Calamos Advisors LLC

Global Convertible Strategy

CALAMOS®

Market Environment

The global convertible market rose during the quarter, with the BofA Merrill Lynch Global 300 Convertible Index (G300) gaining 7.93%. Of the major regions within the convertible index, the United States performed the best, advancing 10.43%. Japanese convertibles performed the worst, returning -6.24%.

Speculative grade convertibles outperformed their investment grade counterparts during the first quarter. The BofA ML All Investment Grade U.S. Convertibles Index (VXA1) returned 8.84%, compared to the BofA ML All Speculative Grade U.S. Convertibles Index (VXA2) return of 10.38%.

Performance Review

The Calamos Global Convertible strategy trailed the strong return of the BofA Merrill Lynch Global 300 Convertible Index, returning 5.70% gross of fees (5.52% net) versus 7.93%. For the one-year period, the strategy outperformed the index by 186 basis points, net of fees. During the first quarter, the most significant contributors to and detractors from performance were:

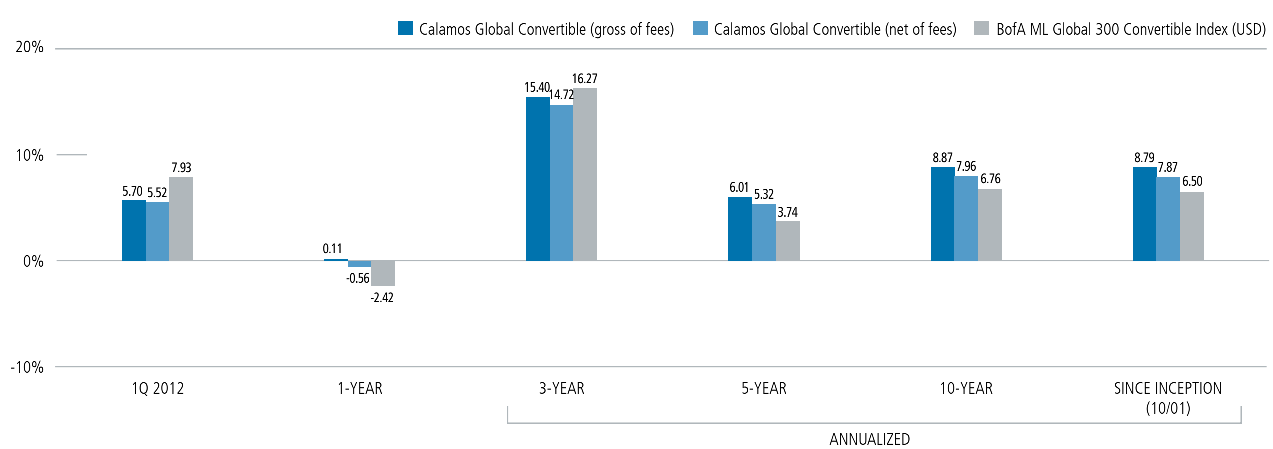
Energy. Security selection within energy added the most value. Holdings within the oil/gas equipment and services industry outperformed. We believe this sector will continue to benefit from global reflation efforts and strong global demand for energy resources, especially within emerging market economies.

Information technology. An overweight to information technology contributed to relative returns. Security selection within the semiconductors industry was notably positive. We continue to favor this sector due to its generally higher growth potential, higher cash flows and lower debt levels, as well as valuations we view as attractive. Our focus within IT remains on those companies that offer productivity enhancement capabilities to consumers and businesses, as well as those firms that may benefit from strong consumer demand for the latest electronics.

Health care. Security selection and an overweight to health care detracted from relative performance. Holdings within the pharmaceuticals industry underperformed. Our focus within this sector remains on companies that have healthy cash flows and strong fundamentals.

Materials. Security selection and an overweight to materials detracted value. Holdings within the gold industry were negative for relative performance as these firms incurred rising extraction costs. Gold was the outlier within the metals and mining industry as other metal-related companies generated positive returns during the period. We continue to believe the

FIGURE 1. CALAMOS GLOBAL CONVERTIBLE STRATEGY RETURNS



Source: Calamos Advisors LLC and Mellon Analytical Solutions LLC.

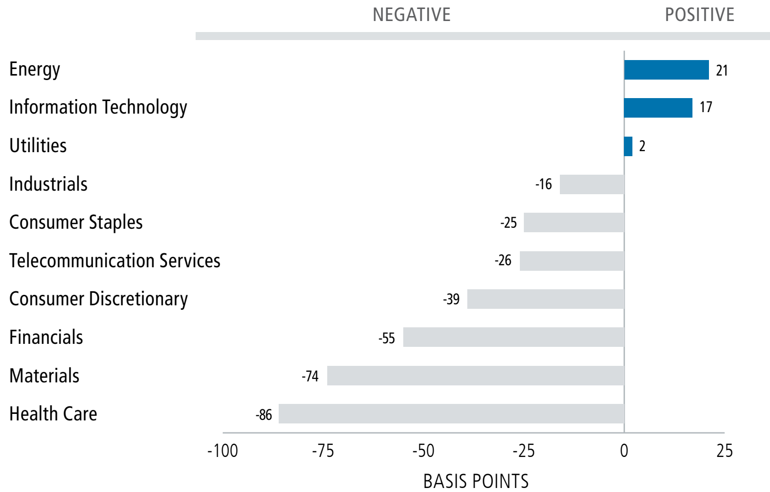
Past performance is no guarantee of future results.

Data as of 03/31/12.

All portfolio positioning and sector information is for a representative portfolio. Please see page four for additional information.

FIGURE 2. REPRESENTATIVE PORTFOLIO PERFORMANCE VERSUS THE BofA MERRILL LYNCH GLOBAL 300 CONVERTIBLE INDEX

FIRST QUARTER 2012



Attribution based on gross of fee performance with dividends reinvested. Performance attribution excludes any government/sovereign bonds or options on broad market indexes the portfolio may hold. ***Past performance is no guarantee of future results.***

Source: Calamos Advisors LLC
Data as of 3/31/12.

materials sector will be supported by increased demand for resources from emerging market regions, as well as by reflation efforts and accommodative central bank policies.

Credit quality. The portfolio's higher average credit quality detracted from relative returns. Investment grade convertibles trailed their speculative grade counterparts.

Geographic. Holdings within Luxembourg and an underweight and security selection within Japan added value. Security selection within the United States detracted from relative returns.

Positioning and Portfolio Changes

Health care. The portfolio's weighting to health care was increased slightly during the quarter, adding to the defensive posture of the portfolio.

Materials. The weighting to materials decreased during the quarter. Reflation efforts will benefit cyclical areas such as materials, as these companies benefit from sustained commodity prices and continued global reflation efforts. However, the allocation to the metals and mining industry was trimmed.

Geographic. The weighting to the United States decreased during the first quarter.

Outlook

"Risk-on" won out during the first quarter, as global reflation efforts and brighter economic data helped propel the equity markets upward. Within the U.S., economic data supports the view that a mild recovery is underway. There have been improvements in leading indicators, as well as signs of a bottom in the housing market. Overall, the U.S. economic engine—excluding the government portion of GDP—is demonstrating resilience. However, higher oil prices, inventory surges, weak velocity of money and a drawdown in savings during the fourth quarter are headwinds, heightened by uncertainty surrounding taxes, health care costs and other regulations. We maintain our expectation for quarters that feel like recovery, followed by periods that feel like retreat.

Asia and Europe are showing signs of healing, though less robust than in the U.S. And, as in the U.S., the trajectory remains unclear. In Europe, real progress toward structural change has been elusive, Japan continues to struggle with soaring debt, and China faces increased financial strain and inflation.

The global markets have responded to quantitative easing and the liquidity surge, but until the major world economies get back to more reasonable debt levels, we see global economic growth remaining below historic averages. We believe that in the U.S., the Fed will do anything to avoid a debt devaluation cycle. This means printing money, repurchasing debt and holding government rates below inflation and GDP growth. The implications of this include inflation in oil prices and imported goods as dollar devaluation occurs, and the potential for exporting inflation to emerging economies tied to the U.S. dollar or the Chinese yuan. Currency wars will not go away in this environment, creating hindrances to free trade and other economic liberties.

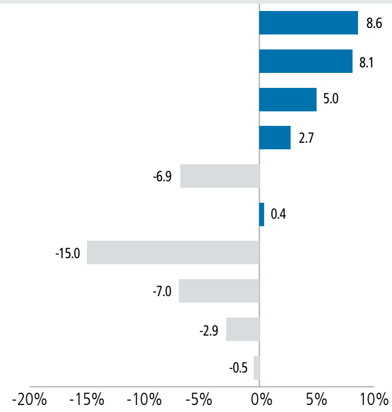
Nonetheless, we remain optimistic. We are finding attractive valuations that are supported by secular trends, such as the growth of an emerging market middle class and the ongoing push for enhanced business productivity in a globally competitive environment. Cyclical trends, notably reflation, also provide a tailwind for a range of commodity companies. We believe large multinationals with global access to capital, distribution networks, marketing and production should command premium business valuations. We expect companies in technology and energy to be particularly well positioned over the next decade.

The representative portfolio information described in the chart above represents a representative account managed in the Global Convertible strategy. Other clients' portfolios may differ mainly due to individual restrictions and timing of purchases and sales. All portfolio positioning and sector information is for a representative portfolio. Please see page four for additional information.

FIGURE 3. SECTOR ALLOCATIONS VERSUS THE BofA MERRILL LYNCH GLOBAL 300 CONVERTIBLE INDEX

SECTOR	REPRESENTATIVE PORTFOLIO	BofA ML G300 INDEX	PORTFOLIO SECTOR WEIGHTING CHANGE SINCE 12/31/11 (PCT. POINTS)
Information Technology	26.5%	17.9%	1.2%
Health Care	19.2	11.1	1.3
Energy	13.1	8.1	0.6
Consumer Staples	8.0	5.3	-0.3
Consumer Discretionary	7.4	14.3	1.1
Materials	7.2	6.8	-3.1
Financials	4.8	19.8	0.7
Industrials	2.5	9.5	-0.1
Telecommunication Services	2.5	5.4	-0.9
Utilities	1.3	1.8	-0.1

UNDER/OVERWEIGHT



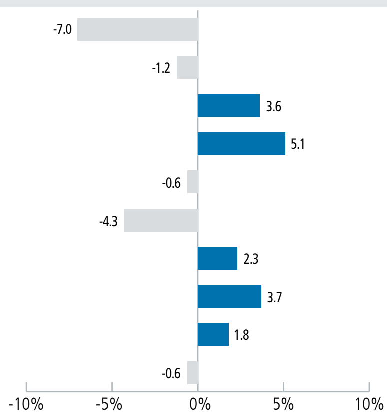
Source: Calamos Advisors LLC
Data as of 3/31/12.

This strategy is actively managed. Holdings, weightings and allocations are subject to change daily. Sector weightings exclude cash or cash equivalents, any government/sovereign bonds or broad based index hedging securities/options the portfolio may hold.

FIGURE 4. COUNTRY WEIGHTS VERSUS BofA MERRILL LYNCH GLOBAL 300 CONVERTIBLE INDEX

COUNTRY	REPRESENTATIVE PORTFOLIO	BofA ML G300 INDEX	PORTFOLIO COUNTRY WEIGHTING CHANGE SINCE 12/31/11 (PCT. POINTS)
United States	44.2%	51.2%	-2.8%
Japan	7.8	9.0	0.0
United Kingdom	7.0	3.4	-1.9
Canada	5.3	0.2	-0.4
Germany	4.9	5.5	1.6
France	4.0	8.3	0.4
Ireland	3.9	1.6	-0.3
Denmark	3.7	0.0	0.4
Switzerland	3.6	1.8	0.2
Hong Kong	3.3	3.9	-0.4
Developed Markets	96.6	91.5	-1.4
Emerging Markets	3.4	8.5	1.4

UNDER/OVERWEIGHT



Source: Calamos Advisors LLC
Data as of 3/31/12.

This strategy is actively managed. Holdings, weightings and allocations are subject to change daily. Companies are classified geographically according to their country of domicile. Geographical distribution tables exclude any options on broad market indexes the portfolio may hold.

The representative portfolio information described in both charts above represents a representative account managed in the Global Convertible strategy. Other clients' portfolios may differ mainly due to individual restrictions and timing of purchases and sales. All portfolio positioning and sector information is for a representative portfolio. Please see page four for additional information.

Past performance does not guarantee or indicate future results. Portfolios are managed according to their respective strategies which may differ significantly in terms of security holdings, industry weightings, and asset allocation from those of the benchmark(s). Portfolio performance, characteristics and volatility may differ from the benchmark(s) shown. There is no guarantee that the investment goals/objectives will be met. Indices are unmanaged and one cannot invest directly in an index.

The information portrayed is for the Calamos Global Convertible Composite. Representative holdings and portfolio characteristics are for the Representative Portfolio shown and are specific only to the portfolio shown at that point in time. Other portfolios will vary in composition, characteristics, and will experience different investment results. The representative portfolio shown has been selected by the advisor based on account characteristics that the advisor feels accurately represents the investment strategy as a whole.

The opinions referenced are as of the date of publication and are subject to change due to changes in the market or economic conditions and may not necessarily come to pass. Information contained herein is for informational purposes only and should not be considered investment advice.

Investments in overseas markets pose special risks, including currency fluctuation and political risks, and the strategy is expected to be more volatile than that of a U.S. only strategy. These risks are generally intensified for investments in emerging markets.

The information provided in this report should not be considered a recommendation to purchase or sell any industry, sector or particular security. There is no assurance that any industry, sector or security discussed herein will remain in a client's account at the time of reading this report or that industry, sectors or securities sold have not been repurchased. The industries, sectors, or securities discussed herein do not represent a client's entire account and in the aggregate may represent only a small percentage of an account's holdings.

It should not be assumed that any of the securities transactions or holdings discussed were or will prove to be profitable, or that the investment recommendations or decisions we make in the future will be profitable or will equal the investment performance of the securities discussed herein.

Performance returns presented reflect, unless otherwise noted the Calamos Global Convertible Composite which is an actively managed composite investing primarily in a globally diversified portfolio of convertible securities. The composite includes all fully discretionary fee-paying accounts, including those no longer with the Firm. Accounts valued at less than $1,000,000 are not included. All returns are net of commission and other similar fees charged on securities transactions and include reinvestment of net realized gains and interest.

Country Return Statistics: Unless otherwise noted, country equity returns are based on the appropriate MSCI Index for the country listed.

The BofA Merrill Lynch Global 300 Convertible Index (VG00) is a global convertible index composed of companies representative of the market structure of countries in North America, Europe and the Asia/Pacific region. The BofA Merrill Lynch All Investment Grade U.S. Convertibles Index (VXA1) is comprised of issues of U.S. investment-grade convertible bonds and preferreds. The BofA Merrill Lynch All Speculative Grade U.S. Convertibles Index (VXA2) is comprised of U.S. speculative grade convertible bonds and preferreds. The S&P 500 Index is a market-value weighted index and is widely regarded as the standard for measuring U.S. stock-market performance.

Unmanaged index returns assume reinvestment of any and all distributions and, do not reflect fees, expenses or sales charges. Investors cannot invest directly in an index.

Fees include the investment advisory fee charge by Calamos Advisors LLC. Returns greater than 12 months are annualized. All returns are net of commission and other similar fees charged on securities transactions and include reinvestment of net realized gains and interest. Chart Data Sources: Calamos Advisors LLC and Mellon Analytical Solutions LLC.

Average annual total return measures net investment income and capital gain or loss from portfolio investments as an annualized average assuming reinvestment of dividends and capital gains distributions.

Calamos Advisors LLC is a federally registered investment advisor. Form ADV Part 2A, which provides background information about the firm and its business practices, is available upon written request to:

Calamos Advisors LLC
2020 Calamos Court
Naperville, IL 60563-2787
Attn: Compliance Officer

CALAMOS®

Calamos Advisors LLC
2020 Calamos Court
Naperville, IL 60563-2787
800.582.6959
www.calamos.com /institutional

8449 0312 II