

BABSON CAPITAL CORPORATE INVESTORS
Form N-Q
May 29, 2015

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM N-Q

Quarterly Schedule of Portfolio Holdings of
Registered Management Investment Company

Investment Company Act file number 811-02183

Babson Capital Corporate Investors

(Exact name of registrant as specified in charter)

1500 Main Street, Springfield, MA 01115

(Address of principal executive offices) (Zip code)

Christopher A. DeFrancis, Vice President, Secretary and Chief Legal Officer
1500 Main Street, Suite 2800, Springfield, MA 01115

(Name and address of agent for service)

Registrant's telephone number, including area code: 413-226-1000

Date of fiscal year end: 12/31

Date of reporting period: 03/31/15

CONSOLIDATED SCHEDULE OF INVESTMENTS

March 31, 2015

(Unaudited)

| Corporate Restricted Securities - 86.39%: (A) | Principal Amount, Shares, Units or Ownership Percentage | Acquisition Date | Cost | Fair Value |
|--|---|------------------|--------------|--------------|
| Private Placement Investments - 65.59% | | | | |
| 1492 Acquisition LLC | | | | |
| A leading producer of premium Italian cured meats and deli meats in the U.S. | | | | |
| 14% Senior Subordinated Note due 10/17/2019 | | | | |
| | \$ 1,634,104 | 10/17/12 | \$ 1,609,933 | \$ 1,612,560 |
| Limited Liability Company | | | | |
| Unit Class A Common (B) | | | | |
| | 27,273 uts. | 10/17/12 | 27,273 | — |
| Limited Liability Company | | | | |
| Unit Class A Preferred (B) | | | | |
| | 245 uts. | 10/17/12 | 245,450 | 200,727 |
| | | | 1,882,656 | 1,813,287 |
| A S C Group, Inc. | | | | |
| A designer and manufacturer of high reliability encryption equipment, communications products, computing systems and electronic components primarily for the military and aerospace sectors. | | | | |
| 14% Senior Subordinated Note due 12/21/2020 | | | | |
| | \$ 1,981,937 | 12/20/13 | 1,947,838 | 2,001,757 |
| Limited Liability Company | | | | |
| Unit Class A (B) | | | | |
| | 5,843 uts. | * | 290,317 | 585,715 |
| Limited Liability Company | | | | |
| Unit Class B (B) | | | | |
| | 2,793 uts. | 10/09/09 | 100,114 | 279,976 |
| | | | 2,338,269 | 2,867,448 |
| * 10/09/09 and 12/20/13. | | | | |
| A W X Holdings Corporation | | | | |
| A provider of aerial equipment rental, sales and repair services to non-residential construction and maintenance contractors operating in the State of Indiana. | | | | |
| 10.5% Senior Secured Term Note due 05/15/2015 (D) | | | | |
| | \$ 735,000 | 05/15/08 | 724,402 | 367,500 |
| 13% Senior Subordinated Note due 05/15/2015 (D) | | | | |
| | \$ 735,000 | 05/15/08 | 673,096 | — |
| Common Stock (B) | | | | |
| | 105,000 shs. | 05/15/08 | 105,000 | — |
| Warrant, exercisable until 2015, to purchase common stock at \$.01 per share (B) | | | | |
| | 36,923 shs. | 05/15/08 | 62,395 | — |
| | | | 1,564,893 | 367,500 |
| ABC Industries, Inc. | | | | |
| A manufacturer of mine and tunneling ventilation products in the U.S. | | | | |
| | \$ 436,364 | 08/01/12 | 402,672 | 440,727 |

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| | | | | |
|---|--------------|----------|-----------|-----------|
| 13% Senior Subordinated Note due 07/31/2019 | | | | |
| Preferred Stock Series A (B) | 300,000 shs. | 08/01/12 | 300,000 | 642,693 |
| Warrant, exercisable until 2022, to purchase common stock at \$.02 per share | | | | |
| (B) | 53,794 shs. | 08/01/12 | 101,870 | 109,970 |
| | | | 804,542 | 1,193,390 |
| ACP Cascade Holdings LLC A manufacturer and distributor of vinyl windows and patio doors throughout the northwestern United States. | | | | |
| Limited Liability Company Unit | | | | |
| Class B (B) | 64 uts. | 11/09/12 | — | — |
| Advanced Manufacturing Enterprises LLC A designer and manufacturer of large, custom gearing products for a number of critical customer applications. | | | | |
| 14% Senior Subordinated Note due 12/17/2018 | | | | |
| | \$ 2,723,077 | 12/07/12 | 2,694,079 | 2,750,308 |
| Limited Liability Company Unit | | | | |
| (B) | 3,434 uts. | * | 343,385 | 482,359 |
| * 12/07/12 and 07/11/13. | | | 3,037,464 | 3,232,667 |

Babson Capital Corporate Investors

CONSOLIDATED SCHEDULE OF INVESTMENTS (CONTINUED)

March 31, 2015

(Unaudited)

| Corporate Restricted Securities: (A) (Continued) | Principal Amount, Shares, Units or Ownership Percentage | Acquisition Date | Cost | Fair Value |
|---|---|---------------------|-----------|---------------|
| Advanced Technologies Holdings | | | | |
| A provider of factory maintenance services to industrial companies. | | | | |
| Preferred Stock Series A (B) | 626 shs. | 12/27/07 | \$309,806 | \$953,575 |
| Convertible Preferred Stock Series B (B) | 52 shs. | 01/04/11 | 40,800 | 79,950 |
| | | | 350,606 | 1,033,525 |
| AFC - Dell Holding Corporation | | | | |
| A distributor and provider of inventory management services for "C-Parts" used by OEMs in their manufacturing and production facilities. | | | | |
| 12.5% Senior Subordinated Note due 09/27/2020 | | | | |
| | \$ 2,396,739 | 03/27/15 | 2,348,888 | 2,395,795 |
| Preferred Stock (B) | 2,276 shs. | 03/27/15 | 227,558 | 216,180 |
| Common Stock (B) | 703 shs. | 03/27/15 | 703 | 668 |
| | | | 2,577,149 | 2,612,643 |
| Airxcel Holdings | | | | |
| A leading manufacturer of a broad range of climate control solutions, including air-conditioners, heat pumps, cooking appliances, furnaces, powered vents, and water heaters. | | | | |
| 12.5% Senior Subordinated Note due 11/18/2020 | | | | |
| | \$ 2,933,185 | 11/18/14 | 2,877,302 | 2,978,251 |
| Limited Liability Company Unit | 583 uts. | 11/18/14 | 583,000 | 583,839 |
| | | | 3,460,302 | 3,562,090 |
| American Hospice Management Holding LLC | | | | |
| A for-profit hospice care provider in the United States. | | | | |
| 12% Senior Subordinated Note due 03/31/2020 (D) | | | | |
| | \$ 2,337,496 | * | 2,337,236 | 2,337,496 |
| Preferred Class A Unit (B) | 3,223 uts. | ** | 322,300 | — |
| Preferred Class B Unit (B) | 1,526 uts. | 06/09/08 | 152,626 | 154,997 |
| Common Class B Unit (B) | 30,420 uts. | 01/22/04 | 1 | — |
| Common Class D Unit (B) | 6,980 uts. | 09/12/06 | 1 | — |
| | | | 2,812,164 | 2,492,493 |
| * 01/22/04 and 06/09/08. | | | | |
| ** 01/22/04 and 09/16/06. | | | | |
| AMS Holding LLC | | | | |
| A leading multi-channel direct marketer of high-value collectible coins and proprietary-branded jewelry and watches. | | | | |
| Limited Liability Company Unit Class A Preferred (B) | 273 uts. | 10/04/12 | 272,727 | 826,455 |

Animal Supply Company

A distributor of pet products to independent pet stores, veterinary clients and other pet specialty retailers.

9.5% Senior Subordinated

| | | | | |
|---------------------|--------------|----------|-----------|-----------|
| Note due 09/05/2019 | \$ 3,500,000 | 03/30/15 | 3,447,565 | 3,447,033 |
|---------------------|--------------|----------|-----------|-----------|

Arch Global Precision LLC

A leading manufacturer of high tolerance precision components and consumable tools.

Limited Liability Company

| | | | | |
|------------------|---------|----------|--------|---------|
| Unit Class B (B) | 60 uts. | 12/21/11 | 85,250 | 289,833 |
|------------------|---------|----------|--------|---------|

Limited Liability Company

| | | | | |
|------------------|----------|----------|---------|-----------|
| Unit Class C (B) | 690 uts. | 12/21/11 | 664,750 | 2,887,206 |
| | | | 750,000 | 3,177,039 |

CONSOLIDATED SCHEDULE OF INVESTMENTS (CONTINUED)

March 31, 2015

(Unaudited)

| Corporate Restricted Securities: (A) (Continued) | Principal Amount, Shares, Units or Ownership Percentage | Acquisition Date | Cost | Fair Value |
|--|--|---------------------|--------------|--------------|
| ARI Holding Corporation | | | | |
| A leading national supplier of products used primarily by specialty contractors. | | | | |
| 11.5% Senior Subordinated Note due 02/01/2020 | \$ 3,396,394 | * | \$ 3,347,555 | \$ 3,437,699 |
| Limited Partnership Interest * 05/21/13 and 08/01/14. | 1,048 uts. | 08/01/14 | 1,047,900 | 1,011,502 |
| | | | 4,395,455 | 4,449,201 |
| Arrow Tru-Line Holdings, Inc. | | | | |
| A manufacturer of hardware for residential and commercial overhead garage doors in North America. | | | | |
| Preferred Stock (B) | 51 shs. | 10/16/09 | 50,670 | 198,715 |
| Common Stock (B) | 402 shs. | 05/18/05 | 401,555 | 121,619 |
| Warrant, exercisable until 2016, to purchase common stock at \$.01 per share (B) | 105 shs. | 05/18/05 | 90,532 | 31,883 |
| | | | 542,757 | 352,217 |
| Avantech Testing Services LLC | | | | |
| A manufacturer of custom Non-Destructive Testing ("NDT") systems and provider of NDT and inspections services primarily to the oil country tubular goods market. | | | | |
| 15% Senior Subordinated Note due 07/31/2021 | \$ 1,025,206 | 07/31/14 | 1,006,848 | 886,711 |
| Limited Liability Company Unit | 75,000 uts. | 07/31/14 | 750,000 | 680,510 |
| | | | 1,756,848 | 1,567,221 |
| Blue Wave Products, Inc. | | | | |
| A distributor of pool supplies. | | | | |
| 10% Senior Secured Term Note due 09/30/2018 | \$ 625,532 | 10/12/12 | 617,307 | 625,532 |
| 13% Senior Subordinated Note due 09/30/2019 | \$ 732,765 | 10/12/12 | 692,967 | 747,420 |
| Common Stock (B) | 114,894 shs. | 10/12/12 | 114,894 | 294,116 |
| Warrant, exercisable until 2022, to purchase common stock at \$.01 per share (B) | 45,486 shs. | 10/12/12 | 45,486 | 116,439 |
| | | | 1,470,654 | 1,783,507 |
| BP SCI LLC | | | | |
| A leading value-added distributor of branded pipes, valves, and fittings (PVF) to diversified end markets. | | | | |

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| | | | | |
|---|------------|----------|---------|-----------|
| Limited Liability Company Unit Class A (B) | 1,000 uts. | 10/17/12 | 100,000 | 634,596 |
| Limited Liability Company Unit Class B (B) | 400 uts. | 10/17/12 | 400,000 | 521,059 |
| | | | 500,000 | 1,155,655 |

Bravo Sports Holding Corporation

A designer and marketer of niche branded consumer products including canopies, trampolines, in-line skates, skateboards, and urethane wheels.

12.5% Senior Subordinated Note due

| | | | | |
|---|--------------|----------|-----------|-----------|
| 06/30/2015 | \$ 2,281,593 | 06/30/06 | 2,280,357 | 2,281,593 |
| Preferred Stock Class A (B) | 879 shs. | 06/30/06 | 268,121 | — |
| Common Stock (B) | 1 sh. | 06/30/06 | 286 | — |
| Warrant, exercisable until 2015, to purchase common stock at \$.01 per share (B) | 309 shs. | 06/30/06 | 92,102 | — |
| | | | 2,640,866 | 2,281,593 |

Babson Capital Corporate Investors

CONSOLIDATED SCHEDULE OF INVESTMENTS (CONTINUED)

March 31, 2015

(Unaudited)

| Corporate Restricted Securities: (A) (Continued) | Principal Amount, Shares, Units or Ownership Percentage | Acquisition Date | Cost | Fair Value |
|---|--|---------------------|--------------|--------------|
| CG Holdings Manufacturing Company | | | | |
| A coating provider serving the automotive, agricultural, heavy truck and other end markets. | | | | |
| 13% Senior Subordinated Note | | | | |
| 11/01/2019 | \$ 3,390,252 | * | \$ 3,231,966 | \$ 3,472,549 |
| Preferred Stock (B) | 3,241 shs. | * | 324,054 | 356,003 |
| Preferred Stock (B) | 1,174 shs. | * | 116,929 | 128,983 |
| Common Stock (B) | 337 shs. | * | 35,673 | 119,680 |
| Warrant, exercisable until 2023, to purchase common stock at \$.01 per share (B) | | | | |
| | 137 shs. | * | 13,033 | 48,693 |
| * 05/09/13 and 11/01/13. | | | 3,721,655 | 4,125,908 |
| CHG Alternative Education Holding Company | | | | |
| A leading provider of publicly-funded, for profit pre-K-12 education services targeting special needs children at therapeutic day schools and "at risk" youth through alternative education programs. | | | | |
| 13.5% Senior Subordinated Note due 01/19/2018 | | | | |
| | \$ 2,278,120 | 01/19/11 | 2,210,908 | 2,278,120 |
| 14% Senior Subordinated Note due 08/03/2019 | | | | |
| | \$ 593,565 | 08/03/12 | 585,366 | 599,501 |
| Common Stock (B) | 1,125 shs. | 01/19/11 | 112,500 | 161,873 |
| Warrant, exercisable until 2021, to purchase common stock at \$.01 per share (B) | | | | |
| | 884 shs. | 01/19/11 | 87,750 | 127,242 |
| | | | 2,996,524 | 3,166,736 |
| Church Services Holding Company | | | | |
| A provider of diversified residential services to homeowners in the Houston, Dallas, and Austin markets. | | | | |
| 14.5% Senior Subordinated Note due 03/26/2018 | | | | |
| | \$ 1,274,295 | 03/26/12 | 1,249,367 | 1,274,295 |
| 10% Senior Subordinated Note due 09/12/2015 | | | | |
| | \$ 20,045 | 09/15/14 | 20,045 | 20,079 |
| Common Stock (B) | 3,981 shs. | * | 398,100 | 342,411 |
| Warrant, exercisable until 2022, to purchase common stock at \$.01 per share (B) | | | | |
| | 172 shs. | 03/26/12 | 17,220 | 14,794 |

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* 03/26/12, 05/25/12 and 06/19/12. 1,684,732 1,651,579

Clarion Brands Holding Corp.

A portfolio of six over-the-counter (OTC) pharmaceutical brands whose products are used to treat tinnitus or ringing of the ear, excessive sweating, urinary tract infections, muscle pain, and skin conditions.

12.5% Senior Subordinated Note due

| | | | | |
|------------------|--------------|----------|-----------|-----------|
| 09/30/2021 | \$ 3,205,726 | 10/01/14 | 3,145,014 | 3,240,788 |
| Common Stock (B) | 3,182 | 10/01/14 | 318,182 | 206,820 |
| | | | 3,463,196 | 3,447,608 |

Clough, Harbour and Associates

An engineering service firm that is located in Albany, NY.

| | | | | |
|---------------------|----------|----------|---------|---------|
| Preferred Stock (B) | 277 shs. | 12/02/08 | 276,900 | 729,198 |
|---------------------|----------|----------|---------|---------|

CONSOLIDATED SCHEDULE OF INVESTMENTS (CONTINUED)

March 31, 2015

(Unaudited)

| Corporate Restricted Securities: (A) (Continued) | Principal Amount, Shares, Units or Ownership Percentage | Acquisition Date | Cost | Fair Value |
|--|---|------------------|----------------------|----------------------|
| C o m p a s s C h e m i c a l | | | | |
| International LLC | | | | |
| A manufacturer and supplier of standard and specialty formulated chemicals, primarily phosphoric acid derivatives called phosphonates. | | | | |
| 13% Senior Subordinated Note due 10/4/2020 | \$ 3,037,681 | 03/04/15 | \$ 2,977,174 | \$ 3,055,478 |
| Limited Liability Company Unit | 467 uts. | 03/04/15 | 466,700 3,443,874 | 443,365 3,498,843 |
| C o n n e c t i c u t E l e c t r i c , I n c . | | | | |
| A supplier and distributor of electrical products sold into the retail and wholesale markets. | | | | |
| Limited Liability Company Unit Class A (B) | 156,046 uts. | 01/12/07 | 156,046 | 143,137 |
| Limited Liability Company Unit Class C (B) | 112,873 uts. | 01/12/07 | 112,873 | 110,953 |
| Limited Liability Company Unit Class D (B) | 1,268,437 uts. | 05/03/10 | — | 1,444,660 |
| Limited Liability Company Unit Class E (B) | 2,081 uts. | 05/03/10 | — 268,919 | — 1,698,750 |
| C r a n e R e n t a l C o r p o r a t i o n | | | | |
| A crane rental company since 1960, headquartered in Florida. | | | | |
| 13% Senior Subordinated Note due 11/30/2015 | \$ 1,313,250 | 08/21/08 | 1,295,633 | 1,313,250 |
| Common Stock (B) | 255,000 shs. | 08/21/08 | 255,000 | 247,524 |
| Warrant, exercisable until 2016, to purchase common stock at \$.01 per share (B) | 136,070 shs. | 08/21/08 | 194,826 1,745,459 | 132,080 1,692,854 |
| C T M H o l d i n g , I n c . | | | | |
| A leading owner and operator of coin-operated children's rides, penny presses and candy kiosks in the U.S. | | | | |
| 15% Senior Subordinated Note due 11/22/2019 | \$ 2,461,586 | 11/22/13 | 2,421,597 | 2,510,818 |
| Common Stock (B) | 62,088 shs. | 11/22/13 | 886,364 | 702,183 |

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| | | | | |
|--|--------------|----------|-----------|-----------|
| | | | 3,307,961 | 3,213,001 |
| Custom Engineered Wheels, Inc. | | | | |
| A manufacturer of custom engineered, non-pneumatic plastic wheels and plastic tread cap tires used primarily for lawn and garden products and wheelchairs. | | | | |
| Preferred Stock PIK (B) | 296 shs. | 10/26/09 | 295,550 | 340,790 |
| Preferred Stock Series A (B) | 216 shs. | 10/27/09 | 197,152 | 248,994 |
| Common Stock (B) | 72 shs. | 10/26/09 | 72,238 | — |
| Warrant, exercisable until 2016, to purchase common stock at \$.01 per share (B) | 53 shs. | 10/27/09 | 48,608 | — |
| | | | 613,548 | 589,784 |
| DPL Holding Corporation | | | | |
| A distributor and manufacturer of aftermarket undercarriage parts for medium and heavy duty trucks and trailers. | | | | |
| 14% Senior Subordinated Note due 05/04/2019 | \$ 3,253,895 | 05/04/12 | 3,210,812 | 3,286,434 |
| Preferred Stock (B) | 61 shs. | 05/04/12 | 605,841 | 719,447 |
| Common Stock (B) | 61 shs. | 05/04/12 | 67,316 | 340,060 |
| | | | 3,883,969 | 4,345,941 |

Babson Capital Corporate Investors

CONSOLIDATED SCHEDULE OF INVESTMENTS (CONTINUED)

March 31, 2015

(Unaudited)

| Corporate Restricted Securities: (A) (Continued) | Principal Amount, Shares, Units or Ownership Percentage | Acquisition Date | Cost | Fair Value |
|--|---|------------------|--------------|--------------|
| Dunn Paper | | | | |
| A provider of specialty paper for niche product applications. | | | | |
| 11.25% Senior Subordinated Note due 06/30/2020 | | | | |
| | \$ 2,969,697 | 12/30/14 | \$ 2,912,306 | \$ 2,995,473 |
| Preferred Stock (B) | | | | |
| | 530 shs. | 12/30/14 | 530,303 | 503,785 |
| | | | 3,442,609 | 3,499,258 |
| E S P Holdco, Inc. | | | | |
| A manufacturer of power protection technology for commercial office equipment, primarily supplying the office equipment dealer network. | | | | |
| Common Stock (B) | | | | |
| | 660 shs. | 01/08/08 | 329,990 | 658,798 |
| Eatem Holding Company | | | | |
| A developer and manufacturer of savory flavor systems for soups, sauces, gravies, and other products produced by food manufacturers for retail and foodservice end products. | | | | |
| Common Stock (B) | | | | |
| | 150 shs. | 02/01/10 | 150,000 | 277,064 |
| Warrant, exercisable until 2018, to purchase common stock at \$.01 per share (B) | | | | |
| | 358 shs. | 02/01/10 | 321,300 | 660,614 |
| | | | 471,300 | 937,678 |
| ECG Consulting Group | | | | |
| A healthcare management consulting company who provides strategic, financial, operational, and technology related consulting services to healthcare providers. | | | | |
| 11.75% Senior Subordinated Note due 11/21/2020 | | | | |
| | \$ 2,632,059 | 11/19/14 | 2,574,780 | 2,668,953 |
| Limited Liability Company Unit (B) | | | | |
| | 467 uts. | 11/19/14 | 145,833 | 128,868 |
| | | | 2,720,613 | 2,797,821 |
| EPM Holding Company | | | | |
| A provider of non-discretionary regulatory driven engineering services that support mission critical safety and operational aspects of nuclear power plants. | | | | |
| 14.5% Senior Subordinated Note due 07/26/2019 | | | | |
| | \$ 883,970 | 07/26/13 | 869,882 | 901,650 |
| Common Stock | | | | |
| | 3,069 shs. | 07/26/13 | 306,947 | 475,636 |
| | | | 1,176,829 | 1,377,286 |
| ERG Holding Company LLC | | | | |

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A provider of inpatient and outpatient clinical trial services to pharmaceutical companies and contract research organizations.

13.5% Senior Subordinated

| | | | | | |
|---------------------|----|-----------|----------|-----------|-----------|
| Note due 10/04/2019 | \$ | 1,915,925 | 04/04/14 | 1,883,042 | 1,919,125 |
| Common Stock (B) | | 63 shs. | 04/04/14 | 157,314 | 157,325 |
| | | | | 2,040,356 | 2,076,450 |

F F C Holding Corporation

A leading U.S. manufacturer of private label frozen novelty and ice cream products.

Limited Liability Company

| | | | | | |
|--------------------|--|----------|----------|---------|---------|
| Unit Preferred (B) | | 512 uts. | 09/27/10 | 175,035 | 205,807 |
|--------------------|--|----------|----------|---------|---------|

Limited Liability Company

| | | | | | |
|----------|--|----------|----------|---------|---------|
| Unit (B) | | 512 uts. | 09/27/10 | 51,220 | 439,003 |
| | | | | 226,255 | 644,810 |

CONSOLIDATED SCHEDULE OF INVESTMENTS (CONTINUED)

March 31, 2015

(Unaudited)

| Corporate Restricted Securities: (A) (Continued) | Principal Amount, Shares, Units or Ownership Percentage | Acquisition Date | Cost | Fair Value |
|---|--|---------------------|-----------|------------|
| F G I Equity LLC | | | | |
| A manufacturer of a broad range of filters and related products that are used in commercial, light industrial, healthcare, gas turbine, nuclear, laboratory, clean room, hotel, educational system, and food processing settings. | | | | |
| Limited Liability Company Unit Preferred (B) | 483,355 uts. | 04/15/14 | \$ — | \$ 483,355 |
| Limited Liability Company Unit Class B-1 (B) | 394,737 uts. | 12/15/10 | 394,737 | 703,506 |
| Limited Liability Company Unit Class B-2 (B) | 49,488 uts. | 12/15/10 | 49,488 | 88,198 |
| Limited Liability Company Unit Class B-3 (B) | 39,130 uts. | 08/30/12 | 90,000 | 79,404 |
| Limited Liability Company Unit Class C (B) | 9,449 uts. | 12/20/10 | 96,056 | 145,726 |
| | | | 630,281 | 1,500,189 |
| G C Holdings | | | | |
| A leading manufacturer of gaming tickets, industrial recording charts, security-enabled point-of sale receipts, and medical charts and supplies. | | | | |
| Warrant, exercisable until 2018, to purchase common stock at \$.01 per share (B) | 594 shs. | 10/19/10 | 140,875 | 402,384 |
| GD Dental Services LLC | | | | |
| A provider of convenient “onestop” general, specialty, and cosmetic dental services with 21 offices located throughout South and Central Florida. | | | | |
| Limited Liability Company Unit Common (B) | 1,840 uts. | 10/05/12 | 1,840 | 73,530 |
| Limited Liability Company Unit Preferred (B) | 182 uts. | 10/05/12 | 182,209 | 210,639 |
| | | | 184,049 | 284,169 |
| GenNx Novel Holding, Inc. | | | | |
| A manufacturer and distributor of nutraceutical ingredients. | | | | |
| 13% Senior Subordinated Note due 03/27/2020 | \$ 3,209,906 | 03/27/14 | 3,153,886 | 3,209,906 |
| Common Stock (B) | 31,500 shs. | 03/27/14 | 315,000 | 225,243 |
| | | | 3,468,886 | 3,435,149 |
| gloProfessional Holdings, Inc. | | | | |

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A marketer and distributor of premium mineral-based cosmetics, cosmeceuticals and professional hair care products to the professional spa and physician's office channels.

| | | | | |
|--|--------------|----------|-----------|-----------|
| 14% Senior Subordinated Note due 03/27/2019 | \$ 2,827,586 | 03/27/13 | 2,786,634 | 2,827,586 |
| Common Stock (B) | 2,835 shs. | 03/27/13 | 283,465 | 414,922 |
| | | | 3,070,099 | 3,242,508 |

Golden County Foods Holding,
Inc.

A manufacturer of frozen
appetizers and snacks.

| | | | | |
|--|--------------|----------|-----------|---|
| 14% Senior Subordinated Note due 11/13/2019 (D) | \$ 73,550 | 11/13/13 | 436,682 | — |
| Preferred Stock (B) | 287,658 shs. | 11/13/13 | 146,658 | — |
| Preferred Stock Series F (B) | 294,200 shs. | 11/13/13 | 1,746,726 | — |
| | | | 2,330,066 | — |

Babson Capital Corporate Investors

CONSOLIDATED SCHEDULE OF INVESTMENTS (CONTINUED)

March 31, 2015

(Unaudited)

| Corporate Restricted Securities: (A) (Continued) | Principal Amount, Shares, Units or Ownership Percentage | Acquisition Date | Cost | Fair Value |
|---|---|---------------------|--------------|--------------|
| Grakon Parent | | | | |
| The leading designer and manufacturer of highly-engineered and customized LED and incandescent lighting systems for transportation-based markets. | | | | |
| 12% Senior Subordinated Note due 04/30/2021 | \$ 3,145,270 | 10/31/14 | \$ 3,085,101 | \$ 3,183,185 |
| Common Stock (B) | 355 shs. | 10/31/14 | 354,730 | 363,192 |
| | | | 3,439,831 | 3,546,377 |
| GTI Holding Company | | | | |
| A designer, developer, and marketer of precision specialty hand tools and handheld test instruments. | | | | |
| 12% Senior Subordinated Note due 02/05/2020 | \$ 1,455,729 | 02/05/14 | 1,366,796 | 1,467,969 |
| Common Stock (B) | 1,693 shs. | 02/05/14 | 169,271 | 167,174 |
| Warrant, exercisable until 2024, to purchase common stock at \$.01 per share (B) | 795 shs. | 02/05/14 | 73,633 | 78,502 |
| | | | 1,609,700 | 1,713,645 |
| Handi Quilter Holding Company | | | | |
| A designer and manufacturer of long-arm quilting machines and related components for the consumer quilting market. | | | | |
| 12% Senior Subordinated Note due 06/19/2021 | \$ 2,916,667 | 12/19/14 | 2,860,020 | 2,944,681 |
| Limited Liability Company (B) | 583 uts. | 12/19/14 | 583,336 | 584,864 |
| Limited Liability Company (B) | 5,833 uts. | 12/19/14 | — | 25,665 |
| | | | 3,443,356 | 3,555,210 |
| Hartland Controls Holding Corporation | | | | |
| A manufacturer and distributor of electronic and electromechanical components. | | | | |
| 14% Senior Subordinated Note due 08/14/2019 | \$ 2,211,488 | 02/14/14 | 2,173,714 | 2,255,718 |
| Preferred Stock Series A (B) | 5,169 shs. | 02/14/14 | 516,852 | 563,643 |
| Common Stock (B) | 1,666 shs. | 02/14/14 | 1,667 | 323,300 |
| | | | 2,692,233 | 3,142,661 |
| Healthcare Direct Holding Company | | | | |
| A direct-to-consumer marketer of discount dental plans. | | | | |

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| | | | | |
|---|--------------|----------|-----------|-----------|
| Common Stock (B) | 1,552 shs. | 03/09/12 | 155,172 | 226,079 |
| HHI Group, LLC | | | | |
| A developer, marketer, and distributor of hobby-grade radio control products. | | | | |
| 14% Senior Subordinated Note due 01/17/2020 | \$ 3,121,050 | 01/17/14 | 3,068,544 | 3,147,050 |
| Limited Liability Company Unit (B) | 203 uts. | 01/17/14 | 203,125 | 138,515 |
| | | | 3,271,669 | 3,285,565 |

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CONSOLIDATED SCHEDULE OF INVESTMENTS (CONTINUED)

March 31, 2015

(Unaudited)

| Corporate Restricted Securities: (A) (Continued) | Principal Amount, Shares, Units or Ownership Percentage | Acquisition Date | Cost | Fair Value |
|--|---|------------------|--------------|--------------|
| Hi-Rel Group LLC | | | | |
| A manufacturer and distributor of precision metal piece parts for the microelectronic packaging industry, serving the aerospace/ defense, telecommunications, and medical end markets. | | | | |
| 12% Senior Subordinated Note due 03/15/2018 | 1,687,500 | 04/15/13 | \$ 1,611,148 | \$ 1,703,789 |
| Limited Liability Company Unit (B) | 563 uts. | 04/15/13 | 562,500 | 430,161 |
| Warrant, exercisable until 2020, to purchase common stock at \$.01 per share (B) | 89,224 shs. | 04/15/13 | 77,625 | 64,818 |
| | | | 2,251,273 | 2,198,768 |
| HOP Entertainment LLC | | | | |
| A provider of post production equipment and services to producers of television shows and motion pictures. | | | | |
| Limited Liability Company Unit Class F (B) | 89 uts. | 10/14/11 | — | — |
| Limited Liability Company Unit Class G (B) | 215 uts. | 10/14/11 | — | — |
| Limited Liability Company Unit Class H (B) | 89 uts. | 10/14/11 | — | — |
| Limited Liability Company Unit Class I (B) | 89 uts. | 10/14/11 | — | — |
| Hospitality Mints Holding Company | | | | |
| A manufacturer of individually-wrapped imprinted promotional mints. | | | | |
| 12% Senior Subordinated Note due 08/19/2016 | \$ 2,075,581 | 08/19/08 | 2,032,770 | 2,075,581 |
| Common Stock (B) | 474 shs. | 08/19/08 | 474,419 | 152,035 |
| Warrant, exercisable until 2016, to purchase common stock at \$.01 per share (B) | 123 shs. | 08/19/08 | 113,773 | 39,295 |
| | | | 2,620,962 | 2,266,911 |
| HVAC Holdings, Inc. | | | | |
| A provider of integrated energy efficiency services and maintenance programs for HVAC systems. | | | | |
| | \$ 2,857,015 | 09/27/12 | 2,815,064 | 2,885,585 |

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12.5% Senior Subordinated
Note due 09/27/2019

Limited Liability Company

| | | | | |
|----------------------------|------------|----------|-----------|-----------|
| Unit Class A Common (B) | 2,185 uts. | 09/27/12 | 2,185 | 73,361 |
| Limited Liability Company | | | | |
| Unit Class A Preferred (B) | 2,705 uts. | 09/27/12 | 270,542 | 341,319 |
| | | | 3,087,791 | 3,300,265 |

Ideal Tridon Holdings, Inc.

A designer and manufacturer of clamps and couplings used in automotive and industrial end markets.

| | | | | |
|------------------|----------|----------|---------|---------|
| Common Stock (B) | 279 shs. | 10/27/11 | 278,561 | 562,601 |
|------------------|----------|----------|---------|---------|

Impact Confections

An independent manufacturer and marketer of confectionery products including Warheads® brand sour candies, Melster® brand classic candies, and co-manufactured/private label classic candies.

13% Senior Subordinated

| | | | | |
|---------------------|--------------|----------|-----------|-----------|
| Note due 11/04/2020 | \$ 2,166,794 | 11/10/14 | 2,125,529 | 2,196,030 |
| Common Stock (B) | 4,667 shs. | 11/10/14 | 466,667 | 320,404 |
| | | | 2,592,196 | 2,516,434 |

Babson Capital Corporate Investors

CONSOLIDATED SCHEDULE OF INVESTMENTS (CONTINUED)

March 31, 2015

(Unaudited)

| Corporate Restricted Securities: (A) (Continued) | Principal Amount, Shares, Units or Ownership Percentage | Acquisition Date | Cost | Fair Value |
|---|--|---------------------|----------------------|----------------------|
| Insurance Claims Management, Inc. A third party administrator providing auto and property claim administration services for insurance companies. | | | | |
| Common Stock (B) | 89 shs. | 02/27/07 | \$ 2,689 | \$ 462,168 |
| J A C Holding Enterprises, Inc. A supplier of luggage racks and accessories to the original equipment manufacturers. | | | | |
| Preferred Stock A (B) | 495 shs. | 12/20/10 | 495,000 | 607,566 |
| Preferred Stock B (B) | 0.17 shs. | 12/20/10 | — | 205 |
| Common Stock | 100 shs. | 12/20/10 | 5,000 | — |
| Warrant, exercisable until 2020, to purchase common stock at \$.01 per share | | | | |
| | 36 shs. | 12/20/10 | 316,930 816,930 | 173,713 781,484 |
| Janus Group Holdings LLC A manufacturer of roll-up doors and hallway systems that are primarily used in self-storage facilities. | | | | |
| 13.5% Senior Subordinated Note due 06/10/2019 | \$ 2,684,783 | 12/11/13 | 2,640,425 | 2,738,479 |
| Limited Liability Company Unit Class A (B) | 565 uts. | 12/11/13 | 278,515 2,918,940 | 946,897 3,685,376 |
| JMH Investors LLC A developer and manufacturer of custom formulations for a wide variety of foods. | | | | |
| 14.25% Senior Subordinated Note due 12/05/2019 | \$ 2,610,819 | 12/05/12 | 2,572,530 | 2,473,775 |
| Limited Liability Company Unit (B) | 748,119 uts. | 12/05/12 | 539,849 3,112,379 | 174,323 2,648,098 |
| K & N Parent, Inc. A manufacturer and supplier of automotive aftermarket performance air filters and intake systems. | | | | |
| Preferred Stock Series A | 305 shs. | 12/23/11 | — | — |
| Preferred Stock Series B | 86 shs. | 12/23/11 | — | — |
| Common Stock | 489 shs. | * | 19,565 | 477,422 |
| * 12/23/11 and 06/30/14. | | | 19,565 | 477,422 |

K N B Holdings Corporation

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A designer, manufacturer and marketer of products for the custom framing market.

| | | | | |
|---|--------------|----------|-------------------|-------------------|
| Common Stock (B) | 134,210 shs. | 05/24/06 | 134,210 | 108,427 |
| Warrant, exercisable until 2016, to purchase common stock at \$.01 per share (B) | 82,357 shs. | 05/25/06 | 71,534 205,744 | 66,535 174,962 |

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CONSOLIDATED SCHEDULE OF INVESTMENTS (CONTINUED)

March 31, 2015

(Unaudited)

| Corporate Restricted Securities: (A) (Continued) | Principal Amount, Shares, Units or Ownership Percentage | Acquisition Date | Cost | Fair Value |
|---|---|------------------|-------------------|--------------------|
| K P I Holdings, Inc. | | | | |
| The largest player in the U.S. non-automotive, non-ferrous die casting segment. | | | | |
| Convertible Preferred Stock Series C (B) | 55 shs. | 06/30/09 | \$ 55,435 | \$ 187,733 |
| Convertible Preferred Stock Series D (B) | 24 shs. | 09/17/09 | 24,476 | 79,528 |
| Common Stock (B) | 443 shs. | 07/15/08 | 443,478 | 387,845 |
| Warrant, exercisable until 2018, to purchase common stock at \$.01 per share (B) | 96 shs. | 07/16/08 | 96,024 | 83,974 |
| Warrant, exercisable until 2018, to purchase common stock at \$.01 per share (B) | 128 shs. | 09/17/09 | — 619,413 | 111,592 850,672 |
| M V I Holding, Inc. | | | | |
| A manufacturer of large precision machined metal components used in equipment which services a variety of industries, including the oil and gas, mining, and defense markets. | | | | |
| Common Stock (B) | 61 shs. | 09/12/08 | 60,714 | — |
| Warrant, exercisable until 2018, to purchase common stock at \$.01 per share (B) | 66 shs. | 09/12/08 | 65,571 126,285 | — — |
| Mail Communications Group, Inc. | | | | |
| A provider of mail processing and handling services, lettershop services, and commercial printing services. | | | | |
| Limited Liability Company Unit | 24,109 uts. | * | 314,464 | 513,843 |
| Warrant, exercisable until 2017, to purchase common stock at \$.01 per share (B) | 3,375 shs. | 05/04/07 | 43,031 | 71,933 |
| * 05/04/07 and 01/02/08. | | | 357,495 | 585,776 |
| Manhattan Beachwear Holding Company | | | | |

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A designer and distributor of women's swimwear.

| | | | | | |
|--|----|-----------|----------|-----------|-----------|
| 12.5% Senior Subordinated Note due 01/15/2018 | \$ | 1,259,914 | 01/15/10 | 1,181,462 | 1,259,914 |
| 15% Senior Subordinated Note due 01/15/2018 | \$ | 343,611 | 10/05/10 | 340,369 | 343,611 |
| Common Stock (B) | | 106 shs. | 10/05/10 | 106,200 | 124,422 |
| Common Stock Class B (B) | | 353 shs. | 01/15/10 | 352,941 | 413,497 |
| Warrant, exercisable until 2019, to purchase common stock at \$.01 per share (B) | | 312 shs. | 10/05/10 | 283,738 | 365,943 |
| | | | | 2,264,710 | 2,507,387 |

MedSystems Holdings LLC

A manufacturer of enteral feeding products, such as feeding tubes and other products related to assisted feeding.

| | | | | | |
|-------------------------|--|------------|----------|---------|---------|
| Preferred Unit (B) | | 126 uts. | 08/29/08 | 87,177 | 164,783 |
| Common Unit Class A (B) | | 1,268 uts. | 08/29/08 | 1,268 | 194,274 |
| Common Unit Class B (B) | | 497 uts. | 08/29/08 | 120,064 | 76,213 |
| | | | | 208,509 | 435,270 |

Babson Capital Corporate Investors

CONSOLIDATED SCHEDULE OF INVESTMENTS (CONTINUED)

March 31, 2015

(Unaudited)

| Corporate Restricted Securities: (A) (Continued) | Principal Amount, Shares, Units or Ownership Percentage | Acquisition Date | Cost | Fair Value |
|---|---|------------------|--------------|--------------|
| Merex Holding Corporation | | | | |
| A provider of after-market spare parts and components, as well as Maintenance, Repair and Overhaul services for "out of production" or "legacy" aerospace and defense systems that are no longer effectively supported by the original equipment manufacturers. | | | | |
| 14% Senior Subordinated Note due 10/30/2019 | \$ 1,362,886 | 09/22/11 | \$ 1,346,552 | \$ 1,333,260 |
| Limited Liability Company Unit Series A | 684 uts. | 05/07/14 | 44,281 | 36,220 |
| Limited Liability Company Unit Series B (B) | 467,833 uts. | 09/22/11 | 467,833 | 496,942 |
| | | | 1,858,666 | 1,866,422 |
| MES Partners, Inc. | | | | |
| An industrial service business offering an array of cleaning and environmental services to the Gulf Coast region of the U.S. | | | | |
| 12% Senior Subordinated Note due 09/30/2021 | \$ 2,206,446 | 09/30/14 | 2,164,601 | 2,237,290 |
| Common Stock Class B (B) | 445,455 shs. | 09/30/14 | 445,455 | 423,182 |
| | | | 2,610,056 | 2,660,472 |
| MicroGroup, Inc. | | | | |
| A manufacturer of precision parts and assemblies, and a value-added supplier of metal tubing and bars. | | | | |
| 7% Senior Subordinated Note due 06/30/2015 (D) | \$ 1,705,152 | * | 1,635,166 | 1,541 |
| Preferred Stock Series A (B) | 980 shs. | 10/10/12 | 942,054 | — |
| Common Stock (B) | 450 shs. | * | 450,000 | — |
| Common Stock Series B (B) | 1,128 shs. | 10/10/12 | 11 | — |
| Warrant, exercisable until 2015, to purchase common stock at \$.02 per share (B) | 164 shs. | * | 162,974 | — |
| * 08/12/05 and 09/11/06. | | | 3,190,205 | 1,541 |
| MNX Holding Company | | | | |
| An international third party logistics company providing customized logistics services to customers across the globe. | | | | |
| 14% Senior Subordinated Note due 11/02/2019 | \$ 3,035,587 | 11/02/12 | 2,991,672 | 2,944,939 |
| Common Stock (B) | 107 shs. | 11/02/12 | 107,143 | 31,676 |
| | | | 3,098,815 | 2,976,615 |
| Money Mailer | | | | |

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A leading provider of hyperlocal shared direct mail advertising as well as interactive and online advertising solutions through its nationwide production and distribution network.

| | | | | |
|-----------------|----------------|----------|-----------|-----------|
| Preferred Stock | 2,704,364 shs. | 12/10/14 | 2,663,799 | 2,704,364 |
|-----------------|----------------|----------|-----------|-----------|

Motion Controls Holdings

A manufacturer of high performance mechanical motion control and linkage products.

14.25% Senior Subordinated

| | | | | |
|---------------------|--------------|----------|-----------|-----------|
| Note due 08/15/2020 | \$ 2,935,729 | 11/30/10 | 2,906,841 | 2,935,729 |
|---------------------|--------------|----------|-----------|-----------|

Limited Liability Company

| | | | | |
|--------------------|--------------|----------|---|---------|
| Unit Class B-1 (B) | 225,000 uts. | 11/30/10 | — | 239,132 |
|--------------------|--------------|----------|---|---------|

Limited Liability Company

| | | | | |
|--------------------|-------------|----------|-----------|-----------|
| Unit Class B-2 (B) | 20,403 uts. | 11/30/10 | — | 21,685 |
| | | | 2,906,841 | 3,196,546 |

NABCO, Inc.

A producer of explosive containment vessels in the United States.

| | | | | |
|------------------|----------|----------|---------|---------|
| Common Stock (B) | 809 shs. | 12/20/12 | 578,174 | 399,748 |
|------------------|----------|----------|---------|---------|

CONSOLIDATED SCHEDULE OF INVESTMENTS (CONTINUED)

March 31, 2015

(Unaudited)

| Corporate Restricted Securities: (A) (Continued) | Principal Amount, Shares, Units or Ownership Percentage | Acquisition Date | Cost | Fair Value |
|--|---|------------------|--------------|--------------|
| NetShape Technologies, Inc. A manufacturer of powder metal and metal injection molded precision components used in industrial, consumer, and other applications. | | | | |
| 12% Senior Subordinated Note due 06/10/2020 | \$ 1,530,000 | 02/02/07 | \$ 1,528,263 | \$ 1,530,000 |
| Limited Partnership Interest of | | | | |
| Saw Mill PCG Partners LLC (B) | 2.73% int. | 02/01/07 | 1,110,810 | — |
| Limited Liability Company Unit Class D of | | | | |
| Saw Mill PCG Partners LLC (B) | 17 uts. | * | 16,759 | — |
| Limited Liability Company Unit Class D-1 of | | | | |
| Saw Mill PCG Partners LLC (B) | 229 uts. | 09/30/09 | 228,858 | 435,241 |
| Limited Liability Company Unit Class D-2 of | | | | |
| Saw Mill PCG Partners LLC (B) | 128 uts. | 04/29/11 | 65,256 | 293,818 |
| Limited Liability Company Unit Class D-3 of | | | | |
| Saw Mill PCG Partners LLC (B) | 196 uts. | 12/10/14 | 196,263 | 207,643 |
| | | | 3,146,209 | 2,466,702 |
| * 12/18/08 and 09/30/09. | | | | |
| Northwest Mailing Services, Inc. A producer of promotional materials for companies that use direct mail as part of their customer retention and loyalty programs. | | | | |
| Limited Partnership Interest (B) | 3,287 uts. | * | 328,679 | 240,778 |
| Warrant, exercisable until 2019, to purchase common stock at \$.01 per share (B) | | | | |
| | 4,920 shs. | * | 492,016 | 360,433 |
| | | | 820,695 | 601,211 |
| * 07/09/09 and 08/09/10. | | | | |
| O E C Holding Corporation | | | | |

A provider of elevator maintenance, repair and modernization services.

13% Senior Subordinated

| | | | | |
|------------------------------|--------------|----------|-----------|-----------|
| Note due 08/23/2018 | \$ 1,333,333 | 06/04/10 | 1,274,170 | 1,333,333 |
| Preferred Stock Series A (B) | 1,661 shs. | 06/04/10 | 166,062 | 205,358 |
| Preferred Stock Series B (B) | 934 shs. | 06/04/10 | 93,376 | — |
| Common Stock (B) | 1,032 shs. | 06/04/10 | 1,032 | — |
| | | | 1,534,640 | 1,538,691 |

Pearlman Enterprises, Inc.

A developer and distributor of tools, equipment, and supplies to the natural and engineered stone industry.

| | | | | |
|------------------------------|-------------|----------|-----------|-----------|
| Preferred Stock Series A (B) | 2,334 shs. | 05/22/09 | 111,508 | 2,922,214 |
| Preferred Stock Series B (B) | 13,334 shs. | 05/22/09 | 547,872 | 95,441 |
| Common Stock (B) | 40,540 shs. | 05/22/09 | 1,877,208 | — |
| | | | 2,536,588 | 3,017,655 |

Babson Capital Corporate Investors

CONSOLIDATED SCHEDULE OF INVESTMENTS (CONTINUED)

March 31, 2015

(Unaudited)

| Corporate Restricted Securities: (A) (Continued) | Principal Amount, Shares, Units or Ownership Percentage | Acquisition Date | Cost | Fair Value |
|---|---|---------------------|----------------------|----------------------|
| Petroplex Inv Holdings LLC A leading provider of acidizing services to E&P customers in the Permian Basin. | | | | |
| Limited Liability Company Unit | 375,000 uts. | 11/29/12 | \$ 375,000 | \$ 449,735 |
| Polytex Holdings LLC A manufacturer of water based inks and related products serving primarily the wall covering market. | | | | |
| 13% Senior Subordinated Note due 01/31/2020 | \$ 2,117,447 | 07/31/14 | 2,079,024 | 2,139,394 |
| Limited Liability Company Unit | 300,485 uts. | 07/31/14 | 300,485 2,379,509 | 400,787 2,540,181 |
| PPC Event Services A special event equipment rental business. | | | | |
| 14% Senior Subordinated Note due 05/20/2020 | \$ 2,286,375 | 11/20/14 | 2,242,685 | 2,319,805 |
| Limited Liability Company Unit (B) | 7,000 uts. | 11/20/14 | 350,000 2,592,685 | 344,044 2,663,849 |
| R A J Manufacturing Holdings LLC A designer and manufacturer of women's swimwear sold under a variety of licensed brand names. | | | | |
| 8% Senior Subordinated Note due 01/02/2017 (D) | \$ 94,270 | 01/02/14 | 410,667 | 94,270 |
| Limited Liability Company Unit (B) | 2,828 uts. | 12/15/06 | 282,810 | — |
| Limited Liability Company Unit Class B Common (B) | 10 uts. | 01/02/14 | 414,787 | — |
| Limited Liability Company Unit Class B-1 Preferred (B) | 18 uts. | 01/02/14 | 707,024 | 707,022 |
| Warrant, exercisable until 2017, to purchase common stock at \$.01 per share (B) | 3 shs. | 12/15/06 | 131,483 1,946,771 | — 801,292 |

REVSpring, Inc.

A provider of accounts receivable management and revenue cycle management services to customers in the healthcare, financial and utility industries.

Limited Liability Company

| | | | | |
|------------------|-------------|---|---------|---------|
| Unit Class A (B) | 40,643 uts. | * | 406,432 | 538,147 |
|------------------|-------------|---|---------|---------|

* 10/21/11 and 08/03/12.

Safety Infrastructure Solutions

A provider of trench safety equipment to a diverse customer base across multiple end markets in Texas and the Southwestern United States.

| | | | | |
|---------------------|------------|----------|---------|---------|
| Preferred Stock (B) | 6,294 shs. | 03/30/12 | 251,758 | 323,343 |
|---------------------|------------|----------|---------|---------|

| | | | | |
|------------------|------------|----------|--------|---------|
| Common Stock (B) | 2,949 shs. | 03/30/12 | 29,492 | 222,125 |
|------------------|------------|----------|--------|---------|

| | | | | |
|--|--|--|---------|---------|
| | | | 281,250 | 545,468 |
|--|--|--|---------|---------|

Signature Systems Holdings

Company

A seller and installer of a variety of modular surfaces, industrial matting and related products used for ground protection.

| | | | | |
|------------------|----------|----------|---------|---------|
| Common Stock (B) | 181 shs. | 03/15/13 | 181,221 | 481,214 |
|------------------|----------|----------|---------|---------|

Warrant, exercisable until 2023, to purchase

| | | | | |
|-------------------------------------|---------|----------|--------|---------|
| common stock at \$.01 per share (B) | 74 shs. | 03/15/13 | 67,958 | 196,580 |
|-------------------------------------|---------|----------|--------|---------|

| | | | | |
|--|--|--|---------|---------|
| | | | 249,179 | 677,794 |
|--|--|--|---------|---------|

CONSOLIDATED SCHEDULE OF INVESTMENTS (CONTINUED)

March 31, 2015

(Unaudited)

| Corporate Restricted Securities: (A) (Continued) | Principal Amount, Shares, Units or Ownership Percentage | Acquisition Date | Cost | Fair Value |
|--|---|------------------|------------|------------|
| Smart Source Holdings LLC A short-term computer rental company. | | | | |
| Limited Liability Company Unit (B) | 619 uts. | * | \$ 493,496 | \$ 653,299 |
| Warrant, exercisable until 2015, to purchase common stock at \$.01 per share (B) | | | | |
| | 157 shs. | * | 127,437 | 165,503 |
| | | | 620,933 | 818,802 |
| * 08/31/07 and 03/06/08. | | | | |
| SMB Machinery Holdings, Inc. A reseller of used, rebuilt and refurbished packaging and processing equipment, primarily serving the bottling and food manufacturing industries. | | | | |
| 14% Senior Subordinated Note due 10/18/2019 | \$ 1,499,660 | 10/18/13 | 1,475,492 | 1,411,376 |
| Common Stock (B) | 1,681 shs. | 10/18/13 | 168,100 | 55,112 |
| | | | 1,643,592 | 1,466,488 |
| Spartan Foods Holding Company A manufacturer of branded pizza crusts and pancakes. | | | | |
| 12.25% Senior Subordinated Note due 03/01/2019 | \$ 1,143,342 | 12/15/09 | 1,050,484 | 1,143,342 |
| Warrant, exercisable until 2020, to purchase common stock at \$.01 per share (B) | | | | |
| | 257 shs. | 12/15/09 | 227,109 | 206,043 |
| | | | 1,277,593 | 1,349,385 |
| Strahman Holdings Inc. A manufacturer of industrial valves and wash down equipment for a variety of industries, including chemical, petrochemical, polymer, pharmaceutical, food processing, beverage and mining. | | | | |
| 14% Senior Subordinated Note due 06/13/2019 | \$ 2,119,565 | 12/13/13 | 2,082,218 | 2,118,236 |
| Preferred Stock A (B) | 317,935 shs. | 12/13/13 | 317,935 | 389,524 |
| | | | 2,400,153 | 2,507,760 |
| Sundance Investco LLC A provider of post-production services to producers of movies and television shows. | | | | |

Limited Liability Company

| | | | | |
|------------------|------------|----------|---|---|
| Unit Class A (B) | 6,429 uts. | 03/31/10 | — | — |
|------------------|------------|----------|---|---|

Sunrise Windows Holding Company

A manufacturer and marketer of premium vinyl windows exclusively selling to the residential remodeling and replacement market.

| | | | | |
|--|--------------|----------|-----------|-----------|
| 14% Senior Subordinated Note due 12/14/2017 | \$ 3,147,426 | 12/14/10 | 3,060,230 | 3,171,329 |
| 14% Senior Subordinated PIK Note due 12/14/2017 | \$ 308,431 | 08/17/12 | 302,051 | 308,431 |
| Common Stock (B) | 115 shs. | 12/14/10 | 114,504 | 108,275 |
| Warrant, exercisable until 2020, to purchase common stock at \$.01 per share (B) | 112 shs. | 12/14/10 | 111,747 | 105,675 |
| | | | 3,588,532 | 3,693,710 |

Babson Capital Corporate Investors

CONSOLIDATED SCHEDULE OF INVESTMENTS (CONTINUED)

March 31, 2015

(Unaudited)

| Corporate Restricted Securities: (A) (Continued) | Principal Amount, Shares, Units or Ownership Percentage | Acquisition Date | Cost | Fair Value |
|--|--|---------------------|--------------|--------------|
| Synteract Holdings Corporation | | | | |
| A provider of outsourced clinical trial management services to pharmaceutical and biotechnology companies. | | | | |
| 14% Senior Subordinated Note due 02/26/2019 | \$ 4,107,609 | 09/02/08 | \$ 4,009,669 | \$ 4,107,609 |
| Preferred Stock Series D (B) | 485 shs. | 02/27/13 | 48,503 | — |
| Redeemable Preferred Stock Series A (B) | 1,280 shs. | 10/03/08 | 12,523 | — |
| Warrant, exercisable until 2018, to purchase common stock at \$.01 per share (B) | 12,803 shs. | 09/02/08 | 112,693 | — |
| | | | 4,183,388 | 4,107,609 |
| Torrent Group Holdings, Inc. | | | | |
| A contractor specializing in the sales and installation of engineered drywells for the retention and filtration of stormwater and nuisance water flow. | | | | |
| 3% Senior Subordinated Note due 12/31/2018 (D) | \$ 2,006,491 | 12/05/13 | — | 1,906,167 |
| 15% Senior Subordinated Note due 12/05/2020 (D) | \$ 88,396 | 12/05/13 | 414,051 | 26,519 |
| Warrant, exercisable until 2023, to purchase common stock at \$.01 per share (B) | 53,038 shs. | 12/05/13 | — | — |
| | | | 414,051 | 1,932,686 |
| Transpac Holding Company | | | | |
| A designer, importer and wholesaler of home décor and seasonal gift products. | | | | |
| 8% Senior Subordinated Note due 10/31/2015 (D) | \$ 1,773,006 | 10/31/07 | 1,717,521 | — |
| Common Stock (B) | 209 shs. | 10/31/07 | 208,589 | — |
| Warrant, exercisable until 2015, to purchase common stock at \$.01 per share (B) | 94 shs. | 10/31/07 | 87,607 | — |
| | | | 2,013,717 | — |
| Tranzonic Holdings LLC | | | | |

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A producer of commercial and industrial supplies, such as safety products, janitorial supplies, work apparel, washroom and restroom supplies and sanitary care products.

14% Senior Subordinated

| | | | | | |
|---------------------|----|-----------|----------|-----------|-----------|
| Note due 07/05/2019 | \$ | 3,058,673 | 07/05/13 | 3,011,896 | 3,089,259 |
|---------------------|----|-----------|----------|-----------|-----------|

Limited Liability Company

| | | | | | |
|------------------|--|--------------|----------|-----------|-----------|
| Unit Class A (B) | | 295,455 uts. | 07/05/13 | 295,455 | 356,484 |
| | | | | 3,307,351 | 3,445,743 |

Tristar Global Energy Solutions, Inc.

A hydrocarbon and decontamination services provider serving refineries worldwide.

12.5% Senior Subordinated

| | | | | | |
|---------------------|----|-----------|----------|-----------|-----------|
| Note due 07/31/2020 | \$ | 2,259,928 | 01/23/15 | 2,214,806 | 2,255,579 |
|---------------------|----|-----------|----------|-----------|-----------|

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CONSOLIDATED SCHEDULE OF INVESTMENTS (CONTINUED)

March 31, 2015

(Unaudited)

| Corporate Restricted Securities: (A) (Continued) | Principal Amount, Shares, Units or Ownership Percentage | Acquisition Date | Cost | Fair Value |
|---|--|---------------------|------------|------------|
| Truck Bodies & Equipment International | | | | |
| A designer and manufacturer of accessories for heavy and medium duty trucks, primarily dump bodies, hoists, various forms of flat-bed bodies, landscape bodies and other accessories. | | | | |
| Preferred Stock Series B (B) | 241 shs. | 10/20/08 | \$ 241,172 | \$ 953,375 |
| Common Stock (B) | 742 shs. | * | 800,860 | 228,888 |
| Warrant, exercisable until 2017, to purchase common stock at \$.02 per share (B) | 153 shs. | * | 159,894 | 47,274 |
| Warrant, exercisable until 2018, to purchase common stock at \$.01 per share (B) | 1,054 shs. | 10/20/08 | — | 325,080 |
| * 07/19/05 and 12/22/05. | | | 1,201,926 | 1,554,617 |
| TruStile Doors, Inc. | | | | |
| A manufacturer and distributor of interior doors. Limited Liability Company | | | | |
| Unit (B) | 11,775 uts. | 02/28/11 | 156,250 | 747,527 |
| Vitex Packaging Group, Inc. | | | | |
| A manufacturer of specialty packaging, primarily envelopes and tags used on tea bags. | | | | |
| Class B Unit (B) | 767,881 uts. | 10/29/09 | 348,058 | — |
| Class C Unit (B) | 850,000 uts. | 10/29/09 | 780,572 | 626,705 |
| Limited Liability Company Unit Class A (B) | 723,465 uts. | * | 433,222 | — |
| Limited Liability Company Unit Class B (B) | 182,935 uts. | 07/19/04 | 182,935 | — |
| * 07/19/04 and 10/29/09. | | | 1,744,787 | 626,705 |
| VP Holding Company | | | | |
| A provider of school transportation services for special-needs and homeless children in Massachusetts. 13% Senior Subordinated | | | | |
| Note due 03/31/2021 | \$ 1,023,328 | 03/31/14 | 1,005,432 | 1,054,027 |
| Common Stock (B) | 7,368 shs. | 03/31/14 | 736,842 | 833,678 |
| | | | 1,742,274 | 1,887,705 |

Wellborn Forest Holding
Company

A manufacturer of
semi-custom kitchen and bath
cabinetry.

| | | | | |
|---|--------------|----------|-----------|---|
| 8% Senior Subordinated Note due 09/30/2017 (D) | \$ 3,175,092 | 11/30/06 | 1,638,669 | — |
| Common Stock (B) | 191 shs. | 11/30/06 | 191,250 | — |
| Warrant, exercisable until 2016, to purchase common stock at \$.01 per share (B) | 95 shs. | 11/30/06 | 86,493 | — |
| | | | 1,916,412 | — |

Wheaton Holding
Corporation

A distributor and manufacturer of laboratory supply
products and packaging.

| | | | | |
|------------------------------|------------|----------|---------|---------|
| Preferred Stock Series B (B) | 2,109 shs. | 06/08/10 | 210,924 | 327,059 |
| Common Stock (B) | 1,058 shs. | 06/08/10 | 1,058 | 250,945 |
| | | | 211,982 | 578,004 |

Babson Capital Corporate Investors

CONSOLIDATED SCHEDULE OF INVESTMENTS (CONTINUED)

March 31, 2015

(Unaudited)

| Corporate Restricted Securities: (A) (Continued) | Principal Amount, Shares, Units or Ownership Percentage | Acquisition Date | Cost | Fair Value |
|--|--|---------------------|-----------------------|-----------------------|
| Whitcraft Holdings, Inc. | | | | |
| A leading independent manufacturer of precision formed, machined, and fabricated flight-critical aerospace components. | | | | |
| 12% Senior Subordinated Note due 12/16/2018 | \$ 2,383,562 | 12/16/10 | \$ 2,267,923 | \$ 2,383,562 |
| Common Stock (B) | 616 shs. | 12/16/10 | 616,438 | 317,090 |
| Warrant, exercisable until 2018, to purchase common stock at \$.01 per share (B) | 166 shs. | 12/16/10 | 148,003 | 85,203 |
| | | | 3,032,364 | 2,785,855 |
| WP Supply Holding Corporation | | | | |
| A distributor of fresh fruits and vegetables to grocery wholesalers and foodservice distributors in the upper Midwest. | | | | |
| 14.5% Senior Subordinated Note due 06/12/2020 | \$ 2,776,275 | 11/03/11 | 2,743,696 | 2,790,346 |
| Common Stock | 4,500 shs. | 11/03/11 | 450,000 | 502,471 |
| | | | 3,193,696 | 3,292,817 |
| York Wall Holding Company | | | | |
| A designer, manufacturer and marketer of wall covering products for both residential and commercial wall coverings. | | | | |
| 12.5% Senior Subordinated Note due 03/04/2021 | \$ 3,131,088 | 03/04/15 | 3,069,075 | 3,150,630 |
| Common Stock (B) | 3,723 shs. | 03/04/15 | 372,300 | 353,685 |
| | | | 3,441,375 | 3,504,315 |
| Total Private Placement Investments (E) | | | \$ 187,819,961 | \$ 192,356,537 |

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CONSOLIDATED SCHEDULE OF INVESTMENTS (CONTINUED)

March 31, 2015

(Unaudited)

| Corporate Restricted Securities: (A) (Continued) | Interest Rate | Due Date | Principal Amount | Cost | Market Value |
|---|------------------|-------------|---------------------|------------|-----------------|
| Rule 144A Securities - 20.80%: | | | | | |
| Bonds - 20.75% | | | | | |
| Acadia HealthCare Company Inc. | 5.625 | % 02/15/23 | \$ 640,000 | \$ 640,000 | \$ 651,200 |
| Alliant Techsystems Inc. | 5.250 | 10/01/21 | 1,000,000 | 1,000,000 | 1,015,000 |
| Altice S.A. | 7.750 | 05/15/22 | 1,000,000 | 1,000,000 | 1,016,875 |
| Amsted Industries | 5.375 | 09/15/24 | 520,000 | 520,000 | 520,000 |
| Ashtead Group plc | 6.500 | 07/15/22 | 385,000 | 405,278 | 410,025 |
| Audatex North America, Inc. | 6.125 | 11/01/23 | 437,000 | 456,025 | 462,128 |
| Belden Inc. | 5.250 | 07/15/24 | 410,000 | 410,000 | 413,075 |
| Beverage Packaging Holdings | 6.000 | 06/15/17 | 730,000 | 730,000 | 731,825 |
| Brunswick Corporation | 4.625 | 05/15/21 | 400,000 | 402,989 | 403,000 |
| California Resources Corporation | 6.000 | 11/15/24 | 970,000 | 970,000 | 851,175 |
| CITGO Petroleum Corporation | 6.250 | 08/15/22 | 925,000 | 925,000 | 897,250 |
| Commscope Holdings Inc. | 6.625 | 06/01/20 | 500,000 | 500,995 | 512,500 |
| Consolidated Energy Finance S.A. | 6.750 | 10/15/19 | 947,000 | 937,538 | 954,102 |
| Cornerstone Chemical Company | 9.375 | 03/15/18 | 750,000 | 763,274 | 776,250 |
| Coveris Holdings S.A. | 7.875 | 11/01/19 | 1,000,000 | 1,000,000 | 1,022,500 |
| CTP Transportation Products, LLC | 8.250 | 12/15/19 | 635,000 | 635,000 | 654,050 |
| Dean Foods | 6.500 | 03/15/23 | 663,000 | 663,000 | 666,315 |
| Endo Finance LLC | 5.375 | 01/31/23 | 1,000,000 | 981,204 | 997,500 |
| Family Tree Escrow, LLC | 5.750 | 03/01/23 | 315,000 | 315,000 | 331,537 |
| Forest Laboratories, Inc. | 4.875 | 02/15/21 | 1,000,000 | 1,000,000 | 1,102,455 |
| Forest Laboratories, Inc. | 5.000 | 12/15/21 | 775,000 | 775,000 | 861,764 |
| Harron Communications, L.P. | 9.125 | 04/01/20 | 500,000 | 542,913 | 547,500 |
| HD Supply, Inc. | 5.250 | 12/15/21 | 265,000 | 265,000 | 272,950 |
| Hilcorp Energy Company | 5.000 | 12/01/24 | 500,000 | 500,000 | 470,000 |
| H.J. Heinz Company | 4.875 | 02/15/25 | 1,000,000 | 1,000,000 | 1,083,750 |
| Hovnanian Enterprises, Inc. | 7.250 | 10/15/20 | 1,000,000 | 1,000,000 | 1,050,000 |
| Hub International Ltd. | 7.875 | 10/01/21 | 1,000,000 | 1,000,000 | 1,025,000 |
| Huntington Ingalls Industries | 5.000 | 12/15/21 | 1,000,000 | 1,000,000 | 1,042,500 |
| INEOS Group Holdings PLC | 5.875 | 02/01/19 | 485,000 | 485,000 | 479,544 |
| International Automotive Component | 9.125 | 06/01/18 | 1,000,000 | 966,847 | 1,016,250 |
| International Wire Group | 8.500 | 10/15/17 | 500,000 | 525,000 | 517,500 |
| J.B. Poindexter Co., Inc. | 9.000 | 04/01/22 | 1,000,000 | 1,045,483 | 1,085,000 |
| JBS USA Holdings, Inc. | 7.750 | 10/28/20 | 750,000 | 785,145 | 793,125 |
| Jupiter Resources Inc. | 8.500 | 10/01/22 | 1,000,000 | 951,063 | 820,000 |

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Babson Capital Corporate Investors

CONSOLIDATED SCHEDULE OF INVESTMENTS (CONTINUED)

March 31, 2015

(Unaudited)

| Corporate Restricted Securities: (A) (Continued) | Interest Rate | Due Date | Principal Amount | Cost | Market Value |
|---|------------------|-------------|---------------------|--------------|-----------------|
| Jurassic Holdings III Inc | 6.875 | % 02/15/21 | \$ 1,000,000 | \$ 1,008,447 | \$ 870,000 |
| KeHE Distributors, LLC | 7.625 | 08/15/21 | 1,000,000 | 1,060,112 | 1,061,250 |
| Kenan Advantage Group, Inc. | 8.375 | 12/15/18 | 1,000,000 | 1,030,605 | 1,040,000 |
| Kindred Escrow Corp. II | 8.750 | 01/15/23 | 1,000,000 | 1,000,000 | 1,095,000 |
| LBC Tank Terminals Holding Netherlands B.V. | 6.875 | 05/15/23 | 1,315,000 | 1,352,326 | 1,344,588 |
| Mallinckrodt PLC | 5.750 | 08/01/22 | 1,000,000 | 1,000,000 | 1,032,500 |
| MEG Energy Corporation | 7.000 | 03/31/24 | 1,000,000 | 1,000,000 | 942,500 |
| Memorial Production Partners L.P | 6.875 | 08/01/22 | 1,000,000 | 985,219 | 885,000 |
| Micron Technology, Inc. | 5.250 | 08/01/23 | 1,000,000 | 1,000,000 | 1,017,500 |
| Milacron Financial | 7.750 | 02/15/21 | 500,000 | 500,000 | 517,500 |
| Moog Inc. | 5.250 | 12/01/22 | 511,000 | 511,000 | 526,330 |
| Murray Energy Corporation | 9.500 | 12/05/20 | 1,000,000 | 1,092,276 | 1,120,000 |
| Mustang Merger Corporation | 8.500 | 08/15/21 | 1,000,000 | 997,821 | 1,012,500 |
| Netflix, Inc. | 5.500 | 02/15/22 | 605,000 | 605,000 | 618,613 |
| NXP BV/NXP Funding LLC | 3.750 | 06/01/18 | 1,500,000 | 1,500,000 | 1,530,000 |
| Onex Corporation | 8.500 | 10/01/22 | 352,000 | 352,000 | 332,640 |
| OpenText Corporation | 5.625 | 01/15/23 | 776,000 | 776,000 | 805,100 |
| Paperworks Industries, Inc. | 9.500 | 08/15/19 | 1,000,000 | 1,021,284 | 1,025,000 |
| Paragon Offshore plc. | 6.750 | 07/15/22 | 1,000,000 | 322,909 | 330,000 |
| Pinnacle Operating Corporation | 9.000 | 11/15/20 | 1,000,000 | 1,039,933 | 1,010,000 |
| Prestige Brands Holdings, Inc. | 5.375 | 12/15/21 | 1,350,000 | 1,350,000 | 1,366,875 |
| Rite Aid Corporation | 6.125 | 04/01/23 | 744,000 | 744,000 | 762,600 |
| Roofing Supply | 10.000 | 06/01/20 | 754,000 | 836,424 | 737,035 |
| Safway Group Holding LLC/Finance Corporation | 7.000 | 05/15/18 | 500,000 | 500,000 | 495,000 |
| Sirius XM Radio Inc. | 5.875 | 10/01/20 | 750,000 | 750,000 | 781,875 |
| Sirius XM Radio Inc. | 5.375 | 04/15/25 | 250,000 | 250,000 | 251,250 |
| Sunoco LP | 6.375 | 04/01/23 | 1,000,000 | 1,000,000 | 1,030,000 |
| Surgical Care Affiliates, Inc. | 6.000 | 04/01/23 | 918,000 | 918,000 | 924,885 |
| Teine Energy Ltd. | 6.875 | 09/30/22 | 900,000 | 893,173 | 819,000 |
| Topaz Marine S.A. | 8.625 | 11/01/18 | 1,000,000 | 1,000,000 | 880,040 |
| Townsquare Radio, LLC | 9.000 | 04/01/19 | 1,000,000 | 1,069,776 | 1,065,860 |
| Unitymedia KabelBW GmbH | 6.125 | 01/15/25 | 1,000,000 | 1,000,000 | 1,057,500 |
| Univision Communications, Inc. | 5.125 | 05/15/23 | 325,000 | 325,000 | 329,875 |
| UPCB Finance IV Limited | 5.375 | 01/15/25 | 425,000 | 425,000 | 425,000 |
| Valeant Pharmaceuticals International | 7.000 | 10/01/20 | 880,000 | 881,285 | 918,500 |
| VRX Escrow Corp. | 6.125 | 04/15/25 | 782,000 | 782,000 | 809,370 |

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CONSOLIDATED SCHEDULE OF INVESTMENTS (CONTINUED)

March 31, 2015

(Unaudited)

| Corporate Restricted Securities: (A) (Continued) | Interest Rate | Due Date | Shares or Principal Amount | Cost | Market Value |
|--|---------------|------------|----------------------------|----------------|----------------|
| Watco Companies, L.L.C. | 6.375 | % 04/01/23 | \$ 1,000,000 | \$ 1,000,000 | \$ 1,000,000 |
| Welltec A/S | 8.000 | 02/01/19 | 750,000 | 740,360 | 705,000 |
| West Corporation | 5.375 | 07/15/22 | 1,000,000 | 981,363 | 977,500 |
| Woodside Homes Company, LLC | 6.750 | 12/15/21 | 1,000,000 | 1,002,242 | 957,500 |
| XPO Logistics, Inc. | 7.875 | 09/01/19 | 933,000 | 958,985 | 987,814 |
| Total Bonds | | | | 60,659,294 | 60,852,145 |
| Convertible Preferred Stock - 0.00% | | | | | |
| ETEX Corporation (B) | | | 777 | — | — |
| Total Convertible Preferred Stock | | | | — | — |
| Preferred Stock - 0.05% | | | | | |
| Ally Financial, Inc. | | | 143 | \$ 45,009 | \$ 146,061 |
| TherOX, Inc. (B) | | | 103 | — | — |
| Total Preferred Stock | | | | 45,009 | 146,061 |
| Common Stock - 0.00% | | | | | |
| Touchstone Health Partnership (B) | | | 1,168 | — | — |
| Total Common Stock | | | | — | — |
| Total Rule 144A Securities | | | | 60,704,303 | 60,998,206 |
| Total Corporate Restricted Securities | | | | \$ 248,524,264 | \$ 253,354,743 |

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Babson Capital Corporate Investors

CONSOLIDATED SCHEDULE OF INVESTMENTS (CONTINUED)

March 31, 2015

(Unaudited)

| | Interest | Due | Principal | | Market |
|--|----------|------------|--------------|--------------|--------------|
| Corporate Public Securities | Rate | Date | Amount | Cost | Value |
| -18.73%: (A) | | | | | |
| Bank Loans - 0.73% | | | | | |
| American Energy - Marcellus, LLC | 8.500 | % 07/09/21 | \$ 209,882 | \$ 207,020 | \$ 154,089 |
| Aquilex Holdings LLC | 5.000 | 12/31/20 | 294,197 | 293,587 | 290,520 |
| Caelus Energy Alaska, LLC | 8.750 | 04/15/20 | 1,000,000 | 991,212 | 791,670 |
| Synarc-BioCore Holdings, LLC | 9.250 | 03/04/22 | 1,000,000 | 991,283 | 910,000 |
| Total Bank Loans | | | | 2,483,102 | 2,146,279 |
| Bonds - 17.64% | | | | | |
| AAR Corporation | 7.250 | % 01/15/22 | \$ 2,000,000 | \$ 2,102,110 | \$ 2,270,000 |
| Accuride Corp | 9.500 | 08/01/18 | 1,500,000 | 1,526,235 | 1,563,750 |
| ADT Corporation | 6.250 | 10/15/21 | 1,000,000 | 1,032,399 | 1,065,000 |
| Ally Financial, Inc. | 5.500 | 02/15/17 | 1,500,000 | 1,514,571 | 1,560,000 |
| Alta Mesa Financial Services | 9.625 | 10/15/18 | 767,000 | 762,226 | 582,920 |
| American Axle & Manufacturing, Inc. | 5.125 | 02/15/19 | 240,000 | 240,000 | 247,200 |
| Anixter, Inc. | 5.125 | 10/01/21 | 421,000 | 421,000 | 432,577 |
| Antero Resources Corporation | 5.375 | 11/01/21 | 800,000 | 800,000 | 776,000 |
| Avis Budget Car Rental | 9.750 | 03/15/20 | 750,000 | 750,000 | 817,050 |
| Bonanza Creek Energy, Inc. | 5.750 | 02/01/23 | 1,000,000 | 1,000,000 | 920,000 |
| Calpine Corporation | 5.750 | 01/15/25 | 700,000 | 700,000 | 705,250 |
| Calumet Specialty Products Partners L.P. | 7.625 | 01/15/22 | 1,000,000 | 1,004,486 | 1,010,000 |
| CCO Holdings Capital Corporation | 7.250 | 10/30/17 | 750,000 | 758,880 | 781,875 |
| Chrysler Group, LLC | 8.000 | 06/15/19 | 415,000 | 442,780 | 435,230 |
| Chrysler Group, LLC | 8.250 | 06/15/21 | 415,000 | 453,026 | 460,280 |
| Cimarex Energy Co. | 5.875 | 05/01/22 | 1,000,000 | 1,066,282 | 1,065,000 |
| CIT Group Inc. | 3.875 | 02/19/19 | 1,000,000 | 1,000,000 | 990,000 |
| Clearwater Paper Corporation | 4.500 | 02/01/23 | 750,000 | 743,756 | 738,750 |
| Commercial Metals Company | 4.875 | 05/15/23 | 1,500,000 | 1,502,672 | 1,417,500 |
| Commercial Vehicle Group Inc. | 7.875 | 04/15/19 | 989,000 | 1,011,404 | 1,026,087 |
| CVR Refining LLC | 6.500 | 11/01/22 | 650,000 | 630,209 | 650,000 |
| Dana Holding Corporation | 5.500 | 12/15/24 | 551,000 | 551,000 | 567,530 |
| D.R. Horton, Inc. | 4.000 | 02/15/20 | 1,000,000 | 1,000,000 | 1,014,000 |
| Ferrellgas Partners, L.P. | 6.750 | 01/15/22 | 465,000 | 465,000 | 473,091 |
| First Data Corporation | 11.750 | 08/15/21 | 650,000 | 650,000 | 751,562 |
| Forum Energy Technologies | 6.250 | 10/01/21 | 325,000 | 325,000 | 304,688 |
| HCA Holdings, Inc. | 3.750 | 03/15/19 | 1,000,000 | 1,000,000 | 1,013,440 |
| Headwaters, Inc. | 7.625 | 04/01/19 | 850,000 | 850,140 | 885,445 |
| HealthSouth Corporation | 5.750 | 11/01/24 | 393,000 | 400,754 | 408,720 |

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| | | | | | |
|----------------------------------|-------|----------|-----------|-----------|-----------|
| Hilton Worldwide Holdings, LLC | 5.625 | 10/15/21 | 1,000,000 | 1,000,000 | 1,052,500 |
| Hornbeck Offshore Services, Inc. | 5.000 | 03/01/21 | 500,000 | 500,000 | 397,500 |

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CONSOLIDATED SCHEDULE OF INVESTMENTS (CONTINUED)

March 31, 2015

(Unaudited)

| Corporate Public Securities: (A) (Continued) | Interest Rate | Due Date | Principal Amount | Cost | Market Value |
|---|------------------|-------------|---------------------|------------|-----------------|
| Huntington Ingalls Industries | 7.125 | % 03/15/21 | \$ 750,000 | \$ 772,028 | \$ 806,250 |
| Icahn Enterprises L.P. | 4.875 | 03/15/19 | 970,000 | 970,000 | 988,188 |
| Icahn Enterprises L.P. | 6.000 | 08/01/20 | 1,150,000 | 1,169,364 | 1,194,620 |
| Lamar Media Corp. | 5.375 | 01/15/24 | 320,000 | 320,000 | 333,600 |
| Lear Corporation | 4.750 | 01/15/23 | 750,000 | 736,378 | 753,750 |
| Lennar Corporation | 4.500 | 11/15/19 | 250,000 | 250,602 | 256,875 |
| Lennar Corporation | 4.750 | 11/15/22 | 750,000 | 740,274 | 763,125 |
| Magnum Hunter Resources, Corp. | 9.750 | 05/15/20 | 1,500,000 | 1,559,142 | 1,335,000 |
| MarkWest Energy Partners, L.P. | 4.875 | 12/01/24 | 1,000,000 | 1,000,000 | 1,022,400 |
| Meritor, Inc. | 6.750 | 06/15/21 | 1,000,000 | 1,000,000 | 1,035,000 |
| Meritor, Inc. | 7.875 | 03/01/26 | 669,000 | 663,403 | 999,737 |
| Nielsen Finance LLC | 4.500 | 10/01/20 | 1,000,000 | 1,000,000 | 1,017,500 |
| NRG Energy, Inc. | 6.250 | 07/15/22 | 1,000,000 | 1,000,000 | 1,027,500 |
| Oasis Petroleum Inc. | 6.875 | 03/15/22 | 1,000,000 | 1,000,000 | 975,000 |
| Omnova Solutions, Inc. | 7.875 | 11/01/18 | 1,200,000 | 1,214,840 | 1,218,000 |
| Perry Ellis International, Inc. | 7.875 | 04/01/19 | 750,000 | 745,029 | 774,375 |
| Ply Gem Industries, Inc. | 6.500 | 02/01/22 | 1,000,000 | 935,956 | 950,000 |
| Precision Drilling Corporation | 6.625 | 11/15/20 | 750,000 | 767,054 | 706,875 |
| Regency Energy Partners LP | 5.875 | 03/01/22 | 835,000 | 822,759 | 905,975 |
| Rosetta Resources Inc. | 5.875 | 06/01/22 | 1,000,000 | 1,000,000 | 942,500 |
| Select Medical Corporation | 6.375 | 06/01/21 | 650,000 | 658,563 | 643,094 |
| Sprint Corporation | 7.125 | 06/15/24 | 315,000 | 315,000 | 307,125 |
| Stone Energy Corporation | 7.500 | 11/15/22 | 1,000,000 | 1,026,592 | 905,000 |
| Suburban Propane Partners, L.P. | 5.750 | 03/01/25 | 1,000,000 | 1,000,000 | 1,020,000 |
| T-Mobile USA Inc. | 6.375 | 03/01/25 | 1,000,000 | 1,000,000 | 1,031,900 |
| Tronox Finance LLC | 6.375 | 08/15/20 | 750,000 | 735,449 | 733,125 |
| William Lyon Homes | 7.000 | 08/15/22 | 1,000,000 | 1,000,000 | 1,031,250 |
| WPX Energy, Inc. | 5.250 | 09/15/24 | 925,000 | 925,000 | 813,538 |
| Xerium Technologies, Inc. | 8.875 | 06/15/18 | 831,000 | 861,059 | 858,008 |
| Total Bonds | | | | 51,392,422 | 51,732,255 |

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Babson Capital Corporate Investors

CONSOLIDATED SCHEDULE OF INVESTMENTS (CONTINUED)

March 31, 2015

(Unaudited)

| | | | | | Market |
|-----------------------------------|----------|----------|------------------|----------------|----------------|
| Corporate Public Securities: | | | Shares | Cost | Value |
| (A) (Continued) | | | | | |
| Common Stock - 0.36% | | | | | |
| Chase Packaging Corporation | | | 9,541 | \$ — | \$ 668 |
| Nortek, Inc. | | | 175 | 1 | 15,444 |
| Supreme Industries, Inc. (B) | | | 131,371 | 267,319 | 1,019,439 |
| Total Common Stock | | | | 267,320 | 1,035,551 |
| Total Corporate Public Securities | | | | \$ 54,142,844 | \$ 54,914,085 |
| Short-Term Securities: | | | Principal Amount | Cost | Market Value |
| Interest Rate/Yield^ | Due Date | | | | |
| Commercial Paper - 1.19% | | | | | |
| National Fuel Gas Co. (NJ) | 0.550 % | 04/06/15 | 3,500,000 | \$ 3,499,733 | \$ 3,499,733 |
| Total Short-Term Securities | | | | \$ 3,499,733 | \$ 3,499,733 |
| Total Investments | 106.31 % | | | \$ 306,166,841 | \$ 311,768,561 |
| Other Assets | 5.88 | | | | 17,248,835 |
| Liabilities | (12.19) | | | | (35,761,960) |
| Total Net Assets | 100.00 % | | | | \$ 293,255,436 |

(A) In each of the convertible note, warrant, convertible preferred and common stock investments, the issuer has agreed to provide certain registration rights.

(B) Non-income producing security.

(C) Security valued at fair value using methods determined in good faith by or under the direction of the Board of Trustees.

(D) Defaulted security; interest not accrued.

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- (E) Illiquid securities. As of March 31, 2015, the value of these securities amounted to \$192,356,537, or 65.59% of net assets.
- (F) Security valued at fair value using methods determined in good faith by or under the direction of the Board of Trustees.

^ Effective yield at purchase
PIK - Payment-in-kind

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CONSOLIDATED SCHEDULE OF INVESTMENTS (CONTINUED)

March 31, 2015

(Unaudited)

| Industry Classification: | Fair Value/ Market Value | | Fair Value/ Market Value |
|--|-----------------------------|--|-----------------------------|
| AEROSPACE - 2.89% | | BROADCASTING & ENTERTAINMENT - 1.76% | |
| AAR Corporation | \$ 2,270,000 | HOP Entertainment LLC | \$ — |
| Alliant Techsystems Inc. | 1,015,000 | Lamar Media Corp. | 333,600 |
| Merex Holding Corporation | 1,866,422 | Money Mailer | 2,704,364 |
| Moog Inc. | 526,330 | Sundance Investco LLC | — |
| Whitcraft Holdings, Inc. | 2,785,855 | Townsquare Radio, LLC | 1,065,860 |
| | 8,463,607 | Unitymedia KabelBW GmbH | 1,057,500 |
| AUTOMOBILE - 7.76% | | | 5,161,324 |
| | | BUILDINGS & REAL ESTATE - 4.44% | |
| Accuride Corp | 1,563,750 | ACP Cascade Holdings LLC | — |
| American Axle & Manufacturing, Inc. | 247,200 | D.R. Horton, Inc. | 1,014,000 |
| Avis Budget Car Rental | 817,050 | | |
| CG Holdings Manufacturing Company | 4,125,908 | Hovnanian Enterprises, Inc. | 1,050,000 |
| Chrysler Group, LLC | 895,510 | Lennar Corporation | 1,020,000 |
| Commercial Vehicle Group Inc. | 1,026,087 | Pearlman Enterprises, Inc. | 3,017,655 |
| | | Safway Group Holding LLC/Finance Corporation | 495,000 |
| Dana Holding Corporation | 567,530 | Sunrise Windows Holding Company | 3,693,710 |
| DPL Holding Corporation | 4,345,941 | TruStile Doors, Inc. | 747,527 |
| Grakon Parent | 3,546,377 | William Lyon Homes | 1,031,250 |
| Ideal Tridon Holdings, Inc. | 562,601 | Woodside Homes Company, LLC | 957,500 |
| International Automotive Component | 1,016,250 | | 13,026,642 |
| J A C Holding Enterprises, Inc. | 781,484 | CHEMICAL, PLASTICS & RUBBER - 3.15% | |
| K & N Parent, Inc. | 477,422 | Compass Chemical International LLC | 3,498,843 |
| Lear Corporation | 753,750 | Cornerstone Chemical Company | 776,250 |
| Meritor, Inc. | 2,034,737 | INEOS Group Holdings PLC | 479,544 |
| | 22,761,597 | | |
| BEVERAGE, DRUG & FOOD - 6.90% | | | |
| 1492 Acquisition LLC | 1,813,287 | Omnova Solutions, Inc. | 1,218,000 |
| Dean Foods | 666,315 | Polytex Holdings LLC | 2,540,181 |
| Eatem Holding Company | 937,678 | Tronox Finance LLC | 733,125 |
| | | | 9,245,943 |
| | | CONSUMER PRODUCTS - 12.16% | |
| F F C Holding Corporation | 644,810 | AMS Holding LLC | 826,455 |
| GenNx Novel Holding, Inc. | 3,435,149 | | |
| Golden County Foods Holding, Inc. | — | Animal Supply Company | 3,447,033 |

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| | | | |
|-----------------------------------|------------|-------------------------------------|-----------|
| H.J. Heinz Company | 1,083,750 | Bravo Sports Holding Corporation | 2,281,593 |
| Hospitality Mints Holding Company | 2,266,911 | Clearwater Paper Corporation | 738,750 |
| Impact Confections | 2,516,434 | Custom Engineered Wheels, Inc. | 589,784 |
| JBS USA Holdings, Inc. | 793,125 | gloProfessional Holdings, Inc. | 3,242,508 |
| JMH Investors LLC | 2,648,098 | GTI Holding Company | 1,713,645 |
| KeHE Distributors, LLC | 1,061,250 | Handi Quilter Holding Company | 3,555,210 |
| Pinnacle Operating Corporation | 1,010,000 | HHI Group, LLC | 3,285,565 |
| Spartan Foods Holding Company | 1,349,385 | K N B Holdings Corporation | 174,962 |
| | 20,226,192 | Manhattan Beachwear Holding Company | 2,507,387 |

See Notes to Consolidated Financial Statements

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Babson Capital Corporate Investors

CONSOLIDATED SCHEDULE OF INVESTMENTS (CONTINUED)

March 31, 2015

(Unaudited)

| Industry Classification: (Continued) | Fair Value/ Market Value | | Fair Value/ Market Value |
|---|-----------------------------|---|-----------------------------|
| Micron Technology, Inc. | \$ 1,017,500 | Nortek, Inc. | \$ 15,444 |
| NXP BV/NXP Funding LLC | 1,530,000 | O E C Holding Corporation | 1,538,691 |
| Perry Ellis International, Inc. | 774,375 | Ply Gem Industries, Inc. | 950,000 |
| Prestige Brands Holdings, Inc. | 1,366,875 | Strahman Holdings Inc | 2,507,760 |
| R A J Manufacturing Holdings LLC | 801,292 | Truck Bodies & Equipment International | 1,554,617 29,105,254 |
| Tranzonic Holdings LLC | 3,445,743 | DIVERSIFIED/CONGLOMERATE, SERVICE - 8.78% | |
| Xerium Technologies, Inc. | 858,008 | A S C Group, Inc. | 2,867,448 |
| York Wall Holding Company | 3,504,315 | A W X Holdings Corporation | 367,500 |
| | 35,661,000 | | |
| CONTAINERS, PACKAGING & GLASS - 1.66% | | ADT Corporation | 1,065,000 |
| Beverage Packaging Holdings | 731,825 | Advanced Technologies Holdings | 1,033,525 |
| Coveris Holdings S.A. | 1,022,500 | AFC - Dell Holding Corporation | 2,612,643 |
| Chase Packaging Corporation | 668 | Church Services Holding Company | 1,651,579 |
| Paperworks Industries, Inc. | 1,025,000 | Clough, Harbour and Associates | 729,198 |
| SMB Machinery Holdings, Inc. | 1,466,488 | Crane Rental Corporation | 1,692,854 |
| Vitex Packaging Group, Inc. | 626,705 | EPM Holding Company | 1,377,286 |
| | 4,873,186 | Hilton Worldwide Holdings, LLC | 1,052,500 |
| DISTRIBUTION - 3.97% | | Hub International Ltd. | 1,025,000 |
| ARI Holding Corporation | 4,449,201 | HVAC Holdings, Inc. | 3,300,265 |
| Blue Wave Products, Inc. | 1,783,507 | Insurance Claims Management, Inc. | 462,168 |
| BP SCI LLC | 1,155,655 | Mail Communications Group, Inc. | 585,776 |
| HD Supply, Inc. | 272,950 | Northwest Mailing Services, Inc. | 601,211 |
| Signature Systems Holdings Company | 677,794 | Onex Corporation | 332,640 |
| WP Supply Holding Corporation | 3,292,817 | PPC Event Services | 2,663,849 |
| | 11,631,924 | Roofing Supply | 737,035 545,468 |

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| | | | |
|--|-----------|-------------------------------------|------------|
| DIVERSIFIED/CONGLOMERATE, MANUFACTURING - 9.92% | | Safety Infrastructure Solutions | |
| Advanced Manufacturing Enterprises LLC | 3,232,667 | Sirius XM Radio Inc. | 1,033,125 |
| Amsted Industries | 520,000 | | 25,736,070 |
| Arrow Tru-Line Holdings, Inc. | 352,217 | ELECTRONICS - 1.04% | |
| Brunswick Corporation | 403,000 | Anixter, Inc. | 432,577 |
| CTP Transportation Products, LLC | 654,050 | Belden Inc. | 413,075 |
| Dunn Paper | 3,499,258 | Connecticut Electric, Inc. | 1,698,750 |
| F G I Equity LLC | 1,500,189 | International Wire Group | 517,500 |
| G C Holdings | 402,384 | | 3,061,902 |
| Hartland Controls Holding Corporation | 3,142,661 | FINANCIAL SERVICES - 3.80% | |
| Hi-Rel Group LLC | 2,198,768 | Ally Financial, Inc. | 1,706,061 |
| Janus Group Holdings LLC | 3,685,376 | Alta Mesa Financial Services | 582,920 |
| J.B. Poindexter Co., Inc. | 1,085,000 | Ashtead Group plc | 410,025 |
| K P I Holdings, Inc. | 850,672 | CIT Group Inc. | 990,000 |
| Mustang Merger Corporation | 1,012,500 | Consolidated Energy Finance S.A. | 954,102 |

See Notes to Consolidated Financial Statements

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CONSOLIDATED SCHEDULE OF INVESTMENTS (CONTINUED)
 March 31, 2015
 (Unaudited)

| Industry Classification: (Continued) | Fair Value/ Market Value | | Fair Value Market Value |
|--|-----------------------------|--|-------------------------------|
| Harron Communications, L.P. | \$ 547,500 | M V I Holding, Inc. | \$ — |
| Icahn Enterprises L.P. | 2,182,808 | NetShape Technologies, Inc. | 2,466,702 |
| Jurassic Holdings III Inc | 870,000 | Supreme Industries, Inc. | 1,019,439 |
| LBC Tank Terminals Holding Netherlands B.V. | 1,344,588 | Welltec A/S | 705,000 |
| Nielsen Finance LLC | 1,017,500 | | 12,934,414 |
| | | MEDICAL DEVICES/BIOTECH - | |
| REVSpring, Inc. | 538,147 | 0.50% | |
| HEALTHCARE, EDUCATION & CHILDCARE - 7.29% | 11,143,651 | ETEX Corporation | — |
| | | Mallinckrodt PLC | 1,032,500 |
| Acadia HealthCare Company Inc. | 651,200 | MedSystems Holdings LLC | 435,270 |
| American Hospice Management Holding LLC | 2,492,493 | MicroGroup, Inc. | 1,541 |
| CHG Alternative Education Holding Company | 3,166,736 | TherOX, Inc. | — |
| ECG Consulting Group | 2,797,821 | | 1,469,311 |
| | | MINING, STEEL, IRON & NON-PRECIOUS METALS - 0.86% | |
| ERG Holding Company LLC | 2,076,450 | Commercial Metals Company | 1,417,500 |
| GD Dental Services LLC | 284,169 | Murray Energy Corporation | 1,120,000 |
| Healthcare Direct Holding Company | 226,079 | | 2,537,500 |
| HealthSouth Corporation | 408,720 | NATURAL RESOURCES - 0.57% | |
| HCA Holdings, Inc. | 1,013,440 | Caelus Energy Alaska, LLC | 791,670 |
| Kindred Escrow Corp. II | 1,095,000 | Headwaters, Inc. | 885,445 |
| Select Medical Corporation | 643,094 | | 1,677,115 |
| Surgical Care Affiliates, Inc. | 924,885 | OIL & GAS - 9.45% | |
| Synarc-BioCore Holdings, LLC | 910,000 | American Energy - Marcellus, LLC | 154,089 |
| Syneract Holdings Corporation | 4,107,609 | Antero Resources Corporation | 776,000 |
| Touchstone Health Partnership | — | Avantech Testing Services LLC | 1,567,221 |
| Wheaton Holding Corporation | 578,004 | Bonanza Creek Energy, Inc. | 920,000 |
| | 21,375,700 | California Resources | 851,175 |
| HOME & OFFICE FURNISHINGS, HOUSEWARES & DURABLE CONSUMER PRODUCTS - 1.21% | | | |

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| | | | |
|--|-----------|------------------------|-----------|
| | | Corporation | |
| | | Calumet Specialty | |
| Airxcel Holdings | 3,562,090 | Products Partners L.P. | 1,010,000 |
| Transpac Holding Company | — | Cimarex Energy Co. | 1,065,000 |
| | | CITGO Petroleum | |
| Wellborn Forest Holding Company | — | Corporation | 897,250 |
| | 3,562,090 | CVR Refining LLC | 650,000 |
| | | Forum Energy | |
| LEISURE, AMUSEMENT & ENTERTAINMENT - 1.10% | | Technologies | 304,688 |
| | | Hilcorp Energy | |
| CTM Holding, Inc. | 3,213,001 | Company | 470,000 |
| | | Hornbeck Offshore | |
| | | Services, Inc. | 397,500 |
| MACHINERY - 4.41% | | Jupiter Resources Inc. | 820,000 |
| | | Magnum Hunter | |
| ABC Industries, Inc. | 1,193,390 | Resources, Corp. | 1,335,000 |
| | | MarkWest Energy | |
| Arch Global Precision LLC | 3,177,039 | Partners, L.P. | 1,022,400 |
| | | MEG Energy | |
| E S P Holdco, Inc. | 658,798 | Corporation | 942,500 |
| | | Memorial Production | |
| Milacron Financial | 517,500 | Partners L.P | 885,000 |
| Motion Controls Holdings | 3,196,546 | | |

See Notes to Consolidated Financial Statements

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Babson Capital Corporate Investors

CONSOLIDATED SCHEDULE OF INVESTMENTS (CONTINUED)

March 31, 2015

(Unaudited)

| Industry Classification: (Continued) | Fair Value/ Market Value | | Fair Value Market Value |
|---------------------------------------|-----------------------------|----------------------------------|----------------------------|
| National Fuel Gas Co. (NJ) | \$ 3,499,733 | TELECOMMUNICATIONS - 1.84% | |
| Oasis Petroleum Inc. | 975,000 | Altice S.A. | \$ 1,016,875 |
| Paragon Offshore plc. | 330,000 | CCO Holdings Capital Corporation | 781,875 |
| Petroplex Inv Holdings LLC | 449,735 | Commscope Holdings Inc. | 512,500 |
| Precision Drilling Corporation | 706,875 | Sprint Corporation | 307,125 |
| Regency Energy Partners LP | 905,975 | T-Mobile USA Inc. | 1,031,900 |
| Rosetta Resources Inc. | 942,500 | Univision Communications, Inc. | 329,875 |
| Stone Energy Corporation | 905,000 | UPCB Finance IV Limited | 425,000 |
| Sunoco LP | 1,030,000 | West Corporation | 977,500 |
| Teine Energy Ltd. | 819,000 | | 5,382,650 |
| Tristar Global Energy Solutions, Inc. | 2,255,579 | TRANSPORTATION - 3.76% | |
| WPX Energy, Inc. | 813,538 | Huntington Ingalls Industries | 1,848,750 |
| | 27,700,758 | Kenan Advantage Group, Inc. | 1,040,000 |
| PHARMACEUTICALS - 2.77% | | MNX Holding Company | 2,976,615 |
| Clarion Brands Holding Corp. | 3,447,608 | NABCO, Inc. | 399,748 |
| Endo Finance LLC | 997,500 | Topaz Marine S.A. | 880,040 |
| Forest Laboratories, Inc. | 1,964,219 | VP Holding Company | 1,887,705 |
| Valeant Pharmaceuticals International | 918,500 | Watco Companies, L.L.C. | 1,000,000 |
| VRX Escrow Corp. | 809,370 | XPO Logistics, Inc. | 987,814 |
| | 8,137,197 | | 11,020,672 |
| RETAIL STORES - 0.88% | | UTILITIES - 0.59% | |
| Family Tree Escrow, LLC | 331,537 | Calpine Corporation | 705,250 |
| Ferrellgas Partners, L.P. | 473,091 | NRG Energy, Inc. | 1,027,500 |
| Rite Aid Corporation | 762,600 | | 1,732,750 |
| | | WASTE | |
| | | MANAGEMENT/POLLUTION - | |
| Suburban Propane Partners, L.P. | 1,020,000 | 1.67% | |
| | 2,587,228 | Aquilex Holdings LLC | 290,520 |
| TECHNOLOGY - 1.18% | | MES Partners, Inc. | 2,660,472 |
| Audatex North America, Inc. | 462,128 | Torrent Group Holdings, Inc. | 1,932,686 |
| First Data Corporation | 751,562 | | 4,883,678 |
| Netflix, Inc. | 618,613 | | |
| OpenText Corporation | 805,100 | Total Investments - 106.31% | \$ 311,768,561 |
| Smart Source Holdings LLC | 818,802 | | |
| | 3,456,205 | | |

See Notes to Consolidated Financial Statements

Fair Values Hierarchy

The Trust categorizes its investments measured at fair value in three levels, based on the inputs and assumptions used to determine fair value. These levels are as follows:

Level 1 – quoted prices in active markets for identical securities

Level 2 – other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.)

Level 3 – significant unobservable inputs (including the Trust’s own assumptions in determining the fair value of investments)

The following is a summary of the inputs used to value the Trust’s net assets as of March 31, 2015:

| Assets | Total | Level 1 | Level 2 | Level 3 |
|-----------------------|----------------|--------------|----------------|----------------|
| Restricted Securities | | | | |
| Corporate Bonds | 197,197,867 | — | 60,852,145 | 136,345,722 |
| Common Stock - U.S. | 17,234,794 | — | — | 17,234,794 |
| Preferred Stock | 14,623,730 | — | 146,061 | 14,477,669 |
| Partnerships and LLCs | 24,298,352 | — | — | 24,298,352 |
| Public Securities | | | | |
| Bank Loans | 2,146,279 | — | 2,146,279 | — |
| Corporate Bonds | 51,732,255 | — | 51,732,255 | — |
| Common Stock - U.S. | 1,035,551 | 1,035,551 | — | — |
| Preferred Stock | — | — | — | — |
| Short-term Securities | 3,499,733 | — | 3,499,733 | — |
| Total | \$ 311,768,561 | \$ 1,035,551 | \$ 118,376,473 | \$ 192,356,537 |

See information disaggregated by security type and industry classification in the Consolidated Schedule of Investments.

Following is a reconciliation of Level 3 assets for which significant unobservable inputs were used to determine fair value:

| Assets | Beginning balance at 12/31/2014 | Included in earnings | Purchases | Sales | Prepayments | Transfers | Ending balance at 03/31/2015 |
|-----------------------|---------------------------------------|-------------------------|---------------|----------------|----------------|--|------------------------------------|
| | | | | | | in and / or out of Level 3 | |
| Restricted Securities | | | | | | | |
| Corporate Bonds | \$ 131,162,430 | \$ 5,594,086 | \$ 14,501,524 | \$ (1,465,851) | \$ (8,378,140) | \$ — | \$ 137,345,722 |

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| | | | | | | | |
|--------------------------|----------------|--------------|---------------|----------------|----------------|------|----------------|
| Common Stock - U.S. | 20,112,954 | 893,242 | 370,818 | (4,142,220) | — | — | 17,234,794 |
| Preferred Stock | 12,766,592 | 1,905,353 | (42,984) | (151,292) | — | — | 14,477,669 |
| Partnerships and LLCs | 22,013,933 | 2,008,663 | 701,086 | (425,330) | — | — | 24,298,352 |
| Public Securities | — | — | — | — | — | — | — |
| Common Stock | — | — | — | — | — | — | — |
| | \$ 185,055,909 | \$ 5,333,017 | \$ 15,530,444 | \$ (6,184,639) | \$ (8,378,140) | \$ — | \$ 192,356,537 |

There were no transfers into or out of Level 1 or Level 2 assets.

ITEM 2. CONTROLS AND PROCEDURES.

(a) The principal executive officer and principal financial officer of the Registrant evaluated the effectiveness of the Registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940 (the "Act")) as of a date within 90 days of the filing date of this report and based on that evaluation have concluded that such disclosure controls and procedures are effective to provide reasonable assurance that material information required to be disclosed by the Registrant on Form N-Q is recorded, processed, summarized and reported within the time periods specified in the Securities and Exchange Commission's rules and forms.

(b) There have been changes in the Registrant's internal controls over financial reporting (as defined in Rule 30a-3(d) under the Act)("internal controls") that occurred during the Registrant's last fiscal quarter. The Registrant's investment adviser, Babson Capital Management LLC, who maintains the Registrant's internal controls, revised its internal controls to oversee State Street Bank & Trust who now provides certain administrative and accounting services to the Registrant.

ITEM 3. EXHIBITS.

Certifications pursuant to Rule 30a-2(a) under the Investment Company Act of 1940 (17 CFR 270.30a-2(a)) are attached hereto as an exhibit.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the Registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

(Registrant) Babson Capital Corporate Investors

By (Signature and Title)*

/s/ Michael L. Klofas

Michael L. Klofas, President

Date May 29, 2015

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the Registrant and in the capacities and on the dates indicated.

By (Signature and Title)*

/s/ Michael L. Klofas

Michael L. Klofas, President

Date May 29, 2015

By (Signature and Title)*

/s/ James M. Roy

James M. Roy, Vice President and
Chief Financial Officer

Date May 29, 2015

* PRINT THE NAME AND TITLE OF EACH SIGNING OFFICER UNDER HIS OR HER SIGNATURE.
