

METROPOLITAN WEST TOTAL RETURN BOND FUND

Total Net Assets:	\$ 5,705,787,319
Uninvested Cash	\$ (1,134,942,887)
Portfolio%:	-19.89%
Effective Date:	9/30/08

Security	Cusip	Curr Face	Ticker	Coupon	Mat	Mkt Val	Mkt Val%	Sec Type
SIGNATURE 5	826677106	2,000,000	SIG	0.76%	10/15/09	\$ 200,086	0.00%	ABS
WOODBRENE CAP I	978802205	1,350,000	AGO	4.96%	4/8/49	\$ 796,500	0.01%	EQT
WOODBRENE CAP II	978803203	1,350,000	AGO	4.96%	4/8/49	\$ 796,500	0.01%	EQT
ASSET BACKED FUNDING CERTIFICA	00075WAD1	18,144,000	ABFC	3.43%	1/25/37	\$ 9,702,504	0.17%	ABS
ASSET BACKED FUNDING CERTIFICA	00075XAF4	8,375,000	ABFC	3.43%	10/25/36	\$ 3,894,551	0.07%	ABS
AES CORP	00130HBA2	800,000	AES	8.75%	5/15/13	\$ 808,000	0.01%	CORP
ABX FINANCING CO	003876AB5	5,000,000	ABX	6.35%	10/15/36	\$ 4,142,435	0.07%	CORP
ADJUSTABLE RATE MORTGAGE TRUST	007036QK5	20,718,062	ARMT	5.44%	11/25/35	\$ 16,101,446	0.28%	MBS
ALLIS-CHALMERS E	019645AC4	500,000	ALY	9.00%	1/15/14	\$ 452,500	0.01%	CORP
COUNTRYWIDE ALTERNATIVE LOAN T	02147JAD0	17,731,260	CWALT	6.00%	2/25/47	\$ 16,269,729	0.29%	MBS
AM AIRLN PT TRST	023769AA0	4,588,709	AMR	3.86%	7/9/10	\$ 4,264,053	0.07%	CORP
AM AIRLN PT TRST	02378JBG2	66,462	AMR	6.98%	4/1/11	\$ 60,813	0.00%	CORP
AHMA 2007-4 A2	026934AB5	36,102,000	AHMA	3.40%	8/25/37	\$ 24,908,816	0.44%	MBS
AMRESCO RESIDENTIAL SECURITIES	03215PEU9	16,027	AMRES	7.72%	6/25/28	\$ 4,678	0.00%	ABS
APPALACHIAN POWER CO	037735BM8	9,671,000	AEP	6.60%	5/1/09	\$ 9,797,664	0.17%	CORP
AQUILA INC	03840PAC6	1,000,000	GXP	14.88%	7/1/12	\$ 1,107,167	0.02%	CORP
ASSET BACKED SECURITIES CORP H	04541GEV0	6,028,380	ABSHE	4.49%	8/15/33	\$ 4,558,697	0.08%	ABS
ASSET BACKED FUNDING CERTIFICA	04545EAC7	41,977,000	ABFC	4.21%	6/25/37	\$ 22,733,190	0.40%	ABS
BANCO DE CREDITO Y SECURITIZAC	05522PAC6	1,437,460	BACS1	8.00%	5/31/10	\$ 389,352	0.01%	MBS
BLACKROCK CAPITAL FINANCE L.P.	05535DBD5	4,093	BCF	1.30%	12/25/35	\$ 4,095	0.00%	MBS
BHN MORTGAGE FUND	05544NAC5	429,841	BHN	8.00%	3/31/11	\$ 116,057	0.00%	MBS
BHN MORTGAGE FUND	05544UAA3	13,760	BHN	3.84%	5/31/17	\$ 3,716	0.00%	MBS
BHN MORTGAGE FUND	05544UAC9	2,500	BHN	7.54%	5/31/17	\$ 676	0.00%	MBS
BRE PROPERTIES	05564EBB1	9,280,000	BRE	7.45%	1/15/11	\$ 9,357,349	0.16%	CORP
BNC MORTGAGE LOAN TRUST	05569GAC0	12,881,000	BNMNT	3.31%	3/25/37	\$ 9,804,458	0.17%	ABS
BNP PARIBAS FIN CP 10/09/08	0556NOK95	83,735,000	BNP	3.99%	10/9/08	\$ 83,660,755	1.47%	MM
BANK ONE CORP	059438AL5	1,165,000	JPM	9.88%	3/1/19	\$ 1,177,802	0.02%	CORP
BANC OF AMERICA MORTGAGE SECUR	05948PAY4	142,482	BOAMS	5.00%	2/25/18	\$ 134,525	0.00%	MBS
BANC OF AMERICA MORTGAGE SECUR	05950TAF2	28,178,162	BOAMS	6.21%	11/20/46	\$ 24,992,852	0.44%	MBS
BANK OF AMER CRP	060505DP6	8,500,000	BAC	5.75%	12/1/17	\$ 2,220,130	0.13%	CORP
BANK OF AMERICRCA CORP.	060505DR2	35,778,000	BAC	8.00%	12/29/49	\$ 28,374,172	0.50%	EQT
BANK OF AMER CRP	060505DT8	10,000,000	BAC	8.13%	12/29/49	\$ 8,091,900	0.14%	EQT
BANKAMERICA CAP	06604BAA7	800,000	BAC	8.00%	12/15/26	\$ 685,826	0.01%	CORP
BANKAMERICA INST	06605HAA6	350,000	BAC	8.07%	12/31/26	\$ 300,757	0.01%	CORP
BANPONCE TRUST I	066915AA7	12,675,000	BPOP	8.33%	2/1/27	\$ 11,774,619	0.21%	CORP
BARRICK GOLD	06849TAA6	14,760,000	ABX	6.13%	9/15/13	\$ 14,520,593	0.25%	CORP
BAYVIEW COMMERCIAL ASSET TRUST	07324NAA1	8,305,096	BAYC	3.46%	10/25/36	\$ 6,831,299	0.12%	ABS
BAYVIEW FINANCIAL ACQUISITION	07325NAQ5	9,436,996	BAYV	4.89%	4/28/39	\$ 8,385,658	0.15%	ABS
BEAR STEARNS COMMERCIAL MORTGA	07383FFP8	57,915,000	BSCMS	6.48%	2/15/35	\$ 58,116,064	1.02%	MBS
BEAR STEARNS COMMERCIAL MORTGA	07383FGG7	25,000,000	BSCMS	5.61%	11/15/33	\$ 24,665,095	0.43%	MBS
BEAR STEARNS COMMERCIAL MORTGA	07383FXJ2	37,951,000	BSCMS	5.19%	5/11/39	\$ 35,818,920	0.63%	MBS
BSARM 2005-4 2A3	07387ABP9	23,003,000	BSARM	4.45%	8/25/35	\$ 22,167,563	0.39%	MBS
BEAR STEARNS COMMERCIAL MORTGA	07388LAE0	2,870,000	BSCMS	5.54%	9/11/41	\$ 2,563,264	0.04%	MBS
BEAR STEARNS CO	073928W82	8,910,000	JPM	3.06%	7/16/09	\$ 8,869,541	0.16%	CORP
BEAR STEARNS ASSET BACKED SECU	07400TAA5	2,579,992	BSABS	3.40%	1/25/47	\$ 2,444,469	0.04%	ABS
BIRCH 1A A1	09070FAE2	2,205,000	BIRCH	5.16%	2/10/38	\$ 1,917,224	0.03%	ABS
CHS/COMMUNITY	12543DAF7	1,250,000	CYH	8.88%	7/15/15	\$ 1,193,750	0.02%	CORP
CSC HOLDINGS INC	126304AP9	1,575,000	CVC	7.63%	4/1/11	\$ 1,523,813	0.03%	CORP
COUNTRYWIDE ALTERNATIVE LOAN T	12667GCK7	16,467,922	CWALT	2.71%	5/25/35	\$ 261,334	0.00%	MBS
COUNTRYWIDE ALTERNATIVE LOAN T	12667GN33	10,519,985	CWALT	4.21%	8/25/35	\$ 6,234,440	0.11%	MBS
COUNTRYWIDE ALTERNATIVE LOAN T	126694Z68	59,211,360	CWALT	2.92%	5/20/46	\$ 1,545,046	0.03%	MBS
COUNTRYWIDE HOME LOANS	12669FT52	11,825,529	CWHL	5.07%	8/25/34	\$ 10,104,464	0.18%	MBS
COUNTRYWIDE HOME LOANS	12669G6K2	12,913,517	CWHL	5.08%	9/20/35	\$ 8,919,715	0.16%	MBS
COUNTRYWIDE ASSET-BACKED CERTI	12669LAB6	13,934,138	CWL	3.31%	9/25/37	\$ 13,066,944	0.23%	ABS
CALPINE CONS FIN	13134YAA5	11,625,000	CPN	11.60%	8/26/11	\$ 12,555,000	0.22%	CORP
CEDAR BRAKES I	15005MAD6	6,593,772	CEDARB	8.50%	2/15/14	\$ 7,066,308	0.12%	CORP
CEDAR BRAKES II	15005NAD4	8,735,556	CEDARB	9.88%	9/1/13	\$ 9,510,767	0.17%	CORP
CHASE MORTGAGE FINANCE CORPORA	16162WBPB9	14,353,528	CHASE	5.41%	12/25/35	\$ 12,143,814	0.21%	MBS
CHASE MORTGAGE FINANCE CORPORA	16163LAF9	27,709,454	CHASE	4.70%	7/25/37	\$ 26,090,972	0.46%	MBS
CHESAPEAKE ENRGY	165167BJ5	500,000	CHK	7.00%	8/15/14	\$ 470,000	0.01%	CORP
CHEVY CHASE MORTGAGE FUNDING C	16678RAS6	2,204,387	CCMFC	3.49%	1/25/35	\$ 1,959,904	0.03%	MBS
CINC BELL INC	171871AB2	525,000	CBB	7.25%	7/15/13	\$ 475,125	0.01%	CORP
CITIGROUP INC	172967EP2	24,257,000	C	6.88%	3/5/38	\$ 19,896,271	0.35%	CORP
CITIGROUP INC	172967EQ0	6,291,000	C	5.50%	4/11/13	\$ 5,496,459	0.10%	CORP
CITIGROUP INC.	172967ER8	30,132,000	C	8.40%	4/30/49	\$ 20,547,312	0.36%	EQT
CITIGROUP INC.	172967EU1	29,915,000	C	6.50%	8/19/13	\$ 26,614,269	0.47%	CORP
CITIGROUP MORTGAGE LOAN TRUST	17307GFM5	19,094,440	CMLTI	4.75%	5/25/34	\$ 17,960,637	0.31%	MBS
CITIGROUP XXI	173094AA1	11,637,000	C	8.30%	12/21/49	\$ 8,689,336	0.15%	CORP
CITIGROUP COMMERCIAL MORTGAGE	17311QBM1	2,040,000	CGCMT	5.89%	12/10/49	\$ 1,587,532	0.03%	MBS
CITIGROUP MORTGAGE LOAN TRUST	17313JAL8	3,090,000	CMLTI	4.21%	7/25/37	\$ 559,515	0.01%	ABS
CITIZENS UTIL CO.	17453BAT8	1,400,000	FTR	6.63%	3/15/15	\$ 1,211,000	0.02%	CORP

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CLECO POWER LLC	185508AF5	20,000,000	CNL	6.65%	6/15/18	\$ 19,097,340	0.33%	CORP
COLLATERALIZED MORTGAGE OBLIGA	193908AS9	6,625	CMOT	9.90%	2/1/19	\$ 7,123	0.00%	MBS
COLONIAL REALTY	195891AH9	176,000	CLP	4.75%	2/1/10	\$ 170,175	0.00%	CORP
COMM2006-C7 AM	20047QAG0	11,613,000	COMM	5.99%	6/10/46	\$ 9,671,154	0.17%	MBS
GREENWICH CAPITAL COMMERCIAL F	20173QAE1	16,885,000	GCCFC	5.44%	3/10/39	\$ 14,311,267	0.25%	MBS
COMSTOCK RESOURCES INC.	205768AF1	850,000	CRK	6.88%	3/1/12	\$ 773,500	0.01%	CORP
CONSECO FINANCE	20847TAX9	6,217,766	CNFHE	7.29%	8/15/33	\$ 6,114,506	0.11%	ABS
CONS EDISON CO OF NY	209111ET6	15,004,000	ED	5.85%	4/1/18	\$ 14,270,004	0.25%	CORP
CONTL AIRLINES	21079RAA0	2,500,000	CAL	6.90%	4/19/22	\$ 1,750,000	0.03%	CORP
CONTL AIRLINES	210805BD8	2,214,089	CAL	7.46%	4/1/15	\$ 1,926,257	0.03%	CORP
CONTL AIRLINES	210805CT2	6,784,671	CAL	7.26%	3/15/20	\$ 6,055,319	0.11%	CORP
CONTL AIRLINES	210805CZ8	2,000,000	CAL	7.92%	5/1/10	\$ 1,910,000	0.03%	CORP
CORRAL FINANS	22026EAA1	522,763	PREEM	4.29%	4/15/10	\$ 428,666	0.01%	CORP
COUNTRYWIDE FINL	222372AN4	2,500,000	CFC	0.00%	4/15/37	\$ 2,462,500	0.04%	CORP
COUNTRYWIDE HOME	22237LMY5	7,280,000	CFC	5.63%	7/15/09	\$ 6,611,993	0.12%	CORP
COUNTRYWIDE HOME LOAN MTNL	22237LPA4	20,645,000	CFC	4.00%	3/22/11	\$ 17,772,001	0.31%	CORP
COUNTRYWIDE FINL	22238HAW0	3,480,000	CFC	3.33%	12/19/08	\$ 3,271,200	0.06%	CORP
COUNTRYWIDE FINL	22238HBD1	19,505,000	CFC	3.42%	3/24/09	\$ 19,041,269	0.33%	CORP
COUNTRYWIDE FINL	22238HEL0	11,365,000	CFC	2.93%	1/5/09	\$ 10,683,100	0.19%	CORP
COUNTRYWIDE FINL CORP MTN	22238HGQ7	16,150,000	CFC	5.80%	6/7/12	\$ 12,987,074	0.23%	CORP
CRED SUIS NY	22541HCC4	28,800,000	CS	6.00%	2/15/18	\$ 25,133,645	0.44%	CORP
CS FIRST BOSTON MORTGAGE SECUR	22541NMR7	20,530,000	CSFB	5.18%	11/15/36	\$ 19,634,806	0.34%	MBS
CREDIT SUISSE GUERNSEY	225448AB5	15,933,000	CS	3.49%	5/29/49	\$ 10,166,369	0.18%	CORP
CREDIT SUISSE MORTGAGE CAPITAL	22545LAD1	21,035,000	CSMC	5.31%	12/15/39	\$ 18,281,981	0.32%	MBS
CREDIT SUISSE MORTGAGE CAPITAL	225470F57	14,017,000	CSMC	5.71%	2/15/39	\$ 13,211,066	0.23%	MBS
CRED SUIS NY	2254COTC1	16,178,000	CS	5.00%	5/15/13	\$ 15,007,085	0.26%	CORP
DLJ MORTGAGE ACCEPTANCE CORP	23321PWP9	170,667	DLJMA	0.00%	1/25/26	\$ 214	0.00%	MBS
DELTA AIR LINES	24736TAN5	4,402,870	DAL	7.38%	5/18/10	\$ 4,281,791	0.08%	CORP
DELTA AIR LINES	24736TAT2	26,843,000	DAL	7.11%	9/18/11	\$ 24,762,668	0.43%	CORP
DELTA AIR LINES	24736TBT7	3,898,683	DAL	6.82%	8/10/22	\$ 3,216,413	0.06%	CORP
DEVELOP DIV RLTY	251591AG8	620,000	DDR	4.63%	8/1/10	\$ 594,897	0.01%	CORP
DEVELOP DIV RLTY	251591AK9	3,430,000	DDR	5.25%	4/15/11	\$ 3,252,299	0.06%	CORP
DEVELOP DIV RLTY	251591AN3	315,000	DDR	5.38%	10/15/12	\$ 286,647	0.01%	CORP
DEUTSCHE BK LOND	2515A0NY5	15,490,000	DB	4.88%	5/20/13	\$ 14,810,717	0.26%	CORP
DEX MEDIA WEST	252126AD9	3,075,000	RHD	8.50%	8/15/10	\$ 2,729,063	0.05%	CORP
EMBARCADERO AIRCRAFT SECURITIZ	29078PAA8	1,619,568	EAST	2.97%	8/15/25	\$ 1,068,984	0.02%	ABS
ENTERGY GULF STS	29364LAN2	4,600,000	ETR	5.25%	8/1/15	\$ 4,243,758	0.07%	CORP
ENTERGY GULF ST	29365PAM4	17,500,000	ETR	6.00%	5/1/18	\$ 16,107,088	0.28%	CORP
EQUITY ONE INC	294752AA8	270,000	EQY	3.88%	4/15/09	\$ 264,753	0.00%	CORP
FPL GROUP CAPTL	302570BA3	3,335,000	FPL	5.35%	6/15/13	\$ 3,314,055	0.06%	CORP
FAIRFAX FINL HLD	303901AN2	6,590,000	FFHCN	7.75%	4/26/12	\$ 6,524,100	0.11%	CORP
FARMERS EXCH CAP	309588AC5	2,926,000	FARMER	7.05%	7/15/28	\$ 2,341,096	0.04%	CORP
FARMERS EXCH CAP	309588AE1	1,392,000	FARMER	7.20%	7/15/48	\$ 1,076,448	0.02%	CORP
FARMERS INS EXCH	309601AA0	11,127,000	FARMER	8.63%	5/1/24	\$ 10,642,920	0.19%	CORP
FREDDIE MAC	31283H2E4	3,203,566	FG	5.50%	4/1/34	\$ 3,204,799	0.06%	MBS
FREDDIE MAC	31283HVG7	12,536,885	FG	5.00%	2/1/33	\$ 12,244,521	0.21%	MBS
FREDDIE MAC	31283HX67	226,496	FG	4.00%	9/1/33	\$ 210,142	0.00%	MBS
FREDDIE MAC	31283HYG4	74,465	FG	4.00%	9/1/33	\$ 69,089	0.00%	MBS
FREDDIE MAC	31283HZH1	51,629,806	FG	5.50%	2/1/34	\$ 51,517,599	0.90%	MBS
FREDDIE MAC	31283K3Q9	7,240,945	FG	6.00%	3/1/20	\$ 7,375,899	0.13%	MBS
FREDDIE MAC	3128JRCZ7	7,081,925	FH	4.22%	5/1/34	\$ 7,163,914	0.13%	MBS
FREDDIE MAC	3128KHMD5	32,547,355	FG	5.00%	1/1/34	\$ 31,767,999	0.56%	MBS
FREDDIE MAC	3128KWNW9	5,415,860	FG	6.00%	9/1/37	\$ 5,485,250	0.10%	MBS
FREDDIE MAC	3128LXTX8	22,151,609	FG	6.50%	10/1/36	\$ 22,791,088	0.40%	MBS
FREDDIE MAC	3128M1RN1	70,897,417	FG	5.50%	10/1/21	\$ 71,429,140	1.25%	MBS
FREDDIE MAC	3128M4B69	21,587,855	FG	6.50%	11/1/36	\$ 22,271,517	0.39%	MBS
FREDDIE MAC	3128M4FU2	24,508,350	FG	5.00%	12/1/34	\$ 23,954,011	0.42%	MBS
FREDDIE MAC	3128M4RD7	49,684,294	FG	6.00%	4/1/37	\$ 50,350,280	0.88%	MBS
FREDDIE MAC	3128M4TL7	33,537,143	FG	5.50%	3/1/37	\$ 33,552,140	0.59%	MBS
FREDDIE MAC	3128M52L3	68,482,611	FG	5.50%	3/1/38	\$ 68,183,972	1.19%	MBS
FREDDIE MAC	3128M5B25	13,808,697	FG	5.50%	8/1/37	\$ 13,742,351	0.24%	MBS
FREDDIE MAC	3128M5EH9	79,703,457	FG	6.00%	11/1/37	\$ 80,749,557	1.42%	MBS
FREDDIE MAC	3128M5KN9	53,467,381	FG	6.00%	7/1/37	\$ 54,152,426	0.95%	MBS
FREDDIE MAC	3128M5MZ0	37,938,029	FG	5.50%	12/1/37	\$ 37,767,603	0.66%	MBS
FREDDIE MAC	3128M5PY0	44,310,204	FG	6.00%	11/1/37	\$ 44,891,770	0.79%	MBS
FREDDIE MAC	3128M5RC6	16,546,033	FG	5.50%	1/1/38	\$ 16,471,705	0.29%	MBS
FHLMC POOL #G04048	3128M5ZM5	67,281,428	FG	6.00%	3/1/38	\$ 68,132,955	1.19%	MBS
FHLMC #G04438	3128M6HP6	65,166,910	FG	5.50%	5/1/38	\$ 64,882,730	1.14%	MBS
FHLMC	3128M6RY6	101,490,000	FG	5.50%	8/1/38	\$ 100,970,655	1.77%	MBS
FREDDIE MAC	3128MBLD7	17,000,833	FG	6.00%	8/1/22	\$ 17,324,911	0.30%	MBS
FREDDIE MAC	3128MBN29	44,667,083	FG	6.00%	11/1/22	\$ 45,518,549	0.80%	MBS
FHLMC #G13032	3128MBSV0	16,817,787	FG	6.00%	9/1/22	\$ 17,133,120	0.30%	MBS
FHLMC POOL #G13058	3128MBTP2	40,654,662	FG	4.50%	10/1/20	\$ 40,018,686	0.70%	MBS
FREDDIE MAC	312903Z34	810	FHR	6.50%	9/15/21	\$ 809	0.00%	MBS
FREDDIE MAC	312904MG7	1,290	FHR	7.95%	10/15/20	\$ 1,289	0.00%	MBS
FREDDIE MAC	312905UN0	4,776	FHR	7.00%	5/15/21	\$ 5,053	0.00%	MBS
FREDDIE MAC	31292HUR3	13,444,297	FG	5.00%	2/1/33	\$ 13,130,772	0.23%	MBS
FREDDIE MAC	31292BTM4	2,885,645	FG	6.50%	10/1/31	\$ 2,985,126	0.05%	MBS
FREDDIE MAC	31292CWX4	25,993,242	FG	5.50%	5/1/34	\$ 25,908,967	0.45%	MBS

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FREDDIE MAC	31298EX91	131,041	FG	6.50%	9/1/29	\$ 135,763	0.00%	MBS
FREDDIE MAC	31298SNE0	46,270	FG	7.50%	10/1/27	\$ 50,307	0.00%	MBS
FREDDIE MAC	31335HT60	601,831	FG	6.50%	8/1/22	\$ 623,035	0.01%	MBS
FHLB 10/08/08	313384J83	83,795,000	FHLB	0.00%	10/8/08	\$ 83,760,784	1.47%	MM
FHLB 10/10/08	313384K24	162,000,000	FHLB	0.00%	10/10/08	\$ 161,914,623	2.84%	MM
FHLB DN 10/20/08	313384L49	3,330,000	FHLB	2.30%	10/20/08	\$ 3,325,958	0.06%	MM
FHLB	313384M48	15,385,000	FHLB	0.00%	10/28/08	\$ 15,357,410	0.27%	MM
FHLB DN 12/05/08	313384S26	15,185,000	FHLB	2.54%	12/5/08	\$ 15,117,138	0.26%	MM
FHLB DN 12/17/08	313384T66	144,158,000	FHLB	2.16%	12/17/08	\$ 143,394,828	2.51%	MM
FHLB	313384T74	191,970,000	FHLB	0.00%	12/18/08	\$ 190,940,657	3.35%	MM
FHLB	313384T82	260,851,000	FHLB	2.75%	12/19/08	\$ 259,434,318	4.55%	MM
FHLMC 10/28/08	313396M42	16,830,000	FMCDN	2.40%	10/28/08	\$ 16,800,145	0.29%	MM
FMC DN 10/29/08	313396M59	5,755,000	FMCDN	2.43%	10/29/08	\$ 5,744,189	0.10%	MM
FREDDIE MAC	3133TAG22	585,726	FHR	7.00%	7/15/27	\$ 609,160	0.01%	MBS
FREDDIE MAC	3133TGYT0	807,964	FHR	6.00%	1/15/28	\$ 786,964	0.01%	MBS
FREDDIE MAC	3133TNCF9	168,455	FHR	8.00%	1/15/30	\$ 175,262	0.00%	MBS
FREDDIE MAC	31349SSC8	5,589,796	FH	5.23%	4/1/34	\$ 5,731,636	0.10%	MBS
FREDDIE MAC	31349ST29	4,268,393	FH	4.38%	4/1/34	\$ 4,318,142	0.08%	MBS
FNMA 10/15/08	313588K79	40,000,000	FNDN	2.39%	10/15/08	\$ 39,964,141	0.70%	MM
FNMA 10/16/08	313588K87	11,451,000	FNDN	2.40%	10/16/08	\$ 11,440,001	0.20%	MM
FNMA 11/10/08	313588N92	10,670,000	FNDN	0.00%	11/10/08	\$ 10,644,805	0.19%	MM
FANNIE MAE	31358N4F6	5,703	FNR	7.50%	7/25/22	\$ 6,053	0.00%	MBS
FANNIE MAE	31358NF64	1,137	FNR	7.00%	7/25/22	\$ 1,192	0.00%	MBS
FANNIE MAE	31358NFW7	20,688	FNR	7.00%	6/25/22	\$ 20,959	0.00%	MBS
FANNIE MAE	31358UAK2	202,000	FNR	7.00%	3/25/23	\$ 209,577	0.00%	MBS
FANNIE MAE	31359BPX9	316,335	FNR	0.00%	10/25/22	\$ 274,131	0.00%	MBS
FANNIE MAE	31359EYQ8	1,160,494	FNR	0.88%	10/25/23	\$ 31,026	0.00%	MBS
FANNIE MAE	31359HJE5	130,000	FNR	7.00%	3/25/24	\$ 135,314	0.00%	MBS
FANNIE MAE	31359PXA9	33,440	FNR	14.95%	10/25/23	\$ 38,688	0.00%	MBS
FANNIE MAE	313602SR6	1,608	FNR	6.90%	6/25/19	\$ 1,657	0.00%	MBS
FANNIE MAE	31370KQZ8	23,863	FN	6.60%	9/1/23	\$ 24,461	0.00%	MBS
FANNIE MAE	31371KLM1	75,526	FN	6.50%	3/1/22	\$ 78,136	0.00%	MBS
FNMA #254868	31371LCD9	59,998,910	FN	5.00%	9/1/33	\$ 58,660,582	1.03%	MBS
FANNIE MAE	31374ATK0	8,526	FN	5.35%	4/1/25	\$ 8,643	0.00%	MBS
FANNIE MAE	31374EWQ1	29,081	FN	6.30%	3/1/25	\$ 29,555	0.00%	MBS
FANNIE MAE	31385HUQ3	33,466	FN	7.00%	9/1/31	\$ 35,031	0.00%	MBS
FANNIE MAE	31389R7K6	16,860	FN	7.50%	2/1/31	\$ 18,404	0.00%	MBS
FANNIE MAE	31390TVV8	130,164	FN	7.00%	8/1/32	\$ 137,797	0.00%	MBS
FANNIE MAE	31393B5P6	4,223,302	FNR	5.50%	10/25/28	\$ 258,101	0.00%	MBS
FANNIE MAE	31393CQ63	4,197,548	FNR	10.30%	5/25/31	\$ 4,345,535	0.08%	MBS
FANNIE MAE	31393ERF8	3,314,443	FNR	5.50%	6/25/26	\$ 81,144	0.00%	MBS
FANNIE MAE	31393TY83	32,004,000	FNR	4.50%	11/25/23	\$ 28,563,612	0.50%	MBS
FREDDIE MAC	31393V4Y4	6,007,812	FHR	5.00%	4/15/29	\$ 413,233	0.01%	MBS
FREDDIE MAC	31393VW64	149,298	FHR	5.00%	6/15/23	\$ 28,877	0.00%	MBS
FANNIE MAE	31396KEJ7	23,300,000	FNR	6.00%	6/25/35	\$ 23,627,931	0.41%	MBS
FANNIE MAE	31396P6P1	38,516,327	FNR	2.90%	4/25/37	\$ 2,448,229	0.04%	MBS
FNR 2007-54 FA	31396WFO4	29,471,893	FNR	3.61%	6/25/37	\$ 28,756,449	0.50%	MBS
FANNIE MAE	31397LDB2	42,598,734	FNR	6.75%	6/25/37	\$ 44,252,128	0.78%	MBS
FANNIE MAE	31402C4J8	56,080,314	FN	5.50%	4/1/34	\$ 56,025,546	0.98%	MBS
FNMA #725027	31402CPL0	68,853,317	FN	5.00%	11/1/33	\$ 67,236,875	1.18%	MBS
FANNIE MAE	31402CWS7	14,116,413	FN	5.50%	2/1/34	\$ 14,121,025	0.25%	MBS
FNMA #730957	31402KB29	22,354,379	FN	5.00%	8/1/33	\$ 21,829,574	0.38%	MBS
FANNIE MAE	31402QPF2	18,944,515	FN	4.50%	9/1/33	\$ 18,001,416	0.32%	MBS
FNMA #735224	31402QYV7	76,336,814	FN	5.50%	2/1/35	\$ 76,361,753	1.34%	MBS
FNMA POOL #735651	31402RH44	73,633,950	FN	4.50%	6/1/35	\$ 69,784,205	1.22%	MBS
FANNIE MAE	31402RHX0	23,211,328	FN	4.50%	7/1/20	\$ 22,804,704	0.40%	MBS
FANNIE MAE	31402RRC5	12,650,428	FN	6.00%	3/1/33	\$ 12,932,931	0.23%	MBS
FANNIE MAE	31404DJ82	211,876	FN	6.00%	8/1/34	\$ 216,300	0.00%	MBS
FNMA #770284	31404JXM2	9,806,347	FN	5.00%	4/1/34	\$ 9,576,127	0.17%	MBS
FNMA #770332	31404JY58	38,016,237	FN	5.00%	4/1/34	\$ 37,123,745	0.65%	MBS
FANNIE MAE	31406RKY0	9,840,105	FN	5.33%	11/1/35	\$ 9,693,161	0.17%	MBS
FNMA #889184	31410G2R3	66,903,403	FN	5.50%	9/1/36	\$ 66,838,065	1.17%	MBS
FANNIE MAE	31410GA78	53,709,777	FN	5.00%	11/1/33	\$ 52,448,854	0.92%	MBS
FANNIE MAE	31410GAM5	22,519,730	FN	7.00%	4/1/37	\$ 23,394,076	0.41%	MBS
FANNIE MAE	31410GQ22	13,126,836	FN	6.50%	8/1/37	\$ 13,472,953	0.24%	MBS
FNMA POOL #889125	31410GYW7	67,385,582	FN	5.00%	12/1/21	\$ 67,288,189	1.18%	MBS
FANNIE MAE	31410S5Z6	16,632,216	FN	5.81%	7/1/36	\$ 16,875,805	0.30%	MBS
FANNIE MAE	31411HGR5	34,578,253	FN	5.59%	4/1/37	\$ 34,570,058	0.61%	MBS
FANNIE MAE	31412MAV0	41,275,767	FN	6.50%	12/1/37	\$ 42,374,914	0.74%	MBS
FANNIE MAE	31412SBA2	44,065,986	FN	6.50%	10/1/37	\$ 44,732,141	0.78%	MBS
FIRST IND LP	32055RAL1	6,000,000	FR	5.25%	6/15/09	\$ 5,982,339	0.10%	CORP
FIRST UNION HOME EQUITY LOAN T	336910AH7	156,752	FUHEL	7.39%	3/25/29	\$ 23,524	0.00%	ABS
FIRST UNION NB-BANK OF AMERICA	337368AB0	11,094,369	FUBOA	6.14%	3/15/33	\$ 11,086,899	0.19%	MBS
FORD MOTOR CRED	345397SG9	4,851,000	F	5.80%	1/12/09	\$ 4,606,199	0.08%	CORP
FORD MOTOR CRED	345397UK7	2,925,000	F	7.24%	4/15/12	\$ 2,704,522	0.05%	CORP
FORD MOTOR CRED	345397VC4	2,750,000	F	8.00%	12/15/16	\$ 1,741,006	0.03%	CORP
FORD MOTOR CRED	345397VD2	3,809,000	F	5.54%	1/13/12	\$ 2,399,670	0.04%	CORP
FORD MOTOR CRED	345397VG5	7,750,000	F	7.80%	6/1/12	\$ 4,815,532	0.08%	CORP
FREEMPORT-MC C&G	35671DAT2	350,000	FCX	5.88%	4/1/15	\$ 335,699	0.01%	CORP

Security	Cusip	Curr Face	Ticker	Coupon	Mat	Mkt Val	Mkt Val%	Sec Type
GMAC COMMERCIAL MORTGAGE SECUR	361849DZ2	42,885,481	GMACC	0.92%	5/15/35	\$ 1,393,770	0.02%	MBS
GMAC COMMERCIAL MORTGAGE SECUR	361849J78	435,000	GMACC	4.55%	12/10/41	\$ 410,267	0.01%	MBS
GMAC COMMERCIAL MORTGAGE SECUR	361849VM1	28,350,000	GMACC	5.71%	10/15/38	\$ 27,677,427	0.49%	MBS
GMAC LLC	36186CAH6	8,706,000	GMAC	6.63%	5/15/12	\$ 3,688,219	0.06%	CORP
GOVERNMENT NATIONAL MORTGAGE A	36225DDY7	62,344	G2	5.63%	8/20/34	\$ 63,049	0.00%	MBS
GS MORTGAGE SECURITIES CORPORA	362332AE8	8,655,000	GSMS	5.56%	11/10/39	\$ 7,842,394	0.14%	MBS
GALVESTON COUNTY TEXAS	3641904F2	8,280,000	GAL	5.00%	2/1/13	\$ 8,791,456	0.15%	MUNI
GE CAPITAL COMMERCIAL MORTGAGE	36828QKR6	2,040,000	GECCM	4.77%	6/10/48	\$ 1,830,291	0.03%	MBS
GECC CP 10/23/08	36959HKP1	76,205,000	GECC	2.30%	10/23/08	\$ 76,097,890	1.33%	MM
GENERAL ELECTRIC CO	369604BC6	16,828,000	GE	5.25%	12/6/17	\$ 14,750,853	0.26%	CORP
GENERAL ELECTRIC CAP CORP	36962G3U6	12,652,000	GE	5.63%	5/1/18	\$ 10,713,283	0.19%	CORP
GMAC LLC	370425RU6	2,700,000	GMAC	7.25%	3/2/11	\$ 1,277,618	0.02%	CORP
GMAC	370425SM3	46,633,000	GMAC	5.01%	12/1/14	\$ 21,557,130	0.38%	CORP
GENERAL MOTORS	370442BQ7	5,200,000	GM	7.38%	5/23/48	\$ 1,742,000	0.03%	CORP
GENESIS FUNDING LTD	37184VAA9	12,600,000	GNFL	3.27%	12/19/32	\$ 8,947,082	0.16%	ABS
GOLDMAN SACHS GROUP INC.	38141EKF5	7,975,000	GS	3.19%	7/22/15	\$ 6,021,125	0.11%	CORP
GOLDMAN SACHS GROUP INC.	38141GDK7	19,150,000	GS	4.75%	7/15/13	\$ 15,779,497	0.28%	CORP
GOLDMAN SACHS GROUP INC.	38141GDZ4	3,800,000	GS	3.29%	1/12/15	\$ 2,476,475	0.04%	CORP
GOLDMAN SACHS GROUP INC.	38141GEW0	1,160,000	GS	2.98%	2/6/12	\$ 901,096	0.02%	CORP
GOLDMAN SACHS GROUP INC.	38141GFM1	21,090,000	GS	6.15%	4/1/18	\$ 17,566,409	0.31%	CORP
GOLDMAN SACHS GROUP INC.	38143UBE0	6,220,000	GS	4.50%	6/15/10	\$ 5,776,184	0.10%	CORP
GOVERNMENT NATIONAL MORTGAGE A	38373QAJ0	3,586,051	GNR	5.50%	2/20/32	\$ 376,805	0.01%	MBS
GOVERNMENT NATIONAL MORTGAGE A	38374CK26	19,426,110	GNR	5.00%	10/20/33	\$ 17,421,844	0.31%	MBS
GOVERNMENT NATIONAL MORTGAGE A	38374MBY4	18,043,785	GNR	5.00%	10/16/35	\$ 15,260,121	0.27%	MBS
GOVERNMENT NATIONAL MORTGAGE A	3837H4UK9	2,384,777	GNR	8.31%	5/16/30	\$ 383,476	0.01%	MBS
GREEN TREE RECREATIONALEQUIPM	393533AW4	381,586	GTCT	7.24%	12/15/22	\$ 306,466	0.01%	ABS
GREENVILLE CNTY S C SCH DIST I	396066AW2	4,095,000	GREEDU	5.50%	12/1/12	\$ 4,494,918	0.08%	MUNI
GREENWICH CAPITAL COMMERCIAL F	396789BF5	34,500,000	GCCFC	4.95%	1/11/35	\$ 32,617,953	0.57%	MBS
GRIFFIN COAL MIN	398186AA4	500,000	GRFFN	9.50%	12/1/16	\$ 322,500	0.01%	CORP
GWF ENERGY LLC	403660AA1	2,631,090	GWFENE	6.13%	12/30/11	\$ 2,733,077	0.05%	CORP
HBOS CAPITAL FUNDING LP	40411CAA0	7,853,000	HBOS	6.07%	6/24/49	\$ 5,083,161	0.09%	CORP
HBOS PLC 144A	4041A2AH7	12,570,000	HBOS	6.75%	5/21/18	\$ 10,557,254	0.19%	CORP
HARBORVIEW MORTGAGE LOAN TRUST	41161PLG6	22,177,170	HVMLT	2.49%	3/19/35	\$ 225,237	0.00%	MBS
HARRIS CNTY TEX	4140045J6	10,597,000	HAR	5.25%	10/1/13	\$ 11,490,539	0.20%	MUNI
HARRIS COUNTY TX REFUNDED BA	4140045K3	880,000	HAR	5.25%	10/1/13	\$ 954,202	0.02%	MUNI
HAWAIIAN TELCOM	420029AD2	775,000	HWTEL	9.75%	5/1/13	\$ 193,750	0.00%	CORP
HCP INC	421915EB1	11,800,000	HCP	6.45%	6/25/12	\$ 11,537,469	0.20%	CORP
HBOS PLC	42205MAA4	37,572,000	HBOS	5.92%	9/29/49	\$ 22,186,454	0.39%	EQT
HIGHWOODS/FORSYTH	431282AF9	6,730,000	HIW	7.50%	4/15/18	\$ 5,973,885	0.10%	CORP
HILCORP ENERGY	431318AC8	550,000	HILCRP	7.75%	11/1/15	\$ 475,750	0.01%	CORP
INDYMAC RESIDENTIAL ASSET BACK	43710BAE6	6,256,000	INABS	3.53%	4/25/47	\$ 2,780,187	0.05%	ABS
IDEARC INC.	451663AC2	900,000	IAR	8.00%	11/15/16	\$ 249,750	0.00%	CORP
AID-INDONESIA	455780AH9	8,790,000	AID	9.30%	7/1/20	\$ 11,253,310	0.20%	USGOV
INDYMAC INDX MORTGAGE LOAN TRU	45660NSL5	8,849,843	INDX	2.63%	12/25/34	\$ 80,202	0.00%	MBS
INDYMAC INDX MORTGAGE LOAN TRU	45660NS48	36,199	INDX	3.61%	8/25/34	\$ 25,630	0.00%	MBS
INGRESS I LTD.	45719QAC3	9,745,000	INGRES	7.38%	3/30/40	\$ 8,671,525	0.15%	CORP
INMAN 2005-2A I	45763MAA1	3,526,075	INMAN	3.24%	10/6/40	\$ 1,480,952	0.03%	ABS
INTELSAT CORP	45823VAA9	880,000	INTEL	9.25%	8/15/14	\$ 827,200	0.01%	CORP
IPALCO ENTERPRISES INC.	462613AE0	300,000	AES	7.25%	4/1/16	\$ 288,000	0.01%	CORP
JPMORGAN CHASE	46623EBM0	2,500,000	JPM	8.55%	7/23/13	\$ 2,199,250	0.04%	CORP
JP MORGAN MORTGAGE TRUST	466247AW3	305,000	JPMMT	4.68%	11/25/33	\$ 257,652	0.00%	MBS
JP MORGAN MORTGAGE TRUST	466247GD9	400,000	JPMMT	4.82%	12/25/34	\$ 344,606	0.01%	MBS
JPMORGAN CHASE	46625HHA1	44,027,000	JPM	7.90%	12/31/49	\$ 37,164,556	0.65%	EQT
JPMORGAN CHASE	46625HHF0	37,114,000	JPM	6.40%	5/15/38	\$ 32,184,222	0.56%	CORP
JPMORGAN CHASE	46626YAA0	3,250,000	JPM	4.71%	9/30/34	\$ 2,512,572	0.04%	CORP
JP MORGAN ALTERNATIVE LOAN TRU	46627BAD0	31,540,132	JPALT	3.31%	6/25/37	\$ 27,470,938	0.48%	MBS
JP MORGAN CHASE COMMERCIAL MOR	46628FAF8	31,145,000	JPMCC	6.07%	4/15/45	\$ 28,236,459	0.49%	MBS
JP MORGAN MORTGAGE TRUST	46628KAK6	23,500,000	JPMMT	5.74%	5/25/36	\$ 17,558,359	0.31%	MBS
JP MORGAN CHASE COMMERCIAL MOR	46629GAH1	3,395,000	JPMCC	5.59%	5/12/45	\$ 2,749,413	0.05%	MBS
JP MORGAN CHASE COMMERCIAL MOR	46630JAC3	15,265,000	JPMCC	5.42%	1/15/49	\$ 12,722,269	0.22%	MBS
JPMCC 2007-CB19 A4	46630VAD4	37,785,000	JPMCC	5.94%	2/12/49	\$ 33,753,012	0.59%	MBS
JP MORGAN CHASE COMMERCIAL MOR	46632HAD3	25,000,000	JPMCC	5.88%	2/15/49	\$ 22,355,248	0.39%	MBS
KANSAS CITY P&L	485134BK5	7,025,000	GXP	6.38%	3/1/18	\$ 6,587,595	0.12%	CORP
KEYSTONE OWNER TRUST	493553BJ9	838,346	KEYOT	7.90%	1/25/29	\$ 835,901	0.01%	ABS
LB-UBS COMMERCIAL MORTGAGE TRU	52108HBK9	32,699,774	LBUBS	7.37%	8/15/26	\$ 33,265,807	0.58%	MBS
LEHMAN BROS HLDG	52517PC74	6,812,000	LEH	0.00%	11/30/10	\$ 909,686	0.02%	CORP
LEHMAN BROS HLDG	52517PJ85	12,736,000	LEH	0.00%	6/20/16	\$ 1,700,787	0.03%	CORP

Security	Cusip	Curr Face	Ticker	Coupon	Mat	Mkt Val	Mkt Val%	Sec Type
LEHMAN BROS HLDG	52517PL33	3,765,000	LEH	2.52%	11/24/08	\$ 502,784	0.01%	CORP
LEHMAN BROS HLDG	52517PN64	12,918,000	LEH	11.00%	11/7/16	\$ 1,725,091	0.03%	CORP
LEHMAN BROS HLDG MTN	52517PQ46	2,850,000	LEH	2.85%	12/23/08	\$ 380,594	0.01%	CORP
LEHMAN BROS HLDG	52517PT68	7,103,000	LEH	8.92%	2/16/17	\$ 948,546	0.02%	CORP
LXS 2006-GP1 A4A	52522RAF7	33,795,679	LXS	3.54%	5/25/46	\$ 8,350,622	0.15%	MBS
LEVEL 3 FINANCING INC.	527298AL7	575,000	LVLTL	8.75%	2/15/17	\$ 419,750	0.01%	CORP
LEVEL 3 FIN INC	527298AM5	250,000	LVLTL	9.25%	11/1/14	\$ 190,000	0.00%	CORP
LONG BEACH MORTGAGE LOAN TRUST	542512AE8	11,750,000	LBMLT	3.44%	12/25/36	\$ 5,259,656	0.09%	ABS
MASTR SEASONED SECURITIES TRUS	55265WBD4	66,810	MSSTR	5.58%	10/25/32	\$ 61,617	0.00%	MBS
MASTR SEASONED SECURITIES TRUS	55265WCB7	6,712,289	MSSTR	6.50%	8/25/32	\$ 6,217,149	0.11%	MBS
MERRILL LYNCH/COUNTRYWIDE COMM	55312VAF5	25,000,000	MLCFC	5.13%	12/12/49	\$ 22,472,085	0.39%	MBS
MASSACHUSETTS STATE CONSTRUCTI	57582NBV6	5,135,000	MAS	5.50%	3/1/12	\$ 5,450,443	0.10%	MUNI
MASSACHUSETTS STATE CONSTRUCTI	57582NBW4	4,870,000	MAS	5.50%	3/1/12	\$ 5,169,164	0.09%	MUNI
MASSACHUSETTS STATE	57582NJZ9	7,260,000	MAS	5.25%	1/1/13	\$ 7,756,657	0.14%	MUNI
MASSACHUSETTS STATE CONSTRUCTI	57582NKF1	10,140,000	MAS	5.38%	1/1/13	\$ 10,883,262	0.19%	MUNI
MASSACHUSETTS STATE	57582NPK5	9,230,000	MAS	5.25%	1/1/13	\$ 9,749,464	0.17%	MUNI
MA ST CONS LN SER B	57582NWW7	4,790,000	MAS	5.00%	8/1/14	\$ 5,026,387	0.09%	MUNI
MASSEY ENERGY CO	576203AH6	1,500,000	MEE	6.88%	12/15/13	\$ 1,365,000	0.02%	CORP
MEDIACOM LLC	58445MAJ1	750,000	MCCC	9.50%	1/15/13	\$ 675,000	0.01%	CORP
MERRILL LYNCH	59018YC66	1,795,000	MER	8.68%	5/2/17	\$ 1,369,854	0.02%	CORP
MERRILL LYNCH	59018YD65	2,625,000	MER	8.95%	5/18/17	\$ 2,111,550	0.04%	CORP
MERRILL LYNCH	59018YE49	10,481,000	MER	9.57%	6/6/17	\$ 8,522,625	0.15%	CORP
MERRILL LYNCH & CO	59018YQ46	7,000,000	MER	4.61%	5/20/09	\$ 6,834,604	0.12%	CORP
MERRILL LYNCH FIRST FRANKLIN M	59023LAD4	14,700,000	FFMER	3.46%	4/25/37	\$ 8,232,000	0.14%	ABS
METALDYNE CORP	591160AD8	200,000	METALD	10.00%	11/1/13	\$ 31,000	0.00%	CORP
METLIFE CAPITAL TRUST X	59156CAB7	11,500,000	MET	9.25%	4/8/38	\$ 10,942,250	0.19%	CORP
METRO ATLANTA RAPID TRAN AUTH	591745YA6	11,390,000	METTRN	5.00%	1/1/13	\$ 12,150,510	0.21%	MUNI
MIRANT TRUST	60467MAA9	14,804,293	MIR	8.63%	6/30/12	\$ 15,488,991	0.27%	CORP
MIRANT AMERICAS	60467PAH7	1,500,000	MIR	8.30%	5/1/11	\$ 1,451,250	0.03%	CORP
MOBILE MINI	60740FAH8	750,000	MINI	6.88%	5/1/15	\$ 656,250	0.01%	CORP
MORGAN STANLEY	617446GM5	530,000	MS	6.75%	4/15/11	\$ 392,469	0.01%	CORP
MORGAN STANLEY	61744AAN0	16,320,000	MS	4.25%	5/15/10	\$ 13,265,989	0.23%	CORP
MORGAN STANLEY CAPITAL I	617451FL8	16,960,000	MSC	5.56%	3/12/44	\$ 15,174,280	0.27%	MBS
MORGAN STANLEY	61746SBB4	2,625,000	MS	3.07%	1/15/10	\$ 1,971,567	0.03%	CORP
MORGAN STANLEY	61746SBC2	17,940,000	MS	4.00%	1/15/10	\$ 14,621,100	0.26%	CORP
MORGAN STANLEY	61746SBR9	9,480,000	MS	5.38%	10/15/15	\$ 5,883,335	0.10%	CORP
MORGAN STANLEY DEAN WITTER CAP	61746WBF6	5,094,482	MSDWC	7.57%	11/15/36	\$ 5,153,936	0.09%	MBS
MORGAN STANLEY MORTGAGE LOAN T	61751MAU8	36,173,612	MSM	6.00%	7/25/47	\$ 32,827,553	0.58%	MBS
MSC 2007-IQ16 A4	61756UAE1	2,870,000	MSC	5.81%	12/12/49	\$ 2,452,287	0.04%	MBS
NATIONSBANK CAP TRUST III	62874FAA7	8,514,000	BAC	3.34%	1/15/27	\$ 6,018,538	0.11%	CORP
NRG ENERGY	629377AX0	1,000,000	NRG	7.38%	1/15/17	\$ 912,500	0.02%	CORP
NATL AUSTRALIABK	632525AD3	13,144,000	NAB	8.60%	5/19/10	\$ 13,766,894	0.24%	CORP
NATL AUSTRALIA BANK 144A	6325COAR2	25,750,000	NAB	5.35%	6/12/13	\$ 23,086,871	0.40%	CORP
NATIONAL CAP II	635192AA5	2,425,000	NAB	5.49%	12/29/49	\$ 1,983,633	0.03%	CORP
NATL RURAL UTIL CP 10/10/08	63743CKA0	72,590,000	NRUC	3.00%	10/10/08	\$ 72,535,257	1.27%	MM
NATIONWIDE MUTL	638671AG2	15,939,000	NATMUT	6.60%	4/15/34	\$ 12,905,458	0.23%	CORP
NEWFIELD EXPLOR	651290AK4	825,000	NFX	7.13%	5/15/18	\$ 721,875	0.01%	CORP
NOMURA ASSET ACCEPTANCE CORPOR	65535VTN8	740,352	NAA	3.35%	1/25/36	\$ 637,812	0.01%	ABS
NORTH TEX TWY AUTH DALLAS A	66285BEC9	7,580,000	NRTTRN	5.00%	1/1/15	\$ 7,973,326	0.14%	MUNI
NORTHWEST AIRLNS INC.	667294AX0	23,190,000	NWA	6.84%	4/1/11	\$ 21,450,750	0.38%	CORP
OAKWOOD MORTGAGE INVESTORS INC	67087TCV1	348,766	OAK	5.90%	9/15/22	\$ 278,271	0.00%	ABS
OAKWOOD MORTGAGE INVESTORS INC	67087TCW9	2,505,541	OAK	6.93%	9/15/31	\$ 2,091,656	0.04%	ABS
OAKWOOD MORTGAGE INVESTORS INC	67087TDN8	1,258,115	OAK	5.19%	9/15/19	\$ 1,074,901	0.02%	ABS
OCWEN RESIDENTIAL MBS CORPORAT	675748AS6	31,053	OCMBS	10.00%	11/25/34	\$ 20,318	0.00%	MBS
ONBANK CAP I	68230QAC5	10,200,000	MTB	9.25%	2/1/27	\$ 10,588,102	0.19%	CORP
OPTI CANADA INC	68383KAD1	750,000	OPCCN	7.88%	12/15/14	\$ 667,500	0.01%	CORP
PAMCO CLO	69763NAC5	2,215,778	PAMCO	4.15%	5/1/10	\$ 1,939,188	0.03%	ABS
PEMEX FINANCE	706448AR8	225,000	PEMEX	8.88%	11/15/10	\$ 239,125	0.00%	CORP
POPULAR ABS MORTGAGE PASS-THRO	73316NAC9	21,277,500	POPLR	3.52%	6/25/47	\$ 13,011,706	0.23%	ABS
POPULAR ABS MORTGAGE PASS-THRO	73316PDQ0	5,810,000	POPLR	4.76%	7/25/35	\$ 5,155,523	0.09%	ABS
POTOMAC ELEC PWR	737679CA6	125,000	POM	5.88%	10/15/08	\$ 125,050	0.00%	CORP
POWER CONTRACT	739227AA4	4,353,623	POWCON	6.26%	2/1/10	\$ 4,411,526	0.08%	CORP
PRUDENTIAL COMMERCIAL MORTGAGE	74432GAA5	8,512,969	PCMT	3.67%	2/1/36	\$ 8,216,462	0.14%	MBS
PUBLIC SERVICE CO OF NEW HAMPS	744482BJ8	5,000,000	NU	6.00%	5/1/18	\$ 4,688,050	0.08%	CORP
PUBLIC SERVICE C	744499AP9	17,849,000	PNM	7.95%	5/15/18	\$ 16,875,337	0.30%	CORP
QWEST COMMS INTL	749121BP3	200,000	QUS	7.25%	2/15/11	\$ 190,500	0.00%	CORP
QWEST COMMS INTL	749121BV0	4,000,000	QUS	7.50%	2/15/14	\$ 3,480,000	0.06%	CORP
RECKSON OPERATNG	75621LAD6	9,985,000	SLG	7.75%	3/15/09	\$ 9,866,987	0.17%	CORP
RELIANT ENERGY	75952BAM7	2,805,000	RRI	6.75%	12/15/14	\$ 2,412,300	0.04%	CORP
RENAISSANCE HOME EQUITY LOAN T	75970JAU0	3,702,916	RAMC	9.79%	4/25/37	\$ 299,419	0.01%	ABS
RESIDENTIAL ASSET MORTGAGE PRO	760985K26	244,291	RAMP	5.98%	12/25/33	\$ 191,479	0.00%	ABS
RESIDENTIAL ASSET MORTGAGE PRO	760985W98	86,508	RAMP	6.50%	11/25/31	\$ 88,263	0.00%	MBS
RESIDENTIAL FUNDING MORTGAGE S	76110VCZ9	676,715	RFMS2	8.60%	9/25/29	\$ 590,050	0.01%	ABS
RESIDENTIAL FUNDING MORTGAGE S	76110VDW5	371,335	RFMS2	8.29%	2/25/25	\$ 325,678	0.01%	ABS
RESIDENTIAL ASSET SECURITIZATI	76114QAD7	25,109,260	RAST	6.00%	7/25/37	\$ 24,200,659	0.42%	MBS
RESMAE MORTGAGE LOAN TRUST	76116RBQ7	6,384,896	RSMLT	3.48%	2/25/36	\$ 4,712,335	0.08%	ABS
RYLAND MORTGAGE SECURITIES COR	783766QH4	372,928	RYMS	4.94%	10/25/23	\$ 180,289	0.00%	MBS
SABINE PASS LNG	785583AC9	16,425,000	LNG	7.25%	11/30/13	\$ 13,057,875	0.23%	CORP
SAXON ASSET SECURITIES TRUST	80556BAD7	8,135,000	SAST	3.36%	1/25/47	\$ 5,476,342	0.10%	ABS

Security	Cusip	Curr Face	Ticker	Coupon	Mat	Mkt Val	Mkt Val%	Sec Type
SECURITIZED ASSET BACKED RECEI	81379EAA0	26,575,726	SABR	3.34%	5/25/37	\$ 24,774,662	0.43%	ABS
SG MORTGAGE SECURITIES TRUST	81879MAT6	4,646,956	SGMS	3.48%	2/25/36	\$ 3,928,327	0.07%	ABS
SHURGARD STORAGE	82567DAE4	7,200,000	PSA	7.75%	2/22/11	\$ 7,529,134	0.13%	CORP
SIMON PROPERTY GROUP LP	828783AD2	1,750,000	SPG	7.00%	7/15/09	\$ 1,739,206	0.03%	CORP
SIMON PROPERTY GROUP LP	828807BE6	24,080,000	SPG	4.88%	8/15/10	\$ 23,518,840	0.41%	CORP
SIMON PROP GP LP	828807BS5	2,025,000	SPG	5.75%	5/1/12	\$ 1,969,114	0.03%	CORP
SIMON PROPERTY GROUP INC	828807BY2	10,400,000	SPG	5.30%	5/30/13	\$ 9,723,813	0.17%	CORP
SIMON PROPERTY GROUP INC	828807BZ9	1,290,000	SPG	6.13%	5/30/18	\$ 1,144,685	0.02%	CORP
SONAT INC	835415AJ9	1,600,000	EP	7.63%	7/15/11	\$ 1,627,256	0.03%	CORP
SOUNDVIEW HOME EQUITY LOAN TRU	83611XAD6	11,864,000	SVHE	3.45%	1/25/37	\$ 5,635,981	0.10%	ABS
SOUNDVIEW HOME EQUITY LOAN TRU	83612JAC8	19,051,000	SVHE	3.37%	10/25/36	\$ 14,195,281	0.25%	ABS
SOUNDVIEW HOME EQUITY LOAN TRU	83612JAD6	6,350,000	SVHE	3.46%	10/25/36	\$ 3,701,051	0.06%	ABS
SVHE 2007-NS1 A4	83612QAD0	12,355,000	SVHE	3.51%	1/25/37	\$ 7,041,153	0.12%	ABS
SOUTHERN UNION	84403OAH9	10,975,000	SUG	7.20%	11/1/49	\$ 8,115,003	0.14%	CORP
SOVEREIGN CAP TR	84604BAA7	13,375,000	SOV	7.91%	6/13/36	\$ 9,811,940	0.17%	CORP
SPRINT NEXTEL CORP.	852061AE0	850,000	S	4.17%	6/28/10	\$ 792,033	0.01%	CORP
STRUCTURED ASSET SECURITIES CO	863572QM8	6,064	SASC	7.25%	3/28/30	\$ 6,259	0.00%	MBS
STRUCTURED MTG ASSET RESIDENTI	863573DU2	4	SMART	8.50%	12/25/22	\$ 1	0.00%	MBS
STRUCTURED ASSET SECURITIES CO	86358RLA3	4,346	SASC	6.00%	10/25/31	\$ 4,295	0.00%	MBS
START 2003-1	86359CAA7	5,315,109	START	3.29%	1/21/10	\$ 4,916,478	0.09%	ABS
START 2003-2	86359CAB5	1,023,865	START	3.19%	1/21/09	\$ 952,195	0.02%	ABS
STRUCTURED ASSET SECURITIES CO	86363HAD4	26,325,800	SASC	3.46%	3/25/37	\$ 13,809,462	0.24%	ABS
SWPECO CAP TR I	870695AA1	14,325,000	AEP	5.25%	10/1/43	\$ 14,359,094	0.25%	CORP
TENET HEALTHCARE	88033GAY6	400,000	THC	7.38%	2/1/13	\$ 366,000	0.01%	CORP
TERWIN MORTGAGE TRUST	8815612U7	42,500,000	TMTS	4.75%	7/25/37	\$ 20,822,549	0.36%	ABS
TERWIN MORTGAGE TRUST	881561TN4	176,706	TMTS	3.48%	7/25/35	\$ 169,615	0.00%	ABS
TERWIN MORTGAGE TRUST	881561X25	23,030,000	TMTS	4.50%	5/25/37	\$ 7,368,262	0.13%	ABS
TMTS 2007-9SL M1	88158AAC6	12,000,000	TMTS	4.97%	6/25/38	\$ 1,800,535	0.03%	ABS
TESORO CORP	881609AT8	1,175,000	TSO	6.50%	6/1/17	\$ 945,875	0.02%	CORP
TOYOTA MTR CRED	89233PZR0	7,992,000	TOYOTA	8.00%	10/24/13	\$ 7,576,416	0.13%	CORP
UAL 2000 TRUST	909317AU3	2,045,741	UAUA	7.03%	10/1/10	\$ 2,020,169	0.04%	CORP
UAL 2001 TRUST	909317AY5	2,719,652	UAUA	6.07%	3/1/13	\$ 2,678,857	0.05%	CORP
UNITED DOM RLTY	91019PCN0	2,550,000	UDR	5.00%	1/15/12	\$ 2,503,447	0.04%	CORP
UNITED DOM RLTY	91019PCR1	3,100,000	UDR	6.05%	6/1/13	\$ 3,073,861	0.05%	CORP
UNITED RENTAL NA	911365AN4	1,000,000	URI	6.50%	2/15/12	\$ 840,000	0.01%	CORP
UNITED RENTAL NA	911365AQ7	375,000	URI	7.00%	2/15/14	\$ 264,375	0.00%	CORP
U.S. TREASURY BILLS	912795H2F	4,113,000	B	0.00%	10/16/08	\$ 4,110,159	0.07%	MM
US T-BILL 10/23/08	912795H38	26,313,000	B	0.02%	10/23/08	\$ 26,312,678	0.46%	MM
US TREASURY N/B	912810EG9	6,948,000	USTSY	8.75%	8/15/20	\$ 9,864,534	0.17%	USGOV
US TREASURY N/B	912810FB9	7,510,000	USTSY	6.13%	11/15/27	\$ 9,144,604	0.16%	USGOV
TSY INFL IX N/B	912810PS1	34,341,000	USTSY	2.38%	1/15/27	\$ 36,013,996	0.63%	USGOV
TSY INFL IX N/B	912810PV4	129,984,000	USTSY	1.75%	1/15/28	\$ 119,088,708	2.09%	USGOV
TSY INFL IX N/B	912828ET3	51,844,000	USTSY	2.00%	1/15/16	\$ 56,768,627	0.99%	USGOV
U.S. TREASURY NOTES	912828FQ8	24,522,000	USTSY	4.88%	8/15/16	\$ 26,550,828	0.47%	USGOV
US TREASURY NOTES	912828JG6	42,939,000	USTSY	3.38%	7/31/13	\$ 43,734,059	0.77%	USGOV
QWEST CORP.	912920AN5	1,750,000	QUS	5.63%	11/15/08	\$ 1,741,250	0.03%	CORP
AQUILA INC	918005AY5	7,375,000	GXP	7.95%	2/1/11	\$ 7,640,279	0.13%	CORP
VANDERBILT ACQUISITION LOAN TR	92178PAD9	5,280,000	VALT	6.57%	5/7/27	\$ 5,033,102	0.09%	ABS
VIDEOTRON LTEE	92658TAL2	850,000	QBRCN	9.13%	4/15/18	\$ 862,750	0.02%	CORP
VIRGINIA EL&PWR	927804FD1	9,295,000	D	5.10%	11/30/12	\$ 9,106,869	0.16%	CORP
VISANT HOLDING C	92829NAB1	925,000	VISANT	8.75%	12/1/13	\$ 853,313	0.01%	CORP
WAMU MORTGAGE PASS-THROUGH CER	92926WAD9	172,867,847	WAMU	0.98%	2/25/47	\$ 2,106,896	0.04%	MBS
WEA FINANCE LLC 144A	92928QAA6	33,240,000	WDCAU	7.13%	4/15/18	\$ 29,932,520	0.52%	CORP
WACHOVIA BANK COMMERCIAL MORTG	929766LY7	30,000,000	WBCMT	4.96%	11/15/35	\$ 27,617,625	0.48%	MBS
WACHOVIA CAPITAL TRUST I	929767AA9	265,000	WB	7.64%	1/15/27	\$ 152,375	0.00%	CORP
WACHOVIA BANK NA	92976GAH4	21,022,000	WB	6.00%	11/15/17	\$ 15,661,390	0.27%	CORP
WACHOVIA CAPITAL TRUST III	92978AAA0	4,550,000	WB	5.80%	3/15/42	\$ 1,911,860	0.03%	CORP
WACHOVIA BANK COMMERCIAL MORTG	92978TAH4	2,220,000	WBCMT	5.59%	4/15/47	\$ 1,707,715	0.03%	MBS
WACHOVIA CORP.	929903EF5	6,185,000	WB	7.98%	9/29/49	\$ 2,588,361	0.05%	EQT
WAMU MORTGAGE PASS-THROUGH CER	93363CAD1	4,041,331	WAMU	4.33%	7/25/46	\$ 2,586,452	0.05%	MBS
WASHINGTON MUTUAL MSC MORTGAGE	939336QP1	170,900	WAMMS	5.00%	3/25/18	\$ 156,234	0.00%	MBS
WASHINGTON MUTUAL MORTGAGE PAS	939355AD5	30,553,123	WMALT	3.63%	4/25/47	\$ 17,581,792	0.31%	MBS
WELLS FARGO MORTGAGE BACKED SE	94978JAC3	445,000	WFMBS	4.76%	6/25/34	\$ 342,518	0.01%	MBS
WELLS FARGO MORTGAGE BACKED SE	94982SAD5	24,408,378	WFMBS	5.50%	1/25/36	\$ 21,942,554	0.38%	MBS
WELLS FARGO MORTGAGE BACKED SE	94983LBB2	13,064,219	WFMBS	5.75%	3/25/36	\$ 11,302,846	0.20%	MBS
WELLS FARGO MORTGAGE BACKED SE	94983NAA1	33,194,033	WFMBS	5.50%	11/25/35	\$ 29,973,176	0.53%	MBS
WINDSTREAM CORP	97381WAC8	1,600,000	WIN	8.13%	8/1/13	\$ 1,528,000	0.03%	CORP
WINDSTREAM CORP	97381WAD6	500,000	WIN	8.63%	8/1/16	\$ 463,750	0.01%	CORP
WOODBRNE CAP III	97880P204	1,350,000	AGO	4.96%	4/8/49	\$ 796,500	0.01%	EQT
WOODBRNE CAP IV	97880Q202	1,350,000	AGO	4.96%	4/8/49	\$ 796,500	0.01%	EQT
ZFS FINANCE USA	98876XAA0	7,549,000	ZURNVX	6.15%	12/15/49	\$ 5,484,801	0.10%	CORP
ABS CDS-W ABX-HE-BBB- 07-2 (DB)	ABX600015	7,550,000	DB	5.00%	1/25/38	\$ (7,109,080)	-0.12%	SWP
ABS CDS-W ABX-HE-BBB- 07-2 (CITI)	ABX600020	390,000	C	5.00%	1/25/38	\$ (367,224)	-0.01%	SWP
ABS CDS-W ABX-HE-AA 07-1 (CITI)	ABX600032	3,910,000	C	0.15%	8/25/37	\$ (3,447,447)	-0.06%	SWP
ABS CDS-W ABX-HE-AA 07-2 (JPM)	ABX600033	3,970,000	JPM	1.92%	1/25/38	\$ (3,493,600)	-0.06%	SWP
ABS CDS-W ABX-HE-AA 07-1 (CITI)	ABX600035	3,915,000	C	0.15%	8/25/37	\$ (3,451,856)	-0.06%	SWP
ABS CDS-W ABX-HE-AA 07-2 (JPM)	ABX600043	5,830,000	JPM	1.92%	1/25/38	\$ (5,130,400)	-0.09%	SWP
ABS CDS-W ABX-HE-AA 07-2 (JPM)	ABX600051	12,795,000	JPM	1.92%	1/25/38	\$ (11,259,600)	-0.20%	SWP
ABS CDS-W ABX-HE-AAA 07-1 (BARC)	ABX600057	1,385,000	BARC	0.09%	8/25/37	\$ (663,692)	-0.01%	SWP

Security	Cusip	Curr Face	Ticker	Coupon	Mat	Mkt Val	Mkt Val%	Sec Type
ABS CDS-W ABX-HE-AAA 07-1 (CSFB)	ABX600058	25,470,000	CS	0.09%	8/25/37	\$ (12,205,224)	-0.21%	SWP
ABS CDS-W ABX-HE-AAA 07-2 (BARC)	ABX600076	5,270,000	BARC	0.76%	1/25/38	\$ (2,604,961)	-0.05%	SWP
ABS CDS-W ABX-HE-AAA 07-2 (BARC)	ABX600079	4,330,000	BARC	0.76%	1/25/38	\$ (2,140,319)	-0.04%	SWP
ABS CDS-W ABX-HE-AAA 07-2 (MS)	ABX600089	14,000,000	MS	0.76%	1/25/38	\$ (6,920,200)	-0.12%	SWP
ABS CDS-W ABX-HE-AAA 07-1 (BARC)	ABX600090	4,640,000	BARC	0.09%	8/25/37	\$ (2,223,488)	-0.04%	SWP
ABS CDS-W ABX-HE-AAA 07-2 (MS)	ABX600091	11,450,000	MS	0.76%	1/25/38	\$ (5,659,735)	-0.10%	SWP
ABS CDS-W ABX-HE-AAA 07-1 (MS)	ABX600100	6,280,000	MS	0.09%	8/25/37	\$ (3,009,376)	-0.05%	SWP
ABS CDS-W ABX-HE-AAA 06-2 (CITI)	ABX600103	13,810,000	C	0.11%	5/25/46	\$ (4,310,101)	-0.08%	SWP
ABS CDS-W ABX-HE-AAA 07-1 (CSFB)	ABX600104	27,000,000	CS	0.09%	8/25/37	\$ (12,938,400)	-0.23%	SWP
ABS CDS-W ABX-HE-AA 06-2 (CSFB)	ABX600105	19,000,000	CSFB	0.17%	5/25/46	\$ (14,626,200)	-0.26%	SWP
ABS CDS-W ABX-HE-AAA 07-1 (MS)	ABX600106	23,000,000	MS	0.09%	8/25/37	\$ (11,021,600)	-0.19%	SWP
ABS CDS-W ABX-HE-AAA 07-2 (GCM)	ABX600107	12,550,000	RBS	0.76%	1/25/38	\$ (6,203,465)	-0.11%	SWP
ABS CDS-W ABX-HE-AA 06-2 (GCM)	ABX600108	11,900,000	RBS	0.17%	5/25/46	\$ (9,160,620)	-0.16%	SWP
ABS CDS-W ABX-HE-AAA 07-1 (GS)	ABX600109	24,500,000	GS	0.09%	8/25/37	\$ (11,740,400)	-0.21%	SWP
ABS CDS-W ABX-HE-AA 06-2 (BAC)	ABX600110	15,300,000	BAC	0.17%	5/25/46	\$ (11,777,940)	-0.21%	SWP
ABS CDS-W ABX-HE-AA 06-2 (GS)	ABX600111	11,000,000	GS	0.17%	5/25/46	\$ (8,467,800)	-0.15%	SWP
ABS CDS-W ABX-HE-AA 06-2 (CSFB)	ABX600112	14,000,000	CS	0.17%	5/25/46	\$ (10,777,200)	-0.19%	SWP
ABS CDS-W ABX-HE-AAA 07-2 (GS)	ABX600113	12,000,000	GS	0.76%	1/25/38	\$ (5,931,600)	-0.10%	SWP
ABS CDS-W ABX-HE-AAA 07-2 (CS)	ABX600114	23,350,000	CS	0.76%	1/25/38	\$ (11,541,905)	-0.20%	SWP
ABS CDS-W ABX-HE-AAA 07-2 (BARC)	ABX600115	19,700,000	BARC	0.76%	1/25/38	\$ (9,737,710)	-0.17%	SWP
CEBRIDGE 2ND LIEN PIK UNFUNDED	BKL000025	8,114,954	CECOMM	0.00%	5/5/14	\$ 6,512,250	0.11%	CORP
GENERAL MOTORS CORP. STRIP II	BKL000027	7,350,000	GM	0.00%	7/20/11	\$ 4,808,127	0.08%	CORP
NORTHWEST AIR EXIT/DIP	BKL000031	11,067,071	NWA	0.00%	5/21/12	\$ 9,568,401	0.17%	CORP
TPF GENERATION HOLDINGS LLC	BKL000038	1,000,000	TPFGEN	0.00%	12/15/14	\$ 870,833	0.02%	CORP
CHARTER 3RD LIEN	BKL000058	1,000,000	CHTR	0.00%	9/6/14	\$ 732,500	0.01%	CORP
KELSON 1ST LIEN	BKL000059	862,989	KEL	0.00%	3/16/13	\$ 805,816	0.01%	CORP
UNIVISION COMMUNICATIONS TL	BKL000061	375,000	UVN	0.00%	3/15/14	\$ 243,188	0.00%	CORP
CARESTREAM	BKL000064	1,000,000	CP	0.00%	10/30/13	\$ 631,667	0.01%	CORP
DELTA AIR LINES INC	BKL000065	495,000	DAL	0.00%	5/1/12	\$ 396,825	0.01%	CORP
SWIFT TRANSPORTATION	BKL000070	441,860	SWFT	0.00%	5/6/14	\$ 288,314	0.01%	CORP
TRIBUNE - BRIDGE	BKL000073	1,523,810	TRB	0.00%	12/31/08	\$ 556,190	0.01%	CORP
CENGAGE/THOMSON LEARNING	BKL000076	1,980,000	TLACQ	0.00%	7/9/14	\$ 1,628,550	0.03%	CORP
ASURION CORPORATION	BKL000080	750,000	ASUCOR	0.00%	7/13/14	\$ 656,719	0.01%	CORP
HCA TLA	BKL000081	25,968,090	HCA	0.00%	11/18/12	\$ 22,838,935	0.40%	CORP
TXU ENERGY TERM LOAN B3	BKL000086	2,476,241	TXU	0.00%	10/10/14	\$ 2,098,171	0.04%	CORP
METALDYNE	BKL000103	250,000	METALD	0.00%	1/11/14	\$ 117,813	0.00%	CORP
LYONDELL CHEMICAL 12/20/14	BKL000104	1,650,000	LYO	0.00%	12/20/14	\$ 1,171,500	0.02%	CORP
CCFC I TERM LN (CALPINE)	CCFCITER1	13,443,262	CPN	0.00%	8/26/09	\$ 13,409,654	0.24%	CORP
CDS-P LUV 6 1/2 03/01/12 (UBS)	CDSP00060	5,000,000	UBS	-0.50%	3/20/14	\$ 259,397	0.00%	SWP
CDS-P PHM 7.875 11 (UBS)	CDSP00065	6,750,000	UBS	-1.24%	12/20/12	\$ 298,900	0.01%	SWP
CDS-P M 6 5/8 04/01/11 (CITI)	CDSP00081	8,500,000	C	-0.76%	9/20/12	\$ 417,418	0.01%	SWP
CDS-P HD 3 3/4 09/15/09 (MS)	CDSP00082	8,000,000	MS	-0.53%	9/20/12	\$ 292,558	0.01%	SWP
CDS-P TOL6 7/8 11/15/12 (UBS)	CDSP00085	6,500,000	UBS	-2.49%	12/20/14	\$ (61,742)	0.00%	SWP
CDS-P TOL6 7/8 11/15/12 (CSFB)	CDSP00086	10,000,000	CS	-2.49%	12/20/14	\$ (94,987)	0.00%	SWP
CDS-P GS 6.6 1/15/12 (JPM)	CDSP00097	10,000,000	JPM	-0.44%	12/20/14	\$ 1,689,651	0.03%	SWP
CDS-P MS 6.6 04/01/12 (JPM)	CDSP00122	14,735,000	JPM	-0.91%	12/20/12	\$ 3,586,838	0.06%	SWP
CDS-P GS 6.6 01/15/12 (JPM)	CDSP00123	450,000	JPM	-0.74%	12/20/12	\$ 56,972	0.00%	SWP
CDS-P CTX 5 1/4 06/15/15 (ML)	CDSP00126	6,200,000	MER	-3.56%	12/20/12	\$ 199,921	0.00%	SWP
CDS-P TOL 6 7/8 11/15/12 (ML)	CDSP00127	2,320,000	MER	-2.78%	12/20/12	\$ (26,430)	0.00%	SWP
CDS-P CTX 5 1/4 06/15/15 (ML)	CDSP00128	4,140,000	MER	-3.65%	12/20/12	\$ 121,244	0.00%	SWP
CDS-P TOL 6 7/8 11/15/12 (ML)	CDSP00129	1,425,000	MER	-2.83%	12/20/12	\$ (18,784)	0.00%	SWP
CDS-P LOW 8 1/4 06/01/10 (CITI)	CDSP00130	3,200,000	C	-0.41%	12/20/12	\$ 36,776	0.00%	SWP
CDS-P LOW 8 1/4 06/01/10 (CS)	CDSP00131	3,100,000	CS	-0.39%	12/20/12	\$ 38,027	0.00%	SWP
CDS-P PHM 5 1/4 1/15/2014 (DB)	CDSP00132	4,550,000	DB	-3.87%	12/20/12	\$ (226,442)	0.00%	SWP
CDS-P PHM 5 1/4 1/15/2014 (CITI)	CDSP00133	2,415,000	C	-3.88%	12/20/12	\$ (121,052)	0.00%	SWP
CDS-P PHM 5 1/4 1/15/2014 (CITI)	CDSP00134	3,365,000	C	-3.91%	12/20/12	\$ (172,281)	0.00%	SWP
CDS-P M 6 5/8 04/01/11 (MS)	CDSP00135	6,200,000	MS	-1.44%	12/20/12	\$ 136,651	0.00%	SWP
CDS-P M 6 5/8 04/01/11 (CITI)	CDSP00136	4,575,000	C	-1.48%	12/20/12	\$ 94,068	0.00%	SWP
CDS-P LTD 6 1/8 12/01/12 (CITI)	CDSP00137	1,825,000	C	-1.67%	12/20/12	\$ 83,683	0.00%	SWP
CDS-P LTD 6 1/8 12/01/12 (UBS)	CDSP00138	8,975,000	UBS	-1.68%	12/20/12	\$ 408,345	0.01%	SWP
CDS-P TOL 6 7/8 11/15/12 (CITI)	CDSP00139	1,175,000	C	-2.83%	12/20/12	\$ (15,489)	0.00%	SWP
CDS-P LTD 6 1/8 12/01/12 (UBS)	CDSP00140	2,700,000	UBS	-1.75%	12/20/12	\$ 116,122	0.00%	SWP
CDS-P M 6 5/8 04/01/11 (MS)	CDSP00141	2,725,000	MS	-1.45%	12/20/12	\$ 77,473	0.00%	SWP
CDS-P HD 3 3/4 09/15/09 (CITI)	CDSP00142	5,900,000	C	-0.74%	12/20/12	\$ 183,306	0.00%	SWP
CDS-P LOW 8 1/4 06/01/10 (CITI)	CDSP00143	6,000,000	C	-0.45%	12/20/12	\$ 59,661	0.00%	SWP
CDS-P HD 3 3/4 09/15/09 (ML)	CDSP00144	6,000,000	MER	-0.72%	12/20/12	\$ 190,918	0.00%	SWP
CDS-P LOW 8 1/4 06/01/10 (GS)	CDSP00145	9,250,000	GS	-0.45%	12/20/12	\$ 91,977	0.00%	SWP
CDS-P JWN 6.95 03/15/28 (MS)	CDSP00146	9,300,000	MS	-0.56%	12/20/12	\$ 287,844	0.01%	SWP
CDS-P JWN 6.95 03/15/28 (UBS)	CDSP00147	6,250,000	UBS	-0.58%	12/20/12	\$ 188,703	0.00%	SWP
CDS-P PHM 5 1/4 1/15/2014 (CS)	CDSP00148	4,495,000	CS	-3.78%	12/20/12	\$ (209,238)	0.00%	SWP
CDS-P JWN 6.95 03/15/28 (GS)	CDSP00149	6,250,000	GS	-0.46%	12/20/12	\$ 217,151	0.00%	SWP
CDS-P DRI 7 1/8 02/01/16 (CITI)	CDSP00153	5,050,000	C	-2.40%	3/20/15	\$ (65,387)	0.00%	SWP
CDS-P PHM 5.25 1/15/2014 (DB)	CDSP00154	7,885,000	DB	-4.00%	3/20/15	\$ (700,883)	-0.01%	SWP
CDS-P GS 6.6 01/15/12 (CS)	CDSP00155	14,175,000	CS	-2.55%	3/20/13	\$ 958,066	0.02%	SWP
CDS-P PHM 5.25 1/15/2014 (DB)	CDSP00156	7,885,000	DB	-4.62%	3/20/13	\$ (641,051)	-0.01%	SWP
CDS-P TOL 6 7/8 11/15/12 (DB)	CDSP00157	4,875,000	DB	-3.52%	3/20/13	\$ (196,923)	0.00%	SWP
CDS-P DRI 7 1/8 02/01/16 (DB)	CDSP00158	2,500,000	DB	-2.25%	3/20/13	\$ (17,679)	0.00%	SWP
CDS-P DRI 7 1/8 02/01/16 (MS)	CDSP00159	2,550,000	MS	-2.25%	3/20/13	\$ (18,033)	0.00%	SWP
CDS-P DRI 7 1/8 02/01/16 (GS)	CDSP00160	5,220,000	GS	-1.85%	6/20/13	\$ 54,591	0.00%	SWP

Security	Cusip	Curr Face	Ticker	Coupon	Mat	Mkt Val	Mkt Val%	Sec Type
CDS-P PHM 5.25 1/15/2014 (JPM)	CDSP00162	2,475,000	JPM	-2.55%	12/20/13	\$ (19,286)	0.00%	SWP
CDS-P CTX 5 1/4 06/15/15 (DB)	CDSP00163	7,875,000	DB	-4.40%	12/20/13	\$ (14,063)	0.00%	SWP
CDS-P CDX.EM.8 175 12/12 (JPM)	CDX800017	10,250,000	JPM	-1.75%	12/20/12	\$ 540,465	0.01%	SWP
CMBS CDS-P CMBX-NA-AJ 1 (JPM)	CMBX00004	1,310,000	JPM	-0.84%	10/12/52	\$ 122,163	0.00%	SWP
CMBS CDS-P CMBX-NA-AJ 2 (JPM)	CMBX00005	1,075,000	JPM	-1.09%	3/15/49	\$ 159,304	0.00%	SWP
CMBS CDS-P CMBX-NA-AAA 4 (JPM)	CMBX00006	32,950,000	JPM	-0.35%	2/17/51	\$ 2,975,399	0.05%	SWP
FNMA TBA	D501008DB	73,480,000	FNCL	5.00%	10/25/23	\$ 72,963,362	1.28%	MBS
FNMA TBA	D551008BC	330,770,000	FNCL	5.50%	10/25/23	\$ 333,405,906	5.84%	MBS
FNMA TBA	F501008FB	31,890,000	FNCL	5.00%	10/25/38	\$ 31,077,794	0.54%	MBS
FNMA TBA	F551008BC	194,850,000	FNCL	5.50%	10/25/38	\$ 194,332,478	3.41%	MBS
FNMA TBA	F551008DB	63,990,000	FNCL	5.50%	10/25/38	\$ 63,820,043	1.12%	MBS
FNMA TBA	F551008GS	61,960,000	FNCL	5.50%	10/25/38	\$ 61,795,434	1.08%	MBS
FNMA TBA	F651008DB	47,255,000	FNCL	6.50%	10/25/38	\$ 48,458,538	0.85%	MBS
GNMA TBA	G551008FB	22,745,000	GNSF	5.50%	10/15/38	\$ 22,769,883	0.40%	MBS
GNMA TBA	G601008GS	36,050,000	GNSF	6.00%	10/15/38	\$ 36,540,056	0.64%	MBS
GOLDMAN SACHS	GSSQPRFD1	1,615,750	FPOXX	2.39%	10/1/08	\$ 1,615,750	0.03%	MM
5YR IRS R 3.40123 (MERRILL)	SWAP340ML	28,555,000	MER	3.40%	2/26/13	\$ (681,993)	-0.01%	SWP
5YR IRS R 3.70058 (MERRILL)	SWAP370ML	54,529,000	MER	3.70%	2/26/13	\$ (648,737)	-0.01%	SWP
5YR IRS R 3.855 (BARCLAYS)	SWAP385BC	51,500,000	BARC	3.86%	2/22/13	\$ (289,219)	-0.01%	SWP
5Y5Y IMPLIED VOL SWAP 5.00% (MERRILL)	SWAP500ML	10,710,000	MER	-5.00%	10/18/17	\$ 324,049	0.01%	SWP
5Y5Y IMPLIED VOL SWAP 5.03% (MERRILL)	SWAP503ML	9,810,000	MER	-5.03%	10/16/17	\$ 294,594	0.01%	SWP
T4.875 4/11 IRS R 5.26 (BARCLAYS)	SWAP526B	16,000,000	BARC	5.26%	4/30/11	\$ 646,002	0.01%	SWP
T4.875 4/11 IRS R 5.3658 (BARCLAYS)	SWAP536BC	16,145,000	BARC	5.37%	4/30/11	\$ 693,639	0.01%	SWP
15 YR NC 3-MO QTRLY CALL IRS R 7.25 (BARCLAYS)	SWAP725BC	10,100,000	BARC	7.25%	1/31/22	\$ (135,093)	0.00%	SWP
15 YR NC 3-MO QTRLY CALL IRS R 7.75 (JP MORGAN)	SWAP775JP	4,960,000	JPM	7.75%	3/26/22	\$ (316,177)	-0.01%	SWP
10 YR 2-5 CMS 18MO. FIXED 8.35% (MERRILL)	SWAP835ML	8,900,000	MER	8.35%	4/19/17	\$ 622,884	0.01%	SWP
10 YR 2-5 CMS 1YR FIXED 8.52% (MERRILL)	SWAP852ML	9,000,000	MER	8.52%	5/9/17	\$ 687,591	0.01%	SWP
1YR10 YR IRS P 4.9675 (BARC)	SWFBC0001	1,650,000	BARC	-4.97%	6/3/19	\$ (45,811)	0.00%	SWP
1YR2YR IRS R 4.20 (BARC)	SWFBC0002	6,760,000	BARC	4.20%	6/3/11	\$ 57,483	0.00%	SWP
1YR10 YR IRS P 5.025 (BARC)	SWFBC0005	3,125,000	BARC	-5.03%	6/13/19	\$ (98,723)	0.00%	SWP
1YR2YR IRS R 4.45 (BARC)	SWFBC0006	12,850,000	BARC	4.45%	6/13/11	\$ 162,875	0.00%	SWP
1YR2YR IRS R 4.20 (CSFB)	SWFFB0002	342,200,000	CS	4.20%	6/3/11	\$ 2,909,863	0.05%	SWP
1YR10 YR IRS P 4.96 (CSFB)	SWFFB0003	83,360,000	CS	-4.96%	6/3/19	\$ (2,265,450)	-0.04%	SWP
1YR10 YR IRS P 5.0 (CSFB)	SWFFB0005	37,700,000	CS	5.00%	6/11/19	\$ (1,125,771)	-0.02%	SWP
1YR2YR IRS R 4.4175 (CSFB)	SWFFB0006	154,590,000	CS	4.42%	6/11/11	\$ 1,890,651	0.03%	SWP
1YR10YR IRS P 4.6975 (JPM)	SWFJP0001	97,140,000	JPM	-4.70%	9/26/19	\$ (91,671)	0.00%	SWP
1YR2YR IRS R 4.03 (JPM)	SWFJP0002	398,830,000	JPM	4.03%	9/26/11	\$ 384,432	0.01%	SWP
1YR2 YR IRS R 4.2275 (CITI)	SWFSB0002	159,500,000	C	4.23%	6/10/11	\$ 1,391,845	0.02%	SWP
1YR10YR IRS P 5.0575 (CITI)	SWFSB0003	38,900,000	C	-5.06%	6/10/19	\$ (1,338,864)	-0.02%	SWP
1YR10YR IRS P 4.97 (CITI)	SWFSB0004	62,750,000	C	-4.97%	6/11/19	\$ (1,726,466)	-0.03%	SWP
1YR2 YR IRS R 4.20625 (CITI)	SWFSB0005	257,710,000	C	4.21%	6/11/11	\$ 2,131,519	0.04%	SWP
2YR IRS R 3.943 (CSFB)	SWPFB0002	87,450,000	CS	3.94%	12/15/10	\$ 944,932	0.02%	SWP
2YR IRS R 3.95 (MERRILL)	SWPML0003	120,020,000	MER	3.95%	12/15/10	\$ 1,314,567	0.02%	SWP
2 YR IRS 4.035 (CITIGROUP)	SWPSB0006	64,660,000	C	4.04%	12/15/10	\$ 823,995	0.01%	SWP
2 YR IRS 2.975 (CITIGROUP)	SWPSB0011	116,997,000	C	2.98%	9/22/10	\$ (920,287)	-0.02%	SWP
SWTN500ML SWAPTION	SWTN500ML	195,269,000	MER	0.00%	-	\$ 3,879,409	0.07%	OPT
SWTN524ML SWAPTION	SWTN524ML	(97,000,000)	MER	0.00%	-	\$ (6,245,044)	-0.11%	OPT
SWTN531ML SWAPTION	SWTN531ML	25,762,000	MER	0.00%	-	\$ 3,166,405	0.06%	OPT
13 YR ZC R FIXED 4.702 (BARC)	SWZBC0001	24,457,000	BARC	-4.70%	11/15/21	\$ -	0.00%	SWP
GNMA TBA	T651008GS	41,520,000	G2	6.50%	10/15/38	\$ 42,460,685	0.74%	MBS
USZ8C 122 US BOND FUTR OPT	USZ8C122	(580)	USZ8C	0.00%	-	\$ (598,125)	-0.01%	OPT
USZ8C 123 US BOND FUTR OPTION	USZ8C123	(580)	USZ8C	0.00%	-	\$ (489,375)	-0.01%	OPT
USZ8P 116 US BOND FUTR OPT	USZ8P116	870	USZ8P	0.00%	-	\$ (1,875,938)	-0.03%	OPT
USZ8P 118 US BOND FUTR OPT	USZ8P118	(870)	USZ8P	0.00%	-	\$ 2,732,344	0.05%	OPT
EURO\$ FUT MAR 10	EDH0	(17)	EDH0	0.00%	1/0/00	\$ -	0.00%	FUT
EURO\$ FUT MAR 09	EDH9	(17)	EDH9	0.00%	1/0/00	\$ -	0.00%	FUT
EURO\$ FUT JUN 09	EDM9	(17)	EDM9	0.00%	1/0/00	\$ -	0.00%	FUT
EURO\$ FUT SEP 09	EDU9	(17)	EDU9	0.00%	1/0/00	\$ -	0.00%	FUT
EURO\$ FUT DEC 08	EDZ8	(17)	EDZ8	0.00%	1/0/00	\$ -	0.00%	FUT
EURO\$ FUT DEC 09	EDZ9	(17)	EDZ9	0.00%	1/0/00	\$ -	0.00%	FUT
5 YEAR BOND FUTURES DEC 08	FVZ8	505	FVZ8	6.00%	12/31/08	\$ -	0.00%	FUT
2 YEAR BOND FUTURES DEC 08	TUZ8	(345)	TUZ8	6.00%	12/31/08	\$ -	0.00%	FUT
10 YEAR BOND FUTURES DEC 08	TYZ8	(482)	TYZ8	6.00%	12/19/08	\$ -	0.00%	FUT

The portfolio holdings shown here are unaudited. While we have gathered this information from sources believed to be reliable, MetWest cannot guarantee the accuracy of the information provided.

Securities listed are not recommendations. No security presented within is either offered for sale or purchase. MetWest reserves the right to change its investment perspective and outlook without notice as market conditions dictate.