

AXA IM FIXED INCOME INVESTMENT STRATEGIES

(Fonds Commun de Placement)

AXA Funds Management S.A.
R.C.S. Luxembourg B-32.223

**Semi-Annual
Report**
as at 30 June 2014



**INVESTMENT
MANAGERS**

redefining / investment solutions

AXA IM Fixed Income Investment Strategies

**A mutual investment fund organised under the laws of the
Grand Duchy of Luxembourg**

Unaudited Semi-Annual Report as at 30 June 2014

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No subscription can be received on the sole basis of the present report. Subscriptions are only valid if made on the sole basis of the current Full Prospectus supplemented by the application form, the Key Investor Information Documents ("KIID"), the latest annual report and the latest semi-annual report if published hereafter.

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General Information

Registered Address of the Fund

49, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg

Management Company

AXA Funds Management S.A., 49, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg

Board of Directors of the Management Company

Chairman

Mr Michael Reinhard, Global Head of Operations, AXA Investment Managers S.A., residing in Frankfurt, Germany

Members

Mr Bruno Durieux, NORCEE Finance Office, AXA Belgium S.A., residing in Brussels, Belgium

Mr Steve Gohier, General Manager and Compliance Officer, AXA Funds Management S.A., residing in Luxembourg

Mr Christof Jansen, General Manager and Third Parties Relationship Manager, AXA Funds Management S.A., residing in Luxembourg

Mr Laurent Jaumotte, Chief Financial Officer and Member of the Executive Committee of AXA Luxembourg, residing in Yvoir, Belgium

Mr Jean-Louis Laforge, Global Head of Risk, Research & Quality Assurance and Deputy CEO of AXA Investment Managers Paris, residing in Paris, France (appointed on 25 March 2014)

Mrs Tatiana Pécastaing-Pierre, Chief Operating Officer AXA Investment Managers Distribution, AXA Investment Managers Paris, residing in Paris, France

Investment Managers

AXA Investment Managers Inc, One Fawcett Place, Greenwich, CT, 06830 U.S.A.

AXA Investment Managers Paris, Coeur Défense, Tour B, La Défense 4, 100, Esplanade du Général de Gaulle, F-92400 Courbevoie, France

AXA Investment Managers UK Limited, 7 Newgate Street, London EC1A 7NX, United Kingdom

Agent to carry out Stock Lending and Repurchase Agreements Activities

AXA Investment Managers GS Limited, 7 Newgate Street, London EC1A 7NX, United Kingdom

Custodian, Registrar and Transfer Agent, Domiciliary, Administrative and Paying Agent

State Street Bank Luxembourg S.A., 49, avenue J.F. Kennedy, L-1855 Luxembourg, Grand Duchy of Luxembourg

Promotor

AXA Investment Managers, Coeur Défense, Tour B, La Défense 4, 100, Esplanade du Général de Gaulle, F-92400 Courbevoie, France

Auditor

PricewaterhouseCoopers, Société coopérative, 400, route d'Esch, L-1471 Luxembourg, Grand Duchy of Luxembourg

Legal Advisor

Arendt & Medernach S.A., 14, rue Erasme, L-2082 Luxembourg, Grand Duchy of Luxembourg

Information to Unitholders

The Full Prospectus as well as the Key Investor Information Documents (“KIID”), the Articles of Association and any other information published are available at the registered office of the Management Company, the Custodian, the Registrar and Transfer Agent.

The semi-annual and annual reports can be obtained at the address of the Custodian. Information on the issue and redemption prices is given by the Custodian.

These documents may also be downloaded from the website www.axa-im-international.com.

The Net Asset Value of the Fund is determined on a daily basis. The financial year of the Fund ends on 31 December of each year.

Foreign Distribution

Regarding the Distribution of the Fund in Austria

The Paying Agent in the Republic of Austria is Erste Bank der Österreichischen Sparkassen AG, Graben 21, A-1010 Vienna.

As at 30 June 2014, all Sub-Funds are registered in Austria.

Regarding the Distribution of the Fund in Belgium

The Paying and representative Agent in Belgium is CACEIS Investor Services, Avenue du Port, Havenlaan 86C b 320, B-1000 Brussels.

As at 30 June 2014, the following Sub-Funds are registered in Belgium:

AXA IM Fixed Income Investment Strategies - US Short Duration High Yield
AXA IM Fixed Income Investment Strategies - US Corporate Bonds
AXA IM Fixed Income Investment Strategies - Europe Short Duration High Yield

Regarding the Distribution of the Fund in Chile

The representative is Latin America Asset Management Advisors Ltda., Magdalena 140, 5th Floor, Las Condes, Santiago de Chile, Chile.

As at 30 June 2014, the following Sub-Funds are registered in Chile:

AXA IM Fixed Income Investment Strategies - US Short Duration High Yield
AXA IM Fixed Income Investment Strategies - US Corporate Bonds
AXA IM Fixed Income Investment Strategies - Europe Short Duration High Yield

Regarding the Distribution of the Fund in Denmark

There is no representative in Denmark.

As at 30 June 2014, the following Sub-Funds are registered in Denmark:

AXA IM Fixed Income Investment Strategies - US Short Duration High Yield
AXA IM Fixed Income Investment Strategies - US Corporate Bonds
AXA IM Fixed Income Investment Strategies - Europe Short Duration High Yield

Regarding the Distribution of the Fund in France

BNP Paribas Securities Services, 3, rue d'Antin, F-75002 Paris, is responsible for providing financial services in France.

As at 30 June 2014, all Sub-Funds are registered in France.

Foreign Distribution

Regarding the Distribution of the Fund in Germany

Investors residing in Germany may obtain the Full Prospectus, the latest annual report or the latest semi-annual report, if published thereafter, free of charge from the Information Agent in Germany, JP Morgan AG, Junghofstrasse 14, D-60311 Frankfurt am Main. They may also request the Net Asset Value per unit, the latest issue, conversion and redemption prices, a detailed schedule of changes in investments as well as any other financial information relating to the Fund available to Unitholders at the registered office of the Management Company.

The Paying Agent for Germany is JP Morgan AG, Junghofstrasse 14, D-60311 Frankfurt am Main.

As at 30 June 2014, all Sub-Funds are registered in Germany.

Regarding the Distribution of the Fund in Italy

There is no representative in Italy.

As at 30 June 2014, the following Sub-Funds are registered in Italy:

AXA IM Fixed Income Investment Strategies - US Short Duration High Yield
 AXA IM Fixed Income Investment Strategies - US Corporate Bonds
 AXA IM Fixed Income Investment Strategies - Europe Short Duration High Yield

Regarding the Distribution of the Fund in The Netherlands

There is no representative in The Netherlands.

As at 30 June 2014, all Sub-Funds are registered in the Netherlands.

Regarding the Distribution of the Fund in Peru

The representative in Peru is Latin America Asset Management Advisors Ltda., Magdalena 140, 5th Floor, Las Condes, Santiago de Chile, Chile.

As at 30 June 2014, the following Sub-Fund is registered in Peru:

AXA IM Fixed Income Investment Strategies - US Short Duration High Yield

Regarding the Distribution of the Fund in Singapore

There is no representative in Singapore.

As at 30 June 2014, the following Sub-Funds are registered in Singapore:

AXA IM Fixed Income Investment Strategies - US Short Duration High Yield
 AXA IM Fixed Income Investment Strategies - Europe Short Duration High Yield

Foreign Distribution

Regarding the Distribution of the Fund in Spain

The representative in Spain is BNP Paribas Securities Services, Ribera del Loira 28, E-28042 Madrid, Spain.

As at 30 June 2014, the following Sub-Funds are registered in Spain:

AXA IM Fixed Income Investment Strategies - US Short Duration High Yield
AXA IM Fixed Income Investment Strategies - US Corporate Bonds
AXA IM Fixed Income Investment Strategies - Europe Short Duration High Yield

Regarding the Distribution of the Fund in Sweden

The Paying Agent in Sweden is Skandinaviska Enskilda Banken AB, Sergels Torg 2, SE-106 40 Stockholm.

As at 30 June 2014, the following Sub-Funds are registered in Sweden:

AXA IM Fixed Income Investment Strategies - US Short Duration High Yield
AXA IM Fixed Income Investment Strategies - US Corporate Bonds
AXA IM Fixed Income Investment Strategies - Europe Short Duration High Yield

Regarding the Distribution of the Fund in Switzerland

The representative in Switzerland is BNP Paribas Securities Services, Paris, Branch of Zurich, Selnaustrasse 16, CH-8002 Zurich, Switzerland.

The Paying Agent in Switzerland is BNP Paribas Securities Services, Paris, Branch of Zurich, Selnaustrasse 16, CH-8002 Zurich, Switzerland.

As at 30 June 2014, the following Sub-Funds are registered in Switzerland:

AXA IM Fixed Income Investment Strategies - US Short Duration High Yield
AXA IM Fixed Income Investment Strategies - US Corporate Bonds
AXA IM Fixed Income Investment Strategies - Europe Short Duration High Yield

Statement of Net Assets as at 30 June 2014

	Combined USD	AXA IM Fixed Income Investment Strategies US Short Duration High Yield USD	AXA IM Fixed Income Investment Strategies US Corporate Bonds USD
ASSETS			
Investment portfolio at cost (note 2e)	15,560,659,238	13,154,365,883	577,316,661
Unrealised appreciation/(depreciation) on investment	135,130,030	148,329,347	20,186,086
Investment portfolio at market value (note 2d)	15,695,789,268	13,302,695,230	597,502,747
Cash and cash equivalent	575,883,692	519,837,852	15,905,635
Receivables resulting from sales of investments	43,392,879	43,392,879	-
Receivables resulting from subscriptions	67,679,251	50,660,440	2,396,078
Interest accruals	266,724,460	225,287,583	6,691,855
Accrued securities lending income	108,455	70,841	4,810
Net unrealised appreciation on open futures contracts (notes 2h, 12)	15,789	-	15,789
Net unrealised appreciation on forward foreign exchange contracts (notes 2g, 11)	13,172,789	12,882,267	279,455
Other receivables	448,324	259,759	207
Total assets	16,663,214,907	14,155,086,851	622,796,576
LIABILITIES			
Payables resulting from purchases of investments	147,457,210	109,882,554	-
Payables resulting from redemptions	276,793,255	267,004,641	1,394,677
Net unrealised depreciation on forward foreign exchange contracts (notes 2g, 11)	7,952,792	-	-
Accrued expenses	11,521,470	9,775,231	277,062
Dividend payable	1,894,901	1,894,901	-
Other payables	337,839	66,890	19,701
Total liabilities	445,957,467	388,624,217	1,691,440
NET ASSET VALUE	16,217,257,440	13,766,462,634	621,105,136

The accompanying notes form an integral part of these financial statements.

Statement of Net Assets as at 30 June 2014

AXA IM Fixed Income Investment Strategies US Libor Plus	AXA IM Fixed Income Investment Strategies Europe Short Duration High Yield
USD	EUR
111,064,207	1,259,418,823
(63,877,352)	22,353,953
47,186,855	1,281,772,776
689,757	28,921,518
-	-
117	10,719,986
210,438	25,317,649
-	24,049
-	-
11,067	-
3,327	135,648
48,101,561	1,346,891,626
-	27,546,356
-	6,153,679
-	5,830,271
-	1,077,068
-	-
616	183,741
616	40,791,115
48,100,945	1,306,100,511

The accompanying notes form an integral part of these financial statements.

Statement of Operations and Changes in Net Assets for the period ended 30 June 2014

	Combined USD	AXA IM Fixed Income Investment Strategies US Short Duration High Yield USD	AXA IM Fixed Income Investment Strategies US Corporate Bonds USD
NET ASSET VALUE AT THE BEGINNING OF THE PERIOD	17,650,516,575 *	15,769,258,192	518,193,440
INCOME			
Interest on investment portfolio, net	435,521,776	381,254,493	9,611,047
Interest on current accounts	228,296	192,824	5,273
Securities lending income (note 15)	823,181	604,794	25,483
Total income	436,573,253	382,052,111	9,641,803
EXPENSES			
Redex fees (note 7)	3,414	-	3,414
Securities lending expenses (note 15)	288,113	211,678	8,919
Transaction fees (note 10)	202,860	182,778	3,107
Accounting fees	1,361,524	1,185,774	44,456
Custody fees (note 9)	624,691	523,074	21,408
Distribution fees (note 5)	799,245	434,213	33,413
General administration fees (note 9)	255,283	222,332	8,335
Hedging fees (note 8)	1,315,663	1,283,529	15,084
Legal fees	51,055	44,466	1,667
Management fees (note 6)	57,204,197	50,028,549	1,110,447
Professional fees	34,038	29,644	1,113
Publication and printing fees	34,038	29,644	1,113
Registrar and transfer agent fees (note 9)	1,829,543	1,593,382	59,737
Regulatory fees	8,507	7,411	277
Taxation (note 4)	1,761,336	1,502,673	51,935
Total expenses	65,773,507	57,279,147	1,364,425
NET INCOME FROM INVESTMENTS FOR THE PERIOD	370,799,746	324,772,964	8,277,378
Net realised gain/(loss)			
- on sales of investments (note 2f)	(62,672,815)	(60,662,624)	1,956,508
- on spot foreign exchange	357,602,378	351,076,551	3,157,805
- on forward foreign exchange contracts (notes 2g, 11)	(438,824,691)	(419,026,216)	(2,597,360)
- on futures (notes 2h, 12)	98,593	-	98,593
Net realised gain/(loss) for the period	(143,796,535)	(128,612,289)	2,615,546
Net change in unrealised appreciation/(depreciation)			
- on investments (note 2f)	27,520,121	(13,519,232)	10,501,062
- on forward foreign exchange contracts (notes 2g, 11)	(55,736,836)	(50,231,840)	(2,277,292)
- on futures (notes 2h, 12)	(248,891)	-	(248,891)
Net change in net assets for the period resulting from operations	198,537,605	132,409,603	18,867,803
Net proceeds from subscriptions/redemptions	(1,439,004,050)	(1,952,128,021)	86,115,397
Equalisation (note 3)	(22,988,597)	(27,002,050)	728,005
Dividends paid (note 14)	(169,804,093)	(156,075,090)	(2,799,509)
NET ASSET VALUE AT THE END OF THE PERIOD	16,217,257,440	13,766,462,634	621,105,136

* The opening balance was combined at the exchange ruling as at 27 June 2014. With the exchange rates prevailing as at 30 December 2013, this amount was equal to 17,667,396,012 USD. Please refer to note 2b) for more details.

The accompanying notes form an integral part of these financial statements.

Statement of Operations and Changes in Net Assets for the period ended 30 June 2014

AXA IM Fixed Income Investment Strategies US Libor Plus USD	AXA IM Fixed Income Investment Strategies Europe Short Duration High Yield EUR
39,686,653	970,181,858
1,337,875	31,757,125
805	21,549
-	141,420
1,338,680	31,920,094
-	-
-	49,497
615	11,994
3,549	93,651
1,724	57,538
-	243,113
665	17,559
1,125	11,675
133	3,511
11,090	4,438,329
88	2,341
88	2,341
4,768	125,843
22	584
2,333	149,844
26,200	5,207,820
1,312,480	26,712,274
(5,141,561)	861,303
186,910	2,332,105
(162,283)	(12,491,338)
-	-
(5,116,934)	(9,297,930)
17,274,387	9,723,901
(135,092)	(2,267,225)
-	-
13,334,841	24,871,020
8,185	313,038,255
-	2,408,595
(4,928,734)	(4,399,217)
48,100,945	1,306,100,511

The accompanying notes form an integral part of these financial statements.

Statistics - Total Net Assets

	Currency	Total Net Assets as at 30 June 2014	Total Net Assets as at 31 December 2013	Total Net Assets as at 31 December 2012
AXA IM Fixed Income Investment Strategies - US Short Duration High Yield	USD	13,766,462,634	15,769,258,192	13,365,177,105
AXA IM Fixed Income Investment Strategies - US Corporate Bonds	USD	621,105,136	518,193,440	561,504,350
AXA IM Fixed Income Investment Strategies - US Libor Plus	USD	48,100,945	39,686,653	29,006,552
AXA IM Fixed Income Investment Strategies - Europe Short Duration High Yield	EUR	1,306,100,511	970,181,858	326,801,579

Statistics - Number of Units and Net Asset Value per Unit

	Number of Units as at 30 June 2014	Net Asset Value per Unit in local currency as at 30 June 2014	Net Asset Value per Unit in local currency as at 31 December 2013	Net Asset Value per Unit in local currency as at 31 December 2012
AXA IM Fixed Income Investment Strategies - US Short Duration High Yield				
A Capitalisation EUR Hedged	7,053,354.181	160.82	157.99	150.97
A Capitalisation USD	5,844,877.808	171.47	168.40	160.35
A Distribution EUR Hedged	25,270,324.355	88.97	89.83	91.07
A Distribution GBP Hedged	193,717.564	108.87	109.83	111.24
A Distribution USD	12,378,102.799	94.82	95.70	96.88
A Distribution monthly USD	3,789,802.056	98.57	-	-
B Capitalisation CHF Hedged	1,842,173.530	121.05	119.34	114.60
B Capitalisation EUR Hedged	2,780,505.203	162.64	160.01	153.36
B Capitalisation USD	2,464,822.246	146.51	144.10	137.63
B Distribution EUR Hedged	1,660,041.388	92.26	93.15	94.56
B Distribution GBP Hedged	92,298.604	96.14	96.99	97.81
B Distribution USD	689,852.932	101.69	102.66	103.96
E Capitalisation EUR Hedged	957,294.317	120.60	119.00	114.77
E Capitalisation USD	976,700.944	117.25	115.70	111.20
F Capitalisation CHF Hedged	2,023,957.650	119.82	118.30	113.95
F Capitalisation EUR Hedged	5,605,570.220	140.58	138.51	133.12
F Capitalisation USD	11,143,805.295	140.78	138.66	132.83
F Distribution EUR Hedged	4,098,814.109	91.64	92.55	93.95
I Capitalisation EUR Hedged	3,904,316.167	149.06	146.84	141.10
I Capitalisation USD	1,398,179.005	162.21	159.74	152.96
I Distribution USD	1,957,962.300	96.16	97.09	98.36
Z Capitalisation CHF Hedged	305,043.737	100.48	-	-
Z Capitalisation EUR Hedged	307,393.788	101.84	100.24	-
Z Capitalisation USD	573,223.593	101.89	100.26	-
Z Distribution EUR Hedged	200.000	99.36	100.24	-
AXA IM Fixed Income Investment Strategies - US Corporate Bonds				
A Capitalisation CHF Hedged	166,147.330	108.53	104.73	104.83
A Capitalisation EUR Hedged	286,458.629	131.20	126.34	126.27
A Capitalisation EUR Hedged Redex	89,890.607	110.51	108.10	105.95
A Capitalisation USD	1,346,915.626	176.61	170.02	169.18
A Distribution USD	1,078,808.875	124.11	121.91	126.45
E Capitalisation EUR Hedged	45,155.253	110.17	106.63	107.54
E Capitalisation USD	72,071.747	108.34	104.82	105.32
F Capitalisation CHF Hedged	4,711.463	107.11	103.55	104.03
F Capitalisation EUR Hedged	44,169.811	116.93	112.85	113.26
F Capitalisation USD	865,072.612	117.12	113.03	113.03
I Capitalisation EUR Hedged	101,308.207	112.66	108.61	108.67
I Capitalisation USD	149,248.395	133.99	129.12	128.72
I Distribution EUR Hedged	5,524.992	97.49	95.67	-
I Distribution USD	42,655.987	101.09	99.21	102.92
Z Capitalisation EUR Hedged	200.000	103.91	100.12	-
Z Capitalisation USD	1,175.000	100.64	-	-
AXA IM Fixed Income Investment Strategies - US Libor Plus				
A Distribution EUR Hedged	809,612.365	7.86	6.41	4.78
A Distribution USD	3,054,796.855	9.17	7.48	5.56
I Distribution EUR Hedged	12,669.691	9.12	7.44	5.55
I Distribution USD	1,199,639.881	9.39	7.66	5.69

Statistics - Number of Units and Net Asset Value per Unit

	Number of Units as at 30 June 2014	Net Asset Value per Unit in local currency as at 30 June 2014	Net Asset Value per Unit in local currency as at 31 December 2013	Net Asset Value per Unit in local currency as at 31 December 2012
AXA IM Fixed Income Investment Strategies - Europe Short Duration High Yield				
A Capitalisation EUR	2,658,854.728	124.11	121.31	114.88
A Capitalisation USD Hedged	258,651.780	124.58	121.84	115.02
A Distribution EUR	2,054.822	100.25	100.69	-
B Capitalisation CHF Hedged	232,434.431	108.71	106.64	101.54
B Capitalisation EUR	2,577,355.474	123.02	120.43	114.40
B Capitalisation USD Hedged	187,547.969	115.03	112.60	106.65
B Distribution EUR	1,535,298.900	102.32	102.80	103.31
E Capitalisation EUR	1,235,342.061	120.73	118.56	113.34
E Capitalisation USD Hedged	12,464.878	102.29	100.47	-
F Capitalisation CHF Hedged	107,899.942	106.58	104.72	-
F Capitalisation EUR	1,907,954.661	121.95	119.55	113.90
F Capitalisation USD Hedged	362,295.459	108.95	106.86	101.49
F Distribution CHF	15,044.000	99.94	100.62	-
F Distribution EUR	55,266.731	100.32	100.80	-
M Capitalisation EUR	50,010.797	125.84	122.73	115.61
Z Capitalisation EUR	72,560.505	100.34	-	-

Schedule of Investments and Other Net Assets as at 30 June 2014 (in USD)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
I. TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR DEALT IN ON ANOTHER REGULATED MARKET				USD Bonds (continued)			
USD Bonds							
99 Cents Only Stores 11% 15/12/2019	23,339,000	25,964,638	0.19	Ashland Inc 3.875% 15/04/2018	44,202,000	45,804,322	0.33
Academy Ltd / Academy Finance Corp 9.25% 01/08/2019	33,757,000	36,373,168	0.26	Ashland Inc Sr 3% 15/03/2016	49,916,000	51,163,900	0.37
Aercap Aviation Solution 6.375% 30/05/2017	27,109,000	29,938,502	0.22	Aviation Capital Group 4.625% 31/01/2018	24,436,000	25,786,529	0.19
Aercap Ireland Cap Ltd 2.75% 15/05/2017	29,977,000	30,239,299	0.22	Avis Budget Car/Finance 4.875% 15/11/2017	52,197,000	54,611,111	0.40
Aercap Ireland Cap Ltd 3.75% 15/05/2019	36,530,000	36,849,638	0.27	B/E Aerospace Inc 6.875% 01/10/2020	9,765,000	10,643,850	0.08
AES Corp 7.75% 15/10/2015	18,405,000	19,785,375	0.14	Bankrate Inc 6.125% 15/08/2018	29,000,000	30,921,250	0.22
AES Corp 8% 15/10/2017	9,575,000	11,178,812	0.08	Berry Plastics Corp 9.75% 15/01/2021	24,149,000	27,650,605	0.20
AES Corp 9.75% 15/04/2016	89,205,000	101,024,662	0.73	Bev Pack Holdings 5.625% 15/12/2016	26,000,000	26,780,000	0.19
Aguila 3 SA 7.875% 31/01/2018	46,365,000	49,002,009	0.36	Bi Lo Llc/Bi Lo Fin Corp 9.25% 15/02/2019	42,091,000	45,247,825	0.33
Ahern Rentals Inc 9.5% 15/06/2018	40,145,000	44,560,950	0.32	Biomet Inc Company 6.5% 01/08/2020	77,850,000	84,564,562	0.61
Air Lease Corp 4.5% 15/01/2016	77,776,000	81,616,190	0.59	BMC Software Finance Inc 7.25% 01/06/2018	7,460,000	7,833,000	0.06
Air Lease Corp 5.625% 01/04/2017	109,368,000	119,757,960	0.87	Bombardier Inc 4.25% 15/01/2016	101,295,000	105,093,562	0.76
Aircastle Ltd 6.75% 15/04/2017	46,088,000	51,388,120	0.37	Bombardier Inc 4.75% 15/04/2019	77,548,000	78,614,285	0.57
Alliance Data Systems Corp 6.375% 01/04/2020	20,042,000	21,444,940	0.16	Burger King Corp 9.875% 15/10/2018	47,194,000	50,733,550	0.37
Ally Financial Inc 2.75% 30/01/2017	41,523,000	42,093,941	0.31	Burlington Coat Factory 10% 15/02/2019	34,334,000	37,638,648	0.27
Ally Financial Inc 3.125% 15/01/2016	60,842,000	62,591,208	0.45	BWAY Holding Co 10% 15/06/2018	14,030,000	14,784,112	0.11
Ally Financial Inc 3.5% 18/07/2016	32,787,000	33,934,545	0.25	Cablevision Systems Corp 8.625% 15/09/2017	101,536,000	118,670,200	0.86
Ally Financial Inc 3.5% 27/01/2019	41,481,000	41,999,512	0.31	Capella Healthcare Company 9.25% 01/07/2017	49,263,000	51,726,150	0.38
Ally Financial Inc 4.625% 26/06/2015	59,350,000	61,353,062	0.45	Cardtronics Inc 8.25% 01/09/2018	16,086,000	16,970,730	0.12
Ally Financial Inc 5.5% 15/02/2017	28,855,000	31,325,709	0.23	Carrizo Oil + Gas Inc 8.625% 15/10/2018	21,751,000	23,164,815	0.17
Alphabet Holding Co Inc 7.75% 01/11/2017	79,327,000	82,004,286	0.60	Cascades Inc Company 7.75% 15/12/2017	21,365,000	22,267,671	0.16
AMC Entertainment Inc 9.75% 01/12/2020	47,831,000	55,005,650	0.40	Case New Holland Inc 7.875% 01/12/2017	80,924,000	94,681,080	0.69
Arcelormittal 4.5% 25/02/2017	98,621,000	104,414,984	0.76	CCO Holdings Capital Corp 7.25% 30/10/2017	75,879,000	80,336,891	0.58
Arcelormittal 6.125% 01/06/2018	13,188,000	14,457,345	0.11	Cdw Llc 8.5% 01/04/2019	79,978,000	87,076,048	0.63
Arcelormittal 9% 15/02/2015	107,380,000	113,017,450	0.82	Celanese US Holdings Llc 6.625% 15/10/2018	70,567,000	74,070,652	0.54
Arvinmeritor Inc 8.125% 15/09/2015	20,825,000	22,438,938	0.16	Cemex SA ADR 9% 11/01/2018	103,704,000	111,863,431	0.81
Asbury Automotive Group 8.375% 15/11/2020	29,015,000	32,351,725	0.24	Centene Corp 5.75% 01/06/2017	40,001,000	43,701,092	0.32

The accompanying notes form an integral part of these financial statements.

*Please refer to note 2(d) for more information on valuation of Investments.

Schedule of Investments and Other Net Assets as at 30 June 2014 (in USD)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
USD Bonds (continued)				USD Bonds (continued)			
CenturyLink Inc 6% 01/04/2017	23,628,000	26,197,545	0.19	Echostar DBS Corp 4.625% 15/07/2017	115,225,000	122,714,624	0.88
Chemtura Corp Company 7.875% 01/09/2018	45,236,000	47,511,371	0.35	El Paso Llc 7% 15/06/2017	48,553,000	54,864,890	0.40
Chesapeake Energy Corp 6.5% 15/08/2017	25,563,000	28,822,282	0.21	Energy XXI Gulf Coast In 9.25% 15/12/2017	50,621,000	54,607,404	0.40
Chesapeake Energy Corp FRN 15/04/2019	92,157,000	93,481,757	0.68	EP Energy/Ep Finance Inc 9.375% 01/05/2020	40,902,000	47,139,555	0.34
Chrysler Gp/Cg Co Issuer 8% 15/06/2019	39,585,000	43,197,131	0.31	Equinix Inc 7% 15/07/2021	37,328,000	41,434,080	0.30
CIT Group Inc 4.25% 15/08/2017	94,757,000	99,376,404	0.72	Felcor Lodging Lp 10% 01/10/2014	31,475,000	32,145,418	0.23
CIT Group Inc 4.75% 15/02/2015	60,315,000	61,860,572	0.45	FMG Resources 6.875% 01/02/2018	80,246,000	84,458,915	0.61
CIT Group Inc 5% 15/05/2017	48,000,000	51,270,000	0.37	FMG Resources Ltd 8.25% 01/11/2019	86,344,000	94,330,820	0.69
Cnh Capital Llc 3.625% 15/04/2018	38,700,000	39,715,875	0.29	Ford Motor Credit Co Llc 12% 15/05/2015	58,830,000	64,446,265	0.47
Cnh Capital Llc 3.875% 01/11/2015	55,023,000	56,467,354	0.41	Ford Motor Credit Co Llc 2.5% 15/01/2016	22,900,000	23,487,706	0.17
Cnh Capital Llc 6.25% 01/11/2016	65,234,000	71,105,060	0.52	Ford Motor Credit Co Llc 3.875% 15/01/2015	42,540,000	43,306,571	0.31
Cnh Industrial Capital 3.25% 01/02/2017	19,666,000	20,034,738	0.15	Fresenius Fresenius Medical Care US Company 9% 15/07/2015	27,206,000	29,518,510	0.21
Cnh Industrial Capital 3.375% 15/07/2019	67,016,000	66,597,150	0.48	Fresenius Medical Care US Company 6.875% 15/07/2017	31,958,000	36,432,120	0.26
Commercial Metals Co 7.35% 15/08/2018	5,429,000	6,243,350	0.05	Frontier Communications 8.25% 15/04/2017	45,250,000	52,885,938	0.38
Constellation Brands Inc 7.25% 01/09/2016	26,755,000	29,965,600	0.22	Gannett Co Inc 8.75% 15/11/2014	69,416,000	71,411,710	0.52
Constellation Brands Inc 7.25% 15/05/2017	31,086,000	35,690,614	0.26	General Motors Co 2.75% 15/05/2016	98,299,000	99,957,796	0.73
Constellation Brands Inc 8.375% 15/12/2014	41,882,000	43,347,870	0.31	General Motors Co 3.25% 15/05/2018	46,067,000	46,873,172	0.34
Covanta Holding Corp 7.25% 01/12/2020	23,199,000	25,489,901	0.19	Genesis Energy Lp/Genesi 7.875% 15/12/2018	41,472,000	44,167,680	0.32
Crestwood Midstream Part 7.75% 01/04/2019	44,525,000	47,975,688	0.35	Graphic Packaging Intl Company 7.875% 01/10/2018	7,795,000	8,233,079	0.06
D.R. Horton Inc 3.625% 15/02/2018	83,994,000	86,198,842	0.63	Hanesbrands Inc 6.375% 15/12/2020	94,503,000	102,772,012	0.75
Dave And Busters Inc 11% 01/06/2018	19,100,000	20,246,000	0.15	HCA Inc 3.75% 15/03/2019	78,159,000	79,135,988	0.57
Del Monte Corp 7.625% 15/02/2019	77,565,000	80,919,686	0.59	HCA Inc 7.25% 15/09/2020	89,711,000	96,327,186	0.70
Dell Inc 3.1% 01/04/2016	55,059,000	56,435,475	0.41	HD Supply Inc 11% 15/04/2020	65,884,000	77,990,185	0.57
Digical Limited 8.25% 01/09/2017	14,681,000	15,158,132	0.11	HD Supply Inc 8.125% 15/04/2019	98,204,000	108,638,175	0.79
DineEquity Inc Company 9.5% 30/10/2018	69,112,000	74,295,400	0.54	Healthsouth Corp 8.125% 15/02/2020	16,569,000	17,894,520	0.13
Dish Dbs Corp 4.25% 01/04/2018	107,755,000	112,334,588	0.82	Hertz Corp 4.25% 01/04/2018	23,911,000	24,747,885	0.18
Drivetime Auto GP 12.625% 15/06/2017	23,716,000	25,246,631	0.18	Hertz Corp 6.75% 15/04/2019	62,049,000	66,004,624	0.48
Eagle Rock Energy 8.375% 01/06/2019	24,023,000	26,034,926	0.19	Hertz Corp 7.375% 15/01/2021	11,989,000	13,142,941	0.10
				Hologic Inc 6.25% 01/08/2020	18,928,000	20,158,320	0.15

The accompanying notes form an integral part of these financial statements.

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Schedule of Investments and Other Net Assets as at 30 June 2014 (in USD)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
USD Bonds (continued)				USD Bonds (continued)			
Host Hotels & Resorts Lp 5.875% 15/06/2019	44,778,000	48,118,484	0.35	JM Huber Corp 9.875% 01/11/2019	20,098,000	22,987,088	0.17
Huntington Ingalls Indus Company 6.875% 15/03/2018	50,472,000	53,626,500	0.39	Kenan Advantage Group 8.375% 15/12/2018	15,367,000	16,481,108	0.12
Icahn Enterprises/Fin Company 3.5% 15/03/2017	84,542,000	85,704,452	0.62	Kinder Morgan Energy Partners Lp 5.7% 05/01/2016	11,659,000	12,358,540	0.09
Igate Corp 4.75% 15/04/2019	7,500,000	7,668,750	0.06	Kinder Morgan Llc 6% 15/01/2018	11,641,000	12,775,998	0.09
Igloo Holdings Corp 8.25% 15/12/2017	17,476,000	18,011,202	0.13	Kodiak Oil + Gas Corp 8.125% 01/12/2019	14,575,000	16,251,125	0.12
Immucor Inc 11.125% 15/08/2019	39,277,000	44,088,432	0.32	Koppers Inc 7.875% 01/12/2019	21,671,000	23,106,704	0.17
Ineos Finance Plc 7.5% 01/05/2020	13,650,000	14,912,625	0.11	Laredo Petroleum Inc 9.5% 15/02/2019	18,766,000	20,689,515	0.15
Ineos Finance Plc 8.375% 15/02/2019	47,516,000	52,089,415	0.38	Lennar Corp 5.5% 01/09/2014	45,030,000	45,384,611	0.33
Ineos Group Holdings SA 6.125% 15/08/2018	49,040,000	51,062,900	0.37	Level 3 Communications 11.875% 01/02/2019	15,418,000	17,210,342	0.13
Infor US Inc 11.5% 15/07/2018	79,346,000	90,751,988	0.66	Level 3 Financing Inc 8.125% 01/07/2019	94,162,000	103,342,795	0.75
Infor US Inc 9.375% 01/04/2019	71,374,000	79,760,445	0.58	Levi Strauss & Co 7.625% 15/05/2020	73,929,000	79,935,731	0.58
Inmarsat Finance Plc 7.375% 01/12/2017	76,094,000	78,943,720	0.57	Limited Brands Inc 6.9% 15/07/2017	71,047,000	80,460,728	0.58
Intelsat Jackson Hldg 7.25% 01/04/2019	106,023,000	113,312,081	0.82	Linn Energy Llc/Fin Corp 8.625% 15/04/2020	61,674,000	66,839,198	0.49
Intelsat Jackson Hldg 7.25% 15/10/2020	19,332,000	20,926,890	0.15	Manitowoc Company Inc 8.5% 01/11/2020	35,452,000	39,883,500	0.29
Intelsat Luxembourg SA 6.75% 01/06/2018	112,587,000	119,905,154	0.87	Masco Corp 6.125% 03/10/2016	29,168,000	32,267,100	0.23
Interactive Data Corp 5.875% 15/04/2019	14,955,000	15,235,406	0.11	Medassets Inc 8% 15/11/2018	16,555,000	17,589,688	0.13
Interline Brands Inc 10% 15/11/2018	35,984,000	38,682,800	0.28	Mediacom Llc 9.125% 15/08/2019	40,662,000	42,796,755	0.31
International Wire Group 8.5% 15/10/2017	20,800,000	22,672,000	0.16	Methanex Corp 6% 15/08/2015	2,550,000	2,688,445	0.02
Intl Lease Finance Corp 3.875% 15/04/2018	32,823,000	33,705,118	0.24	Metropcs Wireless Inc 7.875% 01/09/2018	69,676,000	73,250,379	0.53
Intl Lease Finance Corp 8.625% 15/09/2015	75,835,000	82,375,769	0.60	MGM Resorts Intl 10% 01/11/2016	25,334,000	30,115,792	0.22
Intl Lease Finance Corp 8.75% 15/03/2017	53,809,000	62,855,638	0.46	MGM Resorts Intl 11.375% 01/03/2018	20,546,000	26,812,530	0.19
Intl Lease Finance Corp FRN 15/06/2016	55,443,000	55,997,430	0.41	MGM Resorts Intl 6.625% 15/07/2015	101,730,000	107,579,475	0.78
Iron Mountain Inc 7.75% 01/10/2019	27,880,000	30,633,150	0.22	Mgm Resorts Intl 7.625% 15/01/2017	49,145,000	55,779,575	0.41
Iron Mountain Inc 8.375% 15/08/2021	22,716,000	23,880,195	0.17	Michaels Finco Holdings Inc 7.5% 01/08/2018	7,877,000	8,083,771	0.06
Jabil Circuit Inc 7.75% 15/07/2016	16,305,000	18,526,556	0.13	Michaels Stores Inc 7.75% 01/11/2018	98,614,000	104,777,375	0.76
Jarden Corp 7.5% 01/05/2017	86,111,000	98,166,540	0.71	MMI International Ltd 8% 01/03/2017	28,372,000	29,506,880	0.21
JBS Fin II Ltd 8.25% 29/01/2018	76,894,000	82,032,442	0.60	NBTY Inc 9% 01/10/2018	60,848,000	64,727,060	0.47
Jbs Usa Llc/Jbs Usa Fin 8.25% 01/02/2020	2,846,000	3,089,589	0.02	NCL Corp Ltd 5% 15/02/2018	29,903,000	31,024,362	0.23
				New Academy Finance Co 8% 15/06/2018	48,770,000	49,928,288	0.36

The accompanying notes form an integral part of these financial statements.

*Please refer to note 2d) for more information on valuation of Investments.

Schedule of Investments and Other Net Assets as at 30 June 2014 (in USD)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
USD Bonds (continued)				USD Bonds (continued)			
Newfield Exploration Co 7.125% 15/05/2018	49,894,000	51,453,188	0.37	Realogy Group Llc 7.875% 15/02/2019	48,052,000	51,776,030	0.38
Nova Chemicals 8.625% 01/11/2019	24,389,000	26,093,181	0.19	Reynolds Group Issuer Inc/Reynold 7.125% 15/04/2019	101,453,000	106,525,650	0.77
Novelis Inc 8.375% 15/12/2017	104,740,000	111,783,765	0.81	Reynolds Group Issuer Inc/Reynold 7.875% 15/08/2019	53,706,000	58,606,672	0.43
NRG Energy Inc 8.25% 01/09/2020	20,470,000	22,465,825	0.16	Rite Aid Corp 10.25% 15/10/2019	27,220,000	29,363,575	0.21
Numericable Group SA 4.875% 15/05/2019	113,810,000	117,082,038	0.85	Rite Aid Corp 8% 15/08/2020	38,787,000	42,811,151	0.31
Nuveen Investments Inc 5.5% 15/09/2015	81,690,000	84,344,925	0.61	Rite Aid Corp 9.25% 15/03/2020	103,267,000	118,111,631	0.86
Nxp Funding Llc 3.5% 15/09/2016	77,741,000	79,295,820	0.58	Royal Caribbean Cruises Ltd 11.875% 15/07/2015	53,762,000	59,810,225	0.43
Nxp Funding Llc 3.75% 01/06/2018	42,830,000	43,151,225	0.31	RSI Home Products Inc 6.875% 01/03/2018	51,053,000	54,626,710	0.40
Oasis Petroleum Inc 7.25% 01/02/2019	19,470,000	20,808,562	0.15	Ryland Group 5.375% 15/01/2015	2,693,000	2,758,575	0.02
Orion Engineered Carbons 9.625% 15/06/2018	25,125,000	27,135,000	0.20	Sally Holdings 6.875% 15/11/2019	88,085,000	96,453,075	0.70
Packaging Dynamics Corp 8.75% 01/02/2016	39,837,000	41,061,988	0.30	SBA Telecommunications 8.25% 15/08/2019	7,379,000	7,744,260	0.06
Paetec Holding Corp 9.875% 01/12/2018	42,669,000	46,125,189	0.34	Schaeffler Finance BV 7.75% 15/02/2017	107,319,000	121,538,767	0.88
Party City Holdings Inc 8.875% 01/08/2020	41,954,000	46,568,940	0.34	Schaeffler Holding Finance BV 6.875% 15/08/2018	18,697,126	19,795,582	0.14
Penn Virginia Resource 8.375% 01/06/2020	26,328,000	29,882,280	0.22	Scientific Games Intl Inc 8.125% 15/09/2018	23,821,000	25,131,155	0.18
Penske Truck Leasing/Ptl 3.125% 11/05/2015	15,525,000	15,865,339	0.12	Scientific Games Intl Inc 9.25% 15/06/2019	61,896,000	65,088,596	0.47
Petco Animal Supplies In 9.25% 01/12/2018	48,719,000	52,433,824	0.38	Seadrill Ltd 6.125% 15/09/2017	94,686,000	99,372,010	0.72
Petco Holdings Inc 8.5% 15/10/2017	51,597,000	53,015,918	0.39	Seagate Hdd Cayman 7% 01/11/2021	32,573,000	36,970,355	0.27
Pilgrim S Pride Corp 7.875% 15/12/2018	21,637,000	23,017,441	0.17	Seagate Technology 6.8% 01/10/2016	20,339,000	22,841,409	0.17
Pinnacle Entertainment 8.75% 15/05/2020	20,002,000	21,927,192	0.16	Sealed Air Corp 8.125% 15/09/2019	38,386,000	42,704,425	0.31
Plains Exploration & Production 6.125% 15/06/2019	27,125,000	30,108,750	0.22	Sensata Technologies BV 6.5% 15/05/2019	50,520,000	54,119,550	0.39
PPL Energy Supply Llc 6.5% 01/05/2018	7,299,000	8,150,866	0.06	Sequa Corp 7% 15/12/2017	33,525,000	33,022,125	0.24
QEP Resources Inc 6.05% 01/09/2016	23,423,000	24,945,495	0.18	Service Corp Intl 7% 15/06/2017	9,947,000	11,178,439	0.08
Range Resources Corp 6.75% 01/08/2020	10,451,000	11,339,335	0.08	Sesi Llc 7.125% 15/12/2021	5,221,000	5,925,835	0.04
Realogy Corp 9% 15/01/2020	27,190,000	31,064,575	0.23	Shea Homes Lp 8.625% 15/05/2019	71,480,000	78,270,600	0.57
Realogy Group Llc 3.375% 01/05/2016	46,093,000	46,957,244	0.34	Sinclair Television Group 8.375% 15/10/2018	31,279,000	33,194,839	0.24
Realogy Group Llc 4.5% 15/04/2019	19,285,000	19,333,212	0.14	Smithfield Foods Inc 7.75% 01/07/2017	58,978,000	68,414,480	0.50
Realogy Group Llc 7.625% 15/01/2020	36,747,000	40,881,038	0.30	Sophia Lp/Fin Inc 9.75% 15/01/2019	47,377,000	52,470,028	0.38

The accompanying notes form an integral part of these financial statements.

*Please refer to note 2d) for more information on valuation of Investments.

Schedule of Investments and Other Net Assets as at 30 June 2014 (in USD)

Description	Quantity/ Nominal Value	Market Value*	% of net assets
USD Bonds (continued)			
Level 3 Financing Inc FRN 15/01/2018	24,820,000	25,347,425	0.18
Seagate Hdd Cayman 3.75% 15/11/2018	47,085,000	48,262,125	0.35
Taminco Global Chemical 9.75% 31/03/2020	9,251,000	10,430,502	0.08
Univision Communications 6.875% 15/05/2019	52,897,000	56,732,032	0.41
Valeant Pharmaceuticals 6.75% 15/08/2018	121,328,000	131,185,899	0.94
		380,179,539	2.74
TOTAL OTHER TRANSFERABLE SECURITIES		380,179,539	2.74
Total Investment in Securities		13,302,695,230	96.63
Cash and cash equivalent		519,837,852	3.78
Other Net Liabilities		(56,070,448)	(0.41)
TOTAL NET ASSETS		13,766,462,634	100.00

The accompanying notes form an integral part of these financial statements.
*Please refer to note 2d) for more information on valuation of Investments.

Industrial Classification as at 30 June 2014

	% of net assets
Industrial	44.67
Financial Services	19.72
Communications	4.38
Energy and Water Supply	3.61
Building Materials and Products	2.76
Oil and Gas	2.33
Media	2.28
Technology	2.22
Pharmaceuticals and Biotechnology	1.89
Lodging	1.62
Food and Beverages	1.54
Retail	0.99
Automobiles	0.94
Real Estate	0.81
Metals and Mining	0.80
Electrical Appliances and Components	0.73
Consumer, Cyclical	0.70
Entertainment	0.65
Diversified Services	0.60
Miscellaneous Manufacture	0.57
Chemicals	0.54
Traffic and Transportation	0.49
Financial, Investment and Other Diversified Companies	0.46
Containers and Packaging	0.41
Healthcare	0.34
Aerospace and Defence	0.24
Banks	0.20
Consumer, Non-cyclical	0.09
Basic Materials	0.05
	96.63

Schedule of Investments and Other Net Assets as at 30 June 2014 (in USD)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
I. TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR DEALT IN ON ANOTHER REGULATED MARKET				USD Bonds (continued)			
USD Bonds							
Abbvie Inc 1.75% 06/11/2017	1,333,000	1,340,345	0.22	Black Hills Corp 4.25% 30/11/2023	3,429,000	3,634,397	0.59
ABN Amro Bank NV 4.25% 02/02/2017	3,050,000	3,277,072	0.53	Blackstone Holdings Fin Co Llc 5.875% 15/03/2021	2,350,000	2,729,734	0.44
Acuity Brands Lighting Inc 6% 15/12/2019	1,000,000	1,133,481	0.18	Boeing Co 4.875% 15/02/2020	3,000,000	3,422,910	0.55
Adobe Systems Inc 4.75% 01/02/2020	2,350,000	2,606,406	0.42	BP Capital Plc 3.561% 01/11/2021	2,900,000	3,027,644	0.49
Aercap Ireland Cap Ltd 4.5% 15/05/2021	4,000,000	4,085,000	0.66	BPCE S.A. 5.7% 22/10/2023	2,747,000	3,038,682	0.49
AES Corp 9.75% 15/04/2016	2,250,000	2,548,125	0.41	Brandywine Oper Partners 7.5% 15/05/2015	2,000,000	2,112,488	0.34
Aircastle Ltd 6.75% 15/04/2017	2,250,000	2,508,750	0.40	Broadcom Corp 2.7% 01/11/2018	2,850,000	2,951,010	0.48
Allegheny Technologies Inc 9.375% 01/06/2019	1,015,000	1,260,012	0.20	Broadridge Financial Sol 3.95% 01/09/2020	2,714,000	2,847,206	0.46
Altria Group Inc 4% 31/01/2024	2,582,000	2,654,949	0.43	Burlington Northern Santa Fe 3.05% 15/03/2022	2,070,000	2,060,480	0.33
Altria Group Inc 9.25% 06/08/2019	1,832,000	2,436,102	0.39	Burlington Northern Santa Fe 3.45% 15/09/2021	3,500,000	3,638,950	0.59
American Express Co 7% 19/03/2018	2,668,000	3,174,280	0.51	CA Inc 5.375% 01/12/2019	2,600,000	2,925,143	0.47
Anheuser Busch InBev Worldwide 7.75% 15/01/2019	3,525,000	4,357,531	0.70	Capital One Fin Corp 6.15% 01/09/2016	4,100,000	4,539,110	0.73
Apple Inc 3.45% 06/05/2024	2,904,000	2,948,295	0.47	CBS Corp 5.75% 15/04/2020	3,425,000	3,972,133	0.64
Arcelormittal 4.5% 25/02/2017	2,800,000	2,964,500	0.48	Cimarex Energy Co 4.375% 01/06/2024	840,000	854,700	0.14
Ares Capital Corp 4.875% 30/11/2018	3,910,000	4,169,147	0.67	Cimarex Energy Co 5.875% 01/05/2022	1,695,000	1,877,212	0.30
Ashland Inc 3.875% 15/04/2018	2,921,000	3,026,886	0.49	Citigroup Inc 3.375% 01/03/2023	2,080,000	2,074,946	0.33
Aviation Capital Group 7.125% 15/10/2020	2,500,000	2,883,068	0.46	Citigroup Inc 4.45% 10/01/2017	5,500,000	5,928,505	0.96
Avnet Inc 4.875% 01/12/2022	4,600,000	4,899,492	0.79	City National Corp 5.25% 15/09/2020	1,200,000	1,353,944	0.22
Bank of America Corp 2.6% 15/01/2019	3,325,000	3,369,964	0.54	Cnh Capital Llc 6.25% 01/11/2016	2,500,000	2,725,000	0.44
Bank of America Corp 2.65% 01/04/2019	2,000,000	2,027,722	0.33	Comcast Corp 2.85% 15/01/2023	2,000,000	1,986,156	0.32
Bank of America Corp 4.1% 24/07/2023	3,914,000	4,080,341	0.66	Comcast Corp 5.7% 15/05/2018	1,250,000	1,440,796	0.23
Bank of America Corp 5.625% 01/07/2020	5,000,000	5,767,560	0.93	Comerica Bank 5.75% 21/11/2016	2,450,000	2,719,676	0.44
Barclays Bank PLC 2.5% 20/02/2019	2,895,000	2,941,002	0.47	Conocophillips 6% 15/01/2020	3,000,000	3,574,842	0.58
Barrick Gold Corp 4.1% 01/05/2023	4,285,000	4,269,973	0.69	Continental Resources Inc 4.5% 15/04/2023	3,550,000	3,794,503	0.61
BB&T Corp 1.6% 15/08/2017	3,500,000	3,540,208	0.57	Corn Products Intl Inc 3.2% 01/11/2015	1,500,000	1,546,220	0.25
Bear Stearns Cos Inc 7.25% 01/02/2018	3,085,000	3,673,192	0.59	Credit Agricole SA 2.625% 03/10/2018	5,425,000	5,548,826	0.89
Berkshire Hathaway Energy 2% 15/11/2018	4,300,000	4,309,933	0.69	D.R. Horton Inc 3.625% 15/02/2018	3,915,000	4,017,769	0.65
BHP Billiton Finance Ltd 3.85% 30/09/2023	2,000,000	2,100,380	0.34	Daimler Finance North America Llc 2.25% 31/07/2019	3,400,000	3,430,253	0.55

The accompanying notes form an integral part of these financial statements.

*Please refer to note 2d) for more information on valuation of Investments.

Schedule of Investments and Other Net Assets as at 30 June 2014 (in USD)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
USD Bonds (continued)				USD Bonds (continued)			
DCP Midstream Operating Company 2.7% 01/04/2019	1,195,000	1,211,802	0.20	Gilead Sciences Inc 4.4% 01/12/2021	3,500,000	3,845,236	0.62
DirectTV Holdings Llc 3.55% 15/03/2015	1,000,000	1,022,392	0.16	Goldman Sachs Group Inc 2.625% 31/01/2019	4,057,000	4,122,013	0.66
Discover Bank 4.2% 08/08/2023	3,685,000	3,898,524	0.63	Goldman Sachs Group Inc 3.625% 07/02/2016	1,750,000	1,826,718	0.29
Discovery Communications 3.7% 01/06/2015	4,000,000	4,116,992	0.66	Goldman Sachs Group Inc 4% 03/03/2024	3,996,000	4,083,660	0.66
Dollar General Corp 4.125% 15/07/2017	572,000	612,522	0.10	Harley Davidson Funding 5.75% 15/12/2014	2,000,000	2,047,104	0.33
Dominion Resources Inc 1.25% 15/03/2017	5,000,000	5,021,235	0.81	Harley-Davidson Funding Corp 144A 6.8% 15/06/2018	2,000,000	2,361,466	0.38
Dow Chemical Co 8.55% 15/05/2019	3,250,000	4,179,773	0.67	Heineken NV 1.4% 01/10/2017	2,520,000	2,521,814	0.41
Duke Realty LP 7.375% 15/02/2015	2,600,000	2,707,299	0.44	Hess Corp 8.125% 15/02/2019	3,000,000	3,778,944	0.61
Eastman Chemical Company 3.6% 15/08/2022	1,974,000	2,025,478	0.33	Howard Hughes Medical In 3.5% 01/09/2023	2,040,000	2,101,773	0.34
Ecolab Inc 4.35% 08/12/2021	2,000,000	2,194,426	0.35	HSBC USA Inc 5% 27/09/2020	2,600,000	2,882,807	0.46
Energy Transfer Partners 5.2% 01/02/2022	3,300,000	3,653,899	0.59	Huntington National Bank 2.2% 01/04/2019	3,400,000	3,406,797	0.55
Ensc0 Plc 3.25% 15/03/2016	2,700,000	2,809,161	0.45	Huntington National Bank 6.6% 15/06/2018	1,000,000	1,137,050	0.18
Enterprise Products Operating 5.2% 01/09/2020	3,600,000	4,113,396	0.66	Hyundai Capital Services Inc 4.375% 27/07/2016	3,500,000	3,721,725	0.60
Eog Resources Inc 2.45% 01/04/2020	2,780,000	2,809,107	0.45	Indiana Michigan Power Co 7% 15/03/2019	3,100,000	3,768,264	0.61
Erac USA Fin Co 3.85% 15/11/2024	1,033,000	1,041,417	0.17	Ing Us Inc 5.5% 15/07/2022	2,333,000	2,673,679	0.43
Express Scripts Holding Co 3.5% 15/11/2016	4,050,000	4,281,057	0.69	Inmarsat Finance Plc 7.375% 01/12/2017	2,250,000	2,334,262	0.38
Fidelity National Financial Inc 6.6% 15/05/2017	1,500,000	1,690,120	0.27	Intl Game Technology 7.5% 15/06/2019	1,500,000	1,705,992	0.27
Fidelity National Information Services Inc 3.875% 05/06/2024	3,202,000	3,216,870	0.52	Jefferies Group Inc 8.5% 15/07/2019	2,250,000	2,823,750	0.45
Fifth Third Bancorp 3.625% 25/01/2016	1,500,000	1,566,434	0.25	John Deere Capital Corp 1.95% 04/03/2019	7,000,000	7,007,909	1.14
Fifth Third Bank Cincinnati 4.75% 01/02/2015	2,800,000	2,870,238	0.46	JP Morgan Chase & Co 4.5% 24/01/2022	3,800,000	4,166,217	0.67
First Niagara Financial Group Inc 6.75% 19/03/2020	2,600,000	3,007,857	0.48	JP Morgan Chase Bank 4.625% 10/05/2021	3,100,000	3,419,607	0.55
Ford Motor Credit Co Llc 4.25% 03/02/2017	5,770,000	6,198,832	1.01	Kaiser Foundation Hospital 3.5% 01/04/2022	1,050,000	1,060,116	0.17
Freeport McMoran Copper & Gold 3.1% 15/03/2020	2,595,000	2,620,073	0.42	Kerr Mcgee Corp 6.95% 01/07/2024	3,100,000	3,984,384	0.64
Fresenius Fresenius Medical Care US Company 4.25% 01/02/2021	1,150,000	1,173,000	0.19	Key Bank 1.65% 01/02/2018	1,382,000	1,382,742	0.22
GATX Corp 4.75% 15/05/2015	3,565,000	3,693,465	0.59	Laboratory Corporation of American Holdings 4% 01/11/2023	2,405,000	2,438,449	0.39
General Electric Capital Corp 5.4% 15/02/2017	5,000,000	5,552,895	0.89	Leaseplan Corporation NV 2.5% 16/05/2018	5,315,000	5,361,214	0.86
Georgia Power Company 5.7% 01/06/2017	2,000,000	2,254,482	0.36	Lexington Realty Trust Company 4.4% 15/06/2024	4,250,000	4,301,038	0.69

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Schedule of Investments and Other Net Assets as at 30 June 2014 (in USD)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
USD Bonds (continued)				USD Bonds (continued)			
LyondellBasell Industries NV 6% 15/11/2021	3,200,000	3,828,685	0.62	Packaging Corp Of Americ 4.5% 01/11/2023	1,375,000	1,474,835	0.24
M&I Marshall & Ilsley Bank 4.85% 16/06/2015	1,500,000	1,559,936	0.25	Penske Truck Leasing 3.375% 15/03/2018	5,050,000	5,297,571	0.85
Macquarie Bank Ltd 3.45% 27/07/2015	4,200,000	4,325,160	0.70	Pentair Finance SA 1.875% 15/09/2017	1,231,000	1,242,744	0.20
Macy's Retail Holdings Inc 2.875% 15/02/2023	1,923,000	1,847,768	0.30	Pepsico Inc 3.6% 01/03/2024	5,328,000	5,492,486	0.88
Macy's Retail Holdings Inc 5.9% 01/12/2016	2,508,000	2,796,182	0.45	Petro Canada 6.05% 15/05/2018	3,000,000	3,473,895	0.56
Manulife Financial Corp 3.4% 17/09/2015	3,210,000	3,318,219	0.53	Plains Exploration + Pro 7.625% 01/04/2020	2,000,000	2,195,000	0.35
Marsh & McLennan Cos Inc 5.75% 15/09/2015	66,000	69,914	0.01	PNC Bank 1.3% 03/10/2016	4,000,000	4,042,900	0.65
Masco Corp 5.95% 15/03/2022	975,000	1,082,250	0.17	PNC Preferred Funding Trust FRN Perp.	1,000,000	980,000	0.16
Maxim Integrated Product 2.5% 15/11/2018	3,231,000	3,271,213	0.53	Protective Life Corp 7.375% 15/10/2019	2,500,000	3,100,638	0.50
MDC Holdings Inc 5.625% 01/02/2020	1,000,000	1,090,000	0.18	Prudential Financial Inc 4.5% 15/11/2020	2,500,000	2,757,895	0.44
Merck & Co Inc 5% 30/06/2019	3,200,000	3,643,629	0.59	Rabobank Nederland 3.875% 08/02/2022	1,850,000	1,964,885	0.32
Merrill Lynch & Co 6.875% 25/04/2018	2,000,000	2,357,496	0.38	Realty Income Corp 6.75% 15/08/2019	3,200,000	3,754,746	0.60
Metropcs Wireless Inc 7.875% 01/09/2018	2,675,000	2,812,228	0.45	Reliance Steel & Aluminium Company 4.5% 15/04/2023	818,000	835,014	0.13
Metropolitan Edison Co 4% 15/04/2025	2,945,000	2,975,142	0.48	Rio Tinto Fin USA Ltd 3.5% 02/11/2020	3,500,000	3,655,925	0.59
Mid America Apt Lp 4.3% 15/10/2023	3,775,000	3,954,320	0.64	Rogers Communications Inc 6.8% 15/08/2018	3,500,000	4,161,913	0.67
Morgan Stanley 2.5% 24/01/2019	2,973,000	3,015,448	0.49	Roper Industries Inc 3.125% 15/11/2022	2,916,000	2,850,198	0.46
Morgan Stanley 5.375% 15/10/2015	2,000,000	2,118,542	0.34	Roper Industries Inc 6.25% 01/09/2019	750,000	879,696	0.14
Morgan Stanley 6.25% 28/08/2017	1,250,000	1,426,061	0.23	Rowan Companies Inc 4.75% 15/01/2024	3,350,000	3,546,789	0.57
Mosaic Co 4.25% 15/11/2023	2,304,000	2,428,280	0.39	Royal Bank of Scotland Plc 5.125% 28/05/2024	3,760,000	3,823,461	0.62
Motiva Enterprises Llc 5.75% 15/01/2020	2,500,000	2,843,555	0.46	Ryder System Inc 2.35% 26/02/2019	3,200,000	3,228,464	0.52
National Rural Utilities Cooperative Fin 5.45% 10/04/2017	2,000,000	2,233,396	0.36	Ryder System Inc 3.15% 02/03/2015	1,850,000	1,883,252	0.30
Nationwide Financial Services Inc 5.375% 25/03/2021	2,750,000	3,068,502	0.49	Sempra Energy 2.3% 01/04/2017	3,750,000	3,856,755	0.62
Netapp Inc 3.375% 15/06/2021	4,159,000	4,176,081	0.67	SES Global 3.6% 04/04/2023	1,082,000	1,087,962	0.18
News America Inc 4.5% 15/02/2021	2,800,000	3,072,899	0.49	SES Global Americas Holding 2.5% 25/03/2019	1,954,000	1,969,255	0.32
Noble Energy Inc 8.25% 01/03/2019	2,628,000	3,315,064	0.53	Snap-On Inc 4.25% 15/01/2018	1,000,000	1,075,220	0.17
Omnicom Group Inc 4.45% 15/08/2020	2,600,000	2,837,461	0.46	Statoil ASA 3.125% 17/08/2017	2,215,000	2,343,769	0.38
Orange SA 2.75% 14/09/2016	3,350,000	3,476,328	0.56	Sumitomo Mitsui Trust Bank 1.8% 28/03/2018	4,250,000	4,253,634	0.68
				SunTrust Banks Inc 3.5% 20/01/2017	3,700,000	3,918,833	0.63

The accompanying notes form an integral part of these financial statements.

*Please refer to note 2d) for more information on valuation of Investments.

Schedule of Investments and Other Net Assets as at 30 June 2014 (in USD)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
USD Bonds (continued)				II. OTHER TRANSFERABLE SECURITIES (*)			
SVB Financial Group 5.375% 15/09/2020	3,025,000	3,430,677	0.55	USD Bonds			
Svenska Handelsbanken AB 3.125% 12/07/2016	3,800,000	3,981,260	0.64	Goodman Funding PTY LTD 6.375% 12/11/2020	3,800,000	4,457,400	0.72
Target Corp 6% 15/01/2018	3,500,000	4,032,014	0.65	JP Morgan Chase Bank 6% 05/07/2017	4,968,000	5,615,350	0.90
Teck Resources Limited 3.75% 01/02/2023	4,400,000	4,284,086	0.69	KKR Group Finance Co 6.375% 29/09/2020	3,000,000	3,540,561	0.57
Teco Fin Inc 4% 15/03/2016	1,500,000	1,579,294	0.25	National City Bank 5.8% 07/06/2017	1,500,000	1,691,164	0.27
Time Warner Inc 3.15% 15/07/2015	3,000,000	3,083,343	0.50	Post Apartment Homes Lp 3.375% 01/12/2022	3,190,000	3,102,674	0.50
Time Warner Inc 4.875% 15/03/2020	1,500,000	1,681,894	0.27	PPL Capital Funding Inc 3.5% 01/12/2022	3,275,000	3,330,626	0.54
Trans Canada Pipelines 3.75% 16/10/2023	5,000,000	5,163,505	0.83			21,737,775	3.50
UDR Inc 4.25% 01/06/2018	2,850,000	3,060,772	0.49	TOTAL OTHER TRANSFERABLE SECURITIES		21,737,775	3.50
Verizon Communications Inc 3.45% 15/03/2021	2,838,000	2,939,075	0.47	Total Investment in Securities		597,502,747	96.20
Verizon Communications Inc 5.15% 15/09/2023	7,000,000	7,862,308	1.28	Cash and cash equivalent		15,905,635	2.56
Vodafone Group Plc 2.95% 19/02/2023	4,200,000	4,048,737	0.65	Other Net Assets		7,696,754	1.24
Volkswagen Group America Company 2.125% 23/05/2019	4,000,000	4,005,632	0.64	TOTAL NET ASSETS		621,105,136	100.00
Volkswagen Intl Fin NV 2.125% 20/11/2018	3,429,000	3,478,515	0.56				
Vornado Realty Lp 5% 15/01/2022	3,000,000	3,288,045	0.53				
Wachovia Bank Natl Assn 6% 15/11/2017	4,000,000	4,587,040	0.74				
WalMart Stores Inc 3.25% 25/10/2020	5,000,000	5,255,195	0.85				
Walt Disney Co 1.1% 01/12/2017	4,500,000	4,480,492	0.72				
Wells Fargo & Company 2.625% 15/12/2016	2,500,000	2,599,715	0.42				
Western Union Co 2.875% 10/12/2017	1,555,000	1,601,941	0.26				
Western Union Co 5.93% 01/10/2016	1,400,000	1,538,463	0.25				
Whiting Petroleum Corp 5.75% 15/03/2021	2,575,000	2,813,188	0.45				
Williams Partners Lp 3.35% 15/08/2022	3,000,000	2,977,323	0.48				
Willis North America Inc 7% 29/09/2019	2,000,000	2,348,756	0.38				
Wyndham Worldwide 4.25% 01/03/2022	3,518,000	3,617,781	0.58				
		575,764,972	92.70				
TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR DEALT IN ON ANOTHER REGULATED MARKET		575,764,972	92.70				

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(*) This classification regroups the securities that are not admitted to an official exchange listing or not dealt in on another regulated market.

Industrial Classification as at 30 June 2014

	% of net assets
Financial Services	25.92
Industrial	22.54
Banks	11.67
Energy and Water Supply	6.47
Communications	5.21
Oil and Gas	3.07
Financial, Investment and Other Diversified Companies	2.42
Real Estate	1.87
Media	1.55
Building Materials and Products	1.52
Insurance	1.42
Food and Beverages	1.36
Traffic and Transportation	1.29
Metals and Mining	1.28
Chemicals	1.26
Electrical Appliances and Components	0.89
Pipelines	0.83
Technology	0.75
Pharmaceuticals and Biotechnology	0.62
Automobiles	0.56
Consumer, Non-cyclical	0.51
Internet, Software and IT Services	0.47
Advertising	0.46
Diversified Services	0.46
Retail	0.45
Agriculture	0.39
Healthcare	0.35
Mechanical Engineering and Industrial Equipments	0.31
Basic Materials	0.20
Consumer, Cyclical	0.10
	96.20

Schedule of Investments and Other Net Assets as at 30 June 2014 (in USD)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
OTHER TRANSFERABLE SECURITIES (*)				USD Mortgage and Asset Backed Securities (continued)			
USD Mortgage and Asset Backed Securities				USD Mortgage and Asset Backed Securities (continued)			
Acacia Cdo 11 Ltd 3.24625% 15/03/2047	3,403,191	170,160	0.35	Bear Stearns Asst Bck Secs I 1.8773% 25/12/2034	604,842	571,463	1.19
Ameriquest Mtg Secs Inc 1% 25/04/2034	184,896	85,477	0.18	Bear Stearns Inc 4.43763% 25/10/2025	109,198	105,629	0.22
Ameriquest Mtg Secs Inc 1% 25/05/2034	687,881	237,187	0.49	C Bass Cbo V Ltd 1% 25/01/2035	117,861	54,487	0.11
Ameriquest Mtg Secs Inc 1.3146% 25/05/2034	114,398	75,217	0.16	C Bass Cbo XI Ltd 8.09% 15/09/2039	741,000	0	0.00
Ameriquest Mtg Secs Inc 5% 25/11/2033	756,591	594,378	1.24	Cederwoods Ltd 0.793% 25/02/2052	7,155,420	126,651	0.26
Ameriquest Mtg Secs Inc 6.37% 25/04/2034	529,493	380,794	0.79	Chase Fdg Loan Acquisition Tr 1% 25/05/2034	296,342	208,242	0.43
Ameriquest Mtg Secs Inc 6.52% 25/11/2034	794,752	438,344	0.91	Chase Funding Mortgage Loan 6.2% 25/07/2033	319,786	284,581	0.59
Ameriquest Mtg Secs Inc 6.97% 25/12/2033	66,131	43,481	0.09	Chase Funding Mortgage Loan 6.55% 25/11/2032	821,730	703,770	1.46
Argent Secs Inc 1% 25/04/2034	186,553	86,244	0.18	Citigroup Funding Mortgage Loan Trust 5.166235% 25/12/2033	2,500,000	2,189,742	4.56
Argent Secs Inc 1% 25/10/2033	72,514	54,769	0.11	Citigroup Funding Mortgage Loan Trust B1 1.74294% 25/08/2035	938,601	233,591	0.49
Argent Secs Inc 6.77% 25/03/2034	456,929	364,240	0.76	Citigroup Funding Mortgage Loan Trust B2 1.74294% 25/08/2035	53,304	5	0.00
Asset Backed Fdg Corp 1% 25/05/2033	106,016	69,705	0.14	Conseco Fin Home Equity LN Tr B1 9.99875% 15/05/2033	503,698	232,860	0.48
Asset Backed Fdg Corp 1% 25/07/2033	127,631	83,917	0.17	Conseco Fin Home Equity LN Tr M1 7.07% 15/05/2033	897,784	705,299	1.47
Asset Backed Fdg Corp 6.47% 25/01/2034	181,677	119,453	0.25	Conseco Fin Securitizations 9.99875% 15/04/2032	295,009	22,834	0.05
Ayresome Cdo I Ltd 1% 08/12/2045	3,000,000	0	0.00	Conseco Fin Securitizations Co 8.08% 15/04/2032	722,622	614,963	1.28
Bank of America Fdg Corp 1% 20/12/2034	1,162,923	343,605	0.71	Crédit Suisse First Boston Mortgage 2.26643% 01/01/2033	154,395	85,771	0.18
Bank of America Fdg Corp 2.68896% 25/05/2035	2,020,871	330,141	0.69	Crédit Suisse First Boston Mortgage 2.45069% 25/11/2032	100,765	37,238	0.08
Bank of America Fdg Corp 6.75% 20/11/2032	165,476	161,240	0.34	Crédit Suisse First Boston Mtg 7.83063% 25/06/2033	302,310	202,352	0.42
Bayview Coml Asset Tr 1% 25/07/2037	39,535	528	0.00	Cwabs Inc 1% 25/01/2034	273,753	126,556	0.26
Bayview Finl Revolving Asset 8.32% 28/02/2040	3,555,818	1,643,854	3.42	Cwabs Inc 1% 25/06/2035	2,080,000	170,982	0.36
Bayview Finl Revolving Asset 8.82% 28/12/2040	3,896,461	1,801,334	3.74	Cwabs Inc 1% 25/09/2033	36,617	403	0.00
Bayview Finl Secs Co Llc 1% 28/08/2044	1,421,877	1,357,581	2.82	Cwabs Inc 1% 25/10/2033	882,198	709,294	1.47
Bayview Finl Secs Co Llc 1% 28/08/2044	710,939	672,390	1.40	Cwabs Inc 1% 25/12/2033	518,714	248,825	0.52
Bear Stearns Alt A Tr 1% 25/04/2034	249,422	226,556	0.47	Cwabs Inc 4.8% 25/05/2032	18,570	17,949	0.04
Bear Stearns Alt A Tr 1% 25/11/2034	295,810	6,301	0.01	Cwabs Inc 5.46395% 25/05/2036	1,113,313	5,533	0.01
Bear Stearns Asst Bck Secs I 1% 25/11/2034	181,511	119,344	0.25	Cwabs Inc 7.1% 25/07/2033	157,695	106,176	0.22
				Cwalt Inc 1% 25/02/2035	397,560	59,548	0.12
				Cwalt Inc 5.751237% 25/10/2034	205,494	15,905	0.03

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Schedule of Investments and Other Net Assets as at 30 June 2014 (in USD)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
USD Mortgage and Asset Backed Securities (continued)				USD Mortgage and Asset Backed Securities (continued)			
Empire Fdg Home Ln Owner Tr 7.46% 25/06/2024	426,661	43	0.00	GS Mtg Secs Corp 1% 25/08/2033	104,969	20,226	0.04
Empire Fdg Home Ln Owner Tr 7.49% 25/06/2024	254,303	25	0.00	GS Mtg Secs Corp 5.48063% 25/12/2034	335,632	32,921	0.07
Empire Fdg Home Ln Owner Tr 7.68% 25/06/2024	190,213	19	0.00	GS Mtg Secs Corp 5.95% 25/06/2034	931,795	15,433	0.03
Empire Fdg Home Ln Owner Tr 7.73% 25/06/2024	6,495	1	0.00	GSAA Home Equity Trust 6.02% 25/03/2035	1,000,000	689,994	1.43
Fieldstone Mortgage Investment Trust 1% 25/10/2035	1,430,000	805,662	1.67	Harborview Mortgage Loan Trust 1% 19/02/2034	647,556	50,121	0.10
Finance America Mortgage Loan Trust 1% 25/08/2034	258,473	225,421	0.47	Harborview Mortgage Loan Trust 1% 20/06/2035	1,275,253	783,383	1.63
First Franklin Mtg Ln Tr 2.025% 25/01/2035	225,708	6,444	0.01	Homebanc Mortgage Trust 1% 25/03/2035	660,202	438,903	0.91
First Nationwide Trust 1% 25/08/2032	124,341	81,754	0.17	Homestar Mortgage Acceptance 1.8% 25/06/2034	773,593	186,699	0.39
First Plus Home Loan Trust 0.01426% 10/01/2024	272,468	27	0.00	Impac Cmb Tr 1% 25/10/2033	211,202	136,153	0.28
First Plus Home Loan Trust 0.01494% 10/01/2024	105,226	11	0.00	Impac Cmb Tr 6.49% 25/09/2034	854,632	700,812	1.46
First Plus Home Loan Trust 0.0155% 11/09/2023	20,312	2	0.00	Irwin Whole Loan Home Equity Trust 6.95938% 25/11/2032	222,206	224,761	0.47
First Plus Home Loan Trust 1% 10/05/2024	96,851	10	0.00	Irwin Whole Loan Home Equity Trust 7.32% 25/06/2028	169,309	111,320	0.23
First Plus Home Loan Trust 7.17% 10/05/2024	227,229	23	0.00	JP Morgan Mortgage Acquisition Corp 1% 25/07/2035	1,600,000	1,410,600	2.93
First Plus Home Loan Trust 7.32% 10/11/2023	82,302	8	0.00	Keystone Owner 7.91% 25/01/2029	815,803	63,143	0.13
First Plus Home Loan Trust 7.52% 10/11/2023	284,381	28	0.00	Long Beach Mortgage Loan Trust 1% 25/02/2034	238,446	222,658	0.46
First Plus Home Loan Trust 7.64% 11/09/2023	351,465	276,111	0.57	Long Beach Mortgage Loan Trust 6.72% 25/02/2034	171,956	162,591	0.34
First Plus Home Loan Trust 7.69% 11/09/2023	250,586	25	0.00	Long Beach Mortgage Loan Trust 7.07% 25/08/2033	413,451	389,688	0.81
First Plus Home Loan Trust 7.81% 11/09/2023	4,285	0	0.00	Long Beach Mortgage Loan Trust 7.07% 25/10/2034	343,454	214,682	0.45
First Plus Home Loan Trust 7.89% 10/05/2024	44,031	4	0.00	Long Beach Mortgage Loan Trust 7.17% 25/07/2033	344,729	312,352	0.65
First Plus Home Loan Trust 7.93% 10/04/2023	104,561	10	0.00	Long Beach Mortgage Loan Trust 7.47% 25/08/2033	312,374	274,310	0.57
First Plus Home Loan Trust 8.01% 10/05/2024	140,175	14	0.00	Master Adj Rate Mortgage Trust 1% 25/03/2034	2,164,760	1,830,460	3.82
First Plus Home Loan Trust 8.5% 10/11/2023	86,176	9	0.00	Mellon Residential Fdg Corp 1% 15/08/2032	151,088	107,558	0.22
First Plus Home Loan Trust 8.54% 10/04/2023	74,350	7	0.00	Mellon Residential Fdg Corp 2.5191% 15/08/2032	193,702	135,115	0.28
First Plus Home Loan Trust 9% 10/12/2024	459,729	46	0.00	Mellon Residential Fdg Corp 2.607% 15/06/2030	950,002	823,933	1.71
First Republic Mortgage Loan Trust 1% 15/11/2032	196,317	140,554	0.29	Morgan Stanley Abs Cap I 1% 25/03/2034	164,600	158,381	0.33
First Republic Mortgage Loan Trust 5.4487% 15/11/2030	138,939	96,755	0.20	Morgan Stanley Abs Cap I 6.57% 25/09/2034	330,190	221,147	0.46
GS Mtg Secs Corp 1% 25/03/2035	993,405	10,927	0.02				

The accompanying notes form an integral part of these financial statements.

*Please refer to note 2d) for more information on valuation of Investments.

Schedule of Investments and Other Net Assets as at 30 June 2014 (in USD)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
USD Mortgage and Asset Backed Securities (continued)				USD Mortgage and Asset Backed Securities (continued)			
Morgan Stanley Abs Cap I Inc 7.83063% 25/03/2033	267,742	87,245	0.18	Structured Adj Rate Mtg Loan Trust 1% 25/10/2034	522,231	5	0.00
Morgan Stanley Dean Witter Cap I Tr 6.88063% 25/10/2032	193,802	15,504	0.03	Structured Adj Rate Mtg Loan Trust 5.23875% 25/03/2035	303,288	7,490	0.02
New Centy Home Equity Ln Tr 1% 25/10/2033	242,834	237,704	0.49	Structured Adj Rate Mtg Loan Trust 6.42438% 25/07/2034	33,953	0	0.00
New Centy Home Equity Ln Tr 1% 25/11/2033	166,192	109,271	0.23	Structured Asset Investment Loan Trust 1% 25/11/2033	147,383	143,051	0.30
Newcastle Cdo Viii1 Ltd 6.0824% 25/11/2052	11,250,000	1,800,000	3.75	Structured Asset Investment Loan Trust 1% 25/11/2033	80,666	76,318	0.16
Nomura Asset Accep Corp 1% 25/11/2034	457,101	211,318	0.44	Structured Asset Mortgage Investment 1% 19/10/2034	236,642	7,645	0.02
Nomura Asset Accep Corp 1% 25/11/2034	30,384	3	0.00	Structured Asset Secs Corp 1% 25/04/2034	348,673	291,819	0.61
Novastar Home Equity Ln Tr 1% 25/09/2033	884,846	813,252	1.69	Structured Asset Secs Corp 1% 25/05/2032	601,857	608,328	1.26
Novastar Mtg Fdg Tr 1% 25/12/2033	12,259	12,262	0.03	Structured Asset Secs Corp 1.2075% 25/12/2033	132,917	6,842	0.01
Novastar Mtg Fdg Tr 5.91% 25/01/2036	2,000,000	249,166	0.52	Structured Asset Secs Corp 2.0184% 25/12/2033	258,002	47,919	0.10
Option One Mortgage Loan Trust 1% 25/05/2034	250,393	57,070	0.12	Structured Asset Secs Corp 2.081% 25/09/2033	52,018	5,004	0.01
Option One Mortgage Loan Trust 1% 25/06/2033	44,524	24,891	0.05	Structured Asset Secs Corp 2.55786% 25/08/2034	367,265	67,305	0.14
Option One Mortgage Loan Trust 6.04% 25/05/2035	6,500,000	346,869	0.72	Structured Asset Secs Corp 5.16% 25/03/2034	4,356,955	3,301,889	6.87
Option One Mortgage Loan Trust 6.43063% 25/08/2032	50,222	27,501	0.06	Terwin Mortgage Trust 1% 25/07/2034	330,115	217,051	0.45
Park PI Secs Inc 1% 25/12/2034	3,500,000	3,347,961	6.97	Terwin Mortgage Trust 1% 25/07/2034	181,563	20,858	0.04
Park PI Secs Inc 1.9523% 25/12/2034	1,757,702	1,428,785	2.97	Washington Mutual Mortgage Pass Through 1.32269% 25/11/2042	99,215	14,092	0.03
Resi Fin Ltd Partnership 7.02% 10/02/2036	520,318	364,535	0.76	Washington Mutual Mortgage Pass Through 2.14235% 25/03/2033	12,089	0	0.00
Residential Funding Sec Corp 1% 25/07/2041	1,329,285	1,229,713	2.56	Washington Mutual Mortgage Pass Through 2.44847% 25/02/2033	191,162	8,509	0.02
Resix Fin Ltd 20.82% 10/03/2035	628,498	680,601	1.41	Wells Fargo Home Equity Asset 1% 25/11/2035	923,000	732,286	1.52
Resix Fin Ltd 26.82% 10/03/2035	321,232	366,269	0.76	Wells Fargo Mortgage Backed Secs Tr 2.61884% 25/07/2034	248,375	5,961	0.01
Saco I Trust 1% 25/12/2035	1,230,997	1,033,278	2.15			47,186,855	98.10
Saybrook Pt Cbo Ltd 5.85% 25/02/2031	38,005	8,361	0.02				
Semt B3 1.59198% 20/04/2033	601,550	192,135	0.40	TOTAL OTHER TRANSFERABLE SECURITIES		47,186,855	98.10
Sequoia Mortgage Trust 1% 20/02/2030	37,996	38	0.00	Total Investment in Securities		47,186,855	98.10
Sequoia Mortgage Trust 1.56463% 20/09/2032	313,559	118,243	0.25	Cash and cash equivalent		689,757	1.43
Sequoia Mortgage Trust 11 1.590441% 20/10/2033	524,323	194,335	0.40	Other Net Assets		224,333	0.47
Structured Adj Rate Mtg Loan Trust 0.9075% 25/11/2034	32,026	0	0.00	TOTAL NET ASSETS		48,100,945	100.00

The accompanying notes form an integral part of these financial statements.

*Please refer to note 2(d) for more information on valuation of Investments.

Industrial Classification as at 30 June 2014

	% of net assets
Mortgage and Asset Backed Securities	98.10
	98.10

Schedule of Investments and Other Net Assets as at 30 June 2014 (in EUR)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
I. TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR DEALT IN ON ANOTHER REGULATED MARKET				EUR Bonds (continued)			
CHF Bonds				Catalent Pharma Solution 9.75% 15/04/2017			
Matterhorn Mobile SA 6.75% 15/05/2019	5,100,000	4,503,007	0.34		5,000,000	5,136,500	0.39
Matterhorn Mobile SA FRN 15/05/2019	1,333,333	1,115,076	0.09	Cerved Group SpA 6.375% 15/01/2020	4,290,000	4,654,650	0.36
Sunrise Communications 5.625% 31/12/2017	3,867,000	3,293,667	0.25	Cerved Group SpA 8% 15/01/2021	4,000,000	4,500,000	0.34
Sunrise Communications 7% 31/12/2017	7,336,000	6,384,176	0.49	Chesapeake Energy Corp 6.25% 15/01/2017	10,670,000	11,737,000	0.90
		15,295,926	1.17	Cirsa Funding Luxembourg 8.75% 15/05/2018	10,349,000	10,827,641	0.83
				Cnh Industrial 2.75% 18/03/2019	2,000,000	2,032,550	0.16
				Cnh Industrial 6.25% 09/03/2018	5,000,000	5,708,350	0.44
EUR Bonds				CoNVatec Healthcare 10.875% 15/12/2018	2,100,000	2,299,080	0.18
Abengoa SA 9.625% 25/02/2015	9,250,000	9,731,185	0.75	CoNVatec Healthcare 7.375% 15/12/2017	7,100,000	7,534,520	0.58
Agrokor DD 9.875% 01/05/2019	9,217,000	10,361,383	0.79	Credit Agricole SA 5.971% 01/02/2018	850,000	986,596	0.08
Aguila 3 SA 7.875% 31/01/2018	16,198,000	14,165,673	1.08	Crown European Holdings SA Regs 7.125% 15/08/2018	13,256,000	13,851,857	1.06
Alcatel Lucent 8.5% 15/01/2016	9,000,000	10,057,500	0.77	eAccess Ltd 8.375% 01/04/2018	11,331,000	12,328,128	0.94
Arcelormittal 5.875% 17/11/2017	4,000,000	4,485,000	0.34	Ec Finance Plc 9.75% 01/08/2017	8,500,000	8,967,755	0.69
Arcelormittal FRN 03/06/2016	7,350,000	8,641,314	0.66	Eco-Bat Finance Plc 7.75% 15/02/2017	4,020,000	4,160,700	0.32
Ardagh Packaging Finance 7.375% 15/10/2017	7,275,000	7,675,125	0.59	EDP Finance 4.625% 13/06/2016	4,100,000	4,356,541	0.33
Arrow Global Finance 7.875% 01/03/2020	1,500,000	2,016,211	0.15	EDP Finance 5.875% 01/02/2016	1,000,000	1,071,545	0.08
Bakkavor Finance 2 Plc 8.25% 15/02/2018	10,700,000	14,282,193	1.09	Eileme 2 AB 11.75% 31/01/2020	9,400,000	11,319,433	0.87
Banco Espirito Santo SA 5.875% 09/11/2015	5,000,000	5,117,125	0.39	Eircom Finance Ltd 9.25% 15/05/2020	2,000,000	2,272,500	0.17
Bank of Ireland 2.75% 05/06/2016	4,000,000	4,085,560	0.31	Elior Finance and Co 6.5% 01/05/2020	3,835,000	4,263,561	0.33
Banque PSA Finance 4.875% 25/09/2015	6,000,000	6,249,690	0.48	Europcar Groupe SA 9.375% 15/04/2018	3,500,000	3,752,910	0.29
Barclays Bank PLC 6% 23/01/2018	5,750,000	6,621,602	0.51	Faurecia Emtn 9.375% 15/12/2016	11,481,000	13,553,320	1.04
Befesa ZC 8.875% 15/05/2018	10,600,000	11,328,750	0.87	Fiat Fin & Trade 6.875% 13/02/2015	2,000,000	2,060,500	0.16
Bite Finance International FRN 15/02/2018	11,548,000	11,738,253	0.90	Fiat Finance & Trade SA EMTN 6.125% 08/07/2014	1,620,000	1,621,766	0.12
Boparan Finance Plc 5.25% 15/07/2019	12,500,000	15,507,513	1.19	Fiat Finance & Trade SA Emtn 7.375% 09/07/2018	3,395,000	3,873,967	0.30
Bormioli Rocco Holdings SA Regs 10% 01/08/2018	9,515,000	10,228,625	0.78	Fiat Finance & Trade SA Gmtn 6.375% 01/04/2016	4,990,000	5,309,360	0.41
Cable Comm Syst NV 7.5% 01/11/2020	2,000,000	2,205,000	0.17	Fortis Bank SA 5.757% 04/10/2017	2,800,000	3,193,484	0.24
Calcipar SA FRN 01/07/2014	4,164,000	4,164,000	0.32	Freenet AG 7.125% 20/04/2016	10,378,000	11,353,210	0.87
Carlson Wagonlit BV 7.5% 15/06/2019	11,699,000	12,810,405	0.98				

The accompanying notes form an integral part of these financial statements.

*Please refer to note 2(d) for more information on valuation of Investments.

Schedule of Investments and Other Net Assets as at 30 June 2014 (in EUR)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
EUR Bonds (continued)				EUR Bonds (continued)			
Fresenius Fresenius Medical Care US Company 8.75% 15/07/2015	2,327,000	2,518,838	0.19	Lottomatica SpA 5.375% 05/12/2016	500,000	551,233	0.04
Gazprom SA 5.875% 01/06/2015	1,050,000	1,092,373	0.08	Loxam SAS 7.375% 24/01/2020	1,900,000	2,090,000	0.16
GCL Poly Energy Holdings 9.375% 15/04/2018	8,735,000	9,394,580	0.72	Manutencoop Facility 8.5% 01/08/2020	5,000,000	5,466,680	0.42
GCS Holdco Finance I SA 6.5% 15/11/2018	8,100,000	8,626,500	0.66	Matterhorn Mobile Holdings 8.25% 15/02/2020	3,154,000	3,469,400	0.27
Geo Debt Finance 7.5% 01/08/2018	10,301,000	10,899,282	0.83	Matterhorn Mobile SA FRN 15/05/2019	3,150,000	3,197,250	0.24
Geo Travel Finance 10.375% 01/05/2019	3,317,143	3,599,100	0.28	Mol Magyar Olajes Gazipari Rt 3.875% 05/10/2015	1,800,000	1,848,906	0.14
GMAC Inc 7.5% 21/04/2015	13,450,000	14,131,592	1.08	Nara Cable Funding Limited 8.875% 01/12/2018	12,269,000	13,149,301	1.01
Goodyear Tire & Rubber 6.75% 15/04/2019	8,390,000	9,019,250	0.69	Nexans SA 5.75% 02/05/2017	4,200,000	4,551,540	0.35
Gruppo EditorialeL'Espresso S.P.A 5.125% 27/10/2014	1,557,000	1,577,079	0.12	Nordenia Hldgs GmbH Regs 9.75% 15/07/2017	4,100,000	4,317,300	0.33
HBos 4.875% 20/03/2015	4,075,000	4,188,456	0.32	Novalis SAS 6% 15/06/2018	11,134,000	11,857,710	0.91
HeidelbergCement AG 7.5% 31/10/2014	500,000	511,408	0.04	Oberthur Tech 9.25% 30/04/2020	620,000	688,200	0.05
HeidelbergCement Finance 8% 31/01/2017	5,260,000	6,134,475	0.47	Obrascon Huarte Lain SA 7.375% 28/04/2015	6,200,000	6,500,700	0.50
HeidelbergCement Finance BV EMTN 6.75% 15/12/2015	1,452,000	1,569,627	0.12	Ontex IV 7.5% 15/04/2018	16,100,000	16,829,651	1.29
Iliad SA 4.875% 01/06/2016	700,000	746,484	0.06	Orion Engineered Carbons 10% 15/06/2018	12,612,000	13,613,393	1.04
Ineos Finance Plc FRN 15/02/2019	3,000,000	3,153,750	0.24	Ote Plc Company 7.25% 12/02/2015	6,678,000	6,922,749	0.53
Ineos Group Holdings SA 6.5% 15/08/2018	8,828,000	9,225,260	0.71	Peri GmbH 5% 06/08/2015	3,000,000	3,133,500	0.24
Infor US Inc 10% 01/04/2019	15,143,000	17,263,019	1.32	Peugeot SA 8.375% 15/07/2014	797,000	798,937	0.06
Interxion Holding NV 6% 15/07/2020	7,400,000	7,955,000	0.61	Phoenix PIB Finance BV REGS 9.625% 15/07/2014	6,070,000	6,101,260	0.47
Intl Personal Fin Plc 11.5% 06/08/2015	7,000,000	7,790,300	0.60	Phones4u Finance Plc 9.5% 01/04/2018	3,000,000	3,872,659	0.30
Iron Mountain Inc 6.75% 15/10/2018	8,996,000	9,142,635	0.70	Picard Bondco 9% 01/10/2018	11,680,000	12,419,344	0.95
Kabel Deutsch Holding AG 6.5% 31/07/2017	2,500,000	2,628,500	0.20	Poste Vita SpA 2.875% 30/05/2019	2,141,000	2,189,119	0.17
Kabel Deutschland GmbH 6.5% 29/06/2018	7,087,000	7,317,328	0.56	PPC Finance Plc 4.75% 01/05/2017	5,000,000	5,137,500	0.39
Kensington Group Plc FRN 21/12/2015	2,250,000	2,841,875	0.22	Rallye SA 7.625% 04/11/2016	900,000	1,030,590	0.08
Kerling Plc 10.625% 01/02/2017	11,326,000	12,056,527	0.92	Renault SA 4.625% 25/05/2016	1,750,000	1,858,798	0.14
Kion Finance Sa 6.75% 15/02/2020	14,000,000	15,358,000	1.18	Rexel SA 7% 17/12/2018	8,100,000	8,797,216	0.67
KM Germany Holding GmbH 8.75% 15/12/2020	11,150,000	12,554,900	0.96	Rottapharm Ltd 6.125% 15/11/2019	8,550,000	9,304,110	0.71
Labco SAS 8.5% 15/01/2018	9,809,000	10,483,859	0.80	Sappi Papier Holding GmbH 6.625% 15/04/2018	1,465,000	1,566,319	0.12
Lecta SA 8.875% 15/05/2019	830,000	883,950	0.07	Schaeffler Finance BV 4.25% 15/05/2018	4,000,000	4,150,800	0.32
Levi Strauss & Co 7.75% 15/05/2018	6,686,000	6,995,228	0.54	Schaeffler Finance BV 7.75% 15/02/2017	11,300,000	12,935,562	0.99

The accompanying notes form an integral part of these financial statements.

*Please refer to note 2d) for more information on valuation of Investments.

Schedule of Investments and Other Net Assets as at 30 June 2014 (in EUR)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
EUR Bonds (continued)				EUR Bonds (continued)			
SGD Group 5.625% 15/04/2019	6,651,000	6,950,295	0.53	Wepa Hygieneprodukte GmbH 6.5% 15/05/2020	3,225,000	3,531,375	0.27
Smcp Sas 8.875% 15/06/2020	3,000,000	3,308,250	0.25	Wind Acquisition Fin Sa 7.375% 15/02/2018	2,750,000	2,908,125	0.22
Smurfit Kappa Acquisitions 5.125% 15/09/2018	7,000,000	7,682,500	0.59	Wind Acquisition Fin Sa 7.375% 15/02/2018	11,000,000	11,640,200	0.89
Smurfit Kappa Acquisitions 7.75% 15/11/2019	15,004,000	15,979,260	1.22	Ziggo Bond Company BV 8% 15/05/2018	8,418,000	8,913,820	0.68
Snai SpA 12% 15/12/2018	2,500,000	2,917,500	0.22			919,061,650	70.35
SPCM SA 5.5% 15/06/2020	14,820,000	16,055,395	1.23	GBP Bonds			
Stena AB 6.125% 01/02/2017	1,000,000	1,091,250	0.08	Arqiva Broadc Finance 9.5% 31/03/2020	11,304,000	16,146,001	1.24
Stork Technical Services 11% 15/08/2017	1,020,000	1,086,300	0.08	Aviva Plc 9.5% 20/06/2016	900,000	1,287,901	0.10
Styrolution Group GmbH 7.625% 15/05/2016	13,822,000	14,305,494	1.10	Bank of America Corp 5.25% 09/11/2016	1,500,000	2,001,071	0.15
Sunrise Communications 7% 31/12/2017	2,000,000	2,110,000	0.16	Boparan Finance Plc 9.875% 30/04/2018	8,535,000	11,472,238	0.88
Techem Energy Met Serv 7.875% 01/10/2020	2,000,000	2,259,000	0.17	Cable & Wireless Intl Fin NV 8.625% 25/03/2019	1,730,000	2,514,197	0.19
Techem GmbH 6.125% 01/10/2019	8,070,000	8,763,213	0.67	Cabot Financial Lux SA 10.375% 01/10/2019	4,519,000	6,471,599	0.50
Telecom Italia SpA 7% 20/01/2017	2,500,000	2,825,000	0.22	Care UK Health & Social Care Newco Limited 9.75% 01/08/2017	10,614,000	14,001,895	1.07
Telenet Finance Luxembourg 6.625% 15/02/2021	10,000,000	10,812,100	0.83	DFS Furniture Holdings Plc 7.625% 15/08/2018	2,908,000	3,886,632	0.30
Thomas Cook Group Plc 6.75% 22/06/2015	16,500,000	17,251,574	1.32	DFS Furniture Holdings Plc 7.625% 15/08/2018	8,160,000	10,906,092	0.84
Tni Luxco 7% 01/02/2020	4,000,000	4,361,000	0.33	Dixons Retail Plc 8.75% 03/08/2015	10,241,000	13,780,672	1.06
Towergate Finance Plc FRN 15/02/2018	2,000,000	2,454,382	0.19	Enterprise Inns Plc 6.5% 06/12/2018	2,159,000	2,926,238	0.22
Trionista Holdco GmbH 5% 30/04/2020	3,000,000	3,155,100	0.24	FCE Bank Plc 4.825% 15/02/2017	2,310,000	3,071,534	0.24
Trionista Topco GmbH 6.875% 30/04/2021	3,000,000	3,274,500	0.25	Findus Bondco SA 9.5% 01/07/2018	8,500,000	11,531,758	0.88
TVN Finance Corp III Ab 7.875% 15/11/2018	9,705,000	10,311,562	0.79	Gala Electric Casinos Lt 11.5% 01/06/2019	2,100,000	2,881,690	0.22
UBS AG FRN 16/09/2019	3,400,000	3,422,828	0.26	Gala Group Finance Plc 8.875% 01/09/2018	6,480,000	8,665,570	0.66
Unitymedia GmbH 9.625% 01/12/2019	9,220,000	9,946,075	0.76	Goldman Sachs Group Inc 6.125% 14/05/2017	1,500,000	2,045,861	0.16
Unitymedia Kabelbw GmbH 9.5% 15/03/2021	4,250,000	4,872,965	0.37	House Of Fraser Funding 8.875% 15/08/2018	11,750,000	15,742,494	1.21
UPC Holding BV 8.375% 15/08/2020	8,500,000	9,344,900	0.72	Infinis Plc 7% 15/02/2019	10,213,000	13,886,960	1.06
Verisure Holding AB 8.75% 01/09/2018	10,000,000	10,760,000	0.82	ITV Plc FRN 05/01/2017	1,400,000	1,910,002	0.15
Viridian Group Fundco II 11.125% 01/04/2017	2,993,000	3,314,059	0.25	Jaguar Land Rover Automobile 8.25% 15/03/2020	11,850,000	16,611,751	1.27
Vivacom 6.625% 15/11/2018	3,000,000	3,151,545	0.24	JP Morgan Chase & Co FRN 30/05/2017	3,650,000	4,497,004	0.34
Wendel 4.875% 04/11/2014	650,000	659,425	0.05	Ladbrokes Group Fin Plc 7.625% 05/03/2017	10,490,000	14,590,753	1.12
Wendel 4.875% 21/09/2015	2,100,000	2,196,600	0.17				
Wendel 4.875% 26/05/2016	4,250,000	4,532,625	0.35				
Wendel 6.75% 20/04/2018	600,000	705,000	0.05				

The accompanying notes form an integral part of these financial statements.

*Please refer to note 2(d) for more information on valuation of Investments.

Schedule of Investments and Other Net Assets as at 30 June 2014 (in EUR)

Description	Quantity/ Nominal Value	Market Value*	% of net assets	Description	Quantity/ Nominal Value	Market Value*	% of net assets
GBP Bonds (continued)				EUR Governments and Supranational			
Lafarge SA Emtn 10% 30/05/2017	11,449,000	16,977,413	1.30	German (Fed Rep) 0% 12/11/2014	1,725,000	1,725,052	0.13
Lloyds TSB Bank Plc 6.625% 30/03/2015	3,705,000	4,779,683	0.37			1,725,052	0.13
Lowell Group Fin Plc 10.75% 01/04/2019	11,200,000	15,735,486	1.20	TOTAL TRANSFERABLE SECURITIES ADMITTED TO AN OFFICIAL EXCHANGE LISTING OR DEALT IN ON ANOTHER REGULATED MARKET		1,272,454,517	97.43
Marlin Imdt Holdings 10.5% 01/08/2020	5,000,000	7,252,121	0.56	II. OTHER TRANSFERABLE SECURITIES (*)			
Morgan Stanley 5.75% 14/02/2017	440,000	600,832	0.05	EUR Bonds			
National Express Group 6.25% 13/01/2017	600,000	818,898	0.06	Boardriders SA REGS 8.875% 15/12/2017	5,749,000	6,022,078	0.46
National Westminster Bank 7.875% 09/09/2015	8,170,000	10,887,832	0.83			6,022,078	0.46
New Look Bondco I Plc 8.75% 07/05/2018	8,675,000	11,619,836	0.89	GBP Bonds			
QBE Insurance Group Ltd 6.125% 28/09/2015	1,300,000	1,706,799	0.13	Spirit Issuer 5.86% 28/12/2021	2,669,000	3,296,181	0.25
Santander UK Plc 6.5% 09/09/2015	1,175,000	1,546,444	0.12			3,296,181	0.25
Smiths Group Plc 7.25% 30/06/2016	74,000	101,597	0.01	TOTAL OTHER TRANSFERABLE SECURITIES		9,318,259	0.71
Societe Generale 5.4% 30/01/2018	3,000,000	4,041,968	0.31	Total Investment in Securities		1,281,772,776	98.14
Telecom Italia SpA 5.625% 29/12/2015	5,950,000	7,806,249	0.60	Cash and cash equivalent		28,921,518	2.21
Telecom Italia SpA 7.375% 15/12/2017	2,850,000	4,011,536	0.31	Other Net Liabilities		(4,593,783)	(0.35)
Thistle Hotels Plc 10.75% 20/12/2014	478,000	612,821	0.05	TOTAL NET ASSETS		1,306,100,511	100.00
Towergate Fin Plc 8.5% 15/02/2018	8,000,000	10,179,290	0.78				
Travelex Financing Plc 8% 01/08/2018	11,284,000	15,202,471	1.16				
UBM Plc 6.5% 23/11/2016	1,350,000	1,853,315	0.14				
UPM Kymmene Corp 6.625% 23/01/2017	6,232,000	8,487,154	0.65				
Virgin Media Fin Plc 8.875% 15/10/2019	9,948,000	13,185,859	1.01				
William Hill Plc Emtn 7.125% 11/11/2016	12,094,000	16,746,355	1.28				
		334,983,872	25.67				
USD Bonds							
Fresenius Fresenius Medical Care US Company 9% 15/07/2015	1,745,000	1,388,017	0.11				
		1,388,017	0.11				

The accompanying notes form an integral part of these financial statements.

*Please refer to note 2d) for more information on valuation of Investments.

(*) This classification regroups the securities that are not admitted to an official exchange listing or not dealt in on another regulated market.

Industrial Classification as at 30 June 2014

	% of net assets
Banks	70.68
Financial Services	2.28
Communications	2.23
Media	1.88
Healthcare	1.87
Paper and Forest Products	1.87
Building Materials and Products	1.46
Containers and Packaging	1.39
Entertainment	1.32
Automobiles	1.26
Engineering and Construction	1.25
Chemicals	1.23
Oil and Gas	1.04
Textiles, Garments and Leather Goods	1.00
Internet, Software and IT Services	0.94
Household Products and Wares	0.78
Insurance	0.78
Pharmaceuticals and Biotechnology	0.71
Commercial Services and Supplies	0.70
Technology	0.67
Governments and Supranational	0.66
Holding Companies	0.57
Electrical Appliances and Components	0.35
Industrial	0.34
Metal Fabricate and Hardware	0.32
Retail	0.30
Mortgage and Asset Backed Securities	0.25
Miscellaneous Manufacture	0.01
	98.14

Notes to the Financial Statements as at 30 June 2014

Note 1 General

a) Fund's details

AXA IM Fixed Income Investment Strategies (the "Fund") has been established in Luxembourg as a mutual investment fund ("Fonds Commun de Placement") with separate Sub-Funds each constituting a separate portfolio of assets and liabilities. The Fund was created for an indefinite term in Luxembourg on 12 March 2004. The Fund is registered pursuant to Part I of the Law of 17 December 2010 (the "Law") on undertakings for collective investment for transferrable securities ("UCITS"), as amended.

The Management Company (AXA Funds Management S.A.) was incorporated on 21 November 1989 for an undetermined period of time and is registered in the register of commerce and companies of Luxembourg under the number B-32.223. Its Articles of Association were published in the "Mémorial" of 26 January 1990. The latest Consolidated Articles of Association were deposited in the register of commerce and companies of Luxembourg on 25 October 2013. The VAT number is LU 197 76 305.

The Management Company is registered pursuant to chapter 15 of the law of 17 December 2010, as amended.

The Board of Directors of the Management Company has confirmed its adherence to the ALFI's Code of conduct and to the standards of corporate governance described in this code.

b) 2013 Fund's Summary

During the period ended 30 June 2014, classes of units have been launched in the following Sub-Funds:

- **AXA IM Fixed Income Investment Strategies - US Short Duration High Yield**
 - Class « A » – Distribution monthly USD
 - Class « Z » – Capitalisation CHF Hedged
- **AXA IM Fixed Income Investment Strategies - US Corporate Bonds**
 - Class « Z » – Capitalisation USD
- **AXA IM Fixed Income Investment Strategies - Europe Short Duration High Yield**
 - Class « Z » – Capitalisation EUR

c) Sub-Funds list

As at 30 June 2014, the Fund consists of 4 active Sub-Funds:

Sub-Funds	Currency
AXA IM Fixed Income Investment Strategies – US Short Duration High Yield	USD
AXA IM Fixed Income Investment Strategies – US Corporate Bonds	USD
AXA IM Fixed Income Investment Strategies – US Libor Plus*	USD
AXA IM Fixed Income Investment Strategies – Europe Short Duration High Yield	EUR

*This Sub-Fund is closed for subscriptions.

Notes to the Financial Statements as at 30 June 2014

Note 1 General (continued)

d) Unit Classes list

The classes of units presented below correspond to the type of classes that may be available for Sub-Funds of the umbrella. The section “Statistics – Number of Units and Net Asset Value per Unit” indicates for each Sub-Fund the available classes of units on the reporting date.

The Distribution and Capitalisation Units are as follows:

- Class « A » are dedicated for large Institutional Investors,
- Class « B » are dedicated for smaller Institutional Investors,
- Class « E » are dedicated for all investors,
- Class « F » are dedicated for all investors,
- Class « I » are dedicated for all other Institutional Investors, including funds of funds,
- Class « M » are dedicated for AXA Investment Managers or its subsidiaries,
- Class « Z » are dedicated for all investors.

The underlying investment objective of the redex class of units is, as for the other unit classes of the Sub-Fund, to achieve the investment objective of the Sub-Fund, while, only in the case of the relevant unit class to mitigate the Fund’s exposure to an increase or decrease of interest rates curves. Such an overlay strategy will be managed through the tracking of listed derivatives.

Note 2 Significant Accounting Policies

a) Presentation of the Financial Statements

The financial statements have been prepared in accordance with generally accepted accounting principles in the Grand Duchy of Luxembourg.

b) Foreign Currency Translation

The accounting records and the financial statements are denominated in the reference currency of the relevant Sub-Fund.

Values expressed in a currency other than the reference currency of the Sub-Fund are translated into the reference currency of the Sub-Fund at the average of the last available buying and selling price for such currency.

Assets and Liabilities denominated in other currencies are translated into the respective currency of the portfolio at the rate of exchange at each balance sheet date.

For all Sub-Funds, the exchange rates applied as at 27 June 2014 for the Net Asset Value calculation and to combine all Sub-Funds Net Asset Value, are as follows:

As at 27/06/2014

1 USD = 0.89085 CHF
 1 USD = 0.73311 EUR
 1 USD = 0.58768 GBP

With exchange rates as at 30 June 2014, the Net Asset Value of the combined figures would have amounted to 16,223,916,630 EUR.

As at 30/06/2014

1 USD = 0.73038 EUR

Notes to the Financial Statements as at 30 June 2014

Note 2 Significant Accounting Policies (continued)

c) Combined Figures

The combined Statement of Net Assets and the combined Statement of Operations and Changes in Net Assets are expressed in USD and are presented for information purposes only.

d) Valuation of Investments

The assets of the Fund will be valued as follows:

The value of any cash on hand or on deposit, bills and demand notes and accounts receivable, prepaid expenses, cash dividends and interest declared or accrued as aforesaid and not yet received is deemed to be the full amount thereof, unless in any case the same is unlikely to be paid or received in full, in which case the value thereof is arrived at after making such discount as may be considered appropriate in such case to reflect the true value thereof.

Transferable securities which are admitted to an official exchange listing or dealt on another regulated market are valued at the closing price on such markets. If the investments are listed or traded on several markets, the closing price at the market, which constitutes the main market for such investments, will be determining.

Transferable securities not admitted to an official listing nor dealt on another regulated market are valued at the latest available price.

The financial statements are presented on the basis of the Net Asset Value calculated on 30 June 2014 with securities valued on 27 June 2014.

The value of money market instruments not listed or dealt in on any regulated market, stock exchange in another state or any other regulated market and with remaining maturity of less than 12 months and of more than 90 days is deemed to be the nominal value thereof, increased by any interest accrued thereon. Money market instruments with a remaining maturity of 90 days or less are valued by the amortised cost method, which approximates market value. These amortisation/accretion interests are disclosed in interests on investment portfolio.

In managing the daily priced funds, the Board of Directors' principle is to ensure that portfolios are appropriately valued to give equal treatment to Unitholders.

In this context, the Board of Directors of the Management Company decided to close for subscriptions the Net Asset Value of AXA IM Fixed Income Investment Strategies - US Libor Plus since 23 July 2007. Moreover, since 23 July 2007, the Board of Directors of the Management Company implemented a "Pricing methodology and Procedures" to address valuation concerns arising from current market and liquidity events relating to such asset classes/debt instruments included in certain Sub-Funds at year-end. Based on this "Pricing methodology and Procedures", current fair valuation pricing policy allows to price assets on a daily basis, using various pricing sources such as ABX index performance, data vendors and/or brokers prices as well as marked-to-model valuations. Since 18 September 2009, the "Pricing methodology and Procedures" is partially adjusted extending the use of ABX prices in order to capture the effect of the rating downgrades. ABX Index is replacing Index modelling tool for the valuation of single B+ and lower rated assets, which is based on specific assumptions of yield and specific prepayment and default assumptions based on the historical collateral performance of the deal.

In 2014, the prices received from a large range of brokers, for certain investments of AXA IM Fixed Income Investment Strategies - US Libor Plus, significantly deviated from usual pricing sources used in the context of the "Pricing methodology and Procedures", and therefore conducted the Board of Directors to reassess the pricing source used to fair value those investments.

Notes to the Financial Statements as at 30 June 2014

Note 2 Significant Accounting Policies (continued)

d) Valuation of Investments (continued)

In this context, the Board of Directors decided to modify the pricing source of those investments from ABX to IDC. As at 30 June 2014, some investments of AXA IM Fixed Income Investment Strategies - US Libor Plus were priced using IDC source. Nevertheless, the Pricing methodology and Procedures remains, and such deviation from pricing sources are done on a case by case basis.

As at 30 June 2014, for AXA IM Fixed Income Investment Strategies - US Libor Plus, 98.10% of the Net Asset Value of the Sub-Fund has been valued using pricing procedures as described above.

e) Acquisition Cost of Investments

The acquisition cost of Investments expressed in currencies other than the reference currency of the Sub-Fund is translated into the reference currency of the Sub-Fund on the basis of the exchange rates prevailing on the purchase date.

f) Realised Gains /(Losses) on Sales of Investments

Realised gain/(loss) on sales of Investments are determined on the basis of the average cost of the Investments sold.

g) Valuation of the Forward Foreign Exchange Contracts

Outstanding forward foreign exchange contracts are valued at the closing date using the forward rates of exchange applicable to the outstanding life of the contract. All unrealised appreciation and depreciation are included in the Statement of Net Assets.

The Sub-Funds may use Forward Foreign Exchange Contracts as part of their investment policy for efficient portfolio management and/or for hedging purposes, under the conditions laid down in the prospectus and under the regulatory limits.

h) Valuation of Financial Futures

Outstanding futures contracts are valued at the closing date using the last available market price of the instrument. All unrealised appreciation/(depreciation) are included in the Statement of Net Assets.

Note 3 Equalisation on the issue and redemption of shares

Each Sub-Fund may follow the accounting practice of equalisation, to prevent the net undistributed income per unit from fluctuating solely by reason of purchases and redemptions of units. This is accomplished by maintaining an equalisation account for the Sub-Fund. The equalisation account is credited with that portion of the proceeds of purchased units representing the net undistributed income per unit of those units, and is debited with that portion of any redemption payment representing the net undistributed income per unit of the redeemed units.

Notes to the Financial Statements as at 30 June 2014

Note 4 Taxation

The Fund is subject to Luxembourg law in respect of its tax status. Under legislation and regulations currently prevailing in Luxembourg, the Fund is subject to a capital tax on the net assets of each of its Sub-Funds at an annual rate of 0.05% for the assets related to units reserved for retail investors. This tax rate is reduced to 0.01% for the assets related to units reserved for institutional investors, calculated and payable quarterly on the basis of the value of the aggregate Net Value of the Sub-Fund or class at the end of the relevant quarter.

Note 5 Distribution Fees

The distribution fees are recorded under the caption "Distribution fees" within the Statement of Operations and Changes in Net Assets. They are calculated as a percentage of the Net Asset Value per unit class.

As at 30 June 2014, the maximum distribution fees applied are the following:

	Class A	Class B	Class E	Class F	Class I	Class M	Class Z
AXA IM Fixed Income Investment Strategies – US Short Duration High Yield	-	-	0.35%	-	-	-	-
AXA IM Fixed Income Investment Strategies – US Corporate Bonds	-	-	0.50%	-	-	-	-
AXA IM Fixed Income Investment Strategies – US Libor Plus	-	-	-	-	-	-	-
AXA IM Fixed Income Investment Strategies – Europe Short Duration High Yield	-	-	0.35%	-	-	-	-

Note 6 Management Fees

The Management Company is entitled to receive, from the assets of the relevant Sub-Funds, a management fee in an amount to be specifically determined for each Sub-Fund or class of units. The annual management fee is calculated as a percentage of the Net Asset Value of each Sub-Fund. The details and the percentage of this fee, per class of units, are described in the Full Prospectus and in the table here below. This fee is calculated and accrued daily and is payable monthly. The Management Company will remunerate the Investment Managers out of the management fee in accordance with the contracts signed with the Investment Managers.

As at 30 June 2014, the effective rates are the following:

	Class A	Class B	Class E	Class F	Class I	Class M	Class Z
AXA IM Fixed Income Investment Strategies – US Short Duration High Yield							
Actual	0.45%	0.75%	1.00%	1.00%	1.00%	-	0.75%
Maximum	0.70%	0.75%	1.00%	1.00%	1.00%	-	0.75%
AXA IM Fixed Income Investment Strategies – US Corporate Bonds							
Actual	0.30%	-	0.75%	0.75%	0.50%	-	0.40%
Maximum	0.30%	-	0.75%	0.75%	0.50%	-	0.40%
AXA IM Fixed Income Investment Strategies – US Libor Plus							
Actual	0.05%	-	-	-	0.05%	-	-
Maximum	0.20%	-	-	-	0.35%	-	-
AXA IM Fixed Income Investment Strategies – Europe Short Duration High Yield							
Actual	0.45%	0.75%	1.00%	1.00%	-	-	0.75%
Maximum	0.75%	0.75%	1.00%	1.00%	-	-	0.75%

Notes to the Financial Statements as at 30 June 2014

Note 7 Redex Fees

The Redex fees are payable to the Investment Manager in charge of the management of the Redex class and calculated as a percentage of the net assets of the relevant class.

The maximum annual fees linked to the reduction of the duration exposure of the Redex share classes applied is 0.050%.

Note 8 Hedging Fees

The Hedging fees are payable for executing hedging trades and maintaining currency hedging levels for the relevant share classes.

Note 9 Commissions of the Custodian, Registrar and Transfer Agent, Domiciliary, Administrative and Paying Agent

The Custodian fees are payable monthly and calculated on the basis of the Net Asset Value determined on the last Valuation Day of each month.

The Registrar and Transfer Agent as well as the Domiciliary, Administrative and Paying Agent are entitled to receive out of the net assets of all Sub-Funds a maximum fee of 0.06% per year, apart for Sub-Fund AXA IM Fixed Income Investment Strategies – US Corporate Bonds for which the fee amounts to 0.08%.

Note 10 Transaction Fees

The transaction fees are disclosed for each Sub-Fund in the Statement of Operations and Changes in Net Assets under the caption “Transaction fees”. Those fees are detailed in the Additional Appendix.

Note 11 Forward Foreign Exchange Contracts

The unrealised appreciation/(depreciation) on forward foreign exchange contracts are disclosed in the Statement of Net Assets under the headings “Unrealised appreciation/(depreciation) on forward foreign exchange contracts”.

As at 30 June 2014, the following contracts are outstanding:

AXA IM Fixed Income Investment Strategies - US Short Duration High Yield

Counterparty		Amount purchased		Amount sold	Maturity date	Unrealised appreciation/ (depreciation) in USD
Hedged unit classes						
National Australia Bank Ltd	CHF	537,362,772	USD	600,674,291	17/09/2014	2,927,071
National Australia Bank Ltd	EUR	6,425,312,111	USD	8,754,057,955	17/09/2014	12,781,362
National Australia Bank Ltd	GBP	21,791,878	USD	36,485,956	17/09/2014	571,632
National Australia Bank Ltd	USD	47,540,742	CHF	42,529,797	17/09/2014	(231,535)
National Australia Bank Ltd	USD	746,462,920	EUR	549,404,023	17/09/2014	(3,156,198)
National Australia Bank Ltd	USD	1,337,313	GBP	792,332	17/09/2014	(10,065)
Total						12,882,267

Notes to the Financial Statements as at 30 June 2014

Note 11 Forward Foreign Exchange Contracts (continued)

AXA IM Fixed Income Investment Strategies - US_Corporate Bonds

Counterparty		Amount purchased			Amount sold	Maturity date	Unrealised appreciation/ (depreciation) in USD
Hedged unit classes							
State Street	CHF	18,473,936	USD	20,647,266	17/09/2014	103,879	
State Street	EUR	69,747,538	USD	94,982,482	17/09/2014	182,615	
State Street	USD	219,647	CHF	196,537	17/09/2014	(1,117)	
State Street	USD	1,587,308	EUR	1,167,697	17/09/2014	(5,922)	
Total							279,455

AXA IM Fixed Income Investment Strategies - US_Libor Plus

Counterparty		Amount purchased			Amount sold	Maturity date	Unrealised appreciation/ (depreciation) in USD
Hedged unit classes							
State Street	EUR	6,850,159	USD	9,331,740	17/09/2014	14,770	
State Street	USD	518,847	EUR	382,983	17/09/2014	(3,703)	
Total							11,067

AXA IM Fixed Income Investment Strategies - Europe Short Duration High_Yield

Counterparty		Amount purchased			Amount sold	Maturity date	Unrealised appreciation/ (depreciation) in EUR
Hedged unit classes							
State Street	CHF	38,578,203	EUR	31,654,994	17/09/2014	104,745	
State Street	EUR	547,134	CHF	665,509	17/09/2014	(750)	
State Street	EUR	3,196,841	USD	4,339,977	17/09/2014	16,024	
State Street	USD	97,445,432	EUR	71,529,446	17/09/2014	(110,625)	
							9,394
Not allocated to a specific unit class							
JP Morgan Chase Bank	EUR	16,888,798	CHF	20,560,000	30/07/2014	(33,089)	
BNP Paribas SA	EUR	5,860,614	CHF	7,160,000	29/08/2014	(33,318)	
Barclays Bank Plc Wholesale	EUR	7,329,336	CHF	8,920,000	26/09/2014	(14,451)	
JP Morgan Chase Bank	EUR	145,842,052	GBP	120,230,000	30/07/2014	(4,090,052)	
Credit Suisse	EUR	172,526,610	GBP	140,230,000	30/12/1899	(2,346,374)	
BNP Paribas SA	EUR	118,838,694	GBP	96,630,000	29/08/2014	(1,621,070)	
Barclays Bank Plc Wholesale	EUR	99,644,990	GBP	80,000,000	26/09/2014	(50,165)	
JP Morgan Chase Bank	EUR	701,070	USD	970,000	30/07/2014	(9,970)	
BNP Paribas SA	EUR	1,616,659	USD	2,200,000	29/08/2014	4,149	
Barclays Bank Plc Wholesale	EUR	1,614,342	USD	2,200,000	26/09/2014	1,989	
JP Morgan Chase Bank	GBP	120,230,000	EUR	147,579,418	30/07/2014	2,352,686	
Total							(5,839,665)
							(5,830,271)

Notes to the Financial Statements as at 30 June 2014

Note 12 Futures

The unrealised appreciation/(depreciation) on futures is included in the Statement of Net Assets under the headings "Unrealised appreciation/(depreciation) on open futures contracts".

AXA IM Fixed Income Investment Strategies - US Corporate Bonds

Future type	Description	Currency	Quantity	Commitment	Type of collateral (Cash/Securities)	Amount of collateral	Unrealised appreciation in USD
Redex unit classes							
Interest Rate	US 5YR NOTE (CBT) SEP14 XCBT 30/09/2014	USD	(113)	(13,491,141)	Cash	303,880	15,789

The sole counterparty for the Futures transactions as at 30 June 2014 is Goldman Sachs International.

Note 13 Changes in the Investment Portfolio

The Changes in the Investment Portfolio during the reporting period are available to the Unitholders at the address of the Custodian.

Note 14 Dividend Distribution

During the period ended 30 June 2014, the following interim dividends were paid:

Sub-Funds	Currency	Class	Dividend per Unit	Ex-date	Payment date
AXA IM Fixed Income Investment Strategies – US Short Duration High Yield	EUR	A Distribution Hedged	2.47	16/06/2014	18/06/2014
	GBP	A Distribution Hedged	3.01	16/06/2014	18/06/2014
	USD	A Distribution	2.63	16/06/2014	18/06/2014
	EUR	B Distribution Hedged	2.43	16/06/2014	18/06/2014
	GBP	B Distribution Hedged	2.53	16/06/2014	18/06/2014
	USD	B Distribution	2.68	16/06/2014	18/06/2014
	EUR	F Distribution Hedged	2.29	16/06/2014	18/06/2014
	USD	I Distribution	2.43	16/06/2014	18/06/2014
	EUR	Z Distribution Hedged	2.53	16/06/2014	18/06/2014
AXA IM Fixed Income Investment Strategies – US Corporate Bonds	USD	A Distribution	2.51	16/06/2014	18/06/2014
	USD	I Distribution	1.85	16/06/2014	18/06/2014
	EUR	I Distribution Hedged	1.77	16/06/2014	18/06/2014
AXA IM Fixed Income Investment Strategies – US Libor Plus	EUR	A Distribution Hedged	0.41	17/03/2014	19/03/2014
	USD	A Distribution	0.48	17/03/2014	19/03/2014
	EUR	I Distribution Hedged	0.48	17/03/2014	19/03/2014
	USD	I Distribution	0.49	17/03/2014	19/03/2014
	EUR	A Distribution Hedged	0.39	16/06/2014	18/06/2014
	USD	A Distribution	0.46	16/06/2014	18/06/2014
	EUR	I Distribution Hedged	0.45	16/06/2014	18/06/2014
	USD	I Distribution	0.47	16/06/2014	18/06/2014

Notes to the Financial Statements as at 30 June 2014

Note 14 Dividend Distribution (continued)

Sub-Funds	Currency	Class	Dividend per Unit	Ex-date	Payment date
AXA IM Fixed Income Investment Strategies – Europe Short Duration High Yield	EUR	A Distribution	2.77	16/06/2014	18/06/2014
	EUR	B Distribution	2.69	16/06/2014	18/06/2014
	CHF	F Distribution Hedged	2.49	16/06/2014	18/06/2014
	EUR	F Distribution	2.50	16/06/2014	18/06/2014

For Sub-Fund AXA IM Fixed Income Investment Strategies – US Short Duration High Yield, the Board of Directors approved by a Board resolution on 2 January 2014 a monthly dividend distribution:

Sub-Fund's name	Currency	Class A Dis	Ex-date	Payment date
AXA IM Fixed Income Investment Strategies – US Short Duration High Yield	USD	0.50	31/01/2014	05/02/2014
AXA IM Fixed Income Investment Strategies – US Short Duration High Yield	USD	0.50	28/02/2014	05/03/2014
AXA IM Fixed Income Investment Strategies – US Short Duration High Yield	USD	0.50	31/03/2014	03/04/2014
AXA IM Fixed Income Investment Strategies – US Short Duration High Yield	USD	0.50	30/04/2014	06/05/2014
AXA IM Fixed Income Investment Strategies – US Short Duration High Yield	USD	0.50	30/05/2014	04/06/2014
AXA IM Fixed Income Investment Strategies – US Short Duration High Yield	USD	0.50	30/06/2014	03/07/2014

Note 15 Stock Lending

The Fund may lend positions of its securities portfolio to third parties. In general, lending may only be effected via recognised clearing houses, or through the intermediary of prime financial institutions that specialise in such activities and where collateral is received as guarantee.

Income from securities lending transactions are credited to the respective Sub-Fund after deduction of the costs of the Lending Agent and Custodian Bank of the Fund. The Management Company did not receive any commissions on securities lending transactions.

As at 30 June 2014, the market value of the securities on loans open is as follows:

Sub-Fund's name	Currency	% of investments	Amount lent	Amount of collateral received securities	Amount of collateral received cash	Total collateral
AXA IM Fixed Income Investment Strategies - US Short Duration High Yield	USD	0.33%	43,962,287	45,286,842	-	45,286,842
AXA IM Fixed Income Investment Strategies - US Corporate Bonds	USD	0.47%	2,827,200	2,977,779	-	2,977,779
AXA IM Fixed Income Investment Strategies - Europe Short Duration High Yield	EUR	2.90%	37,156,912	39,186,519	-	39,186,519

The counterparties for the securities lending transactions listed above are:

Barclays, Citigroup, Goldman Sachs, ING Bank and Credit Suisse.

Notes to the Financial Statements as at 30 June 2014

Note 15 Stock Lending (continued)

As at 30 June 2014, the securities lending income generated by the Fund is as follows:

Sub-Fund's name	Currency	Gross income of Securities Lending	Direct and indirect Costs and Fees of Securities Lending	Net income of Securities Lending
AXA IM Fixed Income Investment Strategies - US Short Duration High Yield	USD	604,794	211,678	393,116
AXA IM Fixed Income Investment Strategies - US Corporate Bonds	USD	25,483	8,919	16,564
AXA IM Fixed Income Investment Strategies - Europe Short Duration High Yield	EUR	141,420	49,497	91,923

Additional Appendix

TER (Total Expense Ratio)

Sub-Funds	Calculated TER (1)	Theoretical TER(2)	Ongoing charges (3)	Difference between Ongoing charges and TER (4)
AXA IM Fixed Income Investment Strategies - US Short Duration High Yield				
A Capitalisation EUR Hedged	0.54%	0.54%	0.54%	0.00%
A Capitalisation USD	0.51%	0.51%	0.51%	0.00%
A Distribution EUR Hedged	0.54%	0.54%	0.54%	0.00%
A Distribution GBP Hedged	0.54%	0.54%	0.54%	0.00%
A Distribution USD	0.51%	0.51%	0.51%	0.00%
A Distribution monthly USD	0.50%	0.51%	0.51%	0.00%
B Capitalisation CHF Hedged	0.84%	0.84%	0.84%	0.00%
B Capitalisation EUR Hedged	0.84%	0.84%	0.84%	0.00%
B Capitalisation USD	0.81%	0.81%	0.81%	0.00%
B Distribution EUR Hedged	0.84%	0.84%	0.84%	0.00%
B Distribution GBP Hedged	0.84%	0.84%	0.84%	0.00%
B Distribution USD	0.81%	0.81%	0.81%	0.00%
E Capitalisation EUR Hedged	1.48%	1.48%	1.48%	0.00%
E Capitalisation USD	1.46%	1.46%	1.45%	-0.01%
F Capitalisation CHF Hedged	1.12%	1.13%	1.13%	0.00%
F Capitalisation EUR Hedged	1.13%	1.13%	1.13%	0.00%
F Capitalisation USD	1.10%	1.10%	1.10%	0.00%
F Distribution EUR Hedged	1.13%	1.13%	1.13%	0.00%
I Capitalisation EUR Hedged	1.09%	1.09%	1.09%	0.00%
I Capitalisation USD	1.06%	1.06%	1.06%	0.00%
I Distribution USD	1.06%	1.06%	1.06%	0.00%
Z Capitalisation CHF Hedged	0.94%	0.96%	0.88%	-0.08%
Z Capitalisation EUR Hedged	0.94%	0.96%	0.88%	-0.08%
Z Capitalisation USD	0.89%	0.89%	0.85%	-0.04%
Z Distribution EUR Hedged	0.87%	0.96%	0.88%	-0.08%
AXA IM Fixed Income Investment Strategies - US Corporate Bonds				
A Capitalisation CHF Hedged	0.39%	0.39%	0.39%	0.00%
A Capitalisation EUR Hedged	0.39%	0.39%	0.39%	0.00%
A Capitalisation EUR Hedged Redex	0.44%	0.44%	0.44%	0.00%
A Capitalisation USD	0.36%	0.36%	0.36%	0.00%
A Distribution USD	0.36%	0.36%	0.36%	0.00%
E Capitalisation EUR Hedged	1.38%	1.37%	1.38%	0.01%
E Capitalisation USD	1.36%	1.36%	1.35%	-0.01%
F Capitalisation CHF Hedged	0.88%	0.86%	0.88%	0.02%
F Capitalisation EUR Hedged	0.87%	0.86%	0.88%	0.02%
F Capitalisation USD	0.85%	0.85%	0.85%	0.00%
I Capitalisation EUR Hedged	0.59%	0.59%	0.59%	0.00%
I Capitalisation USD	0.56%	0.56%	0.56%	0.00%
I Distribution EUR Hedged	0.59%	0.59%	0.59%	0.00%
I Distribution USD	0.56%	0.56%	0.56%	0.00%
Z Capitalisation EUR Hedged	0.52%	0.52%	0.53%	0.01%
Z Capitalisation USD	0.50%	0.50%	0.50%	0.00%

Additional Appendix

TER (Total Expense Ratio) (continued)

Sub-Funds	Calculated TER (1)	Theoretical TER(2)	Ongoing charges (3)	Difference between Ongoing charges and TER (4)
AXA IM Fixed Income Investment Strategies - US Libor Plus				
A Distribution EUR Hedged	0.14%	0.14%	0.14%	0.00%
A Distribution USD	0.11%	0.11%	0.11%	0.00%
I Distribution EUR Hedged	0.13%	0.14%	0.14%	0.00%
I Distribution USD	0.11%	0.11%	0.11%	0.00%
AXA IM Fixed Income Investment Strategies - Europe Short Duration High Yield				
A Capitalisation EUR	0.51%	0.51%	0.54%	0.03%
A Capitalisation USD Hedged	0.54%	0.54%	0.56%	0.02%
A Distribution EUR	0.51%	0.51%	0.54%	0.03%
B Capitalisation CHF Hedged	0.84%	0.84%	0.86%	0.02%
B Capitalisation EUR	0.81%	0.81%	0.84%	0.03%
B Capitalisation USD Hedged	0.84%	0.84%	0.86%	0.02%
B Distribution EUR	0.81%	0.81%	0.84%	0.03%
E Capitalisation EUR	1.45%	1.45%	1.48%	0.03%
E Capitalisation USD Hedged	1.49%	1.49%	1.50%	0.01%
F Capitalisation CHF Hedged	1.13%	1.14%	1.15%	0.01%
F Capitalisation EUR	1.11%	1.11%	1.13%	0.02%
F Capitalisation USD Hedged	1.13%	1.10%	1.15%	0.05%
F Distribution CHF Hedged	1.15%	1.14%	1.15%	0.01%
F Distribution EUR	1.11%	1.11%	1.13%	0.02%
M Capitalisation EUR	0.06%	0.06%	0.09%	0.03%
Z Capitalisation EUR	0.92%	0.92%	0.88%	-0.04%

(1) The TERs above represent the actual calculations made by the fund administrator whereas TERs published for small classes of units are effected by rounding processes. This creates a TER not necessarily representing a figure of expenses which Unitholders are reasonably expected to pay not necessarily representing a figure of expenses which Unitholders are reasonably expected to pay.

(2) The TERs above represent the average expenses which Unitholders would normally have expected to pay from the initial date of their investment in the chosen class of units as indicated in the prospectus.

(3) The Ongoing charges are based on known budgets for 2014 which are typically based on historical expense data, as well as anticipated budget changes for the period. For certain classes of shares and Sub-Funds where there is no relevant expense history, Ongoing charge figures are based on estimates. The figures represent the situation as assessed per 30 June 2014. The Ongoing charges calculation excludes the Performance fees and the Portfolio transaction costs, except in the case of an entry/exit charge paid by the Sub-Fund when buying or selling units in another collective investment undertaking.

(4) The difference between Ongoing charges and the theoretical TERs typically reflects expenses linked to stock lending and settlement charges charged by the custodian and anticipated budget changes for 2014.

Additional Appendix

PTR (Portfolio Turnover Ratio)

Sub-Funds	Currency	PTR I (1)	PTR II (2)	PTR III (3)
AXA IM Fixed Income Investment Strategies – US Short Duration High Yield	USD	4.33%	15.60%	21.89%
AXA IM Fixed Income Investment Strategies – US Corporate Bonds	USD	(8.03%)	(1.54%)	-
AXA IM Fixed Income Investment Strategies – US Libor Plus	USD	6.45%	6.45%	-
AXA IM Fixed Income Investment Strategies – Europe Short Duration High Yield	EUR	(14.01%)	41.41%	-

Calculation of the Portfolio Turnover Ratio:

$$(1) \text{ PTR I} = \frac{(\text{TOTAL PURCHASES} + \text{TOTAL SALES}) - (\text{TOTAL SUBSCRIPTIONS} + \text{TOTAL REDEMPTIONS})}{\text{AVERAGE TOTAL NET ASSETS}} \times 100$$

$$(2) \text{ PTR II} = \frac{(\text{TOTAL PURCHASES} + \text{TOTAL SALES}) - \text{SUM OF DAILY NET IN OR OUTFLOWS}}{\text{AVERAGE TOTAL NET ASSETS}} \times 100$$

(3) Calculated based on the lesser of purchases or sales of underlying investments of a scheme expressed as a percentage of daily Average Net Asset Value for Sub-Funds registered in Singapore.

(*) Calculated on the basis of the daily/monthly average of the total net assets for the period ended on 30 June 2014.

Additional Appendix

Transaction fees

The transaction fees presented in the Statement of Operations and Changes in Net Assets are the sum of the Custody cash movement Charges, the Fund Administrator Charges on FOREX activity and the Custody Settlement Charges.

Sub-Funds	Commissions				Settlement Fees	Tax			In the Sub-Funds currency	
	Broker Commissions	Broker Execution fee	Custody cash movement Charges*	Fund Administrator Charges on FOREX activity*	Custody Settlement Charges*	Stamp Duty	Other Transaction Tax	State Street Bank Settlement Charges waived by swing	Total	All other components of the Transaction fees**
AXA IM Fixed Income Investment Strategies - US Short Duration High Yield	-	-	113,209	55,602	13,967	-	-	-	182,778	-
AXA IM Fixed Income Investment Strategies - US Corporate Bonds	-	-	1,025	-	2,082	-	-	-	3,107	-
AXA IM Fixed Income Investment Strategies - US Libor Plus	-	-	203	-	412	-	-	-	615	-
AXA IM Fixed Income Investment Strategies - Europe Short Duration High Yield	-	-	7,225	-	4,769	-	-	-	11,994	-

* These fees are disclosed under the caption "Transaction fees" in the Statement of Operations and Changes in Net Assets.

** The "All other components of the Transaction fees" do not form part of the account "Transaction fees" in the Statement of Operations and Changes in Net Assets. They are included in the "Net Change in unrealised appreciation/(depreciation) on investments" and the "Net realised gain/(loss) on sales of investments" in the Statement of Operations and Changes in Net Assets.

Additional Appendix

Geographical Classification of Schedule of Investments and Other Net Assets

The exchange rate as at 27 June 2014 applied for the Investment in MM US\$ in the table below, is the same as indicated in note 2b) Foreign Currency Translation, which is also used for the Net Asset Value calculation:

1 EUR = 1.36405 USD

As at 30 June 2014 the geographical classification per Sub-Fund is the following:

Allocation Criteria: Geographical	Investment MMUS\$	Percentage of Total Net Asset Value (%)	Market Value in Sub-Fund Currency
AXA IM Fixed Income Investment Strategies - US Short Duration High Yield			USD
Australia	178.79	1.30	178,789,735
Belgium	10.43	0.08	10,430,502
Brazil	82.03	0.60	82,032,442
Canada	327.64	2.38	327,636,714
Cayman Islands	108.07	0.79	108,073,889
France	117.08	0.85	117,082,038
Germany	27.14	0.20	27,135,000
Ireland	67.09	0.49	67,088,937
Jamaica	15.16	0.11	15,158,132
Luxembourg	612.88	4.45	612,878,813
Malaysia	29.51	0.21	29,506,880
Mexico	111.86	0.81	111,863,431
Norway	99.37	0.72	99,372,010
The Netherlands	347.84	2.53	347,839,446
United Kingdom	145.95	1.06	145,945,760
United States of America	11,021.86	80.06	11,021,861,501
Others	463.77	3.37	463,767,404
Total	13,766.47	100.00	13,766,462,634
AXA IM Fixed Income Investment Strategies - US Corporate Bonds			USD
Australia	14.54	2.34	14,538,865
Canada	24.67	3.97	24,671,591
France	12.06	1.94	12,063,836
Ireland	4.08	0.66	4,085,000
Japan	4.25	0.68	4,253,634
Korea, Republic of	3.72	0.60	3,721,725
Luxembourg	5.30	0.85	5,295,206
Norway	2.34	0.38	2,343,769
Sweden	3.98	0.64	3,981,260
The Netherlands	20.43	3.29	20,432,185
United Kingdom	18.98	3.06	18,984,267
United States of America	483.13	77.79	483,131,409
Others	23.60	3.80	23,602,389
Total	621.08	100.00	621,105,136

Additional Appendix

Geographical Classification of Schedule of Investments and Other Net Assets (continued)

Allocation Criteria: Geographical	Investment MMUS\$	Percentage of Total Net Asset Value (%)	Market Value in Sub-Fund Currency
AXA IM Fixed Income Investment Strategies - US Libor Plus			USD
Cayman Islands	3.52	7.31	3,516,577
United States of America	43.67	90.79	43,670,278
Others	0.91	1.90	914,090
Total	48.10	100.00	48,100,945
AXA IM Fixed Income Investment Strategies - Europe Short Duration High Yield			EUR
Australia	2.33	0.13	1,706,799
Austria	2.14	0.12	1,566,319
Belgium	27.31	1.53	20,023,135
Bulgaria	4.30	0.24	3,151,545
Croatia	14.13	0.79	10,361,383
Finland	11.58	0.65	8,487,154
France	206.17	11.57	151,143,178
Germany	163.26	9.16	119,686,467
Hungary	2.52	0.14	1,848,906
Ireland	84.57	4.75	62,001,671
Italy	49.79	2.79	36,499,046
Japan	16.82	0.94	12,328,128
Jersey	4.67	0.26	3,422,828
Luxembourg	332.15	18.64	243,501,482
Portugal	6.98	0.39	5,117,125
Spain	22.14	1.24	16,231,885
Sweden	45.67	2.56	33,482,245
The Netherlands	141.34	7.93	103,614,373
United Kingdom	524.17	29.42	384,273,102
United States of America	86.38	4.85	63,326,005
Others	33.18	1.86	24,327,735
Total	1,781.60	100.00	1,306,100,511

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