Global Dynamic Income Fund (CHW) 2Q14 Commentary

CALAMOS®

FUND

- CHW is a global enhanced fixed income offering that seeks to provide an attractive monthly distribution, with a secondary objective of capital appreciation.
- Invests in global fixed income securities, alternative investments and equities; at least 40% of assets invested in non-U.S. companies

Current Annualized Distribution Rate[1] 8.57%

ASSET ALLOCATION*

Common Stock	49.3%
Corporate Bonds	22.3
Convertible Bonds	20.5
Convertible Preferred Stock	5.5
Options	0.1
US Government Securities	0.1
Cash and Receivables/Payables	2.2

*The portfolio is actively managed. Holdings and weightings are subject to change at any time without notice. Asset Allocation Weightings are calculated as a percentage of Managed Assets. The tables exclude cash or cash equivalents, any government / sovereign bonds or broad based index hedging securities the portfolio may hold.

[1] Current Annualized Distribution Rate is the Fund's most recent distribution, expressed as an annualized percentage of the Fund's current market price per share. **The Fund's most recent distribution was $0.0700 per share. Based on our current estimates, we anticipate that approximately $0.0700 is paid from ordinary income and $0.0000 of the distribution represents a return of capital.** Estimates are calculated on a tax basis rather than on a enerally accepted accounting principles (GAAP) basis, but should not be used for tax reporting purposes. Distributions are subject to re-characterization for tax purposes after the end of the fiscal year. This information is not legal or tax advice. Consult a professional regarding your specific legal or tax matters. Under the Fund's level rate distribution policy, distributions paid to common shareholders may include net investment income, net realized short-term capital gains and return of capital. When the net investment income and net realized short-term capital gains are not sufficient, a portion of the level rate distribution will be a return of capital. In addition, a limited number of distributions per calendar year may include net realized long-term capital gains. Distribution rate may vary.

There is no assurance that the Fund will achieve or maintain its investment objective.

Overview

Global markets surged in the second quarter as central banks continued to inject liquidity, which pushed interest rates down. After a first quarter characterized by rotational markets resulting from heightened uncertainty about the economy, investors increasingly embraced the idea of a not-too-hot, not-too-cold economic scenario during the second quarter.

European equities advanced, supported by the core and periphery economies alike. Markets cheered the European Central Bank's commitment to bolstering the region's still-fragile economy. Market participants took the weather-induced U.S. economic decline in stride, choosing to focus on better news elsewhere, such as continued growth in payrolls, the sustained rebound in auto sales, strength in manufacturing, brisk acquisition activity, and all-time highs for corporate profit margins. While developed markets posted respectable gains, the emerging markets led the way. As U.S. interest rates defied widespread expectations and declined, appetite for the emerging markets grew.

Following a 12.9% monthly distribution increase in April, the fund maintained a monthly distribution of $0.07 throughout the quarter, resulting in an annualized distribution rate of 8.57%. We believe the fund's distributions are very competitive, given that low yields remain the norm. For example, the 10-year U.S. Treasury bond yield was 2.53% and the S&P 500 Index was 1.91% at the end of the quarter.

As do all five Calamos closed-end funds, this fund has a level distribution policy. Our policy is to pay a distribution through income and capital gains that is reflective of the fund's past results and earnings potential. We focus on delivering an attractive monthly distribution while maintaining a long-term focus on risk management.

Performance Review

In this fund, we employ a flexible approach of investing in equities, convertible securities and high yield securities that allows us to actively seek the best opportunities for our shareholders. We also use convertible arbitrage, an alternative strategy, to potentially enhance returns.

ANNUALIZED TOTAL RETURN AS OF 6/30/14

QUARTER	1-YEAR	3-YEAR	5-YEAR	SINCE INCEPTION (6/27/2007)
On Market Price				
11.49%	28.06%	13.23%	16.31%	3.52%
On NAV				
4.26	25.04	10.90	15.55	5.25

Source: State Street Corporation

Returns of less than 12 months are cumulative returns. Returns for periods greater than 12 months are annualized returns. Total return measures net investment income and capital gain or loss from portfolio investments as an annualized average. In calculating net investment income, all applicable fees and expenses are deducted from the returns.

Performance data quoted represents past performance, which is no guarantee of future results. Current performance may be lower or higher than the performance quoted. 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.

You can purchase or sell common shares daily. Like any other stock, market price will fluctuate with the market. Upon sale, your shares may have a market price that is above or below net asset value and may be worth more or less than your original investment. Shares of closed-end funds frequently trade at a market price that is below their net asset value.

Please refer to back page for important notes.

Calamos Global Dynamic Income Fund (CHW) Commentary

The fund benefited from investments in U.S. equities, in particular from selection in the energy sector (oil and gas exploration and production). Selection in and an overweight toward the financial sector, especially holdings in diversified banks, hindered results. With international equities, selection in the industrials sector also hindered results while our energy holdings performed relatively well versus the MSCI EAFE Index. Our global equity sleeve underperformed the MSCI World Index with selection in the health care sector, in particular in the biotechnology industry. However, selection in and an overweight position toward the information technology sector aided results in global equities.

Convertible arbitrage entails owning a convertible bond long and then shorting its underlying stock. Convertibles improved markedly during the quarter, supported by the equity market rally. A portion of convertibles were not hedged, which allowed them to increase along with the underlying stocks.

Positioning

The fund's convertible holdings increased slightly as we reduced fixed income exposure, notably sovereigns bonds. This is a way to participate in the upside of the equity markets in a more risk aware way and at the same time continue to earn income from distributions.

We maintained a preference for larger cap growth companies with global presence and geographically diversified revenue streams. We believe that such companies are well positioned to capitalize on global growth trends we see, in particular in emerging markets as economic growth remains more measured in the U.S. and other developed markets. In keeping with emphasis on risk management, we continue to emphasize those companies that we believe have respectable balance sheets, good prospects for sustainable growth and reliable debt servicing.

The portfolio's largest allocations, in absolute terms, are in the consumer discretionary, financials and information technology sectors while our lightest exposures are in telecommunication services, materials and utilities. We believe that many information technology companies offer compelling fundamentals as well as participation in secular growth trends. Also, financial companies tend to outperform in a rising interest rate environment and we have increased our exposure in the sector. We have also slightly reduced the average duration of the bonds in our portfolio as a hedge against rising interest rates.

Our pursuit of yield is informed by our risk-managed approach to total return. Reflecting this, the fund portfolio includes a blend of high yield and investment grade credits. We have taken a very selective approach to CCC rated credits. Given our expectation that economic growth may feel stop-and-go, we believe it is particularly important to favor companies that offer the best prospects for reliable debt servicing.

Leverage

We believe the environment is conducive to the prudent use of leverage as a way to enhance total return and support distributions. Leverage, which was 27% of total assets at the end of the quarter, enhanced returns. We were able to borrow at rates we believe were attractive, and we invested the proceeds to achieve a greater return than the cost of leverage. We believe our enhanced leverage facilities through employing BNP Bank and State Street Bank have been beneficial to the fund. We also continue to use interest rate swaps to protect from sudden rises in interest rates.

Conclusion

Growth stocks look reasonably inexpensive relative to non-growth stocks, and we believe the markets have entered a growth regime. Since the 1970s, growth stocks have typically led the market during the late stage of the business cycle, which we believe lies ahead of us. We expect interest rates to begin rising in 2015, creating significant headwinds for government bonds. Convertibles may provide welcome resilience to rate increases along with the opportunity for upside equity participation.

Calamos Global Dynamic Income Fund (CHW) Commentary

Important Fund Information

The goal of the level-rate distribution policy is to provide investors a predictable, though not assured, level of cash flow. Monthly distributions paid may include net investment income, net realized short-term capital gains and, if necessary, return of capital. Maintenance of this policy may increase transaction and tax costs associated with the Fund.

A credit rating is a relative and subjective measure of a bond issuer's credit risk, including the possibility of default. Credit ratings are assigned to companies by third-party groups, such as Standard & Poor's. Assets with the highest ratings are referred to as "investment grade" while those in the lower tiers are referred to as "noninvestment grade" or "high yield." Ratings are measured using a scale that typically ranges from AAA (highest) to D (lowest).

Leverage creates risks which may adversely affect return, including the likelihood of greater volatility of net asset value and market price of common shares; and fluctuations in the variable rates of the leverage financing. The ratio is the percent of total managed assets.

The Fund may invest up to 100% of its assets in foreign securities and invest in an array of security types and market-cap sizes, each of which has a unique risk profile. As a result of political or economic instability in foreign countries, there can be special risks associated with investing in foreign securities. These include fluctuations in currency exchange rates, increased price volatility, and difficulty obtaining information.

Investments by the Fund in lower-rated securities involve substantial risk of loss and present greater risks than investments in higher rated securities, including less liquidity and increased price sensitivity to changing interest rates and to a deteriorating economic environment.

Fixed income securities are subject to interest-rate risk; as interest rates go up, the value of debt securities in the Fund's portfolio generally will decline.

There are certain risks associated with an investment in a convertible bond such as default risk—that the company issuing a convertible security may be unable to repay principal and interest—and interest rate risk that the convertible may decrease in value if interest rates increase. Owning a bond fund is not the same as directly owning fixed income securities. If the market moves, losses will occur instantaneously, and there will be no ability to hold a bond to maturity. The principal risks of convertible arbitrage are Convertible Securities Risk and Convertible Hedging Risk. Convertible Securities Risk: The value of a convertible security is influenced by changes in interest rates, with investment value declining as interest rates increase and increasing as interest rates decline. The credit standing of the issuer and other factors also may have an effect on the convertible security's investment value. Convertible Hedging Risk: If the market price of the underlying common stock increases above the conversion price on a convertible security, the price of the convertible security will increase. The fund's increased liability on any outstanding short position would, in whole or in part, reduce this gain.

The Fund may invest in derivative securities, including options and swap agreements. The use of derivatives presents risks different from, and possibly greater than, the risks associated with investing directly in traditional securities. There is no assurance that any derivative strategy used by the Fund will succeed. One of the risks associated with purchasing an option is that the Fund pays a premium whether or not the option is exercised.

The Fund may seek to purchase index put options to help reduce downside exposure however, the effectiveness of the Fund's index option-based risk management strategy may be reduced if the Fund's equity portfolio does not correlate to the performance of the underlying option positions. The Fund also risks losing all or part of the cash paid for purchasing index options. Unusual market conditions or lack of a ready market of any particular option at a specific time may reduce the effectiveness of the Fund's option strategies, and for these and other reasons the Fund's option strategies may not reduce the Fund's volatility to the extent desired. From time to time, the Fund may reduce its holdings of put options, resulting in an increased exposure to a market decline.

Parties entering an interest rate swap take on exposure to a given interest rate; the exposure can be long or short depending on whether a counterparty is paying or receiving the fixed rate. At the same time, each party takes on the risk - known as counterparty credit risk - that the other party will default at some time during the life of the contract.

The **MSCI World Index** is a market capitalization weighted index composed of companies representative of the market structure of 21 developed market countries in North America, Europe, and the Asia/Pacific region. **MSCI EAFE Index** measures developed market equity performance (excluding the U.S. and Canada). The **S&P 500 Index** is generally considered representative of the U.S. stock market.

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

The information contained herein is based on internal research derived from various sources and does not purport to be statements of all material facts relating to the sectors, securities and markets mentioned. The information contained herein, while not guaranteed as to the accuracy or completeness, has been obtained from sources we believe to be reliable. Opinions expressed herein are as of the date of publication and are subject to change without notice due to various factors and may not necessarily come to pass. Information contained herein is for informational purposes only and should not be considered investment advice.

Terms

A Level Rate Distribution Policy is an investment company's commitment to common shareholders to provide a predictable, but not assured, level of cash flow. **Market Price** refers to the price at which shares of the fund trade in the market. **NAV or Net Asset Value** refers to the net value of all the assets held in the fund. **IPO Price** refers to the initial public offering price for shares of the fund.

Calamos Global Dynamic Income Fund (CHW) Commentary

CALAMOS®

2020 Calamos Court | Naperville, IL 60563-2787
800.582.6959 | www.calamos.com | caminfo@www.calamos.com

© 2014 Calamos Investments LLC. All Rights Reserved.
Calamos® and Calamos Investments® are registered trademarks of Calamos Investments LLC.

CHWCOM 9730 0614Q R