

MFS MULTIMARKET INCOME TRUST
Form N-CSR
December 30, 2015
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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549
FORM N-CSR

CERTIFIED SHAREHOLDER REPORT OF
REGISTERED MANAGEMENT INVESTMENT COMPANIES

Investment Company Act file number 811-4975

MFS MULTIMARKET INCOME TRUST

(Exact name of registrant as specified in charter)

111 Huntington Avenue, Boston, Massachusetts 02199

(Address of principal executive offices) (Zip code)

Kristin V. Collins

Massachusetts Financial Services Company

111 Huntington Avenue

Boston, Massachusetts 02199

(Name and address of agents for service)

Registrant's telephone number, including area code: (617) 954-5000

Date of fiscal year end: October 31

Date of reporting period: October 31, 2015

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ITEM 1. REPORTS TO STOCKHOLDERS.

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ANNUAL REPORT

October 31, 2015

MFS® MULTIMARKET INCOME TRUST

MMT-ANN

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MANAGED DISTRIBUTION POLICY DISCLOSURE

The MFS Multimarket Income Trust's (the fund) Board of Trustees has adopted a managed distribution policy effective May 1, 2015. The fund seeks to pay monthly distributions based on an annual rate of 8.00% of the fund's average monthly net asset value. The fund's total return in relation to changes in net asset value is presented in the Financial Highlights. You should not draw any conclusions about the fund's investment performance from the amount of the current distribution or from the terms of the fund's managed distribution policy. The Board may amend or terminate the managed distribution policy at any time without prior notice to fund shareholders.

With each distribution, the fund will issue a notice to shareholders and an accompanying press release which will provide detailed information regarding the amount and composition of the distribution and other related information. The amounts and sources of distributions reported in the notice to shareholders are only estimates and are not being provided for tax reporting purposes. The actual amounts and sources of the amounts for tax reporting purposes will depend upon the fund's investment experience during the remainder of its fiscal year and may be subject to changes based on tax regulations. The fund will send you a Form 1099-DIV for the calendar year that will tell you how to report these distributions for federal income tax purposes.

Under a managed distribution policy the fund may at times distribute more than its net investment income and net realized capital gains; therefore, a portion of your distribution may result in a return of capital. A return of capital may occur, for example, when some or all of the money that you invested in the fund is paid back to you. A return of capital does not necessarily reflect the fund's investment performance and should not be confused with yield or income. Please refer to Tax Matters and Distributions under Note 2 of the Notes to Financial Statements for information regarding the tax character of the fund's distributions.

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MFS® MULTIMARKET INCOME TRUST

New York Stock Exchange Symbol: **MMT**

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NOT FDIC INSURED MAY LOSE VALUE NO BANK GUARANTEE

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LETTER FROM THE CHAIRMAN

Dear Shareholders:

The global economy remains vulnerable as central banks continue to play a major role in supporting growth.

Even the resilient U.S. economy has had slower growth, as a strong U.S. dollar and weak overseas markets have hurt exporters. However, robust consumer demand and a recovering housing market have aided the domestic economy, fueled by cheap gasoline and an improving labor market.

China's transition to a consumer-based, slower-growth economy has weighed on many commodity-exporting nations. And concerns about weakness in China have eroded investor and business confidence around the world. Meanwhile, rising geopolitical concerns will weigh on the eurozone, which is still reliant on the European Central Bank's support.

As markets have become more focused on short-term trends in recent years, we believe it's important for investors to lengthen their investment time horizon. At MFS®, we don't trade on headlines or trends; we invest for the long term.

We believe that this approach, coupled with the professional guidance of a financial advisor, will help you reach your investment goals.

Respectfully,

Robert J. Manning

Chairman

MFS Investment Management

December 15, 2015

The opinions expressed in this letter are subject to change and may not be relied upon for investment advice. No forecasts can be guaranteed.

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Fixed income sectors (i)	
High Yield Corporates	59.3%
Investment Grade Corporates	18.9%
Emerging Markets Bonds	18.7%
Mortgage-Backed Securities	5.3%
U.S. Government Agencies	4.3%
Commercial Mortgage-Backed Securities	3.3%
Floating Rate Loans	1.8%
Non-U.S. Government Bonds	0.9%
Asset-Backed Securities	0.8%
Collateralized Debt Obligations	0.4%
U.S. Treasury Securities	(9.5)%
Portfolio structure reflecting equivalent exposure of derivative positions (i)	

Composition including fixed income credit quality (a)(i)	
AAA	2.2%
AA	1.3%
A	7.9%
BBB	25.0%
BB	28.6%
B	31.1%
CCC	7.1%
C	0.3%
D	0.1%
U.S. Government	2.5%
Federal Agencies	9.6%
Not Rated	(11.5)%
Non-Fixed Income	0.3%
Cash & Cash Equivalents	(16.2)%
Other	11.7%

Table of Contents*Portfolio Composition continued***Portfolio facts (i)**

Average Duration (d)	5.1
Average Effective Maturity (m)	7.2 yrs.

Issuer country weightings (i)(x)

United States	63.8%
Mexico	4.3%
Canada	3.3%
United Kingdom	2.8%
China	2.2%
Germany	2.1%
Indonesia	2.0%
Israel	1.6%
Netherlands	1.5%
Other Countries	16.4%

- (a) For all securities other than those specifically described below, ratings are assigned to underlying securities utilizing ratings from Moody's, Fitch, and Standard & Poor's rating agencies and applying the following hierarchy: If all three agencies provide a rating, the middle rating (after dropping the highest and lowest ratings) is assigned; if two of the three agencies rate a security, the lower of the two is assigned. Ratings are shown in the S&P and Fitch scale (e.g., AAA). Securities rated BBB or higher are considered investment grade. All ratings are subject to change. U.S. Government includes securities issued by the U.S. Department of the Treasury. Federal Agencies includes rated and unrated U.S. Agency fixed-income securities, U.S. Agency mortgage-backed securities, and collateralized mortgage obligations of U.S. Agency mortgage-backed securities. Not Rated includes fixed income securities, including fixed income futures contracts, which have not been rated by any rating agency. Non-Fixed Income includes equity securities (including convertible bonds and equity derivatives) and commodities. The fund may not hold all of these instruments. The fund is not rated by these agencies.
- (d) Duration is a measure of how much a bond's price is likely to fluctuate with general changes in interest rates, e.g., if rates rise 1.00%, a bond with a 5-year duration is likely to lose about 5.00% of its value due to the interest rate move.
- (i) For purposes of this presentation, the components include the value of securities, and reflect the impact of the equivalent exposure of derivative positions, if any. These amounts may be negative from time to time. Equivalent exposure is a calculated amount that translates the derivative position into a reasonable approximation of the amount of the underlying asset that the portfolio would have to hold at a given point in time to have the same price sensitivity that results from the portfolio's ownership of the derivative contract. When dealing with derivatives, equivalent exposure is a more representative measure of the potential impact of a position on portfolio performance than value. The bond component will include any accrued interest amounts.

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Portfolio Composition continued

- (m) In determining an instrument's effective maturity for purposes of calculating the fund's dollar-weighted average effective maturity, MFS uses the instrument's stated maturity or, if applicable, an earlier date on which MFS believes it is probable that a maturity-shortening device (such as a put, pre-refunding or prepayment) will cause the instrument to be repaid. Such an earlier date can be substantially shorter than the instrument's stated maturity.
- (x) Represents the portfolio's exposure to issuer countries as a percentage of a portfolio's net assets. For purposes of this presentation, United States includes Cash & Cash Equivalents and Other.

From time to time Cash & Cash Equivalents may be negative due to borrowings for leverage transactions and/or timing of cash receipts.

Where the fund holds convertible bonds, these are treated as part of the equity portion of the portfolio.

Cash & Cash Equivalents includes any cash, investments in money market funds, short-term securities, and other assets less liabilities. Please see the Statement of Assets and Liabilities for additional information related to the fund's cash position and other assets and liabilities.

Other includes currency derivatives and/or any offsets to derivative positions.

Percentages are based on net assets as of 10/31/15.

The portfolio is actively managed and current holdings may be different.

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MANAGEMENT REVIEW

Summary of Results

MFS Multimarket Income Trust (fund) is a closed-end fund. The fund's investment objective is to seek high current income, but may also consider capital appreciation. The fund normally invests at least 80% of its net assets in fixed income securities. MFS considers debt instruments of all types to be fixed income securities. MFS normally invests the fund's assets in corporate bonds of US and/or foreign issuers, US Government securities, foreign government securities, mortgage-backed and other asset-backed securities of US and foreign issuers, and/or debt instruments of issuers located in emerging market countries. MFS allocates the fund's assets across these categories with a view toward broad diversification across and within these categories. MFS may also invest the fund's assets in equity securities.

For the twelve months ended October 31, 2015, shares of the fund provided a total return of 0.24%, at net asset value and a total return of 2.18%, at market value. This compares with a return of 1.91% for the fund's benchmark, the Barclays U.S. High-Yield Corporate Bond 2% Issuer Capped Index. Over the same period, the fund's other benchmark, the MFS Multimarket Income Trust Blended Index (Blended Index), generated a return of 1.32%. The Blended Index reflects the blended returns of various fixed income market indices, with percentage allocations to each index designed to resemble the fixed income allocations of the fund. The market indices and related percentage allocations used to compile the Blended Index are set forth in the Performance Summary.

The performance commentary below is based on the net asset value performance of the fund which reflects the performance of the underlying pool of assets held by the fund. The total return at market value represents the return earned by owners of the shares of the fund which are traded publicly on the exchange.

Market Environment

Sluggish global growth weighed on both developed and emerging market (EM) economies during the reporting period. EM economies have been particularly lackluster. While the US Federal Reserve appears ready to tighten monetary conditions, other large developed economies continued to embrace accommodative monetary policies, particularly the European Central Bank, which instituted a large quantitative easing program in January of 2015. Poor policy management by the Chinese government roiled global markets over the summer, beginning with the poorly executed response to the stock market's boom and bust and then the confusing decision to devalue the renminbi in August. China subsequently stabilized the currency and ramped up a wide range of monetary and fiscal measures to stimulate the economy and bolster sentiment.

During the second half of the reporting period, the US faced an earnings recession caused primarily by the sharp decline in the prices of oil and other commodities. Earnings contractions were concentrated primarily in the energy, materials and industrial sectors. An additional headwind for earnings was the sharp rise in the US dollar over the period. Exports were crimped by the dollar's strength and falling demand in emerging markets. Consumer spending held up well during the period amid

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Management Review continued

a modest increase in real wages and a tailwind from falling gasoline prices. Demand for autos reached near-record territory late in the period. In emerging markets, two key factors weighed on economies and asset prices: weaker Chinese growth, and the resulting decline in commodity prices, in addition to prospects for higher US interest rates. Structural factors like floating exchange rates and fiscal buffers partially offset these cyclical headwinds.

Contributors to Performance

Relative to the Blended Index, a lesser exposure to Venezuelan and Brazilian bonds were primary contributors to the fund's outperformance.

The fund's greater exposure to corporate bonds, particularly within both the *industrial* and *financial* sectors, also benefited relative performance.

Detractors from Performance

Credit quality in US bonds, particularly a greater exposure to B and BB (r) securities, was a primary area of relative weakness.

The portion of the fund's return derived from yield, which was less than that of the Blended Index, also held back relative performance.

The fund employs leverage and, to the extent that investments are purchased through the use of leverage, the fund's net asset value may increase or decrease at a greater rate than a comparable unleveraged fund. During the reporting period, the use of leverage did not have a material impact on the fund's performance.

Respectfully,

Richard Hawkins Portfolio Manager	William Adams Portfolio Manager	Ward Brown Portfolio Manager	David Cole Portfolio Manager
Pilar Gomez-Bravo Portfolio Manager	Robert Persons Portfolio Manager	Matthew Ryan Portfolio Manager	

(r) Bonds rated BBB, Baa, or higher are considered investment grade; bonds rated BB, Ba, or below are considered non-investment grade. The source for bond quality ratings is Moody's Investors Service, Standard & Poor's and Fitch, Inc. and are applied using the following hierarchy: If all three agencies provide a rating, the middle rating (after dropping the highest and lowest ratings) is assigned; if two of the three agencies rate a security, the lower of the two is assigned. Ratings are shown in the S&P and Fitch scale (e.g., AAA). For securities which are not rated by any of the three agencies, the security is considered Not Rated. The views expressed in this report are those of the portfolio managers only through the end of the period of the report as stated on the cover and do not necessarily reflect the views of MFS or any other person in the MFS organization. These views are subject to change at any time based on market or other conditions, and MFS disclaims any responsibility to update such views. These views may not be relied upon as investment advice or an indication of trading intent on behalf of any MFS portfolio. References to specific securities are not recommendations of such securities, and may not be representative of any MFS portfolio's current or future investments.

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PERFORMANCE SUMMARY THROUGH 10/31/15

The following chart presents the fund's historical performance in comparison to its benchmark(s). Investment return and principal value will fluctuate, and shares, when sold, may be worth more or less than their original cost; current performance may be lower or higher than quoted. The performance shown does not reflect the deduction of taxes, if any, that a shareholder would pay on fund distributions or the sale of fund shares. Performance data shown represents past performance and is no guarantee of future results.

Price Summary for MFS Multimarket Income Trust

		Date	Price
	Net Asset Value	10/31/15	\$6.76
		10/31/14	\$7.39
	New York Stock Exchange Price	10/31/15	\$5.94
Year Ended		5/01/15 (high) (t)	\$6.50
10/31/15		10/02/15 (low) (t)	\$5.57
		10/31/14	\$6.37

Total Returns vs Benchmarks

	MFS Multimarket Income Trust at	
	New York Stock Exchange Price (r)	2.18%
	Net Asset Value (r)	0.24%
	Barclays U.S. High-Yield Corporate Bond 2% Issuer Capped Index (f)	(1.91)%
	MFS Multimarket Income Trust Blended Index (f)(w)	(1.32)%
	Barclays Global Aggregate Credit Bond Index (f)	(2.73)%
Year Ended	Barclays U.S. Government/Mortgage Bond Index (f)	2.41%
10/31/15	JPMorgan Emerging Markets Bond Index Global (f)	(0.50)%

(f) Source: FactSet Research Systems Inc.

(r) Includes reinvestment of dividends and capital gain distributions.

(t) For the period November 1, 2014 through October 31, 2015.

(w) As of October 31, 2015, the MFS Multimarket Income Trust Blended Index was comprised of 50% Barclays U.S. High-Yield Corporate Bond 2% Issuer Capped Index, 20% JPMorgan Emerging Markets Bond Index Global, 20% Barclays Global Aggregate Credit Bond Index, and 10% Barclays U.S. Government/Mortgage Bond Index.

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Performance Summary continued

Benchmark Definitions

Barclays Global Aggregate Credit Bond Index is a subset of the Global Aggregate Index, and contains investment grade credit securities from the U.S. Aggregate, Pan-European Aggregate, Asian-Pacific Aggregate, Eurodollar, 144A, and Euro-Yen indices. Credit securities are publicly issued corporate and specified foreign debentures and secured notes that meet the specified maturity, liquidity and quality requirements.

Barclays U.S. Government/Mortgage Bond Index measures debt issued by the U.S. Government, and its agencies, as well as mortgage-backed pass-through securities of Ginnie Mae (GNMA), Fannie Mae (FNMA), and Freddie Mac (FHLMC).

Barclays U.S. High-Yield Corporate Bond 2% Issuer Capped Index is a component of the Barclays U.S. High-Yield Corporate Bond Index, which measures performance of non-investment grade, fixed rate debt. The index limits the maximum exposure to any one issuer to 2%.

JPMorgan Emerging Markets Bond Index Global measures the performance of U.S. dollar-denominated debt instruments issued by emerging market sovereign and quasi-sovereign entities: Brady bonds, loans, Eurobonds.

It is not possible to invest directly in an index.

Notes to Performance Summary

The fund's shares may trade at a discount or premium to net asset value. When fund shares trade at a premium, buyers pay more than the net asset value underlying fund shares, and shares purchased at a premium would receive less than the amount paid for them in the event of the fund's liquidation.

The fund's monthly distributions may include a return of capital to shareholders to the extent that the fund's net investment income and net capital gains are insufficient to meet the fund's target annual distribution rate. Distributions that are treated for federal income tax purposes as a return of capital will reduce each shareholder's basis in his or her shares and, to the extent the return of capital exceeds such basis, will be treated as gain to the shareholder from a sale of shares. It may also result in a recharacterization of what economically represents a return of capital to ordinary income in those situations where a fund has long term capital gains and a capital loss carryforward. Returns of shareholder capital have the effect of reducing the fund's assets and increasing the fund's expense ratio.

The fund's target annual distribution rate is calculated based on an annual rate of 8.00% of the fund's average monthly net asset value, not a fixed share price, and the fund's dividend amount will fluctuate with changes in the fund's average monthly net assets.

Net asset values and performance results based on net asset value per share do not include adjustments made for financial reporting purposes in accordance with U.S. generally accepted accounting principles and may differ from amounts reported in the Statement of Assets and Liabilities or the Financial Highlights.

From time to time the fund may receive proceeds from litigation settlements, without which performance would be lower.

In accordance with Section 23(c) of the Investment Company Act of 1940, the fund hereby gives notice that it may from time to time repurchase shares of the fund in the open market at the option of the Board of Trustees and on such terms as the Trustees shall determine.

Table of Contents**PORTFOLIO MANAGERS PROFILES**

Portfolio Manager	Primary Role	Since	Title and Five Year History
Richard Hawkins	Lead Portfolio Manager	2006	Investment Officer of MFS; employed in the investment management area of MFS since 1988.
William Adams	Below Investment Grade Debt Instruments	2011	Investment Officer of MFS; employed in the investment management area of MFS since 2009; Credit Analyst at MFS from 1997 to 2005.
Ward Brown	Portfolio Manager Emerging Markets Debt Instruments	2012	Investment Officer of MFS; employed in the investment management area of MFS since 2005.
David Cole	Portfolio Manager Below Investment Grade Debt Instruments	2006	Investment Officer of MFS; employed in the investment management area of MFS since 2004.
Pilar Gomez-Bravo	Portfolio Manager Investment Grade Debt Instruments	2013	Investment Officer of MFS; employed in the investment management area of MFS since 2013; Managing Director of Imperial Capital from May 2012 to March 2013; Portfolio Manager and Head of Research of Negentropy Capital from June 2011 to April 2012; Co-founder of Marengo Asset Management from June 2010 to April 2011; Head of Credit Europe Neuberger Berman from June 2006 to May 2010.
Robert Persons	Portfolio Manager Investment Grade Debt Instruments	2013	Investment Officer of MFS; employed in the investment management area of MFS since 2000.
Matthew Ryan	Portfolio Manager Emerging Markets Debt Instruments Portfolio Manager	2004	Investment Officer of MFS; employed in the investment management area of MFS since 1997.

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DIVIDEND REINVESTMENT AND CASH PURCHASE PLAN

The fund offers a Dividend Reinvestment and Cash Purchase Plan (the Plan) that allows common shareholders to reinvest either all of the distributions paid by the fund or only the long-term capital gains. Generally, purchases are made at the market price unless that price exceeds the net asset value (the shares are trading at a premium). If the shares are trading at a premium, purchases will be made at a price of either the net asset value or 95% of the market price, whichever is greater. You can also buy shares on a quarterly basis in any amount \$100 and over. The Plan Agent will purchase shares under the Cash Purchase Plan on the 15th of January, April, July, and October or shortly thereafter.

If shares are registered in your own name, new shareholders will automatically participate in the Plan, unless you have indicated that you do not wish to participate. If your shares are in the name of a brokerage firm, bank, or other nominee, you can ask the firm or nominee to participate in the Plan on your behalf. If the nominee does not offer the Plan, you may wish to request that your shares be re-registered in your own name so that you can participate. There is no service charge to reinvest distributions, nor are there brokerage charges for shares issued directly by the fund. However, when shares are bought on the New York Stock Exchange or otherwise on the open market, each participant pays a pro rata share of the transaction expenses, including commissions. Dividends and capital gains distributions are taxable whether received in cash or reinvested in additional shares the automatic reinvestment of distributions does not relieve you of any income tax that may be payable (or required to be withheld) on the distributions.

If your shares are held directly with the Plan Agent, you may withdraw from the Plan at any time by going to the Plan Agent's website at www.computershare.com/investor, by calling 1-800-637-2304 any business day from 9 a.m. to 5 p.m. Eastern time or by writing to the Plan Agent at P.O. Box 43078, Providence, RI 02940-3078. Please have available the name of the fund and your account number. For certain types of registrations, such as corporate accounts, instructions must be submitted in writing. Please call for additional details. When you withdraw from the Plan, you can receive the value of the reinvested shares in one of three ways: your full shares will be held in your account, the Plan Agent will sell your shares and send the proceeds to you, or you may transfer your full shares to your investment professional who can hold or sell them. Additionally, the Plan Agent will sell your fractional shares and send the proceeds to you.

If you have any questions or for further information or a copy of the Plan, contact the Plan Agent Computershare Trust Company, N.A. (the Transfer Agent for the fund) at 1-800-637-2304, at the Plan Agent's website at www.computershare.com/investor, or by writing to the Plan Agent at P.O. Box 43078, Providence, RI 02940-3078.

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10/31/15

The Portfolio of Investments is a complete list of all securities owned by your fund. It is categorized by broad-based asset classes.

Bonds - 112.5%		
Issuer	Shares/Par	Value (\$)
Aerospace - 1.3%		
Aerojet Rocketdyne Holdings, Inc., 7.125%, 3/15/21	\$ 1,405,004	\$ 1,476,952
Bombardier, Inc., 6.125%, 1/15/23 (n)	885,000	685,875
Bombardier, Inc., 7.5%, 3/15/25 (n)	515,000	400,413
CPI International, Inc., 8.75%, 2/15/18	1,115,000	1,120,575
Huntington Ingalls Industries, Inc., 7.125%, 3/15/21	1,755,000	1,833,975
TransDigm, Inc., 6%, 7/15/22	245,000	247,450
TransDigm, Inc., 6.5%, 7/15/24	700,000	712,250
		\$ 6,477,490
Airlines - 0.1%		
Ryanair Ltd., 1.125%, 3/10/23	EUR 325,000	\$ 343,343
Apparel Manufacturers - 0.4%		
Hanesbrands, Inc., 6.375%, 12/15/20	\$ 845,000	\$ 875,631
PVH Corp., 4.5%, 12/15/22	1,220,000	1,223,050
		\$ 2,098,681
Asset-Backed & Securitized - 4.5%		
Banc of America Commercial Mortgage, Inc., FRN, 5.741%, 2/10/51	\$ 1,389,681	\$ 1,469,441
Bayview Financial Acquisition Trust, FRN, 5.483%, 2/28/41 (d)(q)	26,085	27,757
Bayview Financial Revolving Mortgage Loan Trust, FRN, 1.794%, 12/28/40 (z)	2,162,994	1,361,544
Chesapeake Funding LLC, A, FRN, 0.643%, 5/07/24 (z)	1,365,882	1,365,194
Citigroup Commercial Mortgage Trust, FRN, 5.711%, 12/10/49	390,311	56,515
Citigroup/Deutsche Bank Commercial Mortgage Trust, FRN, 5.366%, 12/11/49	1,400,000	1,439,486
Credit Suisse Commercial Mortgage Trust, AM, FRN, 5.699%, 6/15/39	1,781,000	1,827,927
Crest Ltd., CDO, 7%, 1/28/40 (a)(p)	2,929,457	316,147
Dryden Senior Loan Fund, 2013-26A, A, CLO, FRN, 1.42%, 7/15/25 (z)	1,500,000	1,471,317
Enterprise Fleet Financing LLC, 2014-1, A2, 0.87%, 9/20/19 (n)	1,540,345	1,536,188
Falcon Franchise Loan LLC, FRN, 32.869%, 1/05/25 (i)(z)	157,294	38,000
First Union National Bank Commercial Mortgage Trust, FRN, 1.467%, 1/12/43 (d)(i)(q)(z)	273,430	776
First Union-Lehman Brothers Bank of America, FRN, 0.938%, 11/18/35 (i)	3,572,194	64,679

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Issuer	Shares/Par	Value (\$)
Bonds - continued		
Asset-Backed & Securitized - continued		
Greenwich Capital Commercial Funding Corp., 5.475%, 3/10/39	\$ 1,745,342	\$ 1,805,739
JPMorgan Chase Commercial Mortgage Securities Corp., 5.552%, 5/12/45	1,147,782	1,169,168
JPMorgan Chase Commercial Mortgage Securities Corp., A4, FRN, 5.774%, 6/15/49	2,000,000	2,068,801
JPMorgan Chase Commercial Mortgage Securities Corp., FRN, 5.475%, 4/15/43	952,185	956,736
JPMorgan Chase Commercial Mortgage Securities Corp., FRN, 5.91%, 4/15/45	1,118,530	1,131,835
JPMorgan Chase Commercial Mortgage Trust, 2007-LD11, AM, FRN, 5.774%, 6/15/49	2,243,253	2,319,315
Lehman Brothers Commercial Conduit Mortgage Trust, FRN, 1.136%, 2/18/30 (i)	419,349	5,124
Morgan Stanley Capital I Trust, AM, FRN, 5.681%, 4/15/49	1,674,000	1,725,721
Morgan Stanley Capital I, Inc., FRN, 1.42%, 4/28/39 (i)(z)	2,977,333	15,006
Wachovia Bank Commercial Mortgage Trust, A4, FRN, 5.952%, 2/15/51	952,666	992,119
		\$ 23,164,535
Automotive - 2.5%		
Accuride Corp., 9.5%, 8/01/18	\$ 1,365,000	\$ 1,365,000
American Honda Finance Corp., 1.375%, 11/10/22	EUR 525,000	586,147
Delphi Automotive PLC, 1.5%, 3/10/25	EUR 250,000	256,835
Ford Motor Credit Co. LLC, 1.7%, 5/09/16	\$ 1,000,000	1,002,295
General Motors Financial Co., Inc., 3.45%, 4/10/22	486,000	474,590
Goodyear Tire & Rubber Co., 6.5%, 3/01/21	1,225,000	1,301,563
Goodyear Tire & Rubber Co., 7%, 5/15/22	420,000	456,750
Grupo Antolin Dutch B.V., 5.125%, 6/30/22 (n)	EUR 120,000	134,932
Harley-Davidson Financial Services, Inc., 2.7%, 3/15/17 (n)	\$ 600,000	611,147
Hyundai Capital America, 4%, 6/08/17 (n)	256,000	264,091
Lear Corp., 4.75%, 1/15/23	730,000	734,563
Lear Corp., 5.375%, 3/15/24	140,000	145,250
Lear Corp., 5.25%, 1/15/25	990,000	1,009,800
Schaeffler Finance B.V., 6.875%, 8/15/18 (n)(p)	655,000	677,925
Schaeffler Finance B.V., 3.25%, 5/15/19	EUR 470,000	525,234
Schaeffler Finance B.V., 4.75%, 5/15/21 (n)	\$ 565,000	574,888
Schaeffler Holding Finance B.V., 6.25%, 11/15/19 (n)(p)	305,000	321,775
Volkswagen Group of America Finance LLC, 2.4%, 5/22/20	530,000	506,455
Volkswagen International Finance N.V., 3.875% to 9/04/18, FRN to 9/29/49	EUR 400,000	426,231
Volkswagen International Finance N.V., FRN, 2.5%, 12/29/49	EUR 230,000	215,558
ZF North America Capital, Inc., 4.5%, 4/29/22 (n)	\$ 1,335,000	1,344,171
ZF North America Capital, Inc., 4.75%, 4/29/25 (n)	150,000	147,188
		\$ 13,082,388

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Biotechnology - 0.1%		
Life Technologies Corp., 6%, 3/01/20	\$ 363,000	\$ 410,471
Broadcasting - 2.1%		
Activision Blizzard, Inc., 6.125%, 9/15/23 (n)	\$ 1,485,000	\$ 1,616,794
AMC Networks, Inc., 7.75%, 7/15/21	884,000	948,090
Clear Channel Communications, Inc., 9%, 3/01/21	946,000	778,085
Clear Channel Worldwide Holdings, Inc., A, 6.5%, 11/15/22	245,000	252,350
Clear Channel Worldwide Holdings, Inc., B, 6.5%, 11/15/22	945,000	985,163
Discovery Communications, Inc., 1.9%, 3/19/27	EUR 700,000	678,077
Liberty Media Corp., 8.5%, 7/15/29	\$ 1,280,000	1,340,800
Liberty Media Corp., 8.25%, 2/01/30	50,000	51,500
Myriad International Holdings B.V., 5.5%, 7/21/25 (n)	620,000	607,389
Netflix, Inc., 5.375%, 2/01/21	945,000	998,156
Netflix, Inc., 5.875%, 2/15/25 (n)	370,000	391,275
Nexstar Broadcasting, Inc., 6.875%, 11/15/20	900,000	930,375
Omnicom Group, Inc., 3.65%, 11/01/24	154,000	152,845
ProSiebenSat.1 Media AG, 2.625%, 4/15/21	EUR 485,000	551,260
Tribune Media Co., 5.875%, 7/15/22 (n)	\$ 770,000	791,175
		\$ 11,073,334
Building - 2.3%		
Allegion PLC, 5.875%, 9/15/23	\$ 255,000	\$ 267,113
Allegion U.S. Holding Co., Inc., 5.75%, 10/01/21	1,535,000	1,611,750
Beacon Roofing Supply, Inc., 6.375%, 10/01/23 (n)	780,000	820,950
Building Materials Corp. of America, 5.375%, 11/15/24 (n)	890,000	915,588
Building Materials Corp. of America, 6%, 10/15/25 (n)	495,000	525,938
CEMEX S.A.B. de C.V., 6.5%, 12/10/19 (n)	405,000	411,075
CEMEX S.A.B. de C.V., 7.25%, 1/15/21 (n)	306,000	313,650
Cimpor Financial Operations B.V., 5.75%, 7/17/24 (n)	284,000	187,085
CRH Finance Ltd., 3.125%, 4/03/23	EUR 300,000	358,124
Elementia S.A. de C.V., 5.5%, 1/15/25 (n)	\$ 210,000	205,275
Gibraltar Industries, Inc., 6.25%, 2/01/21	865,000	890,950
HD Supply, Inc., 7.5%, 7/15/20	990,000	1,054,350
Headwaters, Inc., 7.25%, 1/15/19	670,000	693,450
Masco Corp., 4.45%, 4/01/25	170,000	170,425
Mohawk Industries, Inc., 2%, 1/14/22	EUR 525,000	591,655
Mohawk Industries, Inc., 3.85%, 2/01/23	\$ 653,000	658,604
Nortek, Inc., 8.5%, 4/15/21	875,000	927,500
Owens Corning, Inc., 4.2%, 12/15/22	184,000	186,046
PriSo Acquisition Corp., 9%, 5/15/23 (n)	765,000	736,313
Union Andina de Cementos S.A.A., 5.875%, 10/30/21 (n)	270,000	270,338
		\$ 11,796,179

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Business Services - 1.7%		
Equinix, Inc., 4.875%, 4/01/20	\$ 855,000	\$ 893,475
Equinix, Inc., 5.375%, 1/01/22	290,000	302,963
Equinix, Inc., 5.375%, 4/01/23	895,000	930,800
Fidelity National Information Services, Inc., 3.875%, 6/05/24	664,000	635,900
Fidelity National Information Services, Inc., 5%, 10/15/25	326,000	337,057
Fiserv, Inc., 2.7%, 6/01/20	396,000	396,423
Iron Mountain, Inc., 6%, 10/01/20 (n)	465,000	492,900
Iron Mountain, Inc., REIT, 6%, 8/15/23	1,330,000	1,394,838
MSCI, Inc., 5.75%, 8/15/25 (n)	280,000	295,260
NeuStar, Inc., 4.5%, 1/15/23	1,050,000	903,000
Tencent Holdings Ltd., 3.375%, 3/05/18 (n)	664,000	680,937
Tencent Holdings Ltd., 3.375%, 5/02/19 (n)	965,000	985,634
Tencent Holdings Ltd., 3.8%, 2/11/25 (n)	734,000	729,179
		\$ 8,978,366
Cable TV - 4.8%		
Altice Financing S.A., 6.5%, 1/15/22 (n)	\$ 1,477,000	\$ 1,495,463
Altice Financing S.A., 6.625%, 2/15/23 (n)	1,525,000	1,528,813
Altice Finco S.A., 8.125%, 1/15/24 (n)	719,000	715,405
CCO Holdings LLC/CCO Holdings Capital Corp., 7.375%, 6/01/20	390,000	404,625
CCO Holdings LLC/CCO Holdings Capital Corp., 6.5%, 4/30/21	1,015,000	1,065,116
CCO Holdings LLC/CCO Holdings Capital Corp., 5.125%, 5/01/23 (n)	730,000	731,825
CCO Holdings LLC/CCO Holdings Capital Corp., 5.75%, 1/15/24	1,060,000	1,075,900
CCO Holdings LLC/CCO Holdings Capital Corp., 5.375%, 5/01/25 (n)	305,000	301,950
CCO Safari II LLC, 6.384%, 10/23/35 (n)	371,000	382,163
Cequel Communications Holdings, 6.375%, 9/15/20 (n)	970,000	971,213
Comcast Corp., 4.65%, 7/15/42	700,000	724,308
DISH DBS Corp., 6.75%, 6/01/21	890,000	918,925
DISH DBS Corp., 5%, 3/15/23	1,010,000	934,250
DISH DBS Corp., 5.875%, 11/15/24	360,000	344,340
Intelsat Jackson Holdings S.A., 7.25%, 4/01/19	510,000	478,125
Intelsat Jackson Holdings S.A., 6.625%, 12/15/22	1,710,000	1,350,900
Intelsat Jackson Holdings S.A., 5.5%, 8/01/23	1,225,000	1,009,859
Intelsat Luxembourg S.A., 8.125%, 6/01/23	1,020,000	604,350
LGE Holdco VI B.V., 7.125%, 5/15/24 (n)	EUR 680,000	812,145
Lynx I Corp., 5.375%, 4/15/21 (n)	\$ 468,000	491,400
Lynx II Corp., 6.375%, 4/15/23 (n)	675,000	695,250
Neptune Finco Corp., 10.875%, 10/15/25 (n)	605,000	645,838
Shaw Communications, Inc., 5.65%, 10/01/19	CAD 417,000	355,860
SIRIUS XM Radio, Inc., 4.25%, 5/15/20 (n)	\$ 290,000	293,625
SIRIUS XM Radio, Inc., 5.875%, 10/01/20 (n)	130,000	138,190

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Cable TV - continued		
SIRIUS XM Radio, Inc., 5.75%, 8/01/21 (n)	\$ 195,000	\$ 204,750
SIRIUS XM Radio, Inc., 4.625%, 5/15/23 (n)	540,000	533,250
SIRIUS XM Radio, Inc., 6%, 7/15/24 (n)	560,000	591,248
SIRIUS XM Radio, Inc., 5.375%, 4/15/25 (n)	730,000	747,338
Sky PLC, 2.5%, 9/15/26	EUR 400,000	453,841
Time Warner Cable, Inc., 5.75%, 6/02/31	GBP 250,000	382,523
Time Warner Cable, Inc., 4.5%, 9/15/42	\$ 210,000	170,093
Unitymedia Hessen, 5.5%, 1/15/23 (n)	950,000	976,410
Unitymedia KabelBW GmbH, 6.125%, 1/15/25 (n)	700,000	716,625
Virgin Media Secured Finance PLC, 5.25%, 1/15/26 (n)	710,000	710,000
VTR Finance B.V., 6.875%, 1/15/24 (n)	207,000	200,273
Ziggo Bond Finance B.V., 5.875%, 1/15/25 (n)	450,000	428,625
		\$ 24,584,814
Chemicals - 2.2%		
CF Industries, Inc., 3.45%, 6/01/23	\$ 577,000	\$ 551,317
Consolidated Energy Finance S.A., 6.75%, 10/15/19 (n)	384,000	382,080
Evolution Escrow Issuer Co., 7.5%, 3/15/22 (n)	805,000	569,538
Flash Dutch 2 B.V./U.S. Coatings Acquisition, 7.375%, 5/01/21 (n)	810,000	856,575
Hexion U.S. Finance Corp., 6.625%, 4/15/20	395,000	334,763
Hexion U.S. Finance Corp./Hexion Nova Scotia Finance, 8.875%, 2/01/18	565,000	432,225
Huntsman International LLC, 5.125%, 4/15/21	EUR 335,000	356,871
INEOS Group Holdings S.A., 6.125%, 8/15/18 (n)	\$ 920,000	926,900
INEOS Group Holdings S.A., 5.875%, 2/15/19 (n)	200,000	200,000
Israel Chemicals Ltd., 4.5%, 12/02/24 (n)	2,540,000	2,575,052
LyondellBasell Industries N.V., 5.75%, 4/15/24	487,000	551,562
LyondellBasell Industries N.V., 4.625%, 2/26/55	386,000	334,051
Momentive Performance Materials, Inc., 3.88%, 10/24/21	275,000	220,000
Solvay Finance S.A., FRN, 4.199%, 5/29/49	EUR 450,000	498,149
SPCM S.A., 2.875%, 6/15/23 (n)	EUR 102,000	106,977
The Chemours Co., 6.625%, 5/15/23 (n)	\$ 490,000	365,663
Tronox Finance LLC, 6.375%, 8/15/20	1,250,000	890,250
W.R. Grace & Co., 5.125%, 10/01/21 (n)	1,035,000	1,076,400
		\$ 11,228,373
Computer Software - 0.4%		
Oracle Corp., 3.4%, 7/08/24	\$ 483,000	\$ 492,910
Syniverse Holdings, Inc., 9.125%, 1/15/19	436,000	365,150
VeriSign, Inc., 4.625%, 5/01/23	1,165,000	1,167,097
		\$ 2,025,157

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Computer Software - Systems - 0.5%		
Apple, Inc., 3.05%, 7/31/29	GBP 450,000	\$ 681,989
CDW LLC/CDW Finance Corp., 6%, 8/15/22	\$ 485,000	520,521
CDW LLC/CDW Finance Corp., 5.5%, 12/01/24	425,000	445,188
Sabre GLBL, Inc., 5.375%, 4/15/23 (n)	1,115,000	1,131,725
		\$ 2,779,423
Conglomerates - 1.9%		
Amsted Industries Co., 5%, 3/15/22 (n)	\$ 1,510,000	\$ 1,525,100
ATS Automation Tooling Systems, Inc., 6.5%, 6/15/23 (n)	375,000	384,375
BC Mountain LLC, 7%, 2/01/21 (n)	1,170,000	941,850
DH Europe Finance S.A., 1%, 7/08/19	EUR 420,000	467,887
EnerSys, 5%, 4/30/23 (n)	\$ 1,295,000	1,314,425
Enpro Industries, Inc., 5.875%, 9/15/22	1,315,000	1,324,863
Entegris, Inc., 6%, 4/01/22 (n)	1,275,000	1,313,250
General Electric Co., 1.25%, 5/26/23	EUR 175,000	192,599
Renaissance Acquisition, 6.875%, 8/15/21 (n)	\$ 1,300,000	1,124,500
Silver II Borrower, 7.75%, 12/15/20 (n)	405,000	351,338
Smiths Group PLC, 1.25%, 4/28/23	EUR 550,000	578,727
Tyco International Finance S.A., 1.375%, 2/25/25	EUR 225,000	232,898
		\$ 9,751,812
Construction - 0.1%		
Empresas ICA S.A.B. de C.V., 8.9%, 2/04/21	\$ 590,000	\$ 163,725
Empresas ICA S.A.B. de C.V., 8.875%, 5/29/24 (n)	914,000	255,920
		\$ 419,645
Consumer Products - 0.8%		
Mattel, Inc., 1.7%, 3/15/18	\$ 192,000	\$ 189,929
Newell Rubbermaid, Inc., 4%, 12/01/24	450,000	450,412
Prestige Brands, Inc., 8.125%, 2/01/20	373,000	390,718
Prestige Brands, Inc., 5.375%, 12/15/21 (n)	845,000	845,000
Reckitt Benckiser Treasury Services PLC, 3.625%, 9/21/23 (n)	500,000	514,243
Spectrum Brands, Inc., 6.375%, 11/15/20	965,000	1,030,138
Spectrum Brands, Inc., 6.125%, 12/15/24 (n)	165,000	177,788
Spectrum Brands, Inc., 5.75%, 7/15/25 (n)	430,000	458,488
		\$ 4,056,716
Consumer Services - 1.9%		
ADT Corp., 6.25%, 10/15/21	\$ 1,525,000	\$ 1,647,000
ADT Corp., 4.125%, 6/15/23	370,000	356,125
CEB, Inc., 5.625%, 6/15/23 (n)	840,000	853,650
Garda World Security Corp., 7.25%, 11/15/21 (n)	755,000	688,938
Garda World Security Corp., 7.25%, 11/15/21 (n)	365,000	333,063
Grupo Posadas S.A.B. de C.V., 7.875%, 6/30/22 (n)	700,000	672,000

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Consumer Services - continued		
Interval Acquisition Corp., 5.625%, 4/15/23 (n)	\$ 1,635,000	\$ 1,675,875
Monitronics International, Inc., 9.125%, 4/01/20	1,495,000	1,300,650
Priceline Group, Inc., 3.65%, 3/15/25	314,000	312,762
Priceline Group, Inc., 1.8%, 3/03/27	EUR 300,000	298,354
Service Corp. International, 5.375%, 5/15/24	\$ 1,354,000	1,443,703
		\$ 9,582,120
Containers - 3.0%		
Ardagh Packaging Finance PLC, 9.125%, 10/15/20 (n)	\$ 2,200,000	\$ 2,304,522
Ball Corp., 5%, 3/15/22	1,835,000	1,894,638
Ball Corp., 5.25%, 7/01/25	330,000	335,363
Berry Plastics Group, Inc., 5.5%, 5/15/22	1,155,000	1,189,650
Berry Plastics Group, Inc., 6%, 10/15/22 (z)	350,000	365,750
Crown American LLC, 4.5%, 1/15/23	1,472,000	1,475,680
Crown European Holdings S.A., 3.375%, 5/15/25 (z)	EUR 650,000	682,608
Multi-Color Corp., 6.125%, 12/01/22 (n)	\$ 1,240,000	1,274,100
Rexam PLC, 6.75% to 6/29/17, FRN to 6/29/67	EUR 375,000	412,369
Reynolds Group, 9.875%, 8/15/19	\$ 151,000	158,928
Reynolds Group, 5.75%, 10/15/20	600,000	624,000
Reynolds Group, 8.25%, 2/15/21	1,430,000	1,485,413
Sealed Air Corp., 4.5%, 9/15/23 (n)	EUR 450,000	519,644
Sealed Air Corp., 4.875%, 12/01/22 (n)	\$ 1,110,000	1,140,525
Sealed Air Corp., 5.125%, 12/01/24 (n)	370,000	380,175
Signode Industrial Group, 6.375%, 5/01/22 (n)	1,060,000	993,750
		\$ 15,237,115
Electrical Equipment - 0.0%		
Avaya, Inc., 10.5%, 3/01/21 (n)	\$ 405,000	\$ 156,938
Electronics - 1.1%		
Advanced Micro Devices, Inc., 6.75%, 3/01/19	\$ 740,000	\$ 569,800
Advanced Micro Devices, Inc., 7.5%, 8/15/22	320,000	232,000
Advanced Micro Devices, Inc., 7%, 7/01/24	460,000	322,000
Micron Technology, Inc., 5.875%, 2/15/22	695,000	707,163
Micron Technology, Inc., 5.5%, 2/01/25	615,000	585,788
NXP B.V., 5.75%, 2/15/21 (n)	480,000	501,600
NXP B.V., 5.75%, 3/15/23 (n)	1,070,000	1,126,175
Sensata Technologies B.V., 5.625%, 11/01/24 (n)	475,000	483,313
Sensata Technologies B.V., 5%, 10/01/25 (n)	445,000	434,431
Tyco Electronics Group S.A., 6.55%, 10/01/17	700,000	765,791
Tyco Electronics Group S.A., 1.1%, 3/01/23	EUR 100,000	107,209
		\$ 5,835,270

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Emerging Market Quasi-Sovereign - 5.6%		
Autoridad del Canal de Panama, 4.95%, 7/29/35 (z)	\$ 201,000	\$ 203,336
Banco de Reservas de la Republica Dominicana, 7%, 2/01/23 (n)	946,000	941,833
CNOOC Finance (2013) Ltd., 3%, 5/09/23	389,000	368,280
CNOOC Finance (2015) U.S.A. LLC, 3.5%, 5/05/25	350,000	339,650
CNPC (HK) Overseas Capital Ltd., 4.5%, 4/28/21 (n)	1,242,000	1,321,800
CNPC General Capital Ltd., 3.4%, 4/16/23 (n)	391,000	382,121
Comision Federal de Electricidad, 4.875%, 1/15/24	465,000	475,463
Comision Federal de Electricidad, 6.125%, 6/16/45 (n)	900,000	870,750
Comision Federal de Electricidad, 4.875%, 1/15/24 (n)	517,000	528,633
Comision Federal de Electricidad, 5.75%, 2/14/42 (n)	915,000	858,956
Corporacion Financiera de Desarrollo S.A., 4.75%, 7/15/25 (n)	268,000	272,355
Empresa Nacional del Petroleo, 4.375%, 10/30/24 (n)	296,000	296,467
Gaz Capital S.A., 4.95%, 2/06/28 (n)	492,000	434,308
Kazakhstan Temir Zholy Co., 6.95%, 7/10/42 (n)	316,000	260,466
KazMunayGas National Co., 4.4%, 4/30/23 (n)	285,000	250,800
KazMunayGas National Co., 6%, 11/07/44 (n)	307,000	239,927
Majapahit Holding B.V., 7.25%, 6/28/17 (n)	1,029,000	1,098,458
Majapahit Holding B.V., 8%, 8/07/19 (n)	1,197,000	1,349,618
Majapahit Holding B.V., 7.75%, 1/20/20 (n)	1,045,000	1,179,283
NOVA Chemicals Corp., 5.25%, 8/01/23 (n)	372,000	380,630
Office Cherifien des Phosphates, 4.5%, 10/22/25 (n)	371,000	355,770
Office Cherifien des Phosphates, 6.875%, 4/25/44 (n)	373,000	387,920
Oleoducto Central S.A., 4%, 5/07/21 (n)	205,000	199,875
Pemex Project Funding Master Trust, 5.75%, 3/01/18	1,341,000	1,424,343
Pertamina PT, 5.25%, 5/23/21 (n)	511,000	523,383
Pertamina PT, 4.875%, 5/03/22 (n)	540,000	531,630
Pertamina PT, 4.3%, 5/20/23 (n)	323,000	305,152
Petroleos Mexicanos, 8%, 5/03/19	926,000	1,059,113
Petroleos Mexicanos, 5.5%, 1/21/21	1,712,000	1,827,560
Petroleos Mexicanos, 4.875%, 1/24/22	524,000	534,375
Petroleos Mexicanos, 4.875%, 1/18/24	640,000	639,488
Petroleos Mexicanos, 4.25%, 1/15/25 (n)	10,000	9,515
Petroleos Mexicanos, 5.5%, 6/27/44 (n)	254,000	216,459
Petroleos Mexicanos, 5.625%, 1/23/46 (n)	213,000	183,670
Petroleum Co. of Trinidad & Tobago Ltd., 9.75%, 8/14/19 (n)	476,000	509,320
Petroleum Co. of Trinidad & Tobago Ltd., 6%, 5/08/22	380,917	363,966
PT Pelabuhan Indonesia III, 4.875%, 10/01/24 (n)	200,000	194,000
PT Perusahaan Gas Negara (Persero) Tbk, 5.125%, 5/16/24 (n)	438,000	433,784
PT Perusahaan Listrik Negara, 5.5%, 11/22/21 (n)	752,000	775,823
Ras Laffan Liquefied Natural Gas Co. Ltd., 6.75%, 9/30/19 (n)	825,000	968,139
Sinopec Capital (2013) Ltd., 3.125%, 4/24/23 (n)	666,000	640,914
Sinopec Capital (2013) Ltd., 4.25%, 4/24/43 (n)	548,000	516,766
Sinopec Group Overseas Development (2012) Ltd., 3.9%, 5/17/22 (n)	544,000	559,681

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Emerging Market Quasi-Sovereign - continued		
Sinopec Group Overseas Development (2014) Ltd., 4.375%, 4/10/24 (n)	\$ 177,000	\$ 185,394
State Grid Overseas Investment (2014) Ltd., 4.125%, 5/07/24 (n)	2,263,000	2,405,904
Three Gorges Finance I (Cayman Islands) Ltd., 3.7%, 6/10/25 (n)	204,000	207,609
Turkiye Vakiflar Bankasi T.A.O., 6.875% to 2/03/20, FRN to 2/03/25 (n)	900,000	872,683
		\$ 28,885,370
Emerging Market Sovereign - 6.6%		
Dominican Republic, 7.5%, 5/06/21 (n)	\$ 879,000	\$ 955,913
Dominican Republic, 6.6%, 1/28/24 (n)	188,000	199,750
Dominican Republic, 5.875%, 4/18/24 (n)	206,000	209,605
Dominican Republic, 5.5%, 1/27/25 (n)	211,000	208,363
Oriental Republic of Uruguay, 4.5%, 8/14/24	213,714	222,263
Oriental Republic of Uruguay, 4.375%, 10/27/27	377,731	374,898
Republic of Colombia, 8.125%, 5/21/24	679,000	839,584
Republic of Colombia, 6.125%, 1/18/41	435,000	446,963
Republic of Croatia, 5.5%, 4/04/23 (n)	1,362,000	1,402,860
Republic of Hungary, 5.375%, 2/21/23	674,000	741,481
Republic of Indonesia, 6.875%, 1/17/18	838,000	920,569
Republic of Indonesia, 11.625%, 3/04/19	733,000	938,505
Republic of Indonesia, 4.875%, 5/05/21 (n)	336,000	353,004
Republic of Indonesia, 2.875%, 7/08/21 (z)	EUR 375,000	409,782
Republic of Indonesia, 3.375%, 4/15/23 (n)	\$ 517,000	492,607
Republic of Indonesia, 5.875%, 1/15/24 (n)	225,000	248,425
Republic of Indonesia, 4.125%, 1/15/25 (n)	339,000	331,181
Republic of Kazakhstan, 3.875%, 10/14/24 (n)	427,000	399,460
Republic of Kazakhstan, 5.125%, 7/21/25 (n)	983,000	977,618
Republic of Kazakhstan, 4.875%, 10/14/44 (n)	207,000	170,620
Republic of Lithuania, 6.125%, 3/09/21 (n)	499,000	584,129
Republic of Lithuania, 6.625%, 2/01/22 (n)	1,425,000	1,731,375
Republic of Panama, 3.75%, 3/16/25	231,000	228,690
Republic of Panama, 8.875%, 9/30/27	1,273,000	1,798,113
Republic of Panama, 9.375%, 4/01/29	873,000	1,284,401
Republic of Paraguay, 4.625%, 1/25/23 (n)	212,000	214,120
Republic of Peru, 7.35%, 7/21/25	544,000	701,760
Republic of Peru, 8.75%, 11/21/33	629,000	918,340
Republic of Peru, 5.625%, 11/18/50	217,000	234,360
Republic of Philippines, 3.95%, 1/20/40	960,000	998,108
Republic of Poland, 5%, 3/23/22	609,000	685,947
Republic of Romania, 6.75%, 2/07/22 (n)	1,074,000	1,280,208
Republic of Romania, 4.375%, 8/22/23 (n)	486,000	511,408
Republic of Romania, 4.875%, 1/22/24 (n)	328,000	356,700

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Emerging Market Sovereign - continued		
Republic of Slovakia, 4.375%, 5/21/22 (n)	\$ 1,047,000	\$ 1,178,001
Republic of Turkey, 7%, 3/11/19	790,000	881,443
Republic of Turkey, 5.625%, 3/30/21	670,000	720,250
Republic of Turkey, 6.25%, 9/26/22	646,000	717,060
Republic of Venezuela, 7.65%, 4/21/25	673,000	254,058
Russian Federation, 4.875%, 9/16/23 (n)	800,000	826,960
Russian Federation, 7.5%, 3/31/30	305,830	363,741
Russian Federation, 5.625%, 4/04/42 (n)	600,000	597,900
Socialist Republic of Vietnam, 6.75%, 1/29/20	273,000	302,425
Socialist Republic of Vietnam, 4.8%, 11/19/24 (n)	300,000	294,485
United Mexican States, 3.625%, 3/15/22	1,710,000	1,751,040
United Mexican States, 4%, 10/02/23	1,364,000	1,407,648
United Mexican States, 8.5%, 5/31/29	MXN 29,290,000	2,114,546
United Mexican States, 5.75%, 10/12/10	\$ 408,000	398,820
		\$ 34,179,487
Energy - Independent - 3.6%		
Afren PLC, 11.5%, 2/01/16 (a)(d)(n)	\$ 335,000	\$ 5,863
Afren PLC, 15%, 4/25/16 (d)(p)	388,334	270,914
Afren PLC, 10.25%, 4/08/19 (a)(d)(n)	219,000	3,833
Baytex Energy Corp., 5.625%, 6/01/24 (n)	1,055,000	870,375
Bonanza Creek Energy, Inc., 6.75%, 4/15/21	795,000	572,400
Bonanza Creek Energy, Inc., 5.75%, 2/01/23	230,000	154,100
Chaparral Energy, Inc., 7.625%, 11/15/22	1,420,000	468,600
Chesapeake Energy Corp., 5.75%, 3/15/23	1,570,000	989,100
Cimarex Energy Co., 4.375%, 6/01/24	420,000	417,774
Concho Resources, Inc., 6.5%, 1/15/22	895,000	927,444
Concho Resources, Inc., 5.5%, 4/01/23	1,015,000	1,020,075
EP Energy LLC, 9.375%, 5/01/20	920,000	800,400
EP Energy LLC, 7.75%, 9/01/22	2,590,000	1,994,300
Halcon Resources Corp., 8.875%, 5/15/21	1,245,000	417,853
Linn Energy LLC/Linn Energy Finance Corp., 8.625%, 4/15/20	150,000	39,000
Linn Energy LLC/Linn Energy Finance Corp., 7.75%, 2/01/21	1,957,000	450,110
Linn Energy LLC/Linn Energy Finance Corp., 6.5%, 9/15/21	605,000	133,100
MEG Energy Corp., 6.5%, 3/15/21 (n)	1,310,000	1,149,525
MEG Energy Corp., 7%, 3/31/24 (n)	240,000	207,600
Noble Energy, Inc., 5.625%, 5/01/21	945,000	958,221
Northern Blizzard Resources, Inc., 7.25%, 2/01/22 (n)	710,000	582,200
Oasis Petroleum, Inc., 6.875%, 3/15/22	850,000	724,625
QEP Resources, Inc., 5.25%, 5/01/23	1,750,000	1,553,125
RSP Permian, Inc., 6.625%, 10/01/22	970,000	960,300
Sanchez Energy Corp., 6.125%, 1/15/23	1,290,000	935,250
SM Energy Co., 6.5%, 11/15/21	1,315,000	1,295,275

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Energy - Independent - continued		
SM Energy Co., 6.125%, 11/15/22	\$ 585,000	\$ 567,450
		\$ 18,468,812
Energy - Integrated - 0.4%		
Listrindo Capital B.V., 6.95%, 2/21/19 (n)	\$ 239,000	\$ 247,383
LUKOIL International Finance B.V., 4.563%, 4/24/23 (n)	698,000	647,311
Pacific Exploration and Production Corp., 7.25%, 12/12/21 (n)	1,145,000	469,450
Pacific Exploration and Production Corp., 5.125%, 3/28/23 (n)	419,000	152,935
Pacific Exploration and Production Corp., 5.625%, 1/19/25 (n)	272,000	102,000
TOTAL S.A., 2.625% to 2/26/25, FRN to 12/29/49	EUR 300,000	304,741
		\$ 1,923,820
Entertainment - 1.3%		
Carmike Cinemas, Inc., 6%, 6/15/23 (n)	\$ 460,000	\$ 476,652
Carnival Corp., 1.2%, 2/05/16	500,000	500,558
Carnival Corp., 1.875%, 11/07/22	EUR 300,000	328,909
Cedar Fair LP, 5.25%, 3/15/21	\$ 1,130,000	1,178,025
Cedar Fair LP, 5.375%, 6/01/24	415,000	424,338
Cinemark USA, Inc., 5.125%, 12/15/22	1,045,000	1,050,225
Cinemark USA, Inc., 4.875%, 6/01/23	780,000	769,275
NCL Corp. Ltd., 5.25%, 11/15/19 (n)	790,000	819,625
Six Flags Entertainment Corp., 5.25%, 1/15/21 (n)	1,325,000	1,374,688
		\$ 6,922,295
Financial Institutions - 4.2%		
Aercap Ireland Capital Ltd., 4.625%, 10/30/20	\$ 150,000	\$ 155,438
Aircastle Ltd., 4.625%, 12/15/18	790,000	819,625
Aircastle Ltd., 5.125%, 3/15/21	550,000	580,250
Aircastle Ltd., 5.5%, 2/15/22	665,000	703,238
Aviation Capital Group, 6.75%, 4/06/21 (n)	740,000	838,050
CIT Group, Inc., 5.25%, 3/15/18	1,615,000	1,693,731
CIT Group, Inc., 6.625%, 4/01/18 (n)	1,447,000	1,559,143
CIT Group, Inc., 5.5%, 2/15/19 (n)	1,269,000	1,346,726
CIT Group, Inc., 3.875%, 2/19/19	1,255,000	1,273,825
CIT Group, Inc., 5%, 8/15/22	1,010,000	1,064,288
Credit Acceptance Co., 7.375%, 3/15/23 (n)	1,105,000	1,143,675
General Electric Capital Corp., 6.375% to 11/15/17, FRN to 11/15/67	300,000	320,400
Icahn Enterprises LP, 6%, 8/01/20	1,060,000	1,106,375
Icahn Enterprises LP, 5.875%, 2/01/22	1,405,000	1,447,150
International Lease Finance Corp., 7.125%, 9/01/18 (n)	337,000	373,228
Nationstar Mortgage LLC/Capital Corp., 6.5%, 8/01/18	785,000	770,281
Nationstar Mortgage LLC/Capital Corp., 7.875%, 10/01/20	1,560,000	1,536,600
Navient Corp., 5.875%, 3/25/21	395,000	373,769

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Financial Institutions - continued		
PHH Corp., 6.375%, 8/15/21	\$ 955,000	\$ 871,438
SLM Corp., 8%, 3/25/20	1,815,000	1,923,900
SLM Corp., 7.25%, 1/25/22	1,225,000	1,206,625
SLM Corp., 6.125%, 3/25/24	455,000	410,638
		\$ 21,518,393
Food & Beverages - 1.8%		
Coca-Cola Co., 0.75%, 3/09/23	EUR 325,000	\$ 348,122
Coca-Cola Co., 1.125%, 3/09/27	EUR 250,000	258,076
Coca-Cola Enterprises, Inc., 1.875%, 3/18/30	EUR 325,000	323,194
Darling Ingredients, Inc., 5.375%, 1/15/22	\$ 785,000	779,113
Gruma S.A.B. de C.V., 4.875%, 12/01/24 (n)	202,000	213,615
J.M. Smucker Co., 2.5%, 3/15/20	121,000	120,924
J.M. Smucker Co., 4.375%, 3/15/45	130,000	126,755
JB Y Co. S.A. de C.V., 3.75%, 5/13/25 (n)	150,000	146,228
JBS Investments GmbH, 7.75%, 10/28/20 (n)	201,000	214,166
JBS USA LLC/JBS USA Finance, Inc., 5.75%, 6/15/25 (n)	175,000	169,313
Kraft Foods Group, Inc., 2.25%, 6/05/17	700,000	708,906
Kraft Heinz Co., 5%, 7/15/35 (n)	173,000	180,462
Kraft Heinz Foods Co., 3.5%, 7/15/22 (n)	340,000	346,506
Mead Johnson Nutrition Co., 3%, 11/15/20	441,000	442,783
Minerva Luxembourg S.A., 7.75%, 1/31/23 (n)	204,000	201,450
Mondelez International, Inc., 2.375%, 3/06/35	EUR 100,000	98,699
PepsiCo, Inc., 2.15%, 10/14/20	\$ 1,336,000	1,335,265
Sun Merger Sub, Inc., 5.875%, 8/01/21 (n)	1,590,000	1,669,500
Tyson Foods, Inc., 6.6%, 4/01/16	820,000	838,126
Tyson Foods, Inc., 5.15%, 8/15/44	156,000	163,459
Wm. Wrigley Jr. Co., 2.9%, 10/21/19 (n)	239,000	244,301
Wm. Wrigley Jr. Co., 3.375%, 10/21/20 (n)	124,000	128,520
		\$ 9,057,483
Food & Drug Stores - 0.2%		
CVS Health Corp., 3.375%, 8/12/24	\$ 354,000	\$ 354,459
CVS Health Corp., 4.875%, 7/20/35	202,000	212,638
Walgreens Boots Alliance, Inc., 2.7%, 11/18/19	580,000	582,331
		\$ 1,149,428
Forest & Paper Products - 0.4%		
Appvion, Inc., 9%, 6/01/20 (n)	\$ 795,000	\$ 321,975
International Paper Co., 6%, 11/15/41	700,000	771,357
Smurfit Kappa Acquisitions, 2.75%, 2/01/25 (z)	EUR 525,000	568,657
Tembec Industries, Inc., 9%, 12/15/19 (n)	\$ 480,000	384,000
		\$ 2,045,989

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Gaming & Lodging - 1.8%		
Boyd Gaming Corp., 6.875%, 5/15/23	\$ 715,000	\$ 757,900
CCM Merger, Inc., 9.125%, 5/01/19 (n)	935,000	991,100
Eldorado Resorts, Inc., 7%, 8/01/23 (n)	305,000	308,813
Greektown Holdings LLC, 8.875%, 3/15/19 (n)	950,000	964,250
Hilton Worldwide Finance LLC/Hilton Worldwide Finance Corp., 5.625%, 10/15/21	1,125,000	1,177,504
Isle of Capri Casinos, Inc., 8.875%, 6/15/20	280,000	301,000
Isle of Capri Casinos, Inc., 5.875%, 3/15/21	960,000	1,010,400
MGM Resorts International, 6.625%, 12/15/21	820,000	875,350
MGM Resorts International, 6%, 3/15/23	785,000	796,775
Ryman Hospitality Properties, Inc., 5%, 4/15/23	325,000	335,563
Ryman Hospitality Properties, Inc., REIT, 5%, 4/15/21	1,180,000	1,197,700
Wyndham Worldwide Corp., 2.5%, 3/01/18	650,000	650,917
Wyndham Worldwide Corp., 5.625%, 3/01/21	132,000	142,341
		\$ 9,509,613
Industrial - 0.9%		
Anixter, Inc., 5.125%, 10/01/21	\$ 970,000	\$ 993,038
Dematic S.A., 7.75%, 12/15/20 (n)	1,395,000	1,436,850
Howard Hughes Corp., 6.875%, 10/01/21 (n)	1,260,000	1,310,400
SPL Logistics Escrow LLC, 8.875%, 8/01/20 (n)	795,000	842,700
		\$ 4,582,988
Insurance - 0.8%		
AIG SunAmerica Global Financing X, 6.9%, 3/15/32 (n)	\$ 484,000	\$ 620,109
American International Group, Inc., 3.75%, 7/10/25	642,000	652,263
Aviva PLC, 3.375%, 12/04/45	EUR 400,000	420,720
CNP Assurances S.A., 6% to 9/14/20, FRN to 9/14/40	EUR 400,000	497,605
Delta Lloyd N.V., FRN, 9%, 8/29/42	EUR 450,000	578,180
Unum Group, 7.125%, 9/30/16	\$ 829,000	871,049
Unum Group, 4%, 3/15/24	259,000	263,736
		\$ 3,903,662
Insurance - Health - 0.2%		
UnitedHealth Group, Inc., 2.7%, 7/15/20	\$ 834,000	\$ 851,733
Insurance - Property & Casualty - 0.7%		
ACE INA Holdings, Inc., 2.3%, 11/03/20	\$ 144,000	\$ 144,086
ACE INA Holdings, Inc., 2.875%, 11/03/22	336,000	336,443
Amlin PLC, 6.5% to 12/19/16, FRN to 12/19/26	GBP 200,000	314,486
Berkshire Hathaway, Inc., 1.625%, 3/16/35	EUR 325,000	303,702
CNA Financial Corp., 5.875%, 8/15/20	\$ 700,000	787,711
Marsh & McLennan Cos., Inc., 2.55%, 10/15/18	330,000	336,112
Marsh & McLennan Cos., Inc., 3.5%, 6/03/24	315,000	314,566

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Insurance - Property & Casualty - continued		
QBE Capital Funding III Ltd., 7.5% to 5/24/21, FRN to 5/24/41	GBP 300,000	\$ 501,596
ZFS Finance USA Trust II, 6.45% to 6/15/16, FRN to 12/15/65 (n)	\$ 810,000	821,745
		\$ 3,860,447
International Market Sovereign - 0.3%		
Government of Japan, 1.1%, 6/20/20	JPY 66,100,000	\$ 574,572
Government of Japan, 2.1%, 9/20/24	JPY 35,850,000	345,915
Republic of Iceland, 4.875%, 6/16/16 (n)	\$ 553,000	566,825
		\$ 1,487,312
Internet - 0.4%		
Baidu, Inc., 4.125%, 6/30/25	\$ 240,000	\$ 240,875
Baidu, Inc., 3.25%, 8/06/18	1,316,000	1,343,636
Baidu, Inc., 3.5%, 11/28/22	475,000	471,162
		\$ 2,055,673
Local Authorities - 0.1%		
Province of Alberta, 1.25%, 6/01/20	CAD 302,000	\$ 229,193
Province of Manitoba, 4.15%, 6/03/20	CAD 266,000	227,634
		\$ 456,827
Machinery & Tools - 0.7%		
Ashtead Capital, Inc., 5.625%, 10/01/24 (n)	\$ 1,465,000	\$ 1,523,600
H&E Equipment Services Co., 7%, 9/01/22	1,065,000	1,080,975
Jurassic Holdings III, Inc., 6.875%, 2/15/21 (n)	1,000,000	720,000
Light Tower Rentals, Inc., 8.125%, 8/01/19 (n)	745,000	514,050
		\$ 3,838,625
Major Banks - 3.7%		
ABN AMRO North America Finance, Inc., 7.125%, 7/06/22	EUR 250,000	\$ 346,628
Bank of America Corp., 3.95%, 4/21/25	\$ 582,000	572,673
Bank of America Corp., FRN, 6.1%, 12/29/49	2,862,000	2,894,198
Bank of America Corp., FRN, 5.2%, 12/31/49	549,000	519,319
Barclays Bank PLC, 6%, 1/14/21	EUR 300,000	395,426
Barclays Bank PLC, 6.75% to 1/16/18, FRN to 1/16/23	GBP 200,000	330,428
Credit Agricole S.A., 7.375%, 12/18/23	GBP 200,000	379,706
Credit Agricole S.A., 7.875% to 10/26/19, FRN to 10/29/49	EUR 350,000	452,569
Goldman Sachs Group, Inc., 7.5%, 2/15/19	\$ 1,200,000	1,398,580
Huntington National Bank, 2.4%, 4/01/20	320,000	317,728
ING Bank N.V., 3.50% to 11/21/18, FRN to 11/21/23	EUR 500,000	580,701
JPMorgan Chase & Co., 3.25%, 9/23/22	\$ 765,000	772,433
JPMorgan Chase & Co., 3.125%, 1/23/25	581,000	564,438
JPMorgan Chase & Co., 6.75% to 2/01/24, FRN to 1/29/49	486,000	527,310
JPMorgan Chase & Co., 6% to 8/01/23, FRN to 12/31/49	1,515,000	1,536,968

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Major Banks - continued		
Morgan Stanley, 3.875%, 4/29/24	\$ 500,000	\$ 514,272
Morgan Stanley, 6.625%, 4/01/18	1,000,000	1,110,864
Morgan Stanley, 3.95%, 4/23/27	423,000	411,455
Morgan Stanley, 4.3%, 1/27/45	280,000	268,353
Nationwide Building Society, 1.25%, 3/03/25	EUR 380,000	405,798
PNC Bank N.A., 2.6%, 7/21/20	\$ 467,000	472,099
Regions Financial Corp., 2%, 5/15/18	421,000	420,680
Royal Bank of Scotland Group PLC, 5.5%, 3/23/20	EUR 300,000	395,429
Royal Bank of Scotland Group PLC, 7.5% to 8/10/2020, FRN to 12/29/49	\$ 990,000	1,024,650
Royal Bank of Scotland Group PLC, 8% to 2025, FRN to 12/29/49	288,000	300,960
Royal Bank of Scotland Group PLC, FRN, 3.625%, 3/25/24	EUR 500,000	564,622
Wells Fargo & Co., 3%, 2/19/25	\$ 591,000	571,384
Wells Fargo & Co., 5.875% to 6/15/25, FRN to 12/29/49	291,000	307,791
Wells Fargo & Co., 5.9% to 6/15/24, FRN to 12/29/49	509,000	521,725
		\$ 18,879,187
Medical & Health Technology & Services - 3.5%		
Becton, Dickinson and Co., 3.734%, 12/15/24	\$ 142,000	\$ 145,288
Becton, Dickinson and Co., 4.685%, 12/15/44	270,000	274,102
CHS/Community Health Systems, Inc., 5.125%, 8/01/21	225,000	232,313
CHS/Community Health Systems, Inc., 6.875%, 2/01/22	1,620,000	1,632,150
Davita Healthcare Partners, Inc., 5%, 5/01/25	1,175,000	1,166,420
Davita, Inc., 5.125%, 7/15/24	780,000	791,700
Fresenius US Finance II, Inc., 4.25%, 2/01/21 (n)	84,000	85,785
HCA, Inc., 4.25%, 10/15/19	785,000	808,511
HCA, Inc., 7.5%, 2/15/22	980,000	1,127,000
HCA, Inc., 5.875%, 3/15/22	1,140,000	1,254,000
HCA, Inc., 5%, 3/15/24	690,000	710,700
HCA, Inc., 5.375%, 2/01/25	1,525,000	1,565,031
HealthSouth Corp., 5.125%, 3/15/23	1,020,000	1,002,150
HealthSouth Corp., 5.75%, 11/01/24 (n)	630,000	630,000
Laboratory Corp. of America Holdings, 4.7%, 2/01/45	364,000	334,584
LifePoint Hospitals, Inc., 5.5%, 12/01/21	1,400,000	1,421,000
Tenet Healthcare Corp., 8%, 8/01/20	1,920,000	1,987,200
Tenet Healthcare Corp., 4.5%, 4/01/21	1,070,000	1,070,000
Tenet Healthcare Corp., 8.125%, 4/01/22	665,000	703,238
Tenet Healthcare Corp., 6.75%, 6/15/23	330,000	327,525
Universal Health Services, Inc., 7.625%, 8/15/20	1,010,000	963,288
		\$ 18,231,985
Medical Equipment - 0.9%		
Alere, Inc., 6.375%, 7/01/23 (n)	\$ 833,000	\$ 866,320
DJO Finco, Inc., 8.125%, 6/15/21 (n)	835,000	828,738

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Medical Equipment - continued		
Hologic, Inc., 5.25%, 7/15/22 (n)	\$ 1,000,000	\$ 1,043,750
Medtronic, Inc., 3.5%, 3/15/25	437,000	447,486
Teleflex, Inc., 5.25%, 6/15/24	955,000	976,488
Zimmer Holdings, Inc., 4.25%, 8/15/35	274,000	258,909
		\$ 4,421,691
Metals & Mining - 2.5%		
Cameco Corp., 5.67%, 9/02/19	CAD 420,000	\$ 357,797
Century Aluminum Co., 7.5%, 6/01/21 (n)	\$ 775,000	654,875
Commercial Metals Co., 4.875%, 5/15/23	743,000	657,555
Consol Energy, Inc., 5.875%, 4/15/22	1,010,000	638,825
Consol Energy, Inc., 8%, 4/01/23 (n)	770,000	537,075
First Quantum Minerals Ltd., 7.25%, 10/15/19 (n)	1,191,000	928,980
First Quantum Minerals Ltd., 7.25%, 5/15/22 (n)	810,000	590,794
Glencore Finance (Europe) S.A., 6.5%, 2/27/19	GBP 150,000	217,944
Glencore Finance (Europe) S.A., 1.25%, 3/17/21	EUR 500,000	420,616
GrafTech International Co., 6.375%, 11/15/20	\$ 940,000	535,800
Hudbay Minerals, Inc., 9.5%, 10/01/20	795,000	693,638
Kinross Gold Corp., 5.95%, 3/15/24	572,000	469,714
Lundin Mining Corp., 7.5%, 11/01/20 (n)	455,000	459,550
Lundin Mining Corp., 7.875%, 11/01/22 (n)	445,000	446,024
Plains Exploration & Production Co., 6.875%, 2/15/23	650,000	572,000
Southern Copper Corp., 5.25%, 11/08/42	700,000	566,656
Southern Copper Corp., 5.875%, 4/23/45	753,000	658,241
Steel Dynamics, Inc., 5.125%, 10/01/21	435,000	431,738
Steel Dynamics, Inc., 5.25%, 4/15/23	435,000	423,038
Steel Dynamics, Inc., 5.5%, 10/01/24	435,000	429,563
Suncoke Energy Partners LP/Suncoke Energy Partners Finance Corp., 7.375%, 2/01/20 (n)	375,000	311,250
Suncoke Energy Partners LP/Suncoke Energy Partners Finance Corp., 7.375%, 2/01/20 (n)	585,000	485,550
Suncoke Energy, Inc., 7.625%, 8/01/19	130,000	132,275
TMS International Corp., 7.625%, 10/15/21 (n)	850,000	777,750
Xstrata Finance (Canada) Ltd., 5.25%, 6/13/17	EUR 300,000	324,106
		\$ 12,721,354
Midstream - 4.1%		
Access Midstream Partner LP, 4.875%, 3/15/24	\$ 240,000	\$ 216,027
AmeriGas Finance LLC, 6.75%, 5/20/20	1,550,000	1,606,188
APT Pipelines Ltd., 5%, 3/23/35 (n)	542,000	501,395
Blue Racer Midstream LLC/Blue Racer Finance Corp., 6.125%, 11/15/22 (n)	630,000	589,050
Crestwood Midstream Partners LP, 6%, 12/15/20	625,000	553,125

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Midstream - continued		
Crestwood Midstream Partners LP, 6.125%, 3/01/22	\$ 565,000	\$ 485,900
El Paso Corp., 7.75%, 1/15/32	2,394,000	2,423,022
Energy Transfer Equity LP, 7.5%, 10/15/20	1,385,000	1,489,152
Energy Transfer Partners LP, 3.6%, 2/01/23	591,000	522,540
Energy Transfer Partners LP, 5.15%, 3/15/45	541,000	431,768
Enterprise Products Operating LLC, 3.9%, 2/15/24	287,000	283,874
Enterprise Products Operating LLC, 4.85%, 3/15/44	148,000	134,687
Ferrellgas LP/Ferrellgas Finance Corp., 6.5%, 5/01/21	845,000	783,738
Ferrellgas LP/Ferrellgas Finance Corp., 6.75%, 1/15/22	1,180,000	1,094,639
Kinder Morgan Energy Partners LP, 4.15%, 2/01/24	341,000	305,229
Kinder Morgan Energy Partners LP, 5.4%, 9/01/44	281,000	230,866
Kinder Morgan, Inc., 2.25%, 3/16/27	EUR 275,000	245,183
MarkWest Energy Partners LP/MarkWest Energy Finance Corp., 5.5%, 2/15/23	\$ 810,000	797,850
MarkWest Energy Partners LP/MarkWest Energy Finance Corp., 4.5%, 7/15/23	761,000	713,438
Pembina Pipeline Corp., 4.81%, 3/25/44	CAD 491,000	350,346
Sabine Pass Liquefaction LLC, 5.625%, 2/01/21	\$ 1,185,000	1,176,113
Sabine Pass Liquefaction LLC, 5.625%, 4/15/23	1,285,000	1,250,466
Sabine Pass Liquefaction LLC, 5.75%, 5/15/24	545,000	525,925
Sabine Pass Liquefaction LLC, 5.625%, 3/01/25 (n)	1,209,000	1,159,129
Spectra Energy Partners LP, 4.75%, 3/15/24	306,000	314,745
Summit Midstream Holdings LLC/Summit Midstream Finance Corp., 7.5%, 7/01/21	580,000	562,600
Summit Midstream Holdings LLC/Summit Midstream Finance Corp., 5.5%, 8/15/22	495,000	430,650
Targa Resources Partners LP/Targa Resources Finance Corp., 5%, 1/15/18 (n)	325,000	320,125
Targa Resources Partners LP/Targa Resources Finance Corp., 4.125%, 11/15/19	775,000	720,750
Targa Resources Partners LP/Targa Resources Finance Corp., 5.25%, 5/01/23	260,000	241,800
Williams Cos., Inc., 3.7%, 1/15/23	600,000	489,744
		\$ 20,950,064
Mortgage-Backed - 5.3%		
Fannie Mae, 4%, 9/01/40 - 7/01/43	\$ 393,886	\$ 419,829
Fannie Mae, 5.5%, 1/01/37 - 8/01/37	2,056,516	2,319,039
Fannie Mae, 4%, 1/01/42 - 2/01/45	3,455,968	3,682,470
Fannie Mae, FRN, 0.454%, 5/25/18	6,073,778	6,064,775
Fannie Mae, TBA, 3.5%, 3/01/45	1,377,244	1,434,565
Freddie Mac, 4%, 4/01/44	279,568	297,947
Freddie Mac, TBA, 3.5%, 9/01/45	6,020,621	6,256,500

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Mortgage-Backed - continued		
Ginnie Mae, TBA, 3.5%, 11/01/45	\$ 6,475,000	\$ 6,784,207
		\$ 27,259,332
Natural Gas - Distribution - 0.1%		
GNL Quintero S.A., 4.634%, 7/31/29 (n)	\$ 377,000	\$ 375,257
Network & Telecom - 1.6%		
British Telecom PLC, 5.75%, 12/07/28	GBP 300,000	\$ 552,596
Centurylink, Inc., 6.45%, 6/15/21	\$ 685,000	690,138
Centurylink, Inc., 7.65%, 3/15/42	890,000	760,950
Citizens Communications Co., 9%, 8/15/31	530,000	479,385
Columbus International, Inc., 7.375%, 3/30/21 (n)	200,000	208,000
Frontier Communications Corp., 8.125%, 10/01/18	245,000	258,475
Frontier Communications Corp., 6.25%, 9/15/21	305,000	272,365
Frontier Communications Corp., 7.125%, 1/15/23	410,000	365,925
OTE PLC, 7.875%, 2/07/18	EUR 300,000	354,505
OTE PLC, 3.5%, 7/09/20	EUR 500,000	527,491
Telecom Italia Capital, 6%, 9/30/34	\$ 320,000	300,800
Telecom Italia Finance S.A., 7.75%, 1/24/33	EUR 170,000	248,238
Telecom Italia S.p.A., 5.375%, 1/29/19	EUR 400,000	494,440
Telecom Italia S.p.A., 5.303%, 5/30/24 (n)	\$ 900,000	904,500
Verizon Communications, Inc., 6.4%, 9/15/33	1,000,000	1,155,762
Verizon Communications, Inc., 6.55%, 9/15/43	478,000	572,179
		\$ 8,145,749
Oil Services - 0.6%		
Bristow Group, Inc., 6.25%, 10/15/22	\$ 1,620,000	\$ 1,409,400
Odebrecht Offshore Drilling Finance Ltd., 6.75%, 10/01/22 (n)	1,402,643	469,184
Pacific Drilling S.A., 5.375%, 6/01/20 (n)	885,000	471,263
QGOG Constellation S.A., 6.25%, 11/09/19 (n)	438,000	219,000
Shale-Inland Holdings LLC/Finance Co., 8.75%, 11/15/19 (n)	605,000	450,725
		\$ 3,019,572
Oils - 0.4%		
CITGO Holding, Inc., 10.75%, 2/15/20 (n)	\$ 870,000	\$ 874,350
CITGO Petroleum Corp., 6.25%, 8/15/22 (n)	880,000	862,400
Valero Energy Corp., 4.9%, 3/15/45	440,000	406,536
		\$ 2,143,286
Other Banks & Diversified Financials - 2.5%		
Banco de Credito del Peru, 6.125% to 4/24/22, FRN to 4/24/27 (n)	\$ 509,000	\$ 544,630
Banco Inbursa S.A. Institucion de Banca Multiple Grupo Financiero Inbursa, 4.125%, 6/06/24 (n)	583,000	569,154

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Other Banks & Diversified Financials - continued		
Banco Popolare Societa Cooperativa, 3.5%, 3/14/19	EUR 500,000	\$ 569,363
Bancolumbia S.A., 5.95%, 6/03/21	\$ 1,094,000	1,186,990
Bankia S.A., 3.5%, 1/17/19	EUR 400,000	464,402
Banque Federative du Credit Mutuel S.A., 3%, 5/21/24	EUR 300,000	344,672
BBVA Banco Continental S.A., 5%, 8/26/22 (n)	\$ 325,000	342,063
BBVA Banco Continental S.A., 5.25% to 9/22/24, FRN to 9/22/29 (n)	104,000	104,000
BBVA Bancomer S.A. de C.V., 6.5%, 3/10/21 (n)	1,207,000	1,337,899
BBVA Bancomer S.A. de C.V., 6.75%, 9/30/22 (n)	848,000	951,456
BBVA Continental, 5.75%, 1/18/17 (n)	518,000	533,540
BPCE S.A., 4.5%, 3/15/25 (n)	302,000	297,354
CaixaBank S.A., 5% to 9/04/18, FRN to 11/14/23	EUR 400,000	463,188
Discover Bank, 7%, 4/15/20	\$ 249,000	286,719
Discover Bank, 4.25%, 3/13/26	312,000	314,934
Discover Financial Services, 3.75%, 3/04/25	115,000	111,915
Groupe BPCE S.A., 12.5% to 9/30/19, FRN to 8/29/49 (n)	2,583,000	3,351,443
Industrial Senior Trust Co., 5.5%, 11/01/22 (n)	220,000	200,503
Intesa Sanpaolo S.p.A., 5.25%, 1/28/22	GBP 250,000	423,315
LBG Capital No. 2 PLC, 6.385%, 5/12/20	EUR 450,000	550,512
Macquarie Group Ltd., 3%, 12/03/18 (n)	\$ 107,000	108,537
		\$ 13,056,589
Pharmaceuticals - 2.5%		
AbbVie, Inc., 2.5%, 5/14/20	\$ 607,000	\$ 600,176
Actavis Funding SCS, 3.8%, 3/15/25	313,000	310,164
Actavis Funding SCS, 4.85%, 6/15/44	102,000	98,045
Bayer AG, 3.00% to 7/01/20, FRN to 7/01/75	EUR 360,000	399,833
Biogen, Inc., 5.2%, 9/15/45	\$ 400,000	403,399
Celgene Corp., 1.9%, 8/15/17	526,000	530,288
Celgene Corp., 2.875%, 8/15/20	600,000	603,807
Endo Finance LLC/Endo Finco, Inc., 6%, 7/15/23 (n)	340,000	340,000
Endo Finance LLC/Endo Finco, Inc., 7.75%, 1/15/22 (n)	1,440,000	1,494,000
Endo Finance LLC/Endo Finco, Inc., 6%, 2/01/25 (n)	275,000	272,938
Forest Laboratories, Inc., 4.375%, 2/01/19 (n)	618,000	650,176
Gilead Sciences, Inc., 2.35%, 2/01/20	67,000	67,578
Gilead Sciences, Inc., 3.7%, 4/01/24	545,000	563,115
Gilead Sciences, Inc., 4.75%, 3/01/46	292,000	295,380
Mallinckrodt International Finance S.A., 5.75%, 8/01/22 (n)	690,000	655,928
Mallinckrodt International Finance S.A., 5.5%, 4/15/25 (n)	275,000	250,165
Mylan, Inc., 2.6%, 6/24/18	1,000,000	1,000,374
Valeant Pharmaceuticals International, Inc., 7%, 10/01/20 (n)	1,560,000	1,443,000
Valeant Pharmaceuticals International, Inc., 7.25%, 7/15/22 (n)	1,003,000	892,670
Valeant Pharmaceuticals International, Inc., 5.5%, 3/01/23 (n)	245,000	205,800

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Pharmaceuticals - continued		
Vantage Point Imaging, 7.5%, 7/15/21 (n)	\$ 525,000	\$ 479,063
VRX Escrow Corp., 5.875%, 5/15/23 (n)	1,005,000	846,084
Watson Pharmaceuticals, Inc., 1.875%, 10/01/17	700,000	698,710
		\$ 13,100,693
Pollution Control - 0.1%		
Abengoa Finance S.A.U., 7.75%, 2/01/20 (n)	\$ 775,000	\$ 325,500
Precious Metals & Minerals - 0.5%		
Aurico Gold, Inc., 7.75%, 4/01/20 (n)	\$ 1,025,000	\$ 969,343
Eldorado Gold Corp., 6.125%, 12/15/20 (n)	1,540,000	1,412,950
		\$ 2,382,293
Printing & Publishing - 0.9%		
American Media, Inc., 13.5%, 6/15/18 (z)	\$ 32,653	\$ 33,408
Gannett Co., Inc., 5.125%, 10/15/19	570,000	594,225
Gannett Co., Inc., 5.125%, 7/15/20	460,000	479,550
Gannett Co., Inc., 4.875%, 9/15/21 (n)	420,000	415,800
Gannett Co., Inc., 6.375%, 10/15/23	840,000	907,200
Nielsen Finance LLC, 5%, 4/15/22 (n)	1,295,000	1,316,044
Outdoor Americas Capital LLC/Outfront Media Capital Corp., 5.625%, 2/15/24	805,000	837,707
Outfront Media Cap LLC, 5.625%, 2/15/24 (n)	65,000	67,641
		\$ 4,651,575
Railroad & Shipping - 0.1%		
Canadian Pacific Railroad Co., 4.8%, 9/15/35	\$ 500,000	\$ 514,002
Real Estate - Apartment - 0.2%		
Deutsche Annington Finance B.V., FRN, 4.625%, 4/08/74	EUR 400,000	\$ 450,307
Deutsche Annington Immobilien SE, 2.125%, 7/09/22	EUR 450,000	507,932
		\$ 958,239
Real Estate - Healthcare - 0.5%		
HCP, Inc., REIT, 3.4%, 2/01/25	\$ 400,000	\$ 374,120
MPT Operating Partnership LP, REIT, 6.875%, 5/01/21	760,000	795,150
MPT Operating Partnership LP, REIT, 6.375%, 2/15/22	1,255,000	1,311,475
		\$ 2,480,745
Real Estate - Other - 0.6%		
DuPont Fabros Technology LP, REIT, 5.875%, 9/15/21	\$ 1,915,000	\$ 2,010,750
Felcor Lodging LP, REIT, 5.625%, 3/01/23	1,130,000	1,169,550
		\$ 3,180,300

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Real Estate - Retail - 0.4%		
DDR Corp., REIT, 3.625%, 2/01/25	\$ 692,000	\$ 656,408
Hammerson PLC, REIT, 2.75%, 9/26/19	EUR 300,000	351,618
Simon Property Group, Inc., REIT, 10.35%, 4/01/19	\$ 900,000	1,121,489
		\$ 2,129,515
Restaurants - 0.0%		
YUM! Brands, Inc., 5.35%, 11/01/43	\$ 189,000	\$ 152,517
Retailers - 2.0%		
Best Buy Co., Inc., 5.5%, 3/15/21	\$ 1,175,000	\$ 1,257,250
Bon Ton Stores, Inc., 8%, 6/15/21	190,000	107,350
Dollar General Corp., 4.125%, 7/15/17	831,000	852,224
Dollar General Corp., 3.25%, 4/15/23	190,000	181,500
DriveTime Automotive Group, Inc./DT Acceptance Corp., 8%, 6/01/21 (n)	630,000	585,900
Family Tree Escrow LLC, 5.75%, 3/01/23 (n)	1,350,000	1,422,563
Gap, Inc., 5.95%, 4/12/21	1,000,000	1,063,279
Home Depot, Inc., 2.625%, 6/01/22	585,000	588,671
Home Depot, Inc., 4.875%, 2/15/44	378,000	419,484
Jo-Ann Stores Holdings, Inc., 9.75%, 10/15/19 (n)(p)	525,000	396,375
L Brands, Inc., 6.875%, 11/01/35 (n)	152,000	157,890
Marks & Spencer Group PLC, 4.75%, 6/12/25	GBP 300,000	497,367
Neiman Marcus Group Ltd., 8%, 10/15/21 (n)	\$ 710,000	737,513
Rite Aid Corp., 9.25%, 3/15/20	320,000	343,600
Rite Aid Corp., 6.75%, 6/15/21	265,000	284,544
Rite Aid Corp., 6.125%, 4/01/23 (n)	580,000	624,950
S.A.C.I. Falabella, 4.375%, 1/27/25 (n)	389,000	393,915
Wesfarmers Ltd., 1.874%, 3/20/18 (n)	156,000	155,996
		\$ 10,070,371
Specialty Chemicals - 0.7%		
Chemtura Corp., 5.75%, 7/15/21	\$ 1,560,000	\$ 1,583,400
Ecolab, Inc., 2.625%, 7/08/25	EUR 175,000	204,420
Mexichem S.A.B. de C.V., 5.875%, 9/17/44 (n)	\$ 540,000	482,625
Univar USA, Inc., 6.75%, 7/15/23 (n)	1,475,000	1,460,250
		\$ 3,730,695
Specialty Stores - 0.7%		
Argos Merger Sub, Inc., 7.125%, 3/15/23 (n)	\$ 1,300,000	\$ 1,368,250
Group 1 Automotive, Inc., 5%, 6/01/22	1,150,000	1,161,500
Michaels Stores, Inc., 5.875%, 12/15/20 (n)	920,000	970,600
		\$ 3,500,350

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Supermarkets - 0.1%		
Loblaw Cos. Ltd., 4.86%, 9/12/23	CAD 421,000	\$ 356,668
William Morrison Supermarkets PLC, 3.5%, 7/27/26	GBP 150,000	207,554
		\$ 564,222
Supranational - 0.1%		
International Bank for Reconstruction and Development, 4.25%, 6/24/25	AUD 405,000	\$ 316,425
International Finance Corp., 3.25%, 7/22/19	AUD 585,000	429,494
		\$ 745,919
Telecommunications - Wireless - 4.1%		
America Movil S.A.B. de C.V., 4.75%, 6/28/22	EUR 525,000	\$ 695,049
American Tower Corp., REIT, 3.5%, 1/31/23	\$ 743,000	719,890
American Tower Corp., REIT, 4%, 6/01/25	514,000	507,945
Bharti Airtel International B.V., 3.375%, 5/20/21 (n)	EUR 124,000	142,438
Bharti Airtel Ltd., 4.375%, 6/10/25 (z)	\$ 643,000	646,932
Crown Castle International Corp., 4.875%, 4/15/22	375,000	397,031
Crown Castle International Corp., 5.25%, 1/15/23	735,000	791,044
Digicel Group Ltd., 8.25%, 9/30/20 (n)	815,000	721,275
Digicel Group Ltd., 6%, 4/15/21 (n)	1,279,000	1,151,100
Digicel Group Ltd., 7.125%, 4/01/22 (n)	471,000	388,575
Digicel Group Ltd., 6.75%, 3/01/23	253,000	227,700
Digicel Group Ltd., 6.75%, 3/01/23 (n)	1,138,000	1,024,200
Eileme 2 AB, 11.625%, 1/31/20 (n)	925,000	999,093
Millicom International Cellular S.A., 4.75%, 5/22/20 (n)	446,000	392,480
Millicom International Cellular S.A., 6.625%, 10/15/21 (n)	412,000	360,500
MTS International Funding Ltd., 5%, 5/30/23 (n)	201,000	185,674
SBA Tower Trust, 2.898%, 10/15/44 (n)	439,000	436,458
Sprint Capital Corp., 6.875%, 11/15/28	1,210,000	1,004,300
Sprint Corp., 7.875%, 9/15/23	1,700,000	1,572,500
Sprint Corp., 7.125%, 6/15/24	1,230,000	1,080,094
Sprint Corp., 7%, 8/15/20	160,000	148,400
Sprint Nextel Corp., 9%, 11/15/18 (n)	470,000	516,704
Sprint Nextel Corp., 6%, 11/15/22	1,050,000	897,215
T-Mobile USA, Inc., 6.125%, 1/15/22	145,000	147,538
T-Mobile USA, Inc., 6.5%, 1/15/24	405,000	411,075
T-Mobile USA, Inc., 6.464%, 4/28/19	395,000	406,356
T-Mobile USA, Inc., 6.25%, 4/01/21	1,675,000	1,729,270
T-Mobile USA, Inc., 6.633%, 4/28/21	540,000	558,900
VimpelCom Ltd., 5.95%, 2/13/23 (n)	255,000	243,844
Wind Acquisition Finance S.A., 4%, 7/15/20 (n)	EUR 300,000	334,431
Wind Acquisition Finance S.A., 4.75%, 7/15/20 (n)	\$ 795,000	808,913
Wind Acquisition Finance S.A., 7.375%, 4/23/21 (n)	1,635,000	1,647,263
		\$ 21,294,187

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Telephone Services - 0.7%		
B Communications Ltd., 7.375%, 2/15/21 (n)	\$ 1,459,000	\$ 1,583,015
Level 3 Financing, Inc., 8.625%, 7/15/20	425,000	448,906
Level 3 Financing, Inc., 5.375%, 1/15/24 (n)	310,000	313,875
Level 3 Financing, Inc., 5.375%, 5/01/25 (n)	1,170,000	1,172,925
TELUS Corp., 5.05%, 7/23/20	CAD 425,000	361,468
		\$ 3,880,189
Tobacco - 0.6%		
Altria Group, Inc., 4%, 1/31/24	\$ 164,000	\$ 172,563
Imperial Tobacco Finance PLC, 4.25%, 7/21/25 (n)	742,000	759,435
Philip Morris International, Inc., 4.875%, 11/15/43	356,000	382,151
Reynolds American, Inc., 8.125%, 6/23/19 (n)	257,000	303,886
Reynolds American, Inc., 6.75%, 6/15/17	816,000	879,286
Reynolds American, Inc., 3.25%, 6/12/20	128,000	131,134
Reynolds American, Inc., 4%, 6/12/22	228,000	238,998
Reynolds American, Inc., 4.45%, 6/12/25	169,000	176,350
Reynolds American, Inc., 5.7%, 8/15/35	202,000	220,973
		\$ 3,264,776
Transportation - Services - 1.1%		
Heathrow Funding Ltd., 4.625%, 10/31/48	GBP 200,000	\$ 328,361
HIT Finance B.V., 4.875%, 10/27/21	EUR 300,000	393,700
Jack Cooper Holdings Corp., 10.25%, 6/01/20 (n)	\$ 995,000	902,963
Navios Maritime Acquisition Corp., 8.125%, 11/15/21 (n)	946,000	905,795
Navios Maritime Holding, Inc., 7.375%, 1/15/22 (n)	1,270,000	998,538
Stena AB, 7%, 2/01/24 (n)	1,415,000	1,291,188
Syncreon Group BV/Syncre, 8.625%, 11/01/21 (n)	585,000	457,763
Topaz Marine S.A., 8.625%, 11/01/18 (n)	208,000	188,872
Ultrapetrol (Bahamas) Ltd., 8.875%, 6/15/21	246,000	156,210
		\$ 5,623,390
U.S. Government Agencies and Equivalents - 4.2%		
Fannie Mae, 1.125%, 4/27/17	\$ 10,877,000	\$ 10,948,233
Freddie Mac, 0.875%, 2/22/17	10,902,000	10,942,654
		\$ 21,890,887
U.S. Treasury Obligations - 2.4%		
U.S. Treasury Bonds, 3.125%, 11/15/41 (f)	\$ 12,069,000	\$ 12,641,022
Utilities - Electric Power - 3.0%		
AES Gener S.A., 5%, 7/14/25 (z)	\$ 674,000	\$ 678,190
Calpine Corp., 5.5%, 2/01/24	920,000	874,000
CMS Energy Corp., 5.05%, 3/15/22	500,000	554,776
CMS Energy Corp., 3.875%, 3/01/24	200,000	205,935

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Utilities - Electric Power - continued		
Covanta Holding Corp., 7.25%, 12/01/20	\$ 1,815,000	\$ 1,887,600
Covanta Holding Corp., 6.375%, 10/01/22	320,000	336,000
Covanta Holding Corp., 5.875%, 3/01/24	340,000	337,450
E.CL S.A., 4.5%, 1/29/25 (n)	609,000	608,372
E.ON International Finance B.V., 6.375%, 6/07/32	GBP 200,000	376,424
EDP Finance B.V., 5.25%, 1/14/21 (n)	\$ 200,000	209,487
EDP Finance B.V., 4.125%, 1/20/21	EUR 350,000	422,269
Empresa de Energia de Bogota S.A., 6.125%, 11/10/21 (n)	\$ 303,000	315,878
Empresa Electrica Angamos S.A., 4.875%, 5/25/29 (n)	245,000	229,932
Enel S.p.A., 6.25%, 6/20/19	GBP 250,000	437,141
Enel S.p.A., 8.75% to 9/24/23, FRN to 9/24/73 (n)	\$ 500,000	576,250
Enel S.p.A., 6.625% to 9/15/21, FRN to 9/15/76	GBP 230,000	368,396
Greenko Dutch B.V., 8%, 8/01/19 (n)	\$ 410,000	434,395
NRG Energy, Inc., 8.25%, 9/01/20	1,860,000	1,906,500
NRG Energy, Inc., 6.25%, 7/15/22	130,000	119,600
NRG Energy, Inc., 6.625%, 3/15/23	1,420,000	1,320,600
PPL Capital Funding, Inc., 5%, 3/15/44	270,000	286,194
PPL WEM Holdings PLC, 5.375%, 5/01/21 (n)	183,000	202,343
Southern Electric Power Co. Ltd., 4.625%, 2/20/37	GBP 200,000	332,565
TerraForm Power Operating LLC, 6.125%, 6/15/25 (n)	\$ 1,175,000	1,057,500
Transelec S.A., 4.25%, 1/14/25 (n)	535,000	537,140
Waterford 3 Funding Corp., 8.09%, 1/02/17	669,153	669,256
		\$ 15,284,193
Utilities - Gas - 0.1%		
Transport de Gas Peru, 4.25%, 4/30/28 (n)	\$ 387,000	\$ 368,618
Total Bonds (Identified Cost, \$600,595,468)		\$ 579,718,391
Floating Rate Loans (g)(r) - 1.8%		
Aerospace - 0.1%		
TransDigm, Inc., Term Loan C, 3.75%, 2/28/20	\$ 586,038	\$ 578,347
Building - 0.2%		
ABC Supply Co., Inc., Term Loan, 3.5%, 4/16/20	\$ 875,128	\$ 869,221
Cable TV - 0.1%		
Cequel Communications LLC, Term Loan B, 3.5%, 2/14/19	\$ 456,019	\$ 450,661
Conglomerates - 0.1%		
Entegris, Inc., Term Loan B, 3.5%, 4/30/21	\$ 552,088	\$ 549,558
Consumer Services - 0.1%		
Realogy Corp., Term Loan B, 3.75%, 3/05/20	\$ 583,629	\$ 582,718

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Floating Rate Loans (g)(r) - continued		
Containers - 0.1%		
Berry Plastics Holding Corp., Term Loan E, 3.75%, 1/06/21	\$ 414,191	\$ 413,609
Electronics - 0.1%		
Avago Technologies Cayman Ltd., Term Loan B, 3.75%, 5/06/21	\$ 812,495	\$ 811,931
Energy - Independent - 0.1%		
MEG Energy Corp., Term Loan, 3.75%, 3/31/20	\$ 522,380	\$ 490,465
Entertainment - 0.1%		
Cedar Fair LP, Term Loan B, 3.25%, 3/06/20	\$ 362,332	\$ 362,785
Gaming & Lodging - 0.1%		
Hilton Worldwide Finance LLC, Term Loan B2, 3.5%, 10/25/20	\$ 692,355	\$ 693,413
Medical & Health Technology & Services - 0.1%		
DaVita HealthCare Partners, Inc., Term Loan B, 3.5%, 6/24/21	\$ 704,641	\$ 704,138
Printing & Publishing - 0.1%		
CBS Outdoor Americas Capital LLC, Term Loan B, 3%, 1/31/21	\$ 538,639	\$ 535,497
Retailers - 0.1%		
Rite Aid Corp., Second Lien Term Loan, 4.87%, 6/21/21	\$ 328,597	\$ 328,905
Transportation - Services - 0.2%		
Commercial Barge Line Co., First Lien Term Loan, 7.5%, 9/15/19	\$ 998,522	\$ 990,409
Utilities - Electric Power - 0.2%		
Calpine Construction Finance Co. LP, Term Loan B1, 3%, 5/03/20	\$ 917,619	\$ 892,098
Total Floating Rate Loans (Identified Cost, \$9,324,269)		\$ 9,253,755
Common Stocks - 0.3%		
Automotive - 0.0%		
Accuride Corp. (a)	20,680	\$ 58,318
Special Products & Services - 0.3%		
iShares iBoxx \$ High Yield Corporate Bond ETF	15,200	\$ 1,300,664
Total Common Stocks (Identified Cost, \$1,606,255)		\$ 1,358,982

Table of Contents*Portfolio of Investments continued***Money Market Funds - 4.8%**

Issuer	Shares/Par	Value (\$)
MFS Institutional Money Market Portfolio, 0.12%, at Cost and Net Asset Value (v)	24,750,988	\$ 24,750,988
Total Investments (Identified Cost, \$636,276,980)		\$ 615,082,116
Other Assets, Less Liabilities - (19.4)%		(99,986,897)
Net Assets - 100.0%		\$ 515,095,219

- (a) Non-income producing security.
- (d) In default.
- (f) All or a portion of the security has been segregated as collateral for open futures contracts.
- (g) The rate shown represents a weighted average coupon rate on settled positions at period end, unless otherwise indicated.
- (i) Interest only security for which the fund receives interest on notional principal (Par amount). Par amount shown is the notional principal and does not reflect the cost of the security.
- (n) Securities exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be sold in the ordinary course of business in transactions exempt from registration, normally to qualified institutional buyers. At period end, the aggregate value of these securities was \$193,264,706, representing 37.5% of net assets.
- (p) Payment-in-kind security for which interest income may be received in additional securities and/or cash. During the period, the following amount of interest income was received in additional securities and/or cash:

Payment-in-kind Securities	Cash	Additional Securities
Afren PLC, 15%, 4/25/16	\$	\$14,206
Jo-Ann Stores Holdings, Inc., 9.75%, 10/15/19	59,963	
Schaeffler Finance B.V., 6.875%, 8/15/18	45,031	
Schaeffler Holding Finance B.V., 6.25%, 11/15/19	10,431	
Total	\$115,425	\$14,206

- (q) Interest received was less than stated coupon rate.
- (r) Remaining maturities of floating rate loans may be less than stated maturities shown as a result of contractual or optional prepayments by the borrower. Such prepayments cannot be predicted with certainty. These loans may be subject to restrictions on resale. Floating rate loans generally have rates of interest which are determined periodically by reference to a base lending rate plus a premium.
- (v) Underlying affiliated fund that is available only to investment companies managed by MFS. The rate quoted for the MFS Institutional Money Market Portfolio is the annualized seven-day yield of the fund at period end.
- (z) Restricted securities are not registered under the Securities Act of 1933 and are subject to legal restrictions on resale. These securities generally may be resold in transactions exempt from registration or to the public if the securities are subsequently registered. Disposal of these securities may involve time-consuming negotiations and prompt sale at an acceptable price may be difficult. The fund holds the following restricted securities:

Restricted Securities	Acquisition Date	Cost	Value
AES Gener S.A., 5%, 7/14/25	7/9/15	\$673,685	\$678,190
American Media, Inc., 13.5%, 6/15/18	12/22/10	32,894	33,408
Autoridad del Canal de Panama, 4.95%, 7/29/35	9/24/15	197,455	203,336

Table of Contents*Portfolio of Investments continued*

Restricted Securities - continued	Acquisition	Cost	Value
	Date		
Bayview Financial Revolving Mortgage Loan Trust, FRN, 1.794%, 12/28/40	3/01/06	\$2,162,994	\$1,361,544
Berry Plastics Group, Inc., 6%, 10/15/22	9/16/15	350,000	365,750
Bharti Airtel Ltd., 4.375%, 6/10/25	6/3/15	638,666	646,932
Chesapeake Funding LLC, A, FRN, 0.643%, 5/07/24	1/29/15	1,365,685	1,365,194
Crown European Holdings S.A., 3.375%, 5/15/25	4/28/15	713,278	682,608
Dryden Senior Loan Fund, 2013-26A, A, CLO, FRN, 1.42%, 7/15/25	9/26/14	1,478,312	1,471,317
Falcon Franchise Loan LLC, FRN, 32.869%, 1/05/25	1/29/03	12,462	38,000
First Union National Bank Commercial Mortgage Trust, FRN, 1.467%, 1/12/43	12/11/03	892	776
Morgan Stanley Capital I, Inc., FRN, 1.42%, 4/28/39	7/20/04	38,479	15,006
Republic of Indonesia, 2.875%, 7/08/21	7/02/14	509,298	409,782
Smurfit Kappa Acquisitions, 2.75%, 2/01/25	2/11/15	592,988	568,657
Total Restricted Securities			\$7,840,500
% of Net assets			1.5%

The following abbreviations are used in this report and are defined:

CDO	Collateralized Debt Obligation
CLO	Collateralized Loan Obligation
ETF	Exchange-Traded Fund
FRN	Floating Rate Note. Interest rate resets periodically and the current rate may not be the rate reported at period end.
PLC	Public Limited Company
REIT	Real Estate Investment Trust
TBA	To Be Announced

Abbreviations indicate amounts shown in currencies other than the U.S. dollar. All amounts are stated in U.S. dollars unless otherwise indicated. A list of abbreviations is shown below:

AUD	Australian Dollar
CAD	Canadian Dollar
CHF	Swiss Franc
DKK	Danish Krone
EUR	Euro
GBP	British Pound
JPY	Japanese Yen
KRW	Korean Won
MXN	Mexican Peso
NOK	Norwegian Krone
NZD	New Zealand Dollar
SEK	Swedish Krona
SGD	Singapore Dollar
ZAR	South African Rand

Table of Contents*Portfolio of Investments continued***Derivative Contracts at 10/31/15****Forward Foreign Currency Exchange Contracts at 10/31/15**

Type	Currency	Counter-party	Contracts to Deliver/Receive	Settlement Date Range	In Exchange For	Contracts at Value	Net Unrealized Appreciation (Depreciation)
Asset Derivatives							
SELL	AUD	Goldman Sachs International	95,000	1/15/16	\$68,658	\$67,500	\$1,158
SELL	AUD	Westpac Banking Corp.	1,129,733	1/15/16	811,555	802,704	8,851
SELL	CHF	UBS AG	110,919	1/15/16	114,272	112,514	1,759
SELL	EUR	Deutsche Bank AG	9,002,755	12/17/15	10,212,221	9,906,880	305,341
SELL	EUR	Goldman Sachs International	17,198,124	1/15/16	19,400,013	18,937,895	462,117
BUY	GBP	Citibank N.A.	147,000	1/15/16	225,756	226,558	802
SELL	JPY	Credit Suisse International	123,806,109	1/15/16	1,034,308	1,027,482	6,826
BUY	KRW	JPMorgan Chase Bank N.A.	112,535,000	1/13/16	97,208	98,484	1,276
SELL	NOK	Goldman Sachs International	6,710	1/15/16	806	788	18
BUY	SGD	Barclays Bank PLC	102,000	1/15/16	71,597	72,635	1,038
							\$789,186

Liability Derivatives

SELL	CAD	Merrill Lynch International	3,062,244	1/15/16	\$2,335,799	\$2,341,005	\$(5,206)
BUY	DKK	Goldman Sachs International	11,054	1/15/16	1,673	1,633	(40)
BUY	EUR	Deutsche Bank AG	102,146	1/15/16	115,179	112,479	(2,700)
BUY	EUR	Goldman Sachs International	1,748,834	1/15/16	1,967,792	1,925,748	(42,044)
BUY	EUR	JPMorgan Chase Bank N.A.	501,853	1/15/16	563,995	552,620	(11,375)
SELL	EUR	Goldman Sachs International	417,031	1/15/16	458,378	459,219	(841)
SELL	GBP	BNP Paribas S.A.	4,283,644	1/15/16	6,518,301	6,601,986	(83,685)
SELL	MXN	Goldman Sachs International	32,899,000	1/15/16	1,967,744	1,981,534	(13,790)
SELL	NZD	Westpac Banking Corp.	73,000	1/15/16	48,102	49,173	(1,071)
BUY	SEK	Goldman Sachs International	272	1/15/16	33	32	(1)
BUY	ZAR	JPMorgan Chase Bank N.A.	1,099,000	1/15/16	79,662	78,383	(1,279)

\$(162,032)

Table of Contents*Portfolio of Investments continued***Futures Contracts at 10/31/15**

Description	Currency	Contracts	Value	Expiration Date	Unrealized Appreciation (Depreciation)
Asset Derivatives					
<i>Interest Rate Futures</i>					
Euro Bond 10 yr (Long)	EUR	10	\$1,728,760	December - 2015	\$34,388
Liability Derivatives					
<i>Interest Rate Futures</i>					
U.S. Treasury Note 10 yr (Short)	USD	477	\$60,906,938	December - 2015	\$(284,944)
U.S. Treasury Bond 30 yr (Short)	USD	5	782,187	December - 2015	(7,048)
					\$(291,992)

At October 31, 2015, the fund had liquid securities with an aggregate value of \$840,015 to cover any commitments for certain derivative contracts.

See Notes to Financial Statements

Table of Contents*Financial Statements***STATEMENT OF ASSETS AND LIABILITIES**

At 10/31/15

This statement represents your fund's balance sheet, which details the assets and liabilities comprising the total value of the fund.

Assets	
Investments	
Non-affiliated issuers, at value (identified cost, \$611,525,992)	\$590,331,128
Underlying affiliated funds, at cost and value	24,750,988
Total investments, at value (identified cost, \$636,276,980)	\$615,082,116
Cash	80,244
Receivables for	
Forward foreign currency exchange contracts	789,186
Investments sold	1,252,600
Interest	7,812,596
Other assets	41,605
Total assets	\$625,058,347
Liabilities	
Notes payable	\$100,000,000
Payables for	
Distributions	217,735
Forward foreign currency exchange contracts	162,032
Daily variation margin on open futures contracts	38,820
Investments purchased	2,130,679
TBA purchase commitments	6,743,561
Payable to affiliates	
Investment adviser	32,433
Transfer agent and dividend disbursing costs	17,772
Payable for independent Trustees' compensation	141,150
Accrued interest expense	81,800
Deferred country tax expense payable	228,826
Accrued expenses and other liabilities	168,320
Total liabilities	\$109,963,128
Net assets	\$515,095,219
Net assets consist of	
Paid-in capital	\$544,258,529
Unrealized appreciation (depreciation) on investments and translation of assets and liabilities in foreign currencies (net of \$45,193 deferred country tax)	(20,876,622)
Accumulated net realized gain (loss) on investments and foreign currency	(6,615,075)
Accumulated distributions in excess of net investment income	(1,671,613)
Net assets	\$515,095,219
Shares of beneficial interest outstanding	76,244,718
Net asset value per share (net assets of \$515,095,219 / 76,244,718 shares of beneficial interest outstanding)	\$6.76

See Notes to Financial Statements

Table of Contents*Financial Statements***STATEMENT OF OPERATIONS**

Year ended 10/31/15

This statement describes how much your fund earned in investment income and accrued in expenses. It also describes any gains and/or losses generated by fund operations.

Net investment income	
Income	
Interest	\$32,681,970
Dividends	60,957
Dividends from underlying affiliated funds	25,672
Total investment income	\$32,768,599
Expenses	
Management fee	\$3,705,708
Transfer agent and dividend disbursing costs	127,012
Administrative services fee	96,025
Independent Trustees compensation	65,634
Stock exchange fee	72,403
Custodian fee	75,218
Interest expense	865,308
Shareholder communications	168,407
Audit and tax fees	77,592
Legal fees	23,179
Miscellaneous	49,736
Total expenses	\$5,326,222
Fees paid indirectly	(348)
Net expenses	\$5,325,874
Net investment income	\$27,442,725
Realized and unrealized gain (loss) on investments and foreign currency	
Realized gain (loss) (identified cost basis)	
Investments (net of \$29,583 country tax)	\$(2,740,547)
Futures contracts	(2,017,470)
Foreign currency	5,367,830
Net realized gain (loss) on investments and foreign currency	\$609,813
Change in unrealized appreciation (depreciation)	
Investments (net of \$72,490 decrease in deferred country tax)	\$(33,555,752)
Futures contracts	78,778
Translation of assets and liabilities in foreign currencies	(9,846)
Net unrealized gain (loss) on investments and foreign currency translation	\$(33,486,820)
Net realized and unrealized gain (loss) on investments and foreign currency	\$(32,877,007)
Change in net assets from operations	\$(5,434,282)

See Notes to Financial Statements

Table of Contents*Financial Statements***STATEMENTS OF CHANGES IN NET ASSETS**

These statements describe the increases and/or decreases in net assets resulting from operations, any distributions, and any shareholder transactions.

	Years ended 10/31	
	2015	2014
Change in net assets		
From operations		
Net investment income	\$27,442,725	\$30,736,080
Net realized gain (loss) on investments and foreign currency	609,813	9,391,705
Net unrealized gain (loss) on investments and foreign currency translation	(33,486,820)	(6,961,555)
Change in net assets from operations	\$(5,434,282)	\$33,166,230
Distributions declared to shareholders		
From net investment income	\$(35,102,035)	\$(32,557,449)
From net realized gain on investments	(6,309,761)	(10,287,949)
From tax return of capital	(2,422,869)	
Total distributions declared to shareholders	\$(43,834,665)	\$(42,845,398)
Change in net assets from fund share transactions	\$(6,089,460)	\$(6,163,584)
Total change in net assets	\$(55,358,407)	\$(15,842,752)
Net assets		
At beginning of period	570,453,626	586,296,378
At end of period (including accumulated distributions in excess of net investment income of \$1,671,613 and undistributed net investment income of \$1,700,918, respectively)	\$515,095,219	\$570,453,626

See Notes to Financial Statements

Table of Contents*Financial Statements***STATEMENT OF CASH FLOWS**

Year ended 10/31/15

This statement provides a summary of cash flows from investment activity for the fund.

Cash flows from operating activities:	
Change in net assets from operations	\$(5,434,282)
Adjustments to reconcile change in net assets from operations to net cash provided by operating activities:	
Purchase of investment securities	(320,195,221)
Proceeds from disposition of investment securities	343,483,291
Payments for futures contracts	(2,017,470)
Purchases of short-term investments, net	(7,178,185)
Realized gain/loss on investments	2,710,964
Realized gain/loss on futures contracts	2,017,470
Unrealized appreciation/depreciation on investments	33,628,242
Unrealized appreciation/depreciation on foreign currency contracts	56,302
Net amortization/accretion of income	1,342,831
Decrease in interest and dividends receivable	877,814
Decrease in accrued expenses and other liabilities	(47,879)
Decrease in receivable for daily variation margin on open futures contracts	130,453
Increase in payable for daily variation margin on open futures contracts	38,820
Decrease in restricted cash	60,000
Decrease in other assets	21,844
Increase in interest payable	12,918
Net cash provided by operating activities	\$49,507,912
Cash flows from financing activities:	
Distributions paid in cash	(43,772,834)
Repurchase of shares of beneficial interest	(6,089,460)
Net cash used by financing activities	\$(49,862,294)
Net decrease in cash	\$(354,382)
Cash:	
Beginning of period (including foreign currency of \$377,418)	\$434,626
End of period	\$80,244
Supplemental disclosure of cash flow information:	

Cash paid during the year ended October 31, 2015 for interest was \$852,390.

See Notes to Financial Statements

Table of Contents*Financial Statements***FINANCIAL HIGHLIGHTS**

The financial highlights table is intended to help you understand the fund's financial performance for the past 5 years. Certain information reflects financial results for a single fund share. The total returns in the table represent the rate by which an investor would have earned (or lost) on an investment in the fund share class (assuming reinvestment of all distributions) held for the entire period.

	Years ended 10/31				
	2015	2014	2013	2012	2011
Net asset value, beginning of period	\$7.39	\$7.50	\$7.65	\$7.20	\$7.44
Income (loss) from investment operations					
Net investment income (d)	\$0.36	\$0.39	\$0.44	\$0.47	\$0.50
Net realized and unrealized gain (loss) on investments and foreign currency	(0.43)	0.04	(0.13)	0.49	(0.20)
Total from investment operations	\$(0.07)	\$0.43	\$0.31	\$0.96	\$0.30
Less distributions declared to shareholders					
From net investment income	\$(0.46)	\$(0.42)	\$(0.46)	\$(0.51)	\$(0.54)
From net realized gain on investments	(0.08)	(0.13)			
From tax return of capital	(0.03)				
Total distributions declared to shareholders	\$(0.57)	\$(0.55)	\$(0.46)	\$(0.51)	\$(0.54)
Net increase from repurchase of capital shares	\$0.01	\$0.01	\$0.00(w)	\$	\$
Net asset value, end of period (x)	\$6.76	\$7.39	\$7.50	\$7.65	\$7.20
Market value, end of period	\$5.94	\$6.37	\$6.59	\$7.31	\$6.68
Total return at market value (%)	2.18	5.09	(3.73)	17.56	1.67
Total return at net asset value (%) (j)(r)(s)(x)	0.24	7.13	4.69	14.15	4.73
Ratios (%) (to average net assets) and Supplemental data:					
Expenses before expense reductions (f)	0.98	0.98	1.02	1.10	1.12
Expenses after expense reductions (f)	N/A	0.98	1.02	1.10	1.12
Net investment income	5.05	5.32	5.75	6.39	6.80
Portfolio turnover	47	46	65	48	49
Net assets at end of period (000 omitted)	\$515,095	\$570,454	\$586,296	\$599,972	\$564,446
Supplemental Ratios (%):					
Ratio of expenses to average net assets after expense reductions and excluding interest expense (f)	0.82	0.83	0.86	0.91	0.91
Senior Securities:					
Total notes payable outstanding (000 omitted)	\$100,000	\$100,000	\$100,000	\$100,000	\$100,000
Asset coverage per \$1,000 of indebtedness (k)	\$6,151	\$6,705	\$6,863	\$7,000	\$6,644

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Financial Highlights continued

- (d) Per share data is based on average shares outstanding.
- (f) Ratios do not reflect reductions from fees paid indirectly, if applicable.
- (j) Total return at net asset value is calculated using the net asset value of the fund, not the publicly traded price and therefore may be different than the total return at market value.
- (k) Calculated by subtracting the fund's total liabilities (not including notes payable) from the fund's total assets and dividing this number by the notes payable outstanding and then multiplying by 1,000.
- (r) Certain expenses have been reduced without which performance would have been lower.
- (s) From time to time the fund may receive proceeds from litigation settlements, without which performance would be lower.
- (w) Per share amount was less than \$0.01.
- (x) The net asset values and total returns at net asset value have been calculated on net assets which include adjustments made in accordance with U.S. generally accepted accounting principles required at period end for financial reporting purposes.

See Notes to Financial Statements

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NOTES TO FINANCIAL STATEMENTS

(1) Business and Organization

MFS Multimarket Income Trust (the fund) is organized as a Massachusetts business trust and is registered under the Investment Company Act of 1940, as amended, as a diversified closed-end management investment company.

The fund is an investment company and accordingly follows the investment company accounting and reporting guidance of the Financial Accounting Standards Board (FASB) Accounting Standards Codification Topic 946 Financial Services – Investment Companies.

(2) Significant Accounting Policies

General The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of increases and decreases in net assets from operations during the reporting period. Actual results could differ from those estimates. In the preparation of these financial statements, management has evaluated subsequent events occurring after the date of the fund's Statement of Assets and Liabilities through the date that the financial statements were issued. The fund invests in high-yield securities rated below investment grade. Investments in high-yield securities involve greater degrees of credit and market risk than investments in higher-rated securities and tend to be more sensitive to economic conditions. The fund invests in foreign securities, including securities of emerging market issuers. Investments in foreign securities are vulnerable to the effects of changes in the relative values of the local currency and the U.S. dollar and to the effects of changes in each country's legal, political, and economic environment. The markets of emerging markets countries are generally more volatile than the markets of developed countries with more mature economies. All of the risks of investing in foreign securities previously described are heightened when investing in emerging markets countries.

Balance Sheet Offsetting The fund's accounting policy with respect to balance sheet offsetting is that, absent an event of default by the counterparty or a termination of the agreement, the International Swaps and Derivatives Association (ISDA) Master Agreement does not result in an offset of reported amounts of financial assets and financial liabilities in the Statement of Assets and Liabilities across transactions between the fund and the applicable counterparty. The fund's right to setoff may be restricted or prohibited by the bankruptcy or insolvency laws of the particular jurisdiction to which a specific master netting agreement counterparty is subject. Balance sheet offsetting disclosures, to the extent applicable to the fund, have been included in the fund's Significant Accounting Policies note under the captions for each of the fund's in-scope financial instruments and transactions.

Investment Valuations Equity securities, including restricted equity securities, are generally valued at the last sale or official closing price as provided by a third-party pricing service on the market or exchange on which they are primarily traded. Equity securities, for which there were no sales reported that day, are generally valued at the last quoted daily bid quotation as provided by a third-party pricing service on the

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Notes to Financial Statements continued

market or exchange on which such securities are primarily traded. Debt instruments and floating rate loans, including restricted debt instruments, are generally valued at an evaluated or composite bid as provided by a third-party pricing service. Short-term instruments with a maturity at issuance of 60 days or less may be valued at amortized cost, which approximates market value. Futures contracts are generally valued at last posted settlement price as provided by a third-party pricing service on the market on which they are primarily traded. Futures contracts for which there were no trades that day for a particular position are generally valued at the closing bid quotation as provided by a third-party pricing service on the market on which such futures contracts are primarily traded. Forward foreign currency exchange contracts are generally valued at the mean of bid and asked prices for the time period interpolated from rates provided by a third-party pricing service for proximate time periods. Open-end investment companies are generally valued at net asset value per share. Securities and other assets generally valued on the basis of information from a third-party pricing service may also be valued at a broker/dealer bid quotation. Values obtained from third-party pricing services can utilize both transaction data and market information such as yield, quality, coupon rate, maturity, type of issue, trading characteristics, and other market data. The values of foreign securities and other assets and liabilities expressed in foreign currencies are converted to U.S. dollars using the mean of bid and asked prices for rates provided by a third-party pricing service.

The Board of Trustees has delegated primary responsibility for determining or causing to be determined the value of the fund's investments (including any fair valuation) to the adviser pursuant to valuation policies and procedures approved by the Board. If the adviser determines that reliable market quotations are not readily available, investments are valued at fair value as determined in good faith by the adviser in accordance with such procedures under the oversight of the Board of Trustees. Under the fund's valuation policies and procedures, market quotations are not considered to be readily available for most types of debt instruments and floating rate loans and many types of derivatives. These investments are generally valued at fair value based on information from third-party pricing services. In addition, investments may be valued at fair value if the adviser determines that an investment's value has been materially affected by events occurring after the close of the exchange or market on which the investment is principally traded (such as foreign exchange or market) and prior to the determination of the fund's net asset value, or after the halting of trading of a specific security where trading does not resume prior to the close of the exchange or market on which the security is principally traded. The adviser generally relies on third-party pricing services or other information (such as the correlation with price movements of similar securities in the same or other markets; the type, cost and investment characteristics of the security; the business and financial condition of the issuer; and trading and other market data) to assist in determining whether to fair value and at what value to fair value an investment. The value of an investment for purposes of calculating the fund's net asset value can differ depending on the source and method used to determine value. When fair valuation is used, the value of an investment used to determine the fund's net asset value may differ from quoted or published prices for the same

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investment. There can be no assurance that the fund could obtain the fair value assigned to an investment if it were to sell the investment at the same time at which the fund determines its net asset value per share.

Various inputs are used in determining the value of the fund's assets or liabilities. These inputs are categorized into three broad levels. In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, an investment's level within the fair value hierarchy is based on the lowest level of input that is significant to the fair value measurement. The fund's assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment, and considers factors specific to the investment. Level 1 includes unadjusted quoted prices in active markets for identical assets or liabilities. Level 2 includes other significant observable market-based inputs (including quoted prices for similar securities, interest rates, prepayment speed, and credit risk). Level 3 includes unobservable inputs, which may include the adviser's own assumptions in determining the fair value of investments. Other financial instruments are derivative instruments not reflected in total investments, such as futures contracts and forward foreign currency exchange contracts. The following is a summary of the levels used as of October 31, 2015 in valuing the fund's assets or liabilities:

Investments at Value	Level 1	Level 2	Level 3	Total
Equity Securities	\$1,358,982	\$	\$	\$1,358,982
U.S. Treasury Bonds & U.S. Government Agency & Equivalents		34,531,909		34,531,909
Non-U.S. Sovereign Debt		65,298,084		65,298,084
U.S. Corporate Bonds		313,214,811		313,214,811
Residential Mortgage-Backed Securities		27,287,088		27,287,088
Commercial Mortgage-Backed Securities		17,086,388		17,086,388
Asset-Backed Securities (including CDOs)		6,050,391		6,050,391
Foreign Bonds		115,978,806	270,914	116,249,720
Floating Rate Loans		9,253,755		9,253,755
Mutual Funds	24,750,988			24,750,988
Total Investments	\$26,109,970	\$588,701,232	\$270,914	\$615,082,116

Other Financial Instruments

Futures Contracts	\$(257,604)	\$	\$	\$(257,604)
Forward Foreign Currency Exchange Contracts		627,154		627,154

For further information regarding security characteristics, see the Portfolio of Investments.

The following is a reconciliation of level 3 assets for which significant unobservable inputs were used to determine fair value. The fund's policy is to recognize transfers between the levels as of the end of the period. The table presents the activity of level 3 securities held at the beginning and the end of the period.

	Foreign Bonds
Balance as of 10/31/14	\$
Transfers into level 3	270,914
Balance as of 10/31/15	\$270,914

At October 31, 2015, the fund held one level 3 security.

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Foreign Currency Translation Purchases and sales of foreign investments, income, and expenses are converted into U.S. dollars based upon currency exchange rates prevailing on the respective dates of such transactions or on the reporting date for foreign denominated receivables and payables. Gains and losses attributable to foreign currency exchange rates on sales of securities are recorded for financial statement purposes as net realized gains and losses on investments. Gains and losses attributable to foreign exchange rate movements on receivables, payables, income and expenses are recorded for financial statement purposes as foreign currency transaction gains and losses. That portion of both realized and unrealized gains and losses on investments that results from fluctuations in foreign currency exchange rates is not separately disclosed.

Derivatives The fund uses derivatives for different purposes, primarily to increase or decrease exposure to a particular market or segment of the market, or security, to increase or decrease interest rate or currency exposure, or as alternatives to direct investments. Derivatives are used for hedging or non-hedging purposes. While hedging can reduce or eliminate losses, it can also reduce or eliminate gains. When the fund uses derivatives as an investment to increase market exposure, or for hedging purposes, gains and losses from derivative instruments may be substantially greater than the derivative's original cost.

The derivative instruments used by the fund were futures contracts and forward foreign currency exchange contracts. The fund's period end derivatives, as presented in the Portfolio of Investments and the associated Derivative Contract tables, generally are indicative of the volume of its derivative activity during the period.

The following table presents, by major type of derivative contract, the fair value, on a gross basis, of the asset and liability components of derivatives held by the fund at October 31, 2015 as reported in the Statement of Assets and Liabilities:

Risk	Derivative Contracts	Fair Value (a)	
		Asset Derivatives	Liability Derivatives
Interest Rate	Interest Rate Futures	\$34,388	\$(291,992)
Foreign Exchange	Forward Foreign Currency Exchange	789,186	(162,032)
Total		\$823,574	\$(454,024)

(a) The value of futures contracts includes cumulative appreciation (depreciation) as reported in the fund's Portfolio of Investments. Only the current day variation margin for futures contracts is separately reported within the fund's Statement of Assets and Liabilities.

The following table presents, by major type of derivative contract, the realized gain (loss) on derivatives held by the fund for the year ended October 31, 2015 as reported in the Statement of Operations:

Risk	Futures Contracts	Foreign Currency
Interest Rate	\$(2,017,470)	\$
Foreign Exchange		5,471,808
Total	\$(2,017,470)	\$5,471,808

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The following table presents, by major type of derivative contract, the change in unrealized appreciation (depreciation) on derivatives held by the fund for the year ended October 31, 2015 as reported in the Statement of Operations:

	Futures Contracts	Translation of Assets and Liabilities in Foreign Currencies
Risk		
Interest Rate	\$78,778	\$
Foreign Exchange		(56,302)
Total	\$78,778	\$(56,302)

Derivative counterparty credit risk is managed through formal evaluation of the creditworthiness of all potential counterparties. On certain, but not all, uncleared derivatives, the fund attempts to reduce its exposure to counterparty credit risk whenever possible by entering into an ISDA Master Agreement on a bilateral basis. The ISDA Master Agreement gives each party to the agreement the right to terminate all transactions traded under such agreement if there is a certain deterioration in the credit quality of the other party. Upon an event of default or a termination of the ISDA Master Agreement, the non-defaulting party has the right to close out all transactions traded under such agreement and to net amounts owed under each transaction to one net amount payable by one party to the other. This right to close out and net payments across all transactions traded under the ISDA Master Agreement could result in a reduction of the fund's credit risk to such counterparty equal to any amounts payable by the fund under the applicable transactions, if any.

Collateral and margin requirements differ by type of derivative. Margin requirements are set by the clearing broker and the clearing house for cleared derivatives (e.g., futures contracts, cleared swaps, and exchange-traded options) while collateral terms are contract specific for uncleared derivatives (e.g., forward foreign currency exchange contracts, uncleared swap agreements, and uncleared options). For derivatives traded under an ISDA Master Agreement, which contains a collateral support annex, the collateral requirements are netted across all transactions traded under such agreement and one amount is posted from one party to the other to collateralize such obligations. Cash that has been segregated to cover the fund's collateral or margin obligations under derivative contracts, if any, will be reported separately in the Statement of Assets and Liabilities as Restricted cash or Deposits with brokers. Securities pledged as collateral or margin for the same purpose, if any, are noted in the Portfolio of Investments.

Futures Contracts The fund entered into futures contracts which may be used to hedge against or obtain broad market exposure, interest rate exposure, currency exposure, or to manage duration. A futures contract represents a commitment for the future purchase or sale of an asset at a specified price on a specified date.

Upon entering into a futures contract, the fund is required to deposit with the broker, either in cash or securities, an initial margin in an amount equal to a certain percentage of the notional amount of the contract. Subsequent payments (variation margin) are made or received by the fund each day, depending on the daily fluctuations in the

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Notes to Financial Statements continued

value of the contract, and are recorded for financial statement purposes as unrealized gain or loss by the fund until the contract is closed or expires at which point the gain or loss on futures contracts is realized.

The fund bears the risk of interest rates, exchange rates or securities prices moving unexpectedly, in which case, the fund may not achieve the anticipated benefits of the futures contracts and may realize a loss. While futures contracts may present less counterparty risk to the fund since the contracts are exchange traded and the exchange's clearinghouse guarantees payments to the broker, there is still counterparty credit risk due to the insolvency of the broker. The fund's maximum risk of loss due to counterparty credit risk is equal to the margin posted by the fund to the broker plus any gains or minus any losses on the outstanding futures contracts.

Forward Foreign Currency Exchange Contracts The fund entered into forward foreign currency exchange contracts for the purchase or sale of a specific foreign currency at a fixed price on a future date. These contracts may be used to hedge the fund's currency risk or for non-hedging purposes. For hedging purposes, the fund may enter into contracts to deliver or receive foreign currency that the fund will receive from or use in its normal investment activities. The fund may also use contracts to hedge against declines in the value of foreign currency denominated securities due to unfavorable exchange rate movements. For non-hedging purposes, the fund may enter into contracts with the intent of changing the relative exposure of the fund's portfolio of securities to different currencies to take advantage of anticipated exchange rate changes.

Forward foreign currency exchange contracts are adjusted by the daily exchange rate of the underlying currency and any unrealized gains or losses are recorded as a receivable or payable for forward foreign currency exchange contracts until the contract settlement date. On contract settlement date, any gain or loss on the contract is recorded as realized gains or losses on foreign currency.

Risks may arise upon entering into these contracts from unanticipated movements in the value of the contract and from the potential inability of counterparties to meet the terms of their contracts. Generally, the fund's maximum risk due to counterparty credit risk is the unrealized gain on the contract due to the use of Continuous Linked Settlement, an industry accepted settlement system. This risk is mitigated in cases where there is an ISDA Master Agreement between the fund and the counterparty providing for netting as described above and, where applicable, by the posting of collateral by the counterparty to the fund to cover the fund's exposure to the counterparty under such ISDA Master Agreement.

Loans and Other Direct Debt Instruments The fund invests in loans and loan participations or other receivables. These investments may include standby financing commitments, including revolving credit facilities, which contractually obligate the fund to supply additional cash to the borrower on demand. The fund generally provides this financial support in order to preserve its existing investment or to obtain a more senior secured interest in the assets of the borrower. Loan participations involve a risk of insolvency of the lending bank or other financial intermediary.

Statement of Cash Flows Information on financial transactions which have been settled through the receipt or disbursement of cash is presented in the Statement of

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Notes to Financial Statements continued

Cash Flows. The cash amount shown in the Statement of Cash Flows is the amount included within the fund's Statement of Assets and Liabilities and includes cash on hand at its custodian bank and does not include any short term investments.

Indemnifications Under the fund's organizational documents, its officers and Trustees may be indemnified against certain liabilities and expenses arising out of the performance of their duties to the fund. Additionally, in the normal course of business, the fund enters into agreements with service providers that may contain indemnification clauses. The fund's maximum exposure under these agreements is unknown as this would involve future claims that may be made against the fund that have not yet occurred.

Investment Transactions and Income Investment transactions are recorded on the trade date. Interest income is recorded on the accrual basis. All premium and discount is amortized or accreted for financial statement purposes in accordance with U.S. generally accepted accounting principles. Some securities may be purchased on a when-issued or forward delivery basis, which means that the securities will be delivered to the fund at a future date, usually beyond customary settlement time. The fund earns certain fees in connection with its floating rate loan purchasing activities. These fees are in addition to interest payments earned and may include amendment fees, commitment fees, facility fees, consent fees, and prepayment fees. Commitment fees are recorded on an accrual basis as income in the accompanying financial statements. Dividends received in cash are recorded on the ex-dividend date. Certain dividends from foreign securities will be recorded when the fund is informed of the dividend if such information is obtained subsequent to the ex-dividend date. Dividend and interest payments received in additional securities are recorded on the ex-dividend or ex-interest date in an amount equal to the value of the security on such date. Debt obligations may be placed on non-accrual status or set to accrue at a rate of interest less than the contractual coupon when the collection of all or a portion of interest has become doubtful. Interest income for those debt obligations may be further reduced by the write-off of the related interest receivables when deemed uncollectible.

The fund may receive proceeds from litigation settlements. Any proceeds received from litigation involving portfolio holdings are reflected in the Statement of Operations in realized gain/loss if the security has been disposed of by the fund or in unrealized gain/loss if the security is still held by the fund. Any other proceeds from litigation not related to portfolio holdings are reflected as other income in the Statement of Operations.

The fund invests a significant portion of its assets in asset-backed and/or mortgage-backed securities. The value of these securities may depend, in part, on the issuer's or borrower's credit quality or ability to pay principal and interest when due and that value may fall if an issuer or borrower defaults on its obligation to pay principal or interest or if the instrument's credit rating is downgraded by a credit rating agency. U.S. Government securities not supported as to the payment of principal or interest by the U.S. Treasury, such as those issued by Fannie Mae, Freddie Mac, and the Federal Home Loan Banks, are subject to greater credit risk than are U.S. Government securities supported by the U.S. Treasury, such as those issued by Ginnie Mae.

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Notes to Financial Statements continued

The fund purchased or sold debt securities on a when-issued or delayed delivery basis, or in a To Be Announced (TBA) or forward commitment transaction with delivery or payment to occur at a later date beyond the normal settlement period. At the time a fund enters into a commitment to purchase or sell a security, the transaction is recorded and the value of the security acquired is reflected in the fund's net asset value. The price of such security and the date that the security will be delivered and paid for are fixed at the time the transaction is negotiated. The value of the security may vary with market fluctuations. TBA securities resulting from these transactions are included in the Portfolio of Investments. TBA purchase commitments are held at carrying amount, which approximates fair value and are categorized as level 2 within the fair value hierarchy. No interest accrues to the fund until payment takes place. At the time that a fund enters into this type of transaction, the fund is required to have sufficient cash and/or liquid securities to cover its commitments. Losses may arise due to changes in the value of the underlying securities or if the counterparty does not perform under the contract's terms, or if the issuer does not issue the securities due to political, economic or other factors. Additionally, losses may arise due to declines in the value of the securities prior to settlement date.

To mitigate this risk of loss on TBA securities and other types of forward settling mortgage-backed securities, the fund whenever possible enters into a Master Securities Forward Transaction Agreement (MSFTA) on a bilateral basis with each of the counterparties with whom it undertakes a significant volume of transactions. The MSFTA gives each party to the agreement the right to terminate all transactions traded under such agreement if there is a certain deterioration in the credit quality of the other party. Upon an event of default or a termination of the MSFTA, the non-defaulting party has the right to close out all transactions traded under such agreement and to net amounts owed under each transaction to one net amount payable by one party to the other. This right to close out and net payments across all transactions traded under the MSFTA could result in a reduction of the fund's credit risk to such counterparty equal to any amounts payable by the fund under the applicable transactions, if any.

For mortgage-backed securities traded under a MSFTA, the collateral and margining requirements are contract specific. Collateral amounts across all transactions traded under such agreement are netted and one amount is posted from one party to the other to collateralize such obligations. Cash that has been pledged to cover the fund's collateral or margin obligations under a MSFTA, if any, will be reported separately on the Statement of Assets and Liabilities as restricted cash. Securities pledged as collateral or margin for the same purpose, if any, are noted in the Portfolio of Investments.

Fees Paid Indirectly Prior to October 1, 2015, the fund's custody fee could be reduced by a credit earned under an arrangement that measured the value of U.S. dollars deposited with the custodian by the fund. The amount of the credit, for the year ended October 31, 2015, is shown as a reduction of total expenses in the Statement of Operations.

Tax Matters and Distributions The fund intends to qualify as a regulated investment company, as defined under Subchapter M of the Internal Revenue Code, and to distribute all of its taxable income, including realized capital gains. As a result, no provision for federal income tax is required. The fund's federal tax returns, when

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filed, will remain subject to examination by the Internal Revenue Service for a three year period. Management has analyzed the fund's tax positions taken on federal and state tax returns for all open tax years and does not believe that there are any uncertain tax positions that require recognition of a tax liability. Foreign taxes, if any, have been accrued by the fund in the accompanying financial statements in accordance with the applicable foreign tax law. Foreign income taxes may be withheld by certain countries in which the fund invests. Additionally, capital gains realized by the fund on securities issued in or by certain foreign countries may be subject to capital gains tax imposed by those countries.

Distributions to shareholders are recorded on the ex-dividend date. Effective May 1, 2015, the fund seeks to pay monthly distributions based on an annual rate of 8.00% of the fund's average monthly net asset value. As a result, distributions may exceed actual earnings which may result in a tax return of capital or, to the extent the fund has long-term gains, distributions of current year long-term gains may be recharacterized as ordinary income. Income and capital gain distributions are determined in accordance with income tax regulations, which may differ from U.S. generally accepted accounting principles. Certain capital accounts in the financial statements are periodically adjusted for permanent differences in order to reflect their tax character. These adjustments have no impact on net assets or net asset value per share. Temporary differences which arise from recognizing certain items of income, expense, gain or loss in different periods for financial statement and tax purposes will reverse at some time in the future. Distributions from other sources, in excess of net investment income or net realized gains are temporary overdistributions for financial statement purposes resulting from differences in the recognition or classification of income or distributions for financial statement and tax purposes.

Book/tax differences primarily relate to amortization and accretion of debt securities, straddle loss deferrals, and derivative transactions.

The tax character of distributions declared to shareholders for the last two fiscal years is as follows:

	10/31/15	10/31/14
Ordinary income (including any short-term capital gains)	\$35,408,419	\$32,557,449
Long-term capital gains	6,003,377	10,287,949
Tax return of capital (b)	2,422,869	
Total distributions	\$43,834,665	\$42,845,398

(b) Distributions in excess of tax basis earnings and profits are reported in the financial statements as a tax return of capital.

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The federal tax cost and the tax basis components of distributable earnings were as follows:

As of 10/31/15	
Cost of investments	\$639,808,937
Gross appreciation	11,847,577
Gross depreciation	(36,574,398)
Net unrealized appreciation (depreciation)	\$(24,726,821)
Capital loss carryforwards	(2,866,980)
Other temporary differences	(1,569,509)

As of October 31, 2015, the fund had capital loss carryforwards available to offset future realized gains. Such losses are characterized as follows:

Short-Term	\$(2,866,980)
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Under the Regulated Investment Company Modernization Act of 2010 (the Act), the above net capital losses may be carried forward indefinitely, and their character is retained as short-term and/or long-term losses. Previously, net capital losses were carried forward for eight years and treated as short-term losses.

(3) Transactions with Affiliates

Investment Adviser The fund has an investment advisory agreement with MFS to provide overall investment management and related administrative services and facilities to the fund. The management fee is computed daily and paid monthly at an annual rate of 0.34% of the fund's average daily net assets and 5.40% of gross income. Gross income is calculated based on tax elections that generally include the accretion of discount and exclude the amortization of premium, which may differ from investment income reported in the Statement of Operations. The management fee, from net assets and gross income, incurred for the year ended October 31, 2015 was equivalent to an annual effective rate of 0.68% of the fund's average daily net assets.

Transfer Agent The fund engages Computershare Trust Company, N.A. (Computershare) as the sole transfer agent for the fund. MFS Service Center, Inc. (MFSC) monitors and supervises the activities of Computershare for an agreed upon fee approved by the Board of Trustees. For the year ended October 31, 2015, these fees paid to MFSC amounted to \$41,387.

Administrator MFS provides certain financial, legal, shareholder communications, compliance, and other administrative services to the fund. Under an administrative services agreement, the fund reimburses MFS the costs incurred to provide these services. The fund is charged an annual fixed amount of \$17,500 plus a fee based on average daily net assets. The administrative services fee incurred for the year ended October 31, 2015 was equivalent to an annual effective rate of 0.0177% of the fund's average daily net assets.

Trustees and Officers Compensation The fund pays compensation to independent Trustees in the form of a retainer, attendance fees, and additional compensation to Board and Committee chairpersons. The fund does not pay compensation directly to Trustees or officers of the fund who are also officers of the

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Notes to Financial Statements continued

investment adviser, all of whom receive remuneration for their services to the fund from MFS. Certain officers and Trustees of the fund are officers or directors of MFS and MFSC.

Prior to December 31, 2001, the fund had an unfunded defined benefit plan (DB plan) for independent Trustees. As of December 31, 2001, the Board took action to terminate the DB plan with respect to then-current and any future independent Trustees, such that the DB plan covers only certain of those former independent Trustees who retired on or before December 31, 2001. Effective January 1, 2002, accrued benefits under the DB plan for then-current independent Trustees who continued were credited to an unfunded retirement deferral plan (the Retirement Deferral plan), which was established for and exists solely with respect to these credited amounts, and is not available for other deferrals by these or other independent Trustees. Although the Retirement Deferral plan is unfunded, amounts deferred under the plan are periodically adjusted for investment experience as if they had been invested in shares of the fund. The DB plan resulted in a pension expense of \$6,085 and the Retirement Deferral plan resulted in an expense of \$954. Both amounts are included in Independent Trustees compensation in the Statement of Operations for the year ended October 31, 2015. The liability for deferred retirement benefits payable to certain independent Trustees under both plans amounted to \$112,037 at October 31, 2015, and is included in Payable for independent Trustees compensation in the Statement of Assets and Liabilities.

Deferred Trustee Compensation Under a Deferred Compensation Plan (the Plan), independent Trustees previously were allowed to elect to defer receipt of all or a portion of their annual compensation. Effective January 1, 2005, the Board elected to no longer allow Trustees to defer receipt of future compensation under the Plan. Amounts deferred under the Plan are invested in shares of certain MFS Funds selected by the independent Trustees as notional investments. Deferred amounts represent an unsecured obligation of the fund until distributed in accordance with the Plan. Included in Other assets and Payable for independent Trustees compensation in the Statement of Assets and Liabilities is \$29,102 of deferred Trustees compensation. There is no current year expense associated with the Plan.

Other This fund and certain other funds managed by MFS (the funds) have entered into a service agreement (the ISO Agreement) which provides for payment of fees solely by the funds to Tarantino LLC in return for the provision of services of an Independent Senior Officer (ISO) for the funds. Frank L. Tarantino serves as the ISO and is an officer of the funds and the sole member of Tarantino LLC. The funds can terminate the ISO Agreement with Tarantino LLC at any time under the terms of the ISO Agreement. For the year ended October 31, 2015, the fee paid by the fund under this agreement was \$2,202 and is included in Miscellaneous expense in the Statement of Operations. MFS has agreed to bear all expenses associated with office space, other administrative support, and supplies provided to the ISO.

The fund invests in the MFS Institutional Money Market Portfolio which is managed by MFS and seeks current income consistent with preservation of capital and liquidity. Income earned on this investment is included in Dividends from underlying affiliated funds in the Statement of Operations. This money market fund does not pay a management fee to MFS.

Table of Contents*Notes to Financial Statements continued***(4) Portfolio Securities**

For the year ended October 31, 2015, purchases and sales of investments, other than short-term obligations, were as follows:

	Purchases	Sales
U.S. Government securities	\$115,313,500	\$106,228,699
Investments (non-U.S. Government securities)	\$176,561,191	\$203,452,788

(5) Shares of Beneficial Interest

The fund's Declaration of Trust permits the Trustees to issue an unlimited number of full and fractional shares of beneficial interest. The Trustees have authorized the repurchase by the fund of up to 10% annually of its own shares of beneficial interest. The fund repurchased and retired 986,144 shares of beneficial interest during the year ended October 31, 2015 at an average price per share of \$6.18 and a weighted average discount of 11.85% per share. The fund repurchased and retired 945,042 shares of beneficial interest during the year ended October 31, 2014 at an average price per share of \$6.52 and a weighted average discount of 11.85% per share. Transactions in fund shares were as follows:

	Year ended 10/31/15		Year ended 10/31/14	
	Shares	Amount	Shares	Amount
Capital shares reacquired	(986,144)	\$(6,089,460)	(945,042)	\$(6,163,584)

(6) Loan Agreement

The fund has a credit agreement with a bank for a revolving secured line of credit that can be drawn upon up to \$100,000,000. At October 31, 2015, the fund had outstanding borrowings under this agreement in the amount of \$100,000,000, which are secured by a lien on the fund's assets. The loan's carrying value in the fund's Statement of Assets and Liabilities approximates its fair value. The loan value as of the reporting date is considered level 2 under the fair value hierarchy. The credit agreement matures on August 19, 2016. Borrowing under the agreement can be made for liquidity or leverage purposes. Interest is charged at a rate per annum equal to LIBOR plus an agreed upon spread or an alternate rate, at the option of the borrower, stated as the greater of the daily one month LIBOR or the Overnight Federal Funds Rate each plus an agreed upon spread. The fund incurred interest expense of \$865,308 during the period. The fund may also be charged a commitment fee based on the average daily unused portion of the line of credit. The fund did not incur a commitment fee during the period. For the year ended October 31, 2015, the average loan balance was \$100,000,000 at a weighted average annual interest rate of 0.865%. The fund is subject to certain covenants including, but not limited to, requirements with respect to asset coverage, portfolio diversification and liquidity.

Table of Contents*Notes to Financial Statements continued***(7) Transactions in Underlying Affiliated Funds-Affiliated Issuers**

An affiliated issuer may be considered one in which the fund owns 5% or more of the outstanding voting securities, or a company which is under common control. For the purposes of this report, the fund assumes the following to be an affiliated issuer:

Underlying Affiliated Fund	Beginning Shares/Par Amount	Acquisitions Shares/Par Amount	Dispositions Shares/Par Amount	Ending Shares/Par Amount
MFS Institutional Money Market Portfolio	17,572,803	139,270,275	(132,092,090)	24,750,988

Underlying Affiliated Fund	Realized Gain (Loss)	Capital Gain Distributions	Dividend Income	Ending Value
MFS Institutional Money Market Portfolio	\$	\$	\$25,672	\$24,750,988

(8) Legal Proceedings

In May 2015, the Motors Liquidation Company Avoidance Action Trust (hereafter, "AAT") served upon the fund a complaint in an adversary proceeding in the U.S. Bankruptcy Court for the Southern District of New York, captioned *Motors Liquidation Company Avoidance Action Trust v. JPMorgan Chase Bank, N.A., et al.* (No. 09-00504 (REG)). The complaint, which was originally filed in 2009 but not served on the fund until 2015, names as defendants over 500 entities (including the fund) that held an interest in a \$1.5 billion General Motors (GM) term loan in 2009, when GM filed for bankruptcy. The AAT alleges that the fund and the other term loan lenders were improperly treated as secured lenders with respect to the term loan shortly before and immediately after GM's bankruptcy, receiving full principal and interest payments under the loan. The AAT alleges that the fund and other term loan lenders should have been treated as unsecured (or partially unsecured) creditors because the main lien securing the collateral was allegedly not perfected at the time of GM's bankruptcy due to an erroneous filing in October 2008 that terminated the financing statement perfecting the lien. The AAT seeks to claw back payments made to the fund and the other term loan lenders after, and during the 90 days before, GM's June 2009 bankruptcy petition. During that time period, the fund received term loan payments of approximately \$750,000. The fund cannot predict the outcome of this proceeding. Among other things, it is unclear whether AAT's claims will succeed; what the fund would be entitled to as an unsecured (or partially unsecured) creditor, given the existence of other collateral not impacted by the erroneous October 2008 filing; and whether third parties responsible for the erroneous October 2008 filing would bear some or all of any liability. The fund will incur legal expenses associated with the defense of this action and in related claims against third parties.

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REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Trustees and Shareholders of MFS Multimarket Income Trust:

We have audited the accompanying statement of assets and liabilities of MFS Multimarket Income Trust (the Fund), including the portfolio of investments, as of October 31, 2015, and the related statements of operations and cash flows for the year then ended, the statements of changes in net assets for each of the two years in the period then ended and the financial highlights for each of the five years in the period then ended. These financial statements and financial highlights are the responsibility of the Fund's management. Our responsibility is to express an opinion on these financial statements and financial highlights based on our audits.

We conducted our audits in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement. We were not engaged to perform an audit of the Fund's internal control over financial reporting. Our audits included consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements and financial highlights, assessing the accounting principles used and significant estimates made by management, and evaluating the overall financial statement presentation. Our procedures included confirmation of securities owned as of October 31, 2015, by correspondence with the custodian and others or by other appropriate auditing procedures where replies from others were not received. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements and financial highlights referred to above present fairly, in all material respects, the financial position of MFS Multimarket Income Trust at October 31, 2015, the results of its operations and its cash flows for the year then ended, the changes in its net assets for each of the two years in the period then ended and the financial highlights for each of the five years in the period then ended, in conformity with U.S. generally accepted accounting principles.

Boston, Massachusetts

December 15, 2015

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RESULTS OF SHAREHOLDER MEETING

(unaudited)

At the annual meeting of shareholders of MFS Multimarket Income Trust, which was held on October 1, 2015, the following action was taken:

Item 1: To elect the following individuals as Trustees:

Nominee	For	Number of Shares	Withheld Authority
Robert E. Butler	54,226,360.355		9,598,969.663
David H. Gunning	54,156,376.604		9,668,953.414
Robin A. Stelmach	54,201,165.626		9,624,164.392

Table of Contents**TRUSTEES AND OFFICERS IDENTIFICATION AND BACKGROUND**

The Trustees and Officers of the Trust, as of December 1, 2015, are listed below, together with their principal occupations during the past five years. (Their titles may have varied during that period.) The address of each Trustee and Officer is 111 Huntington Avenue, Boston, Massachusetts 02199-7618.

Name, Age	Position(s) Held	Trustee/Officer	Term	Principal Occupations During	Other
with Fund	Since ^(h)	Expiring	the Past Five Years	Directorships ⁽ⁱ⁾	
INTERESTED TRUSTEES					
Robert J. Manning ^(k) (age 52)	Trustee	February 2004	2016	Massachusetts Financial Services Company, Co-Chairman, Chief Executive Officer and Director; Chief Investment Officer (until 2010)	N/A
Robin A. Stelmach ^(k) (age 54)	Trustee and President	January 2014	2018	Massachusetts Financial Services Company, Executive Vice President and Chief Operating Officer	N/A
INDEPENDENT TRUSTEES					
David H. Gunning (age 73)	Trustee and Chair of Trustees	January 2004	2018 ^(m)	Private investor	Lincoln Electric Holdings, Inc., Director; Development Alternatives, Inc., Director/Non-Executive Chairman
Steven E. Buller (age 64)	Trustee	February 2014	2017	Chairman, Financial Accounting Standards Advisory Council; Standing Advisory Group, Public Company Accounting Oversight Board, Member (until 2014); BlackRock, Inc. (investment management), Managing Director (until 2014), BlackRock Finco UK (investment management), Director (until 2014)	N/A

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Name, Age	Position(s) Held	Trustee/Officer	Term	Principal Occupations During	Other
	with Fund	Since ^(h)	Expiring	the Past Five Years	Directorships ⁽ⁱ⁾
Robert E. Butler (age 74)	Trustee	January 2006	2018 ⁽ⁿ⁾	Consultant investment company industry regulatory and compliance matters	N/A
Maureen R. Goldfarb (age 60)	Trustee	January 2009	2016	Private investor	N/A
William R. Gutow (age 74)	Trustee	December 1993	2017 ⁽ⁿ⁾	Private investor and real estate consultant; Capitol Entertainment Management Company (video franchise), Vice Chairman	Texas Donuts, Vice Chairman (until 2010)
Michael Hegarty (age 70)	Trustee	December 2004	2017	Private investor	Rouse Properties Inc., Director; Capmark Financial Group Inc., Director
John P. Kavanaugh (age 61)	Trustee	January 2009	2017	Private investor	N/A
Maryanne L. Roepke (age 59)	Trustee	May 2014	2016	American Century Investments (investment management), Senior Vice President and Chief Compliance Officer (until 2014)	N/A
Laurie J. Thomsen (age 58)	Trustee	March 2005	2016	Private investor; New Profit, Inc. (venture philanthropy), Executive Partner (until 2010)	The Travelers Companies, Director; Dycom Industries, Inc., Director
Robert W. Uek (age 74)	Trustee	January 2006	2017 ⁽ⁿ⁾	Consultant to investment company industry	N/A
OFFICERS Christopher R. Bohane ^(k) (age 41)	Assistant Secretary and Assistant Clerk	July 2005	N/A	Massachusetts Financial Services Company, Vice President and Assistant General Counsel	N/A

Table of Contents*Trustees and Officers continued*

Name, Age	Position(s) Held	Trustee/Officer	Term	Principal Occupations During	Other
	with Fund	Since ^(h)	Expiring	the Past Five Years	Directorships ⁽ⁱ⁾
Kino Clark ^(k) (age 47)	Assistant	January 2012	N/A	Massachusetts Financial Services Company, Vice President	N/A
Kristin V. Collins ^(k) (age 42)	Treasurer Assistant Secretary and Assistant Clerk	September 2015	N/A	Massachusetts Financial Services Company, Vice President and Assistant General Counsel	N/A
Thomas H. Connors ^(k) (age 56)	Assistant Secretary and Assistant Clerk	September 2012	N/A	Massachusetts Financial Services Company, Vice President and Senior Counsel; Deutsche Investment Management Americas Inc. (financial service provider), Director and Senior Counsel (until 2012)	N/A
Ethan D. Corey ^(k) (age 52)	Assistant Secretary and Assistant Clerk	July 2005	N/A	Massachusetts Financial Services Company, Senior Vice President and Associate General Counsel	N/A
David L. DiLorenzo ^(k) (age 47)	Treasurer	July 2005	N/A	Massachusetts Financial Services Company, Senior Vice President	N/A
Brian E. Langenfeld ^(k) (age 42)	Assistant Secretary and Assistant Clerk	June 2006	N/A	Massachusetts Financial Services Company, Vice President and Senior Counsel	N/A
Kenneth Paek ^(k) (age 41)	Assistant Treasurer	February 2015	N/A	Massachusetts Financial Services Company, Vice President; Cohen & Steers, Vice President/Head of Fund Administration (until 2014)	N/A

Table of Contents*Trustees and Officers continued*

Name, Age	Position(s) Held	Trustee/Officer	Term	Principal Occupations During	Other
	with Fund	Since ^(h)	Expiring	the Past Five Years	Directorships ⁽ⁱ⁾
Susan A. Pereira ^(k) (age 45)	Assistant Secretary and Assistant Clerk	July 2005	N/A	Massachusetts Financial Services Company, Vice President and Senior Counsel	N/A
Kasey L. Phillips ^(k) (age 44)	Assistant Treasurer	September 2012	N/A	Massachusetts Financial Services Company, Vice President; Wells Fargo Funds Management, LLC, Senior Vice President, Fund Treasurer (until 2012)	N/A
Mark N. Polebaum ^(k) (age 63)	Secretary and Clerk	January 2006	N/A	Massachusetts Financial Services Company, Executive Vice President, General Counsel and Secretary	N/A
Matthew A. Stowe ^(k) (age 41)	Assistant Secretary and Assistant Clerk	October 2014	N/A	Massachusetts Financial Services Company, Vice President and Assistant General Counsel	N/A
Frank L. Tarantino (age 71)	Independent Senior Officer	June 2004	N/A	Tarantino LLC (provider of compliance services), Principal	N/A
Richard S. Weitzel ^(k) (age 45)	Assistant Secretary and Assistant Clerk	October 2007	N/A	Massachusetts Financial Services Company, Senior Vice President and Associate General Counsel	N/A

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Trustees and Officers continued

Name, Age	Position(s) Held	Trustee/Officer Since ^(h)	Term Expiring	Principal Occupations During the Past Five Years	Other Directorships ^(j)
Martin J. Wolin ^(k) (age 48)	Chief Compliance Officer	July 2015	N/A	Massachusetts Financial Services Company, Senior Vice President and Chief Compliance Officer (since July 2015); Mercer (financial service provider), Chief Risk and Compliance Officer, North America and Latin America (until June 2015)	N/A
James O. Yost ^(k) (age 55)	Deputy Treasurer	September 1990	N/A	Massachusetts Financial Services Company, Senior Vice President	N/A

(h) Date first appointed to serve as Trustee/officer of an MFS Fund. Each Trustee has served continuously since appointment unless indicated otherwise. For the period from December 15, 2004 until February 22, 2005, Mr. Manning served as Advisory Trustee. Prior to January 2012, Messrs. DiLorenzo and Yost served as Assistant Treasurers of the Funds. Ms. Stelmach was appointed as President of the Funds as of October 1, 2014.

(j) Directorships or trusteeships of companies required to report to the Securities and Exchange Commission (i.e., public companies).

(k) Interested person of the Trust within the meaning of the Investment Company Act of 1940 (referred to as the 1940 Act), which is the principal federal law governing investment companies like the fund, as a result of a position with MFS. The address of MFS is 111 Huntington Avenue, Boston, Massachusetts 02199-7618.

(m) With respect to Mr. Gunning, the Board has agreed to a one-year extension of his ability to serve as a Trustee from January 1, 2016 through December 31, 2016, subject to Board approval for a second one-year extension for the 2017 calendar year pursuant to the retirement policy.

(n) With respect to Messrs. Butler, Gutow and Uek, the Board has agreed to a one-year extension of each Trustee's ability to serve as a Trustee from January 1, 2016 through December 31, 2016 pursuant to the retirement policy.

The Trust holds annual shareholder meetings for the purpose of electing Trustees, and Trustees are elected for fixed terms. The Board of Trustees is currently divided into three classes, each having a term of three years which term expires on the date of the third annual meeting following the election to office of the Trustee's class. Each year the term of one class expires. Each Trustee and officer will serve until next elected or his or her earlier death, resignation, retirement or removal.

Messrs. Butler, Kavanaugh, Uek and Ms. Thomsen and Roepke are members of the Fund's Audit Committee.

Each of the Fund's Trustees and officers holds comparable positions with certain other funds of which MFS or a subsidiary is the investment adviser or distributor, and, in the case of the officers, with certain affiliates of MFS. As of December 1, 2015, the Trustees served as board members of 138 funds within the MFS Family of Funds.

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Trustees and Officers continued

Investment Adviser

Massachusetts Financial Services Company
111 Huntington Avenue

Boston, MA 02199-7618

Portfolio Managers

Richard Hawkins
William Adams
Ward Brown
David Cole
Pilar Gomez-Bravo
Robert Persons
Matthew Ryan

Custodian

State Street Bank and Trust Company
1 Lincoln Street

Boston, MA 02111-2900

Independent Registered Public Accounting Firm

Ernst & Young LLP
200 Clarendon Street
Boston, MA 02116

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BOARD REVIEW OF INVESTMENT ADVISORY AGREEMENT

The Investment Company Act of 1940 requires that both the full Board of Trustees and a majority of the non-interested (independent) Trustees, voting separately, annually approve the continuation of the Fund s investment advisory agreement with MFS. The Trustees consider matters bearing on the Fund and its advisory arrangements at their meetings throughout the year, including a review of performance data at each regular meeting. In addition, the independent Trustees met several times over the course of three months beginning in May and ending in July, 2015 (contract review meetings) for the specific purpose of considering whether to approve the continuation of the investment advisory agreement for the Fund and the other investment companies that the Board oversees (the MFS Funds). The independent Trustees were assisted in their evaluation of the Fund s investment advisory agreement by independent legal counsel, from whom they received separate legal advice and with whom they met separately from MFS during various contract review meetings. The independent Trustees were also assisted in this process by the MFS Funds Independent Senior Officer, a senior officer appointed by and reporting to the independent Trustees.

In connection with their deliberations regarding the continuation of the investment advisory agreement, the Trustees, including the independent Trustees, considered such information and factors as they believed, in light of the legal advice furnished to them and their own business judgment, to be relevant. The investment advisory agreement for the Fund was considered separately, although the Trustees also took into account the common interests of all MFS Funds in their review. As described below, the Trustees considered the nature, quality, and extent of the various investment advisory, administrative, and shareholder services performed by MFS under the existing investment advisory agreement and other arrangements with the Fund.

In connection with their contract review meetings, the Trustees received and relied upon materials that included, among other items: (i) information provided by Lipper Inc., an independent third party, on the investment performance (based on net asset value) of the Fund for various time periods ended December 31, 2014 and the investment performance (based on net asset value) of a group of funds with substantially similar investment classifications/objectives (the Lipper performance universe), (ii) information provided by Lipper Inc. on the Fund s advisory fees and other expenses and the advisory fees and other expenses of comparable funds identified by Lipper Inc. (the Lipper expense group), (iii) information provided by MFS on the advisory fees of comparable portfolios of other clients of MFS, including institutional separate accounts and other clients, (iv) information as to whether and to what extent applicable expense waivers, reimbursements or fee breakpoints are observed for the Fund, (v) information regarding MFS financial results and financial condition, including MFS and certain of its affiliates estimated profitability from services performed for the Fund and the MFS Funds as a whole, and compared to MFS institutional business, (vi) MFS views regarding the outlook for the mutual fund industry and the strategic business plans of MFS, (vii) descriptions of various functions performed by MFS for the Funds, such as compliance monitoring and portfolio trading practices, and (viii) information regarding the overall organization of MFS, including information about MFS senior management and other personnel providing investment

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Board Review of Investment Advisory Agreement continued

advisory, administrative and other services to the Fund and the other MFS Funds. The comparative performance, fee and expense information prepared and provided by Lipper Inc. was not independently verified and the independent Trustees did not independently verify any information provided to them by MFS.

The Trustees' conclusion as to the continuation of the investment advisory agreement was based on a comprehensive consideration of all information provided to the Trustees and not the result of any single factor. Some of the factors that figured particularly in the Trustees' deliberations are described below, although individual Trustees may have evaluated the information presented differently from one another, giving different weights to various factors. It is also important to recognize that the fee arrangements for the Fund and other MFS Funds are the result of years of review and discussion between the independent Trustees and MFS, that certain aspects of such arrangements may receive greater scrutiny in some years than in others, and that the Trustees' conclusions may be based, in part, on their consideration of these same arrangements during the course of the year and in prior years.

Based on information provided by Lipper Inc. and MFS, the Trustees reviewed the Fund's total return investment performance as well as the performance of peer groups of funds over various time periods. The Trustees placed particular emphasis on the total return performance of the Fund's common shares in comparison to the performance of funds in its Lipper performance universe over the three-year period ended December 31, 2014, which the Trustees believed was a long enough period to reflect differing market conditions. The total return performance of the Fund's common shares ranked 13th out of a total of 21 funds in the Lipper performance universe for this three-year period (a ranking of first place out of the total number of funds in the performance universe indicating the best performer and a ranking of last place out of the total number of funds in the performance universe indicating the worst performer). The total return performance of the Fund's common shares ranked 15th out of a total of 26 funds for the one-year period and 11th out of a total of 17 funds for the five-year period ended December 31, 2014. Given the size of the Lipper performance universe and information previously provided by MFS regarding differences between the Fund and other funds in its Lipper performance universe, the Trustees also reviewed the Fund's performance in comparison to a custom benchmark developed by MFS. The Fund outperformed its custom benchmark for each of the one-, three-, and five-year periods ended December 31, 2014 (one-year: 5.2% total return for the Fund versus 3.5% total return for the benchmark; three-year: 8.1% total return for the Fund versus 6.3% total return for the benchmark; five-year: 8.7% total return for the Fund versus 7.3% total return for the benchmark). Because of the passage of time, these performance results may differ from the performance results for more recent periods, including those shown elsewhere in this report.

In the course of their deliberations, the Trustees took into account information provided by MFS in connection with the contract review meetings, as well as during investment review meetings conducted with portfolio management personnel during the course of the year regarding the Fund's performance. After reviewing these and related factors, the Trustees concluded, within the context of their overall conclusions regarding the investment advisory agreement, that they were satisfied with MFS' responses and efforts relating to investment performance.

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Board Review of Investment Advisory Agreement continued

In assessing the reasonableness of the Fund's advisory fee, the Trustees considered, among other information, the Fund's advisory fee and the total expense ratio of the Fund's common shares as a percentage of average daily net assets and the advisory fee and total expense ratios of peer groups of funds based on information provided by Lipper Inc. The Trustees considered that, according to the Lipper data (which takes into account any fee reductions or expense limitations that were in effect during the Fund's last fiscal year), the Fund's effective advisory fee rate and total expense ratio were each lower than the Lipper expense group median.

The Trustees also considered the advisory fees charged by MFS to any institutional separate accounts advised by MFS (separate accounts) and unaffiliated investment companies for which MFS serves as subadviser (subadvised funds) that have comparable investment strategies to the Fund. In comparing these fees, the Trustees considered information provided by MFS as to the generally broader scope of services provided by MFS to the Fund, as well as the more extensive regulatory burdens imposed on MFS in managing the Fund, in comparison to separate accounts and subadvised funds.

The Trustees considered that, as a closed-end fund, the Fund is unlikely to experience meaningful asset growth. As a result, the Trustees did not view the potential for realization of economies of scale as the Fund's assets grow to be a material factor in their deliberations. The Trustees noted that they would consider economies of scale in the future in the event the Fund experiences significant asset growth, such as through an offering of preferred shares (which is not currently contemplated), or a material increase in the market value of the Fund's portfolio securities.

The Trustees also considered information prepared by MFS relating to MFS' costs and profits with respect to the Fund, the MFS Funds considered as a group, and other investment companies and accounts advised by MFS, as well as MFS' methodologies used to determine and allocate its costs to the MFS Funds, the Fund and other accounts and products for purposes of estimating profitability.

After reviewing these and other factors described herein, the Trustees concluded, within the context of their overall conclusions regarding the investment advisory agreement, that the advisory fees charged to the Fund represent reasonable compensation in light of the services being provided by MFS to the Fund.

In addition, the Trustees considered MFS' resources and related efforts to continue to retain, attract and motivate capable personnel to serve the Fund. The Trustees also considered current and developing conditions in the financial services industry, including the presence of large and well-capitalized companies which are spending, and appear to be prepared to continue to spend, substantial sums to engage personnel and to provide services to competing investment companies. In this regard, the Trustees also considered the financial resources of MFS and its ultimate parent, Sun Life Financial Inc. The Trustees also considered the advantages and possible disadvantages to the Fund of having an adviser that also serves other investment companies as well as other accounts.

The Trustees also considered the nature, quality, cost, and extent of administrative services provided to the Fund by MFS under agreements other than the investment advisory agreement. The Trustees also considered the nature, extent and quality of

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Board Review of Investment Advisory Agreement continued

certain other services MFS performs or arranges for on the Fund's behalf, which may include securities lending programs, directed expense payment programs, class action recovery programs, and MFS' interaction with third-party service providers, principally custodians and sub-custodians. The Trustees concluded that the various non-advisory services provided by MFS and its affiliates on behalf of the Fund were satisfactory.

The Trustees also considered benefits to MFS from the use of the Fund's portfolio brokerage commissions, if applicable, to pay for investment research and various other factors. Additionally, the Trustees considered so-called "fall-out benefits" to MFS such as reputational value derived from serving as investment manager to the Fund.

Based on their evaluation of factors that they deemed to be material, including those factors described above, the Board of Trustees, including the independent Trustees, concluded that the Fund's investment advisory agreement with MFS should be continued for an additional one-year period, commencing August 1, 2015.

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PROXY VOTING POLICIES AND INFORMATION

MFS votes proxies on behalf of the fund pursuant to proxy voting policies and procedures that are available without charge, upon request, by calling 1-800-225-2606, by visiting the Proxy Voting section of *mfs.com* or by visiting the SEC's Web site at <http://www.sec.gov>.

Information regarding how the fund voted proxies relating to portfolio securities during the most recent twelve-month period ended June 30 is available without charge by visiting the Proxy Voting section of *mfs.com* or by visiting the SEC's Web site at <http://www.sec.gov>.

QUARTERLY PORTFOLIO DISCLOSURE

The fund will file a complete schedule of portfolio holdings with the Securities and Exchange Commission (the Commission) for the first and third quarters of each fiscal year on Form N-Q. A shareholder can obtain the quarterly portfolio holdings report at *mfs.com*. The fund's Form N-Q is also available on the EDGAR database on the Commission's Internet Web site at <http://www.sec.gov>, and may be reviewed and copied at the:

Public Reference Room

Securities and Exchange Commission

100 F Street, NE, Room 1580

Washington, D.C. 20549

Information on the operation of the Public Reference Room may be obtained by calling the Commission at 1-800-SEC-0330. Copies of the fund's Form N-Q also may be obtained, upon payment of a duplicating fee, by electronic request at the following e-mail address: publicinfo@sec.gov or by writing the Public Reference Section at the above address.

FURTHER INFORMATION

From time to time, MFS may post important information about the fund or the MFS funds on the MFS web site (*mfs.com*). This information is available by visiting the Market Commentary and Announcements sub sections in the Market Outlooks section of *mfs.com* or by clicking on the fund's name under Closed-End Funds in the Products section of *mfs.com*.

Additional information about the fund (e.g. performance, dividends and the fund's price history) is also available by clicking on the fund's name under Closed-End Funds in the Products section of *mfs.com*.

FEDERAL TAX INFORMATION (unaudited)

The fund will notify shareholders of amounts for use in preparing 2015 income tax forms in January 2016. The following information is provided pursuant to provisions of the Internal Revenue Code.

The fund designates \$6,604,000 as capital gain dividends paid during the fiscal year.

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FACTS

WHAT DOES MFS DO WITH YOUR PERSONAL INFORMATION?

Why?

Financial companies choose how they share your personal information. Federal law gives consumers the right to limit some but not all sharing. Federal law also requires us to tell you how we collect, share, and protect your personal information. Please read this notice carefully to understand what we do.

What?

The types of personal information we collect and share depend on the product or service you have with us. This information can include:

- Social Security number and account balances
- Account transactions and transaction history
- Checking account information and wire transfer instructions

When you are *no longer* our customer, we continue to share your information as described in this notice.

How?

All financial companies need to share customers' personal information to run their everyday business. In the section below, we list the reasons financial companies can share their customers' personal information; the reasons MFS chooses to share; and whether you can limit this sharing.

Reasons we can share your personal information	Does MFS share?	Can you limit this sharing?
For our everyday business purposes such as to process your transactions, maintain your account(s), respond to court orders and legal investigations, or report to credit bureaus	Yes	No
For our marketing purposes to offer our products and services to you	No	We don't share
For joint marketing with other financial companies	No	We don't share
For our affiliates' everyday business purposes information about your transactions and experiences	No	We don't share
For our affiliates' everyday business purposes information about your creditworthiness	No	We don't share

For nonaffiliates to market to you

No

We don't share

Questions?

Call **800-225-2606** or go to **mfs.com**.

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Who we are

Who is providing this notice?

MFS Funds, MFS Investment Management, MFS Institutional Advisors, Inc., MFS Fund Distributors, Inc., MFS Heritage Trust Company, and MFS Service Center, Inc.

What we do

How does MFS protect my personal information?

To protect your personal information from unauthorized access and use, we use security measures that comply with federal law. These measures include procedural, electronic, and physical safeguards for the protection of the personal information we collect about you.

How does MFS collect my personal information?

We collect your personal information, for example, when you

open an account or provide account information

direct us to buy securities or direct us to sell your securities

make a wire transfer

Why can't I limit all sharing?

We also collect your personal information from others, such as credit bureaus, affiliates and other companies.

Federal law gives you the right to limit only

sharing for affiliates everyday business purposes information about your creditworthiness

affiliates from using your information to market to you

sharing for nonaffiliates to market to you

State laws and individual companies may give you additional rights to limit sharing.

Definitions

Affiliates

Companies related by common ownership or control. They can be financial and nonfinancial companies.

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MFS does not share personal information with affiliates, except for everyday business purposes as described on page one of this notice.

Nonaffiliates

Companies not related by common ownership or control. They can be financial and nonfinancial companies.

MFS does not share with nonaffiliates so they can market to you.

Joint Marketing

A formal agreement between nonaffiliated financial companies that together market financial products or services to you.

MFS doesn't jointly market.

Other important information

If you own an MFS product or receive an MFS service in the name of a third party such as a bank or broker-dealer, their privacy policy may apply to you instead of ours.

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CONTACT US

TRANSFER AGENT, REGISTRAR, AND

DIVIDEND DISBURSING AGENT

CALL

1-800-637-2304

9 a.m. to 5 p.m. Eastern time

WRITE

Computershare Trust Company, N.A.

P.O. Box 43078

Providence, RI 02940-3078

New York Stock Exchange Symbol: **MMT**

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ITEM 2. CODE OF ETHICS.

The Registrant has adopted a Code of Ethics pursuant to Section 406 of the Sarbanes-Oxley Act and as defined in Form N-CSR that applies to the Registrant’s principal executive officer and principal financial and accounting officer. During the period covered by this report, the Registrant has not amended any provision in its Code of Ethics (the “Code”) that relates to an element of the Code’s definitions enumerated in paragraph (b) of Item 2 of this Form N-CSR. During the period covered by this report, the Registrant did not grant a waiver, including an implicit waiver, from any provision of the Code.

A copy of the Code of Ethics is filed as an exhibit to this Form N-CSR.

ITEM 3. AUDIT COMMITTEE FINANCIAL EXPERT.

Messrs. Robert E. Butler, John P. Kavanaugh and Robert W. Uek and Meses. Maryanne L. Roepke and Laurie J. Thomsen, members of the Audit Committee, have been determined by the Board of Trustees in their reasonable business judgment to meet the definition of “audit committee financial expert” as such term is defined in Form N-CSR. In addition, Messrs. Butler, Kavanaugh and Uek and Meses. Roepke and Thomsen are “independent” members of the Audit Committee (as such term has been defined by the Securities and Exchange Commission in regulations implementing Section 407 of the Sarbanes-Oxley Act of 2002). The Securities and Exchange Commission has stated that the designation of a person as an audit committee financial expert pursuant to this Item 3 on the Form N-CSR does not impose on such a person any duties, obligations or liability that are greater than the duties, obligations or liability imposed on such person as a member of the Audit Committee and the Board of Trustees in the absence of such designation or identification.

ITEM 4. PRINCIPAL ACCOUNTANT FEES AND SERVICES.

Items 4(a) through 4(d) and 4(g):

The Board of Trustees has appointed Ernst & Young LLP (“E&Y”) to serve as independent accountants to the Registrant (hereinafter the “Registrant” or the “Fund”). The tables below set forth the audit fees billed to the Fund as well as fees for non-audit services provided to the Fund and/or to the Fund’s investment adviser, Massachusetts Financial Services Company (“MFS”) and to various entities either controlling, controlled by, or under common control with MFS that provide ongoing services to the Fund (“MFS Related Entities”).

For the fiscal years ended October 31, 2015 and 2014, audit fees billed to the Fund by E&Y were as follows:

	Audit Fees	
	2015	2014
Fees billed by E&Y:		
MFS Multimarket Income Trust	55,056	54,150

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For the fiscal years ended October 31, 2015 and 2014, fees billed by E&Y for audit-related, tax and other services provided to the Fund and for audit-related, tax and other services provided to MFS and MFS Related Entities were as follows:

	Audit-Related Fees ¹		Tax Fees ²		All Other Fees ³	
	2015	2014	2015	2014	2015	2014
Fees billed by E&Y:						
To MFS Multimarket Income Trust	11,027	10,843	10,269	10,101	1,028	0

	Audit-Related Fees ¹		Tax Fees ²		All Other Fees ³	
	2015	2014	2015	2014	2015	2014
Fees billed by E&Y:						
To MFS and MFS Related Entities of MFS Multimarket Income Trust [*]	920,675	0	0	0	99,446	0

Aggregate Fees for Non-audit

	Services	
	2015	2014
Fees Billed by E&Y:		
To MFS Multimarket Income Trust, MFS and MFS Related Entities [#]	1,293,445	95,944

^{*} This amount reflects the fees billed to MFS and MFS Related Entities for non-audit services relating directly to the operations and financial reporting of the Fund (portions of which services also related to the operations and financial reporting of other funds within the MFS Funds complex).

[#] This amount reflects the aggregate fees billed by E&Y for non-audit services rendered to the Fund and for non-audit services rendered to MFS and the MFS Related Entities.

¹ The fees included under **Audit-Related Fees** are fees related to assurance and related services that are reasonably related to the performance of the audit or review of financial statements, but not reported under **Audit Fees**, including accounting consultations, agreed-upon procedure reports, attestation reports, comfort letters and internal control reviews.

² The fees included under **Tax Fees** are fees associated with tax compliance, tax advice and tax planning, including services relating to the filing or amendment of federal, state or local income tax returns, regulated investment company qualification reviews and tax distribution and analysis.

³ The fees included under **All Other Fees** are fees for products and services provided by E&Y other than those reported under **Audit Fees**, **Audit-Related Fees** and **Tax Fees**, including fees for services related to review of internal controls and review of Rule 38a-1 compliance program.

Item 4(e)(1):

Set forth below are the policies and procedures established by the Audit Committee of the Board of Trustees relating to the pre-approval of audit and non-audit related services:

To the extent required by applicable law, pre-approval by the Audit Committee of the Board is needed for all audit and permissible non-audit services rendered to the Fund and all permissible non-audit services rendered to MFS or MFS Related Entities if the services relate directly to the operations and financial reporting of the Registrant. Pre-approval is

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currently on an engagement-by-engagement basis. In the event pre-approval of such services is necessary between regular meetings of the Audit Committee and it is not practical to wait to seek pre-approval at the next regular meeting of the Audit Committee, pre-approval of such services may be referred to the Chair of the Audit Committee for approval; provided that the Chair may not pre-approve any individual engagement for such services exceeding \$50,000 or multiple engagements for such services in the aggregate exceeding \$100,000 between such regular meetings of the Audit Committee. Any engagement pre-approved by the Chair between regular meetings of the Audit Committee shall be presented for ratification by the entire Audit Committee at its next regularly scheduled meeting.

Item 4(e)(2):

None, or 0%, of the services relating to the Audit-Related Fees, Tax Fees and All Other Fees paid by the Fund and MFS and MFS Related Entities relating directly to the operations and financial reporting of the Registrant disclosed above were approved by the audit committee pursuant to paragraphs (c)(7)(i)(C) of Rule 2-01 of Regulation S-X (which permits audit committee approval after the start of the engagement with respect to services other than audit, review or attest services, if certain conditions are satisfied).

Item 4(f): Not applicable.

Item 4(h): The Registrant's Audit Committee has considered whether the provision by a Registrant's independent registered public accounting firm of non-audit services to MFS and MFS Related Entities that were not pre-approved by the Committee (because such services were provided prior to the effectiveness of SEC rules requiring pre-approval or because such services did not relate directly to the operations and financial reporting of the Registrant) was compatible with maintaining the independence of the independent registered public accounting firm as the Registrant's principal auditors.

ITEM 5. AUDIT COMMITTEE OF LISTED REGISTRANTS.

The Registrant has an Audit Committee established in accordance with Section 3(a)(58)(A) of the Securities Exchange Act of 1934. The members of the Audit Committee are Messrs. Robert E. Butler, John P. Kavanaugh, and Robert W. Uek and Meses. Maryanne L. Roepke and Laurie J. Thomsen.

ITEM 6. SCHEDULE OF INVESTMENTS

A schedule of investments of the Registrant is included as part of the report to shareholders of the Registrant under Item 1 of this Form N-CSR.

ITEM 7. DISCLOSURE OF PROXY VOTING POLICIES AND PROCEDURES FOR CLOSED-END MANAGEMENT INVESTMENT COMPANIES.

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MASSACHUSETTS FINANCIAL SERVICES COMPANY

PROXY VOTING POLICIES AND PROCEDURES

February 1, 2015

Massachusetts Financial Services Company, MFS Institutional Advisors, Inc., MFS International (UK) Limited, MFS Heritage Trust Company, MFS Investment Management (Canada) Limited, MFS Investment Management Company (Lux) S.à r.l., MFS International Singapore Pte. Ltd., MFS Investment Management K.K., and MFS other subsidiaries that perform discretionary investment management activities (collectively, MFS) have adopted proxy voting policies and procedures, as set forth below (MFS Proxy Voting Policies and Procedures), with respect to securities owned by the clients for which MFS serves as investment adviser and has the power to vote proxies, including the pooled investment vehicles sponsored by MFS (the MFS Funds). References to clients in these policies and procedures include the MFS Funds and other clients of MFS, such as funds organized offshore, sub-advised funds and separate account clients, to the extent these clients have delegated to MFS the responsibility to vote proxies on their behalf under the MFS Proxy Voting Policies and Procedures.

The MFS Proxy Voting Policies and Procedures include:

- A. Voting Guidelines;
- B. Administrative Procedures;
- C. Records Retention; and
- D. Reports.

A. *VOTING GUIDELINES*

1. General Policy; Potential Conflicts of Interest

MFS policy is that proxy voting decisions are made in what MFS believes to be the best long-term economic interests of MFS clients, and not in the interests of any other party or in MFS corporate interests, including interests such as the distribution of MFS Fund shares and institutional client relationships.

MFS reviews corporate governance issues and proxy voting matters that are presented for shareholder vote by either management or shareholders of public companies. Based on the overall principle that all votes cast by MFS on behalf of

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its clients must be in what MFS believes to be the best long-term economic interests of such clients, MFS has adopted proxy voting guidelines, set forth below, that govern how MFS generally will vote on specific matters presented for shareholder vote.

As a general matter, MFS votes consistently on similar proxy proposals across all shareholder meetings. However, some proxy proposals, such as certain excessive executive compensation, environmental, social and governance matters, are analyzed on a case-by-case basis in light of all the relevant facts and circumstances of the proposal. Therefore, MFS may vote similar proposals differently at different shareholder meetings based on the specific facts and circumstances of the issuer or the terms of the proposal. In addition, MFS also reserves the right to override the guidelines with respect to a particular proxy proposal when such an override is, in MFS' best judgment, consistent with the overall principle of voting proxies in the best long-term economic interests of MFS' clients.

MFS also generally votes consistently on the same matter when securities of an issuer are held by multiple client accounts, unless MFS has received explicit voting instructions to vote differently from a client for its own account. From time to time, MFS may also receive comments on the MFS Proxy Voting Policies and Procedures from its clients. These comments are carefully considered by MFS when it reviews these guidelines and revises them as appropriate.

These policies and procedures are intended to address any potential material conflicts of interest on the part of MFS or its subsidiaries that are likely to arise in connection with the voting of proxies on behalf of MFS' clients. If such potential material conflicts of interest do arise, MFS will analyze, document and report on such potential material conflicts of interest (see Sections B.2 and D below), and shall ultimately vote the relevant proxies in what MFS believes to be the best long-term economic interests of its clients. The MFS Proxy Voting Committee is responsible for monitoring and reporting with respect to such potential material conflicts of interest.

MFS is also a signatory to the United Nations Principles for Responsible Investment. In developing these guidelines, MFS considered environmental, social and corporate governance issues in light of MFS' fiduciary obligation to vote proxies in the best long-term economic interest of its clients.

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2. MFS Policy on Specific Issues

Election of Directors

MFS believes that good governance should be based on a board with at least a simple majority of directors who are independent of management, and whose key committees (e.g., compensation, nominating, and audit committees) consist entirely of independent directors. While MFS generally supports the board's nominees in uncontested or non-contentious elections, we will not support a nominee to a board of a U.S. issuer (or issuer listed on a U.S. exchange) if, as a result of such nominee being elected to the board, the board would consist of a simple majority of members who are not independent or, alternatively, the compensation, nominating (including instances in which the full board serves as the compensation or nominating committee) or audit committees would include members who are not independent.

MFS will also not support a nominee to a board if we can determine that he or she attended less than 75% of the board and/or relevant committee meetings in the previous year without a valid reason stated in the proxy materials or other company communications. In addition, MFS may not support some or all nominees standing for re-election to a board if we can determine: (1) the board or its compensation committee has re-priced or exchanged underwater stock options since the last annual meeting of shareholders and without shareholder approval; (2) the board or relevant committee has not taken adequately responsive action to an issue that received majority support or opposition from shareholders; (3) the board has implemented a poison pill without shareholder approval since the last annual meeting and such poison pill is not on the subsequent shareholder meeting's agenda, (including those related to net-operating loss carry-forwards); (4) the board or relevant committee has failed to adequately oversee risk by allowing the hedging and/or significant pledging of company shares by executives; or (5) there are governance concerns with a director or issuer.

MFS may not support certain board nominees of U.S. issuers under certain circumstances where MFS deems compensation to be egregious due to pay-for-performance issues and/or poor pay practices. Please see the section below titled MFS Policy on Specific Issues - Advisory Votes on Executive Compensation for further details.

MFS evaluates a contested or contentious election of directors on a case-by-case basis considering the long-term financial performance of the company relative to its industry, management's track record, the qualifications of all nominees, and an evaluation of what each side is offering shareholders.

Majority Voting and Director Elections

MFS votes for reasonably crafted proposals calling for directors to be elected with an affirmative majority of votes cast and/or the elimination of the plurality standard for electing directors (including binding resolutions requesting that the board amend the company's bylaws), provided the proposal includes a carve-out for a plurality voting standard when there are more director nominees than board seats (e.g., contested elections) (Majority Vote Proposals).

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Classified Boards

MFS generally supports proposals to declassify a board (i.e.; a board in which only one-third of board members is elected each year) for all issuers other than for certain closed-end investment companies. MFS generally opposes proposals to classify a board for issuers other than for certain closed-end investment companies.

Proxy Access

MFS believes that the ability of qualifying shareholders to nominate a certain number of directors on the company's proxy statement (Proxy Access) may have corporate governance benefits. However, such potential benefits must be balanced by its potential misuse by shareholders. Therefore, we support Proxy Access proposals at U.S. issuers that establish an ownership criteria of 3% of the company held continuously for a period of 3 years. MFS analyzes all other proposals seeking Proxy Access on a case-by-case basis. In its analysis, MFS will consider the proposed ownership criteria for qualifying shareholders (such as ownership threshold and holding period) as well as the proponent's rationale for seeking Proxy Access.

Stock Plans

MFS opposes stock option programs and restricted stock plans that provide unduly generous compensation for officers, directors or employees, or that could result in excessive dilution to other shareholders. As a general guideline, MFS votes against restricted stock, stock option, non-employee director, omnibus stock plans and any other stock plan if all such plans for a particular company involve potential dilution, in the aggregate, of more than 15%. However, MFS will also vote against stock plans that involve potential dilution, in aggregate, of more than 10% at U.S. issuers that are listed in the Standard and Poor's 100 index as of December 31 of the previous year. In the cases where a stock plan amendment is seeking qualitative changes and not additional shares, MFS will vote its shares on a case-by-case basis.

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MFS also opposes stock option programs that allow the board or the compensation committee to re-price underwater options or to automatically replenish shares without shareholder approval. MFS also votes against stock option programs for officers, employees or non-employee directors that do not require an investment by the optionee, that give free rides on the stock price, or that permit grants of stock options with an exercise price below fair market value on the date the options are granted. MFS will consider proposals to exchange existing options for newly issued options, restricted stock or cash on a case-by-case basis, taking into account certain factors, including, but not limited to, whether there is a reasonable value-for-value exchange and whether senior executives are excluded from participating in the exchange.

MFS supports the use of a broad-based employee stock purchase plans to increase company stock ownership by employees, provided that shares purchased under the plan are acquired for no less than 85% of their market value and do not result in excessive dilution.

Shareholder Proposals on Executive Compensation

MFS believes that competitive compensation packages are necessary to attract, motivate and retain executives. However, MFS also recognizes that certain executive compensation practices can be excessive and not in the best, long-term economic interest of a company's shareholders. We believe that the election of an issuer's board of directors (as outlined above), votes on stock plans (as outlined above) and advisory votes on pay (as outlined below) are typically the most effective mechanisms to express our view on a company's compensation practices.

MFS generally opposes shareholder proposals that seek to set rigid restrictions on executive compensation as MFS believes that compensation committees should retain some flexibility to determine the appropriate pay package for executives. Although we support linking executive stock option grants to a company's performance, MFS also opposes shareholder proposals that mandate a link of performance-based pay to a specific metric. MFS generally supports reasonably crafted shareholder proposals that (i) require the issuer to adopt a policy to recover the portion of performance-based bonuses and awards paid to senior executives that were not earned based upon a significant negative restatement of earnings unless the company already has adopted a satisfactory policy on the matter, (ii) expressly prohibit the backdating of stock options, and (iii) prohibit the acceleration of vesting of equity awards upon a broad definition of a change-in-control (e.g.; single or modified single-trigger).

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Advisory Votes on Executive Compensation

MFS will analyze advisory votes on executive compensation on a case-by-case basis. MFS will vote against an advisory vote on executive compensation if MFS determines that the issuer has adopted excessive executive compensation practices and will vote in favor of an advisory vote on executive compensation if MFS has not determined that the issuer has adopted excessive executive compensation practices. Examples of excessive executive compensation practices may include, but are not limited to, a pay-for-performance disconnect, employment contract terms such as guaranteed bonus provisions, unwarranted pension payouts, backdated stock options, overly generous hiring bonuses for chief executive officers, unnecessary perquisites, or the potential reimbursement of excise taxes to an executive in regards to a severance package. In cases where MFS (i) votes against consecutive advisory pay votes, or (ii) determines that a particularly egregious excessive executive compensation practice has occurred, then MFS may also vote against certain or all board nominees. MFS may also vote against certain or all board nominees if an advisory pay vote for a U.S. issuer is not on the agenda, or the company has not implemented the advisory vote frequency supported by a plurality/ majority of shareholders.

MFS generally supports proposals to include an advisory shareholder vote on an issuer's executive compensation practices on an annual basis.

Golden Parachutes

From time to time, MFS may evaluate a separate, advisory vote on severance packages or golden parachutes to certain executives at the same time as a vote on a proposed merger or acquisition. MFS will support an advisory vote on a severance package on a case-by-case basis, and MFS may vote against the severance package regardless of whether MFS supports the proposed merger or acquisition.

Shareholders of companies may also submit proxy proposals that would require shareholder approval of severance packages for executive officers that exceed certain predetermined thresholds. MFS votes in favor of such shareholder proposals when they would require shareholder approval of any severance package for an executive officer that exceeds a certain multiple of such officer's annual compensation that is not determined in MFS's judgment to be excessive.

Anti-Takeover Measures

In general, MFS votes against any measure that inhibits capital appreciation in a stock, including proposals that protect management from action by shareholders. These types of proposals take many forms, ranging from poison pills and shark repellents to super-majority requirements.

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MFS generally votes for proposals to rescind existing poison pills and proposals that would require shareholder approval to adopt prospective poison pills, unless the company already has adopted a clearly satisfactory policy on the matter. MFS may consider the adoption of a prospective poison pill or the continuation of an existing poison pill if we can determine that the following two conditions are met: (1) the poison pill allows MFS clients to hold an aggregate position of up to 15% of a company's total voting securities (and of any class of voting securities); and (2) either (a) the poison pill has a term of not longer than five years, provided that MFS will consider voting in favor of the poison pill if the term does not exceed seven years and the poison pill is linked to a business strategy or purpose that MFS believes is likely to result in greater value for shareholders; or (b) the terms of the poison pill allow MFS clients the opportunity to accept a fairly structured and attractively priced tender offer (e.g. a chewable poison pill that automatically dissolves in the event of an all cash, all shares tender offer at a premium price). MFS will also consider on a case-by-case basis proposals designed to prevent tenders which are disadvantageous to shareholders such as tenders at below market prices and tenders for substantially less than all shares of an issuer.

MFS will consider any poison pills designed to protect a company's net-operating loss carryforwards on a case-by-case basis, weighing the accounting and tax benefits of such a pill against the risk of deterring future acquisition candidates.

Reincorporation and Reorganization Proposals

When presented with a proposal to reincorporate a company under the laws of a different state, or to effect some other type of corporate reorganization, MFS considers the underlying purpose and ultimate effect of such a proposal in determining whether or not to support such a measure. MFS generally votes with management in regards to these types of proposals, however, if MFS believes the proposal is in the best long-term economic interests of its clients, then MFS may vote against management (e.g. the intent or effect would be to create additional inappropriate impediments to possible acquisitions or takeovers).

Issuance of Stock

There are many legitimate reasons for the issuance of stock. Nevertheless, as noted above under Stock Plans, when a stock option plan (either individually or when aggregated with other plans of the same company) would substantially dilute the existing equity (e.g. by approximately 10-15% as described above), MFS generally votes against the plan. In addition, MFS typically votes against proposals where management is asking for authorization to issue common or preferred stock with no reason stated (a blank check) because the unexplained authorization could work as a potential anti-takeover device. MFS may also vote against the authorization or issuance of common or preferred stock if MFS determines that the requested authorization is excessive or not warranted.

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Repurchase Programs

MFS supports proposals to institute share repurchase plans in which all shareholders have the opportunity to participate on an equal basis. Such plans may include a company acquiring its own shares on the open market, or a company making a tender offer to its own shareholders.

Cumulative Voting

MFS opposes proposals that seek to introduce cumulative voting and for proposals that seek to eliminate cumulative voting. In either case, MFS will consider whether cumulative voting is likely to enhance the interests of MFS clients as minority shareholders.

Written Consent and Special Meetings

The right to call a special meeting or act by written consent can be a powerful tool for shareholders. As such, MFS supports proposals requesting the right for shareholders who hold at least 10% of the issuer's outstanding stock to call a special meeting. MFS also supports proposals requesting the right for shareholders to act by written consent.

Independent Auditors

MFS believes that the appointment of auditors for U.S. issuers is best left to the board of directors of the company and therefore supports the ratification of the board's selection of an auditor for the company. Some shareholder groups have submitted proposals to limit the non-audit activities of a company's audit firm or prohibit *any* non-audit services by a company's auditors to that company. MFS opposes proposals recommending the prohibition or limitation of the performance of non-audit services by an auditor, and proposals recommending the removal of a company's auditor due to the performance of non-audit work for the company by its auditor. MFS believes that the board, or its audit committee, should have the discretion to hire the company's auditor for specific pieces of non-audit work in the limited situations permitted under current law.

Other Business

MFS generally votes against other business proposals as the content of any such matter is not known at the time of our vote.

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Adjourn Shareholder Meeting

MFS generally supports proposals to adjourn a shareholder meeting if we support the other ballot items on the meeting's agenda. MFS generally votes against proposals to adjourn a meeting if we do not support the other ballot items on the meeting's agenda.

Environmental, Social and Governance (ESG) Issues

MFS believes that a company's ESG practices may have an impact on the company's long-term economic financial performance and will generally support proposals relating to ESG issues that MFS believes are in the best long-term economic interest of the company's shareholders. For those ESG proposals for which a specific policy has not been adopted, MFS considers such ESG proposals on a case-by-case basis. As a result, it may vote similar proposals differently at various shareholder meetings based on the specific facts and circumstances of such proposal.

MFS generally supports proposals that seek to remove governance structures that insulate management from shareholders (*i.e.*, anti-takeover measures) or that seek to enhance shareholder rights. Many of these governance-related issues, including compensation issues, are outlined within the context of the above guidelines. In addition, MFS typically supports proposals that require an issuer to reimburse successful dissident shareholders (who are not seeking control of the company) for reasonable expenses that such dissident incurred in soliciting an alternative slate of director candidates. MFS also generally supports reasonably crafted shareholder proposals requesting increased disclosure around the company's use of collateral in derivatives trading. MFS typically supports proposals for an independent board chairperson. However, we may not support such proposals if we determine there to be an appropriate and effective counter-balancing leadership structure in place (e.g.; a strong, independent lead director with an appropriate level of powers and duties). For any governance-related proposal for which an explicit guideline is not provided above, MFS will consider such proposals on a case-by-case basis and will support such proposals if MFS believes that it is in the best long-term economic interest of the company's shareholders.

MFS generally supports proposals that request disclosure on the impact of environmental issues on the company's operations, sales, and capital investments. However, MFS may not support such proposals based on the facts and circumstances surrounding a specific proposal, including, but not limited to, whether (i) the proposal is unduly costly, restrictive, or burdensome, (ii) the company already provides publicly-available information that is sufficient to enable shareholders to evaluate the potential opportunities and risks that environmental matters pose to the company's operations, sales and capital investments, or (iii) the proposal seeks a level of disclosure that exceeds that provided by the company's industry peers. MFS will analyze all other environmental proposals on a case-by-case basis and will support such proposals if MFS believes such proposal is in the best long-term economic interest of the company's shareholders.

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MFS will analyze social proposals on a case-by-case basis. MFS will support such proposals if MFS believes that such proposal is in the best long-term economic interest of the company's shareholders. Generally, MFS will support shareholder proposals that (i) seek to amend a company's equal employment opportunity policy to prohibit discrimination based on sexual orientation and gender identity; and (ii) request additional disclosure regarding a company's political contributions (including trade organizations and lobbying activity) (unless the company already provides publicly-available information that is sufficient to enable shareholders to evaluate the potential opportunities and risks that such contributions pose to the company's operations, sales and capital investments).

The laws of various states or countries may regulate how the interests of certain clients subject to those laws (e.g. state pension plans) are voted with respect to social issues. Thus, it may be necessary to cast ballots differently for certain clients than MFS might normally do for other clients.

Foreign Issuers

MFS generally supports the election of a director nominee standing for re-election in uncontested or non-contentious elections unless it can be determined that (1) he or she failed to attend at least 75% of the board and/or relevant committee meetings in the previous year without a valid reason given in the proxy materials; (2) since the last annual meeting of shareholders and without shareholder approval, the board or its compensation committee has re-priced underwater stock options; or (3) since the last annual meeting, the board has either implemented a poison pill without shareholder approval or has not taken responsive action to a majority shareholder approved resolution recommending that the poison pill be rescinded. In such circumstances, we will vote against director nominee(s). Also, certain markets outside of the U.S. have adopted best practice guidelines relating to corporate governance matters (e.g. the United Kingdom's Corporate Governance Code). Many of these guidelines operate on a comply or explain basis. As such, MFS will evaluate any explanations by companies relating to their compliance with a particular corporate governance guideline on a case-by-case basis and may vote against the board nominees or other relevant ballot item if such explanation is not satisfactory. In some circumstances, MFS may submit a vote to abstain from certain director nominees or the relevant ballot items if we have concerns with the nominee or ballot item, but do not believe these concerns rise to the level where a vote against is warranted.

MFS generally supports the election of auditors, but may determine to vote against the election of a statutory auditor in certain markets if MFS reasonably believes that the statutory auditor is not truly independent.

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Some international markets have also adopted mandatory requirements for all companies to hold shareholder votes on executive compensation. MFS will vote against such proposals if MFS determines that a company's executive compensation practices are excessive, considering such factors as the specific market's best practices that seek to maintain appropriate pay-for-performance alignment and to create long-term shareholder value. We may alternatively submit an abstention vote on such proposals in circumstances where our executive compensation concerns are not as severe.

Many other items on foreign proxies involve repetitive, non-controversial matters that are mandated by local law. Accordingly, the items that are generally deemed routine and which do not require the exercise of judgment under these guidelines (and therefore voted with management) for foreign issuers include, but are not limited to, the following: (i) receiving financial statements or other reports from the board; (ii) approval of declarations of dividends; (iii) appointment of shareholders to sign board meeting minutes; (iv) discharge of management and supervisory boards; and (v) approval of share repurchase programs (absent any anti-takeover or other concerns). MFS will evaluate all other items on proxies for foreign companies in the context of the guidelines described above, but will generally vote against an item if there is not sufficient information disclosed in order to make an informed voting decision. For any ballot item where MFS wishes to express a more moderate level of concern than a vote of against, we will cast a vote to abstain.

In accordance with local law or business practices, some foreign companies or custodians prevent the sale of shares that have been voted for a certain period beginning prior to the shareholder meeting and ending on the day following the meeting (share blocking). Depending on the country in which a company is domiciled, the blocking period may begin a stated number of days prior or subsequent to the meeting (e.g. one, three or five days) or on a date established by the company. While practices vary, in many countries the block period can be continued for a longer period if the shareholder meeting is adjourned and postponed to a later date. Similarly, practices vary widely as to the ability of a shareholder to have the block restriction lifted early (e.g. in some countries shares generally can be unblocked up to two days prior to the meeting whereas in other countries the removal of the block appears to be discretionary with the issuer's transfer agent). Due to these restrictions, MFS must balance the benefits to its clients of voting proxies against the potentially serious portfolio management consequences of a reduced flexibility to sell the underlying shares at the most advantageous time. For companies in countries with share blocking periods or in markets where some custodians may block shares, the disadvantage of being unable to sell the stock regardless of changing conditions generally outweighs the advantages of voting at the shareholder meeting for routine items. Accordingly, MFS will not vote those proxies in the absence of an unusual, significant vote that outweighs the disadvantage of being unable to sell the stock.

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From time to time, governments may impose economic sanctions which may prohibit us from transacting business with certain companies or individuals. These sanctions may also prohibit the voting of proxies at certain companies or on certain individuals. In such instances, MFS will not vote at certain companies or on certain individuals if it determines that doing so is in violation of the sanctions.

In limited circumstances, other market specific impediments to voting shares may limit our ability to cast votes, including, but not limited to, late delivery of proxy materials, untimely vote cut-off dates, power of attorney and share re-registration requirements, or any other unusual voting requirements. In these limited instances, MFS votes securities on a best efforts basis in the context of the guidelines described above.

B. ADMINISTRATIVE PROCEDURES

1. MFS Proxy Voting Committee

The administration of these MFS Proxy Voting Policies and Procedures is overseen by the MFS Proxy Voting Committee, which includes senior personnel from the MFS Legal and Global Investment Support Departments. The Proxy Voting Committee does not include individuals whose primary duties relate to client relationship management, marketing, or sales. The MFS Proxy Voting Committee:

- a. Reviews these MFS Proxy Voting Policies and Procedures at least annually and recommends any amendments considered to be necessary or advisable;
- b. Determines whether any potential material conflict of interest exists with respect to instances in which MFS (i) seeks to override these MFS Proxy Voting Policies and Procedures; (ii) votes on ballot items not governed by these MFS Proxy Voting Policies and Procedures; (iii) evaluates an excessive executive compensation issue in relation to the election of directors; or (iv) requests a vote recommendation from an MFS portfolio manager or investment analyst (e.g. mergers and acquisitions); and
- c. Considers special proxy issues as they may arise from time to time.

2. Potential Conflicts of Interest

The MFS Proxy Voting Committee is responsible for monitoring potential material conflicts of interest on the part of MFS or its subsidiaries that could arise in connection with the voting of proxies on behalf of MFS clients. Due to the client focus of our investment management business, we believe that the potential for actual material conflict of interest issues is small. Nonetheless, we have developed precautions to

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assure that all proxy votes are cast in the best long-term economic interest of shareholders.³ Other MFS internal policies require all MFS employees to avoid actual and potential conflicts of interests between personal activities and MFS client activities. If an employee (including investment professionals) identifies an actual or potential conflict of interest with respect to any voting decision (including the ownership of securities in their individual portfolio), then that employee must recuse himself/herself from participating in the voting process. Any significant attempt by an employee of MFS or its subsidiaries to unduly influence MFS voting on a particular proxy matter should also be reported to the MFS Proxy Voting Committee.

In cases where proxies are voted in accordance with these MFS Proxy Voting Policies and Procedures, no material conflict of interest will be deemed to exist. In cases where (i) MFS is considering overriding these MFS Proxy Voting Policies and Procedures, (ii) matters presented for vote are not governed by these MFS Proxy Voting Policies and Procedures, (iii) MFS evaluates a potentially excessive executive compensation issue in relation to the election of directors or advisory pay or severance package vote, (iv) a vote recommendation is requested from an MFS portfolio manager or investment analyst (e.g. mergers and acquisitions); or (v) MFS evaluates a director nominee who also serves as a director of the MFS Funds (collectively, Non-Standard Votes); the MFS Proxy Voting Committee will follow these procedures:

- a. Compare the name of the issuer of such proxy against a list of significant current (i) distributors of MFS Fund shares, and (ii) MFS institutional clients (the MFS Significant Distributor and Client List);
- b. If the name of the issuer does not appear on the MFS Significant Distributor and Client List, then no material conflict of interest will be deemed to exist, and the proxy will be voted as otherwise determined by the MFS Proxy Voting Committee;
- c. If the name of the issuer appears on the MFS Significant Distributor and Client List, then the MFS Proxy Voting Committee will be apprised of that fact and each member of the MFS Proxy Voting Committee will carefully evaluate the proposed vote in order to ensure that the proxy ultimately is voted in what MFS believes to be the best long-term economic interests of MFS clients, and not in MFS corporate interests; and

³ For clarification purposes, note that MFS votes in what we believe to be the best, long-term economic interest of our clients entitled to vote at the shareholder meeting, regardless of whether other MFS clients hold short positions in the same issuer.

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d. For all potential material conflicts of interest identified under clause (c) above, the MFS Proxy Voting Committee will document: the name of the issuer, the issuer's relationship to MFS, the analysis of the matters submitted for proxy vote, the votes as to be cast and the reasons why the MFS Proxy Voting Committee determined that the votes were cast in the best long-term economic interests of MFS clients, and not in MFS corporate interests. A copy of the foregoing documentation will be provided to MFS Conflicts Officer. The members of the MFS Proxy Voting Committee are responsible for creating and maintaining the MFS Significant Distributor and Client List, in consultation with MFS distribution and institutional business units. The MFS Significant Distributor and Client List will be reviewed and updated periodically, as appropriate.

If an MFS client has the right to vote on a matter submitted to shareholders by Sun Life Financial, Inc. or any of its affiliates (collectively Sun Life), MFS will cast a vote on behalf of such MFS client pursuant to the recommendations of Institutional Shareholder Services, Inc. (ISS) benchmark policy, or as required by law.

Except as described in the MFS Fund's prospectus, from time to time, certain MFS Funds (the top tier fund) may own shares of other MFS Funds (the underlying fund). If an underlying fund submits a matter to a shareholder vote, the top tier fund will generally vote its shares in the same proportion as the other shareholders of the underlying fund. If there are no other shareholders in the underlying fund, the top tier fund will vote in what MFS believes to be in the top tier fund's best long-term economic interest. If an MFS client has the right to vote on a matter submitted to shareholders by a pooled investment vehicle advised by MFS, MFS will cast a vote on behalf of such MFS client in the same proportion as the other shareholders of the pooled investment vehicle.

3. Gathering Proxies

Most proxies received by MFS and its clients originate at Broadridge Financial Solutions, Inc. (Broadridge). Broadridge and other service providers, on behalf of custodians, send proxy related material to the record holders of the shares beneficially owned by MFS clients, usually to the client's proxy voting administrator or, less commonly, to the client itself. This material will include proxy ballots reflecting the shareholdings of Funds and of clients on the record dates for such shareholder meetings, as well as proxy materials with the issuer's explanation of the items to be voted upon.

MFS, on behalf of itself and certain of its clients (including the MFS Funds) has entered into an agreement with an independent proxy administration firm pursuant to which the proxy administration firm performs various proxy vote related administrative services such as vote processing and recordkeeping functions. Except as noted below, the proxy administration firm for MFS and its

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clients, including the MFS Funds, is ISS. The proxy administration firm for MFS Development Funds, LLC is Glass, Lewis & Co., Inc. (Glass Lewis); Glass Lewis and ISS are each hereinafter referred to as the Proxy Administrator).

The Proxy Administrator receives proxy statements and proxy ballots directly or indirectly from various custodians, logs these materials into its database and matches upcoming meetings with MFS Fund and client portfolio holdings, which are input into the Proxy Administrator's system by an MFS holdings data-feed. Through the use of the Proxy Administrator system, ballots and proxy material summaries for all upcoming shareholders' meetings are available on-line to certain MFS employees and members of the MFS Proxy Voting Committee.

It is the responsibility of the Proxy Administrator and MFS to monitor the receipt of ballots. When proxy ballots and materials for clients are received by the Proxy Administrator, they are input into the Proxy Administrator's on-line system. The Proxy Administrator then reconciles a list of all MFS accounts that hold shares of a company's stock and the number of shares held on the record date by these accounts with the Proxy Administrator's list of any upcoming shareholder's meeting of that company. If a proxy ballot has not been received, the Proxy Administrator contacts the custodian requesting the reason as to why a ballot has not been received.

4. Analyzing Proxies

Proxies are voted in accordance with these MFS Proxy Voting Policies and Procedures. The Proxy Administrator, at the prior direction of MFS, automatically votes all proxy matters that do not require the particular exercise of discretion or judgment with respect to these MFS Proxy Voting Policies and Procedures as determined by MFS. With respect to proxy matters that require the particular exercise of discretion or judgment, the MFS Proxy Voting Committee considers and votes on those proxy matters. MFS also receives research and recommendations from the Proxy Administrator which it may take into account in deciding how to vote. MFS uses the research of ISS to identify (i) circumstances in which a board may have approved excessive executive compensation, (ii) environmental and social proposals that warrant further consideration or (iii) circumstances in which a non-U.S. company is not in compliance with local governance or compensation best practices. In those situations where the only MFS fund that is eligible to vote at a shareholder meeting has Glass Lewis as its Proxy Administrator, then we will utilize research from Glass Lewis to identify such issues. MFS analyzes such issues independently and does not necessarily vote with the ISS or Glass Lewis recommendations on these issues. MFS may also use other research tools in order to identify the circumstances described above. Representatives of the MFS Proxy Voting Committee review, as appropriate, votes cast to ensure conformity with these MFS Proxy Voting Policies and Procedures.

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As a general matter, portfolio managers and investment analysts have little involvement in most votes taken by MFS. This is designed to promote consistency in the application of MFS voting guidelines, to promote consistency in voting on the same or similar issues (for the same or for multiple issuers) across all client accounts, and to minimize the potential that proxy solicitors, issuers, or third parties might attempt to exert inappropriate influence on the vote. In limited types of votes (e.g. mergers and acquisitions, capitalization matters, potentially excessive executive compensation issues, or shareholder proposals relating to environmental and social issues), a representative of MFS Proxy Voting Committee may consult with or seek recommendations from MFS portfolio managers or investment analysts.⁴ However, the MFS Proxy Voting Committee would ultimately determine the manner in which all proxies are voted.

As noted above, MFS reserves the right to override the guidelines when such an override is, in MFS best judgment, consistent with the overall principle of voting proxies in the best long-term economic interests of MFS clients. Any such override of the guidelines shall be analyzed, documented and reported in accordance with the procedures set forth in these policies.

5. Voting Proxies

In accordance with its contract with MFS, the Proxy Administrator also generates a variety of reports for the MFS Proxy Voting Committee, and makes available on-line various other types of information so that the MFS Proxy Voting Committee or proxy team may review and monitor the votes cast by the Proxy Administrator on behalf of MFS clients.

For those markets that utilize a record date to determine which shareholders are eligible to vote, MFS generally will vote all eligible shares pursuant to these guidelines regardless of whether all (or a portion of) the shares held by our clients have been sold prior to the meeting date.

6. Securities Lending

From time to time, the MFS Funds or other pooled investment vehicles sponsored by MFS may participate in a securities lending program. In the event MFS or its agent receives timely notice of a shareholder meeting for a U.S. security, MFS and its agent will attempt to recall any securities on loan before the meeting's record date so that MFS will be entitled to vote these shares. However, there may be instances in which MFS is unable to timely recall securities on loan for a U.S. security, in which cases MFS will not be able to vote these shares. MFS

⁴ From time to time, due to travel schedules and other commitments, an appropriate portfolio manager or research analyst may not be available to provide a vote recommendation. If such a recommendation cannot be obtained within a reasonable time prior to the cut-off date of the shareholder meeting, the MFS Proxy Voting Committee may determine to abstain from voting.

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will report to the appropriate board of the MFS Funds those instances in which MFS is not able to timely recall the loaned securities. MFS generally does not recall non-U.S. securities on loan because there may be insufficient advance notice of proxy materials, record dates, or vote cut-off dates to allow MFS to timely recall the shares in certain markets on an automated basis. As a result, non-U.S. securities that are on loan will not generally be voted. If MFS receives timely notice of what MFS determines to be an unusual, significant vote for a non-U.S. security whereas MFS shares are on loan, and determines that voting is in the best long-term economic interest of shareholders, then MFS will attempt to timely recall the loaned shares.

7. Engagement

The MFS Proxy Voting Policies and Procedures are available on www.mfs.com and may be accessed by both MFS clients and the companies in which MFS clients invest. From time to time, MFS may determine that it is appropriate and beneficial for representatives from the MFS Proxy Voting Committee to engage in a dialogue or written communication with a company or other shareholders regarding certain matters on the company's proxy statement that are of concern to shareholders, including environmental, social and governance matters. A company or shareholder may also seek to engage with representatives of the MFS Proxy Voting Committee in advance of the company's formal proxy solicitation to review issues more generally or gauge support for certain contemplated proposals.

C. RECORDS RETENTION

MFS will retain copies of these MFS Proxy Voting Policies and Procedures in effect from time to time and will retain all proxy voting reports submitted to the Board of Trustees of the MFS Funds for the period required by applicable law. Proxy solicitation materials, including electronic versions of the proxy ballots completed by representatives of the MFS Proxy Voting Committee, together with their respective notes and comments, are maintained in an electronic format by the Proxy Administrator and are accessible on-line by the MFS Proxy Voting Committee. All proxy voting materials and supporting documentation, including records generated by the Proxy Administrator's system as to proxies processed, including the dates when proxy ballots were received and submitted, and the votes on each company's proxy issues, are retained as required by applicable law.

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D. REPORTS

U.S. Registered MFS Funds

MFS publicly discloses the proxy voting records of the U.S. registered MFS Funds on a quarterly basis. MFS will also report the results of its voting to the Board of Trustees of the U.S. registered MFS Funds. These reports will include: (i) a summary of how votes were cast (including advisory votes on pay and golden parachutes); (ii) a summary of votes against management's recommendation; (iii) a review of situations where MFS did not vote in accordance with the guidelines and the rationale therefore; (iv) a review of the procedures used by MFS to identify material conflicts of interest and any matters identified as a material conflict of interest; (v) a review of these policies and the guidelines; (vi) a review of our proxy engagement activity; (vii) a report and impact assessment of instances in which the recall of loaned securities of a U.S. issuer was unsuccessful; and (viii) as necessary or appropriate, any proposed modifications thereto to reflect new developments in corporate governance and other issues. Based on these reviews, the Trustees of the U.S. registered MFS Funds will consider possible modifications to these policies to the extent necessary or advisable.

Other MFS Clients

MFS may publicly disclose the proxy voting records of certain other clients (including certain MFS Funds) or the votes it casts with respect to certain matters as required by law. A report can also be printed by MFS for each client who has requested that MFS furnish a record of votes cast. The report specifies the proxy issues which have been voted for the client during the year and the position taken with respect to each issue and, upon request, may identify situations where MFS did not vote in accordance with the MFS Proxy Voting Policies and Procedures.

Except as described above, MFS generally will not divulge actual voting practices to any party other than the client or its representatives because we consider that information to be confidential and proprietary to the client. However, as noted above, MFS may determine that it is appropriate and beneficial to engage in a dialogue with a company regarding certain matters. During such dialogue with the company, MFS may disclose the vote it intends to cast in order to potentially effect positive change at a company in regards to environmental, social or governance issues.

Table of Contents**ITEM 8. PORTFOLIO MANAGERS OF CLOSED-END MANAGEMENT INVESTMENT COMPANIES.****Portfolio Manager(s)****Portfolio Manager(s)**

Information regarding the portfolio manager(s) of the MFS Multimarket Income Trust (the Fund) is set forth below. Each portfolio manager is primarily responsible for the day-to-day management of the Fund.

Portfolio Manager	Primary Role	Since	Title and Five Year History
Richard O. Hawkins	Lead Portfolio Manager	2006	Investment Officer of MFS; employed in the investment area of MFS since 1988
William J. Adams	Below Investment Grade Debt Instruments Portfolio Manager	2011	Investment Officer of MFS; employed in the investment area of MFS since 2009; Credit Analyst at MFS from 1997 to 2005
Ward Brown	Emerging Markets Debt Instruments Portfolio Manager	2012	Investment Officer of MFS; employed in the investment area of MFS since 2005
David P. Cole	Below Investment Grade Debt Instruments Portfolio Manager	2006	Investment Officer of MFS; employed in the investment area of MFS since 2004
Pilar Gomez-Bravo	Investment Grade Debt Instruments Portfolio Manager	2013	Investment Officer of MFS; employed in the investment area of MFS since 2013; Managing Director of Imperial Capital from May 2012 to March 2013; Portfolio Manager and Head of Research of Negentropy Capital from June 2011 to April 2012; Co-founder of Marengo Asset Management from June 2010 to April 2011; Head of Credit Europe Neuberger Berman from June 2006 to May 2010
Robert D. Persons	Investment Grade Debt Instruments Portfolio Manager	2013	Investment Officer of MFS; employed in the investment area of MFS since 2000
Matthew W. Ryan	Emerging Markets Debt Instruments Portfolio Manager	2004	Investment Officer of MFS; employed in the investment area of MFS since 1997

Compensation

Portfolio manager compensation is reviewed annually. As of December 31, 2015, portfolio manager total cash compensation is a combination of base salary and performance bonus:

Base Salary Base salary represents a smaller percentage of portfolio manager total cash compensation than performance bonus.

Performance Bonus Generally, the performance bonus represents more than a majority of portfolio manager total cash compensation.

The performance bonus is based on a combination of quantitative and qualitative factors, generally with more weight given to the former and less weight given to the latter.

The quantitative portion is based on the pre-tax performance of assets managed by the portfolio manager over one-, three-, and five-year periods relative to peer group universes and/or indices (benchmarks). As of December 31, 2015, the following benchmarks were used to measure the following portfolio manager's performance for the Fund:

Fund	Portfolio Manager	Benchmark(s)
MFS Multimarket Income Trust	Richard O.Hawkins	Barclays Global Aggregate Credit Bond Index

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	JP Morgan Emerging Markets Bond Index Global
	Barclays U.S. High-Yield Corporate Bond 2% Issuer Capped Index
	Barclays U.S. Government/Mortgage Bond Index
William J. Adams	Barclays U.S. High-Yield Corporate Bond 2% Issuer Capped Index
Ward Brown	JPMorgan Emerging Markets Bond Index Global
David P. Cole	Barclays U.S. High-Yield Corporate Bond 2% Issuer Capped Index
Pilar Gomez-Bravo	Barclays Global Aggregate Credit Index
Robert D. Persons	Barclays Global Aggregate Credit Index
Matthew W. Ryan	JPMorgan Emerging Markets Bond Index Global

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Additional or different benchmarks, including versions of indices, custom indices, and linked indices that combine performance of different indices for different portions of the time period, may also be used. Primary weight is given to portfolio performance over a three-year time period with lesser consideration given to portfolio performance over one- and five-year periods (adjusted as appropriate if the portfolio manager has served for less than five years).

The qualitative portion is based on the results of an annual internal peer review process (conducted by other portfolio managers, analysts, and traders) and management's assessment of overall portfolio manager contributions to investor relations and the investment process (distinct from fund and other account performance). This performance bonus may be in the form of cash and/or a deferred cash award, at the discretion of management. A deferred cash award is issued for a cash value and becomes payable over a three-year vesting period if the portfolio manager remains in the continuous employ of MFS or its affiliates. During the vesting period, the value of the unfunded deferred cash award will fluctuate as though the portfolio manager had invested the cash value of the award in an MFS Fund(s) selected by the portfolio manager. A selected fund may be, but is not required to be, a fund that is managed by the portfolio manager.

Portfolio managers also typically benefit from the opportunity to participate in the MFS Equity Plan. Equity interests are awarded by management, on a discretionary basis, taking into account tenure at MFS, contribution to the investment process, and other factors.

Finally, portfolio managers also participate in benefit plans (including a defined contribution plan and health and other insurance plans) and programs available generally to other employees of MFS. The percentage such benefits represent of any portfolio manager's compensation depends upon the length of the individual's tenure at MFS and salary level, as well as other factors.

Ownership of Fund Shares

The following table shows the dollar range of equity securities of the Fund beneficially owned by the Fund's portfolio manager(s) as of the Fund's fiscal year ended October 31, 2015. The following dollar ranges apply:

- N. None
- A. \$1 - \$10,000
- B. \$10,001 - \$50,000
- C. \$50,001 - \$100,000
- D. \$100,001 - \$500,000
- E. \$500,001 - \$1,000,000
- F. Over \$1,000,000

Name of Portfolio Manager	Dollar Range of Equity Securities in Fund
Richard O. Hawkins	N
William J. Adams	N
Ward Brown	N
David P. Cole	N
Pilar Gomez-Bravo	N
Robert D. Persons	N
Matthew W. Ryan	N

Table of Contents**Other Accounts**

In addition to the Fund, each portfolio manager of the Fund is named as a portfolio manager of certain other accounts managed or subadvised by MFS or an affiliate. The number and assets of these accounts were as follows as of October 31, 2015:

Name	Registered Investment Companies*		Other Pooled Investment Vehicles		Other Accounts	
	Number of Accounts	Total Assets	Number of Accounts	Total Assets	Number of Accounts	Total Assets
Richard O. Hawkins	11	\$ 18.2 billion	3	\$ 3.2 billion	2	\$ 210.6 million
William J. Adams	13	\$ 8.6 billion	6	\$ 3.9 billion	2	\$ 251.1 million
Ward Brown	10	\$ 9.5 billion	6	\$ 3.7 billion	5	\$ 1.5 billion
David P. Cole	12	\$ 8.5 billion	2	\$ 995.3 million	1	\$ 112.6 million
Pilar Gomez-Bravo	5	\$ 4.1 billion	3	\$ 3.1 billion	1	\$ 181.0 million
Robert D. Persons	13	\$ 15.7 billion	6	\$ 3.9 billion	2	\$ 251.1 million
Matthew W. Ryan	12	\$ 10.2 billion	7	\$ 4.5 billion	5	\$ 1.5 billion

* Includes the Fund.

Advisory fees are not based upon performance of any of the accounts identified in the table above.

Potential Conflicts of Interest

MFS seeks to identify potential conflicts of interest resulting from a portfolio manager's management of both the Fund and other accounts, and has adopted policies and procedures designed to address such potential conflicts.

The management of multiple funds and accounts (including proprietary accounts) gives rise to conflicts of interest if the funds and accounts have different objectives and strategies, benchmarks, time horizons and fees as a portfolio manager must allocate his or her time and investment ideas across multiple funds and accounts. In certain instances there are securities which are suitable for the Fund's portfolio as well as for accounts of MFS or its subsidiaries with similar investment objectives. The Fund's trade allocation policies may give rise to conflicts of interest if the Fund's orders do not get fully executed or are delayed in getting executed due to being aggregated with those of other accounts of MFS or its subsidiaries. A portfolio manager may execute transactions for another fund or account that may adversely affect the value of the Fund's investments. Investments selected for funds or accounts other than the Fund may outperform investments selected for the Fund.

When two or more clients are simultaneously engaged in the purchase or sale of the same security, the securities are allocated among clients in a manner believed by MFS to be fair and equitable to each. Allocations may be based on many factors and may not always be pro rata based on assets managed. The allocation methodology could have a detrimental effect on the price or volume of the security as far as the Fund is concerned.

MFS and/or a portfolio manager may have a financial incentive to allocate favorable or limited opportunity investments or structure the timing of investments to favor accounts other than the Fund, for instance, those that pay a higher advisory fee and/or have a performance adjustment and/or include an investment by the portfolio manager.

Table of Contents**ITEM 9. PURCHASES OF EQUITY SECURITIES BY CLOSED-END MANAGEMENT INVESTMENT COMPANY AND AFFILIATED PURCHASERS.****MFS Multimarket Income Trust**

Period	(a) Total number of Shares Purchased	(b) Average Price Paid per Share	(c) Total Number of Shares Purchased as Part of Publicly Announced Plans or Programs	(d) Maximum Number (or Approximate Dollar Value) of Shares that May Yet Be Purchased under the Plans or Programs
11/01/14-11/30/14	0	N/A	0	7,015,972
12/01/14-12/31/14	126,200	6.20	126,200	6,889,772
1/01/15-1/31/15	0	N/A	0	6,889,772
2/01/15-2/28/15	0	N/A	0	6,889,772
3/01/15-3/31/15	260,900	6.40	260,900	7,449,566
4/01/15-4/30/15	0	N/A	0	7,449,566
5/01/15-5/31/15	0	N/A	0	7,449,566
6/01/15-6/30/15	333,000	6.25	333,000	7,116,566
7/01/15-7/31/15	0	N/A	0	7,116,566
8/01/15-8/31/15	0	N/A	0	7,116,566
9/01/15-9/30/15	266,044	5.85	266,044	6,850,522
10/01/15-10/31/15	0	N/A	0	6,850,522
Total	986,144	6.18	986,144	

Note: The Board of Trustees approves procedures to repurchase shares annually. The notification to shareholders of the program is part of the semi-annual and annual reports sent to shareholders. These annual programs begin on March 1st of each year. The programs conform to the conditions of Rule 10b-18 of the securities Exchange Act of 1934 and limit the aggregate number of shares that may be purchased in each annual period (March 1 through the following February 28) to 10% of the Registrant's outstanding shares as of the first day of the plan year (March 1). The aggregate number of shares available for purchase for the March 1, 2015 plan year is 7,710,466.

ITEM 10. SUBMISSION OF MATTERS TO A VOTE OF SECURITY HOLDERS.

There were no material changes to the procedures by which shareholders may send recommendations to the Board for nominees to the Registrant's Board since the Registrant last provided disclosure as to such procedures in response to the requirements of Item 407 (c)(2)(iv) of Regulation S-K or this Item.

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ITEM 11. CONTROLS AND PROCEDURES.

- (a) Based upon their evaluation of the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940 (the "Act")) as conducted within 90 days of the filing date of this Form N-CSR, the registrant's principal financial officer and principal executive officer have concluded that those disclosure controls and procedures provide reasonable assurance that the material information required to be disclosed by the registrant on this report is recorded, processed, summarized and reported within the time periods specified in the Securities and Exchange Commission's rules and forms.
- (b) There were no changes in the registrant's internal controls over financial reporting (as defined in Rule 30a-3(d) under the Act) that occurred during the second fiscal quarter covered by the report that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting.

ITEM 12. EXHIBITS.

- (a) File the exhibits listed below as part of this form. Letter or number the exhibits in the sequence indicated.
 - (1) Any code of ethics, or amendment thereto, that is the subject of the disclosure required by Item 2, to the extent that the registrant intends to satisfy the Item 2 requirements through filing of an exhibit: Code of Ethics attached hereto.
 - (2) A separate certification for each principal executive officer and principal financial officer of the registrant as required by Rule 30a-2(a) under the Act (17 CFR 270.30a-2): Attached hereto.
 - (3) Notices to Trust's common shareholders in accordance with Investment Company Act Section 19(a) and Rule 19a-1. Attached hereto.
- (b) If the report is filed under Section 13(a) or 15(d) of the Exchange Act, provide the certifications required by Rule 30a-2(b) under the Act (17 CFR 270.30a-2(b)), Rule 13a-14(b) or Rule 15d-14(b) under the Exchange Act (17 CFR 240.13a-14(b) or 240.15d-14(b)) and Section 1350 of Chapter 63 of Title 18 of the United States Code (18 U.S.C. 1350) as an exhibit. A certification furnished pursuant to this paragraph will not be deemed "filed" for the purposes of Section 18 of the Exchange Act (15 U.S.C. 78r), or otherwise subject to the liability of that section. Such certification will not be deemed to be incorporated by reference into any filing under the Securities Act of 1933 or the Exchange Act, except to the extent that the registrant specifically incorporates it by reference: Attached hereto.

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Notice

A copy of the Amended and Restated Declaration of Trust of the Registrant is on file with the Secretary of State of the Commonwealth of Massachusetts and notice is hereby given that this instrument is executed on behalf of the Registrant by an officer of the Registrant as an officer and not individually and the obligations of or arising out of this instrument are not binding upon any of the Trustees or shareholders individually, but are binding only upon the assets and property of the respective constituent series of the Registrant.

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SIGNATURES

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

Registrant MFS MULTIMARKET INCOME TRUST

By (Signature and Title)* ROBIN A. STELMACH
Robin A. Stelmach, President

Date: December 15, 2015

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

By (Signature and Title)* ROBIN A. STELMACH
Robin A. Stelmach, President

(Principal Executive Officer)

Date: December 15, 2015

By (Signature and Title)* DAVID L. DILORENZO
David L. DiLorenzo, Treasurer
(Principal Financial Officer

and Accounting Officer)

Date: December 15, 2015

* Print name and title of each signing officer under his or her signature.