



REF #	Current Value <sup>2</sup>	Face/ Outstanding	Amortized Cost (\$)	Market (\$)	Unrealized Gain/Loss (\$)	Book Yield <sup>3</sup>	Description
<b>Portfolio</b>							
25157GDC3	2.08	1,179,082	589,473	24,478	-564,995	(4)	Deutsche Mtge Sec CMO 0.754% 4/15/2036
29216MAU4	14.44	5,800,000	2,570,953	837,346	-1,733,607	6.40	Employees Retirement System 0% 7/1/2029
29216MAW0	12.63	7,900,000	3,065,032	998,007	-2,067,025	6.45	Employees Retirement System 0% 7/1/2031
29216MAX8	11.85	11,780,000	4,289,275	1,396,401	-2,892,874	6.45	Employees Retirement System 0% 7/1/2032
29216MAY6	11.12	12,700,000	4,339,775	1,412,621	-2,927,154	6.45	Employees Retirement System 0% 7/1/2033
29216MAZ3	10.44	14,300,000	4,585,884	1,492,777	-3,093,107	6.45	Employees Retirement System 0% 7/1/2034
29216MAK6	40.39	3,000,000	2,986,726	1,211,730	-1,774,996	6.24	Employees Retirement System 6.2% 7/1/2039
29216MAL4	40.39	5,800,000	5,774,105	2,342,504	-3,431,601	6.24	Employees Retirement System 6.2% 7/1/2040
29216MBB5	40.40	8,400,000	8,364,750	3,393,516	-4,971,234	6.34	Employees Retirement System 6.3% 7/1/2036
29216MBE9	40.39	8,400,000	8,362,624	3,392,508	-4,970,116	6.34	Employees Retirement System 6.3% 7/1/2039
29216MAN0	40.38	16,275,000	16,275,000	6,571,194	-9,703,806	6.45	Employees Retirement System 6.45% 7/1/2055
29216MAP5	40.38	16,275,000	16,275,000	6,571,194	-9,703,806	6.45	Employees Retirement System 6.45% 7/1/2056
29216MAQ3	40.37	11,550,000	11,550,000	4,663,197	-6,886,803	6.45	Employees Retirement System 6.45% 7/1/2057
29216MBF6	40.38	7,500,000	7,427,503	3,028,200	-4,399,303	6.62	Employees Retirement System 6.55% 7/1/2055
29216MBG4	40.38	6,480,000	6,417,219	2,616,300	-3,800,919	6.62	Employees Retirement System 6.55% 7/1/2056
29216MBJ8	40.38	11,000,000	10,892,987	4,441,360	-6,451,627	6.62	Employees Retirement System 6.55% 7/1/2058
3133EGPQ2	100.07	982,000	981,509	982,644	1,135	2.77	FFCB 2.77% 7/28/2036
3133EFBE6	100.07	18,000,000	17,923,010	18,012,906	89,896	3.54	FFCB 3.50% 9/14/2029
3130A8TT0	100.10	2,090,000	2,090,000	2,092,061	2,061	2.79	FHLB 2.79% 8/8/2036
3130A8TU7	100.08	1,650,000	1,650,000	1,651,312	1,312	2.89	FHLB 2.89% 8/9/2041
3133EGBF1	100.28	600,000	600,000	601,690	1,690	3.00	FHLB 3% 5/19/2036
3130A83E1	100.23	600,000	600,000	601,381	1,381	3.00	FHLB 3% 5/23/2036
3130A7RV9	100.12	1,000,000	1,000,000	1,001,158	1,158	3.17	FHLB 3.17% 4/21/2036
3133XGAY0	148.51	16,650,000	17,692,864	24,726,782	7,033,918	5.00	FHLB 5.5% 7/15/2036
31403UWV9	117.46	54,267	54,692	63,744	9,052	(4)	FNMA 758560 6% 8/1/2034
31403UW98	114.81	277,449	277,449	318,542	41,093	(4)	FNMA 758572 5.5% 12/1/2034
31404RU96	114.88	568,953	568,953	653,614	84,661	(4)	FNMA 776508 5.5% 2/1/2034
31405L2W8	115.19	240,475	240,474	277,015	36,541	(4)	FNMA 792889 5.5% 10/1/2033
31407NJA2	116.16	463,591	463,588	538,516	74,928	(4)	FNMA 835557 5.5% 10/1/2035
745177FF7	29.13	2,700,000	1,880,777	786,375	-1,094,402	11.29	Government Development Bank 5% 8/1/2023
745177FH3	29.13	1,000,000	638,601	291,250	-347,351	11.23	Government Development Bank 5.2% 8/1/2026
745160QE4	61.35	1,000,000	1,000,000	613,450	-386,550	6.05	PR Aqueduct 6.05% 7/1/2028
74526QXB3	67.73	1,100,000	961,751	744,986	-216,765	12.60	PR Electric Power Authority 5.00% 7/1/2018
74526QKL5	67.73	240,000	209,837	162,542	-47,295	12.60	PR Electric Power Authority 5.00% 7/1/2018
74526QXC1	67.56	380,000	309,922	256,720	-53,201	12.78	PR Electric Power Authority 5.00% 7/1/2019
74526QXJ6	67.72	655,000	573,397	443,566	-129,831	12.80	PR Electric Power Authority 5.25% 7/1/2018
74526QYY2	67.03	650,000	421,846	435,682	13,836	10.80	PR Electric Power Authority 5.25% 7/1/2027
74526QA69	67.29	1,630,000	1,131,717	1,096,762	-34,955	10.42	PR Electric Power Authority 6.75% 7/1/2036
74526QA77	67.30	950,000	692,684	639,379	-53,306	10.44	PR Electric Power Authority 7.00% 7/1/2033
74529JHY4	10.14	51,850,000	12,849,708	5,259,664	-7,590,044	7.48	PR Sales Tax Financing 0% 8/1/2035
74529JHN8	51.00	90,000	38,311	45,903	7,592	14.61	PR Sales Tax Financing 6% 8/1/2042
74529JBG9	68.77	310,000	308,087	213,178	-94,909	6.10	PR Sales Tax Financing 6.05% 7/1/2039
74529JBF1	68.77	7,500,000	7,510,417	5,157,750	-2,352,667	5.91	PR Sales Tax Financing 6.05% 8/1/2038
74529JBH7	68.77	310,000	308,085	213,187	-94,898	6.10	PR Sales Tax Financing 6.05% 8/1/2039
74529JBJ3	68.73	1,025,000	1,025,000	704,493	-320,507	6.35	PR Sales Tax Financing 6.35% 5/1/2057
74529JBK0	68.74	1,025,000	1,025,000	704,534	-320,466	6.35	PR Sales Tax Financing 6.35% 7/1/2057
74529JBL8	68.74	1,025,000	1,025,000	704,534	-320,466	6.35	PR Sales Tax Financing 6.35% 7/1/2057
74529JAE5	68.74	1,025,000	1,025,000	704,554	-320,446	6.35	PR Sales Tax Financing 6.35% 8/1/2057
74529JHP3	51.00	250,000	105,717	127,505	21,788	15.69	PR Sales Tax Financing 6.5% 8/1/2044
745211LH3	58.47	250,000	240,766	146,183	-94,584	5.85	PRIDCO 5.2% 7/1/2023
452152GS4	114.25	<u>5,000,000</u>	<u>5,000,000</u>	<u>5,712,450</u>	<u>712,450</u>	7.35	US Muni - Illinois St 7.35% 7/1/2035
Total		271,480,817	196,190,466	121,079,343	-75,111,123		

**Leverage**

REPO:

PR Muni Collateral	0
Non PR Muni Collateral	<u>46,933,149</u>
Total REPO	46,933,149 WAC 0.78 / WAM 35 days

TSO:

0 WAC 0 / WAM 0 days

Total Leverage

46,933,149



Swaps		Current Value <sup>2</sup>	To be received Rate at		To be paid Rate at		Maturity Date
Counterparty	Notional		01/21/2017	Type	01/21/2017	Type	
JP Morgan	11,675,000	11,637,595	1st reset 12/21/16	1-Month LIBOR	0.72%	Fixed	21-Dec-19
	11,675,000	11,637,595					

**Portfolio Holdings - Summary**<sup>1, 6, 7</sup>

PR Obligations		Credit Quality <sup>5, 7</sup>	
Mortgage-Backed Securities		AAA	42.55%
CMO, COMM END, FNMA, GNMA,		AA	0.00%
		A	4.72%
		BBB	0.00%
Employees Retirement System		<BBB	52.73%
PR Sales Tax Financing			100.00%
PREPA			
PRASA Insured			
PRIDCO			
GDB			
<b>PR Obligations</b>		<b>54.26%</b>	

**US Obligations**

Federal Home Loan Bank	26.15%
Federal Farm Credit Bank	14.88%
Build America Bonds	4.72%
<b>US Obligations</b>	<b>45.74%</b>

- (1) As of July 31, 2016. The Fund is actively managed, and its composition will vary over time. The data contained in this report has not been audited and is reported on a trade date basis. Other reports including compliance with applicable ratios are reported on a settlement date basis.
- (2) Securities are valued by the Fund using values supplied by independent third party pricing services or broker dealers. In arriving at their valuation, pricing sources and broker dealers may use a grid matrix of securities values as well as the evaluation of their staff. Certain Puerto Rico obligations have a limited number of market participants and thus, might not have readily ascertainable market and may have periods of illiquidity.
- (3) Yield of the security at purchase. The yield is computed to maturity or the call date, whichever is lower.
- (4) For mortgage backed securities the yield depends on the prepayment of the underlying mortgages and the premium or discount, if any, at the time of purchase. For a full discussion of the prepayment risk of investing in mortgage backed securities please refer to the Fund's prospectus.
- (5) As of July 31, 2016, using the S&P equivalent ratings scale. The Fund's investment portfolio is actively managed, and its composition (including the portfolio statistics and characteristics) will vary over time. Credit quality percentages include only fixed income securities and vary over time, as new investments held by the Fund are reassessed. To the extent that the Fund's maximum investment threshold in below investment-grade (below "BBB" rating) securities is exceeded, Fund management may determine to continue to hold such lower-rated securities, provided any new investment proceeds are directed to acquire investment securities which satisfy the Fund's minimum credit rating requirements.
- (6) Credit enhancements have different terms and conditions and are only effective if the insurer, bank, or other third party has the wherewithal to honor its commitment. They are only as good as the creditworthiness of the insurer or other third party backing the bonds.
- (7) Percentages may not total 100% due to rounding.