



LORD ABBETT®

# LORD ABBETT ANNUAL REPORT

Lord Abbett  
Series Fund—Total Return Portfolio

*For the fiscal year ended December 31, 2020*

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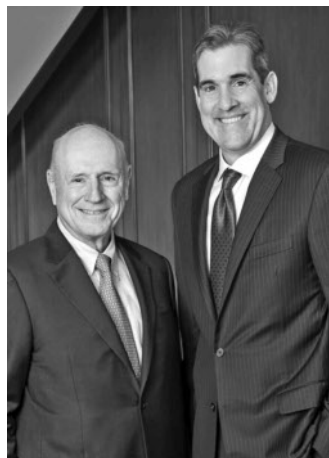
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# Lord Abbett Series Fund – Total Return Portfolio Annual Report

*For the fiscal year ended December 31, 2020*



From left to right: James L.L. Tullis, Independent Chairman of the Lord Abbett Funds and Douglas B. Sieg, Director, President, and Chief Executive Officer of the Lord Abbett Funds.

**Dear Shareholders:** We are pleased to provide you with this overview of the performance of Lord Abbett Series Fund – Total Return Portfolio for the fiscal year ended December 31, 2020. On this page and the following pages, we discuss the major factors that influenced fiscal year performance. For additional information about the Fund, please visit our website at [www.lordabbett.com](http://www.lordabbett.com), where you also can access the quarterly commentaries that provide updates on the Fund's performance and other portfolio related updates.

Thank you for investing in Lord Abbett mutual funds. We value the trust that you place in us and look forward to serving your investment needs in the years to come.

**Best regards,**

A handwritten signature in dark ink, appearing to read 'D B Sieg'.

**Douglas B. Sieg**  
Director, President and Chief Executive Officer

For the fiscal year ended December 31, 2020, the Fund returned 7.43%, reflecting performance at the net asset value (NAV) of Class VC shares with all distributions reinvested, compared to its benchmark, the Bloomberg Barclays U.S. Aggregate Bond Index, which returned 7.51% over the same period.

The trailing twelve-month period was characterized by several market-moving events. After trade tensions continued to ebb and flow in the final months of 2019, U.S. President Donald Trump signed a "phase one" trade deal with China on the 15th of January 2020 and markets priced in a likelihood of two more interest rate

cuts in 2020. The tide turned abruptly in February and March 2020, as the outbreak of the COVID-19 pandemic and the expected economic damage resulting from a sudden slowdown in corporate spending, individual spending, consumer confidence, and thus recessionary and deflationary pressures, triggered a severe sell-off. As the COVID-19 pandemic fueled fears of slowing global growth, oil prices fell precipitously, with the primary U.S. oil contract closing in negative territory for the first time in history, although it has since rebounded. During the month of March, the S&P 500 Index<sup>2</sup> experienced its fastest bear market since 1987 and the

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longest U.S. economic expansion in history ended at 128 months.

The U.S. Federal Reserve (Fed) responded to the COVID-19 outbreak with a breadth of policy measures which lifted investors' confidence in the markets. The Fed launched a \$700 billion quantitative easing program, decreased the reserve requirements to zero for thousands of banks, and cut the federal funds rate to the current target range of 0-0.25%. Next, the Fed announced additional stimulus programs, including open-ended asset purchases, purchases of corporate debt, and a commitment to a new small business lending program. Additionally, the central bank announced \$2.3 trillion of credit support by expanding the Primary Market Corporate Credit Facility (PMCCF), the Secondary Market Corporate Credit Facility (SMCCF), and the Term Asset-Backed Securities Loan Facility (TALF). Most notably, the expanded measures included the purchase of select fallen angels.

Risk assets began to stage a recovery in April and May 2020 on the back of progress with respect to COVID-19 treatments and vaccines, commentary from several corporations that indicated stabilization in April and May, and massive monetary and fiscal policy globally. Positive market sentiment continued into the third quarter of 2020 as well. In addition to the factors listed above, tailwinds for the continued rally in risk assets included a rebound in earnings revisions and further progress in COVID-19 treatments, as evidenced by multiple drugs reaching Phase III trials. In September, however, market sentiment soured amid political volatility related to the U.S. Supreme Court vacancy, increased COVID-19 concerns in Europe as global

deaths topped one million, heightened uncertainty leading up to the U.S. Presidential election, and worries about stalled fiscal stimulus talks in Washington.

Despite the volatility in the fall, the markets rallied in the month of November with the Dow Jones Industrial Average having its best month since 1987. The rally was largely attributed to the conclusion of the U.S. Presidential election and positive vaccine news. Specifically, Former U.S. Vice President Biden defeated U.S. President Trump in the U.S. Presidential election, while the Republican Party narrowed the Democratic majority in the House. Soon after, Pfizer/BioNTech, Moderna, and AstraZeneca each announced a COVID-19 vaccine with greater than 90% efficacy rate. In December, as expected, the Food and Drug Administration (FDA) granted emergency use authorization for the Pfizer/BioNTech and Moderna vaccines. Monetary and fiscal policy remained largely supportive, as the Fed maintained interest rates near zero in its December meeting and noted that it would continue its monthly pace of at least \$120 billion of asset purchases until "substantial further progress has been made toward the Committee's maximum employment and price stability goals". Additionally, Congress passed a fifth COVID-19 relief package, worth roughly \$900 billion, with approximately \$325 billion in small business relief.

For the 12-month period ended December 31, 2020, an allocation to high yield corporate bonds detracted most from the Fund's relative performance. Despite posting positive returns during the period, the portfolio's high yield bond allocation lagged the broader index as the asset class came under pressure during March, as the

credit markets wrestled with the news around a mounting global pandemic and a Russia-Saudi Arabia oil war. Security selection within commercial mortgage-backed securities also detracted from relative performance. More specifically, hotel and retail properties impacted performance negatively as the effects of social distancing due to the COVID-19 pandemic led to concerns around commercial real estate fundamentals.

The Fund's largest contributor to relative performance was an overweight to investment grade corporate bonds. Investment grade corporate bonds rallied significantly following the March drawdown

<sup>1</sup> The Bloomberg Barclays U.S. Aggregate Bond Index represents securities that are SEC-registered, taxable, and dollar denominated. The index covers the U.S. investment grade fixed rate bond market, with index components for government and corporate securities, mortgage pass-through securities, and asset-backed securities. Total return comprises price appreciation/depreciation and income as a percentage of the original investment.

<sup>2</sup> The S&P 500® Index is widely regarded as the standard for measuring large cap U.S. stock market performance and includes a representative sample of leading companies in leading industries.

Unless otherwise specified, indexes reflect total return, with all dividends reinvested. Indexes are unmanaged, do not reflect the deduction of fees or expenses, and are not available for direct investment.

#### **Important Performance and Other Information**

**Performance data quoted in the following pages reflect past performance and are no guarantee of future results. Current performance may be higher or lower than the performance quoted. The investment return and principal value of an investment in the Fund will fluctuate so that shares, on any given day or when redeemed, may be worth more or less than their original cost. You can obtain performance data current to the most recent month end by calling Lord Abbett at 888-522-2388 or referring to [www.lordabbett.com](http://www.lordabbett.com).**

and the asset class outperformed the broader index over the 12-month period. Security selection within mortgage-backed securities ("MBS") also contributed to relative performance. We have favored up-in-coupon MBS, which has driven positive contribution from security selection within the asset class. A small allocation to NQM (non-qualifying mortgages) also contributed to relative performance.

*The Fund's portfolio is actively managed and, therefore, its holdings and the weightings of a particular issuer or particular sector as a percentage of portfolio assets are subject to change. Sectors may include many industries.*

During certain periods shown, expense waivers and reimbursements were in place. Without such expense waivers and reimbursements, the Fund's returns would have been lower.

*The annual commentary above discusses the views of the Fund's management and various portfolio holdings of the Fund as of December 31, 2020. These views and portfolio holdings may have changed after this date. Information provided in the commentary is not a recommendation to buy or sell securities. Because the Fund's portfolio is actively managed and may change significantly, the Fund may no longer own the securities described above or may have otherwise changed its position in the securities. For more recent information about the Fund's portfolio holdings, please visit [www.lordabbett.com](http://www.lordabbett.com).*

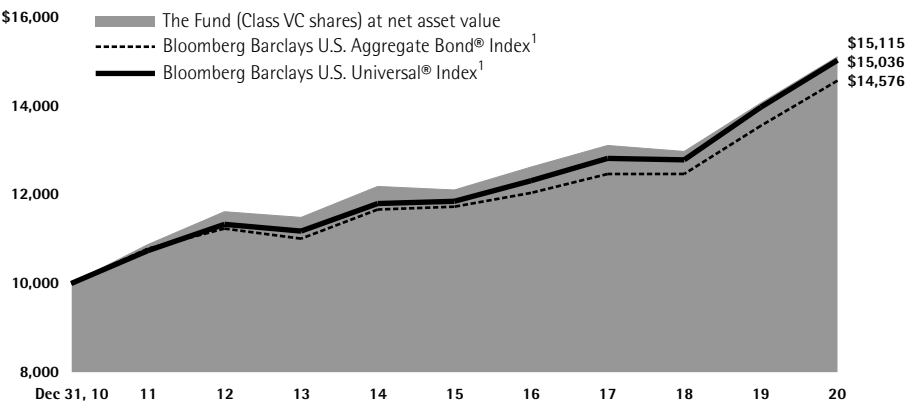
**A Note about Risk:** See Notes to Financial Statements for a discussion of investment risks. For a more detailed discussion of the risks associated with the Fund, please see the Fund's prospectus.

**Mutual funds are not insured by the FDIC, are not deposits or other obligations of, or guaranteed by, banks, and are subject to investment risks including possible loss of principal amount invested.**

The Fund serves as an underlying investment vehicle for variable annuity contracts and variable life insurance policies.

# Investment Comparison

Below is a comparison of a \$10,000 investment in Class VC shares with the same investment in both the Bloomberg Barclays U.S. Aggregate Bond® Index and the Bloomberg Barclays U.S. Universal® Index, assuming reinvestment of all dividends and distributions. The Fund's shares are sold only to insurance company separate accounts that fund certain variable annuity and variable life contracts. The line graph comparison does not reflect the sales charges or other expenses of these contracts. If those sales charges and expenses were reflected, returns would be lower. The graph and performance table below do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares. During the period, expenses of the Fund were waived or reimbursed by Lord Abbett; without such waiver or reimbursement of expenses, the Fund's returns would have been lower. **Past performance is no guarantee of future results.**



Average Annual Total Returns for the  
Periods Ended December 31, 2020

|          | 1 Year | 5 Years | 10 Years |
|----------|--------|---------|----------|
| Class VC | 7.43%  | 4.53%   | 4.22%    |

<sup>1</sup> Performance for each unmanaged index does not reflect any fees or expenses. The performance of each index is not necessarily representative of the Fund's performance.

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## Expense Example

As a shareholder of the Fund, you incur ongoing costs, including management fees; expenses related to the Fund's services arrangements with certain insurance companies; and other Fund expenses. This Example is intended to help you understand your ongoing costs (in dollars) of investing in the Fund and to compare these costs with the ongoing costs of investing in other mutual funds.

The Example is based on an investment of \$1,000 invested at the beginning of the period and held for the entire period (July 1, 2020 through December 31, 2020).

The Example reflects only expenses that are deducted from the assets of the Fund. Fees and expenses, including sales charges applicable to the various insurance products that invest in the Fund, are not reflected in this Example. If such fees and expenses were reflected in the Example, the total expenses shown would be higher. Fees and expenses regarding such variable insurance products are separately described in the prospectus related to those products.

### Actual Expenses

The first line of the table on the following page provides information about actual account values and actual expenses. You may use the information in this line, together with the amount you invested, to estimate the expenses that you paid over the period. Simply divide your account value by \$1,000 (for example, an \$8,600 account value divided by \$1,000 = 8.6), then multiply the result by the number in the first line under the heading titled "Expenses Paid During Period 7/1/20 – 12/31/20" to estimate the expenses you paid on your account during this period.

### Hypothetical Example for Comparison Purposes

The second line of the table on the following page provides information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values and expenses may not be used to estimate the actual ending account balance or expenses you paid for the period. You may use this information to compare the ongoing costs of investing in the Fund and other funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of the other funds.

Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs, such as sales charges. Therefore, the second line of the table is useful in comparing ongoing costs only, and will not help you determine the relative total costs of owning different funds. In addition, if these transactional costs were included, your costs would have been higher.

|  | Beginning<br>Account<br>Value | Ending<br>Account<br>Value | Expenses<br>Paid During<br>Period <sup>†</sup> |
|--|-------------------------------|----------------------------|--|
|  | 7/1/20                        | 12/31/20                   | 7/1/20 -<br>12/31/20                           |
| <b>Class VC</b>                          |                               |                            |  |
| Actual                                   | \$1,000.00                    | \$1,036.10                 | \$3.63   |
| Hypothetical (5% Return Before Expenses) | \$1,000.00                    | \$1,021.57                 | \$3.61   |

<sup>†</sup> Net expenses are equal to the Fund's annualized expense ratio of 0.71%, multiplied by the average account value over the period, multiplied by 184/366 (to reflect one-half year period).

## Portfolio Holdings Presented by Sector

December 31, 2020

| Sector*                | %**     |
|------------------------|---------|
| Auto                   | 0.75%   |
| Basic Industry         | 0.28%   |
| Capital Goods          | 0.48%   |
| Consumer Cyclical      | 1.17%   |
| Consumer Discretionary | 0.66%   |
| Consumer Services      | 1.11%   |
| Consumer Staples       | 0.62%   |
| Energy                 | 4.00%   |
| Financial Services     | 24.76%  |
| Foreign Government     | 4.85%   |
| Health Care            | 4.14%   |
| Integrated Oils        | 0.20%   |
| Materials & Processing | 2.74%   |
| Municipal              | 0.65%   |
| Producer Durables      | 1.11%   |
| Technology             | 2.90%   |
| Telecommunications     | 0.55%   |
| Transportation         | 0.86%   |
| U.S. Government        | 41.51%  |
| Utilities              | 2.41%   |
| Repurchase Agreement   | 4.25%   |
| Total                  | 100.00% |

\* A sector may comprise several industries.

\*\* Represents percent of total investments.



# Schedule of Investments

December 31, 2020

| Investments  | Interest Rate | Maturity Date | Principal Amount (000) | Fair Value |
|--|---------------|---------------|------------------------|------------|
| <b>LONG-TERM INVESTMENTS 116.65%</b>                                 |               |               |                        |            |
| <b>ASSET-BACKED SECURITIES 13.26%</b>                                |               |               |                        |            |
| <b>Automobiles 3.45%</b>   |               |               |                        |            |
| ACC Trust 2019-1 B <sup>+</sup>                                      | 4.47%         | 10/20/2022    | \$ 469                 | \$ 471,165 |
| Ally Auto Receivables Trust 2019-4 A2                                | 1.93%         | 10/17/2022    | 616                    | 617,757    |
| American Credit Acceptance Receivables Trust 2019-2 B <sup>+</sup>   | 3.05%         | 5/12/2023     | 558                    | 560,265    |
| Avid Automobile Receivables Trust 2019-1 A <sup>+</sup>              | 2.62%         | 2/15/2024     | 410                    | 414,051    |
| Avid Automobile Receivables Trust 2019-1 B <sup>+</sup>              | 2.82%         | 7/15/2026     | 500                    | 512,999    |
| Avid Automobile Receivables Trust 2019-1 C <sup>+</sup>              | 3.14%         | 7/15/2026     | 500                    | 510,522    |
| BMW Vehicle Owner Trust 2019-A A2                                    | 2.05%         | 5/25/2022     | 396                    | 396,635    |
| CarMax Auto Owner Trust 2019-3 A2A                                   | 2.21%         | 12/15/2022    | 207                    | 207,748    |
| CarMax Auto Owner Trust 2019-4 A2A                                   | 2.01%         | 3/15/2023     | 900                    | 905,741    |
| Chesapeake Funding II LLC 2017-2A A1 <sup>+</sup>                    | 1.99%         | 5/15/2029     | 28                     | 27,569     |
| Chesapeake Funding II LLC 2017-3A A1 <sup>+</sup>                    | 1.91%         | 8/15/2029     | 134                    | 134,255    |
| CPS Auto Receivables Trust 2018-A C <sup>+</sup>                     | 3.05%         | 12/15/2023    | 100                    | 100,885    |
| CPS Auto Receivables Trust 2018-B D <sup>+</sup>                     | 4.26%         | 3/15/2024     | 417                    | 430,305    |
| CPS Auto Receivables Trust 2019-B E <sup>+</sup>                     | 5.00%         | 3/17/2025     | 575                    | 596,551    |
| CPS Auto Receivables Trust 2020-C <sup>+</sup>                       | 1.71%         | 8/17/2026     | 785                    | 796,557    |
| Drive Auto Receivables Trust 2016-CA D <sup>+</sup>                  | 4.18%         | 3/15/2024     | 121                    | 122,024    |
| Drive Auto Receivables Trust 2017-AA D <sup>+</sup>                  | 4.16%         | 5/15/2024     | 244                    | 247,167    |
| Drive Auto Receivables Trust 2017-BA E <sup>+</sup>                  | 5.30%         | 7/15/2024     | 2,100                  | 2,131,291  |
| Drive Auto Receivables Trust 2018-2 C                                | 3.63%         | 8/15/2024     | 9                      | 8,999      |
| Enterprise Fleet Financing LLC 2018-1 A2 <sup>+</sup>                | 2.87%         | 10/20/2023    | 44                     | 44,168     |
| Exeter Automobile Receivables Trust 2020-2A A <sup>+</sup>           | 1.13%         | 8/15/2023     | 415                    | 416,465    |
| Flagship Credit Auto Trust 2017-3 B <sup>+</sup>                     | 2.59%         | 7/15/2022     | 2                      | 2,048      |
| Flagship Credit Auto Trust 2018-3 A <sup>+</sup>                     | 3.07%         | 2/15/2023     | 226                    | 227,335    |
| Flagship Credit Auto Trust 2018-3 B <sup>+</sup>                     | 3.59%         | 12/16/2024    | 725                    | 737,406    |
| Flagship Credit Auto Trust 2020-2 A <sup>+</sup>                     | 1.49%         | 7/15/2024     | 304                    | 306,181    |
| Ford Credit Auto Owner Trust 2019-C A2A                              | 1.88%         | 7/15/2022     | 1,106                  | 1,110,687  |
| Ford Credit Auto Owner Trust 2020-A A2                               | 1.03%         | 10/15/2022    | 218                    | 218,895    |
| Ford Credit Auto Owner Trust 2020-B A2                               | 0.50%         | 2/15/2023     | 2,444                  | 2,446,281  |
| Foursight Capital Automobile Receivables Trust 2018-1 B <sup>+</sup> | 3.53%         | 4/17/2023     | 317                    | 319,689    |
| Foursight Capital Automobile Receivables Trust 2018-1 C <sup>+</sup> | 3.68%         | 8/15/2023     | 194                    | 198,299    |
| GLS Auto Receivables Issuer Trust 2020-3A C <sup>+</sup>             | 1.92%         | 5/15/2025     | 1,109                  | 1,129,560  |
| Honda Auto Receivables Owner Trust 2020-2 A2                         | 0.74%         | 11/15/2022    | 853                    | 854,873    |
| Hyundai Auto Receivables Trust 2019-B A2                             | 1.93%         | 7/15/2022     | 219                    | 219,578    |

See Notes to Financial Statements.

# Schedule of Investments (continued)

December 31, 2020

| Investments  | Interest Rate | Maturity Date | Principal Amount (000) | Fair Value        |
|--|---------------|---------------|------------------------|-------------------|
| <b>Automobiles (continued)</b>                                 |               |               |                        |                   |
| Mercedes-Benz Auto Lease Trust 2018-B A3                       | 3.21%         | 9/15/2021     | \$ 41                  | \$ 40,845         |
| Mercedes-Benz Auto Lease Trust 2019-A A3                       | 3.10%         | 11/15/2021    | 199                    | 199,668           |
| Santander Drive Auto Receivables Trust 2017-3 C                | 2.76%         | 12/15/2022    | 21                     | 21,143            |
| Santander Retail Auto Lease Trust 2019-B A2A <sup>†</sup>      | 2.29%         | 4/20/2022     | 175                    | 176,305           |
| TCF Auto Receivables Owner Trust 2016-PT1A B <sup>†</sup>      | 2.92%         | 10/17/2022    | 521                    | 521,328           |
| Toyota Auto Receivables Owner Trust 2017-A A4                  | 2.10%         | 9/15/2022     | 297                    | 297,063           |
| Westlake Automobile Receivables Trust 2020-1A C <sup>†</sup>   | 2.52%         | 4/15/2025     | 1,394                  | 1,432,838         |
| Westlake Automobile Receivables Trust 2020-2A A2A <sup>†</sup> | 0.93%         | 2/15/2024     | 3,397                  | 3,408,789         |
| Wheels SPV 2 LLC 2018-1A A2 <sup>†</sup>                       | 3.06%         | 4/20/2027     | 45                     | 44,851            |
| <i>Total</i>   |               |               |                        | <u>23,566,781</u> |
| <b>Credit Cards 2.03%</b>                                      |               |               |                        |                   |
| American Express Credit Account Master Trust 2018-6 A          | 3.06%         | 2/15/2024     | 5,294                  | 5,375,315         |
| American Express Credit Account Master Trust 2019-3 B          | 2.20%         | 4/15/2025     | 3,068                  | 3,160,180         |
| Citibank Credit Card Issuance Trust 2018-A1                    | 2.49%         | 1/20/2023     | 1,044                  | 1,045,289         |
| World Financial Network Credit Card Master Trust 2018-B A      | 3.46%         | 7/15/2025     | 936                    | 956,653           |
| World Financial Network Credit Card Master Trust 2019-B A      | 2.49%         | 4/15/2026     | 3,261                  | 3,361,969         |
| <i>Total</i>   |               |               |                        | <u>13,899,406</u> |
| <b>Home Equity 0.00%</b>                                       |               |               |                        |                   |
| Meritage Mortgage Loan Trust 2004-2 M3                         | 1.123%        |               |                        |                   |
| (1 Mo. LIBOR + .98%) <sup>#</sup>                              |               | 1/25/2035     | 2                      | 2,032             |
| New Century Home Equity Loan Trust 2005-A A6                   | 4.712%        | 8/25/2035     | 9                      | 8,569             |
| <i>Total</i>   |               |               |                        | <u>10,601</u>     |
| <b>Other 7.78%</b>   |               |               |                        |                   |
| ALM VII Ltd. 2012-7A A2R2 <sup>†</sup>                         | 2.087%        |               |                        |                   |
| (3 Mo. LIBOR + 1.85%) <sup>#</sup>                             |               | 7/15/2029     | 1,468                  | 1,469,892         |
| ALM VII Ltd. 2012-7A CR2 <sup>†</sup>                          | 3.787%        |               |                        |                   |
| (3 Mo. LIBOR + 3.55%) <sup>#</sup>                             |               | 7/15/2029     | 373                    | 373,317           |
| Ares XLI CLO Ltd. 2016-41A AR <sup>†</sup>                     | 1.437%        |               |                        |                   |
| (3 Mo. LIBOR + 1.20%) <sup>#</sup>                             |               | 1/15/2029     | 2,400                  | 2,401,203         |
| Ares XLI CLO Ltd. 2016-41A B <sup>†</sup>                      | 2.037%        |               |                        |                   |
| (3 Mo. LIBOR + 1.80%) <sup>#</sup>                             |               | 1/15/2029     | 600                    | 600,165           |
| Ascentium Equipment Receivables Trust 2017-1A A3 <sup>†</sup>  | 2.29%         | 6/10/2021     | 6                      | 6,125             |
| Avery Point IV CLO Ltd. 2014-1A BR <sup>†</sup>                | 1.815%        |               |                        |                   |
| (3 Mo. LIBOR + 1.60%) <sup>#</sup>                             |               | 4/25/2026     | 322                    | 321,720           |

# Schedule of Investments (continued)

December 31, 2020

| Investments  | Interest Rate                            | Maturity Date | Principal Amount (000) | Fair Value               |
|--|--|---------------|------------------------|--------------------------|
| <b>Other (continued)</b>                                       |  |               |                        |                          |
| BSPRT Issuer Ltd. 2018-FL4 A <sup>+</sup>                      | 1.209%                                   |               |                        |                          |
| (1 Mo. LIBOR + 1.05%) <sup>#</sup>                             |  | 9/15/2035     | \$ 929                 | \$ 925,208               |
| Cedar Funding II CLO Ltd. 2013-1A DR <sup>+</sup>              | 3.83%                                    |               |                        |                          |
| (3 Mo. LIBOR + 3.60%) <sup>#</sup>                             |  | 6/9/2030      | 270                    | 270,332                  |
| Cedar Funding VI CLO Ltd. 2016-6A BR <sup>+</sup>              | 1.818%                                   |               |                        |                          |
| (3 Mo. LIBOR + 1.60%) <sup>#</sup>                             |  | 10/20/2028    | 650                    | 648,368                  |
| Cent CLO Ltd. 2013-19A A1A <sup>+</sup>                        | 1.543%                                   |               |                        |                          |
| (3 Mo. LIBOR + 1.33%) <sup>#</sup>                             |  | 10/29/2025    | 201                    | 201,032                  |
| Diamond Resorts Owner Trust 2016-1 A <sup>+</sup>              | 3.08%                                    | 11/20/2028    | 30                     | 29,603                   |
| Diamond Resorts Owner Trust 2017-1A B <sup>+</sup>             | 4.11%                                    | 10/22/2029    | 207                    | 209,169                  |
| DRB Prime Student Loan Trust 2015-D A2 <sup>+</sup>            | 3.20%                                    | 1/25/2040     | 265                    | 267,098                  |
| Fairstone Financial Issuance Trust I 2019-1A B <sup>+(a)</sup> | 5.084%                                   | 3/21/2033     | CAD 500                | 394,850 <sup>(b)</sup>   |
| Gracie Point International Funding 2020 B <sup>+</sup>         | 2.527%                                   |               |                        |                          |
| (1 Mo. LIBOR + 2.40%) <sup>#</sup>                             |  | 5/2/2023      | \$1,124                | 1,125,799 <sup>(b)</sup> |
| Halcyon Loan Advisors Funding Ltd. 2015-2A CR <sup>+</sup>     | 2.365%                                   |               |                        |                          |
| (3 Mo. LIBOR + 2.15%) <sup>#</sup>                             |  | 7/25/2027     | 250                    | 249,283                  |
| Hardee's Funding LLC 2018-1A A23 <sup>+</sup>                  | 5.71%                                    | 6/20/2048     | 651                    | 712,564                  |
| Hardee's Funding LLC 2018-1A A2II <sup>+</sup>                 | 4.959%                                   | 6/20/2048     | 1,144                  | 1,226,495                |
| Jamestown CLO VII Ltd. 2015-7A CR <sup>+</sup>                 | 2.815%                                   |               |                        |                          |
| (3 Mo. LIBOR + 2.60%) <sup>#</sup>                             |  | 7/25/2027     | 611                    | 589,658                  |
| Kayne CLO 5 Ltd. 2019-5A A <sup>+</sup>                        | 1.565%                                   |               |                        |                          |
| (3 Mo. LIBOR + 1.35%) <sup>#</sup>                             |  | 7/24/2032     | 1,300                  | 1,301,767                |
| Kayne CLO 7 Ltd. 2020-7A A1 <sup>+</sup>                       | 1.418%                                   |               |                        |                          |
| (3 Mo. LIBOR + 1.20%) <sup>#</sup>                             |  | 4/17/2033     | 1,822                  | 1,817,933                |
| KKR CLO Ltd.18 B <sup>+</sup>                                  | 1.918%                                   |               |                        |                          |
| (3 Mo. LIBOR + 1.70%) <sup>#</sup>                             |  | 7/18/2030     | 920                    | 919,060                  |
| KVK CLO Ltd. 2016-1A B <sup>+</sup>                            | 2.487%                                   |               |                        |                          |
| (3 Mo. LIBOR + 2.25%) <sup>#</sup>                             |  | 1/15/2029     | 2,756                  | 2,757,091                |
| Lending Funding Trust 2020-2A A <sup>+</sup>                   | 2.32%                                    | 4/21/2031     | 1,840                  | 1,869,875                |
| Longtrain Leasing III LLC 2015-1A A2 <sup>+</sup>              | 4.06%                                    | 1/15/2045     | 738                    | 756,943                  |
| Marble Point CLO XVII Ltd. 2020-1A A <sup>+</sup>              | 1.518%                                   |               |                        |                          |
| (3 Mo. LIBOR + 1.30%) <sup>#</sup>                             |  | 4/20/2033     | 1,135                  | 1,133,963                |
| Massachusetts Educational Financing Authority                  |  |               |                        |                          |
| 2008-1 A1  | 1.165% (3 Mo. LIBOR + .95%) <sup>#</sup> | 4/25/2038     | 381                    | 382,887                  |
| ME Funding LLC 2019-1 A2 <sup>+</sup>                          | 6.448%                                   | 7/30/2049     | 1,992                  | 1,944,957                |
| Mountain Hawk III CLO Ltd. 2014-3A AR <sup>+</sup>             | 1.418%                                   |               |                        |                          |
| (3 Mo. LIBOR + 1.20%) <sup>#</sup>                             |  | 4/18/2025     | 297                    | 297,636                  |
| Mountain View CLO LLC 2017-1A AR <sup>+</sup>                  | 1.32%                                    |               |                        |                          |
| (3 Mo. LIBOR + 1.09%) <sup>#</sup>                             |  | 10/16/2029    | 1,047                  | 1,041,227                |
| Mountain View CLO X Ltd. 2015-10A BR <sup>+</sup>              | 1.574%                                   |               |                        |                          |
| (3 Mo. LIBOR + 1.35%) <sup>#</sup>                             |  | 10/13/2027    | 623                    | 613,980                  |

See Notes to Financial Statements.

# Schedule of Investments (continued)

December 31, 2020

| Investments  | Interest Rate                             | Maturity Date | Principal Amount (000) | Fair Value   |
|--|---|---------------|------------------------|--------------|
| <b>Other (continued)</b>   |   |               |                        |              |
| Mountain View CLO XIV Ltd. 2019-1A A1 <sup>+</sup>                 | 1.727%                                    |               |                        |              |
| (3 Mo. LIBOR + 1.49%) <sup>#</sup>                                 |   | 4/15/2029     | \$ 1,422               | \$ 1,422,188 |
| Navient Private Education Refi Loan Trust 2018-DA A2A <sup>+</sup> | 4.00%                                     | 12/15/2059    | 531                    | 563,430      |
| Neuberger Berman Loan Advisers CLO Ltd. 2019-35A A1 <sup>+</sup>   | 1.558% (3 Mo. LIBOR + 1.34%) <sup>#</sup> | 1/19/2033     | 2,000                  | 2,006,254    |
| Newark BSL CLO 1 Ltd. 2016-1A CR <sup>+</sup>                      | 3.217%                                    |               |                        |              |
| (3 Mo. LIBOR + 3.00%) <sup>#</sup>                                 |   | 12/21/2029    | 700                    | 697,752      |
| Northwoods Capital 20 Ltd. 2019-20A C <sup>+</sup>                 | 3.015%                                    |               |                        |              |
| (3 Mo. LIBOR + 2.80%) <sup>#</sup>                                 |   | 1/25/2030     | 603                    | 603,408      |
| Northwoods Capital 20 Ltd. 2019-20A D <sup>+</sup>                 | 4.465%                                    |               |                        |              |
| (3 Mo. LIBOR + 4.25%) <sup>#</sup>                                 |   | 1/25/2030     | 698                    | 697,878      |
| Octagon Investment Partners 29 Ltd. 2016-1A AR <sup>+</sup>        | 1.395%                                    |               |                        |              |
| (3 Mo. LIBOR + 1.18%) <sup>#</sup>                                 |   | 1/24/2033     | 1,028                  | 1,025,124    |
| Octagon Investment Partners 48 Ltd. 2020-3A A <sup>+</sup>         | 1.732%                                    |               |                        |              |
| (3 Mo. LIBOR + 1.50%) <sup>#</sup>                                 |   | 10/20/2031    | 1,200                  | 1,204,415    |
| OneMain Financial Issuance Trust 2020-2A A <sup>+</sup>            | 1.75%                                     | 9/14/2035     | 2,170                  | 2,216,397    |
| Orec Ltd. 2018-CRE1 A <sup>+</sup>                                 | 1.339% (1 Mo. LIBOR + 1.18%) <sup>#</sup> | 6/15/2036     | 1,030                  | 1,025,002    |
| Palmer Square Loan Funding Ltd. 2018-1A A1 <sup>+</sup>            | 0.837%                                    |               |                        |              |
| (3 Mo. LIBOR + .60%) <sup>#</sup>                                  |   | 4/15/2026     | 434                    | 433,029      |
| Palmer Square Loan Funding Ltd. 2018-1A A2 <sup>+</sup>            | 1.287%                                    |               |                        |              |
| (3 Mo. LIBOR + 1.05%) <sup>#</sup>                                 |   | 4/15/2026     | 414                    | 409,586      |
| Palmer Square Loan Funding Ltd. 2018-1A B <sup>+</sup>             | 1.637%                                    |               |                        |              |
| (3 Mo. LIBOR + 1.40%) <sup>#</sup>                                 |   | 4/15/2026     | 314                    | 307,860      |
| Palmer Square Loan Funding Ltd. 2018-5A A2 <sup>+</sup>            | 1.618%                                    |               |                        |              |
| (3 Mo. LIBOR + 1.40%) <sup>#</sup>                                 |   | 1/20/2027     | 255                    | 251,624      |
| Pennsylvania Higher Education Assistance Agency 2006-1 B           | 0.485% (3 Mo. LIBOR + .27%) <sup>#</sup>  | 4/25/2038     | 193                    | 183,583      |
| PFS Financing Corp. 2018-B <sup>+</sup>                            | 3.08%                                     | 2/15/2023     | 469                    | 469,411      |
| Planet Fitness Master Issuer LLC 2019-1A A2 <sup>+</sup>           | 3.858%                                    | 12/5/2049     | 495                    | 468,677      |
| Salem Fields CLO Ltd. 2016-2A A1R <sup>+</sup>                     | 1.365%                                    |               |                        |              |
| (3 Mo. LIBOR + 1.15%) <sup>#</sup>                                 |   | 10/25/2028    | 1,153                  | 1,152,834    |
| SCF Equipment Leasing LLC 2017-2A A <sup>+</sup>                   | 3.41%                                     | 12/20/2023    | 63                     | 62,845       |
| SCF Equipment Leasing LLC 2018-1A A2 <sup>+</sup>                  | 3.63%                                     | 10/20/2024    | 273                    | 273,712      |
| SCF Equipment Leasing LLC 2019-1A C <sup>+</sup>                   | 3.92%                                     | 11/20/2026    | 2,132                  | 2,146,269    |
| SCF Equipment Leasing LLC 2019-2A B <sup>+</sup>                   | 2.76%                                     | 8/20/2026     | 1,442                  | 1,507,420    |
| SCF Equipment Leasing LLC 2019-2A C <sup>+</sup>                   | 3.11%                                     | 6/21/2027     | 1,046                  | 1,093,291    |
| Shackleton CLO Ltd. 2016-9A B <sup>+</sup>                         | 2.118%                                    |               |                        |              |
| (3 Mo. LIBOR + 1.90%) <sup>#</sup>                                 |   | 10/20/2028    | 499                    | 499,626      |
| Shackleton CLO Ltd. 2019-14A A2 <sup>+</sup>                       | 2.118%                                    |               |                        |              |
| (3 Mo. LIBOR + 1.90%) <sup>#</sup>                                 |   | 7/20/2030     | 1,687                  | 1,687,520    |

# Schedule of Investments (continued)

December 31, 2020

| Investments  | Interest Rate                 | Maturity Date | Principal Amount (000) | Fair Value        |
|--|-------------------------------|---------------|------------------------|-------------------|
| <b>Other (continued)</b>   |                               |               |                        |                   |
| SLC Student Loan Trust 2008-1 A4A  | 1.817%                        |               |                        |                   |
|  | (3 Mo. LIBOR + 1.60%)*        | 12/15/2032    | \$ 960                 | \$ 981,409        |
| Sound Point CLO XI Ltd. 2016-1A AR <sup>†</sup>                                    | 1.318%                        |               |                        |                   |
|  | (3 Mo. LIBOR + 1.10%)*        | 7/20/2028     | 591                    | 590,080           |
| Sound Point CLO XV Ltd. 2017-1A C <sup>†</sup>                                     | 2.709%                        |               |                        |                   |
|  | (3 Mo. LIBOR + 2.50%)*        | 1/23/2029     | 570                    | 567,927           |
| Towd Point Asset Trust 2018-SL1 A <sup>†</sup>                                     | 0.749%                        |               |                        |                   |
|  | (1 Mo. LIBOR + .60%)*         | 1/25/2046     | 545                    | 539,973           |
| TPG Real Estate Finance Issuer Ltd.  |                               |               |                        |                   |
| 2018-FL2 A <sup>†</sup>  | 1.283% (1 Mo. LIBOR + 1.13%)* | 11/15/2037    | 1,050                  | 1,049,293         |
| Westgate Resorts LLC 2018-1A A <sup>†</sup>  | 3.38%                         | 12/20/2031    | 195                    | 197,871           |
| <i>Total</i>   |                               |               |                        | <u>53,194,888</u> |
| <i>Total Asset-Backed Securities (cost \$90,045,496)</i>                           |                               |               |                        | <u>90,671,676</u> |
| <b>CORPORATE BONDS 38.85%</b>  |                               |               |                        |                   |
| <b>Aerospace/Defense 1.25%</b>   |                               |               |                        |                   |
| BAE Systems plc (United Kingdom) <sup>†(c)</sup>                                   | 3.40%                         | 4/15/2030     | 1,273                  | 1,443,665         |
| Boeing Co. (The)   | 4.875%                        | 5/1/2025      | 2,981                  | 3,400,067         |
| Boeing Co. (The)   | 5.04%                         | 5/1/2027      | 1,942                  | 2,272,544         |
| Signature Aviation US Holdings, Inc. <sup>†</sup>                                  | 4.00%                         | 3/1/2028      | 693                    | 698,724           |
| TransDigm, Inc.  | 6.375%                        | 6/15/2026     | 702                    | 727,886           |
| <i>Total</i>   |                               |               |                        | <u>8,542,886</u>  |
| <b>Air Transportation 0.64%</b>  |                               |               |                        |                   |
| American Airlines, Inc. <sup>†</sup>   | 11.75%                        | 7/15/2025     | 602                    | 695,160           |
| British Airways 2020-1 Class A Pass Through Trust (United Kingdom) <sup>†(c)</sup> | 4.25%                         | 11/15/2032    | 288                    | 309,060           |
| Delta Air Lines, Inc. <sup>†</sup>   | 7.00%                         | 5/1/2025      | 1,287                  | 1,486,764         |
| Delta Air Lines, Inc./SkyMiles IP Ltd. <sup>†</sup>                                | 4.50%                         | 10/20/2025    | 568                    | 607,308           |
| Delta Air Lines, Inc./SkyMiles IP Ltd. <sup>†</sup>                                | 4.75%                         | 10/20/2028    | 576                    | 629,178           |
| Spirit Loyalty Cayman Ltd./Spirit IP Cayman Ltd. <sup>†</sup>                      | 8.00%                         | 9/20/2025     | 607                    | 682,875           |
| <i>Total</i>   |                               |               |                        | <u>4,410,345</u>  |
| <b>Apparel 0.19%</b>   |                               |               |                        |                   |
| PVH Corp.  | 7.75%                         | 11/15/2023    | 561                    | 658,236           |
| William Carter Co. (The) <sup>†</sup>  | 5.50%                         | 5/15/2025     | 611                    | 650,019           |
| <i>Total</i>   |                               |               |                        | <u>1,308,255</u>  |

# Schedule of Investments (continued)

December 31, 2020

| Investments   | Interest Rate | Maturity Date    | Principal Amount (000) | Fair Value       |
|---|---------------|------------------|------------------------|------------------|
| <b>Auto Parts: Original Equipment 0.16%</b>               |               |                  |                        |                  |
| American Axle & Manufacturing, Inc.                       | 6.50%         | 4/1/2027         | \$ 705                 | \$ 742,894       |
| Clarios Global LP / Clarios US Finance Co.†               | 8.50%         | 5/15/2027        | 352                    | 382,997          |
| <i>Total</i>  |               |                  |                        | <u>1,125,891</u> |
| <b>Automotive 0.75%</b>                                   |               |                  |                        |                  |
| Ford Motor Co.  | 7.45%         | 7/16/2031        | 1,589                  | 2,040,872        |
| General Motors Financial Co., Inc.                        | 3.60%         | 6/21/2030        | 2,135                  | 2,384,833        |
| Tesla, Inc.†  | 5.30%         | 8/15/2025        | 656                    | 684,700          |
| <i>Total</i>  |               |                  |                        | <u>5,110,405</u> |
| <b>Banks: Regional 4.87%</b>                              |               |                  |                        |                  |
| Akbank T.A.S. (Turkey) <sup>†(c)</sup>                    | 5.00%         | 10/24/2022       | 385                    | 390,530          |
| Banco de Credito e Inversiones SA (Chile) <sup>†(c)</sup> | 3.50%         | 10/12/2027       | 535                    | 593,094          |
| Banco do Brasil SA†                                       | 4.625%        | 1/15/2025        | 630                    | 686,511          |
| Bank of America Corp. 3.593% (3 Mo. LIBOR + 1.37%)*       |               | 7/21/2028        | 1,680                  | 1,908,890        |
| Bank of America Corp.                                     | 3.95%         | 4/21/2025        | 250                    | 281,922          |
| Bank of America Corp. 3.97% (3 Mo. LIBOR + 1.07%)*        |               | 3/5/2029         | 864                    | 1,007,825        |
| Bank of America Corp.                                     | 4.00%         | 1/22/2025        | 728                    | 818,488          |
| Bank of America Corp.                                     | 4.45%         | 3/3/2026         | 315                    | 367,268          |
| Citigroup, Inc. 2.666% (SOFR + 1.15%)*                    |               | 1/29/2031        | 816                    | 875,994          |
| Citigroup, Inc. 3.887% (3 Mo. LIBOR + 1.56%)*             |               | 1/10/2028        | 2,329                  | 2,676,572        |
| Citigroup, Inc. 3.98% (3 Mo. LIBOR + 1.34%)*              |               | 3/20/2030        | 1,294                  | 1,522,118        |
| Citigroup, Inc.   | 4.45%         | 9/29/2027        | 552                    | 651,196          |
| Credit Suisse Group AG (Switzerland) <sup>†(c)</sup>      | 4.50%         |                  |                        |                  |
| (5 Yr. Treasury CMT + 3.55%)*                             |               | — <sup>(d)</sup> | 216                    | 217,598          |
| JPMorgan Chase & Co. 3.54% (3 Mo. LIBOR + 1.38%)*         |               | 5/1/2028         | 553                    | 632,562          |
| JPMorgan Chase & Co. 3.782% (3 Mo. LIBOR + 1.34%)*        |               | 2/1/2028         | 3,099                  | 3,564,462        |
| Kookmin Bank (South Korea) <sup>†(c)</sup>                | 1.75%         | 5/4/2025         | 760                    | 790,640          |
| Macquarie Group Ltd. (Australia) <sup>†(c)</sup>          | 4.654%        |                  |                        |                  |
| (3 Mo. LIBOR + 1.73%)*                                    |               | 3/27/2029        | 1,431                  | 1,675,331        |
| Morgan Stanley  | 3.625%        | 1/20/2027        | 2,230                  | 2,560,746        |
| Morgan Stanley 4.431% (3 Mo. LIBOR + 1.63%)*              |               | 1/23/2030        | 870                    | 1,060,888        |
| Morgan Stanley  | 7.25%         | 4/1/2032         | 84                     | 129,603          |
| Popular, Inc.   | 6.125%        | 9/14/2023        | 107                    | 115,950          |
| Toronto-Dominion Bank (The) (Canada) <sup>(c)</sup>       | 3.625%        |                  |                        |                  |
| (5 Yr. Swap rate + 2.21%)*                                |               | 9/15/2031        | 1,378                  | 1,562,532        |
| Truist Bank   | 2.25%         | 3/11/2030        | 637                    | 668,760          |
| Turkiye Garanti Bankasi AS (Turkey) <sup>†(c)</sup>       | 5.875%        | 3/16/2023        | 700                    | 728,666          |
| UBS AG (Switzerland) <sup>(c)</sup>                       | 5.125%        | 5/15/2024        | 1,399                  | 1,545,545        |

# Schedule of Investments (continued)

December 31, 2020

| Investments  | Interest Rate          | Maturity Date | Principal Amount (000) | Fair Value        |
|--|------------------------|---------------|------------------------|-------------------|
| <b>Banks: Regional (continued)</b>                                   |                        |               |                        |                   |
| Wachovia Corp.   | 7.574%                 | 8/1/2026      | \$ 660                 | \$ 869,382        |
| Wells Fargo & Co.  | 2.393% (SOFR + 2.10%)* | 6/2/2028      | 5,043                  | 5,371,463         |
| <i>Total</i>   |                        |               |                        | <u>33,274,536</u> |
| <b>Beverages 0.06%</b>   |                        |               |                        |                   |
| Becle SAB de CV (Mexico) <sup>†(c)</sup>                             | 3.75%                  | 5/13/2025     | 350                    | <u>382,350</u>    |
| <b>Biotechnology Research &amp; Production 0.83%</b>                 |                        |               |                        |                   |
| Biogen, Inc.   | 2.25%                  | 5/1/2030      | 3,106                  | 3,245,964         |
| Regeneron Pharmaceuticals, Inc.                                      | 1.75%                  | 9/15/2030     | 1,599                  | 1,576,460         |
| Royalty Pharma plc <sup>†</sup>                                      | 1.75%                  | 9/2/2027      | 810                    | <u>834,129</u>    |
| <i>Total</i>   |                        |               |                        | <u>5,656,553</u>  |
| <b>Building Materials 0.48%</b>                                      |                        |               |                        |                   |
| Cemex SAB de CV (Mexico) <sup>†(c)</sup>                             | 5.45%                  | 11/19/2029    | 620                    | 683,091           |
| Forterra Finance LLC/FRTA Finance Corp. <sup>†</sup>                 | 6.50%                  | 7/15/2025     | 616                    | 663,355           |
| Griffon Corp.  | 5.75%                  | 3/1/2028      | 587                    | 621,744           |
| Owens Corning, Inc.  | 3.95%                  | 8/15/2029     | 1,151                  | <u>1,328,245</u>  |
| <i>Total</i>   |                        |               |                        | <u>3,296,435</u>  |
| <b>Business Services 0.76%</b>                                       |                        |               |                        |                   |
| Adani Ports & Special Economic Zone Ltd. (India) <sup>†(c)</sup>     | 4.00%                  | 7/30/2027     | 275                    | 294,181           |
| CoStar Group, Inc. <sup>†</sup>                                      | 2.80%                  | 7/15/2030     | 381                    | 396,304           |
| Garda World Security Corp. (Canada) <sup>†(c)</sup>                  | 9.50%                  | 11/1/2027     | 612                    | 678,824           |
| Global Payments, Inc.  | 3.20%                  | 8/15/2029     | 501                    | 556,698           |
| PayPal Holdings, Inc.  | 2.85%                  | 10/1/2029     | 1,767                  | 1,965,529         |
| Pepperdine University  | 3.301%                 | 12/1/2059     | 294                    | 315,155           |
| United Rentals North America, Inc.                                   | 4.00%                  | 7/15/2030     | 316                    | 332,985           |
| United Rentals North America, Inc.                                   | 4.875%                 | 1/15/2028     | 592                    | <u>631,220</u>    |
| <i>Total</i>   |                        |               |                        | <u>5,170,896</u>  |
| <b>Chemicals 0.52%</b>   |                        |               |                        |                   |
| Ashland LLC  | 6.875%                 | 5/15/2043     | 272                    | 362,928           |
| CF Industries, Inc.  | 4.95%                  | 6/1/2043      | 531                    | 652,798           |
| CNAC HK Finbridge Co. Ltd. (Hong Kong) <sup>(c)</sup>                | 4.125%                 | 7/19/2027     | 1,001                  | 1,035,805         |
| Nutrition & Biosciences, Inc. <sup>†</sup>                           | 1.832%                 | 10/15/2027    | 468                    | 482,443           |
| Phosagro OAO Via Phosagro Bond Funding DAC (Ireland) <sup>†(c)</sup> | 3.949%                 | 4/24/2023     | 960                    | <u>1,007,635</u>  |
| <i>Total</i>   |                        |               |                        | <u>3,541,609</u>  |
| <b>Coal 0.09%</b>  |                        |               |                        |                   |
| Warrior Met Coal, Inc. <sup>†</sup>                                  | 8.00%                  | 11/1/2024     | 586                    | <u>599,642</u>    |

See Notes to Financial Statements.

# Schedule of Investments (continued)

December 31, 2020

| Investments  | Interest Rate         | Maturity Date | Principal Amount (000) | Fair Value       |
|--|-----------------------|---------------|------------------------|------------------|
| <b>Computer Hardware 0.41%</b>   |                       |               |                        |                  |
| Dell International LLC/EMC Corp.†  | 5.45%                 | 6/15/2023     | \$ 251                 | \$ 277,685       |
| Dell International LLC/EMC Corp.†  | 6.02%                 | 6/15/2026     | 158                    | 193,007          |
| Dell International LLC/EMC Corp.†  | 8.35%                 | 7/15/2046     | 1,189                  | 1,798,801        |
| Hewlett Packard Enterprise Co.   | 0.90%                 |               |                        |                  |
|  | (3 Mo. LIBOR + .68%)# | 3/12/2021     | 543                    | 543,493          |
| <i>Total</i>   |                       |               |                        | <u>2,812,986</u> |
| <b>Computer Software 0.30%</b>   |                       |               |                        |                  |
| Oracle Corp.   | 2.95%                 | 4/1/2030      | 1,809                  | <u>2,023,250</u> |
| <b>Construction/Homebuilding 0.61%</b>   |                       |               |                        |                  |
| Century Communities, Inc.  | 6.75%                 | 6/1/2027      | 576                    | 616,668          |
| NVR, Inc.  | 3.00%                 | 5/15/2030     | 1,703                  | 1,864,325        |
| PulteGroup, Inc.   | 5.50%                 | 3/1/2026      | 576                    | 686,471          |
| Toll Brothers Finance Corp.  | 4.35%                 | 2/15/2028     | 588                    | 654,773          |
| TRI Pointe Group, Inc.   | 5.25%                 | 6/1/2027      | 310                    | <u>338,229</u>   |
| <i>Total</i>   |                       |               |                        | <u>4,160,466</u> |
| <b>Containers 0.13%</b>  |                       |               |                        |                  |
| Ball Corp.   | 2.875%                | 8/15/2030     | 894                    | <u>892,882</u>   |
| <b>Drugs 0.73%</b>   |                       |               |                        |                  |
| Bayer Corp.†   | 6.65%                 | 2/15/2028     | 271                    | 350,789          |
| Bayer US Finance II LLC†   | 3.875%                | 12/15/2023    | 881                    | 960,540          |
| CVS Health Corp.   | 3.625%                | 4/1/2027      | 1,445                  | 1,646,012        |
| CVS Health Corp.   | 4.30%                 | 3/25/2028     | 1,700                  | <u>2,024,742</u> |
| <i>Total</i>   |                       |               |                        | <u>4,982,083</u> |
| <b>Electric: Power 2.85%</b>   |                       |               |                        |                  |
| Ausgrid Finance Pty Ltd. (Australia) <sup>†(c)</sup>                               | 4.35%                 | 8/1/2028      | 1,118                  | 1,298,081        |
| Calpine Corp.†   | 4.50%                 | 2/15/2028     | 588                    | 612,402          |
| Calpine Corp.†   | 5.125%                | 3/15/2028     | 609                    | 641,511          |
| Cikarang Listrindo Tbk PT (Indonesia) <sup>†(c)</sup>                              | 4.95%                 | 9/14/2026     | 985                    | 1,029,325        |
| Clearway Energy Operating LLC  | 5.75%                 | 10/15/2025    | 274                    | 288,899          |
| Cleco Corporate Holdings LLC   | 3.375%                | 9/15/2029     | 480                    | 494,549          |
| Emera US Finance LP  | 3.55%                 | 6/15/2026     | 3,814                  | 4,288,477        |
| Emirates Semb Corp., Water & Power Co. PJSC (United Arab Emirates) <sup>†(c)</sup> | 4.45%                 | 8/1/2035      | 275                    | 328,969          |
| Eskom Holdings SOC Ltd. (South Africa) <sup>†(c)</sup>                             | 6.35%                 | 8/10/2028     | 925                    | 1,023,374        |
| FirstEnergy Corp.  | 2.65%                 | 3/1/2030      | 973                    | 977,114          |
| FirstEnergy Corp.  | 3.90%                 | 7/15/2027     | 1,299                  | 1,432,954        |



# Schedule of Investments (continued)

December 31, 2020

| Investments  | Interest Rate | Maturity Date | Principal Amount (000) | Fair Value        |
|--|---------------|---------------|------------------------|-------------------|
| <b>Electric Power (continued)</b>  |               |               |                        |                   |
| ITC Holdings Corp.   | 3.35%         | 11/15/2027    | \$ 530                 | \$ 597,287        |
| Liberty Utilities Finance GP 1 <sup>†</sup>  | 2.05%         | 9/15/2030     | 1,105                  | 1,112,462         |
| Minejasa Capital BV (Netherlands) <sup>†(c)</sup>  | 4.625%        | 8/10/2030     | 250                    | 270,015           |
| NRG Energy, Inc. <sup>†</sup>  | 2.45%         | 12/2/2027     | 659                    | 693,985           |
| NRG Energy, Inc.   | 5.75%         | 1/15/2028     | 598                    | 654,436           |
| Pennsylvania Electric Co. <sup>†</sup>   | 3.60%         | 6/1/2029      | 597                    | 654,506           |
| PSEG Power LLC   | 8.625%        | 4/15/2031     | 770                    | 1,175,020         |
| Star Energy Geothermal Darajat II/Star Energy Geothermal Salak (Indonesia) <sup>†(c)</sup> | 4.85%         | 10/14/2038    | 200                    | 223,602           |
| Vistra Operations Co. LLC <sup>†</sup>   | 3.55%         | 7/15/2024     | 1,550                  | 1,679,299         |
| <i>Total</i>   |               |               |                        | <u>19,476,267</u> |
| <b>Electrical Equipment 0.58%</b>  |               |               |                        |                   |
| Broadcom Corp./Broadcom Cayman Finance Ltd.  | 3.875%        | 1/15/2027     | 2,448                  | 2,752,082         |
| NXP BV/NXP Funding LLC (Netherlands) <sup>†(c)</sup>                                       | 3.15%         | 5/1/2027      | 1,134                  | 1,250,861         |
| <i>Total</i>   |               |               |                        | <u>4,002,943</u>  |
| <b>Electronics 0.28%</b>   |               |               |                        |                   |
| Roper Technologies, Inc.   | 1.40%         | 9/15/2027     | 1,863                  | 1,886,998         |
| <b>Energy Equipment &amp; Services 0.19%</b>   |               |               |                        |                   |
| Greenko Solar Mauritius Ltd. (Mauritius) <sup>†(c)</sup>                                   | 5.95%         | 7/29/2026     | 620                    | 672,751           |
| TerraForm Power Operating LLC <sup>†</sup>   | 4.75%         | 1/15/2030     | 562                    | 602,582           |
| <i>Total</i>   |               |               |                        | <u>1,275,333</u>  |
| <b>Entertainment 0.59%</b>   |               |               |                        |                   |
| Caesars Entertainment, Inc. <sup>†</sup>   | 8.125%        | 7/1/2027      | 616                    | 682,730           |
| Cedar Fair LP  | 5.25%         | 7/15/2029     | 657                    | 677,524           |
| Live Nation Entertainment, Inc. <sup>†(e)</sup>  | 3.75%         | 1/15/2028     | 192                    | 194,477           |
| Live Nation Entertainment, Inc. <sup>†</sup>   | 4.75%         | 10/15/2027    | 660                    | 678,566           |
| Penn National Gaming, Inc. <sup>†</sup>  | 5.625%        | 1/15/2027     | 608                    | 635,421           |
| Scientific Games International, Inc. <sup>†</sup>  | 7.25%         | 11/15/2029    | 622                    | 683,696           |
| Vail Resorts, Inc. <sup>†</sup>  | 6.25%         | 5/15/2025     | 474                    | 506,587           |
| <i>Total</i>   |               |               |                        | <u>4,059,001</u>  |
| <b>Environmental Services 0.08%</b>  |               |               |                        |                   |
| Stericycle, Inc. <sup>†</sup>  | 3.875%        | 1/15/2029     | 528                    | 543,180           |
| <b>Financial Services 1.74%</b>  |               |               |                        |                   |
| AerCap Ireland Capital DAC/AerCap Global Aviation Trust (Ireland) <sup>(c)</sup>           | 3.50%         | 1/15/2025     | 1,388                  | 1,474,283         |

See Notes to Financial Statements.

# Schedule of Investments (continued)

December 31, 2020

| Investments  | Interest Rate | Maturity Date | Principal Amount (000) | Fair Value        |
|--|---------------|---------------|------------------------|-------------------|
| <b>Financial Services (continued)</b>  |               |               |                        |                   |
| AerCap Ireland Capital DAC/AerCap Global Aviation Trust (Ireland) <sup>(c)</sup> | 3.875%        | 1/23/2028     | \$ 916                 | \$ 990,082        |
| AerCap Ireland Capital DAC/AerCap Global Aviation Trust (Ireland) <sup>(c)</sup> | 4.875%        | 1/16/2024     | 523                    | 571,109           |
| Affiliated Managers Group, Inc.  | 3.50%         | 8/1/2025      | 125                    | 139,075           |
| Ally Financial, Inc.   | 8.00%         | 11/1/2031     | 467                    | 686,499           |
| Avolon Holdings Funding Ltd. (Ireland) <sup>†(c)</sup>                           | 4.25%         | 4/15/2026     | 313                    | 337,456           |
| Brightsphere Investment Group, Inc.  | 4.80%         | 7/27/2026     | 489                    | 525,163           |
| Global Aircraft Leasing Co. Ltd. PIK 7.25% <sup>†</sup>                          | 6.50%         | 9/15/2024     | 929                    | 813,352           |
| International Lease Finance Corp.  | 5.875%        | 8/15/2022     | 156                    | 168,605           |
| Nationstar Mortgage Holdings, Inc. <sup>†</sup>                                  | 5.50%         | 8/15/2028     | 624                    | 657,930           |
| Navient Corp.  | 5.00%         | 3/15/2027     | 1,091                  | 1,102,052         |
| Neuberger Berman Group LLC/Neuberger Berman Finance Corp. <sup>†</sup>           | 4.50%         | 3/15/2027     | 541                    | 611,623           |
| Neuberger Berman Group LLC/Neuberger Berman Finance Corp. <sup>†</sup>           | 4.875%        | 4/15/2045     | 677                    | 768,851           |
| OneMain Finance Corp.  | 5.375%        | 11/15/2029    | 1,093                  | 1,232,357         |
| Quicken Loans LLC/Quicken Loans Co-Issuer, Inc. <sup>†</sup>                     | 3.625%        | 3/1/2029      | 993                    | 1,014,722         |
| SURA Asset Management SA (Colombia) <sup>†(c)</sup>                              | 4.375%        | 4/11/2027     | 700                    | 791,749           |
| <i>Total</i>   |               |               |                        | <u>11,884,908</u> |
| <b>Food 0.70%</b>  |               |               |                        |                   |
| Albertsons Cos, Inc./Safeway, Inc./New Albertsons LP/Albertsons LLC <sup>†</sup> | 4.875%        | 2/15/2030     | 590                    | 650,699           |
| Arcor SAIC (Argentina) <sup>†(c)</sup>   | 6.00%         | 7/6/2023      | 297                    | 292,771           |
| JBS USA LUX SA/JBS USA Food Co./JBS USA Finance, Inc. <sup>†</sup>               | 6.50%         | 4/15/2029     | 1,093                  | 1,275,094         |
| Kraft Heinz Foods Co.  | 4.375%        | 6/1/2046      | 1,571                  | 1,699,804         |
| Minerva Luxembourg SA (Luxembourg) <sup>†(c)</sup>                               | 5.875%        | 1/19/2028     | 503                    | 543,371           |
| Sysco Corp.  | 6.60%         | 4/1/2050      | 220                    | 338,849           |
| <i>Total</i>   |               |               |                        | <u>4,800,588</u>  |
| <b>Health Care Products 0.82%</b>  |               |               |                        |                   |
| Alcon Finance Corp. <sup>†</sup>   | 2.60%         | 5/27/2030     | 2,490                  | 2,655,171         |
| Boston Scientific Corp.  | 2.65%         | 6/1/2030      | 1,705                  | 1,830,935         |
| Stryker Corp.  | 1.95%         | 6/15/2030     | 1,122                  | 1,155,302         |
| <i>Total</i>   |               |               |                        | <u>5,641,408</u>  |
| <b>Health Care Services 2.46%</b>  |               |               |                        |                   |
| Adventist Health System  | 2.952%        | 3/1/2029      | 360                    | 390,806           |
| Advocate Health & Hospitals Corp.  | 2.211%        | 6/15/2030     | 1,163                  | 1,213,986         |

# Schedule of Investments (continued)

December 31, 2020

| Investments   | Interest Rate | Maturity Date | Principal Amount (000) | Fair Value        |
|---|---------------|---------------|------------------------|-------------------|
| <b>Health Care Services (continued)</b>                     |               |               |                        |                   |
| Anthem, Inc.  | 2.25%         | 5/15/2030     | \$ 1,878               | \$ 1,996,044      |
| Centene Corp.   | 3.375%        | 2/15/2030     | 605                    | 637,461           |
| CommonSpirit Health   | 3.347%        | 10/1/2029     | 1,975                  | 2,171,576         |
| DaVita, Inc. <sup>†</sup>                                   | 3.75%         | 2/15/2031     | 918                    | 933,822           |
| HCA, Inc.   | 4.125%        | 6/15/2029     | 2,089                  | 2,424,840         |
| HCA, Inc.   | 4.50%         | 2/15/2027     | 820                    | 954,226           |
| HCA, Inc.   | 5.25%         | 6/15/2026     | 886                    | 1,049,522         |
| Legacy LifePoint Health LLC <sup>†</sup>                    | 6.75%         | 4/15/2025     | 1,149                  | 1,236,680         |
| MEDNAX, Inc. <sup>†</sup>                                   | 6.25%         | 1/15/2027     | 608                    | 652,828           |
| New York and Presbyterian Hospital (The)                    | 3.954%        | 8/1/2119      | 189                    | 220,436           |
| Radiology Partners, Inc. <sup>†</sup>                       | 9.25%         | 2/1/2028      | 657                    | 740,965           |
| Select Medical Corp. <sup>†</sup>                           | 6.25%         | 8/15/2026     | 571                    | 615,801           |
| Surgery Center Holdings, Inc. <sup>†</sup>                  | 10.00%        | 4/15/2027     | 588                    | 650,842           |
| Tenet Healthcare Corp. <sup>†</sup>                         | 6.25%         | 2/1/2027      | 885                    | 939,335           |
| <i>Total</i>  |               |               |                        | <u>16,829,170</u> |
| <b>Household Equipment/Products 0.12%</b>                   |               |               |                        |                   |
| Kimberly-Clark de Mexico SAB de CV (Mexico) <sup>†(c)</sup> | 3.80%         | 4/8/2024      | 100                    | 108,122           |
| Newell Brands, Inc.   | 5.875%        | 4/1/2036      | 580                    | 706,150           |
| <i>Total</i>  |               |               |                        | <u>814,272</u>    |
| <b>Investment Management Companies 0.06%</b>                |               |               |                        |                   |
| Temasek Financial I Ltd. (Singapore) <sup>†(c)</sup>        | 2.50%         | 10/6/2070     | 380                    | 382,988           |
| <b>Leisure 0.30%</b>  |               |               |                        |                   |
| Carnival Corp. <sup>†</sup>                                 | 7.625%        | 3/1/2026      | 397                    | 433,272           |
| Carnival Corp. <sup>†</sup>                                 | 11.50%        | 4/1/2023      | 855                    | 989,898           |
| Royal Caribbean Cruises Ltd. <sup>†</sup>                   | 11.50%        | 6/1/2025      | 558                    | 653,027           |
| <i>Total</i>  |               |               |                        | <u>2,076,197</u>  |
| <b>Lodging 0.21%</b>  |               |               |                        |                   |
| Boyd Gaming Corp.   | 4.75%         | 12/1/2027     | 406                    | 422,569           |
| Boyd Gaming Corp.   | 6.00%         | 8/15/2026     | 268                    | 278,720           |
| MGM Resorts International                                   | 5.50%         | 4/15/2027     | 643                    | 717,527           |
| <i>Total</i>  |               |               |                        | <u>1,418,816</u>  |
| <b>Machinery: Agricultural 0.79%</b>                        |               |               |                        |                   |
| BAT Capital Corp.   | 4.70%         | 4/2/2027      | 487                    | 573,207           |
| BAT Capital Corp.   | 4.906%        | 4/2/2030      | 2,614                  | 3,158,878         |
| MHP Lux SA (Luxembourg) <sup>†(c)</sup>                     | 6.25%         | 9/19/2029     | 1,240                  | 1,277,200         |
| MHP Lux SA (Luxembourg) <sup>†(c)</sup>                     | 6.95%         | 4/3/2026      | 370                    | 408,129           |
| <i>Total</i>  |               |               |                        | <u>5,417,414</u>  |

See Notes to Financial Statements.

# Schedule of Investments (continued)

December 31, 2020

| Investments   | Interest Rate | Maturity Date | Principal Amount (000) | Fair Value        |
|---|---------------|---------------|------------------------|-------------------|
| <b>Machinery: Industrial/Specialty 0.56%</b>                          |               |               |                        |                   |
| IDEX Corp.  | 3.00%         | 5/1/2030      | \$ 762                 | \$ 839,463        |
| nVent Finance Sarl (Luxembourg) <sup>(c)</sup>                        | 4.55%         | 4/15/2028     | 2,038                  | 2,216,036         |
| Vertical US Newco, Inc. <sup>†</sup>                                  | 5.25%         | 7/15/2027     | 702                    | 745,436           |
| <i>Total</i>  |               |               |                        | <u>3,800,935</u>  |
| <b>Media 1.35%</b>  |               |               |                        |                   |
| AMC Networks, Inc.  | 4.75%         | 8/1/2025      | 289                    | 298,885           |
| CCO Holdings LLC/CCO Holdings Capital Corp. <sup>†</sup>              | 4.75%         | 3/1/2030      | 645                    | 696,761           |
| Cox Communications, Inc. <sup>†</sup>                                 | 8.375%        | 3/1/2039      | 1,489                  | 2,566,720         |
| CSC Holdings LLC <sup>†</sup>   | 5.50%         | 4/15/2027     | 563                    | 597,343           |
| DISH DBS Corp.  | 7.75%         | 7/1/2026      | 1,231                  | 1,379,637         |
| Globo Comunicacao e Participacoes SA (Brazil) <sup>†(c)</sup>         | 4.875%        | 1/22/2030     | 950                    | 1,016,510         |
| Gray Television, Inc. <sup>†</sup>                                    | 7.00%         | 5/15/2027     | 280                    | 306,950           |
| Nexstar Broadcasting, Inc. <sup>†</sup>                               | 5.625%        | 7/15/2027     | 616                    | 660,854           |
| Scripps Escrow, Inc. <sup>†</sup>                                     | 5.875%        | 7/15/2027     | 603                    | 630,708           |
| Time Warner Cable LLC   | 7.30%         | 7/1/2038      | 211                    | 313,052           |
| Time Warner Entertainment Co. LP                                      | 8.375%        | 7/15/2033     | 502                    | 777,114           |
| <i>Total</i>  |               |               |                        | <u>9,244,534</u>  |
| <b>Metals &amp; Minerals: Miscellaneous 1.62%</b>                     |               |               |                        |                   |
| Anglo American Capital plc (United Kingdom) <sup>†(c)</sup>           | 4.00%         | 9/11/2027     | 1,457                  | 1,673,406         |
| Anglo American Capital plc (United Kingdom) <sup>†(c)</sup>           | 4.75%         | 4/10/2027     | 1,530                  | 1,806,686         |
| Antofagasta plc (Chile) <sup>†(c)</sup>                               | 2.375%        | 10/14/2030    | 656                    | 659,280           |
| Chinalco Capital Holdings Ltd.  | 4.00%         | 8/25/2021     | 640                    | 646,080           |
| Freeport-McMoRan, Inc.  | 4.125%        | 3/1/2028      | 1,282                  | 1,346,901         |
| Freeport-McMoRan, Inc.  | 4.25%         | 3/1/2030      | 307                    | 331,081           |
| Glencore Funding LLC <sup>†</sup>                                     | 4.875%        | 3/12/2029     | 1,973                  | 2,355,230         |
| Hecla Mining Co.  | 7.25%         | 2/15/2028     | 1,387                  | 1,517,031         |
| Kinross Gold Corp. (Canada) <sup>(c)</sup>                            | 5.95%         | 3/15/2024     | 281                    | 319,897           |
| MMC Norilsk Nickel OJSC via MMC Finance DAC (Ireland) <sup>†(c)</sup> | 4.10%         | 4/11/2023     | 430                    | 452,116           |
| <i>Total</i>  |               |               |                        | <u>11,107,708</u> |
| <b>Natural Gas 0.91%</b>  |               |               |                        |                   |
| CenterPoint Energy Resources Corp.                                    | 1.75%         | 10/1/2030     | 1,530                  | 1,547,225         |
| ENN Energy Holdings Ltd. (China) <sup>†(c)</sup>                      | 2.625%        | 9/17/2030     | 390                    | 392,465           |
| National Fuel Gas Co.   | 5.50%         | 1/15/2026     | 1,122                  | 1,295,308         |
| NiSource, Inc.  | 3.49%         | 5/15/2027     | 2,631                  | 2,986,412         |
| <i>Total</i>  |               |               |                        | <u>6,221,410</u>  |

# Schedule of Investments (continued)

December 31, 2020

| Investments  | Interest Rate                      | Maturity Date | Principal Amount (000) |    | Fair Value |
|--|------------------------------------|---------------|------------------------|----|------------|
| Oil 2.29%  |                                    |               |                        |    |            |
| Afren plc (United Kingdom) <sup>†(c)(f)</sup>                              | 6.625%                             | 12/9/2020     | \$ 244                 | \$ | 1,195      |
| Apache Corp.   | 4.375%                             | 10/15/2028    | 763                    |    | 795,412    |
| Continental Resources, Inc.  | 3.80%                              | 6/1/2024      | 660                    |    | 681,038    |
| Diamondback Energy, Inc.   | 3.50%                              | 12/1/2029     | 756                    |    | 808,454    |
| Diamondback Energy, Inc.   | 4.75%                              | 5/31/2025     | 297                    |    | 334,626    |
| Empresa Nacional del Petroleo (Chile) <sup>†(c)</sup>                      | 3.75%                              | 8/5/2026      | 750                    |    | 820,715    |
| Equinor ASA (Norway) <sup>(c)</sup>  | 7.15%                              | 11/15/2025    | 605                    |    | 773,486    |
| Gazprom PJSC Via Gaz Capital SA (Luxembourg) <sup>†(c)</sup>               | 4.95%                              | 2/6/2028      | 200                    |    | 229,325    |
| Laredo Petroleum, Inc.   | 9.50%                              | 1/15/2025     | 1,156                  |    | 1,006,807  |
| MEG Energy Corp. (Canada) <sup>†(c)</sup>                                  | 7.00%                              | 3/31/2024     | 596                    |    | 603,450    |
| MEG Energy Corp. (Canada) <sup>†(c)</sup>                                  | 7.125%                             | 2/1/2027      | 557                    |    | 576,495    |
| PDC Energy, Inc.   | 5.75%                              | 5/15/2026     | 779                    |    | 805,778    |
| Pertamina Persero PT (Indonesia) <sup>†(c)</sup>                           | 4.15%                              | 2/25/2060     | 200                    |    | 213,403    |
| Pertamina Persero PT (Indonesia) <sup>†(c)</sup>                           | 4.70%                              | 7/30/2049     | 400                    |    | 459,045    |
| Petroleos Mexicanos (Mexico) <sup>(c)</sup>                                | 4.50%                              | 1/23/2026     | 956                    |    | 954,078    |
| Petroleos Mexicanos (Mexico) <sup>(c)</sup>                                | 5.35%                              | 2/12/2028     | 2,750                  |    | 2,717,028  |
| Range Resources Corp.  | 9.25%                              | 2/1/2026      | 650                    |    | 680,225    |
| Saudi Arabian Oil Co. (Saudi Arabia) <sup>†(c)</sup>                       | 2.875%                             | 4/16/2024     | 1,050                  |    | 1,115,269  |
| SM Energy Co.  | 6.75%                              | 9/15/2026     | 376                    |    | 305,500    |
| Southwestern Energy Co.  | 7.75%                              | 10/1/2027     | 645                    |    | 697,616    |
| Tengizchevroil Finance Co. International Ltd. (Kazakhstan) <sup>†(c)</sup> | 3.25%                              | 8/15/2030     | 470                    |    | 498,658    |
| Viper Energy Partners LP <sup>†</sup>                                      | 5.375%                             | 11/1/2027     | 318                    |    | 332,847    |
| YPF SA (Argentina) <sup>†(c)</sup>   | 8.50%                              | 7/28/2025     | 281                    |    | 217,075    |
| Total  |                                    |               |                        |    | 15,627,525 |
| Oil: Crude Producers 1.40%   |                                    |               |                        |    |            |
| Abu Dhabi Crude Oil Pipeline LLC (United Arab Emirates) <sup>†(c)</sup>    | 4.60%                              | 11/2/2047     | 320                    |    | 398,733    |
| Al Candelaria Spain SLU (Spain) <sup>†(c)</sup>                            | 7.50%                              | 12/15/2028    | 250                    |    | 291,878    |
| Buckeye Partners LP  | 6.375%                             |               |                        |    |            |
|  | (3 Mo. LIBOR + 4.02%) <sup>#</sup> | 1/22/2078     | 825                    |    | 622,293    |
| Cheniere Corpus Christi Holdings LLC                                       | 3.70%                              | 11/15/2029    | 384                    |    | 428,063    |
| Galaxy Pipeline Assets Bidco Ltd. (United Arab Emirates) <sup>†(c)</sup>   | 3.25%                              | 9/30/2040     | 1,413                  |    | 1,494,996  |
| MPLX LP  | 3.375%                             | 3/15/2023     | 1,064                  |    | 1,127,507  |
| MPLX LP  | 5.25%                              | 1/15/2025     | 1,112                  |    | 1,141,198  |
| Sabine Pass Liquefaction LLC   | 5.875%                             | 6/30/2026     | 2,694                  |    | 3,258,789  |
| Western Midstream Operating LP   | 5.05%                              | 2/1/2030      | 701                    |    | 780,798    |
| Total  |                                    |               |                        |    | 9,544,255  |

See Notes to Financial Statements.

# Schedule of Investments (continued)

December 31, 2020

| Investments   | Interest Rate | Maturity Date | Principal Amount (000) | Fair Value          |
|---|---------------|---------------|------------------------|---------------------|
| <b>Oil: Integrated Domestic 0.24%</b>   |               |               |                        |                     |
| Baker Hughes a GE Co. LLC/Baker Hughes Co-Obligor, Inc.                                   | 3.337%        | 12/15/2027    | \$ 1,460               | \$ <u>1,635,957</u> |
| <b>Paper &amp; Forest Products 0.13%</b>  |               |               |                        |                     |
| Suzano Austria GmbH (Brazil) <sup>(c)</sup>   | 3.75%         | 1/15/2031     | 821                    | <u>872,107</u>      |
| <b>Real Estate Investment Trusts 2.42%</b>  |               |               |                        |                     |
| Country Garden Holdings Co. Ltd. (China) <sup>(c)</sup>                                   | 4.75%         | 1/17/2023     | 226                    | 232,110             |
| Country Garden Holdings Co. Ltd. (China) <sup>(c)</sup>                                   | 4.75%         | 9/28/2023     | 993                    | 1,019,066           |
| EPR Properties  | 4.95%         | 4/15/2028     | 1,069                  | 1,076,131           |
| Equinix, Inc.   | 1.55%         | 3/15/2028     | 1,856                  | 1,888,300           |
| Equinix, Inc.   | 2.625%        | 11/18/2024    | 942                    | 1,007,752           |
| ESH Hospitality, Inc. <sup>†</sup>  | 4.625%        | 10/1/2027     | 654                    | 671,168             |
| HAT Holdings I LLC/HAT Holdings II LLC <sup>†</sup>                                       | 5.25%         | 7/15/2024     | 1,196                  | 1,246,208           |
| Healthcare Trust of America Holdings LP   | 3.10%         | 2/15/2030     | 895                    | 978,656             |
| Kaisa Group Holdings Ltd. (China) <sup>(c)</sup>  | 9.375%        | 6/30/2024     | 330                    | 320,719             |
| Kaisa Group Holdings Ltd. (China) <sup>†(c)</sup>   | 11.95%        | 10/22/2022    | 390                    | 415,545             |
| Longfor Group Holdings Ltd. (China) <sup>(c)</sup>  | 4.50%         | 1/16/2028     | 1,080                  | 1,201,911           |
| Park Intermediate Holdings LLC/PK Domestic Property LLC/PK Finance Co-Issuer <sup>†</sup> | 5.875%        | 10/1/2028     | 644                    | 687,068             |
| Sunac China Holdings Ltd. (China) <sup>(c)</sup>  | 7.875%        | 2/15/2022     | 920                    | 944,565             |
| VEREIT Operating Partnership LP   | 4.875%        | 6/1/2026      | 2,378                  | 2,789,482           |
| WEA Finance LLC <sup>†</sup>  | 2.875%        | 1/15/2027     | 1,246                  | 1,281,084           |
| Yuzhou Group Holdings Co. Ltd. (China) <sup>(c)</sup>                                     | 6.00%         | 10/25/2023    | 270                    | 276,581             |
| Zhenro Properties Group Ltd. (China) <sup>(c)</sup>                                       | 8.65%         | 1/21/2023     | 500                    | <u>523,768</u>      |
| Total   |               |               |                        | <u>16,560,114</u>   |
| <b>Retail 0.72%</b>   |               |               |                        |                     |
| AutoNation, Inc.  | 4.75%         | 6/1/2030      | 115                    | 138,472             |
| Gap, Inc. (The) <sup>†</sup>  | 8.625%        | 5/15/2025     | 564                    | 629,858             |
| IRB Holding Corp. <sup>†</sup>  | 7.00%         | 6/15/2025     | 576                    | 630,303             |
| L Brands, Inc. <sup>†</sup>   | 6.625%        | 10/1/2030     | 619                    | 689,798             |
| Murphy Oil USA, Inc.  | 4.75%         | 9/15/2029     | 357                    | 380,585             |
| Rite Aid Corp. <sup>†</sup>   | 8.00%         | 11/15/2026    | 990                    | 1,060,082           |
| Sally Holdings LLC/Sally Capital, Inc.  | 5.625%        | 12/1/2025     | 611                    | 628,719             |
| Walgreens Boots Alliance, Inc.  | 3.20%         | 4/15/2030     | 681                    | <u>740,845</u>      |
| Total   |               |               |                        | <u>4,898,662</u>    |
| <b>Steel 0.10%</b>  |               |               |                        |                     |
| GUSAP III LP <sup>†</sup>   | 4.25%         | 1/21/2030     | 635                    | <u>709,619</u>      |

# Schedule of Investments (continued)

December 31, 2020

| Investments  | Interest Rate    | Maturity Date | Principal Amount (000) | Fair Value         |
|--|------------------|---------------|------------------------|--------------------|
| <b>Technology 1.30%</b>  |                  |               |                        |                    |
| Alibaba Group Holding Ltd.(China) <sup>(c)</sup>               | 3.40%            | 12/6/2027     | \$ 856                 | \$ 958,486         |
| Baidu, Inc. (China) <sup>(c)</sup>                             | 2.375%           | 10/9/2030     | 510                    | 524,010            |
| JD.com, Inc. (China) <sup>(c)</sup>                            | 3.375%           | 1/14/2030     | 1,585                  | 1,724,754          |
| Match Group Holdings II LLC <sup>†</sup>                       | 5.00%            | 12/15/2027    | 302                    | 322,053            |
| Match Group Holdings II LLC <sup>†</sup>                       | 5.625%           | 2/15/2029     | 287                    | 313,548            |
| Meituan (China) <sup>†(c)</sup>                                | 3.05%            | 10/28/2030    | 740                    | 770,044            |
| Netflix, Inc.  | 6.375%           | 5/15/2029     | 1,326                  | 1,639,267          |
| Prosus NV (Netherlands) <sup>†(c)</sup>                        | 3.832%           | 2/8/2051      | 1,100                  | 1,080,466          |
| Prosus NV (Netherlands) <sup>†(c)</sup>                        | 5.50%            | 7/21/2025     | 770                    | 886,924            |
| Uber Technologies, Inc. <sup>†</sup>                           | 8.00%            | 11/1/2026     | 622                    | 678,369            |
| <i>Total</i>   |                  |               |                        | <u>8,897,921</u>   |
| <b>Telecommunications 0.67%</b>                                |                  |               |                        |                    |
| AT&T, Inc.   | 4.30%            | 2/15/2030     | 1,321                  | 1,579,150          |
| Frontier Communications Corp. <sup>†</sup>                     | 5.00%            | 5/1/2028      | 759                    | 792,681            |
| LogMeIn, Inc. <sup>†</sup>                                     | 5.50%            | 9/1/2027      | 627                    | 657,566            |
| Ooredoo International Finance Ltd. <sup>†</sup>                | 3.75%            | 6/22/2026     | 300                    | 336,141            |
| Sprint Capital Corp.   | 6.875%           | 11/15/2028    | 492                    | 649,615            |
| Zayo Group Holdings, Inc. <sup>†</sup>                         | 4.00%            | 3/1/2027      | 602                    | 604,290            |
| <i>Total</i>   |                  |               |                        | <u>4,619,443</u>   |
| <b>Toys 0.09%</b>  |                  |               |                        |                    |
| Mattel, Inc. <sup>†</sup>                                      | 6.75%            | 12/31/2025    | 604                    | 638,108            |
| <b>Transportation: Miscellaneous 0.41%</b>                     |                  |               |                        |                    |
| Autoridad del Canal de Panama (Panama) <sup>†(c)</sup>         | 4.95%            | 7/29/2035     | 200                    | 253,359            |
| Huntington Ingalls Industries, Inc.                            | 3.844%           | 5/1/2025      | 456                    | 508,164            |
| Pelabuhan Indonesia III Persero PT (Indonesia) <sup>†(c)</sup> | 4.50%            | 5/2/2023      | 220                    | 234,644            |
| Watco Cos LLC/Watco Finance Corp. <sup>†</sup>                 | 6.50%            | 6/15/2027     | 1,025                  | 1,111,485          |
| XPO Logistics, Inc. <sup>†</sup>                               | 6.25%            | 5/1/2025      | 620                    | 668,369            |
| <i>Total</i>   |                  |               |                        | <u>2,776,021</u>   |
| <b>Utilities 0.09%</b>   |                  |               |                        |                    |
| Aegea Finance Sarl (Luxembourg) <sup>†(c)</sup>                | 5.75%            | 10/10/2024    | 574                    | 600,912            |
| <i>Total Corporate Bonds (cost \$248,335,756)</i>              |                  |               |                        | <u>265,556,184</u> |
| <b>FLOATING RATE LOANS<sup>(g)</sup> 0.49%</b>                 |                  |               |                        |                    |
| <b>Business Services 0.19%</b>                                 |                  |               |                        |                    |
| KUEHG Corp. 2018 Incremental Term Loan                         | — <sup>(h)</sup> | 2/21/2025     | 697                    | 664,168            |
| Learning Care Group, Inc. 2018 1st Lien Term Loan              | — <sup>(h)</sup> | 3/13/2025     | 703                    | 669,328            |
| <i>Total</i>   |                  |               |                        | <u>1,333,496</u>   |

See Notes to Financial Statements.

# Schedule of Investments (continued)

December 31, 2020

| Investments   | Interest Rate                   | Maturity Date | Principal Amount (000) | Fair Value |
|---|---------------------------------|---------------|------------------------|------------|
| <b>Financial Services 0.10%</b>                     |                                 |               |                        |            |
| SSH Group Holdings, Inc. 2018 1st Lien Term Loan    | — <sup>(h)</sup>                | 7/30/2025     | \$ 704                 | \$ 672,089 |
| <b>Health Care Services 0.20%</b>                   |                                 |               |                        |            |
| Heartland Dental, LLC 2018 1st Lien Term Loan       | 3.647%<br>(1 Mo. LIBOR + 3.50%) | 4/30/2025     | 695                    | 679,905    |
| MED ParentCo LP 1st Lien Delayed Draw Term Loan     | — <sup>(h)</sup>                | 8/31/2026     | 139                    | 137,197    |
| MED ParentCo LP 1st Lien Term Loan                  | — <sup>(h)</sup>                | 8/31/2026     | 554                    | 547,106    |
| Total   |                                 |               |                        | 1,364,208  |
| Total Floating Rate Loans (cost \$3,348,215)        |                                 |               |                        | 3,369,793  |
| <b>FOREIGN GOVERNMENT OBLIGATIONS 5.91%</b>         |                                 |               |                        |            |
| <b>Bermuda 0.29%</b>                                |                                 |               |                        |            |
| Bermuda Government International Bond <sup>†</sup>  | 2.375%                          | 8/20/2030     | 1,910                  | 2,007,888  |
| <b>China 0.18%</b>                                  |                                 |               |                        |            |
| China Government International Bond <sup>†(c)</sup> | 2.25%                           | 10/21/2050    | 1,230                  | 1,221,942  |
| <b>Dominican Republic 0.11%</b>                     |                                 |               |                        |            |
| Dominican Republic <sup>†(c)</sup>                  | 4.875%                          | 9/23/2032     | 691                    | 766,146    |
| <b>Egypt 0.36%</b>                                  |                                 |               |                        |            |
| Republic of Egypt <sup>†(c)</sup>                   | 4.55%                           | 11/20/2023    | 200                    | 207,880    |
| Republic of Egypt <sup>†(c)</sup>                   | 6.125%                          | 1/31/2022     | 220                    | 230,041    |
| Republic of Egypt <sup>†(c)</sup>                   | 6.588%                          | 2/21/2028     | 575                    | 633,938    |
| Republic of Egypt <sup>†(c)</sup>                   | 7.60%                           | 3/1/2029      | 995                    | 1,146,757  |
| Republic of Egypt <sup>†(c)</sup>                   | 7.903%                          | 2/21/2048     | 200                    | 218,075    |
| Total   |                                 |               |                        | 2,436,691  |
| <b>Ghana 0.22%</b>                                  |                                 |               |                        |            |
| Republic of Ghana <sup>†(c)</sup>                   | 6.375%                          | 2/11/2027     | 1,455                  | 1,515,650  |
| <b>Indonesia 0.53%</b>                              |                                 |               |                        |            |
| Republic of Indonesia <sup>(c)</sup>                | 3.40%                           | 9/18/2029     | 1,500                  | 1,680,258  |
| Republic of Indonesia <sup>(c)</sup>                | 4.75%                           | 1/8/2026      | 1,660                  | 1,944,667  |
| Total   |                                 |               |                        | 3,624,925  |
| <b>Japan 1.98%</b>                                  |                                 |               |                        |            |
| Japan Treasury Discount Bill <sup>(a)</sup>         | Zero Coupon                     | 2/22/2021 JPY | 1,400,000              | 13,560,668 |
| <b>Nigeria 0.30%</b>                                |                                 |               |                        |            |
| Republic of Nigeria <sup>†(c)</sup>                 | 6.375%                          | 7/12/2023     | \$ 600                 | 650,829    |
| Republic of Nigeria <sup>†(c)</sup>                 | 7.143%                          | 2/23/2030     | 1,265                  | 1,367,872  |
| Total   |                                 |               |                        | 2,018,701  |



# Schedule of Investments (continued)

December 31, 2020

| Investments   | Interest Rate         | Maturity Date       | Principal Amount (000) | Fair Value   |
|---|-----------------------|---------------------|------------------------|--------------|
| <b>Peru 0.21%</b>   |                       |                     |                        |              |
| Republic of Peru <sup>(c)</sup>   | 2.392%                | 1/23/2026           | \$ 1,366               | \$ 1,459,585 |
| <b>Qatar 0.81%</b>  |                       |                     |                        |              |
| State of Qatar <sup>(c)</sup>   | 3.25%                 | 6/2/2026            | 2,755                  | 3,069,345    |
| State of Qatar <sup>(c)</sup>   | 4.00%                 | 3/14/2029           | 1,725                  | 2,048,438    |
| State of Qatar <sup>(c)</sup>   | 5.103%                | 4/23/2048           | 310                    | 436,731      |
| Total   |                       |                     |                        | 5,554,514    |
| <b>Saudi Arabia 0.23%</b>   |                       |                     |                        |              |
| Saudi Government International Bond <sup>(c)</sup>  | 3.25%                 | 10/22/2030          | 1,400                  | 1,546,790    |
| <b>Sri Lanka 0.10%</b>  |                       |                     |                        |              |
| Republic of Sri Lanka <sup>(c)</sup>  | 5.875%                | 7/25/2022           | 1,006                  | 701,001      |
| <b>Turkey 0.33%</b>   |                       |                     |                        |              |
| Republic of Turkey <sup>(c)</sup>   | 4.25%                 | 4/14/2026           | 820                    | 814,951      |
| Republic of Turkey <sup>(c)</sup>   | 5.25%                 | 3/13/2030           | 445                    | 447,528      |
| Republic of Turkey <sup>(c)</sup>   | 5.75%                 | 3/22/2024           | 510                    | 538,192      |
| Türkiye İhracat Kredi Bankası AS <sup>(c)</sup>   | 8.25%                 | 1/24/2024           | 400                    | 434,500      |
| Total   |                       |                     |                        | 2,235,171    |
| <b>Ukraine 0.05%</b>  |                       |                     |                        |              |
| Ukraine Government International Bond <sup>(c)</sup>  | 7.75%                 | 9/1/2024            | 299                    | 333,147      |
| <b>United Arab Emirates 0.21%</b>   |                       |                     |                        |              |
| Abu Dhabi Government International Bond <sup>(c)</sup>  | 2.50%                 | 9/30/2029           | 1,300                  | 1,405,840    |
| Total Foreign Government Obligations (cost \$38,664,974)                                      |                       |                     |                        | 40,388,659   |
| <b>GOVERNMENT SPONSORED ENTERPRISES COLLATERALIZED MORTGAGE OBLIGATIONS 0.16%</b>             |                       |                     |                        |              |
| Federal Home Loan Mortgage Corp. Q001 XA IO   | 2.183% <sup>(i)</sup> | 2/25/2032           | 2,684                  | 313,986      |
| Government National Mortgage Assoc. 2015-48 AS  | 2.90% <sup>(i)</sup>  | 2/16/2049           | 576                    | 605,659      |
| Government National Mortgage Assoc. 2015-73 AC  | 2.90% <sup>(i)</sup>  | 2/16/2053           | 183                    | 192,011      |
| Total Government Sponsored Enterprises Collateralized Mortgage Obligations (cost \$1,091,032) |                       |                     |                        | 1,111,656    |
| <b>GOVERNMENT SPONSORED ENTERPRISES PASS-THROUGHS 24.24%</b>                                  |                       |                     |                        |              |
| Federal Home Loan Mortgage Corp.  | 4.00%                 | 10/1/2049           | 1,351                  | 1,526,237    |
| Federal National Mortgage Assoc. <sup>(j)</sup>   | 2.50%                 | TBA                 | 9,356                  | 9,861,797    |
| Federal National Mortgage Assoc.  | 2.814%                |                     |                        |              |
| (12 Mo. LIBOR + 1.79%)*   |                       | 3/1/2042            | 207                    | 216,658      |
| Federal National Mortgage Assoc. <sup>(j)</sup>   | 3.00%                 | TBA                 | 51,350                 | 53,796,851   |
| Federal National Mortgage Assoc.  | 3.50%                 | 9/1/2047 - 3/1/2050 | 9,838                  | 10,680,069   |
| Federal National Mortgage Assoc. <sup>(j)</sup>   | 3.50%                 | TBA                 | 50,000                 | 52,850,202   |

See Notes to Financial Statements.

# Schedule of Investments (continued)

December 31, 2020

| Investments  | Interest Rate                      | Maturity Date | Principal Amount (000) | Fair Value         |
|--|------------------------------------|---------------|------------------------|--------------------|
| <b>GOVERNMENT SPONSORED ENTERPRISES PASS-THROUGHS (continued)</b>                |                                    |               |                        |                    |
| Federal National Mortgage Assoc.   | 4.00%                              | 1/1/2048      | \$ 1,628               | \$ 1,835,318       |
| Federal National Mortgage Assoc. <sup>(i)</sup>                                  | 4.00%                              | TBA           | 32,686                 | 34,907,569         |
| <i>Total Government Sponsored Enterprises Pass-Throughs (cost \$164,670,259)</i> |                                    |               |                        | <u>165,674,701</u> |
| <b>MUNICIPAL BONDS 0.80%</b>   |                                    |               |                        |                    |
| <b>Miscellaneous</b>   |                                    |               |                        |                    |
| California   | 7.30%                              | 10/1/2039     | 235                    | 388,326            |
| California   | 7.625%                             | 3/1/2040      | 350                    | 608,146            |
| California Health Facilities Financing Authority                                 | 3.034%                             | 6/1/2034      | 350                    | 373,877            |
| County of Miami-Dade FL <sup>(e)</sup>   | 2.786%                             | 10/1/2037     | 210                    | 214,727            |
| Foothill-Eastern Transportation Corridor Agency                                  | 4.094%                             | 1/15/2049     | 646                    | 695,283            |
| Massachusetts School Building Authority  | 3.395%                             | 10/15/2040    | 895                    | 963,521            |
| Michigan Finance Authority   | 3.084%                             | 12/1/2034     | 940                    | 1,038,672          |
| Permanent University Fund - Texas A&M University System                          | 3.66%                              | 7/1/2047      | 680                    | 752,216            |
| University of California Bond of Regents   | 3.006%                             | 5/15/2050     | 375                    | 398,760            |
| <i>Total Municipal Bonds (cost \$5,049,896)</i>                                  |                                    |               |                        | <u>5,433,528</u>   |
| <b>NON-AGENCY COMMERCIAL MORTGAGE-BACKED SECURITIES 6.77%</b>                    |                                    |               |                        |                    |
| Angel Oak Mortgage Trust 2020-1 A1 <sup>+</sup>                                  | 2.466% <sup>#(i)</sup>             | 12/25/2059    | 299                    | 302,301            |
| Angel Oak Mortgage Trust I LLC 2019-4 A1 <sup>+</sup>                            | 2.993% <sup>#(i)</sup>             | 7/26/2049     | 736                    | 743,523            |
| Atrium Hotel Portfolio Trust 2018-ATRM A <sup>+</sup>                            | 1.109%                             |               |                        |                    |
|  | (1 Mo. LIBOR + .95%) <sup>#</sup>  | 6/15/2035     | 1,050                  | 1,030,906          |
| BANK 2020-BN30 C   | 2.757% <sup>#(i)</sup>             | 12/10/2053    | 610                    | 614,649            |
| BBCMS Mortgage Trust 2019-BWAY A <sup>+</sup>                                    | 1.115%                             |               |                        |                    |
|  | (1 Mo. LIBOR + .96%) <sup>#</sup>  | 11/15/2034    | 655                    | 640,533            |
| BBCMS Mortgage Trust 2019-BWAY B <sup>+</sup>                                    | 1.469%                             |               |                        |                    |
|  | (1 Mo. LIBOR + 1.31%) <sup>#</sup> | 11/15/2034    | 288                    | 279,313            |
| Benchmark Mortgage Trust 2020-B22 C  | 2.698% <sup>#(i)</sup>             | 1/15/2054     | 1,200                  | 1,214,162          |
| BX Trust 2018-GW A <sup>+</sup>  | 0.959%                             |               |                        |                    |
|  | (1 Mo. LIBOR + .80%) <sup>#</sup>  | 5/15/2035     | 1,467                  | 1,446,323          |
| BX Trust 2019-OC11 A <sup>+</sup>  | 3.202%                             | 12/9/2041     | 1,251                  | 1,377,494          |
| Citigroup Commercial Mortgage Trust 2016-GC36 D <sup>+</sup>                     | 2.85%                              | 2/10/2049     | 1,250                  | 899,442            |
| Commercial Mortgage Pass-Through Certificates 2014-CR17 A5                       | 3.977%                             | 5/10/2047     | 1,000                  | 1,104,628          |
| Commercial Mortgage Pass-Through Certificates 2014-CR19 XA IO                    | 0.976% <sup>#(i)</sup>             | 8/10/2047     | 498                    | 13,953             |
| Commercial Mortgage Pass-Through Certificates 2015-PC1 AM                        | 4.29% <sup>#(i)</sup>              | 7/10/2050     | 510                    | 572,056            |

# Schedule of Investments (continued)

December 31, 2020

| Investments   | Interest Rate                             | Maturity Date | Principal Amount (000) |    | Fair Value             |
|---|---|---------------|------------------------|----|------------------------|
| NON-AGENCY COMMERCIAL MORTGAGE-BACKED SECURITIES (continued)                  |   |               |                        |    |                        |
| Commercial Mortgage Pass-Through Certificates 2015-PC1 B                      | 4.43% <sup>(i)</sup>                      | 7/10/2050     | \$ 178                 | \$ | 190,044                |
| Commercial Mortgage Pass-Through Certificates 2015-PC1 C                      | 4.43% <sup>(i)</sup>                      | 7/10/2050     | 410                    |    | 401,816 <sup>(b)</sup> |
| Commercial Mortgage Pass-Through Certificates 2015-PC1 D                      | 4.43% <sup>(i)</sup>                      | 7/10/2050     | 574                    |    | 472,840                |
| Commercial Mortgage Pass-Through Certificates 2016-COR1 AM                    | 3.494%                                    | 10/10/2049    | 299                    |    | 329,647                |
| Credit Suisse Mortgage Capital Certificates 2020-AFC1 A1 <sup>+</sup>         | 2.24% <sup>(i)</sup>                      | 2/25/2050     | 672                    |    | 683,755                |
| Credit Suisse Mortgage Capital Certificates 2020-SPT1 A1 <sup>+</sup>         | 1.70%                                     | 4/25/2065     | 1,311                  |    | 1,318,841              |
| CSAIL Commercial Mortgage Trust 2015-C2 C                                     | 4.19% <sup>(i)</sup>                      | 6/15/2057     | 700                    |    | 585,872                |
| CSAIL Commercial Mortgage Trust 2019-C18 AS                                   | 3.321%                                    | 12/15/2052    | 709                    |    | 783,926                |
| CSMC Series 2019-UVIL A <sup>+</sup>  | 3.16%                                     | 12/15/2041    | 2,183                  |    | 2,211,460              |
| DBWF Mortgage Trust 2018-GLKS A <sup>+</sup>                                  | 1.182%                                    |               |                        |    |                        |
|   | (1 Mo. LIBOR + 1.03%) <sup>#</sup>        | 12/19/2030    | 1,008                  |    | 998,768                |
| Deephaven Residential Mortgage Trust 2019-3A A1 <sup>+</sup>                  | 2.964% <sup>(i)</sup>                     | 7/25/2059     | 785                    |    | 794,406                |
| Deephaven Residential Mortgage Trust 2019-4A A1 <sup>+</sup>                  | 2.791% <sup>(i)</sup>                     | 10/25/2059    | 504                    |    | 513,551                |
| Deephaven Residential Mortgage Trust 2020-1 A1 <sup>+</sup>                   | 2.339% <sup>(i)</sup>                     | 1/25/2060     | 405                    |    | 410,838                |
| GCAT Trust 2020-NQM1 A1 <sup>+</sup>  | 2.247%                                    | 1/25/2060     | 310                    |    | 318,046                |
| Great Wolf Trust 2019-WOLF A <sup>+</sup>                                     | 1.193%                                    |               |                        |    |                        |
|   | (1 Mo. LIBOR + 1.03%) <sup>#</sup>        | 12/15/2036    | 3,216                  |    | 3,152,380              |
| GS Mortgage Securities Corp. Trust 2018-RIVR A <sup>+</sup>                   | 1.109% (1 Mo. LIBOR + .95%) <sup>#</sup>  | 7/15/2035     | 682                    |    | 656,406                |
| GS Mortgage Securities Trust 2015-GC32 C                                      | 4.422% <sup>(i)</sup>                     | 7/10/2048     | 195                    |    | 206,746                |
| GS Mortgage Securities Trust 2020-GSA2 C                                      | 2.989%                                    | 12/12/2053    | 940                    |    | 949,502                |
| Hudsons Bay Simon JV Trust 2015-HB7 B7 <sup>+</sup>                           | 4.666%                                    | 8/5/2034      | 668                    |    | 555,500                |
| Hudsons Bay Simon JV Trust 2015-HB7 D7 <sup>+</sup>                           | 5.159% <sup>(i)</sup>                     | 8/5/2034      | 629                    |    | 420,083                |
| JPMorgan Chase Commercial Mortgage Securities Trust 2015-C30 C                | 4.268% <sup>(i)</sup>                     | 7/15/2048     | 374                    |    | 381,205                |
| JPMorgan Chase Commercial Mortgage Securities Trust 2016-WIKI D <sup>+</sup>  | 4.009% <sup>(i)</sup>                     | 10/5/2031     | 450                    |    | 434,243                |
| JPMorgan Chase Commercial Mortgage Securities Trust 2018-LAQ A <sup>+</sup>   | 1.159% (1 Mo. LIBOR + 1.00%) <sup>#</sup> | 6/15/2032     | 976                    |    | 963,859                |
| JPMorgan Chase Commercial Mortgage Securities Trust 2018-LAQ B <sup>+</sup>   | 1.459% (1 Mo. LIBOR + 1.30%) <sup>#</sup> | 6/15/2032     | 995                    |    | 973,615                |
| JPMorgan Chase Commercial Mortgage Securities Trust 2018-MINN <sup>+</sup>    | 2.02% (1 Mo. LIBOR + 1.02%) <sup>#</sup>  | 11/15/2035    | 542                    |    | 525,206                |
| JPMorgan Chase Commercial Mortgage Securities Trust 2018-WPT AFL <sup>+</sup> | 1.103% (1 Mo. LIBOR + .95%) <sup>#</sup>  | 7/5/2033      | 365                    |    | 359,827                |

See Notes to Financial Statements.

# Schedule of Investments (continued)

December 31, 2020

| Investments   | Interest Rate                                | Maturity Date | Principal Amount (000) | Fair Value             |
|---|--|---------------|------------------------|------------------------|
| <b>NON-AGENCY COMMERCIAL MORTGAGE-BACKED SECURITIES (continued)</b>               |  |               |                        |                        |
| JPMorgan Chase Commercial Mortgage Securities Trust 2018-WPT BFL <sup>†</sup>     | 1.403% (1 Mo. LIBOR + 1.25%) <sup>#</sup>    | 7/5/2033      | \$ 1,130               | \$ 1,110,535           |
| JPMorgan Chase Commercial Mortgage Securities Trust 2018-WPT BFX <sup>†</sup>     | 4.549%                                       | 7/5/2033      | 340                    | 354,838                |
| JPMorgan Chase Commercial Mortgage Securities Trust 2018-WPT CFX <sup>†</sup>     | 4.95%  | 7/5/2033      | 453                    | 469,744                |
| Merrill Lynch Mortgage Investors Trust 2006-AF2 AF1                               | 6.25%  | 10/25/2036    | 10                     | 6,992                  |
| Morgan Stanley Bank of America Merrill Lynch Trust 2012-CKSV A2 IO                | 0.565% <sup>#(i)</sup>                       | 7/15/2050     | 15,174                 | 335,039                |
| New Residential Mortgage Loan Trust 2019-NQM3 A1 <sup>†</sup>                     | 2.802% <sup>#(i)</sup>                       | 7/25/2049     | 666                    | 674,733                |
| New Residential Mortgage Loan Trust 2020-NQM1 A1 <sup>†</sup>                     | 2.464% <sup>#(i)</sup>                       | 1/26/2060     | 265                    | 271,279                |
| One New York Plaza Trust 2020-1NYP B <sup>†</sup>                                 | 1.659%<br>(1 Mo. LIBOR + 1.50%) <sup>#</sup> | 1/15/2026     | 1,660                  | 1,666,837              |
| PFP Ltd. 2019-6 A <sup>†</sup>  | 1.203% (1 Mo. LIBOR + 1.05%) <sup>#</sup>    | 4/14/2037     | 749                    | 740,593                |
| ReadyCap Commercial Mortgage Trust 2019-6 A <sup>†</sup>                          | 2.833%                                       | 10/25/2052    | 528                    | 539,936                |
| Residential Mortgage Loan Trust 2020-1 A1 <sup>†</sup>                            | 2.376% <sup>#(i)</sup>                       | 2/25/2024     | 195                    | 199,544                |
| Starwood Mortgage Residential Trust 2020-1 A1 <sup>†</sup>                        | 2.275% <sup>#(i)</sup>                       | 2/25/2050     | 393                    | 402,431                |
| Starwood Mortgage Residential Trust 2020-3 A1 <sup>†</sup>                        | 1.486% <sup>#(i)</sup>                       | 4/25/2065     | 1,715                  | 1,728,665              |
| Structured Asset Securities Corp. 2006-3H 1A2                                     | 5.75%  | 12/25/2035    | 5                      | 5,346 <sup>(b)</sup>   |
| UBS-BAMLL Trust 2012-WRM E <sup>†</sup>   | 4.238% <sup>#(i)</sup>                       | 6/10/2030     | 595                    | 247,920                |
| UBS-Barclays Commercial Mortgage Trust 2012-C3 B <sup>†</sup>                     | 4.365% <sup>#(i)</sup>                       | 8/10/2049     | 200                    | 207,278                |
| Verus Securitization Trust 2020-1 A1 <sup>†</sup>                                 | 2.417%                                       | 1/25/2060     | 926                    | 944,617                |
| Verus Securitization Trust 2020-5 A1 <sup>†</sup>                                 | 1.218%                                       | 5/25/2065     | 1,534                  | 1,539,133              |
| Vista Point Securitization Trust 2020-2 A1 <sup>†</sup>                           | 1.475% <sup>#(i)</sup>                       | 4/25/2065     | 996                    | 1,002,479              |
| Wells Fargo Commercial Mortgage Trust 2013-LC12 D <sup>†</sup>                    | 4.275% <sup>#(i)</sup>                       | 7/15/2046     | 364                    | 173,039                |
| Wells Fargo Commercial Mortgage Trust 2015-C28 D                                  | 4.094% <sup>#(i)</sup>                       | 5/15/2048     | 1,489                  | 1,442,627              |
| Wells Fargo Commercial Mortgage Trust 2016-C35 C                                  | 4.176% <sup>#(i)</sup>                       | 7/15/2048     | 213                    | 210,400                |
| Wells Fargo Commercial Mortgage Trust 2016-NXS5 E <sup>†</sup>                    | 4.992% <sup>#(i)</sup>                       | 1/15/2059     | 434                    | 387,538 <sup>(b)</sup> |
| Wells Fargo Commercial Mortgage Trust 2017-C41 AS                                 | 3.785% <sup>#(i)</sup>                       | 11/15/2050    | 1,630                  | 1,760,349              |
| <i>Total Non-Agency Commercial Mortgage-Backed Securities (cost \$46,339,444)</i> |  |               |                        | <u>46,253,557</u>      |

# Schedule of Investments (continued)

December 31, 2020

| Investments   | Interest Rate | Maturity Date | Principal Amount (000) | Fair Value         |
|---|---------------|---------------|------------------------|--------------------|
| <b>U.S. TREASURY OBLIGATIONS 26.17%</b>                     |               |               |                        |                    |
| U.S. Treasury Bill  | Zero Coupon   | 2/4/2021      | \$ 51,050              | \$ 51,048,022      |
| U.S. Treasury Bond  | 1.125%        | 5/15/2040     | 2,468                  | 2,340,744          |
| U.S. Treasury Bond  | 1.625%        | 11/15/2050    | 7,501                  | 7,458,221          |
| U.S. Treasury Bond  | 2.375%        | 11/15/2049    | 1,271                  | 1,490,397          |
| U.S. Treasury Bond  | 3.625%        | 8/15/2043     | 1,780                  | 2,510,217          |
| U.S. Treasury Note  | 0.125%        | 9/30/2022     | 8,695                  | 8,695,679          |
| U.S. Treasury Note  | 0.125%        | 12/15/2023    | 37,153                 | 37,108,010         |
| U.S. Treasury Note  | 0.25%         | 10/31/2025    | 21,434                 | 21,339,389         |
| U.S. Treasury Note  | 2.50%         | 1/31/2021     | 46,842                 | 46,923,396         |
| <i>Total U.S. Treasury Obligations (cost \$178,682,879)</i> |               |               |                        | <u>178,914,075</u> |
| <i>Total Long-Term Investments (cost \$776,227,951)</i>     |               |               |                        | <u>797,373,829</u> |

## SHORT-TERM INVESTMENT 5.18%

### REPURCHASE AGREEMENT

Repurchase Agreement dated 12/31/2020,  
0.00% due 1/4/2021 with Fixed Income  
Clearing Corp. collateralized by \$36,117,600  
of U.S. Treasury Note at 0.125% due 12/31/2022;  
value: \$36,117,600; proceeds: \$35,409,356  
(cost \$35,409,356)

35,409 35,409,356

*Total Investments in Securities 121.83% (cost \$811,637,307)*

832,783,185

*Liabilities in Excess of Cash and Other Assets<sup>(k)</sup> (21.83%)*

(149,199,123)

*Net Assets 100.00%*

\$ 683,584,062

CAD Canadian dollar.

JPY Japanese yen.

CMT Constant Maturity Rate.

IO Interest Only.

LIBOR London Interbank Offered Rate.

PIK Payment-in-kind.

SOFR Secured Over Night Financing Rate.

<sup>†</sup> Security was purchased pursuant to Rule 144A under the Securities Act of 1933 and, unless registered under such Act or exempted from registration, may only be resold to qualified institutional buyers. At December 31, 2020, the total value of Rule 144A securities was \$221,475,362, which represents 32.40% of net assets.

<sup>#</sup> Variable rate security. The interest rate represents the rate in effect at December 31, 2020.

(a) Investment in non-U.S. dollar denominated securities.

(b) Level 3 Investment as described in Note 2(m) in the Notes to Financials. Security valued utilizing third party pricing information without adjustment. Such valuations are based on unobservable inputs. A significant change in third party information could result in a significantly lower or higher value of such Level 3 investments.

(c) Foreign security traded in U.S. dollars.

(d) Security is perpetual in nature and has no stated maturity.

(e) Securities purchased on a when-issued basis (See Note 2(j)).

(f) Defaulted (non-income producing security).

(g) Floating Rate Loans in which the Fund invests generally pay interest at rates which are periodically re-determined at a margin above the London Interbank Offered Rate ("LIBOR") or the prime rate offered by major U.S. banks. The rate(s) shown is the rate(s) in effect at December 31, 2020.

# Schedule of Investments (continued)

December 31, 2020

- (h) Interest rate to be determined.
- (i) Interest rate is based on the weighted average interest rates of the underlying mortgages within the mortgage pool.
- (j) To-be-announced ("TBA"). Security purchased on a forward commitment basis with an approximate principal and maturity date. Actual principal and maturity will be determined upon settlement when the specific mortgage pools are assigned.
- (k) Liabilities in Excess of Cash and Other Assets include net unrealized appreciation/depreciation on forward foreign currency exchange contracts and futures contracts as follows:

## Open Forward Foreign Currency Exchange Contracts at December 31, 2020:

| Forward Foreign Currency Exchange Contracts                            | Transaction Type | Counterparty                | Expiration Date | Foreign Currency | U.S. \$ Cost on Origination Date | U.S. \$ Current Value | Unrealized Depreciation |
|--|------------------|-----------------------------|-----------------|------------------|----------------------------------|-----------------------|-------------------------|
| Canadian dollar  | Sell             | State Street Bank and Trust | 3/15/2021       | 490,000          | \$ 384,237                       | \$ 385,024            | \$ (787)                |
| Japanese yen   | Sell             | State Street Bank and Trust | 2/22/2021       | 1,400,000,000    | 13,387,739                       | 13,566,156            | (178,417)               |
| Unrealized Depreciation on Forward Foreign Currency Exchange Contracts |                  |                             |                 |                  |                                  |                       | <u>\$(179,204)</u>      |

## Open Futures Contracts at December 31, 2020:

| Type  | Expiration | Contracts | Position | Notional Amount | Notional Value | Unrealized Appreciation |
|---|------------|-----------|----------|-----------------|----------------|-------------------------|
| U.S. 10-Year Ultra Treasury Note                        | March 2021 | 214       | Short    | \$(33,573,985)  | \$(33,460,906) | \$ 113,079              |
| U.S. 2-Year Treasury Note                               | March 2021 | 108       | Long     | 23,852,720      | 23,865,469     | 12,749                  |
| U.S. 5-Year Treasury Note                               | March 2021 | 361       | Long     | 45,450,234      | 45,545,227     | 94,993                  |
| Total Unrealized Appreciation on Open Futures Contracts |            |           |          |                 |                | <u>\$220,821</u>        |
| Type  | Expiration | Contracts | Position | Notional Amount | Notional Value | Unrealized Depreciation |
| U.S. 10-Year Treasury Note                              | March 2021 | 149       | Short    | \$(20,515,181)  | \$(20,573,641) | \$ (58,460)             |
| U.S. Long Bond  | March 2021 | 170       | Long     | 29,634,081      | 29,441,875     | (192,206)               |
| U.S. Ultra Treasury Bond                                | March 2021 | 222       | Long     | 47,453,756      | 47,410,875     | (42,881)                |
| Total Unrealized Depreciation on Open Futures Contracts |            |           |          |                 |                | <u>\$ (293,547)</u>     |

# Schedule of Investments (concluded)

December 31, 2020

The following is a summary of the inputs used as of December 31, 2020 in valuing the Fund's investments carried at fair value<sup>(1)</sup>:

| Investment Type <sup>(2)</sup>              | Level 1            | Level 2               | Level 3             | Total                 |
|---|--------------------|-----------------------|---------------------|-----------------------|
| <b>Long-Term Investments</b>                |                    |                       |                     |                       |
| Asset-Backed Securities                     |                    |                       |                     |                       |
| Other                                       | \$ -               | \$ 51,674,239         | \$ 1,520,649        | \$ 53,194,888         |
| Remaining Industries                        | -                  | 37,476,788            | -                   | 37,476,788            |
| Corporate Bonds                             | -                  | 265,556,184           | -                   | 265,556,184           |
| Floating Rate Loans                         | -                  | 3,369,793             | -                   | 3,369,793             |
| Foreign Government Obligations              | -                  | 40,388,659            | -                   | 40,388,659            |
| Government Sponsored Enterprises            |                    |                       |                     |                       |
| Collateralized Mortgage Obligations         | -                  | 1,111,656             | -                   | 1,111,656             |
| Government Sponsored Enterprises            |                    |                       |                     |                       |
| Pass-Throughs                               | -                  | 165,674,701           | -                   | 165,674,701           |
| Municipal Bonds                             | -                  | 5,433,528             | -                   | 5,433,528             |
| Non-Agency Commercial                       |                    |                       |                     |                       |
| Mortgage-Backed Securities                  | -                  | 45,458,857            | 794,700             | 46,253,557            |
| U.S. Treasury Obligations                   | -                  | 178,914,075           | -                   | 178,914,075           |
| <b>Short-Term Investment</b>                |                    |                       |                     |                       |
| Repurchase Agreement                        | -                  | 35,409,356            | -                   | 35,409,356            |
| <b>Total</b>                                | <b>\$ -</b>        | <b>\$ 830,467,836</b> | <b>\$ 2,315,349</b> | <b>\$ 832,783,185</b> |
| <b>Other Financial Instruments</b>          |                    |                       |                     |                       |
| Forward Foreign Currency Exchange Contracts |                    |                       |                     |                       |
| Assets                                      | \$ -               | \$ -                  | \$ -                | \$ -                  |
| Liabilities                                 | -                  | (179,204)             | -                   | (179,204)             |
| Futures Contracts                           |                    |                       |                     |                       |
| Assets                                      | 220,821            | -                     | -                   | 220,821               |
| Liabilities                                 | (293,547)          | -                     | -                   | (293,547)             |
| <b>Total</b>                                | <b>\$ (72,726)</b> | <b>\$ (179,204)</b>   | <b>\$ -</b>         | <b>\$ (251,930)</b>   |

<sup>(1)</sup> Refer to Note 2(n) for a description of fair value measurements and the three-tier hierarchy of inputs.

<sup>(2)</sup> See Schedule of Investments for fair values in each industry and identification of foreign issuers and/or geography. The table above is presented by Investment Type. Industries are presented within an Investment Type should such Investment Type include securities classified as two or more levels within the three-tier fair value hierarchy. Each level 3 security is identified on the Schedule of Investments along with the valuation technique utilized.

A reconciliation of Level 3 investments is presented when the Fund has a material amount of Level 3 investments at the beginning or end of the year in relation to the Fund's net assets. Management has determined not to provide a reconciliation as the balance of Level 3 investments was not considered to be material to the Fund's net assets at the beginning or end of the year.

# Statement of Assets and Liabilities

December 31, 2020

## ASSETS:

|   |                    |
|---|--------------------|
| Investments in securities, at fair value (cost \$811,637,307) | \$832,783,185      |
| Cash  | 295,984            |
| Deposits with brokers for futures collateral                  | 2,408,831          |
| Receivables:  |                    |
| Interest and dividends  | 4,431,216          |
| Capital shares sold   | 1,826,800          |
| Investment securities sold                                    | 316,547            |
| Variation margin for futures contracts                        | 187,376            |
| Prepaid expenses and other assets                             | 5,461              |
| <b>Total assets</b>   | <b>842,255,400</b> |

## LIABILITIES:

|  |                      |
|--|----------------------|
| Payables:  |                      |
| Investment securities purchased  | 157,699,010          |
| Management fee   | 160,038              |
| Capital shares reacquired  | 73,079               |
| Directors' fees  | 54,979               |
| Fund administration  | 22,863               |
| Unrealized depreciation on forward foreign currency exchange contracts | 179,204              |
| Distributions payable  | 5,201                |
| Accrued expenses   | 476,964              |
| <b>Total liabilities</b>   | <b>158,671,338</b>   |
| Commitments and contingent liabilities                                 |                      |
| <b>NET ASSETS</b>  | <b>\$683,584,062</b> |

## COMPOSITION OF NET ASSETS:

|  |                      |
|--|----------------------|
| Paid-in capital  | \$664,422,152        |
| Total distributable earnings (loss)  | 19,161,910           |
| <b>Net Assets</b>  | <b>\$683,584,062</b> |
| Outstanding shares (130 million shares of common stock authorized,<br>\$ .001 par value)               | 39,413,066           |
| Net asset value, offering and redemption price per share<br>(Net assets divided by outstanding shares) | \$17.34              |



# Statement of Operations

For the Year Ended December 31, 2020

## Investment income:

|  |                   |
|--|-------------------|
| Interest and other                                   | \$17,917,759      |
| Interest earned from Interfund Lending (See Note 11) | 121               |
| <b>Total investment income</b>                       | <b>17,917,880</b> |

## Expenses:

|  |           |
|--|-----------|
| Management fee                                   | 1,814,134 |
| Non 12b-1 service fees                           | 1,620,709 |
| Shareholder servicing                            | 686,772   |
| Fund administration                              | 259,162   |
| Professional                                     | 58,731    |
| Reports to shareholders                          | 36,435    |
| Custody  | 23,880    |
| Directors' fees                                  | 22,894    |
| Other  | 118,032   |
| Gross expenses                                   | 4,640,749 |
| Expense reductions (See Note 9)                  | (5,018)   |
| Fees waived and expenses reimbursed (See Note 3) | (23,880)  |

|                     |                  |
|---------------------|------------------|
| <b>Net expenses</b> | <b>4,611,851</b> |
|---------------------|------------------|

|                              |                   |
|------------------------------|-------------------|
| <b>Net investment income</b> | <b>13,306,029</b> |
|------------------------------|-------------------|

## Net realized and unrealized gain (loss):

|   |            |
|---|------------|
| Net realized gain (loss) on investments   | 19,095,310 |
| Net realized gain (loss) on futures contracts   | 3,737,064  |
| Net realized gain (loss) on forward foreign currency exchange contracts   | 183,987    |
| Net realized gain (loss) on swap contracts  | 432,173    |
| Net realized gain (loss) on foreign currency related transactions   | 96,913     |
| Net change in unrealized appreciation/depreciation on investments   | 8,570,946  |
| Net change in unrealized appreciation/depreciation on futures contracts   | 642,198    |
| Net change in unrealized appreciation/depreciation on forward foreign currency exchange contracts                             | (624,426)  |
| Net change in unrealized appreciation/depreciation on swap contracts  | (352,292)  |
| Net change in unrealized appreciation/depreciation on translation of assets and liabilities denominated in foreign currencies | (282)      |

|  |                   |
|--|-------------------|
| <b>Net realized and unrealized gain (loss)</b> | <b>31,781,591</b> |
|--|-------------------|

|   |                     |
|---|---------------------|
| <b>Net Increase in Net Assets Resulting From Operations</b> | <b>\$45,087,620</b> |
|---|---------------------|

# Statements of Changes in Net Assets

| INCREASE (DECREASE) IN NET ASSETS   | For the Year Ended<br>December 31, 2020 | For the Year Ended<br>December 31, 2019 |
|---|---|---|
| <b>Operations:</b>  |   |   |
| Net investment income   | \$ 13,306,029                           | \$ 15,047,257                           |
| Net realized gain (loss) on investments, futures contracts,<br>forward foreign currency exchange contracts, swaps and<br>foreign currency related transactions  | 23,545,447                              | 14,799,552                              |
| Net change in unrealized appreciation/depreciation on<br>investments, futures contracts, forward foreign currency<br>exchange contracts, swaps and translation of assets and<br>liabilities denominated in foreign currencies | 8,236,144                               | 17,166,668                              |
| <b>Net increase in net assets resulting from operations</b>   | <b>45,087,620</b>                       | <b>47,013,477</b>                       |
| <b>Distributions to shareholders:</b>   | <b>(28,123,182)</b>                     | <b>(16,860,320)</b>                     |
| <b>Capital share transactions (See Note 15):</b>  |   |   |
| Proceeds from sales of shares   | 141,127,523                             | 115,632,038                             |
| Reinvestment of distributions   | 28,123,182                              | 16,860,320                              |
| Cost of shares reacquired   | (154,100,406)                           | (72,786,463)                            |
| <b>Net increase in net assets resulting from capital<br/>share transactions</b>   | <b>15,150,299</b>                       | <b>59,705,895</b>                       |
| <b>Net increase in net assets</b>   | <b>32,114,737</b>                       | <b>89,859,052</b>                       |
| <b>NET ASSETS:</b>  |   |   |
| Beginning of year   | \$ 651,469,325                          | \$561,610,273                           |
| <b>End of year</b>  | <b>\$ 683,584,062</b>                   | <b>\$651,469,325</b>                    |

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# Financial Highlights

## Per Share Operating Performance:

|            | Investment Operations:               |                                      |   |                                  | Distributions to shareholders from: |                   |                     |
|------------|--------------------------------------|--------------------------------------|---|----------------------------------|-------------------------------------|-------------------|---------------------|
|            | Net asset value, beginning of period | Net investment income <sup>(a)</sup> | Net realized and unrealized gain (loss) | Total from investment operations | Net investment income               | Net realized gain | Total distributions |
| 12/31/2020 | \$16.85                              | \$0.36                               | \$0.88                                  | \$1.24                           | \$(0.42)                            | \$(0.33)          | \$(0.75)            |
| 12/31/2019 | 15.96                                | 0.42                                 | 0.92                                    | 1.34                             | (0.45)                              | –                 | (0.45)              |
| 12/31/2018 | 16.65                                | 0.44                                 | (0.60)                                  | (0.16)                           | (0.53)                              | –                 | (0.53)              |
| 12/31/2017 | 16.42                                | 0.36                                 | 0.27                                    | 0.63                             | (0.40)                              | –                 | (0.40)              |
| 12/31/2016 | 16.25                                | 0.36                                 | 0.31                                    | 0.67                             | (0.44)                              | (0.06)            | (0.50)              |

<sup>(a)</sup> Calculated using average shares outstanding during the period.

<sup>(b)</sup> Total return does not consider the effects of sales charges or other expenses imposed by an insurance company and assumes the reinvestment of all distributions.

| Ratios to Average Net Assets:              |                                       |  |                          |                                    | Supplemental Data:                          |                                      |
|--|---------------------------------------|--|--------------------------|------------------------------------|---|--------------------------------------|
| Net<br>asset<br>value,<br>end of<br>period | Total<br>return <sup>(b)</sup><br>(%) | Total<br>expenses<br>after<br>waivers<br>and/or reim-<br>bursements<br>(%) | Total<br>expenses<br>(%) | Net<br>investment<br>income<br>(%) | Net<br>assets,<br>end of<br>period<br>(000) | Portfolio<br>turnover<br>rate<br>(%) |
| \$17.34                                    | 7.43                                  | 0.71   | 0.72                     | 2.05                               | \$683,584                                   | 541                                  |
| 16.85                                      | 8.41                                  | 0.71   | 0.78                     | 2.50                               | 651,469                                     | 715                                  |
| 15.96                                      | (1.03)                                | 0.67   | 0.89                     | 2.70                               | 561,610                                     | 611                                  |
| 16.65                                      | 3.86                                  | 0.64   | 0.88                     | 2.16                               | 554,378                                     | 452                                  |
| 16.42                                      | 4.26                                  | 0.64   | 0.89                     | 2.16                               | 447,115                                     | 443                                  |

# Notes to Financial Statements

## 1. ORGANIZATION

Lord Abbett Series Fund, Inc. (the "Company") is registered under the Investment Company Act of 1940, as amended (the "Act"), as a diversified, open-end management investment company and was incorporated under Maryland law in 1989. The Company consists of nine separate portfolios as of December 31, 2020. This report covers Total Return Portfolio (the "Fund").

The Fund's investment objective is to seek income and capital appreciation to produce a high total return. The Fund has Variable Contract class shares ("Class VC Shares"), which are currently issued and redeemed only in connection with investments in, and payments under, variable annuity contracts and variable life insurance policies issued by life insurance and insurance-related companies.

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America ("U.S. GAAP") requires management to make certain 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. The Fund is considered an investment company under U.S. GAAP and follows the accounting and reporting guidance applicable to investment companies.

## 2. SIGNIFICANT ACCOUNTING POLICIES

(a) **Investment Valuation**—Under procedures approved by the Fund's Board of Directors (the "Board"), Lord, Abbett & Co. LLC ("Lord Abbett"), the Fund's investment manager, has formed a Pricing Committee to administer the pricing and valuation of portfolio investments and to ensure that prices utilized reasonably reflect fair value. Among other things, these procedures allow the Fund to utilize independent pricing services, quotations from securities and financial instrument dealers and other market sources to determine fair value.

Securities actively traded on any recognized U.S. or non-U.S. exchange or on The NASDAQ Stock Market LLC are valued at the last sale price or official closing price on the exchange or system on which they are principally traded. Events occurring after the close of trading on non-U.S. exchanges may result in adjustments to the valuation of foreign securities to reflect their fair value as of the close of regular trading on the New York Stock Exchange. The Fund may utilize an independent fair valuation service in adjusting the valuations of foreign securities. Unlisted equity securities are valued at the last quoted sale price or, if no sale price is available, at the mean between the most recently quoted bid and asked prices. Exchange traded options and futures contracts are valued at the last quoted sale price in the market where they are principally traded. If no sale has occurred, the mean between the most recently quoted bid and asked prices is used. Fixed income securities are valued based on evaluated prices supplied by independent pricing services, which reflect broker/dealer supplied valuations and the independent pricing services' own electronic data processing techniques. Exchange traded options and futures contracts are valued at the last quoted sale price in the market where they are principally traded. If no sale has occurred, the mean between the most recently quoted bid and asked prices is used.

Securities for which prices are not readily available are valued at fair value as determined by the Pricing Committee. The Pricing Committee considers a number of factors, including observable and unobservable inputs, when arriving at fair value. The Pricing Committee may use related or comparable assets or liabilities, recent transactions, market multiples, book values, yield curves, broker quotes, observable trading activity, option adjusted spread models

## Notes to Financial Statements (continued)

and other relevant information to determine the fair value of portfolio investments. The Board or a designated committee thereof regularly reviews fair value determinations made by the Pricing Committee and may employ techniques such as reviewing related market activity, reviewing inputs and assumptions, and retrospectively comparing prices of subsequent purchases and sales transactions to fair value determinations made by the Pricing Committee.

Short-term securities with 60 days or less remaining to maturity are valued using the amortized cost method, which approximates fair value.

- (b) **Security Transactions**—Security transactions are recorded as of the date that the securities are purchased or sold (trade date). Realized gains and losses on sales of portfolio securities are calculated using the identified-cost method.
- (c) **Investment Income**—Dividend income is recorded on the ex-dividend date. Interest income is recorded on the accrual basis as earned. Discounts are accreted and premiums are amortized using the effective interest method and are included in Interest and other on the Statement of Operations. Withholding taxes on foreign dividends have been provided for in accordance with the applicable country's tax rules and rates.
- (d) **Income Taxes**—It is the policy of the Fund to meet the requirements of Subchapter M of the Internal Revenue Code applicable to regulated investment companies and to distribute substantially all taxable income and capital gains to its shareholders. Therefore, no income tax provision is required.

The Fund files U.S. federal and various state and local tax returns. No income tax returns are currently under examination. The statute of limitations on the Fund's filed U.S. federal tax returns remains open for the fiscal years ended December 31, 2017 through December 31, 2020. The statutes of limitations on the Company's state and local tax returns may remain open for an additional year depending upon the jurisdiction.

- (e) **Expenses**—Expenses incurred by the Company that do not specifically relate to an individual fund are generally allocated to the funds within the Company on a pro rata basis by relative net assets.
- (f) **Foreign Transactions**—The books and records of the Fund are maintained in U.S. dollars and transactions denominated in foreign currencies are recorded in the Fund's records at the rate prevailing when earned or recorded. Asset and liability accounts that are denominated in foreign currencies are adjusted daily to reflect current exchange rates and any unrealized gain (loss), if applicable, is included in Net change in unrealized appreciation/depreciation on translation of assets and liabilities denominated in foreign currencies in the Fund's Statement of Operations. The resultant exchange gains and losses upon settlement of such transactions are included in Net realized gain (loss), if applicable, on foreign currency related transactions in the Fund's Statement of Operations. The Fund does not isolate that portion of the results of operations arising as a result of changes in the foreign exchange rates from the changes in market prices of the securities.

The Fund uses foreign currency exchange contracts to facilitate transactions in foreign denominated securities. Losses from these transactions may arise from changes in the value of the foreign currency or if the counterparties do not perform under the contracts' terms.

- (g) **Forward Foreign Currency Exchange Contracts**—The Fund may enter into forward foreign currency exchange contracts in order to reduce exposure to changes in foreign currency

## Notes to Financial Statements (continued)

exchange rates on foreign portfolio holdings, or gain or reduce exposure to foreign currency solely for investment purposes. A forward foreign currency exchange contract is a commitment to purchase or sell a foreign currency at a future date at a negotiated rate. The contracts are valued daily at forward exchange rates and any unrealized gain (loss) is included in Net change in unrealized appreciation/depreciation on forward foreign currency exchange contracts on the Fund's Statement of Operations. The gain (loss) arising from the difference between the U.S. dollar cost of the original contract and the value of the foreign currency in U.S. dollars upon closing of such contracts is included in Net realized gain (loss) on forward foreign currency exchange contracts on the Fund's Statement of Operations.

- (h) **Futures Contracts**—The Fund may purchase and sell futures contracts to enhance returns, to attempt to economically hedge some of its investment risk, or as a substitute position in lieu of holding the underlying asset on which the instrument is based. At the time of entering into a futures transaction, an investor is required to deposit and maintain a specified amount of cash or eligible securities called "initial margin." Subsequent payments made or received by the Fund called "variation margin" are made on a daily basis as the market price of the futures contract fluctuates. The Fund will record an unrealized gain (loss) based on the amount of variation margin. When a contract is closed, a realized gain (loss) is recorded equal to the difference between the opening and closing value of the contract.
- (i) **Repurchase Agreements**—The Fund may enter into repurchase agreements with respect to securities. A repurchase agreement is a transaction in which a fund acquires a security and simultaneously commits to resell that security to the seller (a bank or securities dealer) at an agreed-upon price on an agreed-upon date. The Fund requires at all times that the repurchase agreement be collateralized by cash, or by securities of the U.S. Government, its agencies, its instrumentalities, or U.S. Government sponsored enterprises having a value equal to, or in excess of, the value of the repurchase agreement (including accrued interest). If the seller of the agreement defaults on its obligation to repurchase the underlying securities at a time when the fair value of these securities has declined, the Fund may incur a loss upon disposition of the securities.
- (j) **When-Issued, Forward Transactions or To-Be-Announced ("TBA") Transactions**—The Fund may purchase portfolio securities on a when-issued or forward basis. When-issued, forward transactions or TBA transactions involve a commitment by a fund to purchase securities, with payment and delivery ("settlement") to take place in the future, in order to secure what is considered to be an advantageous price or yield at the time of entering into the transaction. During the period between purchase and settlement, the fair value of the securities will fluctuate and assets consisting of cash and/or marketable securities (normally short-term U.S. Government or U.S. Government sponsored enterprise securities) marked to market daily in an amount sufficient to make payment at settlement will be segregated at the Fund's custodian in order to pay for the commitment. At the time the Fund makes the commitment to purchase a security on a when-issued basis, it will record the transaction and reflect the liability for the purchase and fair value of the security in determining its net asset value ("NAV"). The Fund, generally, has the ability to close out a purchase obligation on or before the settlement date rather than take delivery of the security. Under no circumstances will settlement for such securities take place more than 120 days after the purchase date.
- (k) **Mortgage Dollar Rolls**—The Fund may enter into mortgage dollar rolls in which a fund sells mortgage-backed securities for delivery in the current month and simultaneously contracts



## Notes to Financial Statements (continued)

with the same counterparty to repurchase similar (same type, coupon and maturity) but not identical securities on a specified future date. During the roll period, the Fund loses the right to receive principal (including prepayments of principal) and interest paid on the securities sold.

- (l) **Interest Rate Swaps**—The Fund may enter into interest rate swap agreements. Pursuant to interest rate swap agreements, the Fund either makes floating-rate payments to the counterparty (or Central counterparty clearing house ("CCP") in the case of centrally cleared swaps) based on a benchmark interest rate in exchange for fixed-rate payments or the Fund makes fixed-rate payments to the counterparty (or CCP in the case of a centrally cleared swap) in exchange for payments on a floating benchmark interest rate. Payments received or made, including amortization of upfront payments/receipts, are recorded as realized gains or losses. During the term of the outstanding swap agreement, changes in the underlying value of the swap are recorded as unrealized gains or losses. For centrally cleared swaps, the daily change in valuation is recorded as a receivable or payable for variation margin and settled in cash with the CCP daily. The value of the swap is determined by changes in the relationship between two rates of interest. The Fund is exposed to credit loss in the event of non-performance by the swap counterparty. In the case of centrally cleared swaps, counterparty risk is minimal due to protections provided by the CCP. Risk may also arise from movements in interest rates.
- (m) **Floating Rate Loans**—The Fund may invest in floating rate loans, which usually take the form of loan participations and assignments. Loan participations and assignments are agreements to make money available to U.S. or foreign corporations, partnerships or other business entities (the "Borrower") in a specified amount, at a specified rate and within a specified time. A loan is typically originated, negotiated and structured by a U.S. or foreign bank, insurance company or other financial institution (the "Agent") for a group of loan investors ("Loan Investors"). The Agent typically administers and enforces the loan on behalf of the other Loan Investors in the syndicate and may hold any collateral on behalf of the Loan Investors. Such loan participations and assignments are typically senior, secured and collateralized in nature. The Fund records an investment when the Borrower withdraws money and records interest as earned. These loans pay interest at rates which are periodically reset by reference to a base lending rate plus a spread. These base lending rates are generally the prime rate offered by a designated U.S. bank or London InterBank Offered Rate ("LIBOR").

The loans in which the Fund invests may be subject to some restrictions on resale. For example, the Fund may be contractually obligated to receive approval from the Agent and/or Borrower prior to the sale of these investments. The Fund generally has no right to enforce compliance with the terms of the loan agreement with the Borrower. As a result, the Fund assumes the credit risk of the Borrower, the selling participant and any other persons interpositioned between the Fund and the Borrower ("Intermediate Participants"). In the event that the Borrower, selling participant or Intermediate Participants become insolvent or enter into bankruptcy, the Fund may incur certain costs and delays in realizing payment or may suffer a loss of principal and/or interest.

- (n) **Fair Value Measurements**—Fair value is defined as the price that the Fund would receive upon selling an investment or transferring a liability in an orderly transaction to an independent buyer in the principal or most advantageous market of the investment. A three-tier hierarchy is used to maximize the use of observable market data and minimize the use of unobservable inputs and to establish classification of fair value measurements for disclosure purposes. Inputs refer broadly to the assumptions that market participants would use in pricing the asset or

## Notes to Financial Statements (continued)

liability, including assumptions about risk – for example, the risk inherent in a particular valuation technique used to measure fair value (such as a pricing model) and/or the risk inherent in the inputs to the valuation technique. Inputs may be observable or unobservable. Observable inputs reflect the assumptions market participants would use in pricing the asset or liability. Observable inputs are based on market data obtained from sources independent of the reporting entity. Unobservable inputs reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability. Unobservable inputs are based on the best information available in the circumstances. The three-tier hierarchy classification is determined based on the lowest level of inputs that is significant to the fair value measurement, and is summarized in the three broad Levels listed below:

- Level 1 – unadjusted quoted prices in active markets for identical investments;
- Level 2 – other significant observable inputs (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.); and
- Level 3 – significant unobservable inputs (including the Fund's own assumptions in determining the fair value of investments).

A summary of inputs used in valuing the Fund's investments and other financial instruments as of December 31, 2020 and, if applicable, Level 3 rollforwards for the fiscal year then ended is included in the Fund's Schedule of Investments.

Changes in valuation techniques may result in transfers into or out of an assigned level within the three-tier hierarchy. The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

### 3. MANAGEMENT FEE AND OTHER TRANSACTIONS WITH AFFILIATES

#### Management Fee

The Company has a management agreement with Lord Abbett, pursuant to which Lord Abbett provides the Fund with investment management services and executive and other personnel, provides office space and pays for ordinary and necessary office and clerical expenses relating to research and statistical work and supervision of the Fund's investment portfolio.

The management fee is based on the Fund's average daily net assets at the following annual rate:

|                   |      |
|-------------------|------|
| First \$4 billion | .28% |
| Next \$11 billion | .26% |
| Over \$15 billion | .25% |

For the fiscal year ended December 31, 2020, the effective management fee, net of waivers, was at an annualized rate of .28% of the Fund's average daily net assets.

In addition, Lord Abbett provides certain administrative services to the Fund pursuant to an Administrative Services Agreement in return for a fee at an annual rate of .04% of the Fund's average daily net assets. Lord Abbett voluntarily waived \$23,880 of the fund administration fees during the fiscal year ended December 31, 2020.

The Company, on behalf of the Fund, has entered into services arrangements with certain insurance companies. Under these arrangements, certain insurance companies will be compensated up to .25% of the average daily NAV of the Fund's Class VC Shares held in the insurance company's separate account to service and maintain the Variable Contract owners' accounts. This amount is included in Non 12b-1 service fees on the Statement of Operations. The

## Notes to Financial Statements (continued)

Fund may also compensate certain insurance companies, third-party administrators and other entities for providing recordkeeping, sub-transfer agency and other administrative services to the Fund. This amount is included in Shareholder servicing on the Statement of Operations.

One Director and certain of the Company's officers have an interest in Lord Abbett.

### 4. DISTRIBUTIONS AND CAPITAL LOSS CARRYFORWARDS

Dividends from net investment income, if any, are declared and paid at least semi-annually. Taxable net realized gains from investment transactions, reduced by allowable capital loss carryforwards, if any, are declared and distributed to shareholders at least annually. The capital loss carryforward amount, if any, is available to offset future net capital gains. Dividends and distributions to shareholders are recorded on the ex-dividend date. The amounts of dividends and distributions from net investment income and net realized capital gains are determined in accordance with federal income tax regulations, which may differ from U.S. GAAP. These book/tax differences are either considered temporary or permanent in nature. To the extent these differences are permanent in nature, such amounts are reclassified within the components of net assets based on their federal tax basis treatment; temporary differences do not require reclassification. Dividends and distributions that exceed earnings and profits for tax purposes are reported as a tax return of capital.

The tax character of distributions paid during the fiscal years ended December 31, 2020 and 2019 was as follows:

|                                 | <b>Year Ended<br/>12/31/2020</b> | <b>Year Ended<br/>12/31/2019</b> |
|---------------------------------|----------------------------------|----------------------------------|
| Distributions paid from:        |                                  |                                  |
| Ordinary income                 | \$21,279,071                     | \$16,860,320                     |
| Net long-term capital gains     | 6,844,111                        | –                                |
| <b>Total distributions paid</b> | <b>\$28,123,182</b>              | <b>\$16,860,320</b>              |

As of December 31, 2020, the components of accumulated gains on a tax-basis were as follows:

|                                       |                      |
|---------------------------------------|----------------------|
| Undistributed ordinary income – net   | \$ –                 |
| Undistributed long-term capital gains | 1,742,998            |
| <b>Total undistributed earnings</b>   | <b>1,742,998</b>     |
| Temporary differences                 | (54,979)             |
| Unrealized gains – net                | 17,473,891           |
| <b>Total accumulated gains – net</b>  | <b>\$ 19,161,910</b> |

As of December 31, 2020, the aggregate unrealized security gains and losses on investments and other financial instruments based on cost for U.S. federal income tax purposes were as follows:

|                                     |                      |
|-------------------------------------|----------------------|
| Tax cost                            | \$815,057,141        |
| Gross unrealized gain               | 20,310,546           |
| Gross unrealized loss               | (2,836,432)          |
| <b>Net unrealized security gain</b> | <b>\$ 17,474,114</b> |

The difference between book-basis and tax-basis unrealized gains (losses) is attributable to the tax treatment of other financial instruments, premium amortization, certain securities and wash sales.

# Notes to Financial Statements (continued)

## 5. PORTFOLIO SECURITIES TRANSACTIONS

Purchases and sales of investment securities (excluding short-term investments) for the fiscal year ended December 31, 2020 were as follows:

| U.S.<br>Government<br>Purchases* | Non-U.S.<br>Government<br>Purchases | U.S.<br>Government<br>Sales* | Non-U.S.<br>Government<br>Sales |
|----------------------------------|-------------------------------------|------------------------------|---------------------------------|
| \$3,391,734,072                  | \$420,529,046                       | \$3,464,052,287              | \$352,114,850                   |

\* Includes U.S. Government sponsored enterprises securities.

The Fund is permitted to purchase and sell securities ("cross-trade") from and to other Lord Abbett funds or client accounts pursuant to procedures approved by the Board in compliance with Rule 17a-7 under the Act (the "Rule"). Each cross-trade is executed at a fair market price in compliance with provisions of the Rule. For the fiscal year ended December 31, 2020, the Fund engaged in cross-trades purchase of \$5,586,791, and sales of \$1,154,972, which resulted in net realized gains of \$28,827.

## 6. DISCLOSURES ABOUT DERIVATIVE INSTRUMENTS AND HEDGING ACTIVITIES

The Fund entered into forward foreign currency exchange contracts for the fiscal year ended December 31, 2020 (as described in note 2(g)). A forward foreign currency exchange contract reduces the Fund's exposure to changes in the value of the currency it will deliver (or settle in cash) and increases its exposure to changes in the value of the currency it will receive (or settle in cash) for the duration of the contract. The Fund's use of forward foreign currency exchange contracts involves the risk that Lord Abbett will not accurately predict currency movements, and the Fund's returns could be reduced as a result. Forward foreign currency exchange contracts are subject to the risk that those currencies will decline in value relative to the U.S. dollar, or, in the case of hedged positions, that the U.S. dollar will decline relative to the currency being hedged. Currency rates in foreign countries may fluctuate significantly over short periods of time. The Fund's risk of loss from counterparty credit risk is the unrealized appreciation on forward foreign currency exchange contracts and deposits with brokers as collateral.

The Fund entered into U.S. Treasury futures contracts for the fiscal year ended December 31, 2020 (as described in note 2(h)) to economically hedge against changes in interest rates. The Fund bears the risk of interest rates moving unexpectedly, in which case the Fund may not achieve the anticipated benefits of the futures contracts and realize a loss. There is minimal counterparty credit risk to the Fund since futures are exchange traded and the exchange's clearinghouse, as counterparty to all exchange traded futures, guarantees futures against default.

The Fund entered into interest rate swaps for the fiscal year ended December 31, 2020 (as described in note 2(i)) in order to enhance returns or hedge against interest rate risk. Interest rate swaps are agreements in which one party pays a stream of interest payments, either fixed or floating, for another party's stream of interest payments, either fixed or floating, on the same notional amount for a specified period of time. The interest rate swap agreement will normally be entered into on a zero coupon basis, meaning that the floating rate will be based on the cumulative of the variable rate, and the fixed rate will compound until the swap's maturity date, at which point the payments would be netted.

## Notes to Financial Statements (continued)

As of December 31, 2020, the Fund had the following derivatives at fair value, grouped into appropriate risk categories that illustrate the Fund's use of derivative instruments:

| <b>Asset Derivatives</b>          | <b>Interest<br/>Rate<br/>Contracts</b> | <b>Foreign<br/>Currency<br/>Contracts</b> |
|-----------------------------------|--|---|
| Futures Contracts <sup>(1)</sup>  | \$220,821                              | –   |
| <b>Liability Derivatives</b>      |  |   |
| Forward Foreign Currency          |  |   |
| Exchange Contracts <sup>(2)</sup> | –                                      | \$179,204                                 |
| Futures Contracts <sup>(1)</sup>  | \$293,547                              | –   |

<sup>(1)</sup> Statement of Assets and Liabilities location: Includes cumulative unrealized appreciation/depreciation on futures contracts as reported in the Schedule of Investments. Only current day's variation margin reported is within the Statement of Assets and Liabilities.

<sup>(2)</sup> Statement of Assets and Liabilities location: Unrealized depreciation on forward foreign currency exchange contracts.

Transactions in derivatives instruments for the year ended December 31, 2020, were as follows:

|   | <b>Interest<br/>Rate<br/>Contracts</b> | <b>Foreign<br/>Currency<br/>Contracts</b> |
|---|--|---|
| <b>Net Realized Gain (Loss)</b>                               |  |   |
| Interest Rate Swap Contracts <sup>(1)</sup>                   | \$ 432,173                             | –   |
| Forward Foreign Currency                                      |  |   |
| Exchange Contracts <sup>(2)</sup>                             | –                                      | \$ 183,987                                |
| Futures Contracts <sup>(3)</sup>                              | \$ 3,737,064                           | –   |
| <b>Net Change in Unrealized<br/>Appreciation/Depreciation</b> |  |   |
| Interest Rate Swap Contracts <sup>(4)</sup>                   | \$ (352,292)                           |   |
| Forward Foreign Currency                                      |  |   |
| Exchange Contracts <sup>(5)</sup>                             | –                                      | \$ (624,426)                              |
| Futures Contracts <sup>(6)</sup>                              | \$ 642,198                             | –   |
| <b>Average Number of<br/>Contracts/Notional Amounts*</b>      |  |   |
| Interest Rate Swap Contract <sup>(7)</sup>                    | 8,201,381                              | –   |
| Forward Foreign Currency                                      |  |   |
| Exchange Contracts <sup>(8)</sup>                             | –                                      | \$14,980,882                              |
| Futures Contracts <sup>(7)</sup>                              | 784                                    | –   |

\* Calculated based on the number of contracts or notional amounts for the fiscal year ended December 31, 2020.

<sup>(1)</sup> Statement of Operations location: Net realized gain (loss) on swap contracts.

<sup>(2)</sup> Statement of Operations location: Net realized gain (loss) on forward foreign currency exchange contracts.

<sup>(3)</sup> Statement of Operations location: Net realized gain (loss) on futures contracts.

<sup>(4)</sup> Statement of Operations location: Net change in unrealized appreciation/depreciation on swap contracts.

<sup>(5)</sup> Statement of Operations location: Net change in unrealized appreciation/depreciation on forward foreign currency exchange contracts.

<sup>(6)</sup> Statement of Operations location: Net change in unrealized appreciation/depreciation on futures contracts.

<sup>(7)</sup> Amount represents number of contracts.

<sup>(8)</sup> Amount represents notional amounts in U.S. dollars.

## 7. DISCLOSURES ABOUT OFFSETTING ASSETS AND LIABILITIES

The Financial Accounting Standards Board ("FASB") requires disclosures intended to help better assess the effect or potential effect of offsetting arrangements on a fund's financial position. The following tables illustrate gross and net information about recognized assets and liabilities eligible

## Notes to Financial Statements (continued)

for offset in the Statement of Assets and Liabilities; and disclose such amounts subject to an enforceable master netting agreement or similar agreement, by counterparty. A master netting agreement is an agreement between a fund and a counterparty which provides for the net settlement of amounts owed under all contracts traded under that agreement, as well as cash collateral, through a single payment by one party to the other in the event of default on or termination of any one contract. 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 master netting agreement does not result in an offset of reported amounts of financial assets and liabilities in the Statement of Assets and Liabilities across transactions between the Fund and the applicable counterparty:

| Description          | Gross Amounts of Recognized Assets | Gross Amounts Offset in the Statement of Assets and Liabilities | Net Amounts of Assets Presented in the Statement of Assets and Liabilities |
|----------------------|------------------------------------|---|--|
| Repurchase Agreement | \$35,409,356                       | \$ –  | \$35,409,356   |
| Total                | \$35,409,356                       | \$ –  | \$35,409,356   |

| Counterparty                | Net Amounts of Assets Presented in the Statement of Assets and Liabilities | Amounts Not Offset in the Statement of Assets and Liabilities |   |   |  | Net Amount <sup>(b)</sup> |
|-----------------------------|--|---|---|---|--|---------------------------|
|                             |  | Financial Instruments   | Cash Collateral Received <sup>(a)</sup> | Securities Collateral Received <sup>(a)</sup> |  |                           |
| Fixed Income Clearing Corp. | \$35,409,356   | \$ –  | \$ –                                    | \$(35,409,356)                                |  | \$ –                      |
| Total                       | \$35,409,356   | \$ –  | \$ –                                    | \$(35,409,356)                                |  | \$ –                      |

| Description              | Gross Amounts of Recognized Liabilities | Gross Amounts Offset in the Statement of Assets and Liabilities | Net Amounts of Liabilities Presented in the Statement of Assets and Liabilities |
|--------------------------|---|---|---|
| Forward Foreign Currency |   |   |   |
| Exchange Contracts       | \$179,204                               | \$ –  | \$179,204   |
| Total                    | \$179,204                               | \$ –  | \$179,204   |

| Counterparty                | Net Amounts of Liabilities Presented in the Statement of Assets and Liabilities | Amounts Not Offset in the Statement of Assets and Liabilities |  |  |  | Net Amount <sup>(c)</sup> |
|-----------------------------|---|---|--|--|--|---------------------------|
|                             |   | Financial Instruments   | Cash Collateral Pledged <sup>(a)</sup> | Securities Collateral Pledged <sup>(a)</sup> |  |                           |
| State Street Bank and Trust | \$179,204   | \$ –  | \$ –                                   | \$ –   |  | \$179,204                 |
| Total                       | \$179,204   | \$ –  | \$ –                                   | \$ –   |  | \$179,204                 |

(a) Collateral disclosed is limited to an amount not to exceed 100% of the net amount of assets (liabilities) presented in the Statement of Assets and Liabilities, for each respective counterparty.

(b) Net amount represents the amount owed to the Fund by the counterparty as of December 31, 2020.

(c) Net amount represents the amount owed by the Fund to the counterparty as of December 31, 2020.

## 8. DIRECTORS' REMUNERATION

The Company's officers and one Director, who are associated with Lord Abbett, do not receive any compensation from the Company for serving in such capacities. Independent Directors' fees are allocated among all Lord Abbett-sponsored funds based on the net assets of each fund. There is an equity-based plan available to all Independent Directors under which Independent Directors must defer receipt of a portion of, and may elect to defer receipt of an additional portion of Directors'

# Notes to Financial Statements (continued)

fees. The deferred amounts are treated as though equivalent dollar amounts had been invested in the fund. Such amounts and earnings accrued thereon are included in Directors' fees on the Statement of Operations and in Directors' fees payable on the Statement of Assets and Liabilities and are not deductible for U.S. federal income tax purposes until such amounts are paid.

## 9. EXPENSE REDUCTIONS

The Company has entered into an arrangement with its transfer agent and custodian, whereby credits realized as a result of uninvested cash balances are used to reduce a portion of the Fund's expenses.

## 10. LINE OF CREDIT

For the period ended August 5, 2020, the Fund and certain other funds managed by Lord Abbett (collectively, the "Participating Funds") entered into a syndicated line of credit facility with various lenders for \$1.17 billion (the "Syndicated Facility") whereas State Street Bank and Trust Company ("SSB") participated as a lender and as agent for the lenders. The Participating Funds were subject to graduated borrowing limits of one-third of Fund net assets (if Fund net assets are less than \$750 million), \$250 million, \$300 million, \$350 million, \$500 million, or \$1 billion, based on past borrowings and likelihood of future borrowings, among other factors. Effective August 6, 2020, the Participating Funds are subject to graduated borrowing limits of one-third of Fund net assets (if Fund net assets are less than \$750 million), \$250 million, \$300 million, \$600 million, or \$900 million, based on past borrowings and likelihood of future borrowings, among other factors.

For the fiscal year ended December 31, 2020, the Participating Funds were party to an additional line of credit facility with SSB for \$330 million (the "Bilateral Facility"), \$250 million committed and \$80 million uncommitted. Under the Bilateral Facility, the Participating Funds are subject to graduated borrowing limits of one-third of Fund net assets (if net assets are less than \$750 million), \$250 million, \$300 million, or \$330 million, based on past borrowings and likelihood of future borrowings, among other factors.

The Syndicated Facility and the Bilateral Facility are to be used for temporary or emergency purposes as an additional source of liquidity to satisfy redemptions.

For the fiscal year ended December 31, 2020, the Fund did not utilize the Facilities.

## 11. INTERFUND LENDING PROGRAM

Pursuant to an exemptive order issued by the U.S. Securities and Exchange Commission ("SEC exemptive order"), certain registered open-end management investment companies managed by Lord Abbett, including the Fund, participate in a joint lending and borrowing program (the "Interfund Lending Program"). The SEC exemptive order allows the Funds to borrow money from and lend money to each other for temporary or emergency purposes subject to the limitations and conditions.

During the year ended December 31, 2020, the Fund participated as lenders in the Interfund Lending Program. For the period in which the loan was outstanding, the average amount loaned, interest rate and interest income were as follows:

| Average<br>Loan | Average<br>Interest Rate | Interest<br>Income* |
|-----------------|--------------------------|---------------------|
| \$8,069,500     | 0.55%                    | \$121               |

\* Included in the Statement of Operations.

# Notes to Financial Statements (continued)

## 12. CUSTODIAN AND ACCOUNTING AGENT

SSB is the Company's custodian and accounting agent. SSB performs custodial, accounting and recordkeeping functions relating to portfolio transactions and calculating the Fund's NAV.

## 13. SECURITIES LENDING AGREEMENT

The Fund has established a securities lending agreement with Citibank, N.A. for the lending of securities to qualified brokers in exchange for securities or cash collateral equal to at least the market value of securities loaned, plus interest, if applicable. Cash collateral is invested in an approved money market fund. In accordance with the Fund's securities lending agreement, the market value of securities on loan is determined each day at the close of business and any additional collateral required to cover the value of securities on loan is delivered to the Fund on the next business day. As with other extensions of credit, the Fund may experience a delay in the recovery of their securities or incur a loss should the borrower of the securities breach its agreement with the Fund or become insolvent at a time when the collateral is insufficient to cover the cost of repurchasing securities on loan. Any income earned from securities lending is included in Securities lending net income on the Statement of Operations.

The initial collateral received by the Fund is required to have a value equal to at least 100% of the market value of the securities loaned. The collateral must be marked-to-market daily to cover increases in the market value of the securities loaned (or potentially a decline in the value of the collateral). In general, the risk of borrower default will be borne by the Fund's agent; the Fund will bear the risk of loss with respect to the investment of the cash collateral. The advantage of such loans is that the Fund continues to receive income on loaned securities while receiving a portion of any securities lending fees and earning returns on the cash amounts which may be reinvested for the purchase of investments in securities.

As of December 31, 2020, the Fund did not loan any securities.

## 14. INVESTMENT RISKS

The Fund is subject to the general risks and considerations associated with investing in fixed income securities, including the risk that issuers will fail to make timely payments of principal or interest or default altogether. The value of an investment will change as interest rates fluctuate in response to market movements. When interest rates rise, the prices of fixed income securities are likely to decline; when interest rates fall, such prices tend to rise.

On July 27, 2017, the head of the United Kingdom's Financial Conduct Authority announced a desire to phase out the use of LIBOR by the end of 2021. On November 30, 2020, the administrator of LIBOR announced a delay in the phase out of a majority of the U.S. dollar LIBOR publications until June 30, 2023, with the remainder of LIBOR publications to still end at the end of 2021. There remains uncertainty regarding the future utilization of LIBOR and the nature of any replacement rate. As such, the potential effect of a transition away from LIBOR on the Fund or the LIBOR-based instruments in which the Fund invests cannot yet be determined. The transition process might lead to increased volatility and illiquidity in markets that currently rely on LIBOR to determine interest rates. It could also lead to a reduction in the value of some LIBOR-based investments and reduce the effectiveness of new hedges placed against existing LIBOR-based instruments. Since the usefulness of LIBOR as a benchmark could deteriorate during the transition period, these effects could occur prior and/or subsequent to the end of 2021.



## Notes to Financial Statements (continued)

The Fund is subject to the risk of investing a significant portion of its assets in securities issued or guaranteed by the U.S. Government or its agencies and instrumentalities (such as the Government National Mortgage Association ("Ginnie Mae"), the Federal National Mortgage Association ("Fannie Mae"), or the Federal Home Loan Mortgage Corporation ("Freddie Mac")). Unlike Ginnie Mae securities, securities issued or guaranteed by U.S. Government-related organizations such as Fannie Mae and Freddie Mac are not backed by the full faith and credit of the U.S. Government and no assurance can be given that the U.S. Government would provide financial support to its agencies and instrumentalities if not required to do so by law. Consequently, the Fund may be required to look principally to the agency issuing or guaranteeing the obligation. In addition, the Fund may invest in non-agency asset backed and mortgage related securities, which are issued by private institutions, not by government-sponsored enterprises. Such securities may be particularly sensitive to changes in economic conditions, including delinquencies and/or defaults, and changes in prevailing interest rates. These changes can affect the value, income and/or liquidity of such positions. When interest rates are declining, the value of these securities with prepayment features may not increase as much as other fixed income securities. Early principal repayment may deprive the Fund of income payments above current market rates. The prepayment rate also will affect the price and volatility of these securities. In addition, securities of government sponsored enterprises are guaranteed with respect to the timely payment of interest and principal by the particular enterprises involved, not by the U.S. Government.

The lower-rated or high-yield bonds (also known as "junk" bonds) in which the Fund may invest are subject to greater price fluctuations, as well as additional risks. The market for below investment grade securities may be less liquid, which may make such securities more difficult to sell at an acceptable price, especially during periods of financial distress, increased market volatility, or significant market decline.

The Fund is subject to the risks associated with derivatives, which may be different from and greater than the risks associated with directly investing in securities. Derivatives may be subject to risks such as liquidity risk, leveraging risk, interest rate risk, market risk, and credit risk. Illiquid securities may lower the Fund's returns since the Fund may be unable to sell these securities at their desired time or price. Derivatives also may involve the risk of mispricing or improper valuation and the risk that changes in the value of the derivative may not correlate perfectly with the value of the underlying asset, rate or index. Whether the Fund's use of derivatives is successful will depend on, among other things, the Fund's ability to correctly forecast market movements, changes in foreign exchange and interest rates, and other factors. Losses may also arise from the failure of a derivative counterparty to meet its contractual obligations. If the Fund incorrectly forecasts these and other factors, its performance could suffer.

The Fund's investment exposure to foreign (which may include emerging market) companies presents increased market, industry and sector, liquidity, currency, political, information and other risks. As compared with companies organized and operated in the U.S., these companies may be more vulnerable to economic, political and social instability and subject to less government supervision, lack of transparency, inadequate regulatory and accounting standards, and foreign taxes. The securities of foreign companies also may be subject to inadequate exchange control regulations, the imposition of economic sanctions or other government restrictions, higher transaction and other costs, and delays in settlement to the extent they are traded on non-U.S. exchanges or markets. The cost of the Fund's use of forward foreign currency exchange contracts varies with factors such as the currencies involved, the length of the contract period and the market

## Notes to Financial Statements (concluded)

conditions prevailing. The Fund's exposure to inflation-linked investments, such as Treasury Inflation Protected Securities, may be vulnerable to changes in expectations of inflation or interest rates.

The Fund may invest in floating rate or adjustable rate senior loans, which are subject to increased credit and liquidity risks. Senior loans are business loans made to borrowers that may be U.S. or foreign corporations, partnerships or other business entities. The senior loans in which the Fund invests may consist primarily of senior loans that are rated below investment grade or, if unrated, deemed by Lord Abbett to be equivalent to below investment grade securities. Below investment grade senior loans, as in the case of high-yield debt securities, or junk bonds, are usually more credit sensitive than interest rate sensitive, although the value of these instruments may be impacted by broader interest rate swings in the overall fixed income market. In addition, senior loans may be subject to structural subordination.

Geopolitical and other events (e.g., wars, terrorism, natural disasters, epidemics or pandemics, such as the COVID-19 outbreak which began in late 2019) may disrupt securities markets and adversely affect global economies and markets, thereby decreasing the value of the Fund's investments. Market disruptions can also prevent the Fund from implementing its investment strategies and achieving its investment objective.

The transmission of COVID-19 and efforts to contain its spread have resulted in, among other things, border closings and other significant travel restrictions and disruptions, significant disruptions to business operations, supply chains and customer activity, lower consumer demand for goods and services, event cancellations and restrictions, service cancellations, reductions and other changes, significant challenges in healthcare service preparation and delivery, and prolonged quarantines, as well as general concern and uncertainty. The impact of the COVID-19 outbreak could negatively affect the global economy, the economies of individual countries, and the financial performance of individual issuers, sectors, industries, asset classes, and markets in significant and unforeseen ways.

The COVID-19 pandemic and its effects may last for an extended period of time, and in either case could result in significant market volatility, exchange trading suspensions and closures, declines in global financial markets, higher default rates, and a substantial economic downturn or recession. The foregoing could disrupt the operations of the Fund and its service providers, adversely affect the value and liquidity of the Fund's investments, and negatively impact the Fund's performance and your investment in the Fund.

These factors can affect the Fund's performance.

### 15. SUMMARY OF CAPITAL TRANSACTIONS

Transactions in shares of capital stock were as follows:

|                               | <b>Year Ended<br/>December 31, 2020</b> | <b>Year Ended<br/>December 31, 2019</b> |
|-------------------------------|---|---|
| Shares sold                   | 8,108,990                               | 6,856,024                               |
| Reinvestment of distributions | 1,625,618                               | 1,001,194                               |
| Shares reacquired             | (8,995,324)                             | (4,363,893)                             |
| Increase                      | 739,284                                 | 3,493,325                               |

# Report of Independent Registered Public Accounting Firm

To the shareholders and the Board of Directors of Lord Abbett Series Fund, Inc.

## Opinion on the Financial Statements and Financial Highlights

We have audited the accompanying statement of assets and liabilities, including the schedule of investments, of Total Return Portfolio, one of the funds constituting Lord Abbett Series Fund, Inc. (the "Fund"), as of December 31, 2020, the related statement of operations for the year then ended, the statements of changes in net assets for each of the two years in the period then ended, the financial highlights for each of the five years in the period then ended, and the related notes. In our opinion, the financial statements and financial highlights present fairly, in all material respects, the financial position of Total Return Portfolio of the Fund as of December 31, 2020, and the results of its operations for the year then ended, the changes in its net assets for each of the two years in the period then ended, and the financial highlights for each of the five years in the period then ended in conformity with accounting principles generally accepted in the United States of America.

## Basis for Opinion

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

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

Our audits included performing procedures to assess the risks of material misstatement of the financial statements and financial highlights, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements and financial highlights. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements and financial highlights. Our procedures included confirmation of securities owned as of December 31, 2020, by correspondence with the custodian and brokers; when replies were not received from brokers, we performed other auditing procedures. We believe that our audits provide a reasonable basis for our opinion.

DELOITTE & TOUCHE LLP  
New York, New York  
February 16, 2021

We have served as the auditor of one or more Lord Abbett Family of Funds' investment companies since 1932.

# Basic Information About Management

The Board is responsible for the management of the business and affairs of the Fund in accordance with the laws of the state of organization. The Board elects officers who are responsible for the day-to-day operations of the Fund and who execute policies authorized by the Board. The Board also approves an investment adviser to the Fund and continues to monitor the cost and quality of the services the investment adviser provides, and annually considers whether to renew the contract with the investment adviser. Generally, each Board member holds office until his/her successor is elected and qualified or until his/her earlier resignation or removal, as provided in the Fund's organizational documents.

Lord, Abbett & Co. LLC ("Lord Abbett"), a Delaware limited liability company, is the Fund's investment adviser. Designated Lord Abbett personnel are responsible for the day-to-day management of the Fund.

## Independent Board Members

The following Independent Board Members also are board members of each of the 13 investment companies in the Lord Abbett Family of Funds, which consist of 60 investment portfolios.

| Name, Address and Year of Birth   | Current Position and Length of Service with the Fund | Principal Occupation and Other Directorships During the Past Five Years  |
|---|--|--|
| <b>Evelyn E. Guernsey</b><br>Lord, Abbett & Co. LLC<br>c/o Legal Dept.<br>90 Hudson Street<br>Jersey City, NJ 07302<br>(1955) | Board member since 2011                              | <b>Principal Occupation:</b> None.<br><br><b>Other Directorships:</b> None.  |
| <b>Julie A. Hill</b><br>Lord, Abbett & Co. LLC<br>c/o Legal Dept.<br>90 Hudson Street<br>Jersey City, NJ 07302<br>(1946)      | Board member since 2004                              | <b>Principal Occupation:</b> Owner and CEO of The Hill Company, a business consulting firm (since 1998).<br><br><b>Other Directorships:</b> Currently serves as director of Anthem, Inc., a health benefits company (since 1994).  |
| <b>Kathleen M. Lutito</b><br>Lord, Abbett & Co. LLC<br>c/o Legal Dept.<br>90 Hudson Street<br>Jersey City, NJ 07302<br>(1963) | Board member since 2017                              | <b>Principal Occupation:</b> President and Chief Investment Officer of CenturyLink Investment Management Company (since 2006).<br><br><b>Other Directorships:</b> None.  |
| <b>James M. McTaggart</b><br>Lord, Abbett & Co. LLC<br>c/o Legal Dept.<br>90 Hudson Street<br>Jersey City, NJ 07302<br>(1947) | Board member since 2012                              | <b>Principal Occupation:</b> Independent management advisor and consultant (since 2012).<br><br><b>Other Directorships:</b> Blyth, Inc., a home products company (2004–2015).  |
| <b>Charles O. Prince</b><br>Lord, Abbett & Co. LLC<br>c/o Legal Dept.<br>90 Hudson Street<br>Jersey City, NJ 07302<br>(1950)  | Board member since 2019                              | <b>Principal Occupation:</b> None. Formerly Chairman and Chief Executive Officer, Citigroup, Inc. (Retired 2007).<br><br><b>Other Directorships:</b> Currently serves as director of Johnson & Johnson (2006–Present). Previously served as director of Xerox Corporation (2008–2018). |

# Basic Information About Management (continued)

| Name, Address and Year of Birth  | Current Position and Length of Service with the Fund | Principal Occupation and Other Directorships During the Past Five Years  |
|--|--|--|
| <b>Karla M. Rabusch</b><br>Lord, Abnett & Co. LLC<br>c/o Legal Dept.<br>90 Hudson Street<br>Jersey City, NJ 07302<br>(1959)  | Board member since 2017                              | <b>Principal Occupation:</b> President and Director of Wells Fargo Funds Management, LLC (2003–2017); President of Wells Fargo Funds (2003–2016).<br><br><b>Other Directorships:</b> None.   |
| <b>Mark A. Schmid</b><br>Lord, Abnett & Co. LLC<br>c/o Legal Dept.<br>90 Hudson Street<br>Jersey City, NJ 07302<br>(1959)    | Board member since 2016                              | <b>Principal Occupation:</b> Vice President and Chief Investment Officer of the University of Chicago (since 2009).<br><br><b>Other Directorships:</b> None.   |
| <b>James L.L. Tullis</b><br>Lord, Abnett & Co. LLC<br>c/o Legal Dept.<br>90 Hudson Street<br>Jersey City, NJ 07302<br>(1947) | Board member since 2006;<br>Chairman since 2017      | <b>Principal Occupation:</b> Chairman of Tullis Health Investors – FL LLC (since 2018); CEO of Tullis–Dickerson and Co. Inc., a venture capital management firm (1990–2016).<br><br><b>Other Directorships:</b> Currently serves as director of Crane Co. (since 1998), Alphatec Spine (since 2018), electroCore, Inc. (since 2018), and Exagen Inc. (since 2019). |

## Interested Board Members

Mr. Sieg is affiliated with Lord Abnett and is an “interested person” of the Fund as defined in the Act. Mr. Sieg is a board member of each of the 13 investment companies in the Lord Abnett Family of Funds, which consist of 60 investment portfolios. Mr. Sieg is an officer of the Lord Abnett Family of Funds.

| Name, Address and Year of Birth   | Current Position and Length of Service with the Fund                         | Principal Occupation and Other Directorships During the Past Five Years   |
|---|--|---|
| <b>Douglas B. Sieg</b><br>Lord, Abnett & Co. LLC<br>90 Hudson Street<br>Jersey City, NJ 07302<br>(1969) | Board member since 2016;<br>President and Chief Executive Officer since 2018 | <b>Principal Occupation:</b> Managing Partner (since 2018) and was formerly Head of Client Services, joined Lord Abnett in 1994.<br><br><b>Other Directorships:</b> None. |

## Officers

None of the officers listed below have received compensation from the Fund. All of the officers of the Fund also may be officers of the other Lord Abnett Funds and maintain offices at 90 Hudson Street, Jersey City, NJ 07302. Unless otherwise indicated, the position(s) and title(s) listed under the “Principal Occupation During the Past Five Years” column indicate each officer’s position(s) and title(s) with Lord Abnett. Each officer serves for an indefinite term (i.e., until his or her death, resignation, retirement, or removal).

| Name and Year of Birth           | Current Position with the Fund        | Length of Service of Current Position                    | Principal Occupation During the Past Five Years  |
|----------------------------------|---------------------------------------|--|--|
| <b>Douglas B. Sieg</b><br>(1969) | President and Chief Executive Officer | Elected as President and Chief Executive Officer in 2018 | Managing Partner of Lord Abnett (since 2018) and was formerly Head of Client Services, joined Lord Abnett in 1994. |

## Basic Information About Management (concluded)

| <b>Name and Year of Birth</b>        | <b>Current Position with the Fund</b>                   | <b>Length of Service of Current Position</b>  | <b>Principal Occupation During the Past Five Years</b>   |
|--------------------------------------|---|---|--|
| <b>Jackson C. Chan</b><br>(1964)     | AML Compliance Officer                                  | Elected in 2018   | Deputy Chief Compliance Officer and Director of Regulatory Affairs, joined Lord Abbett in 2014.  |
| <b>Pamela P. Chen</b><br>(1978)      | Vice President, Assistant Secretary and Privacy Officer | Elected as Vice President and Assistant Secretary in 2018 and Privacy Officer in 2019 | Associate General Counsel, joined Lord Abbett in 2017 and was formerly Special Counsel at Schulte, Roth & Zabel LLP (2005–2017).   |
| <b>John T. Fitzgerald</b><br>(1975)  | Vice President and Assistant Secretary                  | Elected in 2018   | Deputy General Counsel, joined Lord Abbett in 2018 and was formerly Deputy Head of U.S. Funds Legal, Executive Director and Assistant General Counsel at JPMorgan Chase (2005–2018). |
| <b>Vito A. Fronda</b><br>(1969)      | Chief Financial Officer and Treasurer                   | Elected as Chief Financial Officer in 2020 and Treasurer in 2018                      | Partner and Director of U.S. Fund Treasury & Global Taxation, joined Lord Abbett in 2003.  |
| <b>Linda Y. Kim</b><br>(1980)        | Vice President and Assistant Secretary                  | Elected in 2016   | Counsel, joined Lord Abbett in 2015.   |
| <b>Joseph M. McGill</b><br>(1962)    | Chief Compliance Officer                                | Elected in 2014   | Partner and Chief Compliance Officer, joined Lord Abbett in 2014.  |
| <b>Amanda S. Ryan</b><br>(1978)      | Vice President and Assistant Secretary                  | Elected in 2018   | Counsel, joined Lord Abbett in 2016 and was formerly a Director and Corporate Counsel at PGIM Investments (2012–2016).   |
| <b>Lawrence B. Stoller</b><br>(1963) | Vice President, Secretary and Chief Legal Officer       | Elected as Vice President and Secretary in 2007 and Chief Legal Officer in 2019       | Partner and General Counsel, joined Lord Abbett in 2007.   |

Please call 888-522-2388 for a copy of the statement of additional information, which contains further information about the Fund's Board members. It is available free upon request.

## Approval of Advisory Contract

The Board, including all of the Directors who are not "interested persons" of the Company or of Lord Abbett, as defined in the Investment Company Act of 1940, as amended (the "Independent Directors"), annually considers whether to approve the continuation of the existing management agreement between the Fund and Lord Abbett (the "Agreement"). In connection with its most recent approval, the Board reviewed materials relating specifically to the Agreement, as well as numerous materials received throughout the course of the year, including information about the Fund's investment performance compared to the performance of its benchmarks. Before making its decision as to the Fund, the Board had the opportunity to ask questions and request further information, taking into account its knowledge of Lord Abbett gained through its meetings and discussions. These meetings and discussions included reviews of Fund performance conducted by members of the Contract Committee, the deliberations of the Contract Committee, and discussions between the Contract Committee and Lord Abbett's management. The Independent Directors also met with their independent legal counsel in various private sessions at which no representatives of management were present.

The materials received by the Board included, but were not limited to: (1) information provided by Broadridge Financial Solutions ("Broadridge") regarding the investment performance of the Fund compared to the investment performance of certain funds with similar investment styles as determined by Broadridge, based, in part, on the Fund's Morningstar category (the "performance peer group"), and the investment performance of two appropriate benchmarks; (2) information provided by Broadridge regarding the expense ratios, contractual and actual management fee rates, and other expense components for the Fund and certain funds in the same Morningstar category, with generally the same or similar share classes and operational characteristics, including asset size (the "expense peer group"); (3) certain supplemental investment performance information provided by Lord Abbett; (4) information provided by Lord Abbett on the expense ratios, management fee rates, and other expense components for the Fund; (5) sales and redemption information for the Fund; (6) information regarding Lord Abbett's financial condition; (7) an analysis of the relative profitability of the Agreement to Lord Abbett; (8) information provided by Lord Abbett regarding the investment management fee schedules for Lord Abbett's other advisory clients maintaining accounts with a similar investment strategy as the Fund; and (9) information regarding the personnel and other resources devoted by Lord Abbett to managing the Fund.

**Investment Management and Related Services Generally.** The Board considered the services provided by Lord Abbett to the Fund, including investment research, portfolio management, and trading, and Lord Abbett's commitment to compliance with all applicable legal requirements. The Board also observed that Lord Abbett was solely engaged in the investment management business and accordingly did not experience the conflicts of interest that may result from being engaged in other lines of business. The Board considered the investment advisory services provided by Lord Abbett to other clients, the fees charged for the services, and the differences in the nature of the services provided to the Fund and other Lord Abbett Funds, on the one hand, and the services provided to other clients, on the other. After reviewing these and related factors, the Board concluded that the Fund was likely to continue to benefit from the nature, extent and quality of the investment services provided by Lord Abbett under the Agreement.

**Investment Performance.** The Board reviewed the Fund's investment performance in relation to that of the performance peer group and two appropriate benchmarks as of various periods ended June 30, 2020. The Board observed that although the Fund's investment performance was below the median of the performance peer group for the one-, three-, five- and ten-year periods, the

## Approval of Advisory Contract (continued)

Fund outperformed both benchmarks for the ten-year period. The Board took into account actions taken by Lord Abbett to attempt to improve equity fund performance. The Board further considered Lord Abbett's performance and reputation generally, the performance of other Lord Abbett-managed funds overseen by the Board, and the willingness of Lord Abbett to take steps intended to improve performance when appropriate. After reviewing these and related factors, the Board concluded that the Fund's Agreement should be continued.

**Lord Abbett's Personnel and Methods.** The Board considered the qualifications of the personnel providing investment management services to the Fund, in light of its investment objective and discipline, and other services provided to the Fund by Lord Abbett. Among other things, the Board considered the size, experience, and turnover of Lord Abbett's staff, Lord Abbett's investment methodology and philosophy, and Lord Abbett's approach to recruiting, training, and retaining personnel.

**Nature and Quality of Other Services.** The Board considered the nature, quality, and extent of compliance, administrative, and other services performed by Lord Abbett and the nature and extent of Lord Abbett's supervision of third party service providers, including the Fund's transfer agent and custodian.

**Expenses.** The Board considered the expense level of the Fund, including the contractual and actual management fee rates, and the expense levels of the Fund's expense peer group. It also considered how the expense level of the Fund related to those of the expense peer group and the amount and nature of the fees paid by shareholders. The Board observed that the net total expense ratio of the Fund was below the median of the expense peer group. After reviewing these and related factors, the Board concluded, within the context of its overall approval of the Agreement, that the management fees paid by, and expense level of, the Fund were reasonable in light of all of the factors it considered and supported the continuation of the Agreement.

**Profitability.** The Board considered the level of Lord Abbett's operating margin in managing the Fund, including a review of Lord Abbett's methodology for allocating its costs to its management of the Fund. It considered whether the Fund was profitable to Lord Abbett in connection with the Fund's operation, including the fee that Lord Abbett receives from the Fund for providing administrative services to the Fund. The Board considered Lord Abbett's profit margins excluding Lord Abbett's marketing and distribution expenses. The Board also considered Lord Abbett's profit margins, without those exclusions, in comparison with available industry data and how those profit margins could affect Lord Abbett's ability to recruit and retain personnel. The Board recognized that Lord Abbett's overall profitability was a factor in enabling it to attract and retain qualified personnel to provide services to the Fund. After reviewing these and related factors, the Board concluded, within the context of its overall approval of the Agreement, that Lord Abbett's profitability with respect to the Fund was not excessive.

**Economies of Scale.** The Board considered the extent to which there had been economies of scale in managing the Fund, whether the Fund's shareholders had appropriately benefited from such economies of scale, and whether there was potential for realization of any further economies of scale. The Board also considered information provided by Lord Abbett regarding how it shares any potential economies of scale through its investments in its businesses supporting the Funds. The Board also considered the Fund's existing management fee schedule, with its breakpoints in the level of the management fee. The Board concluded that no action was required, with respect to economies of scale.



## Approval of Advisory Contract (concluded)

**Other Benefits to Lord Abbett.** The Board considered the amount and nature of the fees paid by the Fund and the Fund's shareholders to Lord Abbett for services other than investment advisory services, such as the fee that Lord Abbett receives from the Fund for providing administrative services to the Fund. The Board also considered the revenues and profitability of Lord Abbett's investment advisory business apart from its mutual fund business, and the intangible benefits enjoyed by Lord Abbett by virtue of its relationship with the Fund. The Board observed that the Distributor receives 12b-1 fees from certain of the Lord Abbett Funds as to shares held in accounts for which there is no other broker of record, may retain a portion of the 12b-1 fees it receives, and receives a portion of the sales charges on sales and redemptions of some classes of shares of the Lord Abbett Funds. In addition, the Board observed that Lord Abbett accrues certain benefits for its business of providing investment advice to clients other than the Lord Abbett Funds, but that business also benefits the Funds. The Board also noted that Lord Abbett, as disclosed in the prospectus of the Fund, has entered into revenue sharing arrangements with certain entities that distribute shares of the Lord Abbett Funds. The Board also took into consideration the investment research that Lord Abbett receives as a result of client brokerage transactions.

**Alternative Arrangements.** The Board considered whether, instead of approving continuation of the Agreement, it might be in the best interests of the Fund to implement one or more alternative arrangements, such as continuing to employ Lord Abbett, but on different terms. After considering all of the relevant factors, the Board unanimously found that continuation of the Agreement was in the best interests of the Fund and its shareholders and voted unanimously to approve the continuation of the Agreement. In considering whether to approve the continuation of the Agreement, the Board did not identify any single factor as paramount or controlling. Individual Directors may have evaluated the information presented differently from one another, giving different weights to various factors. This summary does not discuss in detail all matters considered.

## Householding

The Company has adopted a policy that allows it to send only one copy of the Fund's prospectus, proxy material, annual report and semiannual report (or related notice of internet availability of annual report and semiannual report) to certain shareholders residing at the same "household." This reduces Fund expenses, which benefits you and other shareholders. If you need additional copies or do not want your mailings to be "household," please call Lord Abbett at 888-522-2388 or send a written request with your name, the name of your fund or funds and your account number or numbers to Lord Abbett Family of Funds, P.O. Box 219336, Kansas City, MO 64121.

## Proxy Voting Policies, Procedures and Records

A description of the policies and procedures that Lord Abbett uses to vote proxies related to the Fund's portfolio securities, and information on how Lord Abbett voted the Fund's proxies during the 12-month period ended June 30 are available without charge, upon request, (i) by calling 888-522-2388; (ii) on Lord Abbett's Website at [www.lordabbett.com](http://www.lordabbett.com); and (iii) on the Securities and Exchange Commission's ("SEC") Website at [www.sec.gov](http://www.sec.gov).

## Shareholder Reports and Quarterly Portfolio Disclosure

The Fund is required to file its complete schedule of portfolio holdings with the SEC for its first and third fiscal quarters as an attachment to Form N-PORT. Previously, this information was filed on Form N-Q. Copies of the filings are available without charge, upon request on the SEC's Website at [www.sec.gov](http://www.sec.gov) and may be available by calling Lord Abbett at 888-522-2388.

### Tax Information

Of the distributions paid to the shareholders during the fiscal year ended December 31, 2020, \$5,739,543 and \$6,844,111, respectively, represent short-term and long-term capital gains.

# Lord Abbett Privacy Policy

Your privacy is important to us. We respect every individual's right to privacy and security of information that personally identifies you or your account with us. That is why we are committed to our Privacy Notice, which is outlined below.

We safeguard, according to strict standards of security and confidentiality, any nonpublic personal information our customers share with us. We do not sell personal information to anyone.

In order to properly execute your transactions, we may collect personal information, such as your name, address and social security number, from the applications or other forms that you complete, through your use of our website, and from market research companies. We also may collect information about your transactions with us or others, such as your account balance and investment and transaction history.

We may share nonpublic personal information with companies that provide services to us, such as transfer agents, printers, technology vendors and others, for your benefit and for the administration of our business. We require these companies to protect the confidentiality of your nonpublic personal information and to use it only for the purposes for which we disclosed the information.

We do not otherwise share nonpublic personal information we collect about you or any of our customers with anyone, except as required or permitted by law.

Our website uses cookies, which are small files placed on a computer's hard drive that allows our website to recognize that computer each time someone uses it to visit our website. The file contains information about preferences for using our website that have been established by someone using that computer. Cookies may also be used to keep track of certain other information regarding the use of our website, such as website traffic data, that we may use to make decisions about ways to improve our website.

We protect the integrity and privacy of your information in a number of ways. We restrict access to nonpublic personal information about you to those employees who need to know that information to provide products or services to our customers. We maintain physical, electronic and procedural safeguards to guard your nonpublic personal information.

The accuracy of your personal information is important. If you need to correct or update your personal or account information, please call us at 800-821-5129. We will be happy to review, correct or update your personal or account information.

*Note:* If you invest in the Lord Abbett Family of Funds through an account that is controlled by another financial institution, such as a bank or broker-dealer, the other financial institution's Privacy Policy may apply to you.

To the extent you are covered under the EU General Data Protection Regulation, you can review our applicable GDPR Privacy Notice by clicking on the "GDPR Privacy Notice" link located on the Privacy Notices portion of our website ([www.lordabbett.com](http://www.lordabbett.com)). If you would like a printed copy sent to you, please feel free to contact us at 1-888-522-2388 or +44 20 3937 9951.

This Privacy Notice is being provided on behalf of the following entities:

Lord Abbett Family of Funds  
Lord, Abbett & Co. LLC  
Lord Abbett Distributor LLC

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**Lord Abbett Series Fund, Inc.**  
**Total Return Portfolio**

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(07/21)