

PIMCO CORPORATE INCOME FUND  
Form N-CSRS  
July 09, 2007

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

**FORM N-CSR**

**CERTIFIED SHAREHOLDER REPORT OF REGISTERED  
MANAGEMENT INVESTMENT COMPANIES**

Investment Company Act file number 811-10555

PIMCO Corporate Income Fund  
(Exact name of registrant as specified in charter)

1345 Avenue of the Americas, New York, New York  
(Address of principal executive offices)

10105  
(Zip code)

Lawrence G. Altadonna - 1345 Avenue of the Americas, New York, New York 10105  
(Name and address of agent for service)

Registrant's telephone number, including area code: 212-739-3371

Date of fiscal year end: October 31, 2007

Date of reporting period: April 30, 2007

Form N-CSR is to be used by management investment companies to file reports with the Commission not later than 10 days after the transmission to stockholders of any report that is required to be transmitted to stockholders under Rule 30e-1 under the Investment Company Act of 1940 (17 CFR 270.30e-1). The Commission may use the information provided on Form N-CSR in its regulatory, disclosure review, inspection, and policymaking roles.

A registrant is required to disclose the information specified by Form N-CSR, and the Commission will make this information public. A registrant is not required to respond to the collection of information contained in Form N-CSR unless the Form displays a currently valid Office of Management and Budget ("OMB") control number. Please direct comments concerning the accuracy of the information collection burden estimate and any suggestions for reducing the burden to Secretary, Securities and Exchange Commission, 450 Fifth Street, NW, Washington, DC 20549-0609. The OMB has reviewed this collection of information under the clearance requirements of 44 U.S.C. § 3507.

ITEM 1. REPORT TO SHAREHOLDERS

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**PIMCO Corporate Income Fund Letter to Shareholders**

June 1, 2007

Dear Shareholder:

We are pleased to provide you with the semiannual report for the PIMCO Corporate Income Fund (the Fund) for the six-months ended April 30, 2007.

The bond market delivered positive returns during the period as economic growth moderated, although a correction in the housing market caused some weakness for bonds. The Federal Reserve left the Federal Funds rate unchanged at 5.25% through the period as inflation levels continued to track somewhat higher than the central bank's stated comfort level.

For specific information on the Fund and its performance during the reporting period, please review the following pages.

If you have any questions regarding the information provided, we encourage you to contact your financial advisor or call the Fund's shareholder servicing agent at (800) 331-1710. In addition, a wide range of information and resources is available on our Web site, [www.allianzinvestors.com/closedendfunds](http://www.allianzinvestors.com/closedendfunds).

Together with Allianz Global Investors Fund Management LLC, the Fund's investment manager, and Pacific Investment Management Company LLC, the Fund's sub-adviser, we thank you for investing with us.

Sincerely,

Hans W. Kertess  
*Chairman*

Brian S. Shlissel  
*President & Chief Executive Officer*



**PIMCO Corporate Income Fund Performance & Statistics**

(unaudited)

For the six months ended April 30, 2007, the Fund returned 5.24% on net asset value and 7.00% on market price.

The Lehman U.S. Credit and U.S. High Yield Indices generated total returns of 2.79% and 6.88%, respectively, for the six months ended April 30, 2007.

An overweighting to the communications sector 18.25%

boosted returns as the sector outperformed the broad investment grade market for the six month period.

At April 30, 2007, a 12.39% concentration in consumer cyclicals enhanced returns, particularly an emphasis on autos, which outperformed all other consumer cyclicals.

Our focus on energy firms 6.28% contributed positively as the sector outperformed for the six month period.

Quality bias was positive, given the Fund's concentration in A, BBB, and BB, rated securities, which outperformed the higher tiers of the quality spectrum.

<b>Total Return(1):</b>	<b>Market Price</b>	<b>Net Asset Value ( NAV )</b>
Six months	7.00%	5.24%
1 year	13.55%	12.77%
Commencement of Operations (12/21/01) to 4/30/07	11.72%	11.15%
<b>Common Share Market Price/NAV Performance:</b>	<b>Market Price/NAV:</b>	
Commencement of Operations (12/21/01) to 4/30/07	Market Price	\$16.00
NAV	NAV	\$14.78
Market Price	Premium to NAV	8.25%
	Market Price Yield <sup>(2)</sup>	7.97%

(1) **Past performance is no guarantee of future results.** Total return is calculated by subtracting the value of an investment in the Fund at the beginning of each specified period from the value at the end of the period and dividing the remainder by the value of the investment at the

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beginning of the period and expressing the result as a percentage. The calculation assumes that all income dividends and capital gain distributions have been reinvested at prices obtained under the Fund's dividend reinvestment plan. Total return does not reflect broker commissions or sales charges. Total return for a period of less than one year is not annualized. Total return for a period greater than one year represents the average annual total return.

An investment in the Fund involves risk, including the loss of principal. Total return, market price, market yield and net asset value will fluctuate with changes in market conditions. This data is provided for information only and is not intended for trading purposes. Closed-end funds, unlike open-end funds, are not continuously offered. There is a one-time public offering and once issued, shares of closed-end funds are sold in the open market through a stock exchange. Net asset value is equal to the total assets applicable to common shareholders less total liabilities divided by the number of common shares outstanding. Holdings are subject to change daily.

(2) Market Price Yield is determined by dividing the annualized current monthly per share dividend to common shareholders by the market price per common share at April 30, 2007.

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ITEM 1. REPORT TO SHAREHOLDERS

**PIMCO Corporate Income Fund Schedule of Investments**

April 30, 2007 (unaudited)

Principal Amount (000)		Credit Rating (Moody s/S&P)	Value
<b>CORPORATE BONDS &amp; NOTES 76.8%</b>			
<b>Airlines 2.8%</b>			
\$ 1,998	American Airlines, Inc., pass thru certificates, 6.978%, 10/1/12, Ser. 01-2	Baa2/A-	\$ 2,036,704
1,000	7.858%, 4/1/13, Ser. 01-2	Baa2/A-	1,084,125
10,000	Continental Airlines, Inc., pass thru certificates, 6.503%, 6/15/11, Ser. 01-1	Baa2/BBB+	10,293,750
779	6.545%, 8/2/20, Ser. 99-1A	Baa2/A-	810,145
3,035	7.056%, 9/15/09, Ser. 99-2	Baa2/A-	3,139,419
2,365	9.798%, 4/1/21	Ba1/BB+	2,654,406
3,124	United Air Lines, Inc., 6.201%, 3/1/10, Ser. 01-1	NR/BBB	3,161,303
383	10.36%, 11/13/12, Ser. 91C (b)(e)	NR/NR	18,209
			23,198,061
<b>Apparel &amp; Textiles 0.2%</b>			
1,500	Quiksilver, Inc., 6.875%, 4/15/15	Ba3/B+	1,470,000
<b>Automotive 0.7%</b>			
1,500	ArvinMeritor, Inc., 8.75%, 3/1/12	B1/B+	1,560,000
2,000	Auburn Hills Trust, 12.375%, 5/1/20	Baa1/BBB	3,155,236
1,500	Ford Motor Co., 9.98%, 2/15/47	Caa1/CCC+	1,395,000
			6,110,236
<b>Banking 5.7%</b>			
6,700	BNP Paribas, 5.186%, 6/29/15, VRN (d)	A1/A+	6,466,753
5,000	Colonial Bank, 9.375%, 6/1/11	Baa1/BBB-	5,696,605
3,000	HSBC Capital Funding L.P., VRN, 4.61%, 6/27/13 (d)	A1/A	2,872,584
1,000	10.176%, 6/30/30	A1/A	1,453,142
6,450	HSBC Holdings PLC, 6.50%, 5/2/36	Aa3/A+	6,932,615
2,400	Rabobank Capital Funding Trust, 5.254%, 10/21/16, UNIT, VRN (d)	Aa2/AA	2,321,599
5,910	Republic New York Corp., 9.70%, 2/1/09	A1/A+	6,340,171
1,750	Riggs National Corp., 9.65%, 6/15/09	A2/A-	1,904,702
1,000	Royal Bank of Scotland Group PLC, 7.648%, 9/30/31, VRN	Aa3/A	1,169,671
4,700	USB Capital IX, 6.189%, 4/15/11, VRN	A1/A+	4,830,134
7,200	Wells Fargo Capital X, 5.95%, 12/15/36	Aa2/AA-	7,072,761
			47,060,737
<b>Computer Services 0.3%</b>			
1,000	Electronic Data Systems Corp., 6.50%, 8/1/13, Ser. B	Ba1/BBB-	1,021,547
1,500	7.125%, 10/15/09	Ba1/BBB-	1,561,784
			2,583,331
<b>Diversified Manufacturing 2.4%</b>			
2,000	Bombardier, Inc., 8.00%, 11/15/14 (d)	Ba2/BB	2,110,000
3,500	Hutchison Whampoa International Ltd. (d), 6.25%, 1/24/14	A3/A-	3,662,547



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	500	6.50%, 2/13/13	A3/A-	528,941
	185	JSG Funding PLC, 9.625%, 10/1/12	B2/B	195,638
	1,030	Raychem Corp., 7.20%, 10/15/08	Baa3/BBB+	1,055,407
£	5,300	Tyco International Group S.A., 6.50%, 11/21/31	Baa3/BBB+	12,419,924
				19,972,457

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**PIMCO Corporate Income Fund Schedule of Investments**

April 30, 2007 (unaudited) (continued)

	Principal Amount (000)		Credit Rating (Moody s/S&P)	Value
<b>Energy 5.7%</b>				
\$	5,000	Energy Transfer Partners L.P., 6.125%, 2/15/17	Baa3/BBB-	\$ 5,132,640
	2,000	FirstEnergy Corp., 7.375%, 11/15/31, Ser. C	Baa3/BBB-	2,302,852
	5,400	Kinder Morgan Energy Partners L.P., 6.00%, 2/1/17	Baa1/BBB	5,497,049
	1,000	6.50%, 2/1/37	Baa1/BBB	1,013,764
	1,200	Northwest Pipeline Corp., 5.95%, 4/15/17 (d)	Ba1/BB+	1,210,500
	1,000	Peabody Energy Corp., 7.875%, 11/1/26	Ba1/BB	1,076,250
	4,700	Plains All American Pipeline L.P., 6.125%, 1/15/17 (d)	Baa3/BBB-	4,826,731
	2,719	Sithe Independence Funding Corp., 9.00%, 12/30/13, Ser. A	Ba2/B	2,990,408
	2,100	Southern Natural Gas Co., 5.90%, 4/1/17 (d)	Baa3/BB	2,122,890
	2,470	South Point Energy Center LLC, 8.40%, 5/30/12 (b)(d)(e)	NR/D	2,433,870
	736	System Energy Resources, Inc., 5.129%, 1/15/14 (d)	Baa3/BBB	721,640
	1,800	TECO Energy, Inc., 6.75%, 5/1/15	Ba1/BB	1,919,250
	550	7.50%, 6/15/10	Ba1/BB	585,750
	1,100	Tennessee Gas Pipeline Co., 7.50%, 4/1/17	Baa3/BB	1,238,712
				33,072,306
<b>Entertainment 0.4%</b>				
	3,000	Royal Caribbean Cruises Ltd., 7.25%, 3/15/18	Ba1/BBB-	3,121,842
<b>Financial Services 10.8%</b>				
	2,000	American General Finance Corp., 8.45%, 10/15/09	A1/A+	2,154,830
	8,500	Beaver Valley II Funding, 9.00%, 6/1/17	Baa3/BBB-	9,667,178
	2,000	Bluewater Finance Ltd., 10.25%, 2/15/12	B2/B-	2,095,000
	4,300	C10 Capital SPV Ltd., 6.722%, 12/31/16, VRN	NR/BBB-	4,277,425
	3,804	Cedar Brakes II LLC, 9.875%, 9/1/13 (b)(d)	Baa2/BBB-	4,254,976
	2,500	Ford Motor Credit Co., 8.00%, 12/15/16	B1/B	2,448,962
	1,000	Fresenius Medical Care Capital Trust, 7.875%, 6/15/11	B1/B+	1,062,500
	1,180	General Electric Capital Corp., 8.30%, 9/20/09	Aaa/AAA	1,268,219
	15,000	General Motors Acceptance Corp., 6.75%, 12/1/14	Ba1/BB+	14,813,910
	5,000	6.875%, 9/15/11	Ba1/BB+	5,021,475
	3,500	HBOS Capital Funding L.P., 6.071%, 6/30/14, VRN (d)	A1/A	3,586,499
	4,100	JPMorgan Chase & Co., 6.55%, 9/29/36, Ser. T	Aa3/A	4,203,218
	3,900	MBNA Capital, 6.16%, 2/1/27, Ser. B, FRN	Aa2/A+	3,866,897
	1,300	Mizuho JGB Investment LLC, 9.87%, 6/30/08, VRN (d)	A1/BBB+	1,364,614
	300	Mizuho Preferred Capital Co. LLC, 8.79%, 6/30/08, VRN (d)	A1/BBB+	311,667
	4,350	Pemex Project Funding Master Trust, 8.00%, 11/15/11	Baa1/BBB	4,835,025
	1,400	8.625%, 2/1/22	Baa1/BBB	1,768,900
	3,500	9.50%, 9/15/27	NR/BBB	4,847,500
	2,000	Preferred Term Securities XIII, 5.90%, 3/24/34, FRN (b)(d)(f)	Aaa/AAA	2,019,934

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6,500	RBS Capital Trust I, 5.512%, 9/30/14, VRN	Aa3/A	6,413,128
1,100	SB Treasury Co. LLC, 9.40%, 6/30/08, VRN (b)	A1/BBB+	1,147,587
3,720	Targeted Return Index Securities Trust, 7.548%, 5/1/16 (d)(g)	B1/B+	3,805,846
1,800	UBS Preferred Funding Trust V, 6.243%, 5/15/16, Ser. 1, VRN	Aa2/AA-	1,863,689
1,500	Universal City Development Partners Ltd., 11.75%, 4/1/10	B2/B-	1,601,250
1,000	Universal City Florida Holding Co., 8.375%, 5/1/10	B3/B-	1,037,500
			89,737,729
<b>Food &amp; Beverage</b>	<b>1.4%</b>		
3,000	Delhaize America, Inc., 9.00%, 4/15/31	Ba1/BB+	3,669,900
3,000	Ingles Markets, Inc., 8.875%, 12/1/11	B3/B	3,142,500

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**PIMCO Corporate Income Fund Schedule of Investments**

April 30, 2007 (unaudited) (continued)

Principal Amount (000)		Credit Rating (Moody s/S&P)	Value
<b>Food &amp; Beverage (continued)</b>			
\$ 750	Pilgrim s Pride Corp., 7.625%, 5/1/15	B1/B	\$ 763,125
4,000	Tyson Foods, Inc., 6.85%, 4/1/16	Ba1/BBB-	4,190,000
			11,765,525
<b>Healthcare &amp; Hospitals 1.8%</b>			
550	HCA, Inc., 8.36%, 4/15/24	Caa1/B-	523,116
1,000	8.70%, 2/10/10	Caa1/B-	1,048,630
5,470	9.00%, 12/15/14	Caa1/B-	5,607,713
3,500	9.25%, 11/15/16 (d)	B2/BB-	3,823,750
	Tenet Healthcare Corp.,		
2,500	7.375%, 2/1/13	Caa1/CCC+	2,362,500
1,625	9.25%, 2/1/15	Caa1/CCC+	1,633,125
			14,998,834
<b>Hotels/Gaming 3.4%</b>			
3,000	Caesars Entertainment, Inc., 7.00%, 4/15/13	Baa3/BB	3,195,144
500	8.875%, 9/15/08	Ba1/B+	520,625
969	Choctaw Resort Development Enterprise, Inc., 7.25%, 11/15/19 (d)	Ba2/BB	987,169
1,000	Gaylord Entertainment Co., 8.00%, 11/15/13	B3/B-	1,045,000
	Hilton Hotels Corp.,		
1,000	7.625%, 5/15/08	Ba1/BB+	1,023,750
1,646	8.25%, 2/15/11	Ba1/BB+	1,781,795
5,000	ITT Corp., 7.375%, 11/15/15	Baa3/BBB-	5,168,955
500	Mandalay Resort Group, 9.375%, 2/15/10	B1/B+	541,875
5,000	MGM Mirage, Inc., 8.375%, 2/1/11	B1/B+	5,331,250
2,516	Times Square Hotel Trust, 8.528%, 8/1/26 (b)(d)	Baa3/BBB-	2,931,011
5,750	Wynn Las Vegas LLC, 6.625%, 12/1/14	B1/BB-	5,793,125
			28,319,699
<b>Insurance 0.3%</b>			
2,300	Dai-ichi Mutual Life Insurance Co., 5.73%, 3/17/14 (d)	NR/A-	2,325,180
<b>Metals &amp; Mining 1.5%</b>			
3,000	Falconbridge Ltd., 7.25%, 7/15/12	Baa2/BBB+	3,282,318
4,700	Phelps Dodge Corp., 9.50%, 6/1/31	Ba2/BB+	6,056,871
	Vale Overseas Ltd.,		
1,900	6.25%, 1/11/16	Baa3/BBB	1,955,300
1,100	6.875%, 11/21/36	Baa3/BBB	1,172,268
			12,466,757
<b>Multi-Media 6.4%</b>			
3,000	Charter Communications Operating LLC, 8.375%, 4/30/14 (d)	B3/B	3,161,250
2,250	Comcast Corp., 10.625%, 7/15/12	Baa3/BBB	2,732,670
925	Comcast MO of Delaware, Inc., 9.00%, 9/1/08	Baa2/BBB+	968,765
1,500	COX Communications, Inc., 6.45%, 12/1/36 (d)	Baa3/BBB-	1,518,800
	CSC Holdings, Inc.,		
1,000	7.625%, 4/1/11, Ser. B	B2/B+	1,036,250
1,700	7.875%, 2/15/18	B2/B+	1,778,625
6,625	8.125%, 8/15/09, Ser. B	B2/B+	6,923,125
870	DirecTV Holdings LLC, 8.375%, 3/15/13	Ba3/BB-	922,200

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500	Historic TW, Inc.,	Baa2/BBB+	510,852
	6.625%, 5/15/29		
5,000	9.125%, 1/15/13	Baa2/BBB+	5,874,560

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**PIMCO Corporate Income Fund Schedule of Investments**

April 30, 2007 (unaudited) (continued)

	Principal Amount (000)		Credit Rating (Moody's/S&P)	Value
<b>Multi-Media (continued)</b>				
\$	1,610	News America Holdings, Inc., 6.75%, 1/9/38	Baa2/BBB	\$ 1,738,832
	2,400	Rogers Cable, Inc., 6.75%, 3/15/15	Baa3/BBB-	2,538,000
CAD	1,750	7.25%, 12/15/11	Baa3/BBB-	1,736,730
\$	3,000	8.75%, 5/1/32	Baa3/BBB-	3,780,000
	230	Time Warner Cable, Inc. (d), 5.85%, 5/1/17	Baa2/BBB+	231,816
	230	6.55%, 5/1/37	Baa2/BBB+	233,371
	12,000	Time Warner, Inc., 7.70%, 5/1/32	Baa2/BBB+	13,752,768
	3,250	Univision Communications, Inc., 7.85%, 7/15/11	Ba3/B	3,436,875
				52,875,489
<b>Oil &amp; Gas 5.8%</b>				
	2,000	Canadian Natural Resources Ltd., 6.50%, 2/15/37	Baa2/BBB	2,064,478
	1,200	CenterPoint Energy Res. Corp., 7.75%, 2/15/11	Baa3/BBB	1,301,118
	3,900	Chesapeake Energy Corp., 7.75%, 1/15/15	Ba2/BB	4,095,000
	1,800	Devon Energy Corp., 7.95%, 4/15/32	Baa2/BBB	2,206,507
		Dynergy-Roseton Danskammer, Inc., pass thru certificates,		
	1,750	7.27%, 11/8/10, Ser. A	Ba3/B	1,790,469
	2,000	7.67%, 11/8/16, Ser. B	Ba3/B	2,131,250
		El Paso Corp.,		
	2,375	8.05%, 10/15/30	Ba3/BB-	2,731,250
	2,000	10.75%, 10/1/10	Ba3/BB-	2,330,000
	900	EnCana Corp., 6.50%, 8/15/34	Baa2/A-	946,342
		Gaz Capital S.A.,		
	800	6.212%, 11/22/16 (d)	A3/BBB	812,400
	4,900	8.625%, 4/28/34	A3/BBB	6,401,850
	9,200	Gazprom AG, 9.625%, 3/1/13	A3/BBB	10,997,680
	1,000	Hanover Compressor Co., 9.00%, 6/1/14	B2/B	1,085,000
	802	Perforadora Central S.A. de CV, 4.92%, 12/15/18	NR/NR	799,434
	1,300	Pogo Producing Co., 8.25%, 4/15/11, Ser. B	B1/B+	1,329,250
	1,000	Range Resources Corp., 7.50%, 5/15/16	B1/B	1,042,500
	1,700	Ras Laffan Liquefied Natural Gas Co., Ltd. II, 5.298%, 9/30/20 (b)	Aa3/A	1,647,059
	2,350	Salomon Brothers AG for OAO Siberian Oil Co., 10.75%, 1/15/09	Ba1/BB+	2,552,805
	3,000	Sonat, Inc., 7.625%, 7/15/11	Ba3/BB-	3,243,966
	250	Transcontinental Gas Pipe Line Corp., 8.875%, 7/15/12, Ser. B	Ba1/BB+	285,000
	2,000	USX Corp., 9.375%, 2/15/12	Baa1/BBB+	2,340,564
	5,000	Weatherford International, Inc., 6.625%, 11/15/11, Ser. B	Baa1/BBB+	5,242,245
		Williams Cos., Inc.,		
	7,000	7.50%, 1/15/31, Ser. A	Ba2/BB	7,455,000
	5,000	7.875%, 9/1/21	Ba2/BB	5,562,500
	2,300	XTO Energy, Inc., 6.10%, 4/1/36	Baa2/BBB	2,270,617
				72,664,284
<b>Paper/Paper Products 2.9%</b>				
	5,000	Abitibi-Consolidated, Inc., 8.375%, 4/1/15	B3/B+	4,700,000

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1,000	Bowater, Inc., 9.00%, 8/1/09	B3/B+	1,056,250
3,000	9.50%, 10/15/12	B3/B+	3,097,500
3,250	Georgia-Pacific Corp., 7.00%, 1/15/15 (d)	Ba3/B	3,282,500
10,500	8.00%, 1/15/24	B2/B	10,657,500
500	8.125%, 5/15/11	B2/B	530,000

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**PIMCO Corporate Income Fund Schedule of Investments**

April 30, 2007 (unaudited) (continued)

Principal Amount (000)		Credit Rating (Moody s/S&P)	Value
<b>Paper/Paper Products (continued)</b>			
\$ 850	Norske Skogindustrier ASA, 6.125%, 10/15/15 (d)	Ba1/BB+	\$ 815,907
			24,139,657
<b>Pharmaceuticals 0.3%</b>			
1,000	Hospira, Inc., 6.05%, 3/30/17	Baa3/BBB	1,012,163
1,000	Wyeth, 6.50%, 2/1/34	A3/A	1,079,394
			2,091,557
<b>Printing/Publishing 0.1%</b>			
1,000	RH Donnelley Corp., 8.875%, 1/15/16, Ser. A-3	B3/B	1,090,000
<b>Retail 2.5%</b>			
1,500	Albertson's, Inc., 7.75%, 6/15/26	B1/B	1,547,535
9,000	8.00%, 5/1/31	B1/B	9,445,635
200	JC Penney Corp., Inc., 6.375%, 10/15/36	Baa3/BBB-	200,003
3,000	8.125%, 4/1/27	Baa3/BBB-	3,086,091
5,897	Yum! Brands, Inc., 8.875%, 4/15/11	Baa2/BBB	6,618,598
			20,897,862
<b>Semi-Conductors 0.1%</b>			
1,000	Freescale Semi-conductor, Inc., 8.875%, 12/15/14 (d)	B1/B	1,006,250
<b>Telecommunications 11.6%</b>			
792	AT&T Corp., VRN, 7.30%, 11/15/11	A2/A	861,346
5,000	8.00%, 11/15/31	A2/A	6,284,010
5,000	Bellsouth Capital Funding, 7.875%, 2/15/30	A2/A	5,938,900
1,000	Cincinnati Bell, Inc., 8.375%, 1/15/14	B2/B-	