	100,528
50,000(d)	CIM Trust, Series 2017-7, Class M2, 4.0%, 4/25/57 (144A)	50,610
49,418(d)	CIM Trust, Series 2018-J1, Class A10, 3.5%, 3/25/48 (144A)	48,792
50,000	Citigroup Commercial Mortgage Trust, Series 2018-B2, Class A3, 3.744%, 3/10/51	49,932
21,407(d)	Citigroup Mortgage Loan Trust, Series 2013-J1, Class B4, 3.528%, 10/25/43 (144A)	20,299
110,699(d)	Citigroup Mortgage Loan Trust, Series 2018-RP2, Class A1, 3.5%, 2/25/58 (144A)	110,417
100,000	COMM Mortgage Trust, Series 2012-CR2, Class AM, 3.791%, 8/15/45	101,252
25,000	COMM Mortgage Trust, Series 2012-CR4, Class AM, 3.251%, 10/15/45	24,391
100,000(d)	COMM Mortgage Trust, Series 2013-CR11, Class C, 5.334%, 8/10/50 (144A)	101,755
100,000	COMM Mortgage Trust, Series 2015-3BP, Class A, 3.178%, 2/10/35 (144A)	97,306
50,000(d)	COMM Mortgage Trust, Series 2015-CR25, Class B, 4.696%, 8/10/48	51,867
50,000(d)	CSAIL Commercial Mortgage Trust, Series 2015-C4, Class D, 3.736%, 11/15/48	44,635
25,000	CSAIL Commercial Mortgage Trust, Series 2016-C6, Class A5, 3.09%, 1/15/49	23,978
21,625(d)	CSMC Trust, Series 2013-IVR1, Class B4, 3.469%, 3/25/43 (144A)	20,668
22,018(d)	CSMC Trust, Series 2013-IVR4, Class B4, 3.483%, 7/25/43 (144A)	21,215
30,343(d)	CSMC Trust, Series 2014-OAK1, Class B4, 3.735%, 11/25/44 (144A)	29,640
46,396(d)	CSMC Trust, Series 2015-1, Class B4, 3.943%, 1/25/45 (144A)	43,685
77,292(d)	CSMC Trust, Series 2017-HL1, Class A1, 3.5%, 6/25/47 (144A)	75,752
46,824(d)	CSMC Trust, Series 2017-HL2, Class A1, 3.5%, 10/25/47 (144A)	45,715
50,000	DBJPM Mortgage Trust, Series 2016-C3, Class A5, 2.89%, 9/10/49	47,181
87,024(d)	EverBank Mortgage Loan Trust, Series 2013-1, Class A2, 2.5%, 3/25/43 (144A)	83,510
62,885(d)	Flagstar Mortgage Trust, Series 2017-2, Class A13, 3.5%, 10/25/47 (144A)	61,572
52,241(d)	Flagstar Mortgage Trust, Series 2018-1, Class A5, 3.5%, 3/25/48 (144A)	51,560
94,441(d)	Flagstar Mortgage Trust, Series 2018-1, Class A13, 3.5%, 3/25/48 (144A)	91,563
89,739(d)	Flagstar Mortgage Trust, Series 2018-2, Class A14, 3.5%, 4/25/48 (144A)	87,016
48,307(e)	FRESB Mortgage Trust, Series 2017-SB39, Class A5H, 2.63% (1 Month USD LIBOR + 261 bps), 8/25/37	47,384
25,000	GS Mortgage Securities Corp. II, Series 2013-GC10, Class B, 3.682%, 2/10/46 (144A)	24,745
100,000(e)	Home Partners of America Trust, Series 2017-1, Class D, 3.985% (1 Month USD LIBOR + 190 bps), 7/17/34 (144A)	100,321
100,000(e)	Home Partners of America Trust, Series 2018-1, Class A, 2.834% (1 Month USD LIBOR + 90 bps), 7/17/37 (144A)	100,047
100,000(e)	Hospitality Mortgage Trust, Series 2017-HIT, Class E, 5.58% (1 Month USD LIBOR + 355 bps), 5/8/30 (144A)	100,219
100,000(d)	Irvine Core Office Trust, Series 2013-IRV, Class A2, 3.279%, 5/15/48 (144A)	98,899
100,000(d)	JP Morgan Chase Commercial Mortgage Securities Trust, Series 2012-C8, Class B, 3.977%, 10/15/45 (144A)	100,129
57,662(e)	JP Morgan Chase Commercial Mortgage Securities Trust, Series 2014-FL4, Class C, 4.273% (1 Month USD LIBOR + 220 bps), 12/15/30 (144A)	57,747
27,122(d)	JP Morgan Mortgage Trust, Series 2014-1, Class B4, 3.738%, 1/25/44 (144A)	26,548
22,654(d)	JP Morgan Mortgage Trust, Series 2014-1, Class B5, 3.738%, 1/25/44 (144A)	21,420

**Principal
Amount
USD (\$)**

Thriffs & Mortgage Finance – (continued)

Value

60,000(d)	JP Morgan Mortgage Trust, Series 2014-IVR6, Class B4, 2.782%, 7/25/44 (144A)	\$ 58,004
28,718(d)	JP Morgan Mortgage Trust, Series 2016-2, Class B1, 2.706%, 6/25/46 (144A)	28,894
19,145(d)	JP Morgan Mortgage Trust, Series 2016-2, Class B2, 2.706%, 6/25/46 (144A)	18,998
80,171(d)	JP Morgan Mortgage Trust, Series 2016-3, Class 1A1, 3.5%, 10/25/46 (144A)	78,692
31,483(d)	JP Morgan Mortgage Trust, Series 2016-3, Class AM, 3.371%, 10/25/46 (144A)	30,985
46,554(d)	JP Morgan Mortgage Trust, Series 2016-5, Class AM, 2.611%, 12/25/46 (144A)	45,605
140,818(d)	JP Morgan Mortgage Trust, Series 2017-1, Class A3, 3.5%, 1/25/47 (144A)	139,157
80,108(d)	JP Morgan Mortgage Trust, Series 2017-1, Class A11, 3.5%, 1/25/47 (144A)	78,659
33,826(d)	JP Morgan Mortgage Trust, Series 2017-2, Class A6, 3.0%, 5/25/47 (144A)	32,983
39,065(d)	JP Morgan Mortgage Trust, Series 2017-2, Class B1, 3.746%, 5/25/47 (144A)	38,083
97,269(d)	JP Morgan Mortgage Trust, Series 2017-3, Class 1A13, 3.5%, 8/25/47 (144A)	95,211
35,929(d)	JP Morgan Mortgage Trust, Series 2017-4, Class A3, 3.5%, 11/25/48 (144A)	35,244
130,918(d)	JP Morgan Mortgage Trust, Series 2017-4, Class A6, 3.0%, 11/25/48 (144A)	128,947
103,797(d)	JP Morgan Mortgage Trust, Series 2017-4, Class A13, 3.5%, 11/25/48 (144A)	99,451
24,831(d)	JP Morgan Mortgage Trust, Series 2017-5, Class B2, 3.173%, 10/26/48 (144A)	24,006
49,662(d)	JP Morgan Mortgage Trust, Series 2017-5, Class B3, 3.173%, 10/26/48 (144A)	47,049
104,057(d)	JP Morgan Mortgage Trust, Series 2017-6, Class A3, 3.5%, 12/25/48 (144A)	102,009
51,286(d)	JP Morgan Mortgage Trust, Series 2017-6, Class A5, 3.5%, 12/25/48 (144A)	50,649
55,948(d)	JP Morgan Mortgage Trust, Series 2017-6, Class A6, 3.0%, 12/25/48 (144A)	54,903
97,800(d)	JP Morgan Mortgage Trust, Series 2018-3, Class A3, 3.5%, 9/25/48 (144A)	95,875
30,000(d)	JP Morgan Trust, Series 2015-5, Class B4, 2.972%, 5/25/45 (144A)	28,533
50,000	JPMBB Commercial Mortgage Securities Trust, Series 2014-C22, Class A4, 3.801%, 9/15/47	50,746
25,600(e)	La Hipotecaria Panamanian Mortgage Trust, Series 2007-1GA, Class A, 4.0% (Panamanian Mortgage Reference Rate - 125 bps), 12/23/36 (144A)	25,440
99,705(d)	Mello Mortgage Capital Acceptance, Series 2018-MTG1, Class A9, 3.5%, 5/25/48 (144A)	94,892
60,000(d)	Mill City Mortgage Loan Trust, Series 2017-2, Class M1, 3.25%, 7/25/59 (144A)	58,418
65,000(d)	Mill City Mortgage Loan Trust, Series 2017-2, Class M3, 3.25%, 7/25/59 (144A)	60,880
34,983(d)	Mill City Mortgage Loan Trust, Series 2017-3, Class M1, 3.25%, 1/25/61 (144A)	34,076
100,000(d)	Morgan Stanley Capital I Trust, Series 2016-BNK2, Class D, 3.0%, 11/15/49 (144A)	79,161
25,000	Morgan Stanley Capital I Trust, Series 2016-UBS9, Class D, 3.0%, 3/15/49 (144A)	20,293
70,000(d)	New Residential Mortgage Loan Trust, Series 2018-RPL1, Class A1, 3.5%, 12/25/57 (144A)	69,524
67,793(d)	NRP Mortgage Trust, Series 2013-1, Class A1, 3.25%, 7/25/43 (144A)	65,892
31,090(d)	NRP Mortgage Trust, Series 2013-1, Class B4, 3.313%, 7/25/43 (144A)	28,759
100,000	Progress Residential Trust, Series 2017-SFR1, Class E, 4.261%, 8/17/34 (144A)	99,159
125,925(d)	PSMC Trust, Series 2018-1, Class A1, 3.5%, 2/25/48 (144A)	124,744
21,348(e)	RESI Finance LP, Series 2003-C, Class B3, 3.446% (1 Month USD LIBOR + 140 bps), 9/10/35 (144A)	18,955
50,000	Seasoned Credit Risk Transfer Trust, Series 2018-2, Class HT, 3.0%, 11/25/57	47,881
42,291(d)	Sequoia Mortgage Trust, Series 2012-6, Class A1, 2.5%, 12/25/42	40,295
123,215(d)	Sequoia Mortgage Trust, Series 2013-2, Class A, 1.874%, 2/25/43	110,683
53,049(d)	Sequoia Mortgage Trust, Series 2013-3, Class A1, 2.0%, 3/25/43	48,979
33,401(d)	Sequoia Mortgage Trust, Series 2013-4, Class A2, 2.5%, 4/25/43	31,488
146,459(d)	Sequoia Mortgage Trust, Series 2013-5, Class A2, 3.0%, 5/25/43 (144A)	140,321
70,208(d)	Sequoia Mortgage Trust, Series 2013-6, Class A1, 2.5%, 5/25/43	66,528
52,229	Sequoia Mortgage Trust, Series 2013-6, Class B3, 3.524%, 5/25/43	50,461
43,537(d)	Sequoia Mortgage Trust, Series 2013-7, Class A1, 2.5%, 6/25/43	41,440
81,632(d)	Sequoia Mortgage Trust, Series 2013-7, Class A2, 3.0%, 6/25/43	78,720
49,907(d)	Sequoia Mortgage Trust, Series 2013-10, Class A1, 3.5%, 8/25/43 (144A)	49,111
153,332(d)	Sequoia Mortgage Trust, Series 2015-1, Class A6, 2.5%, 1/25/45 (144A)	150,133

SCHEDULE OF INVESTMENTS 6/30/18 (UNAUDITED)

(continued)

Principal Amount USD (\$)		Value
Thriffs & Mortgage Finance – (continued)		
30,088(d)	Sequoia Mortgage Trust, Series 2015-2, Class A1, 3.5%, 5/25/45 (144A)	\$ 29,608
535(d)	Sequoia Mortgage Trust, Series 2016-1, Class A10, 3.5%, 6/25/46 (144A)	526
89,387(d)	Sequoia Mortgage Trust, Series 2017-2, Class A1, 3.5%, 2/25/47 (144A)	87,794
29,261(d)	Sequoia Mortgage Trust, Series 2017-3, Class A19, 3.5%, 4/25/47 (144A)	28,468
52,235(d)	Sequoia Mortgage Trust, Series 2017-4, Class A1, 3.5%, 7/25/47 (144A)	51,337
97,595(d)	Sequoia Mortgage Trust, Series 2018-2, Class A1, 3.5%, 2/25/48 (144A)	96,065
43,794(d)	Sequoia Mortgage Trust, Series 2018-3, Class A19, 3.5%, 3/25/48 (144A)	42,822
67,806(d)	Shellpoint Co-Originator Trust, Series 2017-1, Class A19, 3.5%, 4/25/47 (144A)	66,217
60,000(d)	TIAA Bank Mortgage Loan Trust, Series 2018-2, Class A1, 3.5%, 7/25/48 (144A)	58,622
75,000(d)	Towd Point Mortgage Trust, Series 2015-3, Class M2, 4.0%, 3/25/54 (144A)	75,816
70,000(d)	Towd Point Mortgage Trust, Series 2015-6, Class M1, 3.75%, 4/25/55 (144A)	70,431
55,000(d)	Towd Point Mortgage Trust, Series 2016-1, Class M1, 3.5%, 2/25/55 (144A)	54,519
100,000(d)	Towd Point Mortgage Trust, Series 2017-1, Class A2, 3.5%, 10/25/56 (144A)	99,042
105,000(d)	Towd Point Mortgage Trust, Series 2017-1, Class M1, 3.75%, 10/25/56 (144A)	105,160
115,000(d)	Towd Point Mortgage Trust, Series 2017-2, Class A2, 3.25%, 4/25/57 (144A)	112,950
47,433	Wells Fargo Commercial Mortgage Trust, Series 2014-LC16, Class A2, 2.819%, 8/15/50	47,401
50,000	Wells Fargo Commercial Mortgage Trust, Series 2014-LC16, Class ASB, 3.477%, 8/15/50	50,405
23,162(d)	WinWater Mortgage Loan Trust, Series 2015-1, Class B4, 3.911%, 1/20/45 (144A)	21,565
55,788(d)	WinWater Mortgage Loan Trust, Series 2015-4, Class B4, 3.759%, 6/20/45 (144A)	54,581
	Total Banks	<u>\$ 6,663,995</u>
GOVERNMENT – 0.4%		
6,600	Federal National Mortgage Association REMICS, Series 2009-36, Class HX, 4.5%, 6/25/29	\$ 6,818
100,000(d)	FREMF Mortgage Trust, Series 2012-K710, Class B, 3.942%, 6/25/47 (144A)	100,697
40,774	Government National Mortgage Association, Series 2009-83, Class EB, 4.5%, 9/20/39	42,551
17,816	Government National Mortgage Association, Series 2012-130, Class PA, 3.0%, 4/20/41	17,608
	Total Government	<u>\$ 167,674</u>
TOTAL COLLATERALIZED MORTGAGE OBLIGATIONS		
	(Cost \$6,936,757)	<u>\$ 6,831,669</u>
CONVERTIBLE CORPORATE BONDS – 0.4% of Net Assets		
CAPITAL GOODS – 0.0%†		
Construction & Engineering – 0.0%†		
7,000	Dycom Industries, Inc., 0.75%, 9/15/21	\$ 8,106
	Total Capital Goods	<u>\$ 8,106</u>
HEALTH CARE EQUIPMENT & SERVICES – 0.1%		
Health Care Equipment – 0.1%		
35,000	Wright Medical Group, Inc., 1.625%, 6/15/23 (144A)	\$ 34,720
	Total Health Care Equipment & Services	<u>\$ 34,720</u>
PHARMACEUTICALS, BIOTECHNOLOGY & LIFE SCIENCES – 0.2%		
Biotechnology – 0.1%		
24,000	Alder Biopharmaceuticals, Inc., 2.5%, 2/1/25	\$ 24,931
26,000	Insmed, Inc., 1.75%, 1/15/25	23,868
		<u>\$ 48,799</u>
Pharmaceuticals – 0.1%		
19,000	Jazz Investments I, Ltd., 1.5%, 8/15/24 (144A)	\$ 19,795
25,000	Medicines Co., 2.75%, 7/15/23	25,137
		<u>\$ 44,932</u>
	Total Pharmaceuticals, Biotechnology & Life Sciences	<u>\$ 93,731</u>

Principal Amount USD (\$)		Value
	SOFTWARE & SERVICES – 0.1%	
	Application Software – 0.1%	
25,000	Synchronoss Technologies, Inc., 0.75%, 8/15/19	\$ 23,376
	Total Software & Services	<u>\$ 23,376</u>
	TOTAL CONVERTIBLE CORPORATE BONDS	
	(Cost \$156,298)	<u>\$ 159,933</u>
	CORPORATE BONDS – 35.5% of Net Assets	
	AUTOMOBILES & COMPONENTS – 0.7%	
	Auto Parts & Equipment – 0.0%†	
13,000	TI Group Automotive Systems LLC, 8.75%, 7/15/23 (144A)	<u>\$ 13,588</u>
	Automobile Manufacturers – 0.7%	
120,000	Ford Motor Co., 4.346%, 12/8/26	\$ 117,769
115,000	General Motors Co., 6.6%, 4/1/36	124,468
65,000	Nissan Motor Acceptance Corp., 3.15%, 3/15/21 (144A)	64,567
		<u>\$ 306,804</u>
	Total Automobiles & Components	<u>\$ 320,392</u>
	BANKS – 4.3%	
	Diversified Banks – 3.8%	
65,000(d)	Banco de Credito del Peru, 6.875% (3 Month USD LIBOR + 771 bps), 9/16/26 (144A)	\$ 69,388
ARS 1,000,000(e)	Banco de la Ciudad de Buenos Aires, (Argentine Deposit Rate Badlar Private Banks 30-35 Days + 399 bps), 12/5/22	34,596
200,000	Barclays Plc, 4.375%, 1/12/26	194,253
75,000	BBVA Bancomer SA, 4.375%, 4/10/24 (144A)	74,737
200,000(b)(d)	BNP Paribas SA, 7.625% (5 Year USD Swap Rate + 631 bps) (144A)	208,750
145,000(e)	Canadian Imperial Bank of Commerce, 2.678% (3 Month USD LIBOR + 32 bps), 2/2/21	144,961
125,000	Credit Suisse Group Funding Guernsey, Ltd., 3.8%, 9/15/22	124,451
NZD 100,000	JPMorgan Chase & Co., 4.25%, 11/2/18	68,051
200,000	Lloyds Banking Group Plc, 4.65%, 3/24/26	196,784
200,000	Nordea Bank AB, 4.25%, 9/21/22 (144A)	202,849
200,000	QNB Finansbank AS, 4.875%, 5/19/22 (144A)	186,654
200,000(b)(d)	Royal Bank of Scotland Group Plc, 8.625% (5 Year USD Swap Rate + 760 bps)	212,550
		<u>\$ 1,718,024</u>
	Regional Banks – 0.5%	
125,000	SunTrust Bank, 2.45%, 8/1/22	\$ 120,079
95,000(d)	SunTrust Bank, 2.59% (3 Month USD LIBOR + 30 bps), 1/29/21	94,159
		<u>\$ 214,238</u>
	Total Banks	<u>\$ 1,932,262</u>
	CAPITAL GOODS – 1.4%	
	Aerospace & Defense – 0.6%	
50,000	Embraer Netherlands Finance BV, 5.4%, 2/1/27	\$ 51,732
120,000	Rockwell Collins, Inc., 3.2%, 3/15/24	115,605
115,000	Spirit AeroSystems, Inc., 4.6%, 6/15/28	115,451
		<u>\$ 282,788</u>

SCHEDULE OF INVESTMENTS 6/30/18 (UNAUDITED)

(continued)

Principal Amount USD (\$)		Value
	Building Products – 0.4%	
50,000	Owens Corning, 3.4%, 8/15/26	\$ 45,590
75,000	Owens Corning, 4.2%, 12/1/24	73,993
60,000	Standard Industries, Inc., 5.375%, 11/15/24 (144A)	59,250
		<u>\$ 178,833</u>
	Construction & Farm Machinery & Heavy Trucks – 0.2%	
100,000	Meritor, Inc., 6.25%, 2/15/24	\$ 100,750
	Trading Companies & Distributors – 0.2%	
35,000	United Rentals North America, Inc., 4.625%, 10/15/25	\$ 33,338
35,000	United Rentals North America, Inc., 4.875%, 1/15/28	32,408
		<u>\$ 65,746</u>
	Total Capital Goods	<u>\$ 628,117</u>
	COMMERCIAL & PROFESSIONAL SERVICES – 0.1%	
	Security & Alarm Services – 0.1%	
35,000	Brink's Co., 4.625%, 10/15/27 (144A)	\$ 32,725
	Total Commercial & Professional Services	<u>\$ 32,725</u>
	COMMERCIAL SERVICES & SUPPLIES – 0.1%	
	Research & Consulting Services – 0.1%	
61,000	Verisk Analytics, Inc., 5.5%, 6/15/45	\$ 62,875
	Total Commercial Services & Supplies	<u>\$ 62,875</u>
	CONSUMER DURABLES & APPAREL – 0.9%	
	Homebuilding – 0.7%	
40,000	DR Horton, Inc., 5.75%, 8/15/23	\$ 43,192
65,000	KB Home, 7.5%, 9/15/22	70,089
100,000	Lennar Corp., 4.5%, 6/15/19	100,250
36,000	Lennar Corp., 4.75%, 11/29/27	33,761
24,000	Meritage Homes Corp., 6.0%, 6/1/25	24,300
20,000	Meritage Homes Corp., 7.0%, 4/1/22	21,550
20,000	Toll Brothers Finance Corp., 4.875%, 11/15/25	19,250
		<u>\$ 312,392</u>
	Housewares & Specialties – 0.2%	
100,000	Controladora Mabe SA de CV, 7.875%, 10/28/19 (144A)	\$ 104,250
	Total Consumer Durables & Apparel	<u>\$ 416,642</u>
	CONSUMER SERVICES – 0.5%	
	Casinos & Gaming – 0.2%	
80,000	Scientific Games International, Inc., 10.0%, 12/1/22	\$ 85,357
	Education Services – 0.3%	
25,000	Massachusetts Institute of Technology, 5.6%, 7/1/11	\$ 32,346
50,000	President & Fellows of Harvard College, 2.3%, 10/1/23	48,192
25,000	Tufts University, 5.017%, 4/15/12	27,837
25,000	William Marsh Rice University, 4.626%, 5/15/63	28,135
		<u>\$ 136,510</u>
	Total Consumer Services	<u>\$ 221,867</u>

Principal Amount USD (\$)		Value
	DIVERSIFIED FINANCIALS – 3.5%	
	Asset Management & Custody Banks – 0.2%	
65,000	Legg Mason, Inc., 4.75%, 3/15/26	\$ 66,037
	Consumer Finance – 0.8%	
50,000	Ally Financial, Inc., 4.625%, 5/19/22	\$ 49,875
120,000	Capital One Financial Corp., 4.25%, 4/30/25	119,583
INR 14,730,000	International Finance Corp., 6.3%, 11/25/24	200,144
		<u>\$ 369,602</u>
	Diversified Capital Markets – 0.7%	
100,000(d)	Banco Continental SA via Continental Trustees Cayman, Ltd., 7.375% (3 Month USD LIBOR + 680 bps), 10/7/40 (144A)	\$ 103,550
35,000	Freedom Mortgage Corp., 8.25%, 4/15/25 (144A)	34,300
175,000	Macquarie Group, Ltd., 6.0%, 1/14/20 (144A)	181,992
		<u>\$ 319,842</u>
	Financial Exchanges & Data – 0.0%†	
20,000	Moody's Corp., 3.25%, 6/7/21	\$ 19,960
	Investment Banking & Brokerage – 0.7%	
35,000	E*TRADE Financial Corp., 2.95%, 8/24/22	\$ 33,904
65,000(d)	Goldman Sachs Group, Inc., 3.272% (3 Month USD LIBOR + 120 bps), 9/29/25	61,719
60,000(d)	Goldman Sachs Group, Inc., 4.223% (3 Month USD LIBOR + 130 bps), 5/1/29	59,095
135,000	Morgan Stanley, 4.1%, 5/22/23	135,515
		<u>\$ 290,233</u>
	Specialized Finance – 1.1%	
71,000	Cantor Fitzgerald LP, 7.875%, 10/15/19 (144A)	\$ 74,242
200,000	Fly Leasing, Ltd., 6.375%, 10/15/21	206,250
200,000	MassMutual Global Funding II, 2.75%, 6/22/24 (144A)	190,567
35,000	Nationstar Mortgage LLC / Nationstar Capital Corp., 6.5%, 6/1/22	34,737
		<u>\$ 505,796</u>
	Total Diversified Financials	<u>\$ 1,571,470</u>
	ENERGY – 7.3%	
	Integrated Oil & Gas – 0.6%	
35,000	Nostrum Oil & Gas Finance BV, 8.0%, 7/25/22 (144A)	\$ 33,215
9,000	Petrobras Global Finance BV, 6.125%, 1/17/22	9,153
25,000	Petrobras Global Finance BV, 7.375%, 1/17/27	24,969
115,000	Petroleos Mexicanos, 3.5%, 1/30/23	108,867
45,000	Petroleos Mexicanos, 6.5%, 3/13/27	46,144
30,000	YPF SA, 6.95%, 7/21/27 (144A)	25,762
ARS 175,000	YPF SA, 16.5%, 5/9/22 (144A)	4,568
		<u>\$ 252,678</u>
	Oil & Gas Exploration & Production – 1.5%	
65,000	Antero Resources Corp., 5.625%, 6/1/23	\$ 65,812
115,000	Continental Resources, Inc., 4.375%, 1/15/28	114,326
200,000	Gazprom OAO Via Gaz Capital SA, 4.95%, 7/19/22 (144A)	201,400
46,000	Hilcorp Energy I LP / Hilcorp Finance Co., 5.75%, 10/1/25 (144A)	45,885
25,000	MEG Energy Corp., 6.5%, 1/15/25 (144A)	24,938
75,000	Newfield Exploration Co., 5.625%, 7/1/24	79,031

SCHEDULE OF INVESTMENTS 6/30/18 (UNAUDITED)

(continued)

Principal Amount USD (\$)		Value
	Oil & Gas Exploration & Production – (continued)	
57,000	Oasis Petroleum, Inc., 6.875%, 3/15/22	\$ 57,981
45,000	Sanchez Energy Corp., 7.75%, 6/15/21	38,363
60,000	Whiting Petroleum Corp., 5.75%, 3/15/21	61,318
		<u>\$ 689,054</u>
	Oil & Gas Refining & Marketing – 0.8%	
65,000	Andeavor, 5.375%, 10/1/22	\$ 66,466
134,000	Calumet Specialty Products Partners LP / Calumet Finance Corp., 6.5%, 4/15/21	133,330
95,000	EnLink Midstream Partners LP, 5.45%, 6/1/47	79,878
79,000	Valero Energy Corp., 6.625%, 6/15/37	94,463
		<u>\$ 374,137</u>
	Oil & Gas Storage & Transportation – 4.4%	
75,000	Blue Racer Midstream LLC / Blue Racer Finance Corp., 6.125%, 11/15/22 (144A)	\$ 75,750
36,000	Boardwalk Pipelines LP, 4.95%, 12/15/24	36,650
55,000	Cheniere Energy Partners LP, 5.25%, 10/1/25 (144A)	53,650
73,000	DCP Midstream Operating LP, 9.75%, 3/15/19 (144A)	76,011
77,000	Enable Midstream Partners LP, 3.9%, 5/15/24	73,709
38,000	Enable Midstream Partners LP, 4.4%, 3/15/27	36,143
45,000	Enable Midstream Partners LP, 4.95%, 5/15/28	43,746
56,000	Energy Transfer Equity LP, 5.5%, 6/1/27	56,000
30,000	Energy Transfer Equity LP, 5.875%, 1/15/24	30,750
45,000	Energy Transfer Partners LP, 6.0%, 6/15/48	44,995
21,000	Energy Transfer Partners LP, 6.5%, 2/1/42	21,636
32,000	Enterprise Products Operating LLC, 2.8%, 2/15/21	31,591
56,000(d)	Enterprise Products Operating LLC, 6.066% (3 Month USD LIBOR + 371 bps), 8/1/66	56,140
100,000	Genesis Energy LP / Genesis Energy Finance Corp., 6.75%, 8/1/22	101,000
95,000	Kinder Morgan, Inc., 5.05%, 2/15/46	88,158
25,000	Kinder Morgan, Inc., 5.3%, 12/1/34	24,760
90,000	Kinder Morgan, Inc., 5.55%, 6/1/45	90,597
25,000	MPLX LP, 4.125%, 3/1/27	23,848
135,000	MPLX LP, 4.875%, 12/1/24	139,181
56,000	ONEOK, Inc., 7.5%, 9/1/23	64,136
125,000	Phillips 66 Partners LP, 3.75%, 3/1/28	116,824
165,000	Plains All American Pipeline LP / PAA Finance Corp., 4.65%, 10/15/25	164,427
35,000	Spectra Energy Capital LLC, 6.75%, 7/15/18	35,044
38,000	Sunoco Logistics Partners Operations LP, 5.4%, 10/1/47	34,941
19,000	Sunoco Logistics Partners Operations LP, 6.1%, 2/15/42	19,081
45,000	Targa Resources Partners LP / Targa Resources Partners Finance Corp., 4.125%, 11/15/19	45,000
52,000	Targa Resources Partners LP / Targa Resources Partners Finance Corp., 5.0%, 1/15/28 (144A)	48,360
90,000	Western Gas Partners LP, 4.5%, 3/1/28	86,612
105,000	Williams Cos., Inc., 5.75%, 6/24/44	108,544
95,000	Williams Cos., Inc., 7.5%, 1/15/31	112,988
		<u>\$ 1,940,272</u>
	Total Energy	<u>\$ 3,256,141</u>

Principal Amount USD (\$)		Value
	FOOD & STAPLES RETAILING – 0.9%	
	Drug Retail – 0.3%	
45,000	CVS Health Corp., 4.1%, 3/25/25	\$ 44,761
35,540	CVS Pass-Through Trust, 5.773%, 1/10/33 (144A)	37,981
63,496	CVS Pass-Through Trust, 6.036%, 12/10/28	67,612
		<u>\$ 150,354</u>
	Food Retail – 0.4%	
70,000	Alimentation Couche-Tard, Inc., 3.55%, 7/26/27 (144A)	\$ 66,357
119,000	C&S Group Enterprises LLC, 5.375%, 7/15/22 (144A)	116,620
		<u>\$ 182,977</u>
	Hypermarkets & Super Centers – 0.2%	
65,000	Walmart, Inc., 3.4%, 6/26/23	\$ 65,484
	Total Food & Staples Retailing	<u>\$ 398,815</u>
	FOOD, BEVERAGE & TOBACCO – 2.0%	
	Distillers & Vintners – 0.4%	
25,000	Constellation Brands, Inc., 2.25%, 11/6/20	\$ 24,398
150,000	Pernod Ricard SA, 4.45%, 1/15/22 (144A)	154,230
		<u>\$ 178,628</u>
	Packaged Foods & Meats – 1.1%	
100,000	Bacardi, Ltd., 5.3%, 5/15/48 (144A)	\$ 94,773
70,000	JBS USA LUX SA / JBS USA Finance, Inc., 5.75%, 6/15/25 (144A)	65,100
50,000	JBS USA LUX SA / JBS USA Finance, Inc., 6.75%, 2/15/28 (144A)	47,235
200,000	Minerva Luxembourg SA, 5.875%, 1/19/28 (144A)	174,600
30,000	Post Holdings, Inc., 5.0%, 8/15/26 (144A)	27,975
25,000	Smithfield Foods, Inc., 2.65%, 10/3/21 (144A)	23,818
30,000	Smithfield Foods, Inc., 2.7%, 1/31/20 (144A)	29,570
		<u>\$ 463,071</u>
	Tobacco – 0.5%	
35,000	Alliance One International, Inc., 8.5%, 4/15/21 (144A)	\$ 36,050
100,000	Altria Group, Inc., 2.625%, 1/14/20	99,456
100,000	Reynolds American, Inc., 4.45%, 6/12/25	100,640
		<u>\$ 236,146</u>
	Total Food, Beverage & Tobacco	<u>\$ 877,845</u>
	HEALTH CARE EQUIPMENT & SERVICES – 2.7%	
	Health Care Distributors – 0.4%	
85,000	AmerisourceBergen Corp., 3.45%, 12/15/27	\$ 78,307
113,000	Cardinal Health, Inc., 3.079%, 6/15/24	106,461
		<u>\$ 184,768</u>
	Health Care Equipment – 0.6%	
95,000(e)	Becton Dickinson & Co., 3.211% (3 Month USD LIBOR + 88 bps), 12/29/20	\$ 95,155
90,000	Boston Scientific Corp., 4.0%, 3/1/28	87,995
75,000	Medtronic, Inc., 3.15%, 3/15/22	74,399
		<u>\$ 257,549</u>
	Health Care Facilities – 0.4%	
25,000	HCA, Inc., 5.875%, 5/1/23	\$ 25,937
20,000	Kindred Healthcare, Inc., 6.375%, 4/15/22	20,600

SCHEDULE OF INVESTMENTS 6/30/18 (UNAUDITED)

(continued)

Principal Amount USD (\$)		Value
	Health Care Facilities – (continued)	
50,000	Kindred Healthcare, Inc., 8.0%, 1/15/20	\$ 53,576
50,000	NYU Langone Hospitals, 4.428%, 7/1/42	51,633
10,000	RegionalCare Hospital Partners Holdings, Inc., 8.25%, 5/1/23 (144A)	10,519
		<u>\$ 162,265</u>
	Health Care Services – 0.2%	
50,000	MEDNAX, Inc., 5.25%, 12/1/23 (144A)	\$ 48,750
16,000	Universal Hospital Services, Inc., 7.625%, 8/15/20	15,960
		<u>\$ 64,710</u>
	Health Care Supplies – 0.2%	
75,000	Fresenius US Finance II, Inc., 4.5%, 1/15/23 (144A)	\$ 76,253
	Health Care Technology – 0.2%	
EUR 100,000	IQVIA, Inc., 2.875%, 9/15/25 (144A)	\$ 108,851
	Managed Health Care – 0.7%	
62,000	Anthem, Inc., 3.35%, 12/1/24	\$ 59,896
42,000	Anthem, Inc., 3.65%, 12/1/27	39,786
11,000	Anthem, Inc., 4.101%, 3/1/28	10,761
30,000	Centene Corp., 4.75%, 5/15/22	30,187
40,000	Centene Corp., 5.625%, 2/15/21	40,845
25,000	Centene Corp., 6.125%, 2/15/24	26,344
35,000	Humana, Inc., 3.95%, 3/15/27	34,418
85,000	Molina Healthcare, Inc., 5.375%, 11/15/22	85,531
		<u>\$ 327,768</u>
	Total Health Care Equipment & Services	<u>\$ 1,182,164</u>
	INSURANCE – 1.2%	
	Insurance Brokers – 0.2%	
107,000	Brown & Brown, Inc., 4.2%, 9/15/24	\$ 107,274
	Life & Health Insurance – 0.3%	
60,000	Teachers Insurance & Annuity Association of America, 4.27%, 5/15/47 (144A)	\$ 57,380
60,000	Teachers Insurance & Annuity Association of America, 4.9%, 9/15/44 (144A)	63,161
12,000	Teachers Insurance & Annuity Association of America, 6.85%, 12/16/39 (144A)	15,888
		<u>\$ 136,429</u>
	Multi-Line Insurance – 0.3%	
85,000	AXA SA, 8.6%, 12/15/30	\$ 108,800
	Property & Casualty Insurance – 0.3%	
55,000	Delphi Financial Group, Inc., 7.875%, 1/31/20	\$ 58,683
100,000(d)	Farmers Insurance Exchange, 4.747% (3 Month USD LIBOR + 323 bps), 11/1/57 (144A)	91,301
		<u>\$ 149,984</u>
	Reinsurance – 0.1%	
40,000+(f)(g)	Lorenz Re 2017, Variable Rate Notes, 3/31/20	\$ 37,256
11,174+(f)(g)	Lorenz Re 2018, Variable Rate Notes, 7/1/21	11,174
		<u>\$ 48,430</u>
	Total Insurance	<u>\$ 550,917</u>
	MATERIALS – 0.7%	
	Commodity Chemicals – 0.1%	
35,000	NOVA Chemicals Corp., 5.0%, 5/1/25 (144A)	\$ 33,162

Principal Amount USD (\$)		Value
50,000	Copper – 0.1% Freeport-McMoRan, Inc., 3.875%, 3/15/23	\$ 47,250
50,000	Diversified Chemicals – 0.1% CF Industries, Inc., 3.45%, 6/1/23	\$ 47,312
40,000	Diversified Metals & Mining – 0.1% Rain CII Carbon LLC / CII Carbon Corp., 7.25%, 4/1/25 (144A)	\$ 40,600
70,000	Paper Packaging – 0.2% International Paper Co., 4.8%, 6/15/44	\$ 67,855
16,000	International Paper Co., 6.0%, 11/15/41	17,666
		<u>\$ 85,521</u>
45,000	Steel – 0.1% United States Steel Corp., 6.25%, 3/15/26	\$ 44,382
	Total Materials	<u>\$ 298,227</u>
	MEDIA – 0.7%	
	Cable & Satellite – 0.5%	
200,000	CSC Holdings LLC, 5.5%, 4/15/27 (144A)	\$ 191,000
30,000	Sirius XM Radio, Inc., 5.375%, 7/15/26 (144A)	28,875
		<u>\$ 219,875</u>
94,000	Movies & Entertainment – 0.2% VOC Escrow, Ltd., 5.0%, 2/15/28 (144A)	\$ 88,803
	Total Media	<u>\$ 308,678</u>
	PHARMACEUTICALS, BIOTECHNOLOGY & LIFE SCIENCES – 1.0%	
	Biotechnology – 0.3%	
105,000	Biogen, Inc., 5.2%, 9/15/45	\$ 111,428
	Pharmaceuticals – 0.7%	
75,000	Allergan Funding SCS, 4.85%, 6/15/44	\$ 72,443
25,000	Endo Finance LLC, 5.75%, 1/15/22 (144A)	22,375
116,000	Shire Acquisitions Investments Ireland, DAC, 2.875%, 9/23/23	109,132
EUR 105,000	Valeant Pharmaceuticals International, Inc., 4.5%, 5/15/23 (144A)	115,712
		<u>\$ 319,662</u>
	Total Pharmaceuticals, Biotechnology & Life Sciences	<u>\$ 431,090</u>
	REAL ESTATE – 1.5%	
	Diversified REIT – 0.3%	
25,000	Duke Realty LP, 3.25%, 6/30/26	\$ 23,448
95,000	Essex Portfolio LP, 3.625%, 5/1/27	90,856
		<u>\$ 114,304</u>
	Health Care REIT – 0.3%	
75,000	Healthcare Trust of America Holdings LP, 3.5%, 8/1/26	\$ 70,492
55,000	Healthcare Trust of America Holdings LP, 3.75%, 7/1/27	52,186
		<u>\$ 122,678</u>
	Office REIT – 0.5%	
75,000	Alexandria Real Estate Equities, Inc., 2.75%, 1/15/20	\$ 74,388
25,000	Alexandria Real Estate Equities, Inc., 3.95%, 1/15/27	24,135
20,000	Alexandria Real Estate Equities, Inc., 4.6%, 4/1/22	20,641

SCHEDULE OF INVESTMENTS 6/30/18 (UNAUDITED)

(continued)

Principal Amount USD (\$)		Value
	Office REIT – (continued)	
70,000	Highwoods Realty LP, 3.625%, 1/15/23	\$ 68,719
45,000	Highwoods Realty LP, 4.125%, 3/15/28	44,191
		<u>\$ 232,074</u>
	Residential REIT – 0.2%	
115,000	UDR, Inc., 4.0%, 10/1/25	\$ 114,269
	Specialized REIT – 0.2%	
75,000	Equinix, Inc., 5.75%, 1/1/25	\$ 75,540
	Total Real Estate	<u>\$ 658,865</u>
	RETAILING – 0.7%	
	Internet Retail – 0.6%	
30,000	Amazon.com, Inc., 2.8%, 8/22/24	\$ 28,906
115,000	Booking Holdings, Inc., 3.55%, 3/15/28	109,461
100,000	Expedia Group, Inc., 3.8%, 2/15/28	91,575
25,000	Expedia Group, Inc., 4.5%, 8/15/24	24,969
		<u>\$ 254,911</u>
	Specialty Stores – 0.1%	
43,000	PetSmart, Inc., 5.875%, 6/1/25 (144A)	\$ 33,114
	Total Retailing	<u>\$ 288,025</u>
	SOFTWARE & SERVICES – 0.4%	
	Internet Software & Services – 0.4%	
200,000	Alibaba Group Holding, Ltd., 3.4%, 12/6/27	\$ 186,348
	Total Software & Services	<u>\$ 186,348</u>
	TECHNOLOGY HARDWARE & EQUIPMENT – 1.0%	
	Electronic Components – 0.5%	
115,000	Amphenol Corp., 3.2%, 4/1/24	\$ 110,945
EUR 100,000	Belden, Inc., 2.875%, 9/15/25 (144A)	113,472
		<u>\$ 224,417</u>
	Electronic Manufacturing Services – 0.3%	
25,000	Flex, Ltd., 4.75%, 6/15/25	\$ 25,240
100,000	Flex, Ltd., 5.0%, 2/15/23	102,028
		<u>\$ 127,268</u>
	Technology Hardware, Storage & Peripherals – 0.2%	
80,000	NCR Corp., 5.0%, 7/15/22	\$ 79,200
30,000	NCR Corp., 6.375%, 12/15/23	31,087
		<u>\$ 110,287</u>
	Total Technology Hardware & Equipment	<u>\$ 461,972</u>
	TELECOMMUNICATION SERVICES – 0.9%	
	Integrated Telecommunication Services – 0.4%	
50,000	CenturyLink, Inc., 7.6%, 9/15/39	\$ 41,500
100,000	GTP Acquisition Partners I LLC, 2.35%, 6/15/20 (144A)	98,119
25,000	Unison Ground Lease Funding LLC, 2.981%, 3/15/20 (144A)	24,598
35,000	Windstream Services LLC, 6.375%, 8/1/23	20,650
		<u>\$ 184,867</u>

Principal Amount USD (\$)		Value
	Wireless Telecommunication Services – 0.5%	
150,000	SBA Tower Trust, 3.869%, 10/8/24 (144A)	\$ 151,512
50,000	Sprint Corp., 7.25%, 9/15/21	52,000
14,000	T-Mobile USA, Inc., 4.75%, 2/1/28	12,968
		<u>\$ 216,480</u>
	Total Telecommunication Services	<u>\$ 401,347</u>
	TRANSPORTATION – 0.9%	
	Airlines – 0.7%	
32,714	Air Canada 2013-1 Class B Pass Through Trust, 5.375%, 5/15/21 (144A)	\$ 33,342
10,969	Delta Air Lines 2010-2 Class A Pass Through Trust, 4.95%, 5/23/19	11,071
25,000	Delta Air Lines, Inc., 2.875%, 3/13/20	24,835
134,510	Guanay Finance, Ltd., 6.0%, 12/15/20 (144A)	134,846
86,979	Latam Airlines 2015-1 Pass Through Trust A, 4.2%, 11/15/27	82,265
		<u>\$ 286,359</u>
	Trucking – 0.2%	
45,000	Penske Truck Leasing Co. LP / PTL Finance Corp., 3.375%, 2/1/22 (144A)	\$ 44,354
60,000	Penske Truck Leasing Co. LP / PTL Finance Corp., 3.95%, 3/10/25 (144A)	59,301
		<u>\$ 103,655</u>
	Total Transportation	<u>\$ 390,014</u>
	UTILITIES – 2.1%	
	Electric Utilities – 1.2%	
EUR 100,000	ContourGlobal Power Holdings SA, 5.125%, 6/15/21 (144A)	\$ 117,821
100,000(b)(d)	Electricite de France SA, 5.25% (USD Swap Rate + 371 bps) (144A)	97,600
65,000	Iberdrola International BV, 6.75%, 7/15/36	82,868
105,000	NextEra Energy Capital Holdings, Inc., 3.55%, 5/1/27	100,929
17,000	NextEra Energy Operating Partners LP, 4.5%, 9/15/27 (144A)	15,895
100,000(b)(d)	Southern California Edison Co., 6.25% (3 Month USD LIBOR + 420 bps)	106,500
18,000	TerraForm Power Operating LLC, 4.25%, 1/31/23 (144A)	17,370
18,000	TerraForm Power Operating LLC, 5.0%, 1/31/28 (144A)	17,055
		<u>\$ 556,038</u>
	Gas Utilities – 0.3%	
30,000	Boston Gas Co., 3.15%, 8/1/27 (144A)	\$ 28,301
16,000	DCP Midstream Operating LP, 5.6%, 4/1/44	15,100
80,000	Texas Eastern Transmission LP, 3.5%, 1/15/28 (144A)	75,328
		<u>\$ 118,729</u>
	Independent Power Producers & Energy Traders – 0.4%	
65,383	Alta Wind Holdings LLC, 7.0%, 6/30/35 (144A)	\$ 70,339
56,000	Calpine Corp., 5.75%, 1/15/25	51,205
40,000	NRG Energy, Inc., 6.625%, 1/15/27	41,100
		<u>\$ 162,644</u>
	Multi-Utilities – 0.2%	
95,000	Sempra Energy, 3.4%, 2/1/28	\$ 89,126
	Total Utilities	<u>\$ 926,537</u>
	TOTAL CORPORATE BONDS	
	(Cost \$15,926,739)	<u>\$15,803,335</u>

SCHEDULE OF INVESTMENTS 6/30/18 (UNAUDITED)

(continued)

Principal Amount USD (\$)		Value
FOREIGN GOVERNMENT BONDS – 2.6% of Net Assets		
Argentina – 0.8%		
150,000	Argentine Republic Government International Bond, 6.625%, 7/6/28	\$ 126,375
250,000	Autonomous City of Buenos Aires Argentina, 7.5%, 6/1/27 (144A)	226,515
		<u>\$ 352,890</u>
Egypt – 0.3%		
EGP 2,150,000(h)	Egypt Treasury Bills, 9/11/18	\$ 116,017
Ivory Coast – 0.3%		
EUR 100,000	Ivory Coast Government International Bond, 5.25%, 3/22/30 (144A)	\$ 111,397
Mexico – 0.3%		
MXN 550,000	Mexican Bonos, 6.5%, 6/9/22	\$ 26,546
MXN 520,000	Mexican Bonos, 7.5%, 6/3/27	26,008
MXN 1,342,821	Mexican Udibonos, 2.0%, 6/9/22	63,167
		<u>\$ 115,721</u>
Nigeria – 0.4%		
200,000	Africa Finance Corp., 4.375%, 4/29/20 (144A)	\$ 199,974
Norway – 0.2%		
NOK 750,000	Norway Government Bond, 2.0%, 5/24/23 (144A)	\$ 94,770
Uruguay – 0.3%		
UYU 2,769,000	Uruguay Government International Bond, 8.5%, 3/15/28 (144A)	\$ 75,779
UYU 2,510,000	Uruguay Government International Bond, 9.875%, 6/20/22 (144A)	78,802
		<u>\$ 154,581</u>
TOTAL FOREIGN GOVERNMENT BONDS		
	(Cost \$1,342,546)	<u>\$ 1,145,350</u>
MUNICIPAL BONDS – 1.7% of Net Assets(i)		
Diversified Banks – 0.1%		
45,000	Illinois Finance Authority, Northwestern Memorial Healthcare, 4.0%, 7/15/47	\$ 46,258
Municipal General – 0.8%		
20,000	Central Florida Expressway Authority, 5.0%, 7/1/38	\$ 22,997
155,000(j)	Commonwealth of Pennsylvania, 4.0%, 1/1/29	162,863
20,000	JEA Water & Sewer System Revenue, Series A, 4.0%, 10/1/35	21,172
20,000	JEA Water & Sewer System Revenue, Series A, 4.0%, 10/1/39	21,025
90,000	JobsOhio Beverage System, Ohio Taxable Senior Lien, Series B, 3.985%, 1/1/29	92,545
25,000	JobsOhio Beverage System, Ohio Taxable Senior Lien, Series B, 4.532%, 1/1/35	27,020
		<u>\$ 347,622</u>
Municipal Higher Education – 0.6%		
10,000	Amherst College, 3.794%, 11/1/42	\$ 9,902
25,000	Baylor University, Series A, 4.313%, 3/1/42	25,406
35,000	California Educational Facilities Authority, Stanford University, Series U-7, 5.0%, 6/1/46	46,181
20,000	Massachusetts Development Finance Agency, Harvard University, Series A, 5.0%, 7/15/40	25,846
15,000	Massachusetts Development Finance Agency, Partners Healthcare System, 4.0%, 7/1/36	15,479
25,000	Massachusetts Development Finance Agency, Partners Healthcare System, 4.0%, 7/1/41	25,596
30,000	New York State Dormitory Authority, Columbia University, Series A-2, 5.0%, 10/1/46	39,587
75,000	Rhode Island Health & Educational Building Corp., Brown University, Series A, 4.0%, 9/1/47	78,094
		<u>\$ 266,091</u>

Principal Amount USD (\$)		Value
100,000(j)(k)	Municipal Obligation – 0.1% Commonwealth of Puerto Rico, Series A, 8.0%, 7/1/35	\$ 40,500
20,000(j)	Municipal School District – 0.1% State of Florida, Capital Outlay, Series C, 4.0%, 6/1/31	\$ 21,700
15,000	Municipal Transportation – 0.0%† Port Authority of New York & New Jersey, Consolidated-174TH, 4.458%, 10/1/62	\$ 15,931
	TOTAL MUNICIPAL BONDS (Cost \$774,378)	\$ 738,102
	SENIOR SECURED FLOATING RATE LOAN INTERESTS – 5.5% of Net Assets*(e)	
	AUTOMOBILES & COMPONENTS – 0.6%	
	Auto Parts & Equipment – 0.6%	
78,727	Federal-Mogul Corp., Tranche C Term Loan, 5.825% (LIBOR + 375 bps), 4/15/21	\$ 78,989
80,244	TI Group Automotive Systems LLC, Initial US Term Loan, 4.594% (LIBOR + 250 bps), 6/30/22	80,395
122,040	Tower Automotive Holdings USA LLC, Initial Term Loan, 4.813% (LIBOR + 275 bps), 3/7/24	121,734
	Total Automobiles & Components	\$ 281,118
	CAPITAL GOODS – 0.4%	
	Building Products – 0.2%	
73,684	Builders FirstSource, Inc., Refinancing Term Loan, 5.334% (LIBOR + 300 bps), 2/29/24	\$ 73,809
34,302	Construction & Farm Machinery & Heavy Trucks – 0.1% Navistar, Inc., Tranche B Term Loan, 5.53% (LIBOR + 350 bps), 11/6/24	\$ 34,452
47,457	Industrial Conglomerates – 0.1% DTI Holdco, Inc., Replacement B-1 Term Loan, 6.844% (LIBOR + 475 bps), 9/29/23	\$ 47,457
10,617	Trading Companies & Distributors – 0.0%† WESCO Distribution, Inc., Tranche B-1 Term Loan, 5.094% (LIBOR + 300 bps), 12/12/19	\$ 10,631
	Total Capital Goods	\$ 166,349
	COMMERCIAL SERVICES & SUPPLIES – 0.2%	
	Environmental & Facilities Services – 0.1%	
48,999	WCA Waste Systems, Inc., Initial Term Loan, 4.594% (LIBOR + 250 bps), 8/11/23	\$ 48,938
33,946	Human Resource & Employment Services – 0.1% On Assignment, Inc., Initial Term B-1 Loan, 4.094% (LIBOR + 200 bps), 6/3/22	\$ 33,989
	Total Commercial Services & Supplies	\$ 82,927
	CONSUMER SERVICES – 0.4%	
	Leisure Facilities – 0.2%	
85,763	Six Flags Theme Parks, Inc., Tranche B Term Loan, 3.85% (LIBOR + 175 bps), 6/30/22	\$ 86,138
73,317	Specialized Consumer Services – 0.2% KUEHG Corp. (fka KC MergerSub, Inc.), Term B-2 Loan, 6.084% (LIBOR + 375 bps), 8/12/22	\$ 73,478
	Total Consumer Services	\$ 159,616
	DIVERSIFIED FINANCIALS – 0.2%	
	Specialized Finance – 0.2%	
84,711	1011778 BC Unlimited Liability Co. (New Red Finance, Inc.) (aka Burger King/Tim Hortons), Term B-3 Loan, 4.344% (LIBOR + 225 bps), 2/16/24	\$ 84,353
	Total Diversified Financials	\$ 84,353

SCHEDULE OF INVESTMENTS 6/30/18 (UNAUDITED)

(continued)

Principal Amount USD (\$)		Value
	HEALTH CARE EQUIPMENT & SERVICES – 0.9%	
	Health Care Facilities – 0.5%	
16,881	CHS/Community Health Systems, Inc., Incremental 2019 Term G Loan, 5.307% (LIBOR + 300 bps), 12/31/19	\$ 16,840
31,270	CHS/Community Health Systems, Inc., Incremental 2021 Term H Loan, 5.557% (LIBOR + 325 bps), 1/27/21	30,569
71,760	Concentra, Inc., First Lien Tranche B-1 Term Loan, 4.74% (LIBOR + 275 bps), 6/1/22	71,880
96,972	Kindred Healthcare, Inc., New Term Loan, 5.875% (LIBOR + 350 bps), 4/9/21	97,031
		<u>\$ 216,320</u>
	Health Care Services – 0.2%	
49,375	Alliance HealthCare Services, Inc., First Lien Initial Term Loan, 6.594% (LIBOR + 450 bps), 10/24/23	\$ 49,745
45,783(l)	Gentiva Health Services, Inc., Term Loan, 6/23/25	45,898
		<u>\$ 95,643</u>
	Health Care Supplies – 0.2%	
89,100	Kinetic Concepts, Inc., Dollar Term Loan, 5.584% (LIBOR + 325 bps), 2/2/24	\$ 89,378
	Health Care Technology – 0.0%†	
15,604	Quintiles IMS, Inc., Term B-1 Dollar Loan, 4.334% (LIBOR + 200 bps), 3/7/24	\$ 15,577
	Total Health Care Equipment & Services	<u>\$ 416,918</u>
	HOUSEHOLD & PERSONAL PRODUCTS – 0.2%	
	Personal Products – 0.2%	
103,623	Revlon Consumer Products Corp., Initial Term B Loan, 5.594% (LIBOR + 350 bps), 9/7/23	\$ 80,845
	Total Household & Personal Products	<u>\$ 80,845</u>
	INSURANCE – 0.8%	
	Life & Health Insurance – 0.2%	
97,528	Integro Parent, Inc., First Lien Initial Term Loan, 8.064% (LIBOR + 575 bps), 10/31/22	\$ 97,285
	Property & Casualty Insurance – 0.6%	
150,457	Confie Seguros Holding II Co., Term B Loan, 7.557% (LIBOR + 525 bps), 4/19/22	\$ 149,516
99,250	USI, Inc. (fka Compass Investors, Inc.), 2017 New Term Loan, 5.334% (LIBOR + 300 bps), 5/16/24	98,791
		<u>\$ 248,307</u>
	Total Insurance	<u>\$ 345,592</u>
	MATERIALS – 0.2%	
	Specialty Chemicals – 0.2%	
48,878	Axalta Coating Systems Dutch Holding B BV (Axalta Coating Systems US Holdings, Inc.), Term B-3 Dollar Loan, 4.084% (LIBOR + 175 bps), 6/1/24	\$ 48,711
18,006	WR Grace & Co-CONN, Term B-1 Loan, 4.084% (LIBOR + 175 bps), 4/3/25	18,003
30,868	WR Grace & Co-CONN, Term B-2 Loan, 4.084% (LIBOR + 175 bps), 4/3/25	30,862
	Total Materials	<u>\$ 97,576</u>
	MEDIA – 0.4%	
	Broadcasting – 0.1%	
73,317	Sinclair Television Group, Inc., Tranche B Term Loan, 4.35% (LIBOR + 225 bps), 1/3/24	\$ 73,308
	Cable & Satellite – 0.1%	
47,516	MCC Iowa LLC, Tranche M Term Loan, 3.99% (LIBOR + 200 bps), 1/15/25	\$ 47,694
	Leisure Facilities – 0.1%	
32,642	Fitness International LLC, Term B Loan, 5.48% (LIBOR + 325 bps), 4/18/25	\$ 32,768

Principal Amount USD (\$)		Value
	Movies & Entertainment – 0.1%	
15,341	Kasima LLC, Term Loan, 4.771% (LIBOR + 250 bps), 5/17/21	\$ 15,437
16,773	Rovi Solutions Corp. / Rovi Guides, Inc., Term B Loan, 4.6% (LIBOR + 250 bps), 7/2/21	16,825
		<u>\$ 32,262</u>
	Total Media	<u>\$ 186,032</u>
	REAL ESTATE – 0.2%	
	Hotel & Resort REIT – 0.2%	
112,413	MGM Growth Properties Operating Partnership LP, Term B Loan, 4.094% (LIBOR + 200 bps), 3/21/25	\$ 112,436
	Total Real Estate	<u>\$ 112,436</u>
	RETAILING – 0.1%	
	Specialty Stores – 0.1%	
49,750	Staples, Inc., Closing Date Term Loan, 6.358% (LIBOR + 400 bps), 9/12/24	\$ 49,111
	Total Retailing	<u>\$ 49,111</u>
	SOFTWARE & SERVICES – 0.1%	
	Application Software – 0.1%	
46,802	Verint Systems, Inc., Refinancing Term Loan, 3.983% (LIBOR + 200 bps), 6/28/24	\$ 46,890
	Total Software & Services	<u>\$ 46,890</u>
	TELECOMMUNICATION SERVICES – 0.5%	
	Integrated Telecommunication Services – 0.3%	
120,861	General Communications, Inc. Holdings, Inc., New Term B Loan, 4.344% (LIBOR + 225 bps), 2/2/22	\$ 120,861
	Wireless Telecommunication Services – 0.2%	
117,831	Virgin Media Bristol LLC, Facility K, 4.573% (LIBOR + 250 bps), 1/15/26	\$ 117,131
	Total Telecommunication Services	<u>\$ 237,992</u>
	UTILITIES – 0.3%	
	Electric Utilities – 0.1%	
52,500	APLP Holdings, Ltd., Partnership, Term Loan, 5.094% (LIBOR + 300 bps), 4/13/23	\$ 52,605
	Independent Power Producers & Energy Traders – 0.2%	
36,575	Calpine Corp., Term Loan, 4.84% (LIBOR + 250 bps), 1/15/24	\$ 36,556
38,937	TerraForm AP Acquisition Holdings LLC, Term Loan, 6.584% (LIBOR + 425 bps), 6/27/22	38,913
		<u>\$ 75,469</u>
	Total Utilities	<u>\$ 128,074</u>
	TOTAL SENIOR SECURED FLOATING RATE LOAN INTERESTS	
	(Cost \$2,469,056)	<u>\$ 2,475,829</u>
	U.S. GOVERNMENT AND AGENCY OBLIGATIONS – 31.8% of Net Assets	
34,022	Fannie Mae, 3.0%, 10/1/30	\$ 33,943
104,340	Fannie Mae, 3.0%, 5/1/43	101,928
18,578	Fannie Mae, 3.0%, 5/1/46	18,055
75,000	Fannie Mae, 3.0%, 7/1/46 (TBA)	72,653
53,611	Fannie Mae, 3.0%, 9/1/46	52,012
103,087	Fannie Mae, 3.0%, 10/1/46	100,014
105,877	Fannie Mae, 3.0%, 11/1/46	102,721
80,380	Fannie Mae, 3.0%, 1/1/47	78,345
27,671	Fannie Mae, 3.0%, 3/1/47	26,845
216,733	Fannie Mae, 3.0%, 10/1/47	210,267
40,906	Fannie Mae, 3.5%, 12/1/25	41,422

SCHEDULE OF INVESTMENTS 6/30/18 (UNAUDITED)

(continued)

Principal Amount USD (\$)		Value
U.S. GOVERNMENT AND AGENCY OBLIGATIONS – (continued)		
63,715	Fannie Mae, 3.5%, 12/1/25	\$ 64,518
57,586	Fannie Mae, 3.5%, 6/1/42	57,791
27,852	Fannie Mae, 3.5%, 12/1/42	27,952
78,989	Fannie Mae, 3.5%, 2/1/44	79,098
57,228	Fannie Mae, 3.5%, 2/1/45	57,307
70,642	Fannie Mae, 3.5%, 6/1/45	70,522
62,522	Fannie Mae, 3.5%, 9/1/45	62,259
58,965	Fannie Mae, 3.5%, 1/1/46	58,864
34,863	Fannie Mae, 3.5%, 2/1/46	34,803
20,041	Fannie Mae, 3.5%, 3/1/46	20,007
44,468	Fannie Mae, 3.5%, 4/1/46	44,392
40,669	Fannie Mae, 3.5%, 5/1/46	40,638
49,131	Fannie Mae, 3.5%, 7/1/46	49,047
97,774	Fannie Mae, 3.5%, 9/1/46	97,622
21,544	Fannie Mae, 3.5%, 10/1/46	21,507
23,009	Fannie Mae, 3.5%, 10/1/46	22,968
45,320	Fannie Mae, 3.5%, 12/1/46	45,239
26,364	Fannie Mae, 3.5%, 1/1/47	26,315
66,345	Fannie Mae, 3.5%, 1/1/47	66,294
67,552	Fannie Mae, 3.5%, 1/1/47	67,420
116,350	Fannie Mae, 3.5%, 1/1/47	116,134
72,025	Fannie Mae, 3.5%, 5/1/47	71,868
79,253	Fannie Mae, 3.5%, 5/1/47	79,069
22,509	Fannie Mae, 3.5%, 7/1/47	22,453
81,335	Fannie Mae, 3.5%, 7/1/47	81,151
111,134	Fannie Mae, 3.5%, 7/1/47	110,892
23,185	Fannie Mae, 3.5%, 8/1/47	23,129
179,343	Fannie Mae, 3.5%, 8/1/47	178,884
29,271	Fannie Mae, 3.5%, 11/1/47	29,198
65,609	Fannie Mae, 3.5%, 12/1/47	65,420
111,747	Fannie Mae, 3.5%, 12/1/47	111,410
39,579	Fannie Mae, 3.5%, 1/1/48	39,449
29,267	Fannie Mae, 3.5%, 2/1/48	29,179
8,502	Fannie Mae, 4.0%, 12/1/19	8,726
64,600	Fannie Mae, 4.0%, 10/1/40	66,746
9,582	Fannie Mae, 4.0%, 12/1/40	9,888
8,308	Fannie Mae, 4.0%, 11/1/41	8,533
12,858	Fannie Mae, 4.0%, 12/1/41	13,206
12,864	Fannie Mae, 4.0%, 1/1/42	13,211
35,874	Fannie Mae, 4.0%, 1/1/42	36,846
68,893	Fannie Mae, 4.0%, 1/1/42	70,750
26,560	Fannie Mae, 4.0%, 2/1/42	27,295
15,868	Fannie Mae, 4.0%, 3/1/42	16,298
33,880	Fannie Mae, 4.0%, 4/1/42	34,797
43,717	Fannie Mae, 4.0%, 5/1/42	44,901
70,815	Fannie Mae, 4.0%, 7/1/42	72,825
209,301	Fannie Mae, 4.0%, 8/1/42	214,967

**Principal
Amount
USD (\$)**

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

Value

Principal Amount USD (\$)		Value
31,714	Fannie Mae, 4.0%, 11/1/43	\$ 32,551
35,417	Fannie Mae, 4.0%, 11/1/43	36,449
40,548	Fannie Mae, 4.0%, 11/1/43	41,619
28,691	Fannie Mae, 4.0%, 7/1/44	29,324
55,781	Fannie Mae, 4.0%, 8/1/44	57,023
18,021	Fannie Mae, 4.0%, 10/1/44	18,418
23,519	Fannie Mae, 4.0%, 10/1/45	23,996
87,463	Fannie Mae, 4.0%, 11/1/45	89,839
56,225	Fannie Mae, 4.0%, 12/1/45	57,371
62,777	Fannie Mae, 4.0%, 6/1/46	64,044
65,862	Fannie Mae, 4.0%, 7/1/46	67,192
82,270	Fannie Mae, 4.0%, 7/1/46	83,928
48,671	Fannie Mae, 4.0%, 8/1/46	49,655
20,790	Fannie Mae, 4.0%, 11/1/46	21,225
22,260	Fannie Mae, 4.0%, 11/1/46	22,725
97,857	Fannie Mae, 4.0%, 1/1/47	99,969
31,764	Fannie Mae, 4.0%, 4/1/47	32,501
35,755	Fannie Mae, 4.0%, 4/1/47	36,493
51,932	Fannie Mae, 4.0%, 4/1/47	53,137
22,894	Fannie Mae, 4.0%, 6/1/47	23,427
23,219	Fannie Mae, 4.0%, 6/1/47	23,698
23,880	Fannie Mae, 4.0%, 6/1/47	24,373
86,996	Fannie Mae, 4.0%, 6/1/47	88,801
28,083	Fannie Mae, 4.0%, 7/1/47	28,737
30,388	Fannie Mae, 4.0%, 7/1/47	31,019
25,271	Fannie Mae, 4.0%, 8/1/47	25,796
50,113	Fannie Mae, 4.0%, 8/1/47	51,158
58,170	Fannie Mae, 4.0%, 12/1/47	59,386
79,251	Fannie Mae, 4.0%, 4/1/48	80,907
245,886	Fannie Mae, 4.5%, 8/1/40	258,699
73,012	Fannie Mae, 4.5%, 11/1/40	76,818
36,505	Fannie Mae, 4.5%, 5/1/41	38,409
14,814	Fannie Mae, 4.5%, 7/1/41	15,580
21,266	Fannie Mae, 4.5%, 12/1/41	22,160
33,525	Fannie Mae, 4.5%, 2/1/44	35,100
34,731	Fannie Mae, 4.5%, 2/1/44	36,351
96,859	Fannie Mae, 4.5%, 6/1/44	101,704
56,327	Fannie Mae, 4.5%, 5/1/46	58,696
36,724	Fannie Mae, 5.0%, 4/1/30	38,935
28,214	Fannie Mae, 5.0%, 1/1/39	30,129
7,392	Fannie Mae, 5.0%, 6/1/40	7,924
171	Fannie Mae, 6.0%, 3/1/32	189
100,000(h)	Federal Home Loan Bank Discount Notes, 7/5/18	99,984
36,844	Federal Home Loan Mortgage Corp., 3.0%, 10/1/29	36,773
83,914	Federal Home Loan Mortgage Corp., 3.0%, 11/1/42	82,022
16,441	Federal Home Loan Mortgage Corp., 3.0%, 5/1/43	16,047
65,590	Federal Home Loan Mortgage Corp., 3.0%, 6/1/46	63,723

SCHEDULE OF INVESTMENTS 6/30/18 (UNAUDITED)

(continued)

Principal Amount USD (\$)		Value
	U.S. GOVERNMENT AND AGENCY OBLIGATIONS – (continued)	
45,180	Federal Home Loan Mortgage Corp., 3.0%, 9/1/46	\$ 43,803
23,356	Federal Home Loan Mortgage Corp., 3.0%, 12/1/46	22,638
66,632	Federal Home Loan Mortgage Corp., 3.0%, 2/1/47	64,589
24,875	Federal Home Loan Mortgage Corp., 3.5%, 10/1/40	24,919
13,809	Federal Home Loan Mortgage Corp., 3.5%, 10/1/42	13,851
77,085	Federal Home Loan Mortgage Corp., 3.5%, 6/1/45	77,115
71,379	Federal Home Loan Mortgage Corp., 3.5%, 11/1/45	71,307
44,835	Federal Home Loan Mortgage Corp., 3.5%, 3/1/46	44,780
70,538	Federal Home Loan Mortgage Corp., 3.5%, 5/1/46	70,380
65,372	Federal Home Loan Mortgage Corp., 3.5%, 7/1/46	65,489
118,659	Federal Home Loan Mortgage Corp., 3.5%, 8/1/46	119,018
41,008	Federal Home Loan Mortgage Corp., 3.5%, 12/1/46	40,861
111,936	Federal Home Loan Mortgage Corp., 3.5%, 12/1/46	111,789
24,070	Federal Home Loan Mortgage Corp., 3.5%, 6/1/47	23,969
24,528	Federal Home Loan Mortgage Corp., 3.5%, 6/1/47	24,425
89,921	Federal Home Loan Mortgage Corp., 3.5%, 7/1/47	89,535
80,361	Federal Home Loan Mortgage Corp., 3.5%, 8/1/47	80,009
96,329	Federal Home Loan Mortgage Corp., 3.5%, 10/1/47	95,887
33,628	Federal Home Loan Mortgage Corp., 3.5%, 11/1/47	33,474
43,189	Federal Home Loan Mortgage Corp., 3.5%, 11/1/47	42,999
29,769	Federal Home Loan Mortgage Corp., 3.5%, 1/1/48	29,632
63,585	Federal Home Loan Mortgage Corp., 3.5%, 1/1/48	63,292
74,394	Federal Home Loan Mortgage Corp., 4.0%, 1/1/44	76,194
15,182	Federal Home Loan Mortgage Corp., 4.0%, 2/1/44	15,580
53,037	Federal Home Loan Mortgage Corp., 4.0%, 5/1/44	54,277
14,748	Federal Home Loan Mortgage Corp., 4.0%, 7/1/44	15,134
15,391	Federal Home Loan Mortgage Corp., 4.0%, 7/1/44	15,794
40,388	Federal Home Loan Mortgage Corp., 4.0%, 7/1/44	41,335
25,931	Federal Home Loan Mortgage Corp., 4.0%, 12/1/44	26,537
53,157	Federal Home Loan Mortgage Corp., 4.0%, 12/1/45	54,398
16,701	Federal Home Loan Mortgage Corp., 4.0%, 1/1/46	17,091
32,902	Federal Home Loan Mortgage Corp., 4.0%, 6/1/46	33,671
53,348	Federal Home Loan Mortgage Corp., 4.0%, 7/1/46	54,595
48,588	Federal Home Loan Mortgage Corp., 4.0%, 8/1/46	49,683
23,500	Federal Home Loan Mortgage Corp., 4.0%, 4/1/47	24,040
35,088	Federal Home Loan Mortgage Corp., 4.0%, 4/1/47	35,895
71,541	Federal Home Loan Mortgage Corp., 4.0%, 4/1/47	73,123
74,724	Federal Home Loan Mortgage Corp., 4.0%, 4/1/47	76,441
124,513	Federal Home Loan Mortgage Corp., 4.0%, 5/1/47	127,198
68,738	Federal Home Loan Mortgage Corp., 4.0%, 10/1/47	70,133
64,549	Federal Home Loan Mortgage Corp., 4.5%, 5/1/47	67,211
312	Federal Home Loan Mortgage Corp., 5.0%, 5/1/34	332
1,842	Federal Home Loan Mortgage Corp., 5.0%, 6/1/35	1,945
6,445	Federal Home Loan Mortgage Corp., 5.0%, 10/1/38	6,875
23,505	Federal Home Loan Mortgage Corp., 5.0%, 11/1/39	25,087
12,570	Federal Home Loan Mortgage Corp., 5.5%, 6/1/41	13,614

**Principal
Amount
USD (\$)**

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

Value

Principal Amount USD (\$)		Value
85,474	Government National Mortgage Association I, 3.5%, 11/15/41	\$ 86,164
20,344	Government National Mortgage Association I, 3.5%, 7/15/42	20,577
15,452	Government National Mortgage Association I, 3.5%, 10/15/42	15,607
27,787	Government National Mortgage Association I, 3.5%, 8/15/46	27,883
6,010	Government National Mortgage Association I, 4.0%, 12/15/41	6,174
232,249	Government National Mortgage Association I, 4.0%, 4/15/42	239,101
67,675	Government National Mortgage Association I, 4.0%, 8/15/43	69,862
12,640	Government National Mortgage Association I, 4.0%, 3/15/44	12,960
31,390	Government National Mortgage Association I, 4.0%, 9/15/44	32,184
30,987	Government National Mortgage Association I, 4.0%, 4/15/45	31,781
53,354	Government National Mortgage Association I, 4.0%, 6/15/45	54,703
6,288	Government National Mortgage Association I, 4.5%, 9/15/33	6,657
13,895	Government National Mortgage Association I, 4.5%, 4/15/35	14,581
27,282	Government National Mortgage Association I, 4.5%, 1/15/40	28,866
65,616	Government National Mortgage Association I, 4.5%, 3/15/40	68,994
20,957	Government National Mortgage Association I, 4.5%, 9/15/40	22,068
19,348	Government National Mortgage Association I, 4.5%, 7/15/41	20,358
4,854	Government National Mortgage Association I, 5.0%, 4/15/35	5,190
4,927	Government National Mortgage Association I, 5.5%, 1/15/34	5,381
6,851	Government National Mortgage Association I, 5.5%, 4/15/34	7,470
2,150	Government National Mortgage Association I, 5.5%, 7/15/34	2,349
9,233	Government National Mortgage Association I, 5.5%, 6/15/35	9,954
155	Government National Mortgage Association I, 6.0%, 8/15/19	156
691	Government National Mortgage Association I, 6.0%, 2/15/33	764
1,146	Government National Mortgage Association I, 6.0%, 3/15/33	1,265
1,224	Government National Mortgage Association I, 6.0%, 3/15/33	1,338
183	Government National Mortgage Association I, 6.0%, 6/15/33	200
1,973	Government National Mortgage Association I, 6.0%, 6/15/33	2,231
1,451	Government National Mortgage Association I, 6.0%, 7/15/33	1,613
1,846	Government National Mortgage Association I, 6.0%, 7/15/33	2,035
856	Government National Mortgage Association I, 6.0%, 9/15/33	938
2,558	Government National Mortgage Association I, 6.0%, 9/15/33	2,797
1,372	Government National Mortgage Association I, 6.0%, 10/15/33	1,510
6,678	Government National Mortgage Association I, 6.0%, 8/15/34	7,300
702	Government National Mortgage Association I, 6.5%, 3/15/29	774
1,151	Government National Mortgage Association I, 6.5%, 1/15/30	1,270
400	Government National Mortgage Association I, 6.5%, 2/15/32	454
463	Government National Mortgage Association I, 6.5%, 3/15/32	526
639	Government National Mortgage Association I, 6.5%, 11/15/32	726
49	Government National Mortgage Association I, 7.0%, 3/15/31	50
11,814	Government National Mortgage Association II, 3.5%, 3/20/45	11,871
14,431	Government National Mortgage Association II, 3.5%, 4/20/45	14,507
17,216	Government National Mortgage Association II, 3.5%, 4/20/45	17,308
21,762	Government National Mortgage Association II, 3.5%, 3/20/46	21,909
88,168	Government National Mortgage Association II, 3.5%, 11/20/46	88,587
45,307	Government National Mortgage Association II, 4.0%, 9/20/44	46,794
76,588	Government National Mortgage Association II, 4.0%, 10/20/46	78,829

SCHEDULE OF INVESTMENTS 6/30/18 (UNAUDITED)

(continued)

Principal Amount USD (\$)		Value
	U.S. GOVERNMENT AND AGENCY OBLIGATIONS – (continued)	
74,337	Government National Mortgage Association II, 4.0%, 1/20/47	\$ 76,258
24,860	Government National Mortgage Association II, 4.0%, 2/20/48	25,643
24,930	Government National Mortgage Association II, 4.0%, 4/20/48	25,713
100,000	Government National Mortgage Association II, 4.0%, 7/1/48 (TBA)	102,492
13,312	Government National Mortgage Association II, 4.5%, 9/20/41	14,005
51,277	Government National Mortgage Association II, 4.5%, 9/20/44	52,667
16,999	Government National Mortgage Association II, 4.5%, 10/20/44	17,906
36,854	Government National Mortgage Association II, 4.5%, 11/20/44	38,817
3,508	Government National Mortgage Association II, 5.5%, 3/20/34	3,831
5,787	Government National Mortgage Association II, 6.0%, 11/20/33	6,390
100,000(h)	U.S. Treasury Bills, 7/5/18	99,986
225,000(h)	U.S. Treasury Bills, 7/12/18	224,895
1,000,000(h)	U.S. Treasury Bills, 7/19/18	999,180
110,000(h)	U.S. Treasury Bills, 8/16/18	109,749
803,297	U.S. Treasury Inflation Indexed Bonds, 0.75%, 2/15/45	779,158
181,636	U.S. Treasury Inflation Indexed Bonds, 0.875%, 2/15/47	181,637
613,292	U.S. Treasury Inflation Indexed Bonds, 1.0%, 2/15/46	631,634
650,000	U.S. Treasury Notes, 1.625%, 6/30/20	638,447
675,000	U.S. Treasury Notes, 2.5%, 5/31/20	674,684
350,000	U.S. Treasury Notes, 2.75%, 5/31/23	350,438
	TOTAL U.S. GOVERNMENT AND AGENCY OBLIGATIONS	
	(Cost \$14,414,647)	<u>\$14,202,087</u>
Number of Contracts	Description Counterparty Notional Strike Price Expiration Date	
	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	–
		<u>\$ –</u>
	TOTAL OVER THE COUNTER (OTC) CALL OPTIONS PURCHASED	
	(Premiums paid \$0)	<u>\$ –</u>
	CURRENCY PUT OPTION PURCHASED – 0.0%†	
956,000	Put EUR Call USD Bank of America EUR 13,618 EUR 1.15 5/27/19	\$ 15,094
	TOTAL CURRENCY PUT OPTION PURCHASED	
	(Premiums paid \$13,617)	<u>\$ 15,094</u>
	TOTAL OPTIONS PURCHASED	
	(Premiums paid \$13,617)	<u>\$ 15,094</u>
	TOTAL INVESTMENTS IN UNAFFILIATED ISSUERS – 96.3%	
	(Cost \$43,580,958)	<u>\$42,932,934</u>

Shares		Dividend Income	Net Realized Gain (Loss)	Change in Net Unrealized Appreciation (Depreciation)	Value	
	AFFILIATED ISSUER – 2.1%					
	CLOSED-END FUND – 2.1% of Net Assets					
	INSURANCE – 2.1%					
	Property & Casualty Insurance – 2.1%					
97,089	Pioneer ILS Interval Fund(p)	\$ –	\$ –	\$29,163	\$ 941,765	
	Total Insurance				<u>\$ 941,765</u>	
	TOTAL CLOSED-END FUND					
	(Cost \$998,388)				<u>\$ 941,765</u>	
	TOTAL INVESTMENTS IN AFFILIATED ISSUER – 2.1%					
	(Cost \$998,388)				<u>\$ 941,765</u>	
Number of Contracts	Description	Counterparty	Notional	Strike Price	Expiration Date	
(956,000)	CURRENCY CALL OPTION WRITTEN – 0.0%†					
	Put EUR Call USD	Bank of America	EUR 13,618	EUR 1.27	5/27/19	\$ (10,363)
	TOTAL CURRENCY CALL OPTION WRITTEN					
	(Premiums received \$(13,618))					<u>\$ (10,363)</u>
	OTHER ASSETS AND LIABILITIES – 1.6%					<u>\$ 700,363</u>
	NET ASSETS – 100.0%					<u>\$44,564,699</u>

- BPS Basis Point.
- FREMF Freddie Mac Multifamily Fixed-Rate Mortgage Loans.
- LIBOR London Interbank Offered 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 June 30, 2018, the value of these securities amounted to \$12,733,619, or 28.6% 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 June 30, 2018.
- ^ Security is valued using fair value methods (other than prices supplied by independent pricing services).
- + Securities that used significant unobservable inputs to determine their value.
- (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 June 30, 2018.
- (d) The interest rate is subject to change periodically. The interest rate and/or reference index and spread shown at June 30, 2018.
- (e) Floating rate note. Coupon rate, reference index and spread shown at June 30, 2018.
- (f) Structured reinsurance investment. At June 30, 2018, the value of these securities amounted to \$48,430, or 0.1% of net assets. See Notes to Financial Statements – Note 1H.
- (g) Rate to be determined.
- (h) Security issued with a zero coupon. Income is recognized through accretion of discount.
- (i) Consists of Revenue Bonds unless otherwise indicated.
- (j) Represents a General Obligation Bond.
- (k) Security is in default.

SCHEDULE OF INVESTMENTS 6/30/18 (UNAUDITED)

(continued)

- (l) This term loan will settle after June 30, 2018, at which time the interest rate will be determined.
- (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").

FORWARD FOREIGN CURRENCY CONTRACTS

Currency Purchased	In Exchange for	Currency Sold	Deliver	Counterparty	Settlement Date	Net Unrealized Appreciation (Depreciation)
USD	64,790	NZD	(95,279)	Brown Brothers Harriman & Co.	7/31/18	\$ 295
EUR	167,303	USD	(194,523)	Citibank NA	7/31/18	1,094
NOK	574,704	EUR	(60,128)	Citibank NA	7/2/18	288
SEK	5,152,433	EUR	(493,678)	Citibank NA	8/1/18	(1,161)
MXN	2,236,250	USD	(110,717)	Goldman Sachs International	9/28/18	271
SEK	1,948,211	EUR	(190,797)	Goldman Sachs International	8/1/18	(5,268)
SEK	4,513,636	USD	(515,126)	Goldman Sachs International	7/31/18	(10,482)
NOK	574,704	EUR	(60,552)	JPMorgan Chase Bank NA	8/1/18	(275)
NOK	2,000,339	USD	(245,606)	JPMorgan Chase Bank NA	7/31/18	(128)
USD	204,248	INR	(14,142,515)	JPMorgan Chase Bank NA	9/28/18	(179)
USD	224,404	KRW	(248,841,672)	JPMorgan Chase Bank NA	9/28/18	229
KRW	248,841,672	USD	(225,092)	Societe Generale	9/28/18	(918)
SEK	5,152,433	EUR	(500,251)	State Street Bank & Trust Co.	7/2/18	(8,856)
TOTAL FORWARD FOREIGN CURRENCY CONTRACTS						<u>\$(25,090)</u>

FUTURES CONTRACTS

FIXED INCOME INDEX FUTURES CONTRACTS

Number of Contracts Long	Description	Expiration Date	Notional Amount	Market Value	Net Unrealized Appreciation (Depreciation)
5	U.S. 2 Year Note (CBT)	9/28/18	\$ 1,059,297	\$ 1,059,141	\$ (156)
7	U.S. 5 Year Note (CBT)	9/28/18	796,742	795,320	(1,422)
3	U.S. 10 Year Note (CBT)	9/19/18	359,296	360,562	1,266
			<u>\$ 2,215,335</u>	<u>\$ 2,215,023</u>	<u>\$ (312)</u>

Number of Contracts Short	Description	Expiration Date	Notional Amount	Market Value	Unrealized (Depreciation)
39	Euro-Bobl	9/6/18	\$ 5,988,939	\$ 6,014,422	\$(25,483)
3	Euro-Bund	9/6/18	564,019	568,990	(4,971)
15	U.S. 10 Year Ultra	9/19/18	1,915,379	1,923,516	(8,137)
3	U.S. Long Bond (CBT)	9/19/18	434,402	435,000	(598)
			<u>\$ 8,902,739</u>	<u>\$ 8,941,928</u>	<u>\$(39,189)</u>
TOTAL FUTURES CONTRACTS			<u>\$(6,687,404)</u>	<u>\$(6,726,905)</u>	<u>\$(39,501)</u>

SWAP CONTRACTS

CENTRALLY CLEARED CREDIT DEFAULT SWAP CONTRACT – BUY PROTECTION

Notional Amount (\$) ⁽¹⁾	Obligation Reference/Index	Pay/Receive ⁽²⁾	Annual Fixed Rate	Expiration Date	Premiums (Received)	Unrealized Appreciation	Market Value
1,233,665	Markit CDX North America High Yield Index Series 29	Pay	5.00%	12/20/22	\$(88,423)	\$9,133	\$(79,290)

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

Notional Amount (\$) ⁽¹⁾	Counterparty	Obligation Reference/Index	Pay/Receive ⁽³⁾	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)	\$ 3,437	\$ 627
29,000	JPMorgan Chase Bank NA	Simon Property Group LP	Receive	1.00%	6/20/22	(82)	650	568
41,000	JPMorgan Chase Bank NA	Simon Property Group LP	Receive	1.00%	6/20/22	(135)	937	802

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

\$ (3,027) **\$ 5,024** **\$ 1,997**

TOTAL SWAP CONTRACTS

\$(91,450) **\$14,157** **\$(77,293)**

⁽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⁾ Pays Quarterly.

⁽³⁾ Receives Quarterly.

Principal amounts are denominated in U.S. dollars unless otherwise noted.

ARS	–	Argentine Peso
EGP	–	Egyptian Pound
EUR	–	Euro
INR	–	Indian Rupee
KRW	–	South Korean Won
MXN	–	Mexican Peso
NOK	–	Norwegian Krone
NZD	–	New Zealand Dollar
SEK	–	Swedish Krona
UYU	–	Uruguayan Peso

Purchases and sales of securities (excluding temporary cash investments) for the six months ended June 30, 2018 were as follows:

	Purchases	Sales
Long-Term U.S. Government	\$2,021,404	\$3,051,408
Other Long-Term Securities	\$7,153,719	\$7,407,958

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 six months ended June 30, 2018, the Portfolio engaged in purchases and sales pursuant to these procedures amounting to \$4,821 and \$0, respectively resulting in a net realized gain of \$0.

At June 30, 2018, the net unrealized depreciation on investments based on cost for federal tax purposes of \$44,382,554 was as follows:

Aggregate gross unrealized appreciation for all investments in which there is an excess of value over tax cost	\$ 497,178
Aggregate gross unrealized depreciation for all investments in which there is an excess of tax cost over value	<u>(1,157,280)</u>
Net unrealized depreciation	<u>\$ (660,102)</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.

SCHEDULE OF INVESTMENTS 6/30/18 (UNAUDITED)

(continued)

The following is a summary of the inputs used as of June 30, 2018, in valuing the Portfolio's investments.

	Level 1	Level 2	Level 3	Total
Common Stocks	\$ 201	\$ —	\$ —	\$ 201
Convertible Preferred Stocks	500,921	—	—	500,921
Asset Backed Securities	—	1,060,413	—	1,060,413
Collateralized Mortgage Obligations	—	6,831,669	—	6,831,669
Convertible Corporate Bonds	—	159,933	—	159,933
Corporate Bonds				
Insurance				
Reinsurance	—	—	48,430	48,430
All Other Corporate Bonds	—	15,754,905	—	15,754,905
Foreign Government Bonds	—	1,145,350	—	1,145,350
Municipal Bonds	—	738,102	—	738,102
Senior Secured Floating Rate Loan Interests	—	2,475,829	—	2,475,829
U.S. Government and Agency Obligations	—	14,202,087	—	14,202,087
Over The Counter (OTC) Call Options Purchased	—	—	—*	—*
Currency Put Option Purchased	—	15,094	—	15,094
Closed-End Fund	—	941,765	—	941,765
Total Investments in Securities	\$501,122	\$43,325,147	\$48,430	\$43,874,699
Other Financial Instruments				
Currency Call Option Written	\$ —	\$ (10,363)	\$ —	\$ (10,363)
Net unrealized depreciation on forward foreign currency contracts	—	(25,090)	—	(25,090)
Net unrealized depreciation on futures contracts	(39,501)	—	—	(39,501)
Swap contracts, at value	—	(77,293)	—	(77,293)
Total Other Financial Instruments	\$ (39,501)	\$ (112,746)	\$ —	\$ (152,247)

* Includes securities that are valued at \$0.

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

	Corporate Bonds
Balance as of 12/31/17	\$35,408
Realized gain (loss) ⁽¹⁾	—
Change in unrealized appreciation (depreciation) ⁽²⁾	1,848
Accrued discounts/premiums	—
Purchases	11,174
Sales	—
Transfers in to Level 3**	—
Transfers out of Level 3**	—
Balance as of 6/30/18	\$48,430

⁽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 the change in unrealized appreciation (depreciation) from investments on the Statement of Operations.

** Transfers are calculated on the beginning of period values. During the six months ended June 30, 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 June 30, 2018: \$4,088

STATEMENT OF ASSETS AND LIABILITIES 6/30/18 (UNAUDITED)

ASSETS:

Investments in unaffiliated issuers, at value (cost \$43,580,958)	\$42,932,934
Investments in affiliated issuers, at value (cost \$998,388)	941,765
Cash	533,986
Foreign currencies, at value (cost \$202,339)	180,383
Futures collateral	117,750
Swaps collateral	50,467
Due from broker for futures	38,298
Due from broker for swaps	77,452
Variation margin for futures	1,247
Variation margin for swap contracts	945
Net unrealized appreciation on unfunded loan commitments	358
Receivables –	
Investment securities sold	209,357
Portfolio shares sold	57,761
Dividends	3,244
Interest	299,844
Due from the Adviser	25,330
Other assets	8,866
Total assets	<u>\$45,479,987</u>

LIABILITIES:

Payables –	
Investment securities purchased	\$ 281,674
Portfolio shares repurchased	404,913
Professional fees	20,537
Net unrealized depreciation on forward foreign currency contracts	25,090
Net unrealized depreciation on futures contracts	39,501
Swap contracts, at value (net premiums received \$(91,450))	77,293
Written options outstanding (net premiums received \$(13,618))	10,363
Due to affiliates	26,065
Accrued expenses	29,852
Total liabilities	<u>\$ 915,288</u>

NET ASSETS:

Paid-in capital	\$45,602,202
Distributions in excess of net investment income	(60,721)
Accumulated net realized loss on investments	(204,451)
Net unrealized depreciation on investments	(772,331)
Net assets	<u>\$44,564,699</u>

NET ASSET VALUE PER SHARE:

No par value (unlimited number of shares authorized)	
Class I (based on \$10,907,960/1,108,215 shares)	\$ 9.84
Class II (based on \$33,656,739/3,425,630 shares)	<u>\$ 9.82</u>

STATEMENT OF OPERATIONS (UNAUDITED)

For the Six Months Ended 6/30/18

INVESTMENT INCOME:

Interest from unaffiliated issuers (net of foreign taxes withheld \$4,084)	\$ 894,297	
Dividends from unaffiliated issuers	<u>15,250</u>	
Total investment income		<u>\$ 909,547</u>

EXPENSES:

Management fees	\$ 137,373	
Administrative expense	27,601	
Distribution fees		
Class II	42,540	
Custodian fees	37,166	
Professional fees	27,172	
Printing expense	15,195	
Pricing expense	27,453	
Trustees' fees	3,575	
Miscellaneous	<u>1,910</u>	
Total expenses		<u>\$ 319,985</u>
Less fees waived and expenses reimbursed by the Adviser		<u>(110,837)</u>
Net expenses		<u>\$ 209,148</u>
Net investment income		<u>\$ 700,399</u>

REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:

Net realized gain (loss) on:		
Investments in unaffiliated issuers	\$ (119,047)	
Forward foreign currency contracts	(117,431)	
Futures contracts	97,741	
Swap contracts	(32,178)	
Written options	(3,147)	
Other assets and liabilities denominated in foreign currencies	<u>6,561</u>	<u>\$ (167,501)</u>
Change in net unrealized appreciation (depreciation) on:		
Investments in unaffiliated issuers (net of foreign capital gains tax of \$(661))	\$(1,424,358)	
Investments in affiliated issuers	29,163	
Forward foreign currency contracts	15,641	
Futures contracts	(76,125)	
Swap contracts	26,726	
Written options	3,255	
Unfunded loan commitments	358	
Other assets and liabilities denominated in foreign currencies	<u>(20,794)</u>	<u>\$(1,446,134)</u>
Net realized and unrealized gain (loss) on investments		<u>\$(1,613,635)</u>
Net decrease in net assets resulting from operations		<u>\$ (913,236)</u>

STATEMENTS OF CHANGES IN NET ASSETS

	Six Months Ended 6/30/18 (unaudited)	Year Ended 12/31/17
FROM OPERATIONS:		
Net investment income (loss)	\$ 700,399	\$ 1,465,745
Net realized gain (loss) on investments	(167,501)	132,343
Change in net unrealized appreciation (depreciation) on investments	<u>(1,446,134)</u>	<u>514,641</u>
Net increase (decrease) in net assets resulting from operations	<u>\$ (913,236)</u>	<u>\$ 2,112,729</u>
DISTRIBUTIONS TO SHAREOWNERS:		
Net investment income:		
Class I (\$0.17 and \$0.37 per share, respectively)	\$ (185,023)	\$ (397,623)
Class II (\$0.16 and \$0.34 per share, respectively)	(548,888)	(1,152,008)
Net realized gain:		
Class I (\$0.07 and \$0.01 per share, respectively)	(72,049)	(11,057)
Class II (\$0.07 and \$0.01 per share, respectively)	<u>(224,978)</u>	<u>(34,044)</u>
Total distributions to shareowners	<u>\$ (1,030,938)</u>	<u>\$ (1,594,732)</u>
FROM PORTFOLIO SHARE TRANSACTIONS:		
Net proceeds from sales of shares	\$ 6,895,554	\$ 10,809,563
Reinvestment of distributions	1,028,096	1,594,732
Cost of shares repurchased	<u>(7,886,257)</u>	<u>(11,360,641)</u>
Net increase in net assets resulting from Portfolio share transactions	<u>\$ 37,393</u>	<u>\$ 1,043,654</u>
Net increase (decrease) in net assets	<u>\$ (1,906,781)</u>	<u>\$ 1,561,651</u>
NET ASSETS:		
Beginning of period	\$ 46,471,480	\$ 44,909,829
End of period	<u>\$ 44,564,699</u>	<u>\$ 46,471,480</u>
Distributions in excess of net investment income	<u>\$ (60,721)</u>	<u>\$ (27,209)</u>

	Six Months Ended 6/30/18 Shares (unaudited)	Six Months Ended 6/30/18 Amount (unaudited)	Year Ended 12/31/17 Shares	Year Ended 12/31/17 Amount
CLASS I				
Shares sold	109,592	\$ 1,103,847	91,032	\$ 932,236
Reinvestment of distributions	25,676	256,265	39,820	408,680
Less shares repurchased	<u>(86,520)</u>	<u>(874,857)</u>	<u>(143,323)</u>	<u>(1,468,786)</u>
Net increase (decrease)	<u>48,748</u>	<u>\$ 485,255</u>	<u>(12,471)</u>	<u>\$ (127,870)</u>
CLASS II				
Shares sold	575,372	\$ 5,791,707	964,065	\$ 9,877,327
Reinvestment of distributions	77,467	771,831	115,811	1,186,052
Less shares repurchased	<u>(696,858)</u>	<u>(7,011,400)</u>	<u>(965,219)</u>	<u>(9,891,855)</u>
Net increase (decrease)	<u>(44,019)</u>	<u>\$ (447,862)</u>	<u>114,657</u>	<u>\$ 1,171,524</u>

FINANCIAL HIGHLIGHTS

	Six Months Ended					
	6/30/18 (unaudited)	Year Ended 12/31/17	Year Ended 12/31/16*	Year Ended 12/31/15*	Year Ended 12/31/14*	Year Ended 12/31/13
Class I						
Net asset value, beginning of period	\$ 10.28	\$ 10.16	\$ 9.78	\$ 10.28	\$ 10.37	\$ 10.76
Increase (decrease) from investment operations:						
Net investment income (loss)	\$ 0.17(a)	\$ 0.35(a)	\$ 0.38(a)	\$ 0.27(a)	\$ 0.33	\$ 0.43
Net realized and unrealized gain (loss) on investments	(0.37)	0.15	0.35	(0.40)	0.09	(0.31)
Net increase (decrease) from investment operations	\$ (0.20)	\$ 0.50	\$ 0.73	\$ (0.13)	\$ 0.42	\$ 0.12
Distributions to shareowners:						
Net investment income	\$ (0.17)	\$ (0.37)	\$ (0.35)	\$ (0.32)	\$ (0.39)	\$ (0.45)
Net realized gain	(0.07)	(0.01)	—	(0.05)	(0.12)	(0.06)
Total distributions	\$ (0.24)	\$ (0.38)	\$ (0.35)	\$ (0.37)	\$ (0.51)	\$ (0.51)
Net increase (decrease) in net asset value	\$ (0.44)	\$ 0.12	\$ 0.38	\$ (0.50)	\$ (0.09)	\$ (0.39)
Net asset value, end of period	\$ 9.84	\$ 10.28	\$ 10.16	\$ 9.78	\$ 10.28	\$ 10.37
Total return (b)	(1.97)(c)	4.99(d)	7.58%	(1.27)%	3.96%	1.17%
Ratio of net expenses to average net assets (e)	0.75(f)	0.75%	0.75%	1.20%	1.21%	1.23%
Ratio of net investment income (loss) to average net assets	3.33(f)	3.43%	3.76%	2.66%	3.22%	3.97%
Portfolio turnover rate	21(c)	48%	61%	56%	88%	30%
Net assets, end of period (in thousands)	\$10,908	\$10,886	\$10,890	\$11,561	\$10,541	\$10,243
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 (e)	1.25(f)	1.18%	1.17%	1.20%	1.21%	1.23%
Net investment income (loss) to average net assets	2.83(f)	3.00%	3.34%	2.66%	3.22%	3.97%

* 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) Not annualized.

(d) 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%.

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

(f) Annualized.

† 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.

FINANCIAL HIGHLIGHTS

(continued)

	Six Months					
	Ended 6/30/18 (unaudited)	Year Ended 12/31/17	Year Ended 12/31/16*	Year Ended 12/31/15*	Year Ended 12/31/14*	Year Ended 12/31/13
Class II						
Net asset value, beginning of period	\$ 10.26	\$ 10.14	\$ 9.76	\$ 10.26	\$ 10.35	\$ 10.74
Increase (decrease) from investment operations:						
Net investment income (loss)	\$ 0.15(a)	\$ 0.33(a)	\$ 0.35(a)	\$ 0.24(a)	\$ 0.30	\$ 0.37
Net realized and unrealized gain (loss) on investments	(0.36)	0.14	0.36	(0.39)	0.09	(0.27)
Net increase (decrease) from investment operations	\$ (0.21)	\$ 0.47	\$ 0.71	\$ (0.15)	\$ 0.39	\$ 0.10
Distributions to shareowners:						
Net investment income	\$ (0.16)	\$ (0.34)	\$ (0.33)	\$ (0.30)	\$ (0.36)	\$ (0.43)
Net realized gain	(0.07)	(0.01)	—	(0.05)	(0.12)	(0.06)
Total distributions	\$ (0.23)	\$ (0.35)	\$ (0.33)	\$ (0.35)	\$ (0.48)	\$ (0.49)
Net increase (decrease) in net asset value	\$ (0.44)	\$ 0.12	\$ 0.38	\$ (0.50)	\$ (0.09)	\$ (0.39)
Net asset value, end of period	\$ 9.82	\$ 10.26	\$ 10.14	\$ 9.76	\$ 10.26	\$ 10.35
Total return (b)	(2.10)%(c)	4.74%	7.32%	(1.52)%	3.71%	0.92%
Ratio of net expenses to average net assets (d)	1.00%(e)	1.00%	1.00%	1.45%	1.45%	1.47%
Ratio of net investment income (loss) to average net assets	3.08%(e)	3.18%	3.51%	2.41%	2.96%	3.74%
Portfolio turnover rate	21%(c)	48%	61%	56%	88%	30%
Net assets, end of period (in thousands)	\$33,657	\$35,585	\$34,020	\$34,943	\$31,526	\$28,261
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)	1.49%(e)	1.43%	1.42%	1.45%	1.45%	1.47%
Net investment income (loss) to average net assets	2.58%(e)	2.75%	3.09%	2.41%	2.96%	3.74%

* 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) Not annualized.

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

(e) Annualized.

† 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 6/30/18 (UNAUDITED)

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.

On July 3, 2017, Amundi acquired Pioneer Investments, a group of asset management companies located throughout the world. Amundi, one of the world’s largest asset managers, is headquartered in Paris, France. As a result of the transaction, Pioneer Investment Management, Inc., the Portfolio’s investment adviser, became an indirect wholly owned subsidiary of Amundi and Amundi’s wholly owned subsidiary, Amundi USA, Inc. Prior to July 3, 2017, Pioneer Investments was owned by Pioneer Global Asset Management S.p.A., a wholly owned subsidiary of UniCredit S.p.A.

In connection with the transaction, the names of the Portfolio’s investment adviser and principal underwriter changed. Effective July 3, 2017, the name of Pioneer Investment Management, Inc. changed to Amundi Pioneer Asset Management, Inc. (the “Adviser”) and the name of Pioneer Funds Distributor, Inc. changed to Amundi Pioneer Distributor, Inc. (the “Distributor”).

In October 2016, the Securities and Exchange Commission (“SEC”) released its Final Rule on Investment Company Reporting Modernization. In addition to introducing two new regulatory reporting forms (Form N-PORT and Form N-CEN), the Final Rule amends Regulation S-X, which impacts financial statement presentation, particularly related to the presentation of derivative investments. The Portfolio’s financial statements were prepared in compliance with the amendments to Regulation S-X.

The Portfolio’s financial statements have been prepared in conformity with U.S. generally accepted accounting principles (“U.S. GAAP”) that require 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 Portfolio is an investment company and follows investment company accounting and reporting guidance under U.S. GAAP. 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.

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.

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.

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.

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

Shares of exchange-listed closed-end funds are valued by using the last sale price on the principal exchange where they are traded.

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 June 30, 2018, there were two securities that 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 0.0% of net assets. The value of these fair valued securities was \$0.

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. 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 June 30, 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 six months ended June 30, 2018, was \$(404,930).

Forward foreign currency contracts outstanding at June 30, 2018 are listed in the Schedule of Investments.

E. 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, 2017, 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 determining the daily net asset value, the Portfolio estimates the reserve for the repatriation of taxes, if any, associated with its investments in certain countries. The estimated reserve for capital gains is based on the net unrealized appreciation on certain

portfolio securities, the holding period of such securities and the related tax rates, tax loss carryforwards (if applicable) and other such factors. As of June 30, 2018, the Portfolio had no accrual for repatriation taxes related to capital gains.

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.

The tax character of current year distributions payable will be determined at the end of the current taxable year. The tax character of distributions paid during the year ended December 31, 2017 was as follows:

2017	
Distributions paid from:	
Ordinary income	<u>\$1,594,732</u>
Total	<u>\$1,594,732</u>

The following shows the components of distributable earnings on a federal income tax basis at December 31, 2017:

2017	
Distributable earnings:	
Undistributed ordinary income	\$ 78,091
Undistributed long-term capital gain	218,610
Current year late year loss	(62,520)
Net unrealized appreciation	<u>672,490</u>
Total	<u>\$906,671</u>

The difference between book-basis and tax-basis net unrealized appreciation is attributable to the tax adjustments relating to catastrophe bonds, interest accruals on preferred stock, defaulted bonds, the mark-to-market on foreign currency contracts, credit default swaps and futures contracts.

F. 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.

G. Risks

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. Interest rates in the U.S. recently have been historically low, so the Portfolio faces a heightened risk that interest rates may continue to rise. A general rise in interest rates may could adversely affect the price and liquidity of fixed-income securities and could also result in increased redemptions from the Portfolio. Investments in the Portfolio are subject to possible loss due to the financial failure of underlying issuers and their inability to meet their debt obligations. Prepayment risk is the chance that fixed-income securities will be paid off early if interest rates fall. Certain securities in which the Portfolio invests, including floating rate loans, once sold, may not settle for an extended period (for example, several weeks or even longer). The Portfolio will not receive its sale proceeds until that time, which may constrain the Portfolio's ability to meet its obligations (including obligations to redeeming shareowners). 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.

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 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.

H. Insurance-Linked Securities ("ILS")

The Portfolio invests in event-linked bonds. Event-linked bonds are floating rate debt obligations for which the return of principal and the payment of interest are contingent on the non-occurrence of a pre-defined "trigger" event, such as a hurricane or an earthquake of a specific magnitude. The trigger event's magnitude may be based on losses to a company or industry, industry indexes or readings of scientific instruments, or may be based on specified actual losses. If a trigger event occurs, as defined within the terms of an event-linked bond, the Portfolio may lose a portion or all of its accrued interest and/or principal invested in such event-linked bond. 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, event-linked bonds 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.

Structured reinsurance investments, including quota share instruments, collateralized reinsurance investments and ILWs, generally are subject to the same risks as event-linked bonds. In addition, where the instruments 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 June 30, 2018 is listed on the Schedule of investments.

I. 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 June 30, 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 minimal 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 six months ended June 30, 2018, was \$(9,386,555).

Open futures contracts outstanding at June 30, 2018 are listed in the Schedule of Investments.

J. 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 on 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.

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 June 30, 2018 is recorded as "Swaps collateral" on the Statement of Assets and Liabilities.

Open credit default swap contracts at June 30, 2018 are listed in the Schedule of Investments. The average market value of credit default swap contracts open during the six months ended June 30, 2018 was \$(90,548).

K. 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 six months ended June 30, 2018 was \$(3,476). Open written options contracts at June 30, 2018 are listed in the Portfolio's Schedule of Investments.

L. 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 six months ended June 30, 2018 was \$5,124. Open purchased options at June 30, 2018 are listed in the Portfolio's 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 six months ended June 30, 2018, the effective management fee (excluding waivers and/or assumption of expenses and acquired fund fees and expenses) was equivalent to 0.62% (annualized) of the Portfolio's average daily net assets.

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 six months ended June 30, 2018, are reflected on the Statement of Operations. These expense limitations are in effect through May 1, 2019. 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 \$25,135 in management fees, administrative costs and certain other reimbursements payable to the Adviser at June 30, 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 \$930 in distribution fees payable to the Distributor at June 30, 2018.

5. Assets and Liabilities Offsetting

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” and/or “Futures collateral”. Securities pledged by the Portfolio as collateral, if any, are identified as such in the Schedule of Investments.

Financial instruments subject to an enforceable master netting agreement such as an ISDA Master Agreement have been offset on the Statement of Assets and Liabilities. The following charts show gross assets and liabilities of the Portfolio as of June 30, 2018.

NOTES TO FINANCIAL STATEMENTS 6/30/18 (UNAUDITED)

(continued)

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)
Brown Brothers Harriman & Co.	\$ 295	\$ -	\$ -	\$ -	\$ 295
Citibank NA	1,382	(1,161)	-	-	221
Goldman Sachs International	271	(271)	-	-	-
JPMorgan Chase Bank NA	1,816	(582)	-	-	1,234
Morgan Stanley	3,437	-	-	-	3,437
Societe Generale	-	-	-	-	-
State Street Bank & Trust Co.	-	-	-	-	-
Total	\$7,201	\$(2,014)	\$ -	\$ -	\$5,187

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)
Brown Brothers Harriman & Co.	\$ -	\$ -	\$ -	\$ -	\$ -
Citibank NA	1,161	(1,161)	-	-	-
Goldman Sachs International	15,750	(271)	-	-	15,479
JPMorgan Chase Bank NA	582	(582)	-	-	-
Morgan Stanley	-	-	-	-	-
Societe Generale	918	-	-	-	918
State Street Bank & Trust Co.	8,856	-	-	-	8,856
Total	\$27,267	\$(2,014)	\$ -	\$ -	\$25,253

- (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 June 30, 2018 was as follows:

Statement of Assets and Liabilities	Interest Rate Risk	Credit Risk	Foreign Exchange Rate Risk	Equity Risk	Commodity Risk
Liabilities					
Net unrealized depreciation on forward foreign currency contracts	\$ -	\$ -	\$ 25,090	\$ -	\$ -
Net unrealized depreciation on futures contracts	39,501	-	-	-	-
Swap contracts, at value	-	77,293	-	-	-
Written options outstanding	-	-	10,363	-	-
Total Value	\$ 39,501	\$ 77,293	\$ 35,453	\$ -	\$ -

The effect of derivative instruments (not considered to be hedging instruments for accounting disclosure purposes) on the Statement of Operations by risk exposure at June 30, 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:					
Forward foreign currency contracts	\$ -	\$ -	\$ (117,431)	\$ -	\$ -
Futures contracts	97,741	-	-	-	-
Swap contracts	-	(32,178)	-	-	-
Written options	-	-	(3,147)	-	-
Total Value	\$ 97,741	\$ (32,178)	\$ (120,578)	\$ -	\$ -
Change in net unrealized appreciation (depreciation) on:					
Forward foreign currency contracts	\$ -	\$ -	\$ 15,641	\$ -	\$ -
Futures contracts	(76,125)	-	-	-	-
Swap contracts	-	26,726	-	-	-
Written options	-	-	3,255	-	-
Total Value	\$ (76,125)	\$ 26,726	\$ 18,896	\$ -	\$ -

7. Unfunded Loan Commitments

The Portfolio may enter into unfunded loan commitments. Unfunded loan commitments may be partially or wholly unfunded. During the contractual period, the Portfolio is obliged to provide funding to the borrower upon demand. A fee is earned by the Portfolio on the unfunded commitment and is recorded as interest income on the Statement of Operations.

As of June 30, 2018, the Portfolio had the following unfunded loan commitments outstanding:

Loan	Principal	Cost	Value	Unrealized Appreciation
Gentiva Health Services, Inc.	\$28,614	\$28,328	\$28,686	\$358
Nationstar Mortgage Holdings Inc., Tranche A	20,000	20,000	20,000	-
Nationstar Mortgage Holdings Inc., Tranche B	20,000	20,000	20,000	-
Nationstar Mortgage Holdings Inc., Tranche C	15,000	15,000	15,000	-
Total Value	\$83,614	\$83,328	\$83,686	\$358

ADDITIONAL INFORMATION**Change in Independent Registered Public Accounting Firm**

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

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

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

Effective immediately following the completion of the Transaction on July 3, 2017, the Board, acting upon the recommendation of the Audit Committee, engaged a new independent registered public accounting firm, Ernst & Young LLP (“EY”), for the Portfolio’s fiscal year ended December 31, 2017.

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.



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Pioneer Variable Contracts Trust

Officers

Lisa M. Jones, *President and Chief Executive Officer*

Mark E. Bradley, *Treasurer and Chief Financial Officer*

Christopher J. Kelley, *Secretary and Chief Legal Officer*

Trustees

Thomas J. Perna, *Chairman*

David R. Bock

Benjamin M. Friedman

Margaret B.W. Graham

Lisa M. Jones

Lorraine H. Monchak

Marguerite A. Piret

Fred J. Ricciardi

Kenneth J. Taubes

Investment Adviser and Administrator

Amundi Pioneer Asset Management, Inc.

Custodian and Sub-Administrator

Brown Brothers Harriman & Co.

Principal Underwriter

Amundi Pioneer Distributor, Inc.

Legal Counsel

Morgan, Lewis & Bockius LLP

Shareowner Services and Transfer Agent

DST Asset Manager Solutions, Inc.

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.