

TIMELY INFORMATION INSIDE

CALAMOS<sup>®</sup>  
I N V E S T M E N T S

Convertible Opportunities and Income Fund (CHI)

ANNUAL REPORT OCTOBER 31, 2018



**GO PAPERLESS**  
SIGN UP FOR E-DELIVERY

Visit [www.calamos.com/FundInvestor/GoPaperless](http://www.calamos.com/FundInvestor/GoPaperless) to enroll. You can view shareholder communications, including fund prospectuses, annual reports and other shareholder materials online long before the printed publications arrive by traditional mail.

## Experience and Foresight

### Our Managed Distribution Policy

Closed-end fund investors often seek a steady stream of income. Recognizing this important need, Calamos closed-end funds adhere to a managed distribution policy in which we aim to provide consistent monthly distributions through the disbursement of the following:

- Net investment income
- Net realized short-term capital gains
- Net realized long-term capital gains
- And, if necessary, return of capital

We set distributions at levels that we believe are sustainable for the long term. Our team focuses on delivering an attractive monthly distribution, while maintaining a long-term emphasis on risk management. The level of the Fund's distribution can be greatly influenced by market conditions, including the interest rate environment, the individual performance of securities held by the funds, our view of retaining leverage, fund tax considerations, and regulatory requirements.

You should not draw any conclusions about the Fund's investment performance from the amount of its distribution or from the terms of the Fund's plan. The Fund's Board of Trustees may amend or terminate the managed distribution policy at any time without prior notice to the Fund's shareholders.

For more information about any Calamos closed-end funds, we encourage you to contact your financial advisor or Calamos Investments at 800.582.6959 (Monday through Friday from 8:00 a.m. to 6:00 p.m., Central Time). You can also visit us at [www.calamos.com](http://www.calamos.com).

Note: The Fund adopted a managed distribution policy on January 1, 2018.

### TABLE OF CONTENTS

Letter to Shareholders	1
The Calamos Closed-End Funds: An Overview	5
Investment Team Discussion	6
Schedule of Investments	10
Statement of Assets and Liabilities	27
Statement of Operations	28
Statements of Changes in Net Assets	29
Statement of Cash Flows	30
Notes to Financial Statements	31
Financial Highlights	40
Report of Independent Registered Public Accounting Firm	41
Trustee Approval of Management Agreement	42
Tax Information	44
Trustees and Officers	45
About Closed-End Funds	47
Managed Distribution Policy	48
Automatic Dividend Reinvestment Plan	48



**JOHN P. CALAMOS, SR.**  
 Founder, Chairman  
 and Global Chief  
 Investment Officer

Dear Fellow Shareholder:

Welcome to your annual report for the 12-month period ended October 31, 2018. In this report, you will find commentary from the Calamos portfolio management team, as well as a listing of portfolio holdings, financial statements and highlights, and detailed information about the performance and positioning of this Calamos Fund. I encourage you to review this information carefully.

Calamos Convertible Opportunities and Income Fund (CHI) is an enhanced fixed income fund. We utilize dynamic asset allocation to pursue high current income with a less rate-sensitive approach, while also maintaining a focus on capital gains. We believe the flexibility to invest in high yield corporate bonds and convertible securities is an important differentiator, especially given political as well as fiscal and monetary policy unknowns, and their potential impact on interest rates and the fixed income market.

### Distribution

The Fund paid a monthly distribution of \$0.0950 per share from November 2017 to September 2018. The October 2018 monthly distribution was reduced to \$0.0800 per share. We believe the Fund's current annualized distribution rate, which was 9.69%<sup>†</sup> on a market price basis as of October 31, 2018, was very competitive, given the low interest rates in many segments of the bond market. In our view, the Fund's distributions illustrate the benefits of a multi-asset class approach and flexible allocation strategy.

We understand that many closed-end fund investors seek steady, predictable distributions instead of distributions that fluctuate. Therefore, this Fund has a managed distribution policy. As part of this policy, we aim to keep distributions consistent from month to month, and at a level that we believe can be sustained over the long term. In setting the Fund's distribution rate, the investment management team and the Fund's Board of Trustees consider the interest rate, market and economic environment. We also factor in our assessment of individual securities and asset classes.

<sup>†</sup> 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 10/31/18 distribution was \$0.0800 per share. Based on our current estimates, we anticipate that approximately \$0.0226 is paid from ordinary income or capital gains and that approximately \$0.0574 represents a return of capital. Estimates are calculated on a tax basis rather than on a generally 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 managed 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 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. The distribution rate may vary.

## Market Review

The global economy continued to expand during the reporting period, with especially strong fundamentals in the United States. Nonetheless, markets experienced turbulence, with non-U.S. markets facing the greatest pressures. A variety of factors contributed to investor apprehension, including trade policy uncertainty, rising U.S. interest rates, political uncertainties, and fears of softening global growth. In October, anxiety intensified, resulting in a sell-off across global financial markets.

For the 12 months overall, U.S. stocks and convertible securities outperformed global averages.<sup>1</sup> Within the fixed income market, high yield securities and shorter-term bonds were more resilient than investment-grade and longer-term issues.<sup>2</sup>

## Outlook

The U.S. economy is likely to maintain its growth trajectory through 2019. Unemployment is low, inflation is contained, consumer and small business confidence are strong, and capital spending is increasing. Deregulation and tax reform have already provided a powerful tailwind for U.S. economic activity and corporate earnings, but we believe the full measure of these policies has yet to be fully reflected in the economy. We expect the Federal Reserve to continue raising interest rates slowly in response to healthy economic conditions, but we do not believe these gradual increases represent an imminent threat to the U.S. economy or markets. Political gridlock is likely, which market participants may welcome if the fiscal policies put in place over recent years remain intact.

Outside the U.S., economic fundamentals are less strong on a relative basis and there is a wide range of political unknowns. However, there are a number of potential tailwinds for growth, such as more stimulative fiscal policy in China and Europe, and supportive policies from global central banks. Additionally, many global investments are trading at what we believe are attractive prices.

**As we look forward, we see continued opportunities in stocks, as well as in other economically sensitive areas of the market, such as convertible securities and high yield bonds.** Selectivity and risk management will remain essential: political, geopolitical, and interest rate uncertainties are likely to contribute to ongoing market volatility and shifts in market leadership as the economic cycle matures.

We believe the Fund is well positioned for the environment we expect. Our portfolio management team employs rigorous research to take advantage of the volatility in the markets, adding to positions when valuations are attractive and locking in gains when prices rise. They remain highly attentive to the interests of the shareholders in the Fund, including the need for appropriate levels of downside risk management.

## Conclusion

On behalf of all of us at Calamos Investments, thank you for entrusting us with your assets. I encourage you to visit our website, [www.calamos.com](http://www.calamos.com), on an ongoing basis for updates about the Funds and the markets, as well as additional information about asset allocation.

Sincerely,

A handwritten signature in black ink, appearing to read "John P. Calamos, Sr.", with a long horizontal flourish extending to the right.

John P. Calamos, Sr.

Founder, Chairman and Global Chief Investment Officer

*Before investing, carefully consider a fund's investment objectives, risks, charges and expenses. Please see the prospectus containing this and other information which can be obtained by calling 800.582.6959. Please read the prospectus carefully. Performance data represents past performance, which is no guarantee of future results. Current performance may be lower or higher than the performance quoted. Opinions are as of the publication date, subject to change and may not come to pass. Information is for informational purposes only and shouldn't be considered investment advice.*

Diversification and asset allocation do not guarantee a profit or protection against a loss.

<sup>1</sup> The MSCI All Country World Index is a measure of global stock market performance, which returned 0.00% for the 12-month period ending October 31, 2018. The S&P 500 Index is an unmanaged index generally considered representative of the U.S. stock market. For the 12-month period, the index returned 7.35%. The ICE BofAML All U.S. Convertibles ex-Mandatory Index represents the U.S. convertible securities market excluding mandatory convertibles. The index returned 4.05% for the 12-month period. The Thomson Reuters Global Convertible Bond Index is designed to broadly represent the global convertible bond market. The index returned -1.36% for the 12-month period.

<sup>2</sup> The Bloomberg Barclays U.S. Aggregate Bond Index is considered generally representative of the investment-grade bond market. For the 12-month period ending October 31, 2018, the index returned -2.05%. The Bloomberg Barclays U.S. High Yield 2% Issuer Capped Index measures the performance of high yield corporate bonds with a maximum allocation of 2% to any one issuer. The index returned 0.98% for the 12-month period. The Bloomberg Barclays U.S. Government/Credit 1-3 Years Index includes all medium and larger issues of U.S. government, investment-grade corporate, and investment-grade international dollar-denominated bonds that have maturities of between 1 and 3 years and are publicly issued. The index returned 0.34% for the 12-month period. The Bloomberg Barclays U.S. Government/Credit Index comprises long-term government and investment grade corporate debt securities and is generally considered representative of the performance of the broad U.S. bond market. The index returned -2.31% for the 12-month period.

Source: Lipper, Inc.

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. Investments in overseas markets pose special risks, including currency fluctuation and political risks. These risks are generally intensified for investments in emerging markets. Countries, regions, and sectors mentioned are presented to illustrate countries, regions, and sectors in which a fund may invest. Fund holdings are subject to change daily. The Funds are actively managed. 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 securities mentioned. The information contained herein, while not guaranteed as to accuracy or completeness, has been obtained from sources we believe to be reliable. There are certain risks involved with investing in convertible securities in addition to market risk, such as call risk, dividend risk, liquidity risk and default risk, that should be carefully considered prior to investing.

*This information is being provided for informational purposes only and should not be considered investment advice or an offer to buy or sell any security in the portfolio.*

# The Calamos Closed-End Funds: An Overview

In our closed-end funds, we draw upon decades of investment experience, including a long history of opportunistically blending asset classes in an attempt to capture upside potential while seeking to manage downside risk. We launched our first closed-end fund in 2002.

Closed-end funds are long-term investments. Most focus on providing monthly distributions, but there are important differences among individual closed-end funds. Calamos closed-end funds can be grouped into multiple categories that seek to produce income while offering exposure to various asset classes and sectors.

## Portfolios Positioned to Pursue High Current Income from Income and Capital Gains

### OBJECTIVE: U.S. ENHANCED FIXED INCOME

Calamos Convertible Opportunities and Income Fund  
(Ticker: CHI)

Invests in high yield and convertible securities, primarily in U.S. markets

Calamos Convertible and High Income Fund  
(Ticker: CHY)

Invests in high yield and convertible securities, primarily in U.S. markets

### OBJECTIVE: GLOBAL ENHANCED FIXED INCOME

Calamos Global Dynamic Income Fund  
(Ticker: CHW)

Invests in global fixed income securities, alternative investments and equities

## Portfolios Positioned to Seek Current Income, with Increased Emphasis on Capital Gains Potential

### OBJECTIVE: GLOBAL TOTAL RETURN

Calamos Global Total Return Fund  
(Ticker: CGO)

Invests in equities and higher-yielding convertible securities and corporate bonds, in both U.S. and non-U.S. markets

### OBJECTIVE: U.S. TOTAL RETURN

Calamos Strategic Total Return Fund  
(Ticker: CSQ)

Invests in equities and higher-yielding convertible securities and corporate bonds, primarily in U.S. markets

Calamos Dynamic Convertible and Income Fund  
(Ticker: CCD)

Invests in convertibles and other fixed income securities

**TOTAL RETURN\* AS OF 10/31/18****Common Shares – Inception 6/26/02**

	1 Year	Since Inception**
On Market Price	-5.54%	8.34%
On NAV	1.81%	9.01%

\* Total return measures net investment income and net realized gain or loss from Fund investments, and change in net unrealized appreciation and depreciation, assuming reinvestment of income and net realized gains distributions.

\*\* Annualized since inception.

**SECTOR WEIGHTINGS**

Information Technology	22.9%
Health Care	16.0
Consumer Discretionary	12.2
Financials	9.6
Energy	9.5
Industrials	8.3
Communication Services	5.4
Utilities	4.0
Real Estate	3.1
Materials	3.1
Consumer Staples	2.2

Sector Weightings are based on managed assets and may vary over time. Sector Weightings exclude any government/sovereign bonds or options on broad market indexes the Fund may hold.

## CONVERTIBLE OPPORTUNITIES AND INCOME FUND (CHI)

### INVESTMENT TEAM DISCUSSION

#### Please discuss the Fund's strategy and role within an asset allocation.

Calamos Convertible Opportunities and Income Fund (CHI) is an enhanced fixed income offering that seeks total return through a combination of capital appreciation and current income. It provides an alternative to funds investing exclusively in investment-grade fixed income instruments, and seeks to be less sensitive to interest rates. Like all Calamos closed-end funds, the Fund invests in multiple asset classes and seeks to provide a steady stream of distributions paid out monthly.

The Fund invests in a diversified portfolio of convertible securities and high yield securities. The allocation to each asset class is dynamic and reflects our view of the economic landscape as well as the potential of individual securities. By combining these asset classes, we believe that the Fund is well positioned to generate capital gains and income. We believe the broader range of security types also provides increased opportunities to manage the risk/reward characteristics of the portfolio over full market cycles. During the 12 months ended October 31, 2018, the Fund maintained a high proportional exposure to convertible assets. We believe such exposure, which constituted over half the portfolio at the end of the period, positions the Fund well to participate in the equity markets in a risk-managed manner in 2019.

We seek companies with respectable balance sheets, reliable debt servicing and good prospects for sustainable growth. While the Fund invests primarily in securities of U.S. issuers, we favor companies that are actively participating in globalization with geographically diversified revenue streams and global-scale business strategies.

#### How did the Fund perform over the reporting period?

The Fund returned 1.81% on a net asset value (NAV) basis and -5.54% on a market price basis for the one-year period ended October 31, 2018 versus 0.86% for ICE BofAML High Yield Master II Index and 3.67% for the ICE BofAML All U.S. Convertibles Index.

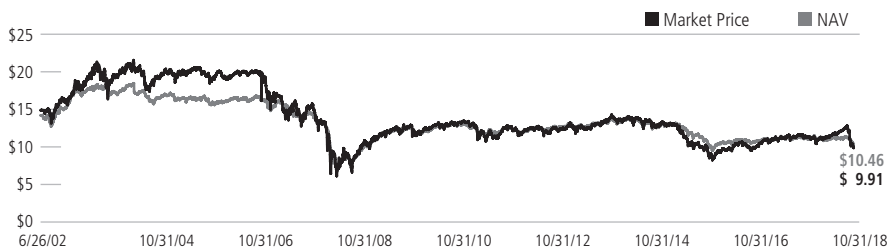
At the end of the reporting period, the Fund's shares traded at a -5.26% discount to net asset value.

#### How do NAV and market price return differ?

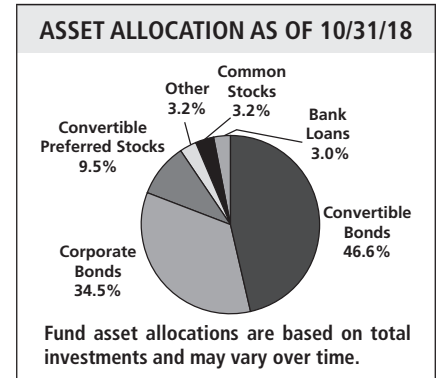
Closed-end funds trade on exchanges, where the price of shares may be driven by factors other than the value of the underlying securities. The price of a share in the market is called market value. Market price may be influenced by factors unrelated to the performance of the fund's holdings, such as general market sentiment or future expectation. A fund's NAV return measures the actual return of the individual securities in the portfolio, less fund expenses. It also measures how a manager was able to capitalize on market opportunities. Because we believe closed-end funds are best utilized long term within asset allocations, we believe that NAV return is the better measure of a fund's performance. However, when managing the fund, we strongly consider actions and policies that we believe will optimize its overall price performance and returns based on market value.



**SINCE INCEPTION MARKET PRICE AND NAV HISTORY THROUGH 10/31/18**



*Performance data quoted represents past performance, which is no guarantee of future results. Current performance may be lower or higher than the performance quoted. The principal value of an investment will fluctuate so that your shares, when sold, may be worth more or less than their original cost. Returns at NAV reflect the deduction of the Fund's management fee, debt leverage costs and all other applicable fees and expenses. You can obtain performance data current to the most recent month end by visiting [www.calamos.com](http://www.calamos.com).*



**Please discuss the Fund's distributions during the reporting period.**

We employ a managed distribution policy\* within this Fund with the goal of providing shareholders a consistent distribution stream. In each month of the period prior to October, the Fund distributed \$0.0950 per share. For the month of October, the Fund reduced its distribution per share and distributed \$0.0800 per share, resulting in a current annualized distribution rate of 9.69% of market price as of October 31, 2018.

We believe that both the Fund's distribution rate and level remained attractive and competitive, as low-but-rising interest rates limited yield opportunities in much of the marketplace. For example, as of October 31, 2018, the dividend yield of S&P 500 Index stocks averaged approximately 1.88%.† Yields also were low within the U.S. government bond market, with the 10-year U.S. Treasury and 30-year U.S. Treasury yielding 3.15% and 3.39%, respectively.‡

**What factors influenced performance over the reporting period?**

Improvements in the convertible bond markets contributed to the Fund's strong performance over the period. The convertible bond market, as measured by the ICE BofAML All U.S. Convertibles Index, returned 3.67% during the reporting period. Convertible bond Issuance was strong during the period, which presented us with a broad selection of investment opportunities.

From an economic sector perspective, our selection in health care (pharmaceuticals) contributed to performance. In addition, the Fund's allocation to information technology (application software) helped.

\* Under the Fund's managed 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 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. The distribution rate may vary.

† Source: Standard & Poor's

‡ Source: U.S. Department of the Treasury

Our allocation in consumer discretionary (movies and entertainment) was detrimental to performance. In addition, our selection in the industrials (oil and gas refining and marketing), lagged relative to the index.

### **How is the Fund positioned?**

The Fund continues to hold our highest allocations in the BB credit tier, as we believe this exposure will offer investors a better risk/reward dynamic while continuing to provide regular income. From an economic sector perspective, the Fund's heaviest exposures are in the information technology, health care and communication services sectors. We believe that these sectors should outperform given where we are in the economic recovery cycle and based on current demographic trends. The Fund continues to maintain significant positions in convertible securities, which we believe can provide income, benefit from a rising equity market, and manage overall portfolio risk. As of October 31, 2018, approximately 55% of the Fund's portfolio was invested in convertible securities. We believe this will enable the Fund's shareholders to take advantage of opportunities in the general equity markets, which we believe are poised for continued higher valuations. Long term, we believe patient investors will be rewarded for an allocation to convertibles and high yield at current levels, especially given the expectation for higher volatility moving into 2019.

The average credit quality of the portfolio is higher than that of the ICE BofAML All U.S. Convertibles Index. This is typical for the Fund, as our credit process tends to guide us away from the most speculative corporate securities. That said, we do selectively invest in lower-credit securities when we believe the risk/reward dynamics are favorable for our investors.

Moreover, where the risk/reward is compelling, we are investing in global businesses with the ability to seek the best opportunities around the world and diversify their revenue streams. Overall, we believe the Fund's portfolio of companies are performing very well fundamentally, earning attractive cash flow margins and improving their credit profiles—while utilizing reasonable debt levels to fund their operations.

Given our relatively low cost of borrowing, we believe that this is an environment that is conducive to the prudent use of leverage as a means of enhancing total return and supporting the Fund's distribution rate.

### **What are your closing thoughts for Fund shareholders?**

Given our outlook for a continued period of economic growth, we are favoring quality growth companies. Favorable factors within the U.S. include solid job creation, relatively low interest rates, increased consumer and business confidence, and limited inflationary pressures. We are emphasizing investments in companies with solid cash-flow generation, stronger balance sheets and opportunities to benefit from U.S. and global economic expansion. From a thematic and sector perspective, we see opportunities in the technology sector from companies tied to US consumption. We are also optimistic about growth-oriented health care companies based on current US demographics, as we believe those companies are favorably valued and positioned to grow revenues. We are cautious about companies in the consumer staples and utilities sector. We believe they may be fully valued as investors are attracted to those stocks for income rather than growth.

We believe that investing in convertible securities provides a means to participate in a portion of the equity market upside and to procure a measured degree of downside protection. We expect markets to have bouts of volatility, which we see as a positive for convertibles. In this respect, we believe returns are best viewed over a full market cycle. We are focused on the more balanced convertibles, which we believe can be beneficial in a volatile market, as they are more likely to limit losses in down markets and participate in up markets. We are also encouraged by the issuance of new convertibles, which should provide broad investment opportunities through the space. We believe our dynamic allocation mandate allows us to deploy assets across different asset classes to benefit our shareholders. Accordingly, we think that active management in the convertible and high yield asset classes is essential to achieving desirable risk-managed results over time.

*This information is not intended to be a recommendation or investment advice, and does not constitute a solicitation to buy or sell securities. Certain statements in this commentary are forward-looking statements. Discussions of specific investments are for illustration only and are not intended as recommendations of individual investments. The forward looking statements and other views expressed herein are those of the portfolio managers as of the date of this report. Actual future results or occurrence may differ significantly from those anticipated in any forward-looking statements and the views expressed herein are subject to change at any time, due to numerous market and other factors. The Fund disclaims any obligation to update publicly or review any forward-looking statements or views expressed herein.*

Schedule of Investments October 31, 2018

PRINCIPAL AMOUNT	VALUE	PRINCIPAL AMOUNT	VALUE
<b>CORPORATE BONDS (51.0%)</b>			
<b>Communication Services (5.9%)</b>			
977,000	Altice Financing, SA*^ 7.500%, 05/15/26	\$	924,989
2,272,000	Altice France, SA*^ 7.375%, 05/01/26		2,181,131
	Altice Luxembourg, SA*^ 7.750%, 05/15/22		436,723
391,000	7.625%, 02/15/25		333,619
1,487,000	Altice US Finance I Corp.* 5.500%, 05/15/26		1,449,632
391,000	Cequel Communications Holdings I, LLC / Cequel Capital Corp.*^ 7.500%, 04/01/28		405,608
1,309,000	Cincinnati Bell, Inc.* 8.000%, 10/15/25		1,192,054
410,000	7.000%, 07/15/24^		369,914
738,000	Consolidated Communications, Inc.^ 6.500%, 10/01/22		679,971
3,420,000	CSC Holdings, LLC*^ 5.500%, 04/15/27		3,294,195
5,678,000	Embarq Corp. 7.995%, 06/01/36		5,423,512
	Frontier Communications Corp.^ 11.000%, 09/15/25		2,246,932
3,053,000	7.625%, 04/15/24		1,400,142
2,323,000	8.500%, 04/01/26*		436,674
469,000	Hughes Satellite Systems Corp. 6.625%, 08/01/26^		1,119,212
1,173,000	5.250%, 08/01/26		252,189
264,000	Inmarsat Finance, PLC*^ 4.875%, 05/15/22		910,948
928,000	6.500%, 10/01/24		460,771
464,000	Intelsat Jackson Holdings, SA 9.750%, 07/15/25*		1,771,323
1,690,000	8.000%, 02/15/24*^		1,007,305
962,000	7.500%, 04/01/21^		894,037
883,000	8.500%, 10/15/24*^		589,167
596,000	MDC Partners, Inc.*^ 6.500%, 05/01/24		381,522
464,000	Qwest Corp.^ 6.875%, 09/15/33		1,183,619
1,221,000	SBA Communications Corp.^ 4.000%, 10/01/22		479,126
498,000	Sprint Corp.^ 7.875%, 09/15/23		6,265,319
5,863,000	7.125%, 06/15/24		2,428,388
2,374,000	T-Mobile USA, Inc. 4.750%, 02/01/28		1,111,804
1,197,000	Telecom Italia Capital, SA^ 6.000%, 09/30/34		220,411
244,000	United States Cellular Corp. 6.700%, 12/15/33		1,786,170
1,744,000			
489,000	Wind Tre, S.p.A.*^ 5.000%, 01/20/26	\$	416,770
	Windstream Services, LLC / Windstream Finance Corp. 8.625%, 10/31/25*		1,098,394
1,174,000	7.750%, 10/01/21		242,581
383,000	10.500%, 06/30/24*		133,060
163,000			43,527,212
	<b>Consumer Discretionary (8.8%)</b>		
430,000	American Greetings Corp.* 7.875%, 02/15/25		383,177
1,314,000	Beverages & More, Inc.* 11.500%, 06/15/22		1,032,456
1,158,000	Boyd Gaming Corp. 6.000%, 08/15/26		1,125,628
1,192,000	Caesars Resort Collection, LLC / CRC Finco, Inc.*^ 5.250%, 10/15/25		1,110,741
	CCO Holdings, LLC / CCO Holdings Capital Corp.^ 5.125%, 05/01/27*		2,350,243
2,492,000	5.750%, 09/01/23		957,039
948,000	5.000%, 02/01/28*		488,966
523,000	Century Communities, Inc. 5.875%, 07/15/25		2,071,710
2,286,000	6.875%, 05/15/22		1,330,304
1,328,000	Dana Financing Luxembourg Sarl* 6.500%, 06/01/26		3,293,065
3,322,000	DISH DBS Corp.^ 5.875%, 11/15/24		1,459,928
1,715,000	7.750%, 07/01/26		998,567
1,124,000	Eldorado Resorts, Inc. 6.000%, 04/01/25		2,184,308
2,203,000	ESH Hospitality, Inc.*^ 5.250%, 05/01/25		1,088,304
1,148,000	GameStop Corp.*^ 6.750%, 03/15/21		237,072
235,000	GLP Capital, LP / GLP Financing II, Inc. 5.250%, 06/01/25		1,189,475
1,187,000	goeasy, Ltd.*μ 7.875%, 11/01/22		1,008,450
972,000	Guitar Center Escrow Issuer, Inc.* 9.500%, 10/15/21		1,212,114
1,236,000	Hasbro, Inc. 6.600%, 07/15/28		2,582,085
2,316,000	International Game Technology, PLC*^ 6.250%, 01/15/27		1,216,807
1,231,000	L Brands, Inc.^ 6.875%, 11/01/35		3,119,897
3,669,000	Lennar Corp.μ 6.625%, 05/01/20		2,816,843
2,719,000	M/I Homes, Inc. 5.625%, 08/01/25		1,204,668
1,304,000			

Schedule of Investments October 31, 2018

PRINCIPAL AMOUNT		VALUE	PRINCIPAL AMOUNT		VALUE
2,487,000	Mattel, Inc.*^			Pilgrim's Pride Corp.*^	
	6.750%, 12/31/25	\$ 2,381,365	1,881,000	5.875%, 09/30/27	\$ 1,712,923
1,129,000	McLaren Finance, PLC*		493,000	5.750%, 03/15/25	460,736
	5.750%, 08/01/22	1,071,178		Post Holdings, Inc.*	
1,864,000	Meritage Homes Corp.		1,221,000	5.750%, 03/01/27	1,167,716
	7.000%, 04/01/22	1,943,835	244,000	5.625%, 01/15/28^	229,875
2,443,000	MGM Resorts International^			Simmons Foods, Inc.*	
	6.750%, 10/01/20	2,542,577	704,000	7.750%, 01/15/24	714,271
2,247,000	Penske Automotive Group, Inc.		562,000	5.750%, 11/01/24	412,019
	5.375%, 12/01/24	2,181,433			18,595,726
	PetSmart, Inc.*^				
801,000	5.875%, 06/01/25	629,710		<b>Energy (7.9%)</b>	
254,000	8.875%, 06/01/25	177,968	352,000	Berry Petroleum Company, LLC*	
	Rite Aid Corp.			7.000%, 02/15/26	350,523
2,624,000	7.700%, 02/15/27	1,838,453	2,003,000	Blue Racer Midstream, LLC / Blue Racer Finance Corp.*^	
728,000	6.125%, 04/01/23*^	620,165		6.125%, 11/15/22	2,047,477
3,337,000	Royal Caribbean Cruises, Ltd.^		721,000	Bruin E&P Partners, LLC*^	
	7.500%, 10/15/27	3,924,996		8.875%, 08/01/23	711,573
2,135,000	Salem Media Group, Inc.*		1,221,000	Buckeye Partners, LP^μ‡	
	6.750%, 06/01/24	1,922,226		6.375%, 01/22/78	
1,170,000	Sally Holdings, LLC / Sally Capital, Inc.^			3 mo. USD LIBOR + 4.02%	1,120,054
	5.625%, 12/01/25	1,088,112	2,369,000	Calfrac Holdings, LP*^	
3,420,000	Service Corp. International			8.500%, 06/15/26	2,135,618
	7.500%, 04/01/27	3,790,728	1,788,000	California Resources Corp.*^	
1,187,000	Sotheby's*^			8.000%, 12/15/22	1,595,182
	4.875%, 12/15/25	1,100,693	1,814,000	Carrizo Oil & Gas, Inc.^	
909,000	Taylor Morrison Communities Corp.			6.250%, 04/15/23	1,785,593
	6.625%, 05/15/22	920,717	1,173,000	Chaparral Energy, Inc.*	
2,929,000	Taylor Morrison Communities Corp. / Taylor Morrison Holdings II, Inc.*			8.750%, 07/15/23	1,131,358
	5.250%, 04/15/21	2,925,134	977,000	Cheniere Energy Partners, LP*^	
453,219	US Airways Series 2012-2, Class B Pass Through Trust			5.625%, 10/01/26	962,648
	6.750%, 12/03/22	475,278	1,216,000	Chesapeake Energy Corp.	
977,000	VOC Escrow, Ltd.*			8.000%, 01/15/25^	1,233,383
	5.000%, 02/15/28	919,249	938,000	7.000%, 10/01/24	919,761
		64,915,664	782,000	Comstock Escrow Corp.*	
				9.750%, 08/15/26	755,971
			2,394,000	DCP Midstream Operating, LP*^‡	
	<b>Consumer Staples (2.5%)</b>			5.850%, 05/21/43	
1,202,000	Albertsons Companies, LLC / Safeway, Inc. / New Albertson's, Inc. / Albertson's, LLC		489,000	3 mo. USD LIBOR + 3.85%	2,143,348
	5.750%, 03/15/25	1,068,536		DCP Midstream, LP‡	
1,417,000	Fresh Market, Inc.*			7.375%, 12/15/22	
	9.750%, 05/01/23	1,039,724	1,016,000	3 mo. USD LIBOR + 5.15%	469,100
	JBS USA LUX, SA / JBS USA Finance, Inc.*			Denbury Resources, Inc.	
7,619,000	7.250%, 06/01/21	7,723,647	694,000	5.500%, 05/01/22^	883,138
1,710,000	6.750%, 02/15/28	1,669,413	498,000	9.250%, 03/31/22*^	724,449
	New Albertson's, Inc.		528,000	7.500%, 02/15/24*	488,892
1,431,000	7.450%, 08/01/29	1,206,777		Diamond Offshore Drilling, Inc.	
796,000	7.750%, 06/15/26	701,582	2,472,000	7.875%, 08/15/25	521,754
567,000	8.000%, 05/01/31	488,507		Energy Transfer, LPμ‡	
				5.559%, 11/01/66	
				3 mo. USD LIBOR + 3.02%	2,132,051

# Schedule of Investments October 31, 2018

PRINCIPAL AMOUNT		VALUE	PRINCIPAL AMOUNT		VALUE
1,856,000	Energy Transfer, LP <sup>^</sup>		1,832,000	SESI, LLC <sup>^</sup>	
308,000	5.875%, 01/15/24	\$ 1,952,131		7.750%, 09/15/24	\$ 1,801,928
	5.500%, 06/01/27	313,736	513,000	SM Energy Company <sup>^</sup>	
1,905,000	Enterprise Products Operating, LLC <sup>^</sup> ‡			6.750%, 09/15/26	514,500
	4.875%, 08/16/77μ		1,016,000	Southwestern Energy Company	
	3 mo. USD LIBOR + 2.99%	1,779,079		7.500%, 04/01/26	1,034,674
474,000	5.375%, 02/15/78		777,000	Sunoco, LP / Sunoco Finance Corp.* <sup>^</sup>	
	3 mo. USD LIBOR + 2.57%	424,631		5.500%, 02/15/26	744,269
	EP Energy, LLC / Everest Acquisition Finance, Inc.*		239,000	Targa Resources Partners, LP / Targa Resources Partners Finance Corp.* <sup>^</sup>	
977,000	7.750%, 05/15/26	974,841		5.875%, 04/15/26	240,969
879,000	9.375%, 05/01/24	669,297	244,000	TransMontaigne Partners, LP / TLP Finance Corp.	
	Genesis Energy, LP / Genesis Energy Finance Corp. <sup>^</sup>			6.125%, 02/15/26	229,454
1,221,000	6.250%, 05/15/26	1,109,688	235,000	Transocean Pontus, Ltd.*	
1,173,000	6.500%, 10/01/25	1,089,864		6.125%, 08/01/25	233,933
	Gulfport Energy Corp. <sup>^</sup>		1,138,000	Transocean, Inc.* <sup>^</sup>	
1,173,000	6.375%, 05/15/25	1,112,514		7.500%, 01/15/26	1,119,052
704,000	6.000%, 10/15/24	662,489	1,270,000	Vine Oil & Gas, LP / Vine Oil & Gas Finance Corp.* <sup>^</sup>	
962,000	Halcon Resources Corp.			8.750%, 04/15/23	1,180,586
	6.750%, 02/15/25	877,657	1,954,000	W&T Offshore, Inc.* <sup>^</sup>	
1,173,000	HighPoint Operating Corp.			9.750%, 11/01/23	1,893,553
	7.000%, 10/15/22	1,157,997	2,521,000	Weatherford International, Ltd. <sup>^</sup>	
1,583,000	Lonestar Resources America, Inc.*			8.250%, 06/15/23	1,931,842
	11.250%, 01/01/23	1,717,428	1,197,000	Whiting Petroleum Corp. <sup>^</sup>	
1,173,000	Magnolia Oil & Gas Operating, LLC / Magnolia Oil & Gas Finance Corp.*			6.625%, 01/15/26	1,197,401
	6.000%, 08/01/26	1,160,431	1,260,000	WildHorse Resource Development Corp.	
972,000	McDermott Technologies Americas, Inc. / McDermott Technology U.S., Inc.*			6.875%, 02/01/25	1,255,407
	10.625%, 05/01/24	875,485			58,592,899
445,000	Moss Creek Resources Holdings, Inc.*				
	7.500%, 01/15/26	428,958			
122,000	Nabors Industries, Inc. <sup>^</sup>		2,374,000	<b>Financials (7.3%)</b>	
	5.750%, 02/01/25	112,610		Acrisure, LLC / Acrisure Finance, Inc.*	
733,000	Nine Energy Service, Inc.*		3,466,000	7.000%, 11/15/25	2,127,626
	8.750%, 11/01/23	744,849		Ally Financial, Inc.	
127,000	Northern Oil and Gas, Inc.*		1,221,000	8.000%, 11/01/31	4,172,319
	9.500%, 05/15/23			Amwins Group, Inc.*	
	9.500% PIK rate	131,169	2,164,000	7.750%, 07/01/26	1,256,110
835,000	Oasis Petroleum, Inc.* <sup>^</sup>			Ardonagh Midco 3, PLC* <sup>^</sup>	
	6.250%, 05/01/26	820,826	2,150,000	8.625%, 07/15/23	2,020,061
1,212,000	Par Petroleum LLC / Par Petroleum Finance Corp.*			AssuredPartners, Inc.*	
	7.750%, 12/15/25	1,201,025	1,207,000	7.000%, 08/15/25	2,117,331
1,221,000	PDC Energy, Inc. <sup>^</sup>			Bank of America Corp. <sup>^</sup> ‡	
	5.750%, 05/15/26	1,122,361	1,173,000	5.875%, 03/15/28	
1,074,500	Petroleum Geo-Services, ASA*			3 mo. USD LIBOR + 2.93%	1,173,059
	7.375%, 12/15/20	1,076,665	2,010,000	Bank of Nova Scotia <sup>^</sup> ‡	
1,202,000	Plains All American Pipeline, LPμ‡			4.650%, 10/12/22	
	6.125%, 11/15/22	1,126,683	2,345,000	3 mo. USD LIBOR + 2.65%	1,088,650
	3 mo. USD LIBOR + 4.11%	1,126,683		Brookfield Residential Properties, Inc.*	
489,000	QEP Resources, Inc. <sup>^</sup>			6.375%, 05/15/25	1,901,822
	5.625%, 03/01/26	461,044		Charles Schwab Corp.μ‡	
				5.000%, 12/01/27	
				3 mo. USD LIBOR + 2.58%	2,231,783

Schedule of Investments October 31, 2018

PRINCIPAL AMOUNT		VALUE	PRINCIPAL AMOUNT		VALUE
1,075,000	CyrusOne, LP / CyrusOne Finance Corp. 5.375%, 03/15/27	\$ 1,071,243	2,443,000	Tronox Finance, PLC*^	\$ 2,145,088
1,060,000	Dell International, LLC / EMC Corp.*^μ	1,099,681		5.750%, 10/01/25	53,958,801
1,207,000	Discover Financial Services^‡	1,142,727	<b>Health Care (6.2%)</b>		
528,000	5.500%, 10/30/27 3 mo. USD LIBOR + 3.08%	516,973	2,247,000	Acadia Healthcare Company, Inc.^	2,250,988
1,221,000	Greystar Real Estate Partners, LLC*	1,194,223	2,413,000	Bausch Health Cos., Inc.*	2,469,899
1,783,000	5.750%, 12/01/25	1,587,744	2,394,000	8.500%, 01/31/27	2,501,048
2,628,000	HUB International, Ltd.*^	2,369,050	1,173,000	9.000%, 12/15/25	1,233,333
2,785,000	7.000%, 05/01/26	2,813,936	1,155,000	9.250%, 04/01/26^	1,173,364
2,540,000	ILFC E-Capital Trust II*‡	2,484,158	3,706,000	7.500%, 07/15/21^	2,918,030
1,138,000	5.030%, 12/21/65 3 mo. USD LIBOR + 1.80%	1,056,974	336,000	Community Health Systems, Inc. 8.125%, 06/30/24*^	170,538
1,016,000	Iron Mountain, Inc.*	995,985	3,547,000	6.875%, 02/01/22	3,392,741
1,260,000	5.250%, 03/15/28	1,224,071	3,224,000	5.125%, 07/15/24	2,784,778
2,037,000	Jefferies Finance, LLC*	2,118,470	662,000	Endo DAC / Endo Finance, LLC / Endo Finco, Inc.*^	630,327
122,000	7.375%, 04/01/20	121,934	7,113,000	6.000%, 07/15/23	7,384,148
2,238,000	7.250%, 08/15/24	2,238,179	1,148,000	7.250%, 01/15/22	1,246,395
	Ladder Capital Finance Holdings LLLP / Ladder Capital Finance Corp.*	1,435,009	1,129,000	Endo Finance, LLC / Endo Finco, Inc.*	1,188,713
	5.250%, 10/01/25	1,435,009	1,221,000	7.250%, 01/15/22	1,173,900
	Level 3 Financing, Inc.^	1,435,009	1,612,000	HCA, Inc.	1,388,714
	5.375%, 05/01/25	1,435,009	503,000	5.875%, 05/01/23	433,624
	LPL Holdings, Inc.*	1,224,071	3,435,000	7.500%, 11/06/33	3,428,989
	5.750%, 09/15/25	1,224,071	2,399,000	7.500%, 11/06/33	2,313,763
	MetLife, Inc.μ	2,118,470	1,466,000	Horizon Pharma, Inc. / Horizon Pharma USA, Inc.*^	1,332,968
	6.400%, 12/15/36^	2,118,470	3,704,000	8.750%, 11/01/24	3,549,117
	5.875%, 03/15/28‡	121,934	508,000	Magellan Health, Inc.	494,591
	3 mo. USD LIBOR + 2.96%	121,934	1,246,000	4.400%, 09/22/24	1,241,259
	Nationstar Mortgage, LLC / Nationstar Capital Corp.	2,238,179	733,000	Mallinckrodt International Finance, SA / Mallinckrodt CB, LLC*^	647,679
	6.500%, 07/01/21	2,238,179	1,026,000	5.625%, 10/15/23	966,800
	Navient Corp.	1,435,009		5.625%, 10/15/23	46,315,706
	6.750%, 06/25/25^	1,435,009		6.375%, 02/01/25	
	6.500%, 06/15/22	630,963		Tenet Healthcare Corp.^	
	NexBank Capital, Inc.*‡&	1,059,774		6.750%, 06/15/23	
	6.375%, 09/30/27	1,059,774		4.625%, 07/15/24	
	3 mo. USD LIBOR + 4.59%	1,059,774		Teva Pharmaceutical Finance Company, BV^	
	Oil Insurance, Ltd.*‡	1,727,558		2.950%, 12/18/22	
	5.378%, 12/03/28	1,727,558		Teva Pharmaceutical Finance IV, BVμ	
	3 mo. USD LIBOR + 2.98%	1,727,558		3.650%, 11/10/21	
	Quicken Loans, Inc.*^	2,245,730		Teva Pharmaceutical Finance IV, LLCμ	
	5.750%, 05/01/25	2,245,730		2.250%, 03/18/20	
	Simmons First National Corp.‡	1,264,406		Teva Pharmaceutical Finance Netherlands III, BV	
	5.000%, 04/01/28	1,264,406		6.000%, 04/15/24	
	3 mo. USD LIBOR + 2.15%	1,264,406		2.800%, 07/21/23^	
	Springleaf Finance Corp.^	1,535,677		West Street Merger Sub, Inc.*	
	6.875%, 03/15/25	1,535,677		6.375%, 09/01/25	
	1,202,000	1,140,409			
	7.125%, 03/15/26	1,140,409			
	Towne Bank‡	650,078			
	4.500%, 07/30/27	650,078			
	3 mo. USD LIBOR + 2.55%	650,078			

# Schedule of Investments October 31, 2018

PRINCIPAL AMOUNT		VALUE	PRINCIPAL AMOUNT		VALUE
	<b>Industrials (5.5%)</b>		1,710,000	Navistar International Corp.*^	
1,417,000	ACCO Brands Corp.*			6.625%, 11/01/25	\$ 1,746,603
	5.250%, 12/15/24	\$ 1,330,322		Park Aerospace Holdings, Ltd.*	
	Allison Transmission, Inc.*		762,000	4.500%, 03/15/23	727,660
806,000	4.750%, 10/01/27	740,932	508,000	5.500%, 02/15/24^	503,987
513,000	5.000%, 10/01/24	498,774	2,150,000	Park-Ohio Industries, Inc.^	
704,000	Apergy Corp.*			6.625%, 04/15/27	2,162,556
	6.375%, 05/01/26	715,197	1,163,000	Scientific Games International, Inc.*^	
1,277,118	ARD Securities Finance Sarl*			5.000%, 10/15/25	1,083,218
	8.750%, 01/31/23		767,000	Tennant Company	
	8.750% PIK rate	1,230,433	239,000	5.625%, 05/01/25	763,698
1,216,000	Beacon Roofing Supply, Inc.*^			Titan Acquisition, Ltd. / Titan Co-Borrower, LLC*^	
	4.875%, 11/01/25	1,092,947	391,000	7.750%, 04/15/26	199,282
1,783,000	Bombardier, Inc.*^			TransDigm UK Holdings, PLC*	
	7.500%, 03/15/25	1,787,930	958,000	6.875%, 05/15/26	390,541
1,368,000	Covanta Holding Corp.			United Rentals North America, Inc.	
	5.875%, 03/01/24	1,370,886	928,000	4.875%, 01/15/28	864,806
283,000	5.875%, 07/01/25^	276,655	469,000	5.875%, 09/15/26^	909,208
1,221,000	Delphi Technologies, PLC*		601,000	6.500%, 12/15/26^	474,103
	5.000%, 10/01/25	1,102,520		Waste Pro USA, Inc.*	
708,000	Energizer Gamma Acquisition, Inc.*^			5.500%, 02/15/26	575,569
	6.375%, 07/15/26	708,942			<u>40,868,479</u>
1,715,000	Fly Leasing, Ltd.			<b>Information Technology (1.7%)</b>	
	5.250%, 10/15/24	1,642,078	1,808,000	Alliance Data Systems Corp.*	
244,000	FXI Holdings, Inc.*			5.875%, 11/01/21	1,843,247
	7.875%, 11/01/24	228,705	950,000	Cardtronics, Inc.	
2,155,000	Garda World Security Corp.*			5.125%, 08/01/22	927,632
	7.250%, 11/15/21	2,139,172	469,000	5.500%, 05/01/25*	439,050
2,404,000	Golden Nugget, Inc.*		1,651,000	CBS Radio, Inc.*^	
	6.750%, 10/15/24	2,402,377		7.250%, 11/01/24	1,562,267
1,158,000	Gray Television, Inc.*^		3,010,000	Clear Channel Worldwide Holdings, Inc.^	
	5.875%, 07/15/26	1,114,592		7.625%, 03/15/20	3,012,319
1,187,000	Great Lakes Dredge & Dock Corp.		1,099,000	CommScope Technologies, LLC*	
	8.000%, 05/15/22	1,220,895		6.000%, 06/15/25	1,070,272
1,793,000	H&E Equipment Services, Inc.^		1,246,000	Harland Clarke Holdings Corp.*	
	5.625%, 09/01/25	1,708,944		8.375%, 08/15/22	1,127,175
1,192,000	Hertz Corp.^		1,173,000	Nuance Communications, Inc.^	
	7.375%, 01/15/21	1,170,943		6.000%, 07/01/24	1,192,055
264,000	7.625%, 06/01/22*	253,152	1,041,000	VFH Parent, LLC*^	
1,300,000	Icahn Enterprises, LP^			6.750%, 06/15/22	1,063,444
	6.750%, 02/01/24	1,309,243			<u>12,237,461</u>
1,221,000	6.375%, 12/15/25	1,214,590		<b>Materials (3.4%)</b>	
391,000	James Hardie International Finance, Ltd.*		2,119,000	AK Steel Corp.^	
	4.750%, 01/15/25	364,346		6.375%, 10/15/25	1,891,790
1,221,000	Jeld-Wen, Inc.*^		1,881,000	Alcoa Nederland Holding, BV*	
	4.625%, 12/15/25	1,097,752	195,000	7.000%, 09/30/26	1,981,822
611,000	JPW Industries Holding Corp.*		3,835,000	6.125%, 05/15/28	194,568
	9.000%, 10/01/24	622,887		ArcelorMittal, SA	
2,006,000	Meritor, Inc.^			7.000%, 10/15/39	4,254,376
	6.250%, 02/15/24	1,976,973	1,417,000	Arconic, Inc.^	
1,236,000	Multi-Color Corp.*^			5.125%, 10/01/24	1,395,391
	4.875%, 11/01/25	1,145,061			



Schedule of Investments October 31, 2018

PRINCIPAL AMOUNT		VALUE	PRINCIPAL AMOUNT		VALUE
2,174,000	Ardagh Packaging Finance, PLC / Ardagh Holdings USA, Inc.*^			<b>TOTAL CORPORATE BONDS</b>	
	6.000%, 02/15/25	\$ 2,038,136		(Cost \$392,282,159)	\$ 377,904,515
469,000	Baffinland Iron Mines Corp. / Baffinland Iron Mines, LP*			<b>CONVERTIBLE BONDS (70.5%)</b>	
	8.750%, 07/15/26	473,620		<b>Communication Services (1.3%)</b>	
731,000	First Quantum Minerals, Ltd.*		5,423,000	GCI Liberty, Inc.*	
586,000	7.000%, 02/15/21^	715,985		1.750%, 09/30/46	5,882,030
1,759,000	7.250%, 04/01/23	541,262	3,850,000	Twitter, Inc.*^	
	INEOS Group Holdings, SA*^			0.250%, 06/15/24	3,605,217
	5.625%, 08/01/24	1,684,700			9,487,247
708,000	JW Aluminum Continuous Cast Company*^			<b>Consumer Discretionary (8.8%)</b>	
	10.250%, 06/01/26	708,641	8,000,000	Booking Holdings, Inc.~	
747,000	Kinross Gold Corp.		3,200,000	0.350%, 06/15/20	11,603,200
	4.500%, 07/15/27	669,741		Ctrip.com International, Ltd.	
1,104,000	New Gold, Inc.*^			1.000%, 07/01/20	3,040,736
	6.375%, 05/15/25	885,535	9,500,000	DISH Network Corp.	
2,819,000	PBF Holding Company, LLC / PBF Finance Corp.^		3,750,000	2.375%, 03/15/24^	8,036,430
	7.250%, 06/15/25	2,914,423		3.375%, 08/15/26	3,354,506
2,296,000	PH Glatfelter Companyµ		2,371,842	Liberty Interactive, LLC	
	5.375%, 10/15/20	2,295,793	1,700,000	4.000%, 11/15/29	1,634,472
	United States Steel Corp.^			3.750%, 02/15/30	1,163,931
2,340,000	6.875%, 08/15/25	2,297,833	8,550,000	Liberty Media Corp.	
489,000	6.250%, 03/15/26	461,401	5,333,829	1.375%, 10/15/23	9,949,721
		25,405,017	2,750,000	2.250%, 09/30/46	2,857,092
				Liberty Media Corp. / Liberty Formula One^	
	<b>Real Estate (0.7%)</b>		3,250,000	1.000%, 01/30/23	2,985,221
1,954,000	Equinix, Inc.			Marriott Vacations Worldwide Corp.^	
	5.375%, 04/01/23	1,986,906	3,850,000	1.500%, 09/15/22	3,042,195
2,247,000	MPT Operating Partnership, LP / MPT Finance Corp.^			RH*^	
	5.000%, 10/15/27	2,114,921	12,750,000	0.000%, 06/15/23	3,400,031
1,221,000	Starwood Property Trust, Inc.^			Tesla, Inc.^	
	4.750%, 03/15/25	1,174,150		1.250%, 03/01/21	14,308,751
		5,275,977			65,376,286
				<b>Energy (3.4%)</b>	
	<b>Utilities (1.1%)</b>		1,525,000	Helix Energy Solutions Group, Inc.	
293,000	NGPL PipeCo, LLC*		1,284,000	4.250%, 05/01/22	1,570,422
	4.875%, 08/15/27	283,604	5,250,000	4.125%, 09/15/23	1,514,016
	NRG Energy, Inc.			Nabors Industries, Inc.^	
2,057,000	6.625%, 01/15/27^	2,131,505	5,186,000	0.750%, 01/15/24	3,919,466
726,000	5.750%, 01/15/28	722,849		Oil States International, Inc.*^	
2,296,000	PPL Capital Funding, Inc.^µ‡		4,700,000	1.500%, 02/15/23	4,780,610
	5.051%, 03/30/67			PDC Energy, Inc.	
	3 mo. USD LIBOR + 2.67%	2,238,428	5,370,000	1.125%, 09/15/21	4,429,021
708,000	Talen Energy Supply, LLC*^			SM Energy Company^	
	10.500%, 01/15/26	624,268		1.500%, 07/01/21	5,395,857
1,221,000	TerraForm Power Operating, LLC*^		9,411,000	SunEdison, Inc.@	
	5.000%, 01/31/28	1,095,683	898,000	0.250%, 01/15/20*	200,078
1,026,000	Vistra Energy Corp.*		3,000,000	2.000%, 10/01/18	19,114
	8.125%, 01/30/26	1,115,236		TOTAL, SA	
		8,211,573		0.500%, 12/02/22	3,264,780
					25,093,364

## Schedule of Investments October 31, 2018

PRINCIPAL AMOUNT		VALUE	PRINCIPAL AMOUNT		VALUE
<b>Financials (4.0%)</b>			4,000,000	Teladoc Health, Inc.*^	
5,500,000	Ares Capital Corp. 3.750%, 02/01/22	\$ 5,577,358		1.375%, 05/15/25	\$ 5,780,280
3,125,000	BlackRock TCP Capital Corp. 4.625%, 03/01/22	3,097,031	3,900,000	Wright Medical Group, Inc.*^	3,958,617
3,475,000	Hope Bancorp, Inc.*	3,072,195		1.625%, 06/15/23	90,560,014
3,255,000	IAC FinanceCo, Inc.*^	4,548,879	<b>Industrials (4.9%)</b>		
6,800,000	JPMorgan Chase Bank, N.A. 0.000%, 12/30/20	7,101,818	3,750,000	Air Transport Services Group, Inc.^	3,434,100
7,000,000	JPMorgan Chase Financial Company, LLC (Voya Financial, Inc.)* §	6,546,050	3,650,000	Atlas Air Worldwide Holdings, Inc.^	3,832,883
		29,943,331	5,250,000	Dycom Industries, Inc.^	5,321,426
<b>Health Care (12.2%)</b>			3,250,000	Echo Global Logistics, Inc.	3,231,849
9,961,000	BioMarin Pharmaceutical, Inc.^	11,768,573	2,812,000	FTI Consulting, Inc.*	2,680,412
3,750,000	Evolent Health, Inc.*	3,628,181	8,000,000	Greenbrier Companies, Inc.	8,419,520
3,750,000	Exact Sciences Corp.	4,401,113	3,250,000	Meritor, Inc.	2,989,383
2,700,000	Flexion Therapeutics, Inc.	2,376,621	1,833,000	Patrick Industries, Inc.*	1,554,888
	llumina, Inc.		5,200,000	Tutor Perini Corp.	4,966,728
5,000,000	0.500%, 06/15/21	6,767,525		2.875%, 06/15/21	36,431,189
1,550,000	0.000%, 06/15/19	1,957,394	<b>Information Technology (32.8%)</b>		
	Innoviva, Inc.		2,250,000	Advanced Micro Devices, Inc.	5,364,720
3,500,000	2.125%, 01/15/23	3,421,740	6,997,000	Akamai Technologies, Inc.*	6,843,906
517,000	2.500%, 08/15/25	543,579	5,750,000	Altaba, Inc.~	6,469,900
1,667,000	Insmmed, Inc.	1,266,720	1,054,000	Apptio, Inc.*	1,013,458
6,750,000	Insulet Corp.*^	7,648,425	3,850,000	Atlassian, Inc.*^	4,413,370
2,900,000	Ionis Pharmaceuticals, Inc.	3,022,076	3,900,000	Avaya Holdings Corp.*	3,458,364
2,500,000	Ironwood Pharmaceuticals, Inc.^	2,642,200	7,700,000	DocuSign, Inc.*^	7,218,634
3,250,000	Jazz Investments I, Ltd.^	3,437,151		Envestnet, Inc.	
4,000,000	Ligand Pharmaceuticals, Inc.*^	3,820,820	3,850,000	1.750%, 06/01/23*^	3,870,752
2,750,000	Neurocrine Biosciences, Inc.^	4,226,558	3,250,000	1.750%, 12/15/19	3,364,270
4,050,000	NuVasive, Inc.	4,521,562	6,291,000	Finisar Corp.^	5,596,096
7,000,000	Pacira Pharmaceuticals, Inc.^	7,366,730	4,000,000	FireEye, Inc.*	4,204,740
2,350,000	Sarepta Therapeutics, Inc.*^	4,641,884	7,000,000	Guidewire Software, Inc.^	7,062,510
3,094,000	Supernus Pharmaceuticals, Inc.*^	3,362,265	6,200,000	II-VI, Inc.	6,381,505
				0.250%, 09/01/22	

Schedule of Investments October 31, 2018

PRINCIPAL AMOUNT		VALUE
8,350,000	Inphi Corp. 0.750%, 09/01/21	\$ 7,815,558
4,750,000	Intel Corp.~ 3.250%, 08/01/39	10,886,240
4,250,000	Lumentum Holdings, Inc.^ 0.250%, 03/15/24	4,848,039
16,500,000	Microchip Technology, Inc. 1.625%, 02/15/27	15,638,205
5,250,000	Micron Technology, Inc.~ 3.000%, 11/15/43	6,848,179
5,275,000	New Relic, Inc.*^ 0.500%, 05/01/23	5,561,538
6,500,000	NXP Semiconductors, NV^ 1.000%, 12/01/19	6,584,955
	ON Semiconductor Corp. 1.000%, 12/01/20	6,639,493
5,918,000		5,716,672
5,250,000		5,716,672
5,500,000	OSI Systems, Inc. 1.250%, 09/01/22	5,025,240
14,250,000	Palo Alto Networks, Inc.* 0.750%, 07/01/23	13,856,914
3,900,000	Pure Storage, Inc.* 0.125%, 04/15/23	4,006,022
1,861,000	Q2 Holdings, Inc.*^ 0.750%, 02/15/23	2,047,984
3,375,000	Quotient Technology, Inc.* 1.750%, 12/01/22	3,453,435
2,219,000	Rapid7, Inc.* 1.250%, 08/01/23	2,438,870
2,300,000	RealPage, Inc. 1.500%, 11/15/22	3,163,501
3,000,000	Silicon Laboratories, Inc.^ 1.375%, 03/01/22	3,240,630
	Splunk, Inc.* 1.125%, 09/15/25^	7,221,322
7,620,000		7,292,416
7,700,000	Square, Inc.*^ 0.500%, 05/15/23	9,227,256
2,757,000	Synaptics, Inc.^ 0.500%, 06/15/22	2,469,900
2,750,000	Twilio, Inc.*^ 0.250%, 06/01/23	3,436,510
5,250,000	Veeco Instruments, Inc. 2.700%, 01/15/23	4,399,001
5,500,000	Viavi Solutions, Inc.^ 1.000%, 03/01/24	5,967,060
7,800,000	Wix.com, Ltd.*^ 0.000%, 07/01/23	7,668,999
13,500,000	Workday, Inc.^ 0.250%, 10/01/22	15,007,072
7,000,000	Zendesk, Inc.* 0.250%, 03/15/23	7,678,125
		<u>243,401,361</u>

PRINCIPAL AMOUNT		VALUE
	<b>Materials (0.7%)</b>	
4,700,000	Royal Gold, Inc.^ 2.875%, 06/15/19	\$ 4,745,120
	<b>Real Estate (1.8%)</b>	
3,446,000	Empire State Realty OP, LP* 2.625%, 08/15/19	3,422,447
3,600,000	IH Merger Sub, LLC 3.500%, 01/15/22	3,858,066
3,900,000	Redfin Corp. 1.750%, 07/15/23	3,399,961
2,750,000	Starwood Property Trust, Inc.^ 4.375%, 04/01/23	2,753,369
		<u>13,433,843</u>
	<b>Utilities (0.6%)</b>	
4,000,000	NRG Energy, Inc.* 2.750%, 06/01/48	4,161,280
	<b>TOTAL CONVERTIBLE BONDS</b> (Cost \$557,542,198)	<u>522,633,035</u>
	<b>U.S. GOVERNMENT AND AGENCY SECURITIES (1.3%)</b>	
	United States Treasury Note	
6,595,000	1.875%, 05/31/22	6,354,471
3,420,000	2.375%, 03/15/21	3,379,251
	<b>TOTAL U.S. GOVERNMENT AND AGENCY SECURITIES</b> (Cost \$9,962,142)	<u>9,733,722</u>
	<b>BANK LOANS (4.5%)</b>	
	<b>Communication Services (0.9%)</b>	
1,200,000	Cincinnati Bell, Inc.‡ 5.552%, 10/02/24 1 mo. LIBOR + 3.25%	1,201,716
1,213,900	CSC Holdings, LLC‡ 4.780%, 01/25/26 1 mo. LIBOR + 2.50%	1,214,847
900,201	Cumulus Media, Inc.‡ 6.810%, 05/15/22 1 mo. LIBOR + 4.50%	890,641
1,300,000	Intelsat Jackson Holdings, SA 6.625%, 01/02/24	1,337,602
1,733,575	New Media Holdings II, LLC‡ 8.552%, 07/14/22 1 mo. LIBOR + 6.25%	1,746,577
		<u>6,391,383</u>
	<b>Consumer Discretionary (0.7%)</b>	
498,750	American Greetings Corp.‡ 6.804%, 04/06/24 1 mo. LIBOR + 4.50%	500,309
797,933	PetSmart, Inc.!‡ 0.000%, 03/11/22	678,698

Schedule of Investments October 31, 2018

PRINCIPAL AMOUNT		VALUE	PRINCIPAL AMOUNT		VALUE
1,250,000	R.R. Donnelley & Sons Company‡ 7.280%, 01/15/24 1 mo. LIBOR + 5.00%	\$ 1,242,187			
2,406,250	Weight Watchers International, Inc.‡ 7.150%, 11/29/24 1 mo. LIBOR + 4.75%	2,423,924 4,845,118			
<b>Energy (0.1%)</b>			<b>Industrials (0.3%)</b>		
995,000	McDermott Tech Americas, Inc.‡ 7.302%, 05/10/25 1 mo. LIBOR + 5.00%	984,801	1,179,075	Scientific Games International, Inc.‡ 5.046%, 08/14/24 1 mo. LIBOR + 2.75%	\$ 1,169,283
<b>Financials (0.5%)</b>			1,191,000	TransDigm, Inc.‡ 4.802%, 08/22/24 1 mo. LIBOR + 2.50%	1,187,409 2,356,692
248,750	AssuredPartners, Inc.‡ 5.552%, 10/22/24 1 mo. LIBOR + 3.25%	248,470	<b>Information Technology (0.3%)</b>		
1,194,000	Genworth Financial, Inc.‡ 6.831%, 03/07/23 1 mo. LIBOR + 4.50%	1,220,871	1,150,000	BMC Software Finance, Inc.!‡ 0.000%, 10/02/25	1,155,394
763,636	GLP Financing, LLC‡ 3.780%, 04/28/21 1 mo. LIBOR + 1.50%	757,909	1,225,000	First Data Corp.‡ 4.287%, 04/26/24 1 mo. LIBOR + 2.00%	1,219,769 2,375,163
997,500	HUB International, Ltd.‡ 5.490%, 04/25/25 1 mo. LIBOR + 3.00%	995,939	<b>Real Estate (0.2%)</b>		
250,000	Level 3 Financing, Inc.!‡ 0.000%, 02/22/24	250,489	1,197,000	iStar, Inc.‡ 5.028%, 06/28/23 1 mo. LIBOR + 2.75%	1,199,244
350,000	Resideo Funding, Inc.‡ 4.490%, 10/04/25 1 mo. LIBOR + 2.00%	351,533 3,825,211	<b>TOTAL BANK LOANS</b> (Cost \$32,942,804)		
<b>Health Care (1.5%)</b>			<b>33,015,245</b>		
2,493,172	Amneal Pharmaceuticals, LLC‡ 5.813%, 05/04/25 1 mo. LIBOR + 3.50%	2,512,183	<b>SYNTHETIC CONVERTIBLE SECURITIES (1.4%) □</b>		
2,437,500	Bausch Health Cos., Inc.‡ 5.274%, 06/01/25 1 mo. LIBOR + 3.00%	2,441,790	<b>CORPORATE BONDS (1.2%)</b>		
1,200,000	Geniva Health Services, Inc.‡ 9.313%, 07/02/26 1 mo. LIBOR + 7.00%	1,229,250	<b>Communication Services (0.1%)</b>		
586,425	Geniva Health Services, Inc.‡ 6.063%, 07/02/25 1 mo. LIBOR + 3.75%	589,724	23,000	Altice Financing, SA*^ 7.500%, 05/15/26	21,776
1,190,932	Mallinckrodt International Finance, SA‡ 5.136%, 09/24/24 1 mo. LIBOR + 2.75%	1,177,069	53,000	Altice France, SA*^ 7.375%, 05/01/26	50,880
1,188,000	Ortho Clinical Diagnostics, SA‡ 5.544%, 06/30/25 1 mo. LIBOR + 3.25%	1,185,624		Altice Luxembourg, SA*^ 7.750%, 05/15/22	10,243
2,004,736	Team Health Holdings, Inc.‡ 5.052%, 02/06/24 1 mo. LIBOR + 2.75%	1,901,993 11,037,633	9,000	7.625%, 02/15/25	7,679
			35,000	Altice US Finance I Corp.* 5.500%, 05/15/26	34,121
			9,000	Cequel Communications Holdings I, LLC / Cequel Capital Corp.*^ 7.500%, 04/01/28	9,336
			31,000	Cincinnati Bell, Inc.* 8.000%, 10/15/25	28,231
			10,000	7.000%, 07/15/24^	9,022
			17,000	Consolidated Communications, Inc.^ 6.500%, 10/01/22	15,663
			80,000	CSC Holdings, LLC*^ 5.500%, 04/15/27	77,057
			133,000	Embarq Corp. 7.995%, 06/01/36	127,039
			72,000	Frontier Communications Corp.^ 11.000%, 09/15/25	52,990
			54,000	7.625%, 04/15/24	32,547
			11,000	8.500%, 04/01/26*	10,242

Schedule of Investments October 31, 2018

PRINCIPAL AMOUNT		VALUE	PRINCIPAL AMOUNT		VALUE
27,000	Hughes Satellite Systems Corp. 6.625%, 08/01/26^	\$ 25,762	78,000	Dana Financing Luxembourg Sarl* 6.500%, 06/01/26	\$ 77,321
6,000	5.250%, 08/01/26	5,732		DISH DBS Corp.^	
	Inmarsat Finance, PLC*^		40,000	5.875%, 11/15/24	34,051
22,000	4.875%, 05/15/22	21,596	26,000	7.750%, 07/01/26	23,099
11,000	6.500%, 10/01/24	10,923	52,000	Eldorado Resorts, Inc. 6.000%, 04/01/25	51,559
40,000	Intelsat Jackson Holdings, SA 9.750%, 07/15/25*	41,925	27,000	ESH Hospitality, Inc.*^	
23,000	8.000%, 02/15/24*^	24,083		5.250%, 05/01/25	25,596
21,000	7.500%, 04/01/21^	21,263	5,000	GameStop Corp.*^	
14,000	8.500%, 10/15/24*^	13,840		6.750%, 03/15/21	5,044
11,000	MDC Partners, Inc.*^		28,000	GLP Capital, LP / GLP Financing II, Inc. 5.250%, 06/01/25	28,058
	6.500%, 05/01/24	9,045	23,000	goeasy, Ltd.*μ	
29,000	Qwest Corp.^			7.875%, 11/01/22	23,863
	6.875%, 09/15/33	28,112	29,000	Guitar Center Escrow Issuer, Inc.*	
12,000	SBA Communications Corp.^			9.500%, 10/15/21	28,440
	4.000%, 10/01/22	11,545	54,000	Hasbro, Inc.	
	Sprint Corp.^			6.600%, 07/15/28	60,204
137,000	7.875%, 09/15/23	146,401	29,000	International Game Technology, PLC*^	
56,000	7.125%, 06/15/24	57,283		6.250%, 01/15/27	28,666
28,000	T-Mobile USA, Inc.		86,000	L Brands, Inc.^	
	4.750%, 02/01/28	26,007		6.875%, 11/01/35	73,129
6,000	Telecom Italia Capital, SA^		64,000	Lennar Corp.μ	
	6.000%, 09/30/34	5,420		6.625%, 05/01/20	66,303
41,000	United States Cellular Corp.		31,000	M/I Homes, Inc.	
	6.700%, 12/15/33	41,991		5.625%, 08/01/25	28,639
11,000	Wind Tre, S.p.A.*^		58,000	Mattel, Inc.*^	
	5.000%, 01/20/26	9,375		6.750%, 12/31/25	55,536
	Windstream Services, LLC / Windstream Finance Corp.		26,000	Mclaren Finance, PLC*	
28,000	8.625%, 10/31/25*	26,197		5.750%, 08/01/22	24,668
9,000	7.750%, 10/01/21	5,700	44,000	Meritage Homes Corp.	
4,000	10.500%, 06/30/24*	3,265		7.000%, 04/01/22	45,885
		1,022,291	57,000	MGM Resorts International^	
				6.750%, 10/01/20	59,323
	<b>Consumer Discretionary (0.2%)</b>		53,000	Penske Automotive Group, Inc.	
10,000	American Greetings Corp.*			5.375%, 12/01/24	51,453
	7.875%, 02/15/25	8,911		PetSmart, Inc.*^	
31,000	Beverages & More, Inc.*		19,000	5.875%, 06/01/25	14,937
	11.500%, 06/15/22	24,358	6,000	8.875%, 06/01/25	4,204
27,000	Boyd Gaming Corp.			Rite Aid Corp.	
	6.000%, 08/15/26	26,245	61,000	7.700%, 02/15/27	42,738
28,000	Caesars Resort Collection, LLC / CRC Finco, Inc.*^		17,000	6.125%, 04/01/23*^	14,482
	5.250%, 10/15/25	26,091	78,000	Royal Caribbean Cruises, Ltd.^	
	CCO Holdings, LLC / CCO Holdings Capital Corp.^			7.500%, 10/15/27	91,744
58,000	5.125%, 05/01/27*	54,701	50,000	Salem Media Group, Inc.*	
22,000	5.750%, 09/01/23	22,210		6.750%, 06/01/24	45,017
12,000	5.000%, 02/01/28*	11,219	27,000	Sally Holdings, LLC / Sally Capital, Inc.^	
	Century Communities, Inc.			5.625%, 12/01/25	25,110
54,000	5.875%, 07/15/25	48,938	80,000	Service Corp. International	
31,000	6.875%, 05/15/22	31,054		7.500%, 04/01/27	88,672
			28,000	Sotheby's*^	
				4.875%, 12/15/25	25,964

# Schedule of Investments October 31, 2018

PRINCIPAL AMOUNT		VALUE	PRINCIPAL AMOUNT		VALUE
21,000	Taylor Morrison Communities Corp. 6.625%, 05/15/22	\$ 21,271	43,000	Carrizo Oil & Gas, Inc.^ 6.250%, 04/15/23	\$ 42,327
69,000	Taylor Morrison Communities Corp. / Taylor Morrison Holdings II, Inc.* 5.250%, 04/15/21	68,909	27,000	Chaparral Energy, Inc.* 8.750%, 07/15/23	26,042
11,000	US Airways Series 2012-2, Class B Pass Through Trust 6.750%, 12/03/22	11,535	23,000	Cheniere Energy Partners, LP*^ 5.625%, 10/01/26	22,662
23,000	VOC Escrow, Ltd.* 5.000%, 02/15/28	21,640	29,000	Chesapeake Energy Corp. 8.000%, 01/15/25^	29,415
		1,520,787	22,000	7.000%, 10/01/24	21,572
			18,000	Comstock Escrow Corp.* 9.750%, 08/15/26	17,401
	<b>Consumer Staples (0.1%)</b>		56,000	DCP Midstream Operating, LP*^ 5.850%, 05/21/43	50,137
28,000	Albertsons Companies, LLC / Safeway, Inc. / New Albertson's, Inc. / Albertson's, LLC 5.750%, 03/15/25	24,891	11,000	DCP Midstream, LP <sup>‡</sup> 7.375%, 12/15/22	10,552
33,000	Fresh Market, Inc.* 9.750%, 05/01/23	24,214		3 mo. USD LIBOR + 5.15%	
179,000	JBS USA LUX, SA / JBS USA Finance, Inc.* 7.250%, 06/01/21	181,459	24,000	Denbury Resources, Inc. 5.500%, 05/01/22^	20,862
40,000	New Albertson's, Inc. 6.750%, 02/15/28	39,051	16,000	9.250%, 03/31/22*^	16,702
34,000	7.450%, 08/01/29	28,672	12,000	7.500%, 02/15/24*	11,781
19,000	7.750%, 06/15/26	16,746	12,000	Diamond Offshore Drilling, Inc. 7.875%, 08/15/25	11,858
13,000	8.000%, 05/01/31	11,200	58,000	Energy Transfer, LP <sup>μ‡</sup> 5.559%, 11/01/66	50,024
44,000	Pilgrim's Pride Corp.*^ 5.875%, 09/30/27	40,068	44,000	3 mo. USD LIBOR + 3.02%	46,279
12,000	5.750%, 03/15/25	11,215	7,000	Energy Transfer, LP^ 5.875%, 01/15/24	7,130
29,000	Post Holdings, Inc.* 5.750%, 03/01/27	27,734	45,000	Enterprise Products Operating, LLC^ <sup>μ‡</sup> 4.875%, 08/16/77	42,026
6,000	5.625%, 01/15/28^	5,653	11,000	3 mo. USD LIBOR + 2.99%	9,854
16,000	Simmons Foods, Inc.* 7.750%, 01/15/24	16,233		5.375%, 02/15/78	
13,000	5.750%, 11/01/24	9,531		3 mo. USD LIBOR + 2.57%	
		436,667	23,000	EP Energy, LLC / Everest Acquisition Finance, Inc.* 7.750%, 05/15/26	22,949
	<b>Energy (0.2%)</b>		21,000	9.375%, 05/01/24	15,990
8,000	Berry Petroleum Company, LLC* 7.000%, 02/15/26	7,966		Genesis Energy, LP / Genesis Energy Finance Corp.^	
47,000	Blue Racer Midstream, LLC / Blue Racer Finance Corp.*^ 6.125%, 11/15/22	48,044	29,000	6.250%, 05/15/26	26,356
17,000	Bruin E&P Partners, LLC*^ 8.875%, 08/01/23	16,778	27,000	6.500%, 10/01/25	25,086
29,000	Buckeye Partners, LP^ <sup>μ‡</sup> 6.375%, 01/22/78	26,602		Gulfport Energy Corp.^	
56,000	Calfrac Holdings, LP*^ 8.500%, 06/15/26	50,483	27,000	6.375%, 05/15/25	25,608
42,000	California Resources Corp.*^ 8.000%, 12/15/22	37,471	16,000	6.000%, 10/15/24	15,057
			23,000	Halcon Resources Corp. 6.750%, 02/15/25	20,983
			27,000	HighPoint Operating Corp. 7.000%, 10/15/22	26,655
			37,000	Lonestar Resources America, Inc.* 11.250%, 01/01/23	40,142
			27,000	Magnolia Oil & Gas Operating, LLC / Magnolia Oil & Gas Finance Corp.* 6.000%, 08/01/26	26,711

Schedule of Investments October 31, 2018

PRINCIPAL AMOUNT		VALUE	PRINCIPAL AMOUNT		VALUE
23,000	McDermott Technologies Americas, Inc. / McDermott Technology U.S., Inc.* 10.625%, 05/01/24	\$ 20,716	30,000	WildHorse Resource Development Corp. 6.875%, 02/01/25	\$ 29,891
10,000	Moss Creek Resources Holdings, Inc.* 7.500%, 01/15/26	9,640			1,373,541
3,000	Nabors Industries, Inc.^ 5.750%, 02/01/25	2,769		<b>Financials (0.2%)</b>	
17,000	Nine Energy Service, Inc.* 8.750%, 11/01/23	17,275	56,000	Acrisure, LLC / Acrisure Finance, Inc.* 7.000%, 11/15/25	50,188
3,000	Northern Oil and Gas, Inc.* 9.500%, 05/15/23 9.500% PIK rate	3,098	81,000	Ally Financial, Inc. 8.000%, 11/01/31	97,507
20,000	Oasis Petroleum, Inc.*^ 6.250%, 05/01/26	19,661	29,000	Amwins Group, Inc.* 7.750%, 07/01/26	29,834
28,000	Par Petroleum LLC / Par Petroleum Finance Corp.* 7.750%, 12/15/25	27,746	51,000	Ardonagh Midco 3, PLC*^ 8.625%, 07/15/23	47,608
29,000	PDC Energy, Inc.^ 5.750%, 05/15/26	26,657	50,000	AssuredPartners, Inc.* 7.000%, 08/15/25	49,240
25,000	Petroleum Geo-Services, ASA* 7.375%, 12/15/20	25,050	28,000	Bank of America Corp.^‡ 5.875%, 03/15/28 3 mo. USD LIBOR + 2.93%	27,213
28,000	Plains All American Pipeline, LPμ‡ 6.125%, 11/15/22 3 mo. USD LIBOR + 4.11%	26,246	27,000	Bank of Nova Scotia^‡ 4.650%, 10/12/22 3 mo. USD LIBOR + 2.65%	25,058
11,000	QEP Resources, Inc.^ 5.625%, 03/01/26	10,371	47,000	Brookfield Residential Properties, Inc.* 6.375%, 05/15/25	44,470
43,000	SESI, LLC^ 7.750%, 09/15/24	42,294	55,000	Charles Schwab Corp.μ‡ 5.000%, 12/01/27 3 mo. USD LIBOR + 2.58%	52,345
12,000	SM Energy Company^ 6.750%, 09/15/26	12,035	25,000	CyrusOne, LP / CyrusOne Finance Corp. 5.375%, 03/15/27	24,913
24,000	Southwestern Energy Company 7.500%, 04/01/26	24,441	25,000	Dell International, LLC / EMC Corp.*^μ 6.020%, 06/15/26	25,936
18,000	Sunoco, LP / Sunoco Finance Corp.*^ 5.500%, 02/15/26	17,242	28,000	Discover Financial Services^‡ 5.500%, 10/30/27 3 mo. USD LIBOR + 3.08%	26,509
6,000	Targa Resources Partners, LP / Targa Resources Partners Finance Corp.*^ 5.875%, 04/15/26	6,049	12,000	Greystar Real Estate Partners, LLC* 5.750%, 12/01/25	11,749
6,000	TransMontaigne Partners, LP / TLP Finance Corp. 6.125%, 02/15/26	5,642	29,000	HUB International, Ltd.*^ 7.000%, 05/01/26	28,364
5,000	Transocean Pontus, Ltd.* 6.125%, 08/01/25	4,977	42,000	ILFC E-Capital Trust II*‡ 5.030%, 12/21/65 3 mo. USD LIBOR + 1.80%	37,401
27,000	Transocean, Inc.*^ 7.500%, 01/15/26	26,550	62,000	Iron Mountain, Inc.* 5.250%, 03/15/28	55,891
30,000	Vine Oil & Gas, LP / Vine Oil & Gas Finance Corp.*^ 8.750%, 04/15/23	27,888	65,000	Jefferies Finance, LLC* 7.375%, 04/01/20	65,675
46,000	W&T Offshore, Inc.*^ 9.750%, 11/01/23	44,577	60,000	7.250%, 08/15/24	58,681
59,000	Weatherford International, Ltd.^ 8.250%, 06/15/23	45,212	27,000	Ladder Capital Finance Holdings LLLP / Ladder Capital Finance Corp.* 5.250%, 10/01/25	25,078
28,000	Whiting Petroleum Corp.^ 6.625%, 01/15/26	28,009	24,000	Level 3 Financing, Inc.^ 5.375%, 05/01/25	23,527
			30,000	LPL Holdings, Inc.* 5.750%, 09/15/25	29,145
			48,000	MetLife, Inc.μ 6.400%, 12/15/36^	49,920

## Schedule of Investments October 31, 2018

PRINCIPAL AMOUNT		VALUE	PRINCIPAL AMOUNT		VALUE
3,000	5.875%, 03/15/28‡		29,000	Magellan Health, Inc.	
	3 mo. USD LIBOR + 2.96%	\$ 2,998		4.400%, 09/22/24	\$ 27,881
52,000	Nationstar Mortgage, LLC / Nationstar Capital Corp.		38,000	Mallinckrodt International Finance, SA / Mallinckrodt CB, LLC*^	
	6.500%, 07/01/21	52,004		5.625%, 10/15/23	32,737
	Navient Corp.		12,000	Team Health Holdings, Inc.*^	
34,000	6.750%, 06/25/25^	33,281		6.375%, 02/01/25	10,345
14,000	6.500%, 06/15/22	14,294		Tenet Healthcare Corp.^	
25,000	NexBank Capital, Inc.*‡&		80,000	6.750%, 06/15/23	79,860
	6.375%, 09/30/27		56,000	4.625%, 07/15/24	54,010
	3 mo. USD LIBOR + 4.59%	25,113	34,000	Teva Pharmaceutical Finance Company, BV^	
42,000	Oil Insurance, Ltd.*‡			2.950%, 12/18/22	30,915
	5.378%, 12/03/18		87,000	Teva Pharmaceutical Finance IV, BVµ	
	3 mo. USD LIBOR + 2.98%	40,694		3.650%, 11/10/21	83,362
54,000	Quicken Loans, Inc.*^		12,000	Teva Pharmaceutical Finance IV, LLCµ	
	5.750%, 05/01/25	52,136		2.250%, 03/18/20	11,683
30,000	Simmons First National Corp.‡			Teva Pharmaceutical Finance Netherlands III, BV	
	5.000%, 04/01/28	29,868	29,000	6.000%, 04/15/24	28,890
	3 mo. USD LIBOR + 2.15%		17,000	2.800%, 07/21/23^	15,021
	Springleaf Finance Corp.^		24,000	West Street Merger Sub, Inc.*	
38,000	6.875%, 03/15/25	36,427		6.375%, 09/01/25	22,615
28,000	7.125%, 03/15/26	26,565			1,085,968
15,000	Towne Bank‡				
	4.500%, 07/30/27				
	3 mo. USD LIBOR + 2.55%	14,887			
57,000	Tronox Finance, PLC*^				
	5.750%, 10/01/25	50,049			
		1,264,568			
	<b>Health Care (0.2%)</b>			<b>Industrials (0.1%)</b>	
53,000	Acadia Healthcare Company, Inc.^		33,000	ACCO Brands Corp.*	
	5.625%, 02/15/23	53,094		5.250%, 12/15/24	30,981
	Bausch Health Cos., Inc.*			Allison Transmission, Inc.*	
57,000	8.500%, 01/31/27	58,344	19,000	4.750%, 10/01/27	17,466
56,000	9.000%, 12/15/25	58,504	12,000	5.000%, 10/01/24	11,667
27,000	9.250%, 04/01/26^	28,389	16,000	Apergy Corp.*	
27,000	7.500%, 07/15/21^	27,429		6.375%, 05/01/26	16,255
	Community Health Systems, Inc.		30,000	ARD Securities Finance Sarl*	
87,000	8.125%, 06/30/24*^	68,502		8.750%, 01/31/23	
8,000	6.875%, 02/01/22	4,061		8.750% PIK rate	28,903
83,000	DaVita, Inc.^		29,000	Beacon Roofing Supply, Inc.*^	
	5.125%, 07/15/24	79,390		4.875%, 11/01/25	26,065
76,000	Endo DAC / Endo Finance, LLC / Endo Finco, Inc.*^		42,000	Bombardier, Inc.*^	
	6.000%, 07/15/23	65,646		7.500%, 03/15/25	42,116
16,000	Endo Finance, LLC / Endo Finco, Inc.*		32,000	Covanta Holding Corp.	
	7.250%, 01/15/22	15,235		5.875%, 03/01/24	32,068
	HCA, Inc.		7,000	5.875%, 07/01/25^	6,843
167,000	5.875%, 05/01/23	173,366	29,000	Delphi Technologies, PLC*	
27,000	7.500%, 11/06/33	29,314		5.000%, 10/01/25	26,186
26,000	Horizon Pharma, Inc. / Horizon Pharma USA, Inc.*^		17,000	Energizer Gamma Acquisition, Inc.*^	
	8.750%, 11/01/24	27,375		6.375%, 07/15/26	17,023
			40,000	Fly Leasing, Ltd.	
				5.250%, 10/15/24	38,299
			6,000	FXI Holdings, Inc.*	
				7.875%, 11/01/24	5,624
			50,000	Garda World Security Corp.*	
				7.250%, 11/15/21	49,633



Schedule of Investments October 31, 2018

PRINCIPAL AMOUNT		VALUE	PRINCIPAL AMOUNT		VALUE
56,000	Golden Nugget, Inc.* 6.750%, 10/15/24	\$ 55,962	22,000	Cardtronics, Inc. 5.125%, 08/01/22	\$ 21,482
27,000	Gray Television, Inc.*^ 5.875%, 07/15/26	25,988	11,000	5.500%, 05/01/25*	10,298
28,000	Great Lakes Dredge & Dock Corp. 8.000%, 05/15/22	28,800	39,000	CBS Radio, Inc.*^ 7.250%, 11/01/24	36,904
42,000	H&E Equipment Services, Inc.^ 5.625%, 09/01/25	40,031	70,000	Clear Channel Worldwide Holdings, Inc.^ 7.625%, 03/15/20	70,054
28,000	Hertz Corp.^ 7.375%, 01/15/21	27,505	26,000	CommScope Technologies, LLC* 6.000%, 06/15/25	25,320
6,000	7.625%, 06/01/22*	5,753	29,000	Harland Clarke Holdings Corp.* 8.375%, 08/15/22	26,234
30,000	Icahn Enterprises, LP^ 6.750%, 02/01/24	30,213	27,000	Nuance Communications, Inc.^ 6.000%, 07/01/24	27,439
29,000	6.375%, 12/15/25	28,848	24,000	VFH Parent, LLC*^ 6.750%, 06/15/22	24,517
9,000	James Hardie International Finance, Ltd.* 4.750%, 01/15/25	8,386			285,067
29,000	Jeld-Wen, Inc.*^ 4.625%, 12/15/25	26,073		<b>Materials (0.1%)</b>	
14,000	JPW Industries Holding Corp.* 9.000%, 10/01/24	14,272	50,000	AK Steel Corp.^ 6.375%, 10/15/25	44,639
47,000	Meritor, Inc.^ 6.250%, 02/15/24	46,320	44,000	Alcoa Nederland Holding, BV* 7.000%, 09/30/26	46,359
29,000	Multi-Color Corp.*^ 4.875%, 11/01/25	26,866	5,000	6.125%, 05/15/28	4,989
40,000	Navistar International Corp.*^ 6.625%, 11/01/25	40,856	90,000	ArcelorMittal, SA 7.000%, 10/15/39	99,842
18,000	Park Aerospace Holdings, Ltd.* 4.500%, 03/15/23	17,189	33,000	Arconic, Inc.^ 5.125%, 10/01/24	32,497
12,000	5.500%, 02/15/24^	11,905	51,000	Ardagh Packaging Finance, PLC / Ardagh Holdings USA, Inc.*^ 6.000%, 02/15/25	47,813
50,000	Park-Ohio Industries, Inc.^ 6.625%, 04/15/27	50,292	11,000	Baffinland Iron Mines Corp. / Baffinland Iron Mines, LP* 8.750%, 07/15/26	11,108
27,000	Scientific Games International, Inc.*^ 5.000%, 10/15/25	25,148	17,000	First Quantum Minerals, Ltd.* 7.000%, 02/15/21^	16,651
18,000	Tennant Company 5.625%, 05/01/25	17,923	14,000	7.250%, 04/01/23	12,931
6,000	Titan Acquisition, Ltd. / Titan Co- Borrower, LLC*^ 7.750%, 04/15/26	5,003	41,000	INEOS Group Holdings, SA*^ 5.625%, 08/01/24	39,268
9,000	TransDigm UK Holdings, PLC* 6.875%, 05/15/26	8,989	17,000	JW Aluminum Continuous Cast Company*^ 10.250%, 06/01/26	17,015
22,000	United Rentals North America, Inc. 5.875%, 09/15/26^	21,555	18,000	Kinross Gold Corp. 4.500%, 07/15/27	16,138
22,000	4.875%, 01/15/28	19,860	26,000	New Gold, Inc.*^ 6.375%, 05/15/25	20,855
11,000	6.500%, 12/15/26^	11,120	66,000	PBF Holding Company, LLC / PBF Finance Corp.^ 7.250%, 06/15/25	68,234
14,000	Waste Pro USA, Inc.* 5.500%, 02/15/26	13,408	54,000	PH Glatfelter Company 5.375%, 10/15/20	53,995
		957,394			
	<b>Information Technology (0.0%)</b>				
42,000	Alliance Data Systems Corp.* 5.875%, 11/01/21	42,819			

Schedule of Investments October 31, 2018

PRINCIPAL AMOUNT		VALUE
55,000	United States Steel Corp.^	
11,000	6.875%, 08/15/25	\$ 54,009
	6.250%, 03/15/26	10,379
		<u>596,722</u>
<b>Real Estate (0.0%)</b>		
46,000	Equinix, Inc.	
	5.375%, 04/01/23	46,774
53,000	MPT Operating Partnership, LP / MPT Finance Corp.^	
	5.000%, 10/15/27	49,885
29,000	Starwood Property Trust, Inc.^	
	4.750%, 03/15/25	27,887
		<u>124,546</u>
<b>Utilities (0.0%)</b>		
7,000	NGPL PipeCo, LLC*	
	4.875%, 08/15/27	6,776
	NRG Energy, Inc.	
48,000	6.625%, 01/15/27^	49,739
17,000	5.750%, 01/15/28	16,926
54,000	PPL Capital Funding, Inc.^μ‡	
	5.051%, 03/30/67	
	3 mo. USD LIBOR + 2.67%	52,646
17,000	Talen Energy Supply, LLC*^	
	10.500%, 01/15/26	14,989
29,000	TerraForm Power Operating, LLC*^	
	5.000%, 01/31/28	26,024
24,000	Vistra Energy Corp.*	
	8.125%, 01/30/26	26,087
		<u>193,187</u>
	TOTAL CORPORATE BONDS	<u>8,860,738</u>

**U.S. GOVERNMENT AND AGENCY SECURITIES (0.0%)**

155,000	United States Treasury Note	
80,000	1.875%, 05/31/22	149,347
	2.375%, 03/15/21	79,047
		<u>228,394</u>

NUMBER OF CONTRACTS/ NOTIONAL AMOUNT		VALUE
<b>PURCHASED OPTIONS (0.2%) #</b>		
<b>Communication Services (0.1%)</b>		
605	Take-Two Interactive Software, Inc.	
7,796,635	Call, 01/18/19, Strike \$130.00	689,700
<b>Financials (0.0%)</b>		
2,250	Bank of America Corp.	
6,187,500	Call, 01/18/19, Strike \$30.00	110,250

NUMBER OF CONTRACTS/ NOTIONAL AMOUNT		VALUE
<b>Industrials (0.0%)</b>		
	Stanley Black & Decker, Inc.	
925		
10,778,100	Call, 04/18/19, Strike \$155.00	\$ 46,250
480		
5,592,960	Call, 01/18/19, Strike \$170.00	3,600
		<u>49,850</u>
<b>Information Technology (0.1%)</b>		
405	Red Hat, Inc.	
6,951,420	Call, 01/18/19, Strike \$155.00	753,300
	TOTAL PURCHASED OPTIONS	<u>1,603,100</u>
<b>TOTAL SYNTHETIC CONVERTIBLE SECURITIES</b> (Cost \$13,180,060)		
		<u>10,692,232</u>

NUMBER OF SHARES		VALUE
<b>CONVERTIBLE PREFERRED STOCKS (14.4%)</b>		
<b>Consumer Staples (0.8%)</b>		
54,000	Bunge, Ltd.^	
	4.875%, 12/31/49	5,595,453
<b>Energy (1.5%)</b>		
100,400	Hess Corp.	
	8.000%, 02/01/19	6,374,396
	NuStar Energy, LP‡	
175,000	7.625%, 06/15/22	
	3 mo. USD LIBOR + 5.64%	3,668,000
55,769	8.500%, 12/15/21	
	3 mo. USD LIBOR + 6.77%	1,287,148
		<u>11,329,544</u>

<b>Financials (2.5%)</b>		
4,600	Bank of America Corp.	
	7.250%, 12/31/49	5,847,980
27,248	Virtus Investment Partners, Inc.^	
	7.250%, 02/01/20	2,483,928
8,100	Wells Fargo & Company	
	7.500%, 12/31/49	10,303,119
		<u>18,635,027</u>

<b>Health Care (0.9%)</b>		
108,000	Becton Dickinson and Company	
	6.125%, 05/01/20	6,336,360

<b>Industrials (1.8%)</b>		
7,050	Fortive Corp.	
	5.000%, 07/01/21	6,924,580
105,400	Rexnord Corp.	
	5.750%, 11/15/19	6,025,718
		<u>12,950,298</u>

NUMBER OF SHARES		VALUE
<b>Materials (0.5%)</b>		
67,191	International Flavors & Fragrances, Inc. 6.000%, 09/15/21	\$ 3,868,858
<b>Real Estate (2.0%)</b>		
6,600	Crown Castle International Corp. 6.875%, 08/01/20	6,897,000
130,225	Welltower, Inc. 6.500%, 12/31/49	8,021,860
		<u>14,918,860</u>
<b>Utilities (4.4%)</b>		
95,000	CenterPoint Energy, Inc. (Warner Media, LLC, Charter Communications Time, Inc.)§**	
	3.399%, 09/15/29	4,128,320
107,225	DTE Energy Company 6.500%, 10/01/19	5,718,309
270,265	NextEra Energy, Inc.^ 6.123%, 09/01/19	15,675,370
	Sempra Energy	
38,350	6.750%, 07/15/21	3,823,879
35,250	6.000%, 01/15/21	3,495,390
		<u>32,841,268</u>
<b>TOTAL CONVERTIBLE PREFERRED STOCKS</b> (Cost \$104,717,172)		
		<u>106,475,668</u>
<b>COMMON STOCKS (4.8%)</b>		
<b>Communication Services (0.0%)</b>		
11,593	Cumulus Media, Inc. - Class A^#	168,794
<b>Energy (1.4%)</b>		
1,875	Chevron Corp.	209,344
64,780	Enterprise Products Partners, LP~	1,737,400
13,550	GasLog, Ltd.	277,233
20,414	Gulfmark Offshore, Inc.#	687,748
12,702	Gulfmark Offshore, Inc.^#	427,930
26,355	Magellan Midstream Partners, LP	1,625,576
30,951	Ocean Rig UDW, Inc. - Class A#	937,506
6,925	Schlumberger, Ltd.	355,322
344,673	Southwestern Energy Company^#	1,840,554
31,105	Spectra Energy Partners, LP~	1,073,122
17,965	Targa Resources Corp.^	928,251
8,500	Williams Companies, Inc.	206,805
		<u>10,306,791</u>
<b>Financials (0.1%)</b>		
13,850	American International Group, Inc.	571,867

NUMBER OF SHARES		VALUE
<b>Health Care (3.3%)</b>		
88,148	Allergan, PLC	\$ 13,928,266
28,685	Anthem, Inc.	7,904,725
24,020	Molina Healthcare, Inc.^#	3,045,015
		<u>24,878,006</u>
<b>TOTAL COMMON STOCKS</b> (Cost \$50,689,915)		
		<u>35,925,458</u>
NUMBER OF CONTRACTS/ NOTIONAL AMOUNT		VALUE
<b>PURCHASED OPTION (0.2%) #</b>		
<b>Consumer Discretionary (0.2%)</b>		
51	Booking Holdings, Inc. Put, 01/18/19, Strike \$2,100.00 (Cost \$619,815)	
9,560,358		1,238,535
		<u>1,238,535</u>
NUMBER OF SHARES		VALUE
<b>SHORT TERM INVESTMENTS (3.1%)</b>		
11,668,683	Fidelity Prime Money Market Fund - Institutional Class, 2.240%***	11,672,184
11,580,263	Morgan Stanley Institutional Liquidity Funds - Government Portfolio, 2.050%***	11,580,263
		<u>23,252,447</u>
<b>TOTAL SHORT TERM INVESTMENTS</b> (Cost \$23,252,529)		
		<u>23,252,447</u>
<b>TOTAL INVESTMENTS (151.2%)</b> (Cost \$1,185,188,794)		
		<u>1,120,870,857</u>
MANDATORY REDEEMABLE PREFERRED SHARES, AT LIQUIDATION VALUE (-13.5%)		
		<u>(100,000,000)</u>
LIABILITIES, LESS OTHER ASSETS (-37.7%)		
		<u>(279,565,007)</u>
<b>NET ASSETS (100.0%)</b>		
		<u>\$ 741,305,850</u>
NUMBER OF CONTRACTS/ NOTIONAL AMOUNT		VALUE
<b>WRITTEN OPTIONS (-0.1%) #</b>		
<b>Consumer Discretionary (-0.1%)</b>		
51	Booking Holdings, Inc. Put, 01/18/19, Strike \$1,850.00	
9,560,358		(463,845)
		<u>(463,845)</u>
<b>Health Care (0.0%)</b>		
660	Allergan, PLC Call, 11/16/18, Strike \$200.00	
10,428,660		(4,290)
		<u>(4,290)</u>
<b>TOTAL WRITTEN OPTIONS</b> (Premium \$469,152)		
		<u>(468,135)</u>

**NOTES TO SCHEDULE OF INVESTMENTS**

- \* Securities issued and sold pursuant to a Rule 144A transaction are excepted from the registration requirement of the Securities Act of 1933, as amended. These securities may only be sold to qualified institutional buyers ("QIBs"), such as the Fund. Any resale of these securities must generally be effected through a sale that is registered under the Act or otherwise exempted from such registration requirements.
- ^ Security, or portion of security, is on loan.
- μ Security, or portion of security, is held in a segregated account as collateral for note payable aggregating a total value of \$20,408,388.
- ~ Security, or portion of security, is segregated as collateral (or collateral for potential future transactions) for written options. The aggregate value of such securities is \$3,882,894.
- ‡ Variable rate security. The rate shown is the rate in effect at October 31, 2018.
- & Illiquid security.
- @ In default status and considered non-income producing.
- § Securities exchangeable or convertible into securities of one or more entities that are different than the issuer. Each entity is identified in the parenthetical.
- ! This position represents an unsettled loan commitment at period end. Certain details associated with this purchase are not known prior to the settlement date, including coupon rate, which will be adjusted on settlement date.
- The synthetic convertible securities strategy combines separate securities that together possess the economic characteristics similar to a convertible security.
- \*\* Step coupon security. Coupon changes periodically based upon a predetermined schedule. The rate shown is the rate in effect at October 31, 2018.
- # Non-income producing security.
- \*\*\* The rate disclosed is the 7 day net yield as of October 31, 2018.

*Note: The date on options represents the expiration date of the option contract. The option contract may be exercised at any date on or before the date shown.*

## Statement of Assets and Liabilities October 31, 2018

### ASSETS

Investments in securities, at value (cost \$ 1,185,188,794)	\$1,120,870,857
Cash with custodian (interest bearing)	95,769
Receivables:	
Accrued interest and dividends	9,639,242
Investments sold	1,922,913
Prepaid expenses	431,600
Other assets	157,390
Total assets	1,133,117,771

### LIABILITIES

Options written, at value (premium \$469,152)	468,135
Mandatory Redeemable Preferred Shares (\$25 liquidation value per share applicable to 4,000,000 shares authorized, issued, and outstanding) (net of deferred offering costs of \$912,626) (Note 7)	99,087,374
Payables:	
Notes payable	288,000,000
Distributions payable to Mandatory Redeemable Preferred Shareholders	310,319
Investments purchased	2,283,735
Affiliates:	
Investment advisory fees	785,989
Deferred compensation to trustees	157,390
Financial accounting fees	11,241
Trustees' fees and officer compensation	26,760
Other accounts payable and accrued liabilities	680,978
Total liabilities	391,811,921
NET ASSETS	\$ 741,305,850

### COMPOSITION OF NET ASSETS

Common stock, no par value, unlimited shares authorized 70,872,812 shares issued and outstanding	\$ 803,099,676
Undistributed net investment income (loss)	(6,092,183)
Accumulated net realized gain (loss) on investments, foreign currency transactions and written options	8,615,277
Unrealized appreciation (depreciation) of investments and written options	(64,316,920)
NET ASSETS	\$ 741,305,850
Net asset value per common shares based upon 70,872,812 shares issued and outstanding	\$ 10.46

# Statement of Operations

Year Ended October 31, 2018

## INVESTMENT INCOME

Interest	\$ 49,445,128
Dividends	10,738,297
Total investment income	60,183,425

## EXPENSES

Investment advisory fees	9,363,206
Interest expense on Notes Payable (Note 6)	5,630,565
Interest expense and amortization of offering costs on Mandatory Redeemable Preferred Shares (Notes 1 and 7)	4,126,652
Financial accounting fees	135,065
Printing and mailing fees	134,642
Trustees' fees and officer compensation	97,248
Accounting fees	82,471
Audit fees	47,997
Legal fees	45,476
Transfer agent fees	39,857
Registration fees	21,176
Custodian fees	19,692
Other	108,764
Total expenses	19,852,811
NET INVESTMENT INCOME (LOSS)	40,330,614

## REALIZED AND UNREALIZED GAIN (LOSS)

### Net realized gain (loss) from:

Investments, excluding purchased options	48,895,563
Purchased options	1,538,771
Foreign currency transactions	(13,548)
Written options	744,198

### Change in net unrealized appreciation/(depreciation) on:

Investments, excluding purchased options	(73,455,391)
Purchased options	(1,317,098)
Foreign currency translations	1,987
Written options	10,364

NET GAIN (LOSS)	(23,595,154)
NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS	\$ 16,735,460

## Statements of Changes in Net Assets

	YEAR ENDED OCTOBER 31, 2018	YEAR ENDED OCTOBER 31, 2017
<b>OPERATIONS</b>		
Net investment income (loss)	\$ 40,330,614	\$ 39,927,229
Net realized gain (loss)	51,164,984	45,181,875
Change in unrealized appreciation/(depreciation)	(74,760,138)	38,303,435
Net increase (decrease) in net assets applicable to common shareholders resulting from operations	16,735,460	123,412,539
<b>DISTRIBUTIONS TO COMMON SHAREHOLDERS</b>		
Total distributions	(79,591,792)	(52,316,788) <sup>(a)</sup>
Return of capital	—	(27,518,746)
Net decrease in net assets from distributions to common shareholders	(79,591,792)	(79,835,534)
<b>CAPITAL STOCK TRANSACTIONS</b>		
Proceeds from shares sold	3,750,338	2,035,600
Offering costs on shares	(31,543)	(109,558)
Reinvestment of distributions resulting in the issuance of stock	2,475,449	1,692,015
Net increase (decrease) in net assets from capital stock transactions	6,194,244	3,618,057
TOTAL INCREASE (DECREASE) IN NET ASSETS	(56,662,088)	47,195,062
<b>NET ASSETS</b>		
Beginning of year	\$ 797,967,938	\$ 750,772,876
End of year	\$ 741,305,850	\$ 797,967,938

(a) The SEC eliminated the requirement to disclose distributions from net investment income and net realized gains and undistributed net income (loss) in 2018. Included in total distributions was \$46,865,320 of net investment income and \$5,451,468 of net realized gains as of the year ended October 31, 2017. The undistributed net investment income (loss) was \$(10,539,000) at year ended October 31, 2017.

## Statement of Cash Flows Year Ended October 31, 2018

### CASH FLOWS FROM OPERATING ACTIVITIES:

Net increase/(decrease) in net assets from operations	\$ 16,735,460
Adjustments to reconcile net increase/(decrease) in net assets from operations to net cash provided by operating activities:	
Purchase of investment securities, including purchased options	(673,388,665)
Net proceeds from disposition of short term investments	7,098,191
Proceeds paid on closing written options	(752,981)
Proceeds from disposition of investment securities, including purchased options	697,557,826
Premiums received from written options	1,647,918
Amortization and accretion of fixed-income securities	(13,333,186)
Amortization of offering costs on Mandatory Redeemable Preferred Shares	167,404
Net realized gains/losses from investments, excluding purchased options	(48,896,213)
Net realized gains/losses from purchased options	(1,538,771)
Net realized gains/losses from written options	(744,198)
Change in unrealized appreciation or depreciation on investments, excluding purchased options	73,455,391
Change in unrealized appreciation or depreciation on purchased options	1,317,098
Change in unrealized appreciation or depreciation on written options	(10,364)
Net change in assets and liabilities:	
(Increase)/decrease in assets:	
Accrued interest and dividends receivable	626,923
Prepaid expenses	(344,633)
Other assets	1,057,521
Increase/(decrease) in liabilities:	
Payables to affiliates	(16,875)
Other accounts payable and accrued liabilities	(100,243)
Net cash provided by/(used in) operating activities	<u>\$ 60,537,603</u>

### CASH FLOWS FROM FINANCING ACTIVITIES:

Proceeds from shares sold	3,750,338
Offering costs related to shares sold	(31,543)
Distributions to shareholders	(77,116,343)
Distributions to Mandatory Redeemable Preferred Shareholders	310,319
Offering costs on Mandatory Redeemable Preferred Shares	(22,884)
Net increase/(decrease) in due to custodian bank	(331,721)
Proceeds from note payable	13,000,000
Net cash provided by/(used in) financing activities	<u>\$ (60,441,834)</u>
Net increase/(decrease) in cash	<u>\$ 95,769</u>
Cash at beginning of year	<u>\$ —</u>
Cash at end of year	<u>\$ 95,769</u>
Supplemental disclosure	
Cash paid for interest on Notes Payable	<u>\$ 5,702,742</u>
Cash paid for interest expense and amortization of offering costs on Mandatory Redeemable Preferred Shares	<u>\$ 4,436,971</u>
Non-cash financing activities not included herein consists of reinvestment of dividends and distributions	<u>\$ 2,475,449</u>



## Note 1 – Organization and Significant Accounting Policies

**Organization.** Calamos Convertible Opportunities and Income Fund (the “Fund”) was organized as a Delaware statutory trust on April 17, 2002 and is registered under the Investment Company Act of 1940 (the “1940 Act”) as a diversified, closed-end management investment company. The Fund commenced operations on June 26, 2002.

The Fund’s investment strategy is to provide total return through a combination of capital appreciation and current income. Under normal circumstances, the Fund will invest at least 80% of its managed assets in a diversified portfolio of convertibles and non-convertible income securities and under normal circumstances, the Fund will invest at least 35% of its managed assets in convertible securities. “Managed assets” means the Fund’s total assets (including any assets attributable to any leverage that may be outstanding) minus total liabilities (other than debt representing financial leverage).

**Significant Accounting Policies.** The financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America (U.S. GAAP), and the Fund is considered an investment company under U.S. GAAP and follows the accounting and reporting guidance applicable to investment companies. Under U.S. GAAP, management is required to make certain estimates and assumptions at the date of the financial statements and actual results may differ from those estimates. Subsequent events, if any, through the date that the financial statements were issued, have been evaluated in the preparation of the financial statements. The following summarizes the significant accounting policies of the Fund:

**Fund Valuation.** The valuation of the Fund’s investments is in accordance with policies and procedures adopted by and under the ultimate supervision of the board of trustees.

Fund securities that are traded on U.S. securities exchanges, except option securities, are valued at the official closing price, which is the last current reported sales price on its principal exchange at the time each Fund determines its net asset value (“NAV”). Securities traded in the over-the-counter market and quoted on The NASDAQ Stock Market are valued at the NASDAQ Official Closing Price, as determined by NASDAQ, or lacking a NASDAQ Official Closing Price, the last current reported sale price on NASDAQ at the time a Fund determines its NAV. When a last sale or closing price is not available, equity securities, other than option securities, that are traded on a U.S. securities exchange and other equity securities traded in the over-the-counter market are valued at the mean between the most recent bid and asked quotations on its principal exchange in accordance with guidelines adopted by the board of trustees. Each option security traded on a U.S. securities exchange is valued at the mid-point of the consolidated bid/ask quote for the option security, also in accordance with guidelines adopted by the board of trustees. Each over-the-counter option that is not traded through the Options Clearing Corporation is valued either by an independent pricing agent or based on a quotation provided by the counterparty to such option under the ultimate supervision of the board of trustees.

Fixed income securities, certain convertible preferred securities, and non-exchange traded derivatives are normally valued by independent pricing services or by dealers or brokers who make markets in such securities. Valuations of such fixed income securities, certain convertible preferred securities, and non-exchange traded derivatives consider yield or price of equivalent securities of comparable quality, coupon rate, maturity, type of issue, trading characteristics and other market data and do not rely exclusively upon exchange or over-the-counter prices.

Trading on European and Far Eastern exchanges and over-the-counter markets is typically completed at various times before the close of business on each day on which the New York Stock Exchange (“NYSE”) is open. Each security trading on these exchanges or in over-the-counter markets may be valued utilizing a systematic fair valuation model provided by an independent pricing service approved by the board of trustees. The valuation of each security that meets certain criteria in relation to the valuation model is systematically adjusted to reflect the impact of movement in the U.S. market after the foreign markets close. Securities that do not meet the criteria, or that are principally traded in other foreign markets, are valued as of the last reported sale price at the time the Fund determines its NAV, or when reliable market prices or quotations are not readily available, at the mean between the most recent bid and asked quotations as of the close of the appropriate exchange or other designated time. Trading of foreign securities may not take place on every NYSE business day. In addition, trading may take place in various foreign markets on Saturdays or on other days when the NYSE is not open and on which the Fund’s NAV is not calculated.

If the pricing committee determines that the valuation of a security in accordance with the methods described above is not reflective of a fair value for such security, the security is valued at a fair value by the pricing committee, under the ultimate supervision of the board of trustees, following the guidelines and/or procedures adopted by the board of trustees.

## Notes to Financial Statements

The Fund also may use fair value pricing, pursuant to guidelines adopted by the board of trustees and under the ultimate supervision of the board of trustees, if trading in the security is halted or if the value of a security it holds is materially affected by events occurring before the Fund's pricing time but after the close of the primary market or exchange on which the security is listed. Those procedures may utilize valuations furnished by pricing services approved by the board of trustees, which may be based on market transactions for comparable securities and various relationships between securities that are generally recognized by institutional traders, a computerized matrix system, or appraisals derived from information concerning the securities or similar securities received from recognized dealers in those securities.

When fair value pricing of securities is employed, the prices of securities used by a Fund to calculate its NAV may differ from market quotations or official closing prices. In light of the judgment involved in fair valuations, there can be no assurance that a fair value assigned to a particular security is accurate.

**Investment Transactions.** Investment transactions are recorded on a trade date basis as of October 31, 2018. Net realized gains and losses from investment transactions are reported on an identified cost basis. Interest income is recognized using the accrual method and includes accretion of original issue and market discount and amortization of premium. Dividend income is recognized on the ex-dividend date, except that certain dividends from foreign securities are recorded as soon as the information becomes available after the ex-dividend date.

**Foreign Currency Translation.** Values of investments and other assets and liabilities denominated in foreign currencies are translated into U.S. dollars using a rate quoted by a major bank or dealer in the particular currency market, as reported by a recognized quotation dissemination service.

The Fund does not isolate that portion of the results of operations resulting from changes in foreign exchange rates on investments from the fluctuations arising from changes in market prices of securities held. Such fluctuations are included with the net realized and unrealized gain or loss from investments.

Reported net realized foreign currency gains or losses arise from disposition of foreign currency, the difference in the foreign exchange rates between the trade and settlement dates on securities transactions, and the difference between the amounts of dividends, interest and foreign withholding taxes recorded on the ex-date or accrual date and the U.S. dollar equivalent of the amounts actually received or paid. Net unrealized foreign exchange gains and losses arise from changes (due to the changes in the exchange rate) in the value of foreign currency and other assets and liabilities denominated in foreign currencies held at period end.

**Allocation of Expenses Among Funds.** Expenses directly attributable to the Fund are charged to the Fund; certain other common expenses of *Calamos Advisors Trust*, *Calamos Investment Trust*, *Calamos Convertible Opportunities and Income Fund*, *Calamos Convertible and High Income Fund*, *Calamos Strategic Total Return Fund*, *Calamos Global Total Return Fund*, *Calamos Global Dynamic Income Fund* and *Calamos Dynamic Convertible and Income Fund* are allocated proportionately among each Fund to which the expenses relate in relation to the net assets of each Fund or on another reasonable basis.

**Income Taxes.** No provision has been made for U.S. income taxes because the Fund's policy is to continue to qualify as a regulated investment company under the Internal Revenue Code of 1986, as amended, and distribute to shareholders substantially all of the Fund's taxable income and net realized gains.

Dividends and distributions paid to common shareholders are recorded on the ex-dividend date. The amount of dividends and distributions from net investment income and net realized capital gains is determined in accordance with federal income tax regulations, which may differ from U.S. generally accepted accounting principles. To the extent these "book/tax" differences are permanent in nature, such amounts are reclassified within the capital accounts based on their federal tax-basis treatment. These differences are primarily due to differing treatments for foreign currency transactions, contingent payment debt instruments and methods of amortizing and accreting for fixed income securities. The financial statements are not adjusted for temporary differences.

Distributions to holders of mandatory redeemable preferred shares ("MRPS") as described in Note 7 are accrued on a daily basis and are treated as an operating expense due to the fixed term of the obligation. The distributions are shown on the Statement of Operations as Interest expense and amortization of offering costs on Mandatory Redeemable Preferred Shares. For tax purposes, the distributions made to the holders of the MRPS are treated as dividends.

The Fund recognized no liability for uncertain tax positions. A reconciliation is not provided as the beginning and ending amounts of unrecognized benefits are zero, with no interim additions, reductions or settlements. Tax years 2015 - 2017 remain subject to examination by the U.S. and the State of Illinois tax jurisdictions.

**Indemnifications.** Under the Fund's organizational documents, the Fund is obligated to indemnify its officers and trustees against certain liabilities incurred by them by reason of having been an officer or trustee of the Fund. In addition, in the normal course of business, the Fund may enter into contracts that provide general indemnifications to other parties. The Fund's maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Fund that have not yet occurred. Currently, the Fund's management expects the risk of material loss in connection to a potential claim to be remote.

## Note 2 – Investment Adviser and Transactions With Affiliates Or Certain Other Parties

Pursuant to an investment advisory agreement with Calamos Advisors LLC ("Calamos Advisors"), the Fund pays an annual fee, payable monthly, equal to 0.80% based on the average weekly managed assets.

Pursuant to a financial accounting services agreement, during the year the Fund paid Calamos Advisors a fee for financial accounting services payable monthly at the annual rate of 0.0175% on the first \$1 billion of combined assets, 0.0150% on the next \$1 billion of combined assets and 0.0110% on combined assets above \$2 billion (for purposes of this calculation "combined assets" means the sum of the total average daily net assets of *Calamos Investment Trust and Calamos Advisors Trust* and the total average weekly managed assets of *Calamos Convertible and High Income Fund, Calamos Strategic Total Return Fund, Calamos Convertible Opportunities and Income Fund, Calamos Global Total Return Fund, Calamos Global Dynamic Income Fund and Calamos Dynamic Convertible and Income Fund*). Financial accounting services include, but are not limited to, the following: managing expenses and expense payment processing; monitoring the calculation of expense accrual amounts; calculating, tracking and reporting tax adjustments on all assets; and monitoring trustee deferred compensation plan accruals and valuations. The Fund pays its pro rata share of the financial accounting services fee payable to Calamos Advisors based on its relative portion of combined assets used in calculating the fee. On October 12, 2018, the Board of Trustees approved terminating the financial accounting services agreement between the Funds and Calamos Advisors effective November 1, 2018. Effective November 1, 2018, the Funds entered into an agreement with Ernst & Young LLP ("EY") to provide certain tax services to the Funds. The tax services include the following: calculating, tracking and reporting tax adjustments on all assets of each Fund, including but not limited to contingent debt and preferred trust obligations; preparing excise tax and fiscal year distribution schedules; preparing tax information required for financial statement footnotes; preparing state and federal income tax returns; preparing specialized calculations of amortization on convertible securities; preparing year-end dividend disclosure information; providing treaty-based foreign withholding tax reclaim services; providing certain global compliance and reporting services; providing a match service and analysis of the "passive foreign investment company status of foreign corporate entities; and providing services related to corporate actions that may or may not have a tax impact on the Funds' holdings. Effective November 1, 2018, the Funds entered into an agreement with State Street pursuant to which State Street provides certain administration treasury services to the Funds. These services include: monitoring the calculation of expense accrual amounts for each Fund and making any necessary modifications; managing the Fund's expenses and expense payment processing; coordinating any expense reimbursement calculations and payment; calculating net investment income dividends and capital gain distributions; coordinating the audits for each Fund; preparing financial reporting statements for each Fund; preparing certain regulatory filings; and calculating asset coverage tests for certain Calamos Funds.

The Fund reimburses Calamos Advisors for a portion of compensation paid to the Fund's Chief Compliance Officer. This compensation is reported as part of the "Trustees' fees and officer compensation" expense on the Statement of Operations.

The Fund has adopted a deferred compensation plan (the "Plan"). Under the Plan, a trustee who is not an "interested person" (as defined in the 1940 Act) and has elected to participate in the Plan (a "participating trustee") may defer receipt of all or a portion of their compensation from the Fund. The deferred compensation payable to the participating trustee is credited to the trustee's deferral account as of the business day such compensation would have been paid to the participating trustee. The value of amounts deferred for a participating trustee is determined by reference to the change in value of Class I shares of one or more funds of Calamos Investment Trust designated by the participant. The value of the account increases with contributions to the account or with increases in the value of the measuring shares, and the value of the account decreases with withdrawals from the account or with declines in the value of the measuring shares. Deferred compensation of \$157,390 is included in "Other assets" on the Statement of Assets and Liabilities at October 31, 2018. The Fund's obligation to make payments under the Plan is a general obligation of the Fund and is included in "Payable for deferred compensation to trustees" on the Statement of Assets and Liabilities at October 31, 2018.

# Notes to Financial Statements

## Note 3 – Investments

The cost of purchases and proceeds from sales of long-term investments for the year ended October 31, 2018 were as follows:

	U.S. GOVERNMENT SECURITIES	OTHER
Cost of purchases	\$ 10,183,027	\$ 647,227,801
Proceeds from sales	—	647,984,894

The cost basis of investments for federal income tax purposes at October 31, 2018 was as follows:

Cost basis of investments	\$ 1,184,781,607
Gross unrealized appreciation	31,810,883
Gross unrealized depreciation	(96,189,768)
Net unrealized appreciation (depreciation)	\$ (64,378,885)

## Note 4 – Income Taxes

For the fiscal year ended October 31, 2018, the Fund recorded the following permanent reclassifications to reflect tax character. The results of operations and net assets were not affected by these reclassifications.

Paid-in capital	\$ (2,286,575)
Undistributed net investment income/(loss)	43,707,995
Accumulated net realized gain/(loss) on investments	(41,421,420)

The Fund intends to make monthly distributions from its income available for distribution, which consists of the Fund's dividends and interest income after payment of Fund expenses, and net realized gains on stock investments. At least annually, the Fund intends to distribute all or substantially all of its net realized capital gains, if any. Distributions are recorded on the ex-dividend date. The Fund distinguishes between distributions on a tax basis and a financial reporting basis. Accounting principles generally accepted in the United States of America require that only distributions in excess of tax basis earnings and profits be reported in the financial statements as a return of capital. Permanent differences between book and tax accounting relating to distributions are reclassified to paid-in-capital. For tax purposes, distributions from short-term capital gains are considered to be from ordinary income. Distributions in any year may include a return of capital component.

Distributions for the year ended October 31, 2018 were characterized for federal income tax purposes as follows:

	YEAR ENDED OCTOBER 31, 2018	YEAR ENDED OCTOBER 31, 2017
<b>Distributions paid from:</b>		
Ordinary income	\$ 81,202,251	\$ 47,473,475
Long-term capital gains	2,348,789	5,451,468
Return of capital	—	27,518,746

As of October 31, 2018, the components of accumulated earnings/(loss) on a tax basis were as follows:

Undistributed ordinary income	\$ —
Undistributed capital gains	2,739,454
Total undistributed earnings	2,739,454
Accumulated capital and other losses	—
Net unrealized gains/(losses)	(64,378,885)
Total accumulated earnings/(losses)	(61,639,431)
Other	(154,395)
Paid-in-capital	803,099,676
Net assets applicable to common shareholders	\$ 741,305,850

## Note 5 – Derivative Instruments

**Foreign Currency Risk.** The Fund may engage in portfolio hedging with respect to changes in currency exchange rates by entering into forward foreign currency contracts to purchase or sell currencies. A forward foreign currency contract is a commitment to purchase or sell a foreign currency at a future date at a negotiated forward rate. Risks associated with such contracts include, among other things, movement in the value of the foreign currency relative to the U.S. dollar and the ability of the counterparty to perform.

To mitigate the counterparty risk, the Fund may enter into an International Swaps and Derivatives Association, Inc. Master Agreement (“ISDA Master Agreement”) or similar agreement with its derivative contract counterparties. An ISDA Master Agreement is a bilateral agreement between the Fund and a counterparty that governs over-the-counter derivatives and foreign exchange contracts and typically contains, among other things, collateral posting terms and netting provisions in the event of a default and/or termination event. Under an ISDA Master Agreement, the Fund may, under certain circumstances, offset with the counterparty certain derivative financial instrument’s payables and/or receivables with collateral held and/or posted and create one single net payment. The provisions of the ISDA Master Agreement typically permit a single net payment in the event of default (close-out netting), including the bankruptcy or insolvency of the counterparty. Generally, collateral is exchanged between the Fund and the counterparty and the amount of collateral due from the Fund or to a counterparty has to exceed a minimum transfer amount threshold before a transfer has to be made. To the extent amounts due to the Fund from its counterparties are not fully collateralized, contractually or otherwise, the Fund bears the risk of loss from counterparty nonperformance. When a Fund is required to post collateral under the terms of a derivatives transaction and master netting agreement, the Fund’s custodian holds the collateral in a segregated account, subject to the terms of a tri-party agreement among the Fund, the custodian and the counterparty. The master netting agreement and tri-party agreement provide, in relevant part, that the counterparty may have rights to the amounts in the segregated account in the event that the Fund defaults in its obligation with respect to the derivative instrument that is subject to the collateral requirement. When a counterparty is required to post collateral under the terms of a derivatives transaction and master netting agreement, the counterparty delivers such amount to the Fund’s custodian. The master netting agreement provides, in relevant part, that the Fund may have rights to such collateral in the event that the counterparty defaults in its obligation with respect to the derivative instrument that is subject to the collateral requirement.

For financial reporting purposes, the Fund does not offset derivative assets and derivative liabilities that are subject to netting arrangements in the Statement of Assets and Liabilities. The net unrealized gain, if any, represents the credit risk to the Fund on a forward foreign currency contract. The contracts are valued daily at forward foreign exchange rates. The Fund realizes a gain or loss when a position is closed or upon settlement of the contracts. There were no open forward foreign currency contracts at October 31, 2018.

**Equity Risk.** The Fund may engage in option transactions and in doing so achieves similar objectives to what it would achieve through the sale or purchase of individual securities. A call option, upon payment of a premium, gives the purchaser of the option the right to buy, and the seller of the option the obligation to sell, the underlying security, index or other instrument at the exercise price. A put option gives the purchaser of the option, upon payment of a premium, the right to sell, and the seller the obligation to buy, the underlying security, index, or other instrument at the exercise price.

To seek to offset some of the risk of a potential decline in value of certain long positions, the Fund may also purchase put options on individual securities, broad-based securities indexes or certain exchange-traded funds (“ETFs”). The Fund may also seek to generate income from option premiums by writing (selling) options on a portion of the equity securities (including securities that are convertible into equity securities) in the Fund’s portfolio, on broad-based securities indexes, or certain ETFs.

When a Fund purchases an option, it pays a premium and an amount equal to that premium is recorded as an asset. When a Fund writes an option, it receives a premium and an amount equal to that premium is recorded as a liability. The asset or liability is adjusted daily to reflect the current market value of the option. If an option expires unexercised, the Fund realizes a gain or loss to the extent of the premium received or paid. If an option is exercised, the premium received or paid is recorded as an adjustment to the proceeds from the sale or the cost basis of the purchase. The difference between the premium and the amount received or paid on a closing purchase or sale transaction is also treated as a realized gain or loss. The cost of securities acquired through the exercise of call options is increased by premiums paid. The proceeds from securities sold through the exercise of put options are decreased by the premiums paid. Gain or loss on written options and purchased options is presented separately as net realized gain or loss on written options and net realized gain or loss on purchased options, respectively.

## Notes to Financial Statements

Options written by the Fund do not typically give rise to counterparty credit risk since options written obligate the Fund and not the counterparty to perform. Exchange traded purchased options have minimal counterparty credit risk to the Fund since the exchange's clearinghouse, as counterparty to such instruments, guarantees against a possible default.

As of October 31, 2018, the Fund had outstanding purchased options and/or written options as listed on the Schedule of Investments.

**Interest Rate Risk.** The Fund may engage in interest rate swaps primarily to hedge the interest rate risk on the Fund's borrowings (see Note 6 - Notes Payable). An interest rate swap is a contract that involves the exchange of one type of interest rate for another type of interest rate. If interest rates rise, resulting in a diminution in the value of the Fund's portfolio, the Fund would receive payments under the swap that would offset, in whole or in part, such diminution in value; if interest rates fall, the Fund would likely lose money on the swap transaction. Unrealized gains are reported as an asset, and unrealized losses are reported as a liability on the Statement of Assets and Liabilities. The change in value of swaps, including accruals of periodic amounts of interest to be paid or received on swaps, is reported as change in net unrealized appreciation/depreciation on interest rate swaps in the Statement of Operations. A realized gain or loss is recorded in net realized gain (loss) on interest rate swaps in the Statement of Operations upon payment or receipt of a periodic payment or termination of the swap agreements. Swap agreements are stated at fair value. Notional principal amounts are used to express the extent of involvement in these transactions, but the amounts potentially subject to credit risk are much smaller. In connection with these contracts, securities may be identified as collateral in accordance with the terms of the respective swap contracts in the event of default or bankruptcy of the Fund. Please see the disclosure regarding ISDA Master Agreements under Foreign Currency Risk within this note.

Premiums paid to or by a Fund are accrued daily and included in realized gain (loss) when paid on swaps in the accompanying Statement of Operations. The contracts are marked-to-market daily based upon third party vendor valuations and changes in value are recorded as unrealized appreciation (depreciation). Gains or losses are realized upon early termination of the contract. Risks may exceed amounts recognized in the Statement of Assets and Liabilities. These risks include changes in the returns of the underlying instruments, failure of the counterparties to perform under the contracts' terms, counterparty's creditworthiness, and the possible lack of liquidity with respect to the contracts.

As of October 31, 2018, the Fund had no outstanding interest rate swap agreements.

As of October 31, 2018, the Fund had outstanding derivative contracts which are reflected on the Statement of Assets and Liabilities as follows:

	ASSET DERIVATIVES	LIABILITY DERIVATIVES
<b>Gross amounts at fair value:</b>		
Purchased options <sup>(1)</sup>	\$ 2,841,635	\$ —
Written options <sup>(2)</sup>	—	468,135
	<u>\$ 2,841,635</u>	<u>\$ 468,135</u>

(1) Generally, the Statement of Assets and Liabilities location for "Purchased options" is "Investments in securities, at Value."

(2) Generally, the Statement of Assets and Liabilities location for "Written options" is "Options written, at value."

For the year ended October 31, 2018, the volume of derivative activity for the Fund is reflected below:\*

	VOLUME
Purchased options	9,796
Written options	2,289

\* Activity during the period is measured by opened number of contracts for options purchased or written.

## Note 6 – Notes Payable

The Fund has entered into an Amended and Restated Liquidity Agreement (the “SSB Agreement”) with State Street Bank and Trust Company (“SSB”) that allows the Fund to borrow up to a limit of \$430.0 million, as well as engage in securities lending and securities repurchase transactions. Borrowings under the SSB Agreement are secured by assets of the Fund that are held with the Fund’s custodian in a separate account (the “pledged collateral”). Interest on the SSB Agreement is charged on the drawn amount at the rate of Overnight LIBOR plus .80%. A commitment fee of .10% is payable on any undrawn balance. For the year ended October 31, 2018, the average borrowings under the Agreement were \$281.6 million. For the year ended October 31, 2018, the average interest rate was 1.96%. As of October 31, 2018, the amount of total outstanding borrowings was \$288.0 million, which approximates fair value. The interest rate applicable to the borrowings on October 31, 2018 was 2.42%.

Under the terms of the SSB Agreement, the Fund will receive a rebate payment related to the securities lending and/or securities repurchase transactions. The Fund has the right to call a loan and obtain the securities loaned at any time. As of October 31, 2018, approximately \$269.6 million of securities were on loan (\$259.5 million of fixed income securities and \$10.1 million of equity securities) under the SSB Agreement which are reflected in the Investment in securities, at value on the Statement of Assets and Liabilities. The borrowings are categorized as Level 2 within the fair value hierarchy.

## Note 7 – Mandatory Redeemable Preferred Shares

On September 6, 2017, the Fund issued 4,000,000 mandatory redeemable preferred shares (“MRPS”) with an aggregate liquidation preference of \$100.0 million. Offering costs incurred by the Fund in connection with the MRPS issuance are aggregated with the outstanding liability and are being amortized to Interest expense and amortization of offering costs on Mandatory Redeemable Preferred Shares over the respective life of each series of MRPS and shown in the Statement of Operations.

The MRPS are divided into three series with different mandatory redemption dates and dividend rates. The table below summarizes the key terms of each series of the MRPS at October 31, 2018.

SERIES	TERM REDEMPTION DATE	DIVIDEND RATE	SHARES (000’S)	LIQUIDATION PREFERENCE PER SHARE	AGGREGATE LIQUIDATION PREFERENCE
Series A	9/06/22	3.70%	1,330	\$25	\$ 33,250,000
Series B	9/06/24	4.00%	1,330	\$25	\$ 33,250,000
Series C	9/06/27	4.24%	1,340	\$25	\$ 33,500,000
				<i>Total</i>	<u>\$100,000,000</u>

The MRPS are not listed on any exchange or automated quotation system. The MRPS are considered debt of the issuer; therefore, the liquidation preference, which approximates fair value of the MRPS, is recorded as a liability in the Statement of Assets and Liabilities net of deferred offering costs. The MRPS are categorized as Level 2 within the fair value hierarchy.

Holders of MRPS are entitled to receive monthly cumulative cash dividends payable on the first business day of each month. The MRPS currently are rated “AA” by Fitch Ratings, Inc. (“Fitch”). If on the first day of a monthly dividend period the MRPS of any class are rated lower than “A” by Fitch (or lower than the equivalent of such rating by any other rating agency providing a rating pursuant to the request of the Fund), the dividend rate for such period shall be increased by 0.5%, 2.0% or 4.0% according to an agreed upon schedule. The MRPS’ dividend rate is also subject to increase during periods when the Fund has not made timely payments to MRPS holders and/or the MRPS do not have a current credit rating, subject to various terms and conditions. Dividends accrued and paid to the shareholders of MRPS are included in “Interest expense and amortization of offering costs on Mandatory Redeemable Preferred Shares” within the Statement of Operations.

## Notes to Financial Statements

The MRPS rank junior to the Fund's borrowings under the SSB Agreement and senior to the Fund's outstanding common stock. The Fund may, at its option, subject to various terms and conditions, redeem the MRPS, in whole or in part, at the liquidation preference amount plus all accumulated but unpaid dividends, plus a make whole premium equal to the discounted value of the remaining scheduled payments. Each class of MRPS is subject to mandatory redemption on the term redemption date specified in the table above. Periodically, the Fund is subject to an overcollateralization test based on applicable rating agency criteria (the "OC Test") and an asset coverage test with respect to its outstanding senior securities (the "AC Test"). The Fund may be required to redeem MRPS before their term redemption date if it does not comply with one or both tests. So long as any MRPS are outstanding, the Fund may not declare, pay or set aside for payment cash dividends or other distributions on shares of its common stock unless (1) the Fund has satisfied the OC Test on at least one testing date in the preceding 65 days, (2) immediately after such transaction, the Fund would comply with the AC Test, (3) full cumulative dividends on the MRPS due on or prior to the date of such transaction have been declared and paid and (4) the Fund has redeemed all MRPS required to have been redeemed on such date or has deposited funds sufficient for such redemption, subject to certain grace periods and exceptions.

Except as otherwise required pursuant to the Fund's governing documents or applicable law, the holders of the MRPS have one vote per share and vote together with the holders of common stock of the Fund as a single class except on matters affecting only the holders of MRPS or the holders of common stock. Pursuant to the 1940 Act, holders of the MRPS have the right to elect at least two trustees of the Fund, voting separately as a class. Except during any time when the Fund has failed to make a dividend or redemption payment in respect of MRPS outstanding, the holders of MRPS have agreed to vote in accordance with the recommendation of the board of trustees on any matter submitted to them for their vote or to the vote of shareholders of the Fund generally.

### Note 8 – Common Shares

There are unlimited common shares of beneficial interest authorized and 70,872,812 shares outstanding at October 31, 2018. Transactions in common shares were as follows:

	YEAR ENDED OCTOBER 31, 2018	YEAR ENDED OCTOBER 31, 2017
Beginning shares	70,326,448	69,997,487
Shares sold	328,462	177,130
Shares issued through reinvestment of distributions	217,902	151,831
Ending shares	70,872,812	70,326,448

Notice is hereby given in accordance with Section 23(c) of the 1940 Act that the Fund may from time to time purchase its shares of common stock in the open market.

The Fund also may offer and sell common shares from time to time at an offering price equal to or in excess of the net asset value per share of the Fund's common shares at the time such common shares are initially sold. For the year ended October 31, 2018, the Fund sold shares that were \$40,208 in excess of net asset value at an average sales price of \$11.39.

### Note 9 – Fair Value Measurements

Various inputs are used to determine the value of the Fund's investments. These inputs are categorized into three broad levels as follows:

- Level 1 – Prices are determined using inputs from unadjusted quoted prices from active markets (including securities actively traded on a securities exchange) for identical assets.
- Level 2 – Prices are determined using significant observable market inputs other than unadjusted quoted prices, including quoted prices of similar securities, fair value adjustments to quoted foreign securities, interest rates, credit risk, prepayment speeds, and other relevant data.
- Level 3 – Prices reflect unobservable market inputs (including the Fund's own judgments about assumptions market participants would use in determining fair value) when observable inputs are unavailable.



Debt securities are valued based upon evaluated prices received from an independent pricing service or from a dealer or broker who makes markets in such securities. Pricing services utilize various observable market data and as such, debt securities are generally categorized as Level 2. The levels are not necessarily an indication of the risk or liquidity of the Fund's investments.

The following is a summary of the inputs used in valuing the Fund's holdings at fair value:

	LEVEL 1	LEVEL 2	LEVEL 3	TOTAL
<b>Assets:</b>				
Corporate Bonds	\$ —	\$ 377,904,515	\$ —	\$ 377,904,515
Convertible Bonds	—	522,633,035	—	522,633,035
U.S. Government and Agency Securities	—	9,733,722	—	9,733,722
Bank Loans	—	33,015,245	—	33,015,245
Synthetic Convertible Securities (Corporate Bonds)	—	8,860,738	—	8,860,738
Synthetic Convertible Securities (U.S. Government and Agency Securities)	—	228,394	—	228,394
Synthetic Convertible Securities (Purchased Options)	1,603,100	—	—	1,603,100
Convertible Preferred Stocks	96,751,895	9,723,773	—	106,475,668
Common Stocks U.S.	35,237,710	687,748	—	35,925,458
Purchased Options	1,238,535	—	—	1,238,535
Short Term Investments	23,252,447	—	—	23,252,447
<b>Total</b>	<b>\$ 158,083,687</b>	<b>\$ 962,787,170</b>	<b>\$ —</b>	<b>\$ 1,120,870,857</b>
<b>Liabilities:</b>				
Written Options	\$ 468,135	\$ —	\$ —	\$ 468,135
<b>Total</b>	<b>\$ 468,135</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ 468,135</b>

# Financial Highlights

Selected data for a share outstanding throughout each year were as follows:

	YEAR ENDED OCTOBER 31,				
	2018	2017	2016	2015	2014
<b>PER SHARE OPERATING PERFORMANCE</b>					
Net asset value, beginning of year	\$11.35	\$10.73	\$11.68	\$13.45	\$13.20
Income from investment operations:					
Net investment income (loss)*	0.57	0.57	0.60	0.62	0.72
Net realized and unrealized gain (loss)	(0.33)	1.19	(0.41)	(1.25)	0.67
Total from investment operations	0.24	1.76	0.19	(0.63)	1.39
Less distributions to common shareholders from:					
Net investment income	(1.13)	(0.67)	(0.59)	(0.81)	(0.95)
Net realized gains	–	(0.08)	–	(0.02)	(0.19)
Return of capital	–	(0.39)	(0.55)	(0.31)	–
Total distributions	(1.13)	(1.14)	(1.14)	(1.14)	(1.14)
Premiums from shares sold in at the market offerings	0.00 <sup>(a)</sup>	0.00 <sup>(a)</sup>	–	0.00 <sup>(a)</sup>	0.00 <sup>(a)</sup>
Net asset value, end of year	\$10.46	\$11.35	\$10.73	\$11.68	\$13.45
Market value, end of year	\$9.91	\$11.59	\$9.89	\$10.41	\$13.69
<b>TOTAL RETURN APPLICABLE TO COMMON SHAREHOLDERS</b>					
Total investment return based on: <sup>(b)</sup>					
Net asset value	1.81%	17.48%	3.19%	(4.69)%	10.90%
Market value	(5.54)%	30.15%	6.72%	(16.54)%	13.83%
<b>RATIOS TO AVERAGE NET ASSETS APPLICABLE TO COMMON SHAREHOLDERS</b>					
Net expenses <sup>(c)</sup>	2.52%	1.88%	1.74%	1.84%	1.47%
Net investment income (loss)	5.11%	5.17%	5.61%	4.90%	5.38%
<b>SUPPLEMENTAL DATA</b>					
Net assets applicable to common shareholders, end of year (000)	\$741,306	\$797,968	\$750,773	\$817,491	\$931,703
Portfolio turnover rate	58%	90%	34%	36%	40%
Average commission rate paid	\$0.0270	\$0.0282	\$0.0220	\$0.0303	\$0.0294
Mandatory Redeemable Preferred Shares, at redemption value (\$25 per share liquidation preference) (000's omitted)	\$100,000	\$100,000	\$–	\$–	\$–
Notes Payable (000's omitted)	\$288,000	\$275,000	\$306,000	\$353,000	\$360,000
Asset coverage per \$1,000 of loan outstanding <sup>(d)</sup>	\$3,921	\$4,265	\$3,454	\$3,316	\$3,588
Asset coverage per \$25 liquidation value per share of Mandatory Redeemable Preferred Shares <sup>(e)</sup>	\$282	\$293	\$–	\$–	\$–

\* Net investment income calculated based on average shares method.

(a) Amount equated to less than \$0.005 per common share.

(b) Total investment return is calculated assuming a purchase of common stock on the opening of the first day and a sale on the closing of the last day of the period reported. Dividends and distributions are assumed, for purposes of this calculation, to be reinvested at prices obtained under the Fund's dividend reinvestment plan. Total return is not annualized for periods less than one year. Brokerage commissions are not reflected. NAV per share is determined by dividing the value of the Fund's portfolio securities, cash and other assets, less all liabilities, by the total number of common shares outstanding. The common share market price is the price the market is willing to pay for shares of the Fund at a given time. Common share market price is influenced by a range of factors, including supply and demand and market conditions.

(c) Ratio of net expenses, excluding interest expense on Notes Payable and interest expense and amortization of offering costs on Mandatory Redeemable Preferred Shares, to average net assets was 1.28%, 1.24%, 1.24%, 1.50% and 1.18%, respectively.

(d) Calculated by subtracting the Fund's total liabilities (not including Notes payable and Mandatory Redeemable Preferred Shares) from the Fund's total assets and dividing this by the amount of notes payable outstanding, and by multiplying the result by 1,000.

(e) Calculated by subtracting the Fund's total liabilities (not including Notes payable and Mandatory Redeemable Preferred Shares) from the Fund's total assets and dividing this by the amount of Mandatory Redeemable Preferred Shares outstanding, and by multiplying the result by 25.

To the shareholders and the Board of Trustees of Calamos Convertible Opportunities and Income Fund

## Opinion on the Financial Statements and Financial Highlights

We have audited the accompanying statement of assets and liabilities of Calamos Convertible Opportunities and Income Fund (the "Fund"), including the schedule of investments, as of October 31, 2018, the related statements of operations and cash flows for the year then ended, the statements of changes in net assets for each of the two years in the period then ended, the financial highlights for each of the five years in the period then ended, and the related notes. In our opinion, the financial statements and financial highlights present fairly, in all material respects, the financial position of the Fund as of October 31, 2018, and the results of its operations and its cash flows for the year then ended, the changes in its net assets for each of the two years in the period then ended, and the financial highlights for each of the five years in the period then ended in conformity with accounting principles generally accepted in the United States of America.

## Basis for Opinion

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

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

Our audits included performing procedures to assess the risks of material misstatement of the financial statements and financial highlights, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements and financial highlights. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements and financial highlights. Our procedures included confirmation of securities owned as of October 31, 2018, by correspondence with the custodian and brokers; when replies were not received from brokers, we performed other auditing procedures. We believe that our audits provide a reasonable basis for our opinion.



Chicago, Illinois  
December 17, 2018

We have served as the auditor of one or more Calamos Advisors LLC investment companies since 2003.

## Trustee Approval of Management Agreement (Unaudited)

The Board of Trustees (“Board” or the “Trustees”) of the Fund oversees the management of the Fund, and, as required by law, determines annually whether to continue the Fund’s management agreement with Calamos Advisors LLC (“Adviser”) pursuant to which the Adviser serves as the investment manager and administrator for the Fund. The “Independent Trustees,” who comprise more than 80% of the Board, have never been affiliated with the Adviser.

In connection with their most recent consideration regarding the continuation of the management agreement, the Trustees received and reviewed a substantial amount of information provided by the Adviser in response to detailed requests of the Independent Trustees and their independent legal counsel. In the course of their consideration of the agreement, the Independent Trustees were advised by their counsel, and in addition to meeting with management of the Adviser, they met separately in executive session with their counsel.

At a meeting held on June 29, 2018, based on their evaluation of the information referred to above and other information provided in this and previous meetings, the Trustees determined that the overall arrangements between the Fund and the Adviser were fair in light of the nature, quality and extent of the services provided by the Adviser and its affiliates, the fees charged for those services and other matters that the Trustees considered relevant in the exercise of their business judgment. At that meeting, the Trustees, including all of the Independent Trustees, approved the continuation of the management agreement through July 31, 2019, subject to possible earlier termination as provided in the agreement.

In connection with its consideration of the management agreement, the Board considered, among other things: (i) the nature, quality and extent of the Adviser’s services, (ii) the investment performance of the Fund as well as performance information for comparable funds and other, comparable clients of the Adviser, (iii) the fees and other expenses paid by the Fund as well as expense information for comparable funds and for other, comparable clients of the Adviser, (iv) the profitability of the Adviser and its affiliates from their relationship with the Fund, (v) whether economies of scale may be realized as the Fund grows and whether potential economies may be shared, in some measure, with Fund investors and (vi) other benefits to the Adviser from its relationship with the Fund. In the Board’s deliberations, no single factor was responsible for the Board’s decision to approve continuation of the management agreement, and each Trustee may have afforded different weight to the various factors.

*Nature, Quality and Extent of Services.* The Board’s consideration of the nature, quality and extent of the Adviser’s services to the Fund took into account the knowledge gained from the Board’s meetings with the Adviser throughout the years. In addition, the Board considered: the Adviser’s long-term history of managing the Fund; the consistency of investment approach; the background and experience of the Adviser’s investment personnel responsible for managing the Fund; and the Adviser’s performance as administrator of the Fund, including, among other things, in the areas of brokerage selection, trade execution, compliance and shareholder communications. The Board also reviewed the Adviser’s resources and key personnel involved in providing investment management services to the Fund. The Board noted the personal investments that the Adviser’s key investment personnel have made in the Fund, which further aligns the interests of the Adviser and its personnel with those of the Fund’s shareholders. In addition, the Board considered compliance reports about the Adviser from the Fund’s Chief Compliance Officer.

The Board also considered the information provided by the Adviser regarding the Fund’s performance and the steps the Adviser is taking to improve performance. In particular, the Board noted the additional personnel added to the investment team, which includes portfolio managers, research analysts, research associates and risk management personnel. The Board also noted the Adviser’s significant investment into its infrastructure and investment processes.

*Investment Performance of the Fund.* The Board considered the Fund’s investment performance over various time periods, including how the Fund performed compared to the median performance of a group of comparable funds (the Fund’s “Category”) selected by an independent third-party service provider. In certain instances noted below, the Category represents a custom group of comparable funds, also selected by an independent third-party service provider. The performance periods considered by the Board ended on March 31, 2018, except where otherwise noted. Where available, the Board considered one-, three-, five- and ten-year performance. To the extent the Board considered data for periods other than those ending on March 31, 2018 or considered comparative data in addition to that of the Category, the data was still produced by the independent third-party service provider.

The Board considered that the Fund outperformed its Category median for all periods.

*Costs of Services Provided and Profits Realized by the Adviser.* Using information provided by an independent third-party service provider, the Board evaluated the Fund's actual management fee rate compared to the median management fee rate for other mutual funds similar in size, character and investment strategy (the Fund's "Expense Group"), and the Fund's total expense ratio compared to the median total expense ratio of the Fund's Expense Group.

The Board also reviewed the Adviser's management fee rates for its institutional separate accounts and noted the Adviser's assertion that the Adviser no longer manages sub-advisory accounts. The Board took into account that although, generally, the rates of fees paid by institutional clients were lower than the rates of fees paid by the Fund, the differences reflected the Adviser's greater level of responsibilities and significantly broader scope of services regarding the Fund, the more extensive regulatory obligations and risks associated with managing the Fund, and other financial considerations with respect to creation and sponsorship of the Fund. The Board considered factors that lead to more expenses for registered funds including but not limited to: (i) capital expenditures to establish a fund, (ii) length of time to reach critical mass, and the related expenses, (iii) higher servicing costs of intermediaries and shareholders, (iv) higher redemption rates of assets under management, (v) entrepreneurial risk assumed by the Adviser and (vi) greater exposure to "make whole" errors.

The Board also considered the Adviser's costs in serving as the Fund's investment adviser and manager, including but not limited to costs associated with technology, infrastructure and compliance necessary to manage the Fund. The Board reviewed the Adviser's methodology for allocating costs among the Adviser's lines of business. The Board also considered information regarding the structure of the Adviser's compensation program for portfolio managers, analysts and certain other employees, and the relationship of such compensation to the attraction and retention of quality personnel. Finally, the Board reviewed information on the profitability of the Adviser in serving as the Fund's investment manager and of the Adviser and its affiliates in all of their relationships with the Fund, as well as an explanation of the methodology utilized in allocating various expenses among the Fund and the Adviser's other business units. Data was provided to the Board with respect to profitability, both on a pre- and post-marketing cost basis. The Board reviewed the financial statements of the Adviser's parent company and discussed its corporate structure.

The Board considered that the Fund's management fee rate and total expense ratio are lower than the respective medians of the Fund's Expense Group.

*Economies of Scale.* The Board considered whether the Fund's management fee shares with shareholders potential economies of scale that may be achieved by the Adviser. The Board also considered the benefits accruing to shareholders from the Adviser's investments into its infrastructure and investment processes.

*Other Benefits Derived from the Relationship with the Fund.* The Board also considered other benefits that accrue to the Adviser and its affiliates from their relationship with the Fund. The Board concluded that while the Adviser may potentially benefit from its relationship with the Fund in ways other than the fees payable by the Fund, the Fund also may benefit from its relationship with the Adviser in ways other than the services to be provided by the Adviser and its affiliates pursuant to their agreement with the Fund and the fees payable by the Fund.

The Board also considered the Adviser's use of a portion of the commissions paid by the Fund on its portfolio brokerage transactions to obtain research products and services benefiting the Fund and/or other clients of the Adviser and concluded, based on reports from the Fund's Chief Compliance Officer, that the Adviser's use of "soft" commission dollars to obtain research products and services was consistent with regulatory requirements.

After full consideration of the above factors as well as other factors that were instructive in their consideration, the Trustees, including all of the Independent Trustees, concluded that the continuation of the management agreement with the Adviser was in the best interest of the Fund and its shareholders.

## Tax Information (Unaudited)

---

We are providing this information as required by the Internal Revenue Code (Code). The amounts shown may differ from those elsewhere in this report due to differences between tax and financial reporting requirements. In February 2019, shareholders will receive Form 1099-DIV which will include their share of qualified dividends and capital gains distributed during the calendar year 2018. Shareholders are advised to check with their tax advisors for information on the treatment of these amounts on their individual income tax returns.

Under Section 852(b)(3)(C) of the Code, the Fund hereby designates \$2,348,789 as capital gain dividends for the fiscal year ended October 31, 2018.

Under Section 854(b)(2) of the Code, the Fund hereby designates \$4,790,310 or the maximum amount allowable under the Code, as qualified dividends for the fiscal year ended October 31, 2018.

Under Section 854(b)(2) of the Code, the Fund hereby designates 4.82% of the ordinary income dividends as income qualifying for the corporate dividends received deduction for the fiscal year ended October 31, 2018.

The management of the Fund, including general supervision of the duties performed for the Fund under the investment management agreement between the Fund and Calamos Advisors, is the responsibility of its board of trustees. Each trustee elected will hold office for the terms noted below or until such trustee's earlier resignation, death or removal; however, each trustee who is not an interested person of the Fund shall retire as a trustee at the end of the calendar year in which the trustee attains the age of 75 years.

The following table sets forth each trustee's name, year of birth, position(s) with the Fund, number of portfolios in the Calamos Fund Complex overseen, principal occupation(s) during the past five years and other directorships held, and date first elected or appointed.

NAME AND YEAR OF BIRTH	POSITION(S) WITH FUND	PORTFOLIOS IN FUND COMPLEX^ OVERSEEN	PRINCIPAL OCCUPATION(S) DURING THE PAST 5 YEARS AND OTHER DIRECTORSHIPS
<b>Trustees who are interested persons of the Fund:</b>			
John P. Calamos, Sr., (1940)*	Chairman, Trustee and President (since 2002)  Term Expires 2020	24	Founder, Chairman and Global Chief Investment Officer, Calamos Asset Management, Inc. ("CAM"), Calamos Investments LLC ("CILLC"), Calamos Advisors LLC and its predecessor ("Calamos Advisors") and Calamos Wealth Management LLC ("CWM"), Director CAM; and previously Chief Executive Officer, Calamos Financial Services LLC and its predecessor ("CFS"), CAM, CILLC, Calamos Advisors, and CWM
<b>Trustees who are not interested persons of the Fund:</b>			
John E. Neal, (1950)	Trustee (since 2002)  Term Expires 2021	24	Private investor; Director, Equity Residential Trust (publicly-owned REIT); Director, Creation Investments (private international microfinance company); Director, Centrust Bank (Northbrook Illinois community bank); Director, Neuro-ID (private company providing prescriptive analytics for the risk industry); Partner, Linden LLC (health care private equity) (until October 31, 2018)
William R. Rybak, (1951)	Trustee (since 2002)  Term Expires 2020	24	Private investor; Chairman (since February 2016) and Director (since February 2010), Christian Brothers Investment Services Inc.; Trustee, JNL Series Trust, JNL Investors Series Trust, and JNL Variable Fund LLC (since 2007), JNL Strategic Income Fund LLC (2007-2018) and Jackson Variable Series Trust (open-end mutual funds) (since January 2018)**; Trustee, Lewis University (since 2012); formerly Director, Private Bancorp (2003-2017); Executive Vice President and Chief Financial Officer, Van Kampen Investments, Inc. and subsidiaries (investment manager)
Stephen B. Timbers, (1944)	Trustee (since 2004); Lead Independent Trustee (since 2005)  Term Expires 2019	24	Private investor
David D. Tripple, (1944)	Trustee (since 2006)  Term Expires 2021	24	Private investor; Trustee, Century Growth Opportunities Fund (open-end mutual fund) (since 2010), Century Shares Trust and Century Small Cap Select Fund (open-end mutual funds) (since January 2004)***
Virginia G. Breen, (1964)	Trustee (since 2015)  Term Expires 2019	24	Private Investor, Trustee, Neuberger Berman Private Equity Registered Funds (registered private equity funds) (since 2015)****; Trustee, Jones Lang LaSalle Income Property Trust, Inc. (REIT) (since 2004); Director, UBS A&Q Fund Complex (closed-end funds) (since 2008)*****; Director, Bank of America/US Trust Company (until 2015); Director of Modus Link Global Solutions, Inc. (until 2013)
Lloyd A. Wennlund, (1957)	Trustee (since 2018)  Term Expires 2019	24	Expert Affiliate, Bates Group, LLC (since 2018); Executive Vice President, The Northern Trust Company (1989-2017); President and Business Unit Head of Northern Funds and Northern Institutional Funds (1994-2017); Director, Northern Trust Investments (1998-2017); Governor (2004-2017) and Executive Committee member (2011-2017), Investment Company Institute Board of Governors; Member, Securities Industry Financial Markets Association (SIFMA) Advisory Council, Private Client Services Committee and Private Client Steering Group (2006-2017); Board Member, Chicago Advisory Board of the Salvation Army (since 2011)

\* Mr. Calamos is an "interested person" of the Fund as defined in the 1940 Act because he is an officer of the Fund and an affiliate of Calamos Advisors and CFS.

\*\* Overseeing 163 portfolios in fund complex.

\*\*\* Overseeing two portfolios in fund complex.

\*\*\*\* Overseeing five portfolios in fund complex.

\*\*\*\*\* Overseeing five portfolios in fund complex.

^ The Fund Complex consists of Calamos Investment Trust, Calamos Advisors Trust, Calamos Convertible Opportunities and Income Fund, Calamos Convertible and High Income Fund, Calamos Strategic Total Return Fund, Calamos Global Total Return Fund, Calamos Global Dynamic Income Fund and Calamos Dynamic Convertible and Income Fund.

The address of each trustee is 2020 Calamos Court, Naperville, Illinois 60563.

## Trustees and Officers (Unaudited)

**Officers.** The preceding table gives information about John P. Calamos, Sr., who is Chairman, Trustee and President of the Fund. The following table sets forth each other officer's name, year of birth, position with the Fund and date first appointed to that position, and principal occupation(s) during the past five years. Each officer serves until his or her successor is chosen and qualified or until his or her resignation or removal by the board of trustees.

NAME AND YEAR OF BIRTH	POSITION(S) WITH FUND	PRINCIPAL OCCUPATION(S) DURING THE PAST 5 YEARS
John S. Koudounis, (1966)	Vice President (since 2016)	Chief Executive Officer, CAM, CILLC, Calamos Advisors, CWM and CFS (since 2016); Director CAM (since 2016); President and Chief Executive Officer (2010-2016), Mizuho Securities USA Inc.
Thomas Herman, (1961)	Vice President (since 2016); prior thereto Chief Financial Officer (2016-2017)	Chief Financial Officer, CAM, CILLC, Calamos Advisors, and CWM (since 2016); Chief Financial Officer and Treasurer, Harris Associates (2010-2016)
Curtis Holloway, (1967)	Chief Financial Officer (since 2017) and Treasurer (since 2010), Prior thereto Assistant Treasurer (2007-2010)	Senior Vice President, Head of Fund Administration (since 2017), Calamos Advisors; prior thereto Vice President, Fund Administration (2010-2017)
Robert Behan, (1964)	Vice President (since 2013)	President (since 2015), Head of Global Distribution (since 2013), CAM, CILLC, Calamos Advisors, and CFS; prior thereto Executive Vice President (2013-2015); Senior Vice President (2009-2013), Head of US Intermediary Distribution (2010-2013)
J. Christopher Jackson, (1951)	Vice President and Secretary (since 2010)	Senior Vice President, General Counsel and Secretary, CAM, CILLC, Calamos Advisors, CWM and CFS (since 2010); Director, Calamos Global Funds plc (since 2011)
Mark J. Mickey, (1951)	Chief Compliance Officer (since 2005)	Chief Compliance Officer, Calamos Funds (since 2005)

The address of each officer is 2020 Calamos Court, Naperville, Illinois 60563.

### Results of 2018 Annual Meeting

The Fund held its annual meeting of shareholders on June 28, 2018. The purpose of the annual meeting was to elect two trustees to the Fund's board of trustees for a three-year term, or until the trustee's successor is duly elected and qualified, and to conduct any other lawful business of the Fund. Mr. John E. Neal and Mr. David D. Tripple were nominated for reelection as trustees for a three-year term until the 2021 annual meeting or until his successor is duly elected and qualified, and both were elected as such by a plurality vote as follows:

TRUSTEE NOMINEE	VOTES FOR	VOTES WITHHELD	BROKER NON - VOTES AND ABSTENTIONS
John E. Neal	67,253,454.360	1,270,212.100	—
David D. Tripple	67,203,590.360	1,320,076.100	—

Messrs. Calamos, Timbers, and Rybak, and Ms. Breen's terms of office as trustees continued after the meeting.

### Results of 2017 Annual Meeting

The Fund held its annual meeting of shareholders on June 20, 2017. The purpose of the annual meeting was to elect two trustees to the Fund's board of trustees for a three-year term, or until the trustee's successor is duly elected and qualified, and to conduct any other lawful business of the Fund. Mr. John P. Calamos, Sr. and Mr. William R. Rybak were nominated for reelection as trustees for a three-year term until the 2020 annual meeting or until his successor is duly elected and qualified, and both were elected as such by a plurality vote as follows:

TRUSTEE NOMINEE	VOTES FOR	VOTES WITHHELD	BROKER NON - VOTES AND ABSTENTIONS
John P. Calamos, Sr.	58,230,919.638	1,122,383	—
William R. Rybak	58,234,929.638	1,118,373	—

Messrs. Timbers, Neal, and Tripple and Ms. Breen and Hamacher's terms of office as trustees continued after the meeting.



## What is a Closed-End Fund?

A closed-end fund is a publicly traded investment company that raises its initial investment capital through the issuance of a fixed number of shares to investors in a public offering. Shares of a closed-end fund are listed on a stock exchange or traded in the over-the-counter market. Like all investment companies, a closed-end fund is professionally managed and offers investors a unique investment solution based on its investment objective approved by the fund's Board of Trustees.

## Potential Advantages of Closed-End Fund Investing

- **Defined Asset Pool Allows Efficient Portfolio Management**—Although closed-end fund shares trade actively on a securities exchange, this doesn't affect the closed-end fund manager because there are no new investors buying into or selling out of the fund's portfolio.
- **More Flexibility in the Timing and Price of Trades**—Investors can purchase and sell shares of closed-end funds throughout the trading day, just like the shares of other publicly traded securities.
- **Lower Expense Ratios**—The expense ratios of closed-end funds are oftentimes less than those of mutual funds. Over time, a lower expense ratio could enhance investment performance.
- **Closed-End Structure Makes Sense for Less-Liquid Asset Classes**—A closed-end structure makes sense for investors considering less-liquid asset classes, such as high-yield bonds or micro-cap stocks.
- **Ability to Put Leverage to Work**—Closed-end funds may issue senior securities (such as preferred shares or debentures) or borrow money to "leverage" their investment positions.
- **No Minimum Investment Requirements**

## OPEN-END MUTUAL FUNDS VERSUS CLOSED-END FUNDS

OPEN-END FUND	CLOSED-END FUND
Issues new shares on an ongoing basis	Generally issues a fixed number of shares
Issues common equity shares	Can issue common equity shares and senior securities such as preferred shares and bonds
Sold at NAV plus any sales charge	Price determined by the marketplace
Sold through the fund's distributor	Traded in the secondary market
Fund redeems shares at NAV calculated at the close of business day	Fund does not redeem shares

You can purchase or sell common shares of closed-end funds 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 discount, which is a market price that is below their net asset value.

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.

Each open-end or closed-end fund should be evaluated individually. **Before investing carefully consider the fund's investment objectives, risks, charges and expenses.**

### Using a Managed Distribution Policy to Promote Dependable Income and Total Return

The goal of the managed distribution policy is to provide investors a predictable, though not assured, level of cash flow, which can serve either as a stable income stream or, through reinvestment, may contribute significantly to long-term total return.

We understand the importance that investors place on the stability of dividends and their ability to contribute to long-term total return, which is why we have instituted a managed distribution policy for the Fund. Under the policy, monthly distributions paid may include net investment income, net realized short-term capital gains, net realized long-term capital gains and, if necessary, return of capital. There is no guarantee that the Fund will realize capital gains in any given year. Distributions are subject to re-characterization for tax purposes after the end of the fiscal year. All shareholders with taxable accounts will receive written notification regarding the components and tax treatment for distributions via Form 1099-DIV.

Distributions from the Fund are generally subject to Federal income taxes.

## Automatic Dividend Reinvestment Plan

### Maximizing Investment with an Automatic Dividend Reinvestment Plan

The Automatic Dividend Reinvestment Plan offers a simple, cost-efficient and convenient way to reinvest your dividends and capital gains distributions in additional shares of the Fund, allowing you to increase your investment in the Fund.

#### Potential Benefits

- **Compounded Growth:** By automatically reinvesting with the Plan, you gain the potential to allow your dividends and capital gains to compound over time.
- **Potential for Lower Commission Costs:** Additional shares are purchased in large blocks, with brokerage commissions shared among all plan participants. There is no cost to enroll in the Plan.
- **Convenience:** After enrollment, the Plan is automatic and includes detailed statements for participants. Participants can terminate their enrollment at any time.

Pursuant to the Plan, unless a shareholder is ineligible or elects otherwise, all dividend and capital gains on common shares distributions are automatically reinvested by Computershare, as agent for shareholders in administering the Plan ("Plan Agent"), in additional common shares of the Fund. Shareholders who elect not to participate in the Plan will receive all dividends and distributions payable in cash paid by check mailed directly to the shareholder of record (or, if the shares are held in street or other nominee name, then to such nominee) by Plan Agent, as dividend paying agent. Shareholders may elect not to participate in the Plan and to receive all dividends and distributions in cash by sending written instructions to the Plan Agent, as dividend paying agent, at: Dividend Reinvestment Department, P.O. Box 358016, Pittsburgh, PA 15252. Participation in the Plan is completely voluntary and may be terminated or resumed at any time without penalty by giving notice in writing to the Plan Agent; such termination will be effective with respect to a particular dividend or distribution if notice is received prior to the record date for the applicable distribution.

The shares are acquired by the Plan Agent for the participant's account either (i) through receipt of additional common shares from the Fund ("newly issued shares") or (ii) by purchase of outstanding common shares on the open market ("open-market purchases") on the NASDAQ or elsewhere. If, on the payment date, the net asset value per share of the common shares is equal to or less than the market price per common share plus estimated brokerage commissions (a "market premium"), the Plan Agent will receive newly issued shares from the Fund for each participant's account. The number of newly issued common shares to be credited to the participant's account will be determined by dividing the dollar amount of the dividend or distribution by the greater of (i) the net asset value per common share on the payment date, or (ii) 95% of the market price per common share on the payment date.

If, on the payment date, the net asset value per common share exceeds the market price plus estimated brokerage commissions (a "market discount"), the Plan Agent has a limited period of time to invest the dividend or distribution amount in shares acquired in open-market purchases. The weighted average price (including brokerage commissions) of all common shares purchased by the Plan Agent as Plan Agent will be the price per common share allocable to each participant. If the Plan Agent is unable to invest the full dividend amount in open-market purchases during the purchase period or if the market discount shifts to a market premium during the purchase period, the Plan Agent will cease making open-market purchases and will invest the uninvested portion of the dividend or distribution amount in newly issued shares at the close of business on the last purchase date.

The automatic reinvestment of dividends and distributions will not relieve participants of any federal, state or local income tax that may be payable (or required to be withheld) on such dividends even though no cash is received by participants.

There are no brokerage charges with respect to shares issued directly by the Fund as a result of dividends or distributions payable either in shares or in cash. However, each participant will pay a pro rata share of brokerage commissions incurred with respect to the Plan Agent's open-market purchases in connection with the reinvestment of dividends or distributions. If a participant elects to have the Plan Agent sell part or all of his or her common shares and remit the proceeds, such participant will be charged his or her pro rata share of brokerage commissions on the shares sold, plus a \$15 transaction fee. There is no direct service charge to participants in the Plan; however, the Fund reserves the right to amend the Plan to include a service charge payable by the participants.

A participant may request the sale of all of the common shares held by the Plan Agent in his or her Plan account in order to terminate participation in the Plan. If such participant elects in advance of such termination to have the Plan Agent sell part or all of his shares, the Plan Agent is authorized to deduct from the proceeds a \$15.00 fee plus the brokerage commissions incurred for the transaction. A participant may re-enroll in the Plan in limited circumstances.

The terms and conditions of the Plan may be amended by the Plan Agent or the Fund at any time upon notice as required by the Plan.

This discussion of the Plan is only summary, and is qualified in its entirety by the Terms and Conditions of the Dividend Reinvestment Plan filed as part of the Fund's registration statement.

For additional information about the Plan, please contact the Plan Agent, Computershare, at 866.226.8016. If you wish to participate in the Plan and your shares are held in your own name, simply call the Plan Agent. If your shares are not held in your name, please contact your brokerage firm, bank, or other nominee to request that they participate in the Plan on your behalf. If your brokerage firm, bank, or other nominee is unable to participate on your behalf, you may request that your shares be re-registered in your own name.

We're pleased to provide our shareholders with the additional benefit of the Fund's Dividend Reinvestment Plan and hope that it may serve your financial plan.

This page intentionally left blank.

This page intentionally left blank.

This page intentionally left blank.

## MANAGING YOUR CALAMOS FUNDS INVESTMENTS

Calamos Investments offers several convenient means to monitor, manage and feel confident about your Calamos investment choice.

---

### PERSONAL ASSISTANCE: 800.582.6959

Dial this toll-free number to speak with a knowledgeable Client Services Representative who can help answer questions or address issues concerning your Calamos Fund.

---

### YOUR FINANCIAL ADVISOR

We encourage you to talk to your financial advisor to determine how the Calamos Funds can benefit your investment portfolio based on your financial goals, risk tolerance, time horizon and income needs.



**STAY CONNECTED**  
[www.calamos.com/connect](http://www.calamos.com/connect)

Visit our Web site for timely fund performance, detailed fund profiles, fund news and insightful market commentary.

