

# MainStay MacKay Short Duration High Yield Fund

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## Message from the President and Annual Report

October 31, 2020

Beginning on January 1, 2021, paper copies of each MainStay Fund's annual and semiannual shareholder reports will no longer be sent by mail, unless you specifically request paper copies of the reports from MainStay Funds or from your financial intermediary. Instead, the reports will be made available on the MainStay Funds' website. You will be notified by mail and provided with a website address to access the report each time a new report is posted to the website.

If you already elected to receive shareholder reports electronically, you will not be affected by this change and you need not take any action. At any time, you may elect to receive reports and other communications from MainStay Funds electronically by calling toll-free 800-624-6782, by sending an e-mail to [MainStayShareholderServices@nylim.com](mailto:MainStayShareholderServices@nylim.com), or by contacting your financial intermediary.

You may elect to receive all future shareholder reports in paper form free of charge. If you hold shares of a MainStay Fund directly, you can inform MainStay Funds that you wish to receive paper copies of reports by calling toll-free 800-624-6782 or by sending an e-mail to [MainStayShareholderServices@nylim.com](mailto:MainStayShareholderServices@nylim.com). If you hold shares of a MainStay Fund through a financial intermediary, please contact the financial intermediary to make this election. Your election to receive reports in paper form will apply to all MainStay Funds in which you are invested and may apply to all funds held with your financial intermediary.

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INVESTMENTS

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# Message from the President

Despite historically high levels of volatility generated by the global coronavirus pandemic and a host of other geopolitical and economic uncertainties, most broad U.S. stock and bond markets gained ground during the 12-month reporting period ended October 31, 2020.

The reporting period began on an upswing, with markets rising on generally positive underlying economic trends and the announcement of a U.S.-China trade deal. However, in mid-February 2020, stock and bond indices began to dip as growing numbers of COVID-19 cases appeared in hotspots around the world. By early March, the disease reached pandemic proportions. As governments struggled to support overburdened health care systems by issuing “stay-at-home” orders and other restrictions on nonessential activity, global economic activity slowed, driving most stocks and bonds sharply lower.

The United States was hit particularly hard by the pandemic, with more reported COVID-19 cases and deaths than any other country in the world throughout the second half of the reporting period. As the pandemic deepened, the U.S. Federal Reserve (“Fed”) twice cut interest rates and announced unlimited quantitative easing. The federal government declared a national emergency, and Congress passed and the President signed a \$2 trillion stimulus package. Markets responded positively to these measures, as well as to a gradual lessening of restrictions on nonessential businesses, hopes for additional stimulus and apparent progress in the development of a vaccine. By late August, the S&P 500® Index, a widely regarded benchmark of market performance, had not only regained all the ground it lost earlier in the reporting period, the Index had reached new record levels. However, a resurgence of coronavirus cases in many parts of the country and uncertainties related to the November 3, 2020, U.S. presidential election caused markets to falter as the reporting period drew to a close.

Nevertheless, for the reporting period as a whole, U.S. equity indices generally produced moderate gains. Returns proved strongest among large-cap, growth-oriented stocks, while small- and mid-cap issues lagged. Within the S&P 500® Index, the information technology and consumer discretionary sectors produced exceptionally strong gains, buoyed by strong corporate and consumer spending, while the health care sector outperformed by a smaller margin. Materials and consumer staples sectors generated positive returns, but lagged the S&P 500® Index. The industrials, utilities, communication services, financials, real estate and energy sectors ended the reporting period in negative territory, with the energy sector

suffering the steepest losses due to weak global demand. International equities declined sharply in February and March 2020 before recovering somewhat, but tended to lag their U.S. counterparts due to weaker underlying economic growth and somewhat less aggressive monetary and fiscal stimulus. Emerging-market equities tracked the performance of U.S. equity markets more closely, led by relatively strong returns in Asian markets, such as China and South Korea.

Fixed-income markets experienced an environment that tended to favor higher credit quality and longer duration securities. Corporate bonds followed the pattern of equities, with prices declining in March 2020 before subsequently recovering. Relatively speculative high-yield credit was hardest hit during the market sell-off in early 2020 and continued to underperform during the remainder of the reporting period. Similarly, among municipal bond issues, high-grade bonds outperformed, dipping briefly in mid-March before regaining the lost ground. Recognized safe havens, such as U.S. government bonds, attracted increased investment during the height of the market sell-off, driving yields lower and prices higher. As a result, long-term Treasury bonds delivered particularly strong gains for the reporting period as a whole. Emerging-market debt, on the other hand, underperformed most other bond types as investors sought to minimize currency and sovereign risks.

Although the ongoing pandemic continues to change the way that many of us work and live our lives, at New York Life Investments, we remain dedicated to providing you, as a Main-Stay investor, with products, information and services to help you to navigate today’s rapidly changing investment environment. By taking appropriate steps to minimize community spread of COVID-19 within our organization and despite the challenges posed by the coronavirus pandemic, we continue to innovate with you in mind, introducing new suites of Funds and providing continuous insights into ever-evolving markets and investment strategies. Our goal is to give you the tools you need to build a resilient portfolio in the face of uncertain times.

Sincerely,



Kirk C. Lehneis  
President

The opinions expressed are as of the date of this report and are subject to change. There is no guarantee that any forecast made will come to pass. This material does not constitute investment advice and is not intended as an endorsement of any specific investment. Past performance is no guarantee of future results.

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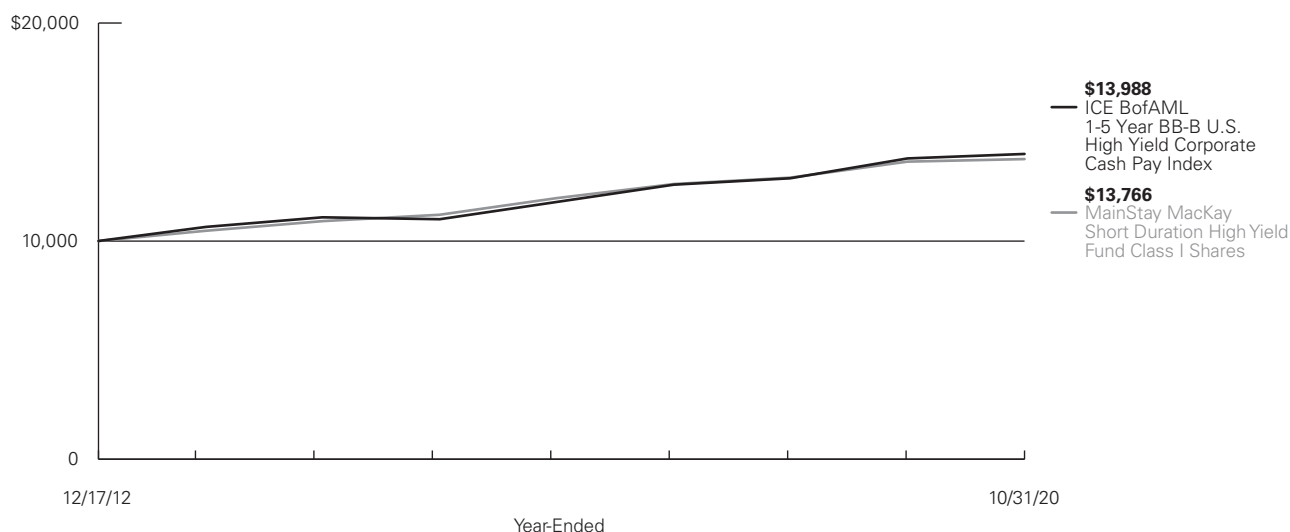
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**Investors should refer to the Fund's Summary Prospectus and/or Prospectus and consider the Fund's investment objectives, strategies, risks, charges and expenses carefully before investing. The Summary Prospectus and/or Prospectus contain this and other information about the Fund. You may obtain copies of the Fund's Summary Prospectus, Prospectus and Statement of Additional Information free of charge, upon request, by calling toll-free 800-624-6782, by writing to NYLIFE Distributors LLC, Attn: MainStay Marketing Department, 30 Hudson Street, Jersey City, NJ 07302 or by sending an e-mail to [MainStayShareholderServices@nylim.com](mailto:MainStayShareholderServices@nylim.com). These documents are also available via the MainStay Funds' website at [newyorklifeinvestments.com](http://newyorklifeinvestments.com). Please read the Summary Prospectus and/or Prospectus carefully before investing.**

# Investment and Performance Comparison<sup>1</sup> (Unaudited)

Performance data quoted represents past performance. Past performance is no guarantee of future results. Because of market volatility and other factors, current performance may be lower or higher than the figures shown. Investment return and principal value will fluctuate, and as a result, when shares are redeemed, they may be worth more or less than their original cost. The graph below depicts the historical performance of Class I shares of the Fund. Performance will vary from class to class based on differences in class-specific expenses and sales charges. For performance information current to the most recent month-end, please call 800-624-6782 or visit [newyorklifeinvestments.com](http://newyorklifeinvestments.com).



## Average Annual Total Returns for the Year-Ended October 31, 2020

Class	Sales Charge		Inception Date	One Year	Five Years	Since Inception	Gross Expense Ratio <sup>2</sup>
Class A Shares	Maximum 3% Initial Sales Charge	With sales charges	12/17/2012	-2.37%	3.31%	3.48%	1.05%
		Excluding sales charges		0.65	3.94	3.88	1.05
Investor Class Shares <sup>3</sup>	Maximum 2.5% Initial Sales Charge	With sales charges	12/17/2012	-2.35	3.25	3.38	1.12
		Excluding sales charges		0.67	3.89	3.78	1.12
Class C Shares	Maximum 1% CDSC if Redeemed Within 18 months of Purchase	With sales charges	12/17/2012	-1.15	3.11	3.01	1.87
		Excluding sales charges		-0.19	3.11	3.01	1.87
Class I Shares	No Sales Charge		12/17/2012	1.01	4.23	4.14	0.80
Class R2 Shares	No Sales Charge		12/17/2012	0.55	3.84	3.77	1.15
Class R3 Shares	No Sales Charge		2/29/2016	0.41	N/A	4.74	1.40

1. The performance table and graph do not reflect the deduction of taxes that a shareholder would pay on distributions or Fund share redemptions. Total returns reflect maximum applicable sales charges as indicated in the table above, if any, changes in share price, and reinvestment of dividend and capital gain distributions. The graph assumes the initial investment amount shown above and reflects the deduction of all sales charges that would have applied for the period of investment. Performance figures may reflect certain fee waivers and/or expense limitations, without which total returns may have

been lower. For more information on share classes and current fee waivers and/or expense limitations (if any), please refer to the Notes to Financial Statements.

2. The gross expense ratios presented reflect the Fund's "Total Annual Fund Operating Expenses" from the most recent Prospectus and may differ from other expense ratios disclosed in this report.

3. Prior to June 30, 2020, the maximum initial sales charge for Investor Class shares was 3.0%, which is reflected in the average annual total return figures shown.

The footnotes on the next page are an integral part of the table and graph and should be carefully read in conjunction with them.

<b>Benchmark Performance</b>	<b>One Year</b>	<b>Five Years</b>	<b>Since Inception</b>
ICE BofAML 1-5 Year BB-B U.S. High Yield Corporate Cash Pay Index <sup>4</sup>	1.38%	4.92%	4.36%
Morningstar High Yield Bond Category Average <sup>5</sup>	1.43	4.78	3.98

4. ICE BofAML 1-5 Year BB-B U.S. High Yield Corporate Cash Pay Index is the Fund's primary broad-based securities market index for comparison purposes. The ICE BofAML 1-5 Year BB-B U.S. High Yield Corporate Cash Pay Index generally tracks the performance of BB-B rated U.S. dollar-denominated corporate bonds publicly issued in the U.S. domestic market with maturities of 1 to 5 years. Results assume reinvestment of all dividends and capital gains. An investment cannot be made directly in an index.

5. The Morningstar High Yield Bond Category Average is representative of funds that concentrate on lower-quality bonds, which are riskier than those of higher-quality companies. These portfolios primarily invest in U.S. high-income debt securities where at least 65% or more of bond assets are not rated or are rated by a major agency such as Standard & Poor's or Moody's at the level of BB and below. Results are based on average total returns of similar funds with all dividends and capital gain distributions reinvested.

**The footnotes on the preceding page are an integral part of the table and graph and should be carefully read in conjunction with them.**

## Cost in Dollars of a \$1,000 Investment in MainStay MacKay Short Duration High Yield Fund (Unaudited)

The example below is intended to describe the fees and expenses borne by shareholders during the six-month period from May 1, 2020, to October 31, 2020, and the impact of those costs on your investment.

### Example

As a shareholder of the Fund you incur two types of costs: (1) transaction costs, including exchange fees and sales charges (loads) on purchases (as applicable), and (2) ongoing costs, including management fees, distribution and/or service (12b-1) fees, and other Fund expenses (as applicable). 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 made at the beginning of the six-month period and held for the entire period from May 1, 2020, to October 31, 2020.

This example illustrates your Fund's ongoing costs in two ways:

### Actual Expenses

The second and third data columns in the table below provide information about actual account values and actual expenses. You may use the information in these columns, together with the amount you invested, to estimate the expenses that you paid during the six months ended October 31, 2020. 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 under the heading entitled "Expenses Paid During Period" to estimate the expenses you paid on your account during this period.

### Hypothetical Example for Comparison Purposes

The fourth and fifth data columns in the table below provide 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 balances or expenses you paid for the six-month period shown. You may use this information to compare the ongoing costs of investing in the Fund with the ongoing costs of investing in other mutual funds. To do so, compare this 5% hypothetical example with the 5% hypothetical examples that appear in the shareholder reports of the other mutual funds.

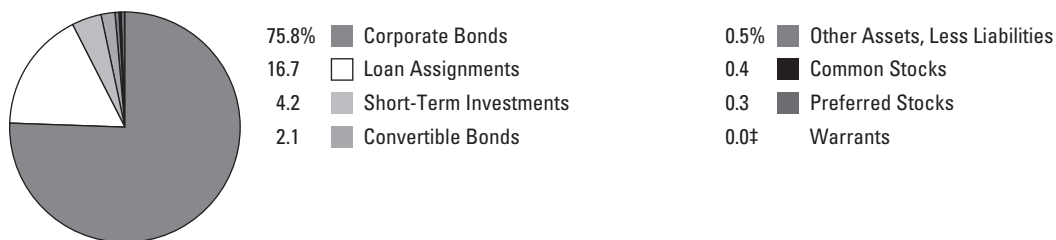
Please note that the expenses shown in the table are meant to highlight your ongoing costs only and do not reflect any transactional costs, such as exchange fees or sales charges (loads). Therefore, the fourth and fifth data columns of the table are useful in comparing ongoing costs only and will not 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.

Share Class	Beginning Account Value 5/1/20	Ending Account Value (Based on Actual Returns and Expenses) 10/31/20	Expenses Paid During Period <sup>1</sup>	Ending Account Value (Based on Hypothetical 5% Annualized Return and Actual Expenses) 10/31/20	Expenses Paid During Period <sup>1</sup>	Net Expense Ratio During Period <sup>2</sup>
Class A Shares	\$1,000.00	\$1,083.10	\$5.34	\$1,020.01	\$5.18	1.02%
Investor Class Shares	\$1,000.00	\$1,083.70	\$5.81	\$1,019.56	\$5.63	1.11%
Class C Shares	\$1,000.00	\$1,078.50	\$9.72	\$1,015.79	\$9.42	1.86%
Class I Shares	\$1,000.00	\$1,085.50	\$4.04	\$1,021.27	\$3.91	0.77%
Class R2 Shares	\$1,000.00	\$1,082.50	\$5.86	\$1,019.51	\$5.69	1.12%
Class R3 Shares	\$1,000.00	\$1,082.40	\$7.17	\$1,018.25	\$6.95	1.37%

- Expenses are equal to the Fund's annualized expense ratio of each class multiplied by the average account value over the period, divided by 366 and multiplied by 184 (to reflect the six-month period). The table above represents the actual expenses incurred during the six-month period. In addition to the fees and expenses which the Fund bears directly, it also indirectly bears a pro rata share of the fees and expenses of the underlying funds in which it invests. Such indirect expenses are not included in the above-reported expense figures.
- Expenses are equal to the Fund's annualized expense ratio to reflect the six-month period.

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## Portfolio Composition as of October 31, 2020 (Unaudited)



See Portfolio of Investments beginning on page 11 for specific holdings within these categories. The Fund's holdings are subject to change.

‡ Less than one-tenth of a percent.

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## Top Ten Holdings or Issuers Held as of October 31, 2020 (excluding short-term investments) (Unaudited)

- |   |  |
|---|--|
| 1. HCA, Inc., 5.375%–8.36%, due 5/1/23–2/15/26  | 6. Icahn Enterprises L.P. / Icahn Enterprises Finance Corp., 4.75%–6.75%, due 2/1/22–9/15/24 |
| 2. Sprint Corp., 7.875%, due 9/15/23  | 7. CenturyLink, Inc., 5.80%–6.75%, due 6/15/21–12/1/23                                       |
| 3. Bass Pro Group LLC, 5.75%, due 9/25/24   | 8. Ford Motor Credit Co. LLC, 2.979%–5.584%, due 3/18/21–6/16/25                             |
| 4. MGM Growth Properties Operating Partnership, L.P. / MGP Finance Co-Issuer, Inc., 4.625%–5.625%, due 5/1/24–6/15/25 | 9. DISH Network Corp., 2.375%, due 3/15/24   |
| 5. Grinding Media, Inc. / Moly-Cop AltaSteel, Ltd., 7.375%, due 12/15/23  | 10. Centene Corp., 4.75%, due 1/15/25  |
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# Portfolio Management Discussion and Analysis (Unaudited)

Questions answered by portfolio manager Andrew Susser of MacKay Shields LLC, the Fund's Subadvisor.

## **How did MainStay MacKay Short Duration High Yield Fund perform relative to its benchmark and peer group during the 12 months ended October 31, 2020?**

For the 12 months ended October 31, 2020, Class I shares of MainStay MacKay Short Duration High Yield Fund returned 1.01%, underperforming the 1.38% return of the Fund's primary benchmark, the ICE BofAML 1–5 Year BB-B U.S. High Yield Corporate Cash Pay Index. Over the same period, Class I shares also underperformed the 1.43% return of the Morningstar High Yield Bond Category Average.<sup>1</sup>

## **What factors affected the Fund's relative performance during the reporting period?**

The Fund underperformed the ICE BofAML 1–5 Year BB-B U.S. High Yield Corporate Cash Pay Index due to underweight exposure to health care and security selection in capital goods. Conversely, security selection in energy, the weakest-performing sector in the Index, was accretive to returns. Relative returns also benefited from security selection in the telecom and leisure sectors, and underweight exposure to riskier credits rated CCC.<sup>2</sup>

## **During the reporting period, were there any market events that materially impacted the Fund's performance or liquidity?**

In the first quarter of 2020, the U.S. high-yield market experienced its highest levels of volatility in more than a decade as the COVID-19 pandemic spread fear, sharply slowed the global economy and shook investor sentiment. Mirroring the steep decline in broad-based equity indices, the ICE BofAML 1–5 Year BB-B U.S. High Yield Corporate Cash Pay Index declined sharply in the first three weeks of March before partly rebounding in the final week, then continuing to recover through the end of the reporting period.

The U.S. Federal Reserve ("Fed") played a significant role in the recovery of credit markets by taking unprecedented actions. The recovery started on March 23, triggered by the Fed's announcement that it would begin buying investment-grade corporate bonds and exchanged-traded funds ("ETFs"). The easing of stress in the investment-grade market carried over to the high-yield market. Further, on April 9, the Fed announced more expansive measures, including extending loans to companies and a further expansion of its direct purchase program to

include recent "fallen angels" (credits downgraded from investment grade to high yield), syndicated loans and high-yield ETFs.

## **What was the Fund's duration<sup>3</sup> strategy during the reporting period?**

The Fund's duration is the result of our bottom-up fundamental analysis and is a residual of the investment process. However, the Fund did have a lower duration than the ICE BofAML 1–5 Year BB-B U.S. High Yield Corporate Cash Pay Index throughout the reporting period.

## **During the reporting period, which sectors were the strongest positive contributors to the Fund's relative performance and which sectors were particularly weak?**

Security selection in the energy sector, the weakest performing sector during the reporting period, provided the strongest positive contributions to the Fund's benchmark-relative returns. (Contributions take weightings and total returns into account.) Security selection in telecom and leisure were also positive contributors to the Fund's relative performance, as was the Fund's underweight exposure to CCC-rated credits. Relatively underweight exposure to health care and security selection in capital goods detracted from relative performance.

## **What were some of the Fund's largest purchases and sales during the reporting period?**

The Fund's purchases focused on crossover investment-grade and fallen-angel credits that traded at attractive spreads.<sup>4</sup> For example, the Fund purchased bonds issued by food product firm The Kraft Heinz Company as the issuer was downgraded from investment grade. The Fund also purchased bonds issued by oil & gas exploration & production company EQT at lower dollar prices later in the reporting period. In terms of sales, the Fund trimmed positions in pandemic-affected sectors such as bonds from Tenneco in the automotive sector and Triumph Group in the aerospace/defense sector.

## **How did the Fund's sector weightings change during the reporting period?**

There were no material changes to the Fund's sector weightings during the reporting period. Minor changes included a decrease in telecommunications exposure and slight increases in both health care and leisure exposure.

1. See page 5 for other share class returns, which may be higher or lower than Class I share returns. See page 6 for more information on benchmark and peer group returns.
2. An obligation rated 'CCC' by Standard & Poor's ("S&P") is deemed by S&P to be currently vulnerable to nonpayment and is dependent upon favorable business, financial and economic conditions for the obligor to meet its financial commitment on the obligation. It is the opinion of S&P that in the event of adverse business, financial or economic conditions, the obligor is not likely to have the capacity to meet its financial commitment on the obligation. When applied to Fund holdings, ratings are based solely on the creditworthiness of the bonds in the portfolio and are not meant to represent the security or safety of the Fund.
3. Duration is a measure of the price sensitivity of a fixed-income investment to changes in interest rates. Duration is expressed as a number of years and is considered a more accurate sensitivity gauge than average maturity.
4. The terms "spread" and "yield spread" may refer to the difference in yield between a security or type of security and comparable U.S. Treasury issues. The terms may also refer to the difference in yield between two specific securities or types of securities at a given time.

**How was the Fund positioned at the end of the reporting period?**

As of October 31, 2020, the Fund held underweight exposure relative to the ICE BofAML 1–5 Year BB-B U.S. High Yield Corporate Cash Pay Index in the leisure and media sectors. As of the same date, the Fund held relatively underweight exposure to the automotive and capital goods sectors.

The opinions expressed are those of the portfolio manager as of the date of this report and are subject to change. There is no guarantee that any forecasts will come to pass. This material does not constitute investment advice and is not intended as an endorsement of any specific investment.

# Portfolio of Investments October 31, 2020

	Principal Amount	Value
<b>Long-Term Bonds 94.6%†</b>		
<b>Convertible Bonds 2.1%</b>		
<b>Investment Companies 0.4%</b>		
Ares Capital Corp.		
3.75%, due 2/1/22	\$ 2,435,000	\$ 2,454,480
4.625%, due 3/1/24	3,500,000	3,644,550
		<u>6,099,030</u>
<b>Media 1.4%</b>		
DISH Network Corp.		
2.375%, due 3/15/24	21,650,000	19,528,190
<b>Oil &amp; Gas Services 0.3%</b>		
Forum Energy Technologies, Inc.		
9.00% (6.25% Cash and 2.75% PIK), due 8/4/25 (a)	6,066,299	3,761,105
Total Convertible Bonds (Cost \$31,344,530)		
		<u>29,388,325</u>
<b>Corporate Bonds 75.8%</b>		
<b>Advertising 0.3%</b>		
Outfront Media Capital LLC / Outfront Media Capital Corp.		
6.25%, due 6/15/25 (b)	4,000,000	4,082,500
<b>Aerospace &amp; Defense 1.2%</b>		
F-Brasile S.p.A. / F-Brasile U.S. LLC		
7.375%, due 8/15/26 (b)	5,500,000	4,771,250
Spirit AeroSystems, Inc.		
5.50%, due 1/15/25 (b)	2,125,000	2,162,187
SSL Robotics LLC		
9.75%, due 12/31/23 (b)	1,000,000	1,112,125
TransDigm, Inc.		
6.25%, due 3/15/26 (b)	1,000,000	1,042,490
6.50%, due 7/15/24	6,545,000	6,536,819
Triumph Group, Inc.		
8.875%, due 6/1/24 (b)	1,000,000	1,061,550
		<u>16,686,421</u>
<b>Airlines 0.5%</b>		
Delta Air Lines, Inc.		
7.00%, due 5/1/25 (b)	2,575,000	2,810,144
7.375%, due 1/15/26	500,000	517,500
Delta Air Lines, Inc. / SkyMiles I.P. Ltd.		
4.50%, due 10/20/25 (b)	2,000,000	2,029,892
Spirit Loyalty Cayman, Ltd. / Spirit I.P. Cayman, Ltd.		
8.00%, due 9/20/25 (b)	1,650,000	1,749,000
		<u>7,106,536</u>

	Principal Amount	Value
<b>Apparel 0.2%</b>		
Levi Strauss & Co.		
5.00%, due 5/1/25	\$ 1,500,000	\$ 1,537,500
William Carter Co.		
5.50%, due 5/15/25 (b)	1,300,000	1,365,000
		<u>2,902,500</u>
<b>Auto Manufacturers 3.3%</b>		
Aston Martin Capital Holdings, Ltd.		
6.50%, due 4/15/22 (b)	1,680,000	1,678,320
BCD Acquisition, Inc.		
9.625%, due 9/15/23 (b)	4,942,000	4,948,177
Ford Motor Co.		
8.50%, due 4/21/23	1,800,000	1,986,750
9.00%, due 4/22/25	3,290,000	3,876,920
Ford Motor Credit Co. LLC		
2.979%, due 8/3/22	1,797,000	1,785,391
3.087%, due 1/9/23	2,400,000	2,376,000
3.096%, due 5/4/23	1,065,000	1,051,688
3.219%, due 1/9/22	700,000	695,632
3.336%, due 3/18/21	1,500,000	1,500,000
3.339%, due 3/28/22	2,000,000	1,995,000
3.37%, due 11/17/23	4,000,000	3,965,000
3.664%, due 9/8/24	1,150,000	1,140,168
4.14%, due 2/15/23	1,100,000	1,108,250
5.125%, due 6/16/25	3,000,000	3,126,870
5.584%, due 3/18/24	840,000	882,806
J.B. Poindexter & Company, Inc.		
7.125%, due 4/15/26 (b)	6,700,000	7,120,827
McLaren Finance PLC		
5.75%, due 8/1/22 (b)	7,300,000	6,697,750
		<u>45,935,549</u>
<b>Auto Parts &amp; Equipment 0.9%</b>		
American Axle & Manufacturing, Inc.		
6.25%, due 4/1/25 (c)	2,000,000	2,026,880
Exide Global Holding Netherlands C.V.		
10.75%, due 6/30/24 (d)(e)(f)	1,610,000	1,288,000
Exide Technologies		
11.00%, due 10/31/24 (b)(d)(e)(f)(i)	8,372,864	8,373
Meritor, Inc.		
6.25%, due 2/15/24	2,000,000	2,037,500
6.25%, due 6/1/25 (b)	1,335,000	1,395,075
Nexteer Automotive Group, Ltd.		
5.875%, due 11/15/21 (b)	6,162,000	6,168,992
		<u>12,924,820</u>
<b>Building Materials 0.2%</b>		
BMC East LLC		
5.50%, due 10/1/24 (b)	330,000	338,250
James Hardie International Finance DAC		
4.75%, due 1/15/25 (b)	240,000	246,000

The notes to the financial statements are an integral part of, and should be read in conjunction with, the financial statements.

# Portfolio of Investments October 31, 2020 (continued)

	Principal Amount	Value
<b>Corporate Bonds (continued)</b>		
<b>Building Materials (continued)</b>		
Summit Materials LLC / Summit Materials Finance Corp.		
5.125%, due 6/1/25 (b)	\$ 1,690,000	\$ 1,711,125
		<u>2,295,375</u>
<b>Chemicals 1.7%</b>		
Blue Cube Spinco LLC		
9.75%, due 10/15/23	1,537,000	1,581,235
Neon Holdings, Inc.		
10.125%, due 4/1/26 (b)	2,000,000	2,115,000
NOVA Chemicals Corp.		
4.875%, due 6/1/24 (b)	2,150,000	2,126,780
Olin Corp.		
9.50%, due 6/1/25 (b)	1,000,000	1,182,620
TPC Group, Inc.		
10.50%, due 8/1/24 (b)	18,863,000	15,750,605
Valvoline, Inc.		
4.375%, due 8/15/25	1,000,000	1,028,750
		<u>23,784,990</u>
<b>Coal 0.0%†</b>		
Natural Resource Partners LP / NRP Finance Corp.		
9.125%, due 6/30/25 (b)	295,000	263,288
<b>Commercial Services 0.8%</b>		
Graham Holdings Co.		
5.75%, due 6/1/26 (b)	1,000,000	1,048,450
IHS Markit, Ltd.		
5.00%, due 11/1/22 (b)	1,630,000	1,744,548
Jaguar Holding Co. II / PPD Development, L.P.		
4.625%, due 6/15/25 (b)	3,600,000	3,718,764
Nielsen Co. Luxembourg S.A.R.L.		
5.50%, due 10/1/21 (b)	683,000	683,854
Nielsen Finance LLC / Nielsen Finance Co.		
5.00%, due 4/15/22 (b)	1,794,000	1,794,897
Ritchie Bros. Auctioneers, Inc.		
5.375%, due 1/15/25 (b)	2,175,000	2,237,531
		<u>11,228,044</u>
<b>Cosmetics &amp; Personal Care 0.2%</b>		
Edgewell Personal Care Co.		
4.70%, due 5/24/22	3,254,000	3,351,620
<b>Distribution &amp; Wholesale 0.5%</b>		
Avient Corp.		
5.25%, due 3/15/23	1,750,000	1,871,424
5.75%, due 5/15/25 (b)	1,775,000	1,868,187
G III Apparel Group, Ltd.		
7.875%, due 8/15/25 (b)	3,500,000	3,543,750
		<u>7,283,361</u>

	Principal Amount	Value
<b>Diversified Financial Services 2.6%</b>		
Credit Acceptance Corp.		
5.125%, due 12/31/24 (b)	\$10,090,000	\$ 10,014,325
Genworth Mortgage Holdings, Inc.		
6.50%, due 8/15/25 (b)	2,860,000	2,981,550
Ld Holdings Group Llc		
6.50%, due 11/1/25 (b)	2,500,000	2,537,500
LPL Holdings, Inc.		
5.75%, due 9/15/25 (b)	9,665,000	10,006,658
Oxford Finance LLC / Oxford Finance Co-Issuer II, Inc.		
6.375%, due 12/15/22 (b)	7,750,000	7,688,000
PRA Group, Inc.		
7.375%, due 9/1/25 (b)	1,700,000	1,783,300
StoneX Group, Inc.		
8.625%, due 6/15/25 (b)	1,118,000	1,179,490
		<u>36,190,823</u>
<b>Electric 0.9%</b>		
DPL, Inc.		
4.125%, due 7/1/25 (b)	3,650,000	3,814,250
NextEra Energy Operating Partners, L.P.(b)		
4.25%, due 7/15/24	1,250,000	1,306,250
4.25%, due 9/15/24	1,000,000	1,047,500
Pacific Gas & Electric Co.		
1.75%, due 6/16/22	2,000,000	2,000,187
Vistra Operations Co., LLC		
3.55%, due 7/15/24 (b)	4,650,000	4,954,840
		<u>13,123,027</u>
<b>Electrical Components &amp; Equipment 0.3%</b>		
WESCO Distribution, Inc.		
5.375%, due 12/15/21	1,000,000	998,750
7.125%, due 6/15/25 (b)	2,600,000	2,801,500
		<u>3,800,250</u>
<b>Energy 0.1%</b>		
KeyStone Power Pass-Through Holders		
9.00%, due 12/1/23 (f)	810,709	802,602
<b>Energy—Alternate Sources 0.2%</b>		
TerraForm Power Operating LLC		
4.25%, due 1/31/23 (b)	2,520,000	2,564,100
<b>Engineering &amp; Construction 0.3%</b>		
Great Lakes Dredge & Dock Corp.		
8.00%, due 5/15/22	3,180,000	3,250,691
PowerTeam Services LLC		
9.033%, due 12/4/25 (b)	1,500,000	1,588,125
		<u>4,838,816</u>
<b>Entertainment 0.9%</b>		
Boyne USA, Inc.		
7.25%, due 5/1/25 (b)	1,950,000	2,037,750

	Principal Amount	Value
<b>Corporate Bonds (continued)</b>		
<b>Entertainment (continued)</b>		
International Game Technology PLC (b)		
6.25%, due 2/15/22	\$ 1,500,000	\$ 1,535,632
6.50%, due 2/15/25	1,400,000	1,498,000
Jacobs Entertainment, Inc.		
7.875%, due 2/1/24 (b)	1,000,000	980,000
Live Nation Entertainment, Inc.		
4.875%, due 11/1/24 (b)	2,875,000	2,768,280
Powdr Corp.		
6.00%, due 8/1/25 (b)	1,930,000	1,946,019
Vail Resorts, Inc.		
6.25%, due 5/15/25 (b)	2,000,000	<u>2,100,000</u>
		<u>12,865,681</u>
<b>Environmental Controls 0.1%</b>		
Covanta Holding Corp.		
5.875%, due 7/1/25	1,665,000	<u>1,721,543</u>
<b>Food 0.5%</b>		
B&G Foods, Inc.		
5.25%, due 4/1/25	2,000,000	2,060,000
Ingles Markets, Inc.		
5.75%, due 6/15/23	990,000	997,425
Kraft Heinz Foods Co.		
3.95%, due 7/15/25	2,348,000	2,539,060
Lamb Weston Holdings, Inc.		
4.625%, due 11/1/24 (b)	880,000	<u>908,600</u>
		<u>6,505,085</u>
<b>Food Services 0.4%</b>		
Aramark Services, Inc.		
6.375%, due 5/1/25 (b)	5,635,000	<u>5,910,439</u>
<b>Forest Products &amp; Paper 0.8%</b>		
Mercer International, Inc.		
6.50%, due 2/1/24	3,740,000	3,758,700
7.375%, due 1/15/25	4,905,000	4,987,796
Smurfit Kappa Treasury Funding DAC		
7.50%, due 11/20/25	1,631,000	<u>1,973,510</u>
		<u>10,720,006</u>
<b>Gas 1.0%</b>		
AmeriGas Partners, L.P. / AmeriGas Finance Corp.		
5.625%, due 5/20/24	7,500,000	7,968,750
Rockpoint Gas Storage Canada, Ltd.		
7.00%, due 3/31/23 (b)	6,800,000	<u>6,307,000</u>
		<u>14,275,750</u>
<b>Hand &amp; Machine Tools 0.2%</b>		
Colfax Corp.		
6.00%, due 2/15/24 (b)	3,175,000	<u>3,302,667</u>

	Principal Amount	Value
<b>Health Care—Services 6.9%</b>		
Acadia Healthcare Co., Inc.		
5.625%, due 2/15/23	\$ 7,410,000	\$ 7,437,788
AHP Health Partners, Inc.		
9.75%, due 7/15/26 (b)	1,800,000	1,908,000
Catalent Pharma Solutions, Inc.		
4.875%, due 1/15/26 (b)	2,720,000	2,774,400
Centene Corp.		
4.75%, due 1/15/25	17,250,000	17,724,375
Encompass Health Corp.		
5.125%, due 3/15/23	8,675,000	8,740,062
5.75%, due 11/1/24	4,030,000	4,030,000
HCA, Inc.		
5.375%, due 2/1/25	13,100,000	14,506,023
5.875%, due 5/1/23	9,255,000	10,064,812
5.875%, due 2/15/26	2,000,000	2,260,000
7.50%, due 12/15/23	7,910,000	8,997,625
7.58%, due 9/15/25	1,663,000	1,970,655
8.36%, due 4/15/24	10,000,000	11,625,000
Molina Healthcare, Inc.		
5.375%, due 11/15/22	1,750,000	1,818,504
Providence Service Corp.		
5.875%, due 11/15/25 (b)	3,500,000	<u>3,561,250</u>
		<u>97,418,494</u>
<b>Holding Company—Diversified 0.8%</b>		
Stena International S.A.		
6.125%, due 2/1/25 (b)	12,220,000	<u>11,486,800</u>
<b>Home Builders 1.2%</b>		
Adams Homes, Inc.		
7.50%, due 2/15/25 (b)	4,915,000	4,939,575
Brookfield Residential Properties, Inc. / Brookfield Residential U.S. Corp.		
6.375%, due 5/15/25 (b)	1,500,000	1,507,500
Century Communities, Inc.		
5.875%, due 7/15/25	1,500,000	1,545,000
Meritage Homes Corp.		
7.00%, due 4/1/22	2,350,000	2,499,812
New Home Co., Inc.		
7.25%, due 4/1/22	3,185,000	3,230,864
Picasso Finance Sub, Inc.		
6.125%, due 6/15/25 (b)	2,000,000	2,109,200
STL Holding Co., LLC		
7.50%, due 2/15/26 (b)	1,600,000	<u>1,592,000</u>
		<u>17,423,951</u>
<b>Household Products &amp; Wares 0.6%</b>		
Prestige Brands, Inc.		
6.375%, due 3/1/24 (b)	5,165,000	5,281,213
Spectrum Brands, Inc.		
6.125%, due 12/15/24	2,800,000	<u>2,863,000</u>
		<u>8,144,213</u>

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# Portfolio of Investments October 31, 2020 (continued)

	Principal Amount	Value
<b>Corporate Bonds (continued)</b>		
<b>Housewares 0.4%</b>		
CD&R Smokey Buyer, Inc. 6.75%, due 7/15/25 (b)	\$ 1,355,000	\$ 1,429,525
Newell Brands, Inc. 4.35%, due 4/1/23	2,250,000	2,348,374
4.875%, due 6/1/25	1,750,000	1,894,900
		<u>5,672,799</u>
<b>Insurance 0.6%</b>		
MGIC Investment Corp. 5.75%, due 8/15/23	4,000,000	4,260,000
NMI Holdings, Inc. 7.375%, due 6/1/25 (b)	3,910,000	4,261,900
		<u>8,521,900</u>
<b>Internet 2.0%</b>		
Expedia Group, Inc.(b) 6.25%, due 5/1/25	1,000,000	1,099,668
7.00%, due 5/1/25	2,515,000	2,693,157
Netflix, Inc. 3.625%, due 6/15/25 (b)	1,000,000	1,038,750
5.375%, due 2/1/21	2,000,000	2,017,500
5.50%, due 2/15/22	6,300,000	6,618,937
5.75%, due 3/1/24	4,980,000	5,509,125
5.875%, due 2/15/25	665,000	752,281
NortonLifeLock, Inc. 5.00%, due 4/15/25 (b)	1,725,000	1,756,844
Uber Technologies, Inc. 7.50%, due 5/15/25 (b)	1,000,000	1,051,250
VeriSign, Inc. 4.625%, due 5/1/23	5,627,000	5,685,352
		<u>28,222,864</u>
<b>Investment Companies 3.1%</b>		
Ares Capital Corp. 3.875%, due 1/15/26	1,000,000	1,024,937
Compass Group Diversified Holdings LLC 8.00%, due 5/1/26 (b)	4,397,000	4,623,138
FS Energy & Power Fund 7.50%, due 8/15/23 (b)	18,834,000	16,809,345
Icahn Enterprises L.P. / Icahn Enterprises Finance Corp. 4.75%, due 9/15/24	15,315,000	15,583,012
6.25%, due 2/1/22	1,700,000	1,704,250
6.75%, due 2/1/24	2,950,000	3,009,885
		<u>42,754,567</u>
<b>Iron &amp; Steel 0.2%</b>		
Allegheny Technologies, Inc. 7.875%, due 8/15/23	3,000,000	3,028,350
<b>Leisure Time 2.0%</b>		
Carlson Travel, Inc.(b) 6.75%, due 12/15/25	12,865,000	9,005,500
8.50%, due 3/31/25	1,992,006	1,992,006

	Principal Amount	Value
<b>Leisure Time (continued)</b>		
Carnival Corp. 10.50%, due 2/1/26 (b)	\$ 7,550,000	\$ 8,172,875
Silversea Cruise Finance, Ltd. 7.25%, due 2/1/25 (b)	8,200,000	8,253,710
		<u>27,424,091</u>
<b>Lodging 2.4%</b>		
Boyd Gaming Corp. 6.375%, due 4/1/26	1,500,000	1,556,370
8.625%, due 6/1/25 (b)	3,740,000	4,094,178
Hilton Domestic Operating Co., Inc. 4.25%, due 9/1/24	6,935,000	6,896,858
5.375%, due 5/1/25 (b)	2,500,000	2,583,450
Hyatt Hotels Corp. 5.375%, due 4/23/25	5,070,000	5,498,562
Marriott International, Inc. 3.75%, due 10/1/25	1,000,000	1,027,881
4.15%, due 12/1/23	1,500,000	1,584,817
5.75%, due 5/1/25	8,845,000	9,834,439
		<u>33,076,555</u>
<b>Machinery—Diversified 0.3%</b>		
Briggs & Stratton Corp. 6.875%, due 12/15/20 (h)(i)	3,425,000	312,531
Tennant Co. 5.625%, due 5/1/25	3,754,000	3,892,898
		<u>4,205,429</u>
<b>Media 3.6%</b>		
CCO Holdings LLC / CCO Holdings Capital Corp.(b) 5.375%, due 5/1/25	5,725,000	5,879,575
5.75%, due 2/15/26	1,610,000	1,669,023
CSC Holdings LLC 5.25%, due 6/1/24	9,250,000	9,874,375
5.875%, due 9/15/22	3,250,000	3,428,750
DISH DBS Corp. 5.875%, due 7/15/22	3,550,000	3,656,500
5.875%, due 11/15/24	2,292,000	2,305,832
Meredith Corp. 6.50%, due 7/1/25 (b)	1,500,000	1,541,250
Quebecor Media, Inc. 5.75%, due 1/15/23	6,920,000	7,428,620
Sirius XM Radio, Inc.(b) 3.875%, due 8/1/22	1,000,000	1,007,500
4.625%, due 7/15/24	5,000,000	5,156,000
Sterling Entertainment Enterprises LLC 10.25%, due 1/15/25 (d)(e)(f)(g)	3,000,000	3,144,300
Videotron, Ltd. 5.00%, due 7/15/22	4,869,000	5,100,764
		<u>50,192,489</u>

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	Principal Amount	Value
<b>Corporate Bonds (continued)</b>		
<b>Metal Fabricate &amp; Hardware 1.6%</b>		
Grinding Media, Inc. / Moly-Cop		
AltaSteel, Ltd.		
7.375%, due 12/15/23 (b)	\$21,546,000	\$ 21,761,460
<b>Mining 1.9%</b>		
Arconic Corp.		
6.00%, due 5/15/25 (b)	3,000,000	3,176,250
Century Aluminum Co.		
12.00%, due 7/1/25 (b)	2,440,000	2,555,900
Compass Minerals International, Inc.		
4.875%, due 7/15/24 (b)	12,860,000	13,052,900
Constellium S.E. (b)		
5.75%, due 5/15/24	3,500,000	3,544,485
6.625%, due 3/1/25	1,000,000	1,015,000
First Quantum Minerals, Ltd.		
7.25%, due 4/1/23 (b)	3,856,000	3,875,280
		<u>27,219,815</u>
<b>Miscellaneous—Manufacturing 0.6%</b>		
FXI Holdings, Inc.		
7.875%, due 11/1/24 (b)	1,965,000	1,837,275
Hill-Rom Holdings, Inc.		
5.00%, due 2/15/25 (b)	388,000	397,215
Hillenbrand, Inc.		
5.75%, due 6/15/25	2,865,000	3,058,388
Koppers, Inc.		
6.00%, due 2/15/25 (b)	2,950,000	3,016,375
		<u>8,309,253</u>
<b>Oil &amp; Gas 7.3%</b>		
Apache Corp.		
4.625%, due 11/15/25	1,280,000	1,216,000
Ascent Resources Utica Holdings LLC / ARU Finance Corp.		
9.00%, due 11/1/27 (b)	1,556,000	1,509,320
Endeavor Energy Resources, L.P. / EER Finance, Inc.		
6.625%, due 7/15/25 (b)	900,000	933,750
Energy Ventures Gom LLC / EnVen Finance Corp.		
11.00%, due 2/15/23 (b)	3,770,000	2,780,375
EQT Corp.		
7.875%, due 2/1/25	7,850,000	8,733,125
Gulfport Energy Corp.		
6.00%, due 10/15/24	2,862,000	1,559,790
6.625%, due 5/1/23	9,562,000	5,242,367
Hess Corp.		
3.50%, due 7/15/24	910,000	936,087
Montage Resources Corp.		
8.875%, due 7/15/23	5,565,000	5,648,475

	Principal Amount	Value
<b>Oil &amp; Gas (continued)</b>		
Newfield Exploration Co.		
5.75%, due 1/30/22	\$ 4,000,000	\$ 4,028,018
Noble Energy, Inc.		
3.90%, due 11/15/24	4,550,000	5,027,348
Occidental Petroleum Corp.		
2.70%, due 2/15/23	3,111,000	2,784,345
5.875%, due 9/1/25	2,160,000	1,900,800
8.00%, due 7/15/25	5,000,000	4,875,000
Parkland Corp.		
6.00%, due 4/1/26 (b)	4,505,000	4,651,413
PBF Holding Co. LLC / PBF Finance Corp.		
7.25%, due 6/15/25	7,845,000	3,255,675
9.25%, due 5/15/25 (b)	2,800,000	2,485,000
PDC Energy, Inc.		
6.125%, due 9/15/24	3,700,000	3,598,250
PetroQuest Energy, Inc.		
10.00% (10.00% PIK), due 2/15/24 (a)(d)(e)(f)(i)	801,387	80
QEP Resources, Inc.		
5.25%, due 5/1/23	1,000,000	795,000
5.375%, due 10/1/22	2,674,000	2,353,120
Range Resources Corp.		
5.875%, due 7/1/22	2,828,000	2,828,000
9.25%, due 2/1/26 (b)	4,343,000	4,603,580
Southwestern Energy Co.		
6.45%, due 1/23/25	12,463,000	12,486,368
Sunoco, L.P. / Sunoco Finance Corp.		
4.875%, due 1/15/23	2,000,000	2,015,000
Talos Production LLC / Talos Production Finance, Inc.		
11.00%, due 4/3/22	15,782,468	14,914,432
Transocean Guardian, Ltd.		
5.875%, due 1/15/24 (b)	936,000	570,960
Ultra Resources, Inc.		
6.875%, due 4/15/22 (b)(f)(i)	4,455,000	14,479
		<u>101,746,157</u>
<b>Oil &amp; Gas Services 0.1%</b>		
Nine Energy Service, Inc.		
8.75%, due 11/1/23 (b)	3,775,000	1,113,625
<b>Packaging &amp; Containers 0.3%</b>		
Cascades, Inc. / Cascades U.S.A., Inc.		
5.125%, due 1/15/26 (b)	3,416,000	3,569,720
Sealed Air Corp.		
5.25%, due 4/1/23 (b)	1,000,000	1,056,250
		<u>4,625,970</u>
<b>Pharmaceuticals 1.2%</b>		
Bausch Health Cos., Inc. (b)		
5.875%, due 5/15/23	233,000	232,418
6.125%, due 4/15/25	6,700,000	6,879,225
7.00%, due 3/15/24	6,146,000	6,368,792

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# Portfolio of Investments October 31, 2020 (continued)

	Principal Amount	Value
<b>Corporate Bonds (continued)</b>		
<b>Pharmaceuticals (continued)</b>		
Endo Dac / Endo Finance LLC / Endo Finco, Inc. 5.875%, due 10/15/24 (b)	\$ 3,900,000	\$ 3,900,000
		<u>17,380,435</u>
<b>Pipelines 4.8%</b>		
Antero Midstream Partners, L.P. / Antero Midstream Finance Corp. 5.375%, due 9/15/24	2,000,000	1,870,400
Cheniere Energy Partners, L.P. 5.25%, due 10/1/25	1,500,000	1,525,800
Enable Midstream Partners, L.P. 3.90%, due 5/15/24	1,500,000	1,473,985
EQM Midstream Partners, L.P. 6.00%, due 7/1/25 (b)	4,500,000	4,612,500
NGPL PipeCo LLC 4.375%, due 8/15/22 (b)	5,565,000	5,771,549
NuStar Logistics, L.P. 5.75%, due 10/1/25	3,000,000	3,020,490
	2,950,000	2,975,813
PBF Logistics, L.P. / PBF Logistics Finance Corp. 6.875%, due 5/15/23	4,000,000	3,140,000
Plains All American Pipeline, L.P. 6.125%, due 11/15/22 (j)(k)	18,663,000	11,524,402
Rattler Midstream, L.P. 5.625%, due 7/15/25 (b)	760,000	780,900
Rockies Express Pipeline LLC 3.60%, due 5/15/25 (b)	2,905,000	2,897,738
Ruby Pipeline LLC 7.75%, due 4/1/22 (b)	7,442,962	6,389,378
Tallgrass Energy Partners, L.P. / Tallgrass Energy Finance Corp.(b) 4.75%, due 10/1/23	5,850,000	5,555,745
	5,810,000	5,583,294
Targa Resources Partners, L.P. / Targa Resources Partners Finance Corp. 5.25%, due 5/1/23	2,500,000	2,498,750
Western Midstream Operating, L.P. 4.00%, due 7/1/22	500,000	500,000
	4,315,000	4,142,400
	3,350,000	3,370,937
		<u>67,634,081</u>
<b>Real Estate 1.3%</b>		
Kennedy-Wilson, Inc. 5.875%, due 4/1/24	5,800,000	5,597,000
Newmark Group, Inc. 6.125%, due 11/15/23	12,225,000	12,925,158
		<u>18,522,158</u>

	Principal Amount	Value
<b>Real Estate Investment Trusts 4.8%</b>		
CTR Partnership, L.P. / CareTrust Capital Corp. 5.25%, due 6/1/25	\$ 2,400,000	\$ 2,472,000
Diversified Healthcare Trust 9.75%, due 6/15/25	3,875,000	4,262,500
GLP Capital, L.P. / GLP Financing II, Inc. 5.25%, due 6/1/25	2,500,000	2,731,200
	3,110,000	3,328,167
Ladder Capital Finance Holdings LLP / Ladder Capital Finance Corp. 5.875%, due 8/1/21 (b)	5,085,000	5,065,931
MGM Growth Properties Operating Partnership, L.P. / MGP Finance Co-Issuer, Inc. 4.625%, due 6/15/25 (b)	1,935,000	1,970,720
	19,681,000	20,718,189
MPT Operating Partnership, L.P. / MPT Finance Corp. 5.50%, due 5/1/24	8,563,000	8,670,037
RHP Hotel Properties, L.P. / RHP Finance Corp. 5.00%, due 4/15/23	4,000,000	3,880,000
Starwood Property Trust, Inc. 5.00%, due 12/15/21	3,485,000	3,467,575
VICI Properties, L.P. / VICI Note Co., Inc. 3.50%, due 2/15/25 (b)	10,640,000	10,679,368
		<u>67,245,687</u>
<b>Retail 1.3%</b>		
Dave & Buster's, Inc. 7.625%, due 11/1/25 (b)	2,000,000	1,962,500
KFC Holding Co. / Pizza Hut Holdings LLC / Taco Bell of America LLC 5.25%, due 6/1/26 (b)	2,000,000	2,066,650
Kohl's Corp. 9.50%, due 5/15/25	2,475,000	2,961,500
L Brands, Inc. 6.875%, due 7/1/25 (b)	350,000	375,193
Penske Automotive Group, Inc. 3.50%, due 9/1/25	2,500,000	2,506,250
	6,560,000	6,699,400
Yum! Brands, Inc. 3.875%, due 11/1/23	1,000,000	1,040,000
		<u>17,611,493</u>
<b>Semiconductors 0.1%</b>		
Microchip Technology, Inc. 4.25%, due 9/1/25 (b)	1,300,000	1,349,620
<b>Software 1.3%</b>		
BY Crown Parent LLC 7.375%, due 10/15/24 (b)	1,687,000	1,703,870

The notes to the financial statements are an integral part of, and should be read in conjunction with, the financial statements.



	Principal Amount	Value
<b>Corporate Bonds (continued)</b>		
<b>Software (continued)</b>		
BY Crown Parent LLC / BY Bond		
Finance, Inc.		
4.25%, due 1/31/26 (b)	\$ 1,500,000	\$ 1,518,750
CDK Global, Inc.		
5.00%, due 10/15/24	3,150,000	3,433,500
Change Healthcare Holdings LLC / Change		
Healthcare Finance, Inc.		
5.75%, due 3/1/25 (b)	1,500,000	1,499,355
Open Text Corp.		
5.875%, due 6/1/26 (b)	2,500,000	2,600,000
PTC, Inc.		
3.625%, due 2/15/25 (b)	6,870,000	6,994,519
		<u>17,749,994</u>
<b>Telecommunications 5.8%</b>		
CenturyLink, Inc.		
5.80%, due 3/15/22	9,200,000	9,568,000
6.45%, due 6/15/21	3,500,000	3,574,375
6.75%, due 12/1/23	6,000,000	6,525,000
CommScope Technologies LLC		
6.00%, due 6/15/25 (b)	1,161,000	1,150,992
Hughes Satellite Systems Corp.		
7.625%, due 6/15/21	2,255,000	2,317,013
Level 3 Financing, Inc.		
5.375%, due 5/1/25	5,550,000	5,708,119
Qualitytech, L.P. / QTS Finance Corp.		
4.75%, due 11/15/25 (b)	1,000,000	1,036,100
Sprint Communications, Inc.		
9.25%, due 4/15/22	2,500,000	2,756,250
Sprint Corp.		
7.875%, due 9/15/23	29,145,000	33,225,300
T-Mobile USA, Inc.		
4.00%, due 4/15/22	6,045,000	6,235,327
5.125%, due 4/15/25	2,000,000	2,050,000
6.00%, due 3/1/23	6,755,000	6,755,000
		<u>80,901,476</u>
<b>Textiles 0.1%</b>		
Eagle Intermediate Global Holding B.V. /		
Ruyi U.S. Finance LLC		
7.50%, due 5/1/25 (b)	1,925,000	1,347,500
<b>Toys, Games &amp; Hobbies 1.0%</b>		
Mattel, Inc.		
3.15%, due 3/15/23	3,760,000	3,741,200
6.75%, due 12/31/25 (b)	9,245,000	9,723,429
		<u>13,464,629</u>

	Principal Amount	Value
<b>Transportation 0.1%</b>		
Teekay Corp.		
9.25%, due 11/15/22 (b)	\$ 1,935,000	\$ 1,858,374
Total Corporate Bonds		
(Cost \$1,081,795,877)		<u>1,061,880,022</u>
<b>Loan Assignments 16.7%</b>		
<b>Aerospace &amp; Defense 0.8%</b>		
Spirit Aerosystems, Inc.		
2020 Term Loan B		
6.00% ((1 Month LIBOR + 5.25%)), due 1/30/25 (l)	1,300,000	1,296,750
TransDigm, Inc.		
2020 Term Loan F		
2.398% (1 Month LIBOR + 2.25%), due 12/9/25 (l)	9,925,000	9,318,473
		<u>10,615,223</u>
<b>Airlines 0.2%</b>		
Mileage Plus Holdings LLC		
2020 Term Loan B		
6.25% (3 Month LIBOR + 5.25%), due 6/25/27 (l)	2,500,000	2,541,993
<b>Automobile 0.5%</b>		
Dealer Tire LLC		
2020 Term Loan B		
4.398% (1 Month LIBOR + 4.25%), due 12/12/25 (l)	4,168,500	4,048,656
Tenneco, Inc.		
2018 Term Loan B		
3.148% (1 Month LIBOR + 3.00%), due 10/1/25 (l)	2,969,773	2,726,005
		<u>6,774,661</u>
<b>Beverage, Food &amp; Tobacco 0.7%</b>		
B&G Foods, Inc.		
2019 Term Loan B4		
2.648% (1 Month LIBOR + 2.50%), due 10/10/26 (l)	3,303,333	3,278,558
United Natural Foods, Inc.		
Term Loan B		
4.398% (1 Month LIBOR + 4.25%), due 10/22/25 (l)	6,358,102	6,252,800
		<u>9,531,358</u>
<b>Chemicals, Plastics &amp; Rubber 0.6%</b>		
Innophos, Inc.		
2020 Term Loan B		
3.648% (1 Month LIBOR + 3.50%), due 2/7/27 (l)	4,278,500	4,195,604

# Portfolio of Investments October 31, 2020 (continued)

	Principal Amount	Value
<b>Loan Assignments (continued)</b>		
<b>Chemicals, Plastics &amp; Rubber (continued)</b>		
Meredith Corp.		
2020 Term Loan B2 2.648% (1 Month LIBOR + 2.50%), due 1/31/25 (l)	\$ 2,140,080	\$ 2,070,528
SCIH Salt Holdings, Inc.		
Term Loan B 5.50% (3 Month LIBOR + 4.50%), due 3/16/27 (l)	2,294,250	<u>2,277,043</u>
		<u>8,543,175</u>
<b>Containers, Packaging &amp; Glass 0.2%</b>		
Neenah Foundry Co.		
2017 Term Loan 10.00% (2 Month LIBOR + 9.00%), due 12/13/22 (e)(l)	2,835,138	<u>2,409,868</u>
<b>Diversified/Conglomerate Service 0.4%</b>		
WEX, Inc.		
Term Loan B3 2.398% (1 Month LIBOR + 2.25%), due 5/15/26 (l)	6,484,331	<u>6,239,820</u>
<b>Electronics 1.1%</b>		
Camelot U.S. Acquisition 1 Co. (l)		
Term Loan B 3.148% (1 Month LIBOR + 3.00%), due 10/30/26	9,287,606	9,055,415
2020 Incremental Term Loan B		
4.00% (1 Month LIBOR + 3.00%), due 10/30/26	3,000,000	2,953,125
CommScope, Inc.		
2019 Term Loan B 3.398% (1 Month LIBOR + 3.25%), due 4/6/26 (l)	2,970,000	<u>2,853,428</u>
		<u>14,861,968</u>
<b>Entertainment 0.4%</b>		
CCM Merger, Inc.		
2020 Term Loan B TBD-% , due 10/29/25 (e)	2,500,000	2,468,750
NAI Entertainment Holdings LLC		
Term Loan B 3.50% (1 Month LIBOR + 2.50%), due 5/8/25 (l)	3,280,667	<u>2,973,104</u>
		<u>5,441,854</u>
<b>Finance 0.3%</b>		
Jefferies Finance LLC		
2019 Term Loan 3.188% (1 Month LIBOR + 3.00%), due 6/3/26 (l)	3,950,000	<u>3,828,221</u>

	Principal Amount	Value
<b>Healthcare, Education &amp; Childcare 1.6%</b>		
Ascend Learning LLC		
2017 Term Loan B 4.00% (1 Month LIBOR + 3.00%), due 7/12/24 (l)	\$ 7,941,705	\$ 7,726,619
Catalent Pharma Solutions, Inc.		
Term Loan B2 3.25% (1 Month LIBOR + 2.25%), due 5/18/26 (l)	2,521,725	2,505,964
Jaguar Holding Co. II		
2018 Term Loan 3.50% (1 Month LIBOR + 2.50%), due 8/18/22 (l)	4,909,326	4,868,044
RegionalCare Hospital Partners Holdings, Inc.		
2018 Term Loan B 3.898% (1 Month LIBOR + 3.75%), due 11/16/25 (l)	8,000,000	<u>7,753,336</u>
		<u>22,853,963</u>
<b>Hotels, Motels, Inns &amp; Gaming 0.9%</b>		
Churchill Downs, Inc.		
2017 Term Loan B 2.15% (1 Month LIBOR + 2.00%), due 12/27/24 (l)	3,890,000	3,744,125
Four Seasons Hotels, Ltd.		
New 1st Lien Term Loan 2.148% (1 Month LIBOR + 2.00%), due 11/30/23 (l)	5,524,059	5,303,097
Twin River Worldwide Holdings, Inc.		
Term Loan B 2.898% (1 Month LIBOR + 2.75%), due 5/10/26 (l)	3,456,250	<u>3,291,000</u>
		<u>12,338,222</u>
<b>Insurance 0.6%</b>		
USI, Inc.		
2017 Repriced Term Loan 3.22% (3 Month LIBOR + 3.00%), due 5/16/24 (l)	9,400,305	<u>9,045,838</u>
<b>Leisure, Amusement, Motion Pictures &amp; Entertainment 0.2%</b>		
NASCAR Holdings, Inc.		
Term Loan B 2.902% (1 Month LIBOR + 2.75%), due 10/19/26 (l)	3,074,032	<u>2,987,848</u>
<b>Machinery (Non-Agriculture, Non-Construct &amp; Non-Electronic) 0.2%</b>		
Altra Industrial Motion Corp.		
2018 Term Loan B 2.148% (1 Month LIBOR + 2.00%), due 10/1/25 (l)	2,223,760	<u>2,170,946</u>

	Principal Amount	Value
<b>Loan Assignments (continued)</b>		
<b>Manufacturing 0.8%</b>		
Adient U.S. LLC		
Term Loan B		
4.42%-4.492% (1 Month LIBOR + 4.25%, 3 Month LIBOR + 4.25%), due 5/6/24 (l)	\$11,704,350	\$ 11,514,154
<b>Media 1.7%</b>		
Allen Media LLC		
2020 Term Loan B		
5.72% (3 Month LIBOR + 5.50%), due 2/10/27 (l)	5,123,438	4,952,659
Block Communications, Inc.		
2020 Term Loan		
2.47% (3 Month LIBOR + 2.25%), due 2/25/27 (l)	11,691,250	11,467,164
Lamar Media Corp.		
2020 Term Loan B		
1.643% (1 Month LIBOR + 1.50%), due 2/5/27 (l)	7,368,750	7,061,716
		<u>23,481,539</u>
<b>Oil &amp; Gas 0.4%</b>		
Ascent Resources—Utica		
2020 Fixed 2nd Lien Term Loan		
9.00%, due 11/1/25	3,240,000	3,402,000
PetroQuest Energy LLC		
2020 Term Loan		
8.50% (1 Month LIBOR + 7.50%), due 11/8/23 (d)(f)(l)	201,417	201,417
PetroQuest Energy, Inc.		
Term Loan Note		
10.013%, due 11/8/23 (d)(e)(f)	3,092,688	2,536,004
		<u>6,139,421</u>
<b>Personal &amp; Nondurable Consumer Products 0.1%</b>		
Prestige Brands, Inc.		
Term Loan B4		
2.148% (1 Month LIBOR + 2.00%), due 1/26/24 (l)	1,647,764	1,635,406
<b>Personal Transportation 0.3%</b>		
Delta Air Lines, Inc.		
2020 1st Lien Term Loan B		
4.75% (3 Month LIBOR + 3.75%), due 10/20/27 (l)	4,500,000	4,479,376
<b>Personal, Food &amp; Miscellaneous Services 0.2%</b>		
KFC Holding Co.		
2018 Term Loan B		
1.897% (1 Month LIBOR + 1.75%), due 4/3/25 (l)	3,378,375	3,294,760

	Principal Amount	Value
<b>Retail Store 1.6%</b>		
Bass Pro Group LLC		
Term Loan B		
5.75% (3 Month LIBOR + 5.00%), due 9/25/24 (l)	\$23,007,515	\$ 22,876,510
<b>Software 0.5%</b>		
Ascend Learning, LLC		
2020 Incremental Term Loan		
TBD, due 7/12/24	2,000,000	1,977,500
By Crown Parent LLC		
Term Loan B1		
4.00% (1 Month LIBOR + 3.00%), due 1/31/26 (l)	4,593,725	4,478,882
		<u>6,456,382</u>
<b>Telecommunications 1.2%</b>		
Connect Finco S.A.R.L.		
Term Loan B		
5.50% (1 Month LIBOR + 4.50%), due 12/11/26 (l)	8,855,500	8,669,534
EFS Cogen Holdings I LLC		
2020 Term Loan B		
4.50% (3 Month LIBOR + 3.50%), due 10/1/27 (l)	3,150,000	3,118,500
LCPR Loan Financing LLC		
Term Loan B		
5.148% (1 Month LIBOR + 5.00%), due 10/15/26 (l)	4,000,000	3,993,752
LogMeln, Inc.		
Term Loan B		
TBD-% , due 8/31/27	1,500,000	1,452,188
		<u>17,233,974</u>
<b>Utilities 1.2%</b>		
Hamilton Projects Acquiror LLC		
Term Loan B		
5.75% (3 Month LIBOR + 4.75%), due 6/17/27 (l)	4,189,500	4,172,042
Pacific Gas & Electric Co.		
2020 Term Loan		
5.50% (3 Month LIBOR + 4.50%), due 6/23/25 (l)	12,967,500	12,862,139
		<u>17,034,181</u>
Total Loan Assignments (Cost \$238,073,905)		<u>234,330,661</u>
Total Long-Term Bonds (Cost \$1,351,214,312)		<u>1,325,599,008</u>

	Shares
<b>Common Stocks 0.4%</b>	
<b>Auto Parts &amp; Equipment 0.1%</b>	
Energy Technology (d)(e)(f)(m)	2,021
	<u>1,125,899</u>

The notes to the financial statements are an integral part of, and should be read in conjunction with, the financial statements.

# Portfolio of Investments October 31, 2020 (continued)

	Shares	Value
<b>Common Stocks (continued)</b>		
<b>Commercial Services 0.0% ‡</b>		
Carlson Travel, Inc. (d)(e)(g)	1,992	\$ 110,675
<b>Independent Power &amp; Renewable Electricity Producers 0.2%</b>		
GenOn Energy, Inc. (d)(e)(g)	20,915	3,346,400
		<u>3,346,400</u>
<b>Oil &amp; Gas 0.0% ‡</b>		
PetroQuest Energy, Inc.(d)(e)(f)(m)	94,872	0
<b>Oil, Gas &amp; Consumable Fuels 0.1%</b>		
California Resources (g)(m)	12,256	78,229
California Resources Corp. (m)	8,590	115,106
Talos Energy, Inc. (m)	95,598	629,035
Whiting Petroleum Corp. (m)	45,138	659,015
		<u>1,481,385</u>
Total Common Stocks (Cost \$9,314,994)		<u>6,064,359</u>

	Principal Amount	
<b>Preferred Stocks 0.3%</b>		
<b>Auto Parts &amp; Equipment 0.3%</b>		
Energy Technology (d)(e)(f)(m)	\$ 4,501	4,054,951
Total Preferred Stocks (Cost \$4,295,472)		<u>4,054,951</u>

	Number of Warrants	
<b>Warrants 0.0%‡</b>		
<b>Oil, Gas &amp; Consumable Fuels 0.0%‡</b>		
California Resources Corp. Expires 10/27/24 (m)	2,650	1,060
Total Warrants (Cost \$1,060)		<u>1,060</u>

	Shares	
<b>Short-Term Investments 4.2%</b>		
<b>Unaffiliated Investment Company 4.2%</b>		
State Street Institutional U.S. Government Money Market Fund, Premier Class, 0.03% (n)	57,461,524	57,461,524
State Street Navigator Securities Lending Government Money Market Portfolio, 0.09% (n)(o)	1,114,695	1,114,695
Total Short-Term Investments (Cost \$58,576,219)		<u>58,576,219</u>
Total Investments (Cost \$1,423,402,057)	99.5%	1,394,295,597
Other Assets, Less Liabilities	0.5	7,444,643
Net Assets	<u>100.0%</u>	<u>\$1,401,740,240</u>

- † Percentages indicated are based on Fund net assets.
- ‡ Less than one-tenth of a percent.
- (a) PIK ("Payment-in-Kind")—issuer may pay interest or dividends with additional securities and/or in cash.
- (b) May be sold to institutional investors only under Rule 144A or securities offered pursuant to Section 4(a)(2) of the Securities Act of 1933, as amended.
- (c) All or a portion of this security was held on loan. As of October 31, 2020, the aggregate market value of securities on loan was \$1,096,896. The Fund received cash collateral with a value of \$1,114,695 (See Note 2(H)).
- (d) Fair valued security—Represents fair value as measured in good faith under procedures approved by the Board of Trustees. As of October 31, 2020, the total market value of fair valued securities was \$15,816,099, which represented 1.1% of the Fund's net assets.
- (e) Security in which significant unobservable inputs (Level 3) were used in determining fair value.
- (f) Illiquid security—As of October 31, 2020, the total market value of these securities deemed illiquid under procedures approved by the Board of Trustees was \$13,176,105, which represented 0.9% of the Fund's net assets. (Unaudited)
- (g) Restricted security. (See Note 5)
- (h) Issue in non-accrual status.
- (i) Issue in default.
- (j) Fixed to floating rate—Rate shown was the rate in effect as of October 31, 2020.
- (k) Securities are perpetual and, thus, do not have a predetermined maturity date. The date shown, if applicable, reflects the next call date.
- (l) Floating rate—Rate shown was the rate in effect as of October 31, 2020.
- (m) Non-income producing security.
- (n) Current yield as of October 31, 2020.
- (o) Represents a security purchased with cash collateral received for securities on loan.

The following abbreviations are used in the preceding pages:  
LIBOR —London Interbank Offered Rate

The following is a summary of the fair valuations according to the inputs used as of October 31, 2020, for valuing the Fund's assets:

Description	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Total
<b>Asset Valuation Inputs</b>				
Investments in Securities (a)				
Long-Term Bonds				
Convertible Bonds	\$ —	\$ 29,388,325	\$ —	\$ 29,388,325
Corporate Bonds (b)	—	1,057,439,269	4,440,753	1,061,880,022
Loan Assignments (c)	—	226,916,039	7,414,622	234,330,661
Total Long-Term Bonds	—	1,313,743,633	11,855,375	1,325,599,008
Common Stocks (d)	1,481,385	—	4,582,974	6,064,359
Preferred Stocks (e)	—	—	4,054,951	4,054,951
Warrants	1,060	—	—	1,060
Short-Term Investments				
Unaffiliated Investment Company	58,576,219	—	—	58,576,219
Total Investments in Securities	\$60,058,664	\$1,313,743,633	\$20,493,300	\$1,394,295,597

(a) For a complete listing of investments and their industries, see the Portfolio of Investments.

(b) The Level 3 securities valued at \$1,296,373, \$3,144,300 and \$80 are held in Auto Parts & Equipment, Media and Oil & Gas, respectively, within the Corporate Bonds section of the Portfolio of Investments.

(c) The Level 3 securities valued at \$2,409,868, \$2,468,750 and \$2,536,004 are held in Containers, Packaging & Glass, Entertainment and Oil & Gas, respectively, within the Loan Assignments section of the Portfolio of Investments.

(d) The Level 3 securities valued at \$1,125,899, \$110,675, \$3,346,400 and \$0 are held in Auto Parts & Equipment, Commercial Services, Independent Power & Renewable Electricity Producers and Oil & Gas, respectively, within the Common Stocks section of the Portfolio of Investments.

(e) The Level 3 security valued at \$4,054,951 is held in Auto Parts & Equipment within the Preferred Stocks section of the Portfolio of Investments.

The following is a reconciliation of investments in which significant unobservable inputs (Level 3) were used in determining value:

Investments in Securities	Balance as of October 31, 2019		Accrued Discounts (Premiums)	Realized Gain (Loss)	Change in Unrealized Appreciation (Depreciation)	Purchases	Sales	Transfers in to Level 3	Transfers out of Level 3	Balance as of October 31, 2020	Change in Unrealized Appreciation (Depreciation) from Investments Still Held at October 31, 2020 (b)
	October 31, 2019	October 31, 2019									
Long-Term Bonds											
Convertible Bonds	\$ 839,191	\$10,121	\$ —	\$ 80,198	\$ 78,002(a)	\$(1,007,512)	\$ —	\$ —	\$ —	\$ —	\$ —
Corporate Bonds	17,009,270	38,451	(8,979,243)	(472,603)	1,925,103(a)	(5,080,225)	—	—	4,440,753	(472,603)	
Loan Assignments	2,935,847	5,904	854	(892,837)	2,630,680	(163,698)	2,897,872	—	7,414,622	(892,837)	
Common Stock	415,146	—	(1,431,278)	(1,146,481)	2,091,999	—	4,653,588	—	4,582,974	(1,143,873)	
Preferred Stock	—	—	—	(240,521)	4,295,472	—	—	—	4,054,951	(240,521)	
Total	\$21,199,454	\$54,476	\$(10,409,667)	\$(2,672,244)	\$11,021,256	\$(6,251,435)	\$7,551,460	\$ —	\$20,493,300	\$(2,749,834)	

(a) Purchases include PIK securities.

(b) Included in "Net change in unrealized appreciation (depreciation) on investments" in the Statement of Operations.

As of October 31, 2020, a Loan Assignment with a market value of \$2,897,872 transferred from Level 2 to Level 3 as the the fair value obtained by an independent pricing service, utilized significant unobservable inputs. As of October 31, 2019, the fair value obtained for this Loan Assignment, as determined by an independent pricing service, utilized significant other observable inputs.

As of October 31, 2020, a common stock with a market value of \$4,653,588 transferred from Level 2 to Level 3 as the fair value obtained by an independent pricing service, utilized significant unobservable inputs. As of October 31, 2019 the fair value obtained for this loan assignment, as determined by an independent pricing service, utilized significant other observable inputs.

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# Statement of Assets and Liabilities as of October 31, 2020

## Assets

Investment in securities, at value (identified cost \$1,423,402,057) including securities on loan of \$1,096,896	\$1,394,295,597
Receivables:	
Interest	19,353,534
Fund shares sold	4,123,801
Investment securities sold	1,582,704
Securities lending	490
Other assets	30,035
Total assets	<u>1,419,386,161</u>

## Liabilities

Due to custodian	115,114
Cash collateral received for securities on loan	1,114,695
Payables:	
Investment securities purchased	11,990,673
Fund shares redeemed	2,704,343
Manager (See Note 3)	777,249
Transfer agent (See Note 3)	193,107
NYLIFE Distributors (See Note 3)	90,372
Shareholder communication	41,917
Professional fees	39,977
Custodian	6,017
Trustees	1,849
Accrued expenses	7,456
Dividend payable	563,152
Total liabilities	<u>17,645,921</u>
Net assets	<u>\$1,401,740,240</u>

## Composition of Net Assets

Shares of beneficial interest outstanding (par value of \$.001 per share) unlimited number of shares authorized	\$ 148,230
Additional paid-in capital	<u>1,486,677,767</u>
	1,486,825,997
Total distributable earnings (loss)	<u>(85,085,757)</u>
Net assets	<u>\$1,401,740,240</u>

## Class A

Net assets applicable to outstanding shares	<u>\$ 252,753,077</u>
Shares of beneficial interest outstanding	<u>26,734,730</u>
Net asset value per share outstanding	\$ 9.45
Maximum sales charge (3.00% of offering price)	<u>0.29</u>
Maximum offering price per share outstanding	<u>\$ 9.74</u>

## Investor Class

Net assets applicable to outstanding shares	<u>\$ 6,277,706</u>
Shares of beneficial interest outstanding	<u>663,791</u>
Net asset value per share outstanding	\$ 9.46
Maximum sales charge (2.50% of offering price)	<u>0.24</u>
Maximum offering price per share outstanding	<u>\$ 9.70</u>

## Class C

Net assets applicable to outstanding shares	<u>\$ 40,948,222</u>
Shares of beneficial interest outstanding	<u>4,332,352</u>
Net asset value and offering price per share outstanding	<u>\$ 9.45</u>

## Class I

Net assets applicable to outstanding shares	<u>\$1,101,084,325</u>
Shares of beneficial interest outstanding	<u>116,427,400</u>
Net asset value and offering price per share outstanding	<u>\$ 9.46</u>

## Class R2

Net assets applicable to outstanding shares	<u>\$ 522,792</u>
Shares of beneficial interest outstanding	<u>55,304</u>
Net asset value and offering price per share outstanding	<u>\$ 9.45</u>

## Class R3

Net assets applicable to outstanding shares	<u>\$ 154,118</u>
Shares of beneficial interest outstanding	<u>16,300</u>
Net asset value and offering price per share outstanding	<u>\$ 9.46</u>

# Statement of Operations for the year ended October 31, 2020

## Investment Income (Loss)

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### Income

Interest	\$ 76,981,080
Dividends	2,329,692
Securities lending	18,259
Other	<u>234</u>
Total income	<u>79,329,265</u>

### Expenses

Manager (See Note 3)	9,403,737
Transfer agent (See Note 3)	1,212,333
Distribution/Service—Class A (See Note 3)	622,882
Distribution/Service—Investor Class (See Note 3)	16,747
Distribution/Service—Class C (See Note 3)	453,467
Distribution/Service—Class R2 (See Note 3)	1,305
Distribution/Service—Class R3 (See Note 3)	684
Professional fees	164,321
Registration	160,929
Shareholder communication	89,730
Custodian	43,310
Trustees	34,936
Shareholder service (See Note 3)	659
Miscellaneous	<u>62,791</u>
Total expenses	<u>12,267,831</u>
Net investment income (loss)	<u>67,061,434</u>

## Realized and Unrealized Gain (Loss)

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Net realized gain (loss) on investments	(38,702,247)
Net change in unrealized appreciation (depreciation) on investments	<u>(28,547,224)</u>
Net realized and unrealized gain (loss)	<u>(67,249,471)</u>
Net increase (decrease) in net assets resulting from operations	<u>\$ (188,037)</u>

# Statements of Changes in Net Assets

for the years ended October 31, 2020 and October 31, 2019

	2020	2019
<b>Increase (Decrease) in Net Assets</b>		
Operations:		
Net investment income (loss)	\$ 67,061,434	\$ 56,307,226
Net realized gain (loss)	(38,702,247)	(6,255,505)
Net change in unrealized appreciation (depreciation)	(28,547,224)	13,968,071
Net increase (decrease) in net assets resulting from operations	(188,037)	64,019,792
Distributions to shareholders:		
Class A	(11,620,625)	(8,570,153)
Investor Class	(305,824)	(292,900)
Class C	(1,732,272)	(1,732,935)
Class I	(56,139,473)	(46,139,683)
Class R2	(23,902)	(4,426)
Class R3	(5,766)	(6,722)
Total distributions to shareholders	(69,827,862)	(56,746,819)
Capital share transactions:		
Net proceeds from sale of shares	762,341,966	1,009,499,688
Net asset value of shares issued to shareholders in reinvestment of distributions	62,981,555	50,792,072
Cost of shares redeemed	(916,343,150)	(511,190,712)
Increase (decrease) in net assets derived from capital share transactions	(91,019,629)	549,101,048
Net increase (decrease) in net assets	(161,035,528)	556,374,021
<b>Net Assets</b>		
Beginning of year	1,562,775,768	1,006,401,747
End of year	\$1,401,740,240	\$1,562,775,768



# Financial Highlights selected per share data and ratios

Class A	Year ended October 31,				
	2020	2019	2018	2017	2016
Net asset value at beginning of year	\$ 9.84	\$ 9.76	\$ 9.96	\$ 9.90	\$ 9.77
Net investment income (loss)	0.42	0.44	0.42	0.42	0.50
Net realized and unrealized gain (loss) on investments	(0.37)	0.08	(0.21)	0.06	0.13
Total from investment operations	0.05	0.52	0.21	0.48	0.63
<b>Less distributions:</b>					
From net investment income	(0.44)	(0.44)	(0.41)	(0.42)	(0.50)
Net asset value at end of year	\$ 9.45	\$ 9.84	\$ 9.76	\$ 9.96	\$ 9.90
Total investment return (a)	0.65%	5.40%	2.09%	4.90%	6.79%
<b>Ratios (to average net assets)/Supplemental Data:</b>					
Net investment income (loss)	4.46%	4.48%	4.06%	4.18%	5.29%
Net expenses (b)	1.02%	1.04%	1.05%	1.04%	1.02%
Expenses (before waiver/reimbursement) (b)	1.02%	1.04%	1.07%	1.04%	1.02%
Portfolio turnover rate	64%	32%	62%	57%	50%
Net assets at end of year (in 000's)	\$ 252,753	\$ 237,475	\$ 180,140	\$ 341,056	\$ 163,500

(a) Total investment return is calculated exclusive of sales charges and assumes the reinvestment of distributions. For periods of less than one year, total return is not annualized.

(b) In addition to the fees and expenses which the Fund bears directly, it also indirectly bears a pro-rata share of the fees and expenses of the underlying funds in which it invests. Such indirect expenses are not included in the above expense ratios.

Investor Class	Year ended October 31,				
	2020	2019	2018	2017	2016
Net asset value at beginning of year	\$ 9.84	\$ 9.76	\$ 9.96	\$ 9.90	\$ 9.77
Net investment income (loss)	0.42	0.43	0.40	0.41	0.49
Net realized and unrealized gain (loss) on investments	(0.36)	0.08	(0.20)	0.06	0.13
Total from investment operations	0.06	0.51	0.20	0.47	0.62
<b>Less distributions:</b>					
From net investment income	(0.44)	(0.43)	(0.40)	(0.41)	(0.49)
Net asset value at end of year	\$ 9.46	\$ 9.84	\$ 9.76	\$ 9.96	\$ 9.90
Total investment return (a)	0.67%	5.33%	2.05%	4.82%	6.67%
<b>Ratios (to average net assets)/Supplemental Data:</b>					
Net investment income (loss)	4.38%	4.40%	4.03%	4.16%	5.18%
Net expenses (b)	1.11%	1.11%	1.09%	1.11%	1.13%
Expenses (before waiver/reimbursement) (b)	1.11%	1.11%	1.11%	1.11%	1.13%
Portfolio turnover rate	64%	32%	62%	57%	50%
Net assets at end of year (in 000's)	\$ 6,278	\$ 7,156	\$ 6,193	\$ 5,564	\$ 6,044

(a) Total investment return is calculated exclusive of sales charges and assumes the reinvestment of distributions. For periods of less than one year, total return is not annualized.

(b) In addition to the fees and expenses which the Fund bears directly, it also indirectly bears a pro-rata share of the fees and expenses of the underlying funds in which it invests. Such indirect expenses are not included in the above expense ratios.

# Financial Highlights selected per share data and ratios

Class C	Year ended October 31,				
	2020	2019	2018	2017	2016
Net asset value at beginning of year	\$ 9.84	\$ 9.76	\$ 9.96	\$ 9.90	\$ 9.76
Net investment income (loss)	0.34	0.36	0.32	0.34	0.42
Net realized and unrealized gain (loss) on investments	(0.37)	0.08	(0.19)	0.05	0.14
Total from investment operations	(0.03)	0.44	0.13	0.39	0.56
<b>Less distributions:</b>					
From net investment income	(0.36)	(0.36)	(0.33)	(0.33)	(0.42)
Net asset value at end of year	\$ 9.45	\$ 9.84	\$ 9.76	\$ 9.96	\$ 9.90
Total investment return (a)	(0.19%)	4.54%	1.29%	4.04%	5.99%
<b>Ratios (to average net assets)/Supplemental Data:</b>					
Net investment income (loss)	3.64%	3.65%	3.28%	3.42%	4.43%
Net expenses (b)	1.86%	1.86%	1.84%	1.86%	1.88%
Expenses (before waiver/reimbursement) (b)	1.86%	1.86%	1.86%	1.86%	1.88%
Portfolio turnover rate	64%	32%	62%	57%	50%
Net assets at end of year (in 000's)	\$ 40,948	\$ 48,550	\$ 48,415	\$ 51,738	\$ 51,063

(a) Total investment return is calculated exclusive of sales charges and assumes the reinvestment of distributions. For periods of less than one year, total return is not annualized.

(b) In addition to the fees and expenses which the Fund bears directly, it also indirectly bears a pro-rata share of the fees and expenses of the underlying funds in which it invests. Such indirect expenses are not included in the above expense ratios.

Class I	Year ended October 31,				
	2020	2019	2018	2017	2016
Net asset value at beginning of year	\$ 9.84	\$ 9.76	\$ 9.97	\$ 9.90	\$ 9.77
Net investment income (loss)	0.45	0.46	0.43	0.44	0.53
Net realized and unrealized gain (loss) on investments	(0.36)	0.08	(0.21)	0.07	0.13
Total from investment operations	0.09	0.54	0.22	0.51	0.66
<b>Less distributions:</b>					
From net investment income	(0.47)	(0.46)	(0.43)	(0.44)	(0.53)
Net asset value at end of year	\$ 9.46	\$ 9.84	\$ 9.76	\$ 9.97	\$ 9.90
Total investment return (a)	1.01%	5.67%	2.26%	5.27%	7.05%
<b>Ratios (to average net assets)/Supplemental Data:</b>					
Net investment income (loss)	4.72%	4.73%	4.31%	4.46%	5.53%
Net expenses (b)	0.77%	0.79%	0.80%	0.79%	0.77%
Expenses (before waiver/reimbursement) (b)	0.77%	0.79%	0.82%	0.79%	0.77%
Portfolio turnover rate	64%	32%	62%	57%	50%
Net assets at end of year (in 000's)	\$ 1,101,084	\$ 1,268,856	\$ 771,533	\$ 626,617	\$ 431,040

(a) Total investment return is calculated exclusive of sales charges and assumes the reinvestment of distributions. Class I shares are not subject to sales charges. For periods of less than one year, total return is not annualized.

(b) In addition to the fees and expenses which the Fund bears directly, it also indirectly bears a pro-rata share of the fees and expenses of the underlying funds in which it invests. Such indirect expenses are not included in the above expense ratios.

# Financial Highlights selected per share data and ratios

Class R2	Year ended October 31,				
	2020	2019	2018	2017	2016
Net asset value at beginning of year	\$ 9.84	\$ 9.76	\$ 9.96	\$ 9.90	\$ 9.77
Net investment income (loss)	0.41	0.40	0.39	0.41	0.47
Net realized and unrealized gain (loss) on investments	(0.37)	0.11	(0.20)	0.06	0.16
Total from investment operations	0.04	0.51	0.19	0.47	0.63
<b>Less distributions:</b>					
From net investment income	(0.43)	(0.43)	(0.39)	(0.41)	(0.50)
Net asset value at end of year	\$ 9.45	\$ 9.84	\$ 9.76	\$ 9.96	\$ 9.90
Total investment return (a)	0.55%	5.31%	1.99%	4.80%	6.69%
<b>Ratios (to average net assets)/Supplemental Data:</b>					
Net investment income (loss)	4.36%	4.34%	3.97%	4.14%	5.19%
Net expenses (b)	1.12%	1.14%	1.15%	1.14%	1.12%
Expenses (before waiver/reimbursement) (b)	1.12%	1.14%	1.17%	1.14%	1.12%
Portfolio turnover rate	64%	32%	62%	57%	50%
Net assets at end of year (in 000's)	\$ 523	\$ 538	\$ 63	\$ 119	\$ 111

(a) Total investment return is calculated exclusive of sales charges and assumes the reinvestment of distributions. Class R2 shares are not subject to sales charges. For periods of less than one year, total return is not annualized.

(b) In addition to the fees and expenses which the Fund bears directly, it also indirectly bears a pro-rata share of the fees and expenses of the underlying funds in which it invests. Such indirect expenses are not included in the above expense ratios.

Class R3	Year ended October 31,				February 29, 2016 ^ through October 31, 2016
	2020	2019	2018	2017	
Net asset value at beginning of period	\$ 9.84	\$ 9.76	\$ 9.97	\$ 9.91	\$ 9.23
Net investment income (loss)	0.40	0.39	0.37	0.38	0.32
Net realized and unrealized gain (loss) on investments	(0.37)	0.09	(0.21)	0.06	0.67
Total from investment operations	0.03	0.48	0.16	0.44	0.99
<b>Less distributions:</b>					
From net investment income	(0.41)	(0.40)	(0.37)	(0.38)	(0.31)
Net asset value at end of period	\$ 9.46	\$ 9.84	\$ 9.76	\$ 9.97	\$ 9.91
Total investment return (a)	0.41%	5.05%	1.61%	4.54%	10.83%
<b>Ratios (to average net assets)/Supplemental Data:</b>					
Net investment income (loss)	4.13%	4.12%	3.72%	3.86%	4.84%††
Net expenses (b)	1.36%	1.39%	1.40%	1.39%	1.37%††
Expenses (before reimbursement/waiver) (b)	1.36%	1.39%	1.42%	1.39%	1.37%††
Portfolio turnover rate	64%	32%	62%	57%	50%
Net assets at end of period (in 000's)	\$ 154	\$ 201	\$ 58	\$ 55	\$ 28

^ Inception date.

†† Annualized.

(a) Total investment return is calculated exclusive of sales charges and assumes the reinvestment of distributions. Class R3 shares are not subject to sales charges. For periods of less than one year, total return is not annualized.

(b) In addition to the fees and expenses which the Fund bears directly, it also indirectly bears a pro-rata share of the fees and expenses of the underlying funds in which it invests. Such indirect expenses are not included in the above expense ratios.

# Notes to Financial Statements

## Note 1—Organization and Business

MainStay Funds Trust (the “Trust”) was organized as a Delaware statutory trust on April 28, 2009. The Trust is registered under the Investment Company Act of 1940, as amended (the “1940 Act”), as an open-end management investment company, and is comprised of thirty-four funds (collectively referred to as the “Funds”). These financial statements and notes relate to the MainStay MacKay Short Duration High Yield Fund (the “Fund”), a “diversified” fund, as that term is defined in the 1940 Act, as interpreted or modified by regulatory authorities having jurisdiction, from time to time.

The Fund currently has eight classes of shares registered for sale. The inception date for Class A, Class I, Investor, Class C and Class R2 was on December 17, 2012. Class R3 shares commenced operations on February 29, 2016. SIMPLE class shares were registered for sale effective as of August 31, 2020. Class R6 shares were registered for sale effective as of February 28, 2017. As of October 31, 2020, Class R6 and SIMPLE Class shares were not yet offered for sale.

Class A and Investor Class shares are offered at net asset value (“NAV”) per share plus an initial sales charge. No initial sales charge applies to investments of \$250,000 or more (and certain other qualified purchases) in Class A and Investor Class shares. Effective April 15, 2019, a contingent deferred sales charge (“CDSC”) of 1.00% may be imposed on certain redemptions of Class A and Investor Class shares made within 18 months of the date of purchase on shares that were purchased without an initial sales charge. For purchases of Class A and Investor Class shares made from August 1, 2017 through April 14, 2019, a CDSC of 1.00% may be imposed on certain redemptions (for investments of \$500,000 which paid no initial sales charge) of such shares within 18 months of the date of purchase on shares that were purchased without an initial sales charge. Class C shares are offered at NAV without an initial sales charge and a 1.00% CDSC may be imposed on certain redemptions of such shares made within 18 months of the date of purchase of Class C shares. Investments in Class C shares are subject to a purchase maximum of \$250,000. Class I, Class R2 and Class R3 shares are offered at NAV without a sales charge. Class R6 and SIMPLE Class shares are currently expected to be offered at NAV without a sales charge. In addition, depending upon eligibility, Class C shares convert to either Class A or Investor Class shares at the end of the calendar quarter ten years after the date they were purchased. Additionally, Investor Class shares may convert automatically to Class A shares. Under certain circumstances and as may be permitted by the Trust’s multiple class plan pursuant to Rule 18f-3 under the 1940 Act, specified share classes of the Fund may be converted to one or more other share classes of the Fund as disclosed in the capital share transactions within these Notes. The classes of shares have the same voting (except for issues that relate solely to one class), dividend, liquidation and other rights, and the same terms and conditions, except that under a distribution plan pursuant to Rule 12b-1 under the 1940 Act, Class C shares are subject to higher distribution and/or service fees than Class A, Investor Class, Class R2, Class R3 and SIMPLE Class shares. Class I and Class R6 shares are not subject to a distribution and/or service fee. Class R2 and Class R3 shares are subject to a shareholder service fee, which is in addition to fees paid under the distribution plans for Class R2 and Class R3 shares.

The Fund’s investment objective is to seek high current income. Capital appreciation is a secondary objective.

## Note 2—Significant Accounting Policies

The Fund is an investment company and accordingly follows the investment company accounting and reporting guidance of the Financial Accounting Standards Board (“FASB”) Accounting Standard Codification *Topic 946 Financial Services—Investment Companies*. The Fund prepares its financial statements in accordance with generally accepted accounting principles (“GAAP”) in the United States of America and follows the significant accounting policies described below.

**(A) Securities Valuation.** Investments are usually valued as of the close of regular trading on the New York Stock Exchange (the “Exchange”) (usually 4:00 p.m. Eastern time) on each day the Fund is open for business (“valuation date”).

The Board of Trustees of the Trust (the “Board”) adopted procedures establishing methodologies for the valuation of the Fund’s securities and other assets and delegated the responsibility for valuation determinations under those procedures to the Valuation Committee of the Trust (the “Valuation Committee”). The procedures state that, subject to the oversight of the Board and unless otherwise noted, the responsibility for the day-to-day valuation of portfolio assets (including fair value measurements for the Fund’s assets and liabilities) rests with New York Life Investment Management LLC (“New York Life Investments” or the “Manager”), aided to whatever extent necessary by the Subadvisor (as defined in Note 3(A)). To assess the appropriateness of security valuations, the Manager, the Subadvisor or the Fund’s third-party service provider, who is subject to oversight by the Manager, regularly compares prior day prices, prices on comparable securities and the sale prices to the prior and current day prices and challenges prices with changes exceeding certain tolerance levels with third-party pricing services or broker sources.

The Board authorized the Valuation Committee to appoint a Valuation Subcommittee (the “Subcommittee”) to establish the prices of securities for which market quotations are not readily available or the prices of which are not otherwise readily determinable under the procedures. The Subcommittee meets (in person, via electronic mail or via teleconference) on an as-needed basis. The Valuation Committee meets to ensure that actions taken by the Subcommittee were appropriate.

For those securities valued through either a standardized fair valuation methodology or a fair valuation measurement, the Subcommittee deals with such valuation and the Valuation Committee reviews and affirms, if appropriate, the reasonableness of the valuation based on such methodologies and measurements on a regular basis after considering information that is reasonably available and deemed relevant by the Valuation Committee. Any action taken by the Subcommittee with respect to the valuation of a portfolio security or other asset is submitted for review and ratification (if appropriate) to the Valuation Committee and the Board at the next regularly scheduled meeting.

“Fair value” is defined as the price the Fund would reasonably expect to receive upon selling an asset or liability in an orderly transaction to an independent buyer in the principal or most advantageous market for the asset or liability. Fair value measurements are determined within a framework that establishes a three-tier hierarchy that maximizes the use of observable market data and minimizes the use of unobservable inputs to establish a classification of fair value measurements for disclosure purposes. “Inputs” refer broadly to the assumptions that market partic-

Participants would use in pricing the asset or liability, including assumptions about risk, such as the risk inherent in a particular valuation technique used to measure fair value using a pricing model and/or the risk inherent in the inputs for the valuation technique. Inputs may be observable or unobservable. Observable inputs reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the Fund. Unobservable inputs reflect the Fund's own assumptions about the assumptions market participants would use in pricing the asset or liability based on the information available. The inputs or methodology used for valuing assets or liabilities may not be an indication of the risks associated with investing in those assets or liabilities. The three-tier hierarchy of inputs is summarized below.

- Level 1—quoted prices in active markets for an identical asset or liability
- Level 2—other significant observable inputs (including quoted prices for a similar asset or liability in active markets, interest rates and yield curves, prepayment speeds, credit risk, etc.)
- Level 3—significant unobservable inputs (including the Fund's own assumptions about the assumptions that market participants would use in measuring fair value of an asset or liability)

The level of an asset or liability within the fair value hierarchy is based on the lowest level of an input, both individually and in the aggregate, that is significant to the fair value measurement. The aggregate value by input level of the Fund's assets and liabilities as of October 31, 2020, is included at the end of the Portfolio of Investments.

The Fund may use third-party vendor evaluations, whose prices may be derived from one or more of the following standard inputs, among others:

• Benchmark yields	• Reported trades
• Broker/dealer quotes	• Issuer spreads
• Two-sided markets	• Benchmark securities
• Bids/offers	• Reference data (corporate actions or material event notices)
• Industry and economic events	• Comparable bonds
• Monthly payment information	

An asset or liability for which market values cannot be measured using the methodologies described above is valued by methods deemed reasonable in good faith by the Valuation Committee, following the procedures established by the Board, to represent fair value. Under these procedures, the Fund generally uses a market-based approach which may use related or comparable assets or liabilities, recent transactions, market multiples, book values and other relevant information. The Fund may also use an income-based valuation approach in which the anticipated future cash flows of the asset or liability are discounted to calculate fair value. Discounts may also be applied due to the nature and/or duration of any restrictions on the disposition of the asset or liability. Fair value represents a good faith approximation of the value of a security. Fair value determinations involve the consideration of a number of subjective factors, an analysis of applicable facts and circumstances and the exercise of judgment. As a result, it is possible that the fair value for a security determined in good faith in accordance

with the Fund's valuation procedures may differ from valuations for the same security determined by other funds using their own valuation procedures. Although the Fund's valuation procedures are designed to value a security at the price the Fund may reasonably expect to receive upon the security's sale in an orderly transaction, there can be no assurance that any fair value determination thereunder would, in fact, approximate the amount that the Fund would actually realize upon the sale of the security or the price at which the security would trade if a reliable market price were readily available. During the year ended October 31, 2020, there were no material changes to the fair value methodologies.

Securities which may be valued in this manner include, but are not limited to: (i) a security for which trading has been halted or suspended; (ii) a debt security that has recently gone into default and for which there is not a current market quotation; (iii) a security of an issuer that has entered into a restructuring; (iv) a security that has been delisted from a national exchange; (v) a security for which the market price is not readily available from a third-party pricing source or, if so provided, does not, in the opinion of the Manager or the Subadvisor, reflect the security's market value; (vi) a security subject to trading collars for which no or limited trading takes place; and (vii) a security whose principal market has been temporarily closed at a time when, under normal conditions, it would be open. Securities valued in this manner are generally categorized as Level 3 in the hierarchy. Securities that were fair valued in such a manner as of October 31, 2020, are shown in the Portfolio of Investments.

Equity securities are valued at the last quoted sales prices as of the close of regular trading on the relevant exchange on each valuation date. Securities that are not traded on the valuation date are valued at the mean of the last quoted bid and ask prices. Prices are normally taken from the principal market in which each security trades. These securities are generally categorized as Level 1 in the hierarchy.

Investments in mutual funds, including money market funds, are valued at their respective NAVs as of the close of the Exchange on the valuation date. These securities are generally categorized as Level 1 in the hierarchy.

Debt securities (other than convertible and municipal bonds) are valued at the evaluated bid prices (evaluated mean prices in the case of convertible and municipal bonds) supplied by a pricing agent or broker(s) selected by the Manager, in consultation with the Subadvisor. The evaluations are market-based measurements processed through a pricing application and represents the pricing agent's good faith determination as to what a holder may receive in an orderly transaction under market conditions. The rules-based logic utilizes valuation techniques that reflect participants' assumptions and vary by asset class and per methodology, maximizing the use of relevant observable data including quoted prices for similar assets, benchmark yield curves and market corroborated inputs. The evaluated bid or mean prices are deemed by the Manager, in consultation with the Subadvisor, to be representative of market values at the regular close of trading of the Exchange on each valuation date. Debt securities purchased on a delayed delivery basis are marked to market daily until settlement at the forward settlement date. Debt securities, including corporate bonds, U.S. government and federal agency bonds, municipal bonds, foreign bonds, convertible bonds, asset-backed securities and mortgage-backed securities are generally categorized as Level 2 in the hierarchy.

# Notes to Financial Statements (continued)

Loan assignments, participations and commitments are valued at the average of bid quotations obtained from the engaged independent pricing service and are generally categorized as Level 2 in the hierarchy. Certain loan assignments, participations and commitments may be valued by utilizing significant unobservable inputs obtained from the pricing service and are generally categorized as Level 3 in the hierarchy.

Temporary cash investments acquired in excess of 60 days to maturity at the time of purchase are valued using the latest bid prices or using valuations based on a matrix system (which considers such factors as security prices, yields, maturities and ratings), both as furnished by independent pricing services. Temporary cash investments that mature in 60 days or less at the time of purchase (“Short-Term Investments”) are valued using the amortized cost method of valuation, unless the use of such method would be inappropriate. The amortized cost method involves valuing a security at its cost on the date of purchase and thereafter assuming a constant amortization to maturity of the difference between such cost and the value on maturity date. Amortized cost approximates the current fair value of a security. Securities valued using the amortized cost method are not valued using quoted prices in an active market and are generally categorized as Level 2 in the hierarchy.

The information above is not intended to reflect an exhaustive list of the methodologies that may be used to value portfolio investments. The valuation procedures permit the use of a variety of valuation methodologies in connection with valuing portfolio investments. The methodology used for a specific type of investment may vary based on the market data available or other considerations. The methodologies summarized above may not represent the specific means by which portfolio investments are valued on any particular business day.

The valuation techniques and significant amounts of unobservable inputs used in the fair valuation measurement of the Fund’s Level 3 securities are outlined in the table below. A significant increase or decrease in any of those inputs in isolation would result in a significantly higher or lower fair value measurement.

Asset Class	Fair Value at 10/31/20*	Valuation Technique	Unobservable Inputs	Inputs/Range
Corporate Bonds	\$1,288,000	Income Approach Qualitative Assessment	Spread Adjustment	7.22%
	8,373			
	80	Market Approach	Implied natural gas price	\$2.00
Loan Assignment	2,536,004	Market Approach	Implied natural gas price	\$2.00
Common Stocks	1,125,899	Market Approach	Enterprise Value EBITDA Multiple	\$332m 5.9x
	110,675			
	0	Market Approach	Implied natural gas price	\$2.00
Preferred Stock	4,054,951	Market Approach	Spread Adjustment	4.43%
	<u>\$9,123,982</u>			

\* The table above does not include the Level 3 investments that were valued by a broker. As of October 31, 2020, the value of the investments were \$11,369,318. The input for these investments were not readily available or cannot be reasonably estimated.

A portfolio investment may be classified as an illiquid investment under the Trust’s written liquidity risk management program and related procedures (“Liquidity Program”). Illiquidity of an investment might prevent the sale of such investment at a time when the Manager or the Subadvisor might wish to sell, and these investments could have the effect of decreasing the overall level of the Fund’s liquidity. Further, the lack of an established secondary market may make it more difficult to value illiquid investments, requiring the Fund to rely on judgments that may be somewhat subjective in measuring value, which could vary materially from the amount that the Fund could realize upon disposition. Difficulty in selling illiquid investments may result in a loss or may be costly to the Fund. An illiquid investment is any investment that the Manager or Subadvisor reasonably expects cannot be sold or disposed of in current market conditions in seven calendar days or less without the sale or disposition significantly changing the market value of the investment. The liquidity classification of each investment will be made using information obtained after reasonable inquiry and taking into account, among other things, relevant market, trading and investment-specific considerations in accordance with the Liquidity Program. Illiquid investments are often valued in accordance with methods deemed by the Board in good faith to be reasonable and appropriate to accurately reflect their fair value. The liquidity of the Fund’s investments was determined as of October 31, 2020, and can change at any time. Illiquid investments as of October 31, 2020, are shown in the Portfolio of Investments.

**(B) Income Taxes.** The Fund’s policy is to comply with the requirements of the Internal Revenue Code of 1986, as amended (the “Internal Revenue Code”), applicable to regulated investment companies and to distribute all of its taxable income to the shareholders of the Fund within the allowable time limits.

The Manager evaluates the Fund’s tax positions to determine if the tax positions taken meet the minimum recognition threshold in connection with accounting for uncertainties in income tax positions taken or expected to be taken for the purposes of measuring and recognizing tax liabilities in the financial statements. Recognition of tax benefits of an uncertain tax position is permitted only to the extent the position is “more likely than not” to be sustained assuming examination by taxing authorities. The Manager analyzed the Fund’s tax positions taken on federal, state and local income tax returns for all open tax years (for up to three tax years) and has concluded that no provisions for federal, state and local income tax are required in the Fund’s financial statements. The Fund’s federal, state and local income tax and federal excise tax returns for tax years for which the applicable statutes of limitations have not expired are subject to examination by the Internal Revenue Service and state and local departments of revenue.

**(C) Dividends and Distributions to Shareholders.** Dividends and distributions are recorded on the ex-dividend date. The Fund intends to declare and pay dividends from net investment income, if any, at least monthly and distributions from net realized capital and currency gains, if any, at least annually. Unless a shareholder elects otherwise, all dividends and distributions are reinvested at NAV in the same class of shares of the Fund. Dividends and distributions to shareholders are determined in accordance with federal income tax regulations and may differ from determinations using GAAP.



**(D) Security Transactions and Investment Income.** The Fund records security transactions on the trade date. Realized gains and losses on security transactions are determined using the identified cost method. Dividend income is recognized on the ex-dividend date, net of any foreign tax withheld at the source, and interest income is accrued as earned using the effective interest rate method. Distributions received from real estate investment trusts may be classified as dividends, capital gains and/or return of capital. Discounts and premiums on securities purchased for the Fund are accreted and amortized, respectively, on the effective interest rate method. Income from payment-in-kind securities is accreted daily based on the effective interest method.

Investment income and realized and unrealized gains and losses on investments of the Fund are allocated pro rata to the separate classes of shares based upon their relative net assets on the date the income is earned or realized and unrealized gains and losses are incurred.

The Fund may place a debt security on non-accrual status and reduce related interest income by ceasing current accruals and writing off all or a portion of any interest receivables when the collection of all or a portion of such interest has become doubtful. A debt security is removed from non-accrual status when the issuer resumes interest payments or when collectability of interest is reasonably assured.

**(E) Expenses.** Expenses of the Trust are allocated to the individual Funds in proportion to the net assets of the respective Funds when the expenses are incurred, except where direct allocations of expenses can be made. Expenses (other than transfer agent expenses and fees incurred under the shareholder services plans and/or the distribution plans further discussed in Note 3(B)) are allocated to separate classes of shares pro rata based upon their relative net assets on the date the expenses are incurred. The expenses borne by the Fund, including those of related parties to the Fund, are shown in the Statement of Operations.

Additionally, the Fund may invest in mutual funds, which are subject to management fees and other fees that may cause the costs of investing in mutual funds to be greater than the costs of owning the underlying securities directly. These indirect expenses of mutual funds are not included in the amounts shown as expenses in the Fund's Statement of Operations or in the expense ratios included in the Financial Highlights.

**(F) Use of Estimates.** In preparing financial statements in conformity with GAAP, the Manager makes estimates and assumptions that affect the reported amounts and disclosures in the financial statements. Actual results could differ from those estimates and assumptions.

**(G) Loan Assignments, Participations and Commitments.** The Fund may invest in loan assignments and participations ("loans"). Commitments are agreements to make money available to a borrower in a specified amount, at a specified rate and within a specified time. The Fund records an investment when the borrower withdraws money on a commitment or when a funded loan is purchased (trade date) and records interest as earned. These loans pay interest at rates that 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 the London Interbank Offered Rate ("LIBOR").

The loans in which the Fund may invest are generally readily marketable, but may be subject to some restrictions on resale. For example, the Fund may be contractually obligated to receive approval from the agent bank and/or borrower prior to the sale of these investments. If the Fund purchases an assignment from a lender, the Fund will generally have direct contractual rights against the borrower in favor of the lender. If the Fund purchases a participation interest either from a lender or a participant, the Fund typically will have established a direct contractual relationship with the seller of the participation interest, but not with the borrower. Consequently, the Fund is subject to the credit risk of the lender or participant who sold the participation interest to the Fund, in addition to the usual credit risk of the borrower. 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.

Unfunded commitments represent the remaining obligation of the Fund to the borrower. At any point in time, up to the maturity date of the issue, the borrower may demand the unfunded portion. Unfunded amounts, if any, are marked to market and any unrealized gains or losses are recorded in the Statement of Assets and Liabilities. As of October 31, 2020, the Fund did not hold any unfunded commitments.

**(H) Securities Lending.** In order to realize additional income, the Fund may engage in securities lending, subject to the limitations set forth in the 1940 Act and relevant guidance by the staff of the Securities and Exchange Commission ("SEC"). If the Fund engages in securities lending, the Fund will lend through its custodian, currently State Street Bank and Trust Company ("State Street") (See Note 13 for securities lending agent change), acting as securities lending agent on behalf of the Fund. Under the current arrangement, State Street will manage the Fund's collateral in accordance with the securities lending agency agreement between the Fund and State Street, and indemnify the Fund against counterparty risk. The loans will be collateralized by cash (which may be invested in a money market fund) and/or non-cash collateral (which may include U.S. Treasury securities and/or U.S. government agency securities issued or guaranteed by the United States government or its agencies or instrumentalities) at least equal at all times to the market value of the securities loaned. The Fund bears the risk of delay in recovery of, or loss of rights in, the securities loaned. The Fund may also record a realized gain or loss on securities deemed sold due to a borrower's inability to return securities on loan. The Fund bears the risk of any loss on investment of cash collateral. The Fund will receive compensation for lending its securities in the form of fees or it will retain a portion of interest earned on the investment of any cash collateral. The Fund will also continue to receive interest and dividends on the securities loaned and any gain or loss in the market price of the securities loaned that may occur during the term of the loan will be for the account of the Fund. Income earned from securities lending activities, if any, is reflected in the Statement of Operations. As of October 31, 2020, the Fund had securities on loan with an aggregate market value of \$1,096,896 and received cash collateral, which was invested into the State Street Navigator Securities Lending Government Money Market Portfolio, with a value of \$1,114,695.

**(I) High-Yield Securities Risk.** The ability of issuers of debt securities held by the Fund to meet their obligations may be affected by, among other things, economic or political developments in a specific

# Notes to Financial Statements (continued)

country, industry or region. Debt securities are also subject to the risks associated with changes in interest rates. The Fund primarily invests in high yield debt securities (commonly referred to as “junk bonds”), which are considered speculative because they present a greater risk of loss, including default, than higher rated debt securities. These securities pay investors a premium—a higher interest rate or yield than investment grade debt securities—because of the increased risk of loss. These securities can also be subject to greater price volatility. In times of unusual or adverse market, economic or political conditions, these securities may experience higher than normal default rates.

**(J) LIBOR Replacement Risk.** The Fund may invest in certain debt securities, derivatives or other financial instruments that utilize the London Interbank Offered Rate (“LIBOR”), as a “benchmark” or “reference rate” for various interest rate calculations. The United Kingdom Financial Conduct Authority, which regulates LIBOR, announced that after 2021 it will cease its active encouragement of banks to provide the quotations needed to sustain LIBOR. As a result, it is anticipated that LIBOR will be discontinued or will no longer be sufficiently robust to be representative of its underlying market around that time. Although financial regulators and industry working groups have suggested alternative reference rates, such as the European Interbank Offer Rate (“EURIBOR”), Sterling Overnight Interbank Average Rate (“SONIA”) and Secured Overnight Financing Rate (“SOFR”), there are challenges to converting certain contracts and transactions to a new benchmark and neither the full effects of the transition process nor its ultimate outcome is known. Management is currently working to assess exposure and will modify contracts as necessary.

The elimination of LIBOR or changes to other reference rates or any other changes or reforms to the determination or supervision of reference rates could have an adverse impact on the market for, or value of, any securities or payments linked to those reference rates, which may adversely affect the Fund’s performance and/or net asset value. Uncertainty and risk also remain regarding the willingness and ability of issuers and lenders to include revised provisions in new and existing contracts or instruments. Consequently, the transition away from LIBOR to other reference rates may lead to increased volatility and illiquidity in markets that are tied to LIBOR, fluctuations in values of LIBOR-related investments or investments in issuers that utilize LIBOR, increased difficulty in borrowing or refinancing and diminished effectiveness of hedging strategies, adversely affecting the Fund’s performance. Accordingly, the potential effect of a transition away from LIBOR on the Fund or the debt securities or other instruments based on LIBOR in which the Fund invests cannot yet be determined. Furthermore, the risks associated with the expected discontinuation of LIBOR and transition may be exacerbated if the work necessary to effect an orderly transition to an alternative reference rate is not completed in a timely manner. Because the usefulness of LIBOR as a benchmark could deteriorate during the transition period, these effects could occur prior to the end of 2021.

**(K) Indemnifications.** Under the Trust’s organizational documents, its officers and trustees are indemnified against certain liabilities that may arise out of performance of their duties to the Trust. Additionally, in the normal course of business, the Fund enters into contracts with third-party service providers that contain a variety of representations and warranties and that may provide general indemnifications. The Fund’s maximum exposure under these arrangements is unknown, as this

would involve future claims that may be made against the Fund that have not yet occurred. The Manager believes that the risk of loss in connection with these potential indemnification obligations is remote. However, there can be no assurance that material liabilities related to such obligations will not arise in the future, which could adversely impact the Fund.

## Note 3—Fees and Related Party Transactions

**(A) Manager and Subadvisor.** New York Life Investments, a registered investment adviser and an indirect, wholly-owned subsidiary of New York Life Insurance Company (“New York Life”), serves as the Fund’s Manager, pursuant to an Amended and Restated Management Agreement (“Management Agreement”). The Manager provides offices, conducts clerical, recordkeeping and bookkeeping services and keeps most of the financial and accounting records required to be maintained by the Fund. Except for the portion of salaries and expenses that are the responsibility of the Fund, the Manager pays the salaries and expenses of all personnel affiliated with the Fund and certain operational expenses of the Fund. The Fund reimburses New York Life Investments in an amount equal to the portion of the compensation of the Chief Compliance Officer attributable to the Fund. MacKay Shields LLC (“MacKay Shields” or the “Subadvisor”), a registered investment adviser and an indirect, wholly-owned subsidiary of New York Life, serves as Subadvisor to the Fund and is responsible for the day-to-day portfolio management of the Fund. Pursuant to the terms of an Amended and Restated Subadvisory Agreement (“Subadvisory Agreement”) between New York Life Investments and MacKay Shields, New York Life Investments pays for the services of the Subadvisor.

Pursuant to the Management Agreement, the Fund pays the Manager a monthly fee for the services performed and the facilities furnished at an annual rate of 0.65% of the Fund’s average daily net assets.

New York Life Investments has contractually agreed to waive fees and/or reimburse expenses so that Total Annual Fund Operating Expenses (excluding taxes, interest, litigation, extraordinary expenses, brokerage and other transaction expenses relating to the purchase or sale of portfolio investments and acquired (underlying) fund fees and expenses) for Class A shares do not exceed 1.05% of the Fund’s average daily net assets. New York Life Investments will apply an equivalent waiver or reimbursement, in an equal number of basis points, to the other share classes of the Fund. These agreements will remain in effect until August 31, 2021, and shall renew automatically for one-year terms unless New York Life Investments provides written notice of termination prior to the start of the next term or upon approval by the Board.

During the year ended October 31, 2020, New York Life Investments earned fees from the Fund in the amount of \$9,403,737 and paid the Subadvisor in the amount of \$4,701,868.

State Street provides sub-administration and sub-accounting services to the Fund pursuant to an agreement with New York Life Investments (See Note 13 for sub-administration and sub-accounting service provider change). These services include calculating the daily NAVs of the Fund, maintaining the general ledger and sub-ledger accounts for the calculation of the Fund’s NAVs and assisting New York Life Investments in conducting various aspects of the Fund’s administrative operations. For providing these services to the Fund, State Street is compensated by New York Life Investments.



Pursuant to an agreement between the Trust and New York Life Investments, New York Life Investments is responsible for providing or procuring certain regulatory reporting services for the Fund. The Fund will reimburse New York Life Investments for the actual costs incurred by New York Life Investments in connection with providing or procuring these services for the Fund.

**(B) Distribution, Service and Shareholder Service Fees.** The Trust, on behalf of the Fund, has entered into a distribution agreement with NYLIFE Distributors LLC (the “Distributor”), an affiliate of New York Life Investments. The Fund has adopted distribution plans (the “Plans”) in accordance with the provisions of Rule 12b-1 under the 1940 Act.

Pursuant to the Class A, Investor Class and Class R2 Plans, the Distributor receives a monthly distribution fee from the Class A, Investor Class and Class R2 shares at an annual rate of 0.25% of the average daily net assets of the Class A, Investor Class and Class R2 shares for distribution and/or service activities as designated by the Distributor. Pursuant to the Class C Plan, Class C shares pay the Distributor a monthly distribution fee at an annual rate of 0.75% of the average daily net assets of the Class C shares, along with a service fee at an annual rate of 0.25% of the average daily net assets of the Class C shares, for a total 12b-1 fee of 1.00%. Class R3 shares pay the Distributor a monthly fee at an annual rate of 0.25% of the average daily net assets of the Class R3 shares, along with a service fee at an annual rate of 0.25% of the average daily net assets of the Class R3 shares, for a total 12b-1 fee of 0.50%. Class I shares are not subject to a distribution and/or service fee.

The Plans provide that the distribution and service fees are payable to the Distributor regardless of the amounts actually expended by the Distributor for distribution of the Fund’s shares and service activities.

In accordance with the Shareholder Services Plan for the Class R2 and Class R3 shares, the Manager has agreed to provide, through its affiliates or independent third parties, various shareholder and administrative support services to shareholders of the Class R2 and Class R3 shares. For its services, the Manager, its affiliates or independent third-party service providers are entitled to a shareholder service fee accrued daily and paid monthly at an annual rate of 0.10% of the average daily net assets of the Class R2 and Class R3 shares. This is in addition to any fees paid under the Class R2 and Class R3 Plans.

During the year ended October 31, 2020, shareholder service fees incurred by the Fund were as follows:

Class R2	\$522
Class R3	137

**(C) Sales Charges.** The Fund was advised by the Distributor that the amount of initial sales charges retained on sales of Class A and Investor Class shares during the year ended October 31, 2020, were \$27,366 and \$2,482, respectively.

The Fund was also advised that the Distributor retained CDSCs on redemptions of Class A and Class C shares during the year ended October 31, 2020, of \$50,068 and \$30,947, respectively.

**(D) Transfer, Dividend Disbursing and Shareholder Servicing Agent.** NYLIM Service Company LLC, an affiliate of New York Life Investments, is the Fund’s transfer, dividend disbursing and

shareholder servicing agent pursuant to an agreement between NYLIM Service Company LLC and the Trust. NYLIM Service Company LLC has entered into an agreement with DST Asset Manager Solutions, Inc. (“DST”), pursuant to which DST performs certain transfer agent services on behalf of NYLIM Service Company LLC. New York Life Investments has contractually agreed to limit the transfer agency expenses charged to the Fund’s share classes to a maximum of 0.35% of that share class’s average daily net assets on an annual basis after deducting any applicable Fund or class-level expense reimbursement or small account fees. This agreement will remain in effect until February 28, 2021, and shall renew automatically for one-year terms unless New York Life Investments provides written notice of termination prior to the start of the next term or upon approval of the Board. During the year ended October 31, 2020, transfer agent expenses incurred by the Fund and any reimbursements, pursuant to the aforementioned Transfer Agency expense limitation agreement, were as follows:

Class	Expense	Waived
Class A	\$202,022	\$ —
Investor Class	11,353	—
Class C	76,824	—
Class I	921,603	—
Class R2	424	—
Class R3	107	—

**(E) Small Account Fee.** Shareholders with small accounts adversely impact the cost of providing transfer agency services. In an effort to reduce total transfer agency expenses, the Fund has implemented a small account fee on certain types of accounts. As described in the Fund’s prospectus, certain shareholders with an account balance of less than \$1,000 (\$5,000 for Class A share accounts) are charged an annual per account fee of \$20 (assessed semi-annually), the proceeds from which offset transfer agent fees as reflected in the Statement of Operations. This small account fee will not apply to certain types of accounts as described further in the Fund’s prospectus.

**(F) Capital.** As of October 31, 2020, New York Life and its affiliates beneficially held shares of the Fund with the values and percentages of net assets as follows:

Class A	\$5,401,313	2.1%
Class R2	33,335	6.4
Class R3	30,928	20.1

## Note 4—Federal Income Tax

As of October 31, 2020, the cost and unrealized appreciation (depreciation) of the Fund’s investment portfolio, including applicable derivative contracts and other financial instruments, as determined on a federal income tax basis, were as follows:

	Gross Federal Tax Cost	Gross Unrealized Appreciation	Gross Unrealized (Depreciation)	Net Unrealized Appreciation/ (Depreciation)
Investments in Securities	\$1,422,113,350	\$30,755,712	\$(58,573,465)	\$(27,817,753)

# Notes to Financial Statements (continued)

As of October 31, 2020, the components of accumulated gain (loss) on a tax basis were as follows:

Ordinary Income	Accumulated Capital and Other Gain (Loss)	Other Temporary Differences	Unrealized Appreciation (Depreciation)	Total Accumulated Gain (Loss)
\$804,149	\$(54,367,146)	\$(1,129,635)	\$(30,393,125)	\$(85,085,757)

The difference between book-basis and tax-basis unrealized appreciation (depreciation) is primarily due to cumulative bond amortization adjustment. The other temporary differences are primarily due to interest accrual on defaulted bond and dividends payable.

As of October 31, 2020, for federal income tax purposes, capital loss carryforwards of \$54,367,146 were available as shown in the table below, to the extent provided by the regulations to offset future realized gains of the Fund through the years indicated. To the extent that these capital loss carryforwards are used to offset future capital gains, it is probable that the capital gains so offset will not be distributed to shareholders. No capital gain distributions shall be made until any capital loss carryforwards have been fully utilized.

Capital Loss Available Through	Short-Term Capital Loss Amounts (000's)	Long-Term Capital Loss Amounts (000's)
Unlimited	\$24,034	\$30,333

As of October 31, 2020, the Fund held the following restricted securities:

Security	Date(s) of Acquisition	Principal Amount/ Shares	Cost	10/31/20 Value	Percent of Net Assets
California Resources Common Stock	10/27/20	12,256	\$ 78,219	\$ 78,229	0.0%‡
Carlson Travel, Inc. Common Stock	9/4/20	1,992	—	110,675	0.0‡
GenOn Energy, Inc. Common Stock	12/14/18	20,915	2,342,005	3,346,400	0.3
Sterling Entertainment Enterprises LLC Corporate Bond 10.250%, due 1/15/25	12/28/17	\$3,000,000	2,966,388	3,144,300	0.2
Total			\$5,386,612	\$6,679,604	0.5%

‡ Less than one-tenth of a percent.

## Note 6—Custodian

State Street is the custodian of cash and securities held by the Fund (See Note 13 for custodian change). Custodial fees are charged to the Fund based on the Fund's net assets and/or the market value of securities held by the Fund and the number of certain transactions incurred by the Fund.

## Note 7—Line of Credit

The Fund and certain other funds managed by New York Life Investments maintain a line of credit with a syndicate of banks in order to secure a source of funds for temporary purposes to meet unanticipated or excessive redemption requests.

Effective July 28, 2020, under the credit agreement (the "Credit Agreement"), the aggregate commitment amount is \$600,000,000 with an additional uncommitted amount of \$100,000,000. The commitment

During the years ended October 31, 2020, and October 31, 2019, the tax character of distributions paid as reflected in the Statements of Changes in Net Assets were as follows:

	2020	2019
Distributions paid from:		
Ordinary Income	\$69,827,862	\$56,746,819

## Note 5—Restricted Securities

Restricted securities are subject to legal or contractual restrictions on resale. Private placement securities are generally considered to be restricted except for those securities traded between qualified institutional investors under the provisions of Rule 144A of the Securities Act of 1933, as amended. Disposal of restricted securities may involve time consuming negotiations and expenses, and prompt sale at an acceptable price may be difficult to achieve.

fee is an annual rate of 0.15% of the average commitment amount payable quarterly, regardless of usage, to JPMorgan Chase Bank NA, who serves as the agent to the syndicate. The commitment fee is allocated among the Fund and certain other funds managed by New York Life Investments based upon their respective net assets and other factors. Interest on any revolving credit loan is charged based upon the Federal Funds Rate or the one-month London Interbank Offered Rate ("LIBOR"), whichever is higher. The Credit Agreement expires on July 27, 2021, although the Fund, certain other funds managed by New York Life Investments and the syndicate of banks may renew the Credit Agreement for an additional year on the same or different terms or enter into a credit agreement with a different syndicate of banks. Prior to July 28, 2020, the aggregate commitment amount and the commitment fee were the same as those under the current Credit Agreement, but State Street served as agent to the syndicate. During the year ended

October 31, 2020, there were no borrowings made or outstanding with respect to the Fund under the Credit Agreement or the credit agreement for which State Street served as agent.

### Note 8—Interfund Lending Program

Pursuant to an exemptive order issued by the SEC, the Fund, along with certain other funds managed by New York Life Investments, may participate in an interfund lending program. The interfund lending program provides an alternative credit facility that permits the Fund and certain other funds managed by New York Life Investments to lend or borrow money for temporary purposes directly to or from one another subject to the conditions of the exemptive order. During the year ended October 31, 2020, there were no interfund loans made or outstanding with respect to the Fund.

### Note 9—Purchases and Sales of Securities (in 000's)

During the year ended October 31, 2020, purchases and sales of securities, other than short-term securities, were \$877,248 and \$913,512, respectively.

### Note 10—Capital Share Transactions

Transactions in capital shares for the years ended October 31, 2020, and October 31, 2019, were as follows:

Class A	Shares	Amount
Year ended October 31, 2020:		
Shares sold	13,960,236	\$ 133,282,869
Shares issued to shareholders in reinvestment of distributions	1,126,550	10,638,146
Shares redeemed	(12,630,727)	(118,787,800)
Net increase (decrease) in shares outstanding before conversion	2,456,059	25,133,215
Shares converted into Class A (See Note 1)	169,440	1,618,620
Shares converted from Class A (See Note 1)	(18,596)	(170,363)
Net increase (decrease)	2,606,903	\$ 26,581,472
Year ended October 31, 2019:		
Shares sold	13,049,117	\$ 128,267,067
Shares issued to shareholders in reinvestment of distributions	810,187	7,939,747
Shares redeemed	(8,261,055)	(80,862,110)
Net increase (decrease) in shares outstanding before conversion	5,598,249	55,344,704
Shares converted into Class A (See Note 1)	119,642	1,176,455
Shares converted from Class A (See Note 1)	(41,928)	(414,008)
Net increase (decrease)	5,675,963	\$ 56,107,151

Investor Class	Shares	Amount
Year ended October 31, 2020:		
Shares sold	202,029	\$ 1,923,818
Shares issued to shareholders in reinvestment of distributions	31,380	296,387
Shares redeemed	(158,710)	(1,497,290)
Net increase (decrease) in shares outstanding before conversion	74,699	722,915
Shares converted into Investor Class (See Note 1)	14,414	131,050
Shares converted from Investor Class (See Note 1)	(152,314)	(1,454,814)
Net increase (decrease)	(63,201)	\$ (600,849)
Year ended October 31, 2019:		
Shares sold	234,818	\$ 2,306,119
Shares issued to shareholders in reinvestment of distributions	29,014	284,275
Shares redeemed	(121,889)	(1,197,059)
Net increase (decrease) in shares outstanding before conversion	141,943	1,393,335
Shares converted into Investor Class (See Note 1)	50,974	502,705
Shares converted from Investor Class (See Note 1)	(100,270)	(986,028)
Net increase (decrease)	92,647	\$ 910,012

Class C	Shares	Amount
Year ended October 31, 2020:		
Shares sold	1,114,889	\$ 10,742,150
Shares issued to shareholders in reinvestment of distributions	158,615	1,497,650
Shares redeemed	(1,854,606)	(17,264,735)
Net increase (decrease) in shares outstanding before conversion	(581,102)	(5,024,935)
Shares converted from Class C (See Note 1)	(21,382)	(203,996)
Net increase (decrease)	(602,484)	\$ (5,228,931)
Year ended October 31, 2019:		
Shares sold	1,422,322	\$ 13,934,554
Shares issued to shareholders in reinvestment of distributions	156,492	1,531,997
Shares redeemed	(1,575,005)	(15,416,007)
Net increase (decrease) in shares outstanding before conversion	3,809	50,544
Shares converted from Class C (See Note 1)	(30,308)	(297,560)
Net increase (decrease)	(26,499)	\$ (247,016)

# Notes to Financial Statements (continued)

Class I	Shares	Amount
Year ended October 31, 2020:		
Shares sold	65,528,828	\$ 616,300,499
Shares issued to shareholders in reinvestment of distributions	5,332,877	50,519,704
Shares redeemed	(83,336,097)	(778,632,650)
Net increase in shares outstanding before conversion	(12,474,392)	(111,812,447)
Shares converted into Class I (See Note 1)	8,406	79,503
Net increase (decrease)	(12,465,986)	\$(111,732,944)
Year ended October 31, 2019:		
Shares sold	87,966,140	\$ 864,285,314
Shares issued to shareholders in reinvestment of distributions	4,182,676	41,024,905
Shares redeemed	(42,275,122)	(413,612,489)
Net increase (decrease) in shares outstanding before conversion	49,873,694	491,697,730
Shares converted into Class I (See Note 1)	1,868	18,436
Net increase (decrease)	49,875,562	\$ 491,716,166

Class R2	Shares	Amount
Year ended October 31, 2020:		
Shares sold	323	\$ 3,200
Shares issued to shareholders in reinvestment of distributions	2,534	23,902
Shares redeemed	(2,203)	(20,833)
Net increase (decrease)	654	\$ 6,269
Year ended October 31, 2019:		
Shares sold	47,757	\$ 470,773
Shares issued to shareholders in reinvestment of distributions	451	4,426
Shares redeemed	(3)	(31)
Net increase (decrease)	48,205	\$ 475,168

Class R3	Shares	Amount
Year ended October 31, 2020:		
Shares sold	9,500	\$ 89,430
Shares issued to shareholders in reinvestment of distributions	605	5,766
Shares redeemed	(14,226)	(139,842)
Net increase (decrease)	(4,121)	\$(44,646)
Year ended October 31, 2019:		
Shares sold	24,304	\$ 235,861
Shares issued to shareholders in reinvestment of distributions	685	6,722
Shares redeemed	(10,513)	(103,016)
Net increase (decrease)	14,476	\$ 139,567

## Note 11—Recent Accounting Pronouncement

To improve the effectiveness of fair value disclosure requirements, the Financial Accounting Standards Board issued Accounting Standards

Update 2018-13, Fair Value Measurement Disclosure Framework—Changes to the Disclosure Requirements for Fair Value Measurement (“ASU 2018-13”), which adds, removes, and modifies certain fair value measurement disclosure requirements. ASU 2018-13 is effective for interim and annual reporting periods beginning after December 15, 2019. The Manager evaluated the implications of certain provisions of ASU 2018-13 and determined to early adopt aspects related to the removal and modifications of certain fair value measurement disclosures, which are currently in place as of October 31, 2020. The Manager is evaluating the implications of certain other provisions of ASU 2018-13 related to new disclosure requirements and has not yet determined the impact of those provisions on the financial statement disclosures, if any.

In March 2020, the Financial Accounting Standards Board (“FASB”) issued Accounting Standards Update 2020-04 (“ASU 2020-04”), which provides optional guidance to ease the potential accounting burden associated with transitioning away from LIBOR and other reference rates that are expected to be discontinued. ASU 2020-04 is effective immediately upon release of the update on March 12, 2020, through December 31, 2022. At this time, the Manager is evaluating the implications of certain other provisions of ASU 2020-04 related to new disclosure requirements and any impact on the financial statement disclosures has not yet been determined.

## Note 12—Other Matters

An outbreak of COVID-19, first detected in December 2019, has developed into a global pandemic and has resulted in travel restrictions, closure of international borders, certain businesses and securities markets, restrictions on securities trading activities, prolonged quarantines, supply chain disruptions, and lower consumer demand, as well as general concern and uncertainty. The continued impact of COVID-19 is uncertain and could further adversely affect the global economy, national economies, individual issuers and capital markets in unforeseeable ways and result in a substantial and extended economic downturn. Developments that disrupt global economies and financial markets, such as COVID-19, may magnify factors that affect the Fund's performance.

## Note 13—Subsequent Events

In connection with the preparation of the financial statements of the Fund as of and for the year ended October 31, 2020, events and transactions subsequent to October 31, 2020, through the date the financial statements were issued have been evaluated by the Manager, for possible adjustment and/or disclosure. No subsequent events requiring financial statement adjustment or disclosure have been identified other than the following:

Effective at the close of business on November 20, 2020, all services provided by State Street were transitioned to JPMorgan Chase Bank, N.A.

# Report of Independent Registered Public Accounting Firm

To the Shareholders of the Fund and Board of Trustees  
MainStay Funds Trust:

## Opinion on the Financial Statements

We have audited the accompanying statement of assets and liabilities of MainStay MacKay Short Duration High Yield Fund (the Fund), one of the funds constituting MainStay Funds Trust, including the portfolio of investments, as of October 31, 2020, the related statement of operations for the year then ended, the statements of changes in net assets for each of the years in the two-year period then ended, and the related notes (collectively, the financial statements) and the financial highlights for each of the years or periods in the five-year period then ended. In our opinion, the financial statements and financial highlights present fairly, in all material respects, the financial position of the Fund as of October 31, 2020, the results of its operations for the year then ended, the changes in its net assets for each of the years in the two-year period then ended, and the financial highlights for each of the years or periods in the five-year period then ended, in conformity with U.S. generally accepted accounting principles.

## 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 these 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. 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. Such procedures also included confirmation of securities owned as of October 31, 2020, by correspondence with custodians, agents, and brokers or by other appropriate auditing procedures when replies from brokers were not received. 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. We believe that our audits provide a reasonable basis for our opinion.

**KPMG LLP**

We have served as the auditor of one or more New York Life Investment Management investment companies since 2003.

Philadelphia, Pennsylvania  
December 23, 2020

## Federal Income Tax Information (Unaudited)

For the fiscal year ended October 31, 2020, the Fund designated approximately \$2,303,374 under the Internal Revenue Code as qualified dividend income eligible for reduced tax rates.

The dividends paid by the Fund during the fiscal year ended October 31, 2020 should be multiplied by 3.30% to arrive at the amount eligible for the corporate dividend-received deduction.

In February 2021, shareholders will receive an IRS Form 1099-DIV or substitute Form 1099, which will show the federal tax status of the distributions received by shareholders in calendar year 2020. The amounts that will be reported on such 1099-DIV or substitute Form 1099 will be the amounts you are to use on your federal income tax return and will differ from the amounts reported for the Fund's fiscal year ended October 31, 2020.

## Proxy Voting Policies and Procedures and Proxy Voting Record

A description of the policies and procedures that New York Life Investments uses to vote proxies related to the Fund's securities is available free of charge upon request, by visiting the MainStay Funds' website at [newyorklifeinvestments.com](http://newyorklifeinvestments.com) or visiting the SEC's website at [www.sec.gov](http://www.sec.gov).

The Fund is required to file with the SEC its proxy voting records for the 12-month period ending June 30 on Form N-PX. The most recent Form N-PX or proxy voting record is available free of charge upon request by calling 800-624-6782; visiting the MainStay Funds' website at [newyorklifeinvestments.com](http://newyorklifeinvestments.com); or visiting the SEC's 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 60 days after its first and third fiscal quarter on Form N-PORT. The Fund's holdings report is available free of charge by visiting the SEC's website at [www.sec.gov](http://www.sec.gov) or upon request by calling New York Life Investments at 800-624-6782.

# Board of Trustees and Officers (Unaudited)

The Trustees and officers of the Funds are listed below. The Board oversees the MainStay Group of Funds (which consists of MainStay Funds and MainStay Funds Trust), MainStay VP Funds Trust, MainStay MacKay DefinedTerm Municipal Opportunities Fund, the Manager and the Subadvisors, and elects the officers of the Funds who are responsible for the day-to-day operations of the Funds. Information pertaining to the Trustees and officers is set forth below. Each Trustee serves until his or her successor is elected and qualified or until his or her

resignation, death or removal. Under the Board's retirement policy, unless an exception is made, a Trustee must tender his or her resignation by the end of the calendar year during which he or she reaches the age of 75. Officers are elected annually by the Board. The business address of each Trustee and officer listed below is 51 Madison Avenue, New York, New York 10010. A majority of the Trustees are not "interested persons" (as defined by the 1940 Act and rules adopted by the SEC thereunder) of the Fund ("Independent Trustees").

	<b>Name and Year of Birth</b>	<b>Term of Office, Position(s) Held and Length of Service</b>	<b>Principal Occupation(s) During Past Five Years</b>	<b>Number of Portfolios in Fund Complex Overseen by Trustee</b>	<b>Other Directorships Held by Trustee</b>
<b>Interested Trustee</b>	<b>Yie-Hsin Hung*</b> 1962	<b>MainStay Funds:</b> Trustee since 2017 <b>MainStay Funds Trust:</b> Trustee since 2017	Senior Vice President of New York Life since joining in 2010, Member of the Executive Management Committee since 2017, Chief Executive Officer, New York Life Investment Management Holdings LLC & New York Life Investment Management LLC since 2015. Senior Managing Director and Co-President of New York Life Investment Management LLC from 2014 to May 2015. Previously held positions of increasing responsibility, including head of NYLIM International, Alternative Growth Businesses, and Institutional investments since joining New York Life in 2010.	78	<i>MainStay VP Funds Trust:</i> Trustee since 2017 (31 portfolios); and <i>MainStay MacKay DefinedTerm Municipal Opportunities Fund:</i> Trustee since 2017.

\* This Trustee is considered to be an "interested person" of the MainStay Group of Funds, MainStay VP Funds Trust and MainStay MacKay DefinedTerm Municipal Opportunities Fund, within the meaning of the 1940 Act because of her affiliation with New York Life Insurance Company, New York Life Investment Management LLC, Candriam Belgium S.A., Candriam Luxembourg S.C.A., IndexIQ Advisors LLC, MacKay Shields LLC, NYL Investors LLC, NYLIFE Securities LLC and/or NYLIFE Distributors LLC, as described in detail above in the column entitled "Principal Occupation(s) During Past Five Years."



# Board of Trustees and Officers (Unaudited) (continued)

Independent Trustees	Name and Year of Birth	Term of Office, Position(s) Held and Length of Service	Principal Occupation(s) During Past Five Years	Number of Portfolios in Fund Complex Overseen by Trustee	Other Directorships Held by Trustee
	<b>David H. Chow</b> 1957	<b>MainStay Funds:</b> Trustee since 2016, Advisory Board Member (June 2015 to December 2015); <b>MainStay Funds Trust:</b> Trustee since 2016, Advisory Board Member (June 2015 to December 2015).	Founder and CEO, DanCourt Management, LLC since 1999	78	<i>MainStay VP Funds Trust:</i> Trustee since 2016, Advisory Board Member (June 2015 to December 2015) (31 portfolios); <i>MainStay MacKay DefinedTerm Municipal Opportunities Fund:</i> Trustee since 2016, Advisory Board Member (June 2015 to December 2015); <i>Market Vectors Group of Exchange-Traded Funds:</i> Independent Chairman of the Board of Trustees since 2008 and Trustee since 2006 (56 portfolios); and <i>Berea College of Kentucky:</i> Trustee since 2009, Chair of the Investment Committee since 2018.
<b>Susan B. Kerley</b> 1951	<b>MainStay Funds:</b> Chairman since 2017 and Trustee since 2007; <b>MainStay Funds Trust:</b> Chairman since 2017 and Trustee since 1990.**	President, Strategic Management Advisors LLC since 1990	78	<i>MainStay VP Funds Trust:</i> Chairman since 2017 and Trustee since 2007 (31 portfolios)***; <i>MainStay MacKay DefinedTerm Municipal Opportunities Fund:</i> Chairman since 2017 and Trustee since 2011; and <i>Legg Mason Partners Funds:</i> Trustee since 1991 (45 portfolios).	
<b>Alan R. Latshaw</b> 1951	<b>MainStay Funds:</b> Trustee; <b>MainStay Funds Trust:</b> Trustee and Audit Committee Financial Expert since 2007.**	Retired; Partner, Ernst & Young LLP (2002 to 2003); Partner, Arthur Andersen LLP (1989 to 2002); Consultant to the MainStay Funds Audit and Compliance Committee (2004 to 2006)	78	<i>MainStay VP Funds Trust:</i> Trustee and Audit Committee Financial Expert since 2007 (31 portfolios)***; <i>MainStay MacKay DefinedTerm Municipal Opportunities Fund:</i> Trustee and Audit Committee Financial Expert since 2011; and <i>State Farm Associates Funds Trusts:</i> Trustee since 2005 (4 portfolios).	
<b>Richard H. Nolan, Jr.</b> 1946	<b>MainStay Funds:</b> Trustee since 2007; <b>MainStay Funds Trust:</b> Trustee since 2007.**	Managing Director, ICC Capital Management since 2004; President—Shields/Alliance, Alliance Capital Management (1994 to 2004)	78	<i>MainStay VP Funds Trust:</i> Trustee since 2006 (31 portfolios)***; and <i>MainStay MacKay DefinedTerm Municipal Opportunities Fund:</i> Trustee since 2011.	
<b>Jacques P. Perold</b> 1958	<b>MainStay Funds:</b> Trustee since 2016, Advisory Board Member (June 2015 to December 2015); <b>MainStay Funds Trust:</b> Trustee since 2016, Advisory Board Member (June 2015 to December 2015).	Founder and Chief Executive Officer, CapShift LLC since 2018; President, Fidelity Management & Research Company (2009 to 2014); Founder, President and Chief Executive Officer, Geode Capital Management, LLC (2001 to 2009)	78	<i>MainStay VP Funds Trust:</i> Trustee since 2016, Advisory Board Member (June 2015 to December 2015) (31 portfolios); <i>MainStay MacKay DefinedTerm Municipal Opportunities Fund:</i> Trustee since 2016, Advisory Board Member (June 2015 to December 2015); <i>Partners in Health:</i> Trustee since 2019; <i>Allstate Corporation:</i> Director since 2015; <i>MSCI, Inc.:</i> and Director since 2017.	



Independent Trustees

Name and Year of Birth	Term of Office, Position(s) Held and Length of Service	Principal Occupation(s) During Past Five Years	Number of Portfolios in Fund Complex Overseen by Trustee	Other Directorships Held by Trustee
Richard S. Trutanic 1952	<b>MainStay Funds:</b> Trustee since 1994; <b>MainStay Funds Trust:</b> Trustee since 2007.**	Chairman and Chief Executive Officer, Somerset & Company (financial advisory firm) since 2004; Managing Director, The Carlyle Group (private investment firm) (2002 to 2004); Senior Managing Director, Partner and Board Member, Groupe Arnault S.A. (private investment firm) (1999 to 2002)	78	<i>MainStay VP Funds Trust:</i> Trustee since 2007 (31 portfolios)***; and <i>MainStay MacKay DefinedTerm Municipal Opportunities Fund:</i> Trustee since 2011.

\*\* Includes prior service as a Director/Trustee of certain predecessor entities to MainStay Funds Trust.

\*\*\* Includes prior service as a Director of MainStay VP Series Fund, Inc., the predecessor to MainStay VP Funds Trust.

# Board of Trustees and Officers (Unaudited) (continued)

Name and Year of Birth	Position(s) Held and Length of Service	Principal Occupation(s) During Past Five Years
<b>Kirk C. Lehneis</b> 1974	President, MainStay Funds, MainStay Funds Trust since 2017	Chief Operating Officer and Senior Managing Director since 2016, New York Life Investment Management LLC and New York Life Investment Management Holdings LLC; Member of the Board of Managers since 2017 and Senior Managing Director since 2018, NYLIFE Distributors LLC; Chairman of the Board and Senior Managing Director, NYLIM Service Company LLC since 2017; Trustee, President and Principal Executive Officer of IndexIQ Trust, IndexIQ ETF Trust and IndexIQ Active ETF Trust since 2018; President, MainStay MacKay DefinedTerm Municipal Opportunities Fund and MainStay VP Funds Trust since 2017**; Senior Managing Director, Global Product Development (2015 to 2016); Managing Director, Product Development (2010 to 2015), New York Life Investment Management LLC
<b>Jack R. Benintende</b> 1964	Treasurer and Principal Financial and Accounting Officer, MainStay Funds since 2007, MainStay Funds Trust since 2009	Managing Director, New York Life Investment Management LLC since 2007; Treasurer and Principal Financial and Accounting Officer, MainStay MacKay DefinedTerm Municipal Opportunities Fund since 2011 and MainStay VP Funds Trust since 2007**; and Assistant Treasurer, New York Life Investment Management Holdings LLC (2008 to 2012)
<b>Yi-Chia Kuo</b> 1981	Vice President and Chief Compliance Officer, MainStay Funds and MainStay Funds Trust since January 2020	Chief Compliance Officer, Index IQ Trust, Index IQ ETF Trust and Index IQ Active ETF Trust since January 2020; Vice President and Chief Compliance Officer, MainStay MacKay DefinedTerm Municipal Opportunities Fund and MainStay VP Funds Trust since January 2020; Director and Associate General Counsel, New York Life Insurance Company (2015 to 2019)
<b>J. Kevin Gao</b> 1967	Secretary and Chief Legal Officer, MainStay Funds and MainStay Funds Trust since 2010	Managing Director and Associate General Counsel, New York Life Investment Management LLC since 2010; Secretary and Chief Legal Officer, MainStay MacKay DefinedTerm Municipal Opportunities Fund since 2011 and MainStay VP Funds Trust since 2010**
<b>Scott T. Harrington</b> 1959	Vice President—Administration, MainStay Funds since 2005, MainStay Funds Trust since 2009	Managing Director, New York Life Investment Management LLC (including predecessor advisory organizations) since 2000; Member of the Board of Directors, New York Life Trust Company since 2009; Vice President—Administration, MainStay MacKay DefinedTerm Municipal Opportunities Fund since 2011 and MainStay VP Funds Trust since 2005**

Officers of the Trust (Who are not Trustees)\*

\* The officers listed above are considered to be “interested persons” of the MainStay Group of Funds, MainStay VP Funds Trust and MainStay MacKay DefinedTerm Municipal Opportunities Fund within the meaning of the 1940 Act because of their affiliation with the MainStay Group of Funds, New York Life Insurance Company and/or its affiliates, including New York Life Investment Management LLC, NYLIM Service Company LLC, NYLIFE Securities LLC and/or NYLIFE Distributors LLC, as described in detail in the column captioned “Principal Occupation(s) During Past Five Years.” Officers are elected annually by the Board.

\*\* Includes prior service as an Officer of MainStay VP Series Fund, Inc., the predecessor to MainStay VP Funds Trust.

# MainStay Funds

## Equity

### U.S. Equity

MainStay Epoch U.S. All Cap Fund  
MainStay Epoch U.S. Equity Yield Fund  
MainStay MacKay Common Stock Fund  
MainStay MacKay Growth Fund  
MainStay MacKay S&P 500 Index Fund  
MainStay MacKay Small Cap Core Fund  
MainStay MacKay U.S. Equity Opportunities Fund  
MainStay MAP Equity Fund  
MainStay Winslow Large Cap Growth Fund<sup>1</sup>

### International Equity

MainStay Epoch International Choice Fund  
MainStay MacKay International Equity Fund  
MainStay MacKay International Opportunities Fund

### Emerging Markets Equity

MainStay Candriam Emerging Markets Equity Fund

### Global Equity

MainStay Epoch Capital Growth Fund  
MainStay Epoch Global Equity Yield Fund

## Fixed Income

### Taxable Income

MainStay Candriam Emerging Markets Debt Fund  
MainStay Floating Rate Fund  
MainStay MacKay High Yield Corporate Bond Fund  
MainStay MacKay Short Duration High Yield Fund  
MainStay MacKay Total Return Bond Fund  
MainStay MacKay Unconstrained Bond Fund  
MainStay MacKay U.S. Infrastructure Bond Fund<sup>2</sup>  
MainStay Short Term Bond Fund<sup>3</sup>

### Tax-Exempt Income

MainStay MacKay California Tax Free Opportunities Fund<sup>4</sup>  
MainStay MacKay High Yield Municipal Bond Fund  
MainStay MacKay Intermediate Tax Free Bond Fund  
MainStay MacKay New York Tax Free Opportunities Fund<sup>5</sup>  
MainStay MacKay Short Term Municipal Fund  
MainStay MacKay Tax Free Bond Fund

### Money Market

MainStay Money Market Fund

## Mixed Asset

MainStay Balanced Fund  
MainStay Income Builder Fund  
MainStay MacKay Convertible Fund

## Speciality

MainStay CBRE Global Infrastructure Fund  
MainStay CBRE Real Estate Fund  
MainStay Cushing MLP Premier Fund

## Asset Allocation

MainStay Conservative Allocation Fund  
MainStay Conservative ETF Allocation Fund  
MainStay Defensive ETF Allocation Fund  
MainStay Equity Allocation Fund<sup>6</sup>  
MainStay Equity ETF Allocation Fund  
MainStay Growth Allocation Fund<sup>7</sup>  
MainStay Growth ETF Allocation Fund  
MainStay Moderate Allocation Fund  
MainStay Moderate ETF Allocation Fund

## Manager

### New York Life Investment Management LLC

New York, New York

### Subadvisors

#### Candriam Belgium S.A.<sup>8</sup>

Brussels, Belgium

#### Candriam Luxembourg S.C.A.<sup>8</sup>

Strassen, Luxembourg

#### CBRE Clarion Securities LLC

Radnor, Pennsylvania

#### Cushing Asset Management, LP

Dallas, Texas

#### Epoch Investment Partners, Inc.

New York, New York

#### MacKay Shields LLC<sup>8</sup>

New York, New York

#### Markston International LLC

White Plains, New York

#### NYL Investors LLC<sup>8</sup>

New York, New York

#### Winslow Capital Management, LLC

Minneapolis, Minnesota

## Legal Counsel

### Dechert LLP

Washington, District of Columbia

## Independent Registered Public Accounting Firm

### KPMG LLP

Philadelphia, Pennsylvania

## Distributor

### NYLIFE Distributors LLC<sup>8</sup>

Jersey City, New Jersey

## Custodian<sup>9</sup>

### State Street Bank and Trust Company

Boston, Massachusetts

1. Formerly known as MainStay Large Cap Growth Fund.

2. Formerly known as MainStay MacKay Infrastructure Bond Fund.

3. Formerly known as MainStay Indexed Bond Fund.

4. This Fund is registered for sale in AZ, CA, NV, OR, TX, UT and WA. Class A and Class I shares are registered for sale in MI. Class I and Class C2 shares are registered for sale in CO, FL, GA, HI, ID, MA, MD, NH, NJ and NY.

5. This Fund is registered for sale in CA, CT, DE, FL, MA, NJ, NY and VT.

6. Formerly known as MainStay Growth Allocation Fund.

7. Formerly known as MainStay Moderate Growth Allocation Fund.

8. An affiliate of New York Life Investment Management LLC.

9. JPMorgan Chase Bank, N.A., New York, New York is the custodian for the MainStay ETF Asset Allocation Funds and effective at the close of business on November 20, 2020, became the custodian for other MainStay Funds. The custodian for MainStay Cushing MLP Premier Fund is U.S. Bank National Association, Milwaukee, Wisconsin.

**For more information**

800-624-6782

[newyorklifeinvestments.com](http://newyorklifeinvestments.com)

“New York Life Investments” is both a service mark, and the common trade name, of certain investment advisors affiliated with New York Life Insurance Company. The MainStay Funds® are managed by New York Life Investment Management LLC and distributed by NYLIFE Distributors LLC, 30 Hudson Street, Jersey City, NJ 07302, a wholly owned subsidiary of New York Life Insurance Company. NYLIFE Distributors LLC is a Member FINRA/SIPC.

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