MainStay MacKay Unconstrained Bond Fund

Message from the President and Annual Report

October 31, 2020

NEW YORK LIFE 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 MainStay 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

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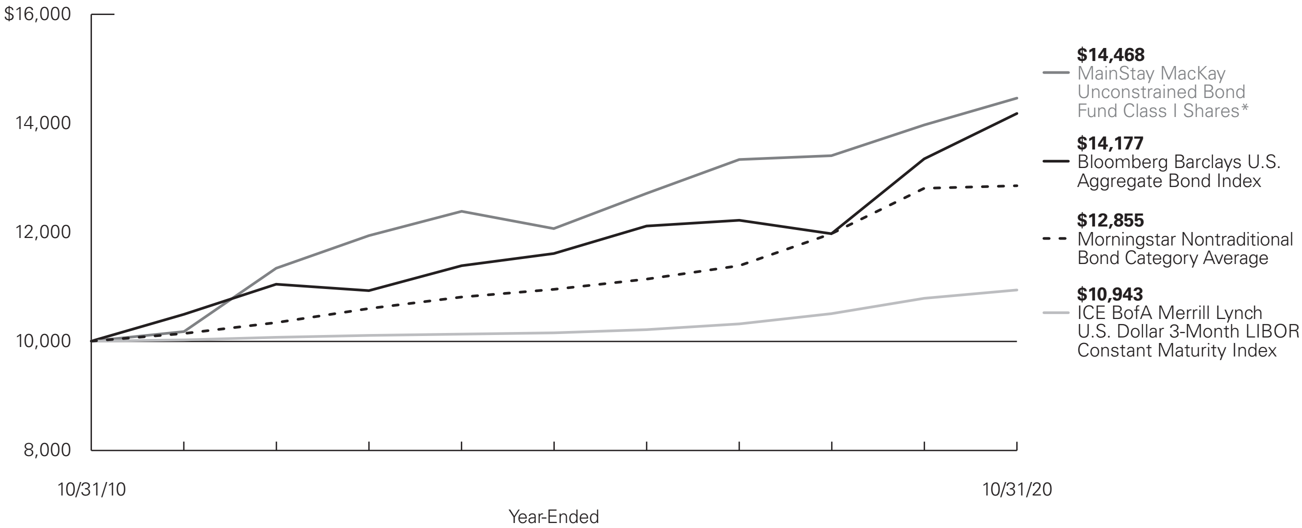
Annual Report

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. These documents are also available via the MainStay Funds' website at newyorklifeinvestments.com. Please read the Summary Prospectus and/or Prospectus carefully before investing.

Investment and Performance Comparison[1] (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.



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

Class	Sales Charge		Inception Date	One Year	Five Years or Since Inception	Ten Years or Since Inception	Gross Expense Ratio[2]
Class A Shares	Maximum 4.5% Initial Sales Charge	With sales charges	2/28/1997	–1.38%	2.46%	3.03%	1.27%
		Excluding sales charges		3.27	3.41	3.51	1.27
Investor Class Shares[3]	Maximum 4% Initial Sales Charge	With sales charges	2/28/2008	–1.36	2.45	2.95	1.29
		Excluding sales charges		3.29	3.39	3.43	1.29
Class B Shares[4]	Maximum 5% CDSC	With sales charges	2/28/1997	–2.56	2.25	2.66	2.04
	if Redeemed Within the First Six Years of Purchase	Excluding sales charges		2.44	2.62	2.66	2.04
Class C Shares	Maximum 1% CDSC	With sales charges	9/1/1998	1.45	2.62	2.65	2.04
	if Redeemed Within One Year of Purchase	Excluding sales charges		2.45	2.62	2.65	2.04
Class I Shares	No Sales Charge		1/2/2004	3.53	3.69	3.76	1.02
Class R2 Shares	No Sales Charge		2/28/2014	3.27	3.33	2.20	1.37
Class R3 Shares	No Sales Charge		2/29/2016	2.90	4.34	N/A	1.62
Class R6 Shares	No Sales Charge		2/28/2018	4.04	3.36	N/A	0.85

* Previously, the chart presented the Fund's annual returns for Class B shares. Class I shares are presented for consistency across the MainStay Fund complex.

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 4.5%, which is reflected in the average annual total return figures shown.
4. Class B shares are closed to all new purchases as well as additional investments by existing Class B shareholders.

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

Benchmark Performance	One Year	Five Years	Ten Years
Bloomberg Barclays U.S. Aggregate Bond Index[5]	6.19%	4.08%	3.55%
ICE BofA Merrill Lynch U.S. Dollar 3-Month Deposit Offered Rate Constant Maturity Index[6]	1.37	1.50	0.90
Morningstar Nontraditional Bond Category Average[7]	1.64	2.88	2.54

5. The Bloomberg Barclays U.S. Aggregate Bond Index is the Fund's primary broad-based securities market index for comparison purposes. The Bloomberg Barclays U.S. Aggregate Bond Index is a broad-based benchmark that measures the investment grade, U.S. dollar-denominated, fixed-rate taxable bond market, including Treasuries, government-related and corporate securities, mortgage-backed securities (agency fixed-rate and hybrid adjustable rate mortgage pass-throughs), asset-backed securities, and commercial mortgage-backed securities. Results assume reinvestment of all dividends and capital gains. An investment cannot be made directly in an index.
6. The Fund has selected the ICE BofA Merrill Lynch U.S. Dollar 3-Month Deposit Offered Rate Constant Maturity Index as a secondary benchmark. The ICE BofAML U.S. Dollar 3-Month Deposit Offered Rate Constant Maturity Index is unmanaged and tracks the performance of a synthetic asset paying London Interbank Offered Rate to a stated maturity. The index is based on the assumed purchase at par of a synthetic instrument having exactly its stated maturity and with a coupon equal to that day's fixing rate. That issue is assumed to be sold the following business day (priced at a yield equal to the current day fixing rate) and rolled into a new instrument. Results assume reinvestment of all dividends and capital gains. An investment cannot be made directly in an index.
7. The Fund has selected the Morningstar Nontraditional Bond Category Average as an additional benchmark. The Morningstar Nontraditional Bond Category Average contains funds that pursue strategies divergent in one or more ways from conventional practice in the broader bond-fund universe. Morningstar category averages are equal-weighted returns based on constituents of the category at the end of the period. Results assume reinvestment of all dividends and capital gains. An investment cannot be made directly in an index.

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 Unconstrained Bond 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

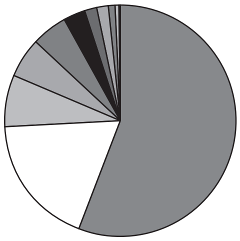
The fourth and fifth data columns in the table below provide information about hypothetical account values and hypothetical expenses based on the Fund's actual expense ratio and an assumed rate of return of 5% per year before expenses, which is not the Fund's actual return. The hypothetical account values 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[1]	Ending Account Value (Based on Hypothetical 5% Annualized Return and Actual Expenses) 10/31/20	Expenses Paid During Period[1]	Net Expense Ratio During Period[2,3]
Class A Shares	$1,000.00	$1,073.90	$ 5.63	$1,019.71	$5.48	1.08%
Investor Class Shares	$1,000.00	$1,073.90	$ 6.20	$1,019.15	$6.04	1.19%
Class B Shares	$1,000.00	$1,069.60	$10.09	$1,015.38	$9.83	1.94%
Class C Shares	$1,000.00	$1,069.70	$10.09	$1,015.38	$9.83	1.94%
Class I Shares	$1,000.00	$1,075.10	$ 4.33	$1,020.96	$4.22	0.83%
Class R2 Shares	$1,000.00	$1,075.70	$ 6.21	$1,019.15	$6.04	1.19%
Class R3 Shares	$1,000.00	$1,071.80	$ 7.45	$1,017.95	$7.25	1.43%
Class R6 Shares	$1,000.00	$1,080.60	$ 3.92	$1,021.37	$3.81	0.75%

1. 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.
2. Expenses are equal to the Fund's annualized expense ratio to reflect the six-month period.
3. Expenses are inclusive of dividends and interest on investments sold short.

Portfolio Composition as of October 31, 2020 (Unaudited)



56.3%	Corporate Bonds	1.6%	Foreign Government Bonds
18.7	Mortgage-Backed Securities	1.0	Convertible Bonds
7.1	Asset-Backed Securities	0.5	Municipal Bonds
5.8	Short-Term Investments	0.1	Foreign Bonds
5.0	Loan Assignments	0.0‡	Common Stocks
2.9	U.S. Government & Federal Agencies	–0.8	Investments Sold Short
1.8	Other Assets, Less Liabilities		

‡ Less than one-tenth of a percent.

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

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

1. United States Treasury Inflation—Indexed Notes, 0.125%–0.875%, due 1/15/29–1/15/30
2. Fannie Mae Connecticut Avenue Securities, 3.799%–4.599%, due 1/25/29–9/25/29
3. Bank of America Corp., 2.676%–8.57%, due 11/15/24–6/19/41
4. Wells Fargo Commercial Mortgage Trust, 3.04%–4.058%, due 6/15/36–10/15/52
5. Federal Home Loan Mortgage Corporation Structured Agency Credit Risk Debt Notes, 1.999%–6.499%, due 9/25/28–2/25/50
6. Ally Financial, Inc., 5.75%–8.00%, due 11/20/25–11/1/31
7. Bank, 2.851%–2.926%, due 10/17/52–8/15/61
8. FREMF Mortgage Trust, 3.393%–3.935%, due 7/25/22–11/25/47
9. Marathon Petroleum Corp., 4.50%–5.125%, due 5/1/23–5/1/25
10. GS Mortgage Securities Trust, 3.001%–3.43%, due 8/10/50–9/1/52

Portfolio Management Discussion and Analysis (Unaudited)

Questions answered by portfolio managers Dan Roberts, PhD,[1] Joseph Cantwell, Stephen R. Cianci, CFA, Matt Jacob, Neil Moriarty III, and Shu-Yang Tan, CFA, of MacKay Shields LLC, the Fund's Subadvisor.

How did MainStay MacKay Unconstrained Bond Fund perform relative to its benchmarks 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 Unconstrained Bond Fund returned 3.53%, underperforming the 6.19% return of the Fund's primary benchmark, the Bloomberg Barclays U.S. Aggregate Bond Index, and outperforming the 1.37% return of the Fund's secondary benchmark, the ICE BofA Merrill Lynch U.S. Dollar 3-Month Deposit Offered Rate Constant Maturity Index. Over the same period, Class I shares outperformed the 1.64% return of the Morningstar Nontraditional Bond Category Average.[2]

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

During the reporting period the Fund's performance relative to the Bloomberg Barclays U.S. Aggregate Bond Index suffered due to overweight exposure to investment-grade and high-yield corporate bonds, and underweight exposure to U.S. Treasury securities. Although credit underperformed for the reporting period as a whole, our decision to increase the Fund's holdings of select credits and securitized assets bolstered the Fund's returns after the March 2020 market correction.

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

During the first quarter of 2020, it became increasingly evident that the COVID-19 virus was not merely a medical concern, but an economic one—with perhaps larger fiscal implications than those related to personal health. Other than the U.S. Treasury sector, steep losses were seen among all asset classes, including gold, which is usually a haven during times of uncertainty. Although liquidity was challenged in this environment, the Fund did not encounter any problems selling securities where and when needed.

The liquidity program implemented by the U.S. Federal Reserve ("Fed") stimulated a recovery in the credit markets during the second quarter of 2020. The Fed provided a supportive hand for investment-grade bond spreads[3] (and eventually select high-yield bonds) with the purchase of individual corporate bonds under the Secondary Market Corporate Credit Facility. The stock and credit market rally carried over into the third quarter as well, as the Fed stayed active in the markets and low interest rates created a supportive environment for bond refinancings.

During the reporting period, how was the Fund's performance materially affected by investments in derivatives?

During the reporting period, the Fund used U.S. Treasury futures as a duration[4] hedge. This position had a slightly negative impact on performance.

What was the Fund's duration strategy during the reporting period?

Although we extended the Fund's duration during the reporting period, it remained below that of the Bloomberg Barclays U.S. Aggregate Bond Index, thereby detracting from performance relative to the benchmark.

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

As mentioned above, overweight exposure to investment-grade and high-yield corporate bonds detracted from performance for the reporting period as a whole, relative to the Bloomberg Barclays U.S. Aggregate Bond Index, as did underweight exposure to U.S. Treasury securities. However, after the market correction in March 2020, the Fund's select and timely purchase of both investment-grade and high-yield corporate issues enhanced relative returns. Among the Fund's Treasury holdings, holdings of bonds with longer maturities were accretive to returns. The Fund's relative returns also benefited from security selection in both the collateralized mortgage obligation and emerging-market sovereign debt markets.

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

During the reporting period, the Fund purchased a seasoned credit risk transfer deal from Freddie Mac (the Federal Home Loan Mortgage Corporation) backed by four-year-old prime mortgage loans. At the time of purchase, the liquidity premium was high since there were forced sellers of this type of paper. Given the underlying fundamentals of the borrower's credit and the bond structure, we believed the market would eventually price those in. The Fund also purchased corporate bonds issued by graphics processor and software maker NVIDIA, a high-quality, low-levered name in a rapidly growing industry. The issue came to market during the height of the market's volatility; as a result, it priced with a very attractive new issue premium.

1. Dan Roberts served as a portfolio manager of the Fund until January 1, 2020.
2. 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.
3. 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.
4. 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.

To pay for increased exposure to credit after the market correction, we sold down the Fund's position in agency mortgages, noting that the Fed was an active buyer in that paper. Additionally, we sold the Fund's position in an ABS deal backed by equipment loans from DLL Finance at a time in early February when ABS spreads were historically tight, and liquidity was readily available.

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

Early in the reporting period, we focused on diversifying the Fund's holdings while dialing down risk as credit spreads had been narrowing. This led to an increase in securitized[5] assets while decreasing the Fund's credit positions, specifically high yield. After the March 2020 correction, we reversed course and increased the Fund's exposure to high yield and other spread product at discounted prices. Additionally the Fund selectively purchased a few convertible bonds that we thought were trading at attractive levels.

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

As of October 31, 2020, relative to the Bloomberg Barclays U.S. Aggregate Bond Index, the Fund held overweight exposure in high-yield securities, investment-grade corporate bonds, and securitized assets. As of the same date, the Fund held relatively underweight exposure to U.S. Treasury securities and agency mortgages.

5. A securitization is a financial instrument created by an issuer by combining a pool of financial assets (such as mortgages). The financial instrument is then marketed to investors, sometimes in tiers.

The opinions expressed are those of the portfolio managers 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.

	Principal Amount	Value
Long-Term Bonds 93.2%†		
Asset-Backed Securities 7.1%		
Auto Floor Plan Asset-Backed Securities 1.4%		
Ford Credit Floorplan Master Owner Trust		
Series 2019-4, Class A		
2.44%, due 9/15/26	$ 1,465,000	$ 1,554,028
Series 2017-3, Class A		
2.48%, due 9/15/24	1,095,000	1,134,581
Series 2018-4, Class A		
4.06%, due 11/15/30	2,780,000	3,163,917
GMF Floorplan Owner Revolving Trust (a)		
Series 2020-1, Class B		
1.03%, due 8/15/25	1,695,000	1,693,283
Series 2020-1, Class C		
1.48%, due 8/15/25	1,471,000	1,469,792
		9,015,601
Automobile Asset-Backed Securities 1.5%		
American Credit Acceptance Receivables Trust		
Series 2020-2, Class C		
3.88%, due 4/13/26 (a)	1,970,000	2,085,472
Avis Budget Rental Car Funding AESOP LLC (a)		
Series 2020-2A, Class A		
2.02%, due 2/20/27	1,425,000	1,438,264
Series 2020-1A, Class A		
2.33%, due 8/20/26	1,360,000	1,391,608
Series 2015-2A, Class A		
2.63%, due 12/20/21	81,667	81,799
Series 2017-2A, Class A		
2.97%, due 3/20/24	1,095,000	1,127,319
Series 2018-2A, Class A		
4.00%, due 3/20/25	945,000	1,011,274
Ford Credit Auto Owner Trust		
Series 2020-1, Class A		
2.04%, due 8/15/31 (a)	1,745,000	1,824,950
Santander Revolving Auto Loan Trust		
Series 2019-A, Class A		
2.51%, due 1/26/32 (a)	1,210,000	1,282,841
		10,243,527
Home Equity 0.1%		
First NLC Trust		
Series 2007-1, Class A1		
0.219% (1 Month LIBOR + 0.07%),		
due 8/25/37 (a)(b)	292,101	177,575
GSAA Home Equity Trust		
Series 2007-8, Class A3		
0.599% (1 Month LIBOR + 0.45%),		
due 8/25/37 (b)	121,385	119,690

	Principal Amount	Value
Home Equity (continued)		
MASTR Asset-Backed Securities Trust		
Series 2006-HE4, Class A1		
0.199% (1 Month LIBOR + 0.05%),		
due 11/25/36 (b)	$ 78,797	$ 36,145
Morgan Stanley ABS Capital I Trust		
Series 2007-HE4, Class A2A		
0.259% (1 Month LIBOR + 0.11%),		
due 2/25/37 (b)	81,579	33,904
		367,314
Other Asset-Backed Securities 3.8%		
Carrington Mortgage Loan Trust		
Series 2007-HE1, Class A3		
0.339% (1 Month LIBOR + 0.19%),		
due 6/25/37 (b)	3,649,474	3,500,339
CF Hippolyta LLC (a)		
Series 2020-1, Class A1		
1.69%, due 7/15/60	1,441,237	1,456,469
Series 2020-1, Class A2		
1.99%, due 7/15/60	984,672	992,578
DB Master Finance LLC (a)		
Series 2017-1A, Class A2I		
3.629%, due 11/20/47	1,355,250	1,393,251
Series 2019-1A, Class A23		
4.352%, due 5/20/49	1,435,500	1,551,718
Domino's Pizza Master Issuer LLC (a)		
Series 2018-1A, Class A2I		
4.116%, due 7/25/48	156,400	165,202
Series 2015-1A, Class A2II		
4.474%, due 10/25/45	1,680,413	1,782,951
Hilton Grand Vacations Trust (a)		
Series 2019-AA, Class A		
2.34%, due 7/25/33	2,362,376	2,421,259
Series 2020-AA, Class A		
2.74%, due 2/25/39	1,370,893	1,419,914
Series 2020-AA, Class B		
4.22%, due 2/25/39	654,491	691,021
JPMorgan Mortgage Acquisition Trust		
Series 2007-HE1, Class AF1		
0.249% (1 Month LIBOR + 0.10%),		
due 3/25/47 (b)	99,638	62,324
MVW LLC		
Series 2019-2A, Class A		
2.22%, due 10/20/38 (a)	2,238,907	2,297,037
PFS Financing Corp. (a)		
Series 2020-B, Class B		
1.71%, due 6/15/24	685,000	690,546
Series 2020-A, Class B		
1.77%, due 6/15/25	1,475,000	1,494,048
Sierra Timeshare Receivables Funding LLC (a)		
Series 2019-3A, Class A		
2.34%, due 8/20/36	1,466,334	1,497,446

	Principal Amount	Value
Asset-Backed Securities (continued)		
Other Asset-Backed Securities (continued)		
Sierra Timeshare Receivables Funding LLC (a) (continued)		
Series 2018-2A, Class A 3.50%, due 6/20/35	$ 624,566	$ 648,567
Series 2020-2A, Class C 3.51%, due 7/20/37	1,644,956	1,673,735
Wendy's Funding LLC		
Series 2019-1A, Class A2I 3.783%, due 6/15/49 (a)	1,691,075	1,782,427
		25,520,832
Student Loans 0.3%		
KeyCorp Student Loan Trust		
Series 2000-A, Class A2 0.57% (3 Month LIBOR + 0.32%), due 5/25/29 (b)	38,612	38,585
Navient Private Education Refi Loan Trust (a)		
Series 2020-GA, Class B 2.50%, due 9/16/69	1,145,000	1,140,880
Series 2020-FA, Class B 2.69%, due 7/15/69	1,000,000	994,253
		2,173,718
Total Asset-Backed Securities (Cost $45,766,596)		47,320,992
Convertible Bonds 1.0%		
Machinery—Diversified 0.6%		
Chart Industries, Inc. 1.00%, due 11/15/24 (a)	2,465,000	3,919,350
Semiconductors 0.4%		
ON Semiconductor Corp. 1.625%, due 10/15/23	2,080,000	2,969,033
Total Convertible Bonds (Cost $4,075,818)		6,888,383
Corporate Bonds 56.3%		
Advertising 0.2%		
Clear Channel International B.V. 6.625%, due 8/1/25 (a)	1,077,000	1,093,155
Aerospace & Defense 0.2%		
BAE Systems PLC 3.00%, due 9/15/50 (a)	1,250,000	1,259,640
Agriculture 0.4%		
BAT Capital Corp. 3.734%, due 9/25/40	615,000	605,045
JBS Investments II GmbH 7.00%, due 1/15/26 (a)	1,915,000	2,045,986
		2,651,031

	Principal Amount	Value
Airlines 3.3%		
American Airlines Pass-Through Trust		
Series 2013-2, Class A 4.95%, due 7/15/24	$ 3,039,284	$ 2,634,188
Continental Airlines Pass-Through Trust		
Series 2007-1, Class A 5.983%, due 10/19/23	2,018,039	1,967,197
Series 2005-ERJ1 9.798%, due 10/1/22	12,304	11,746
Delta Air Lines Pass-Through Trust		
Series 2019-1, Class AA, 3.204%, due 10/25/25	3,360,000	3,346,203
Series 2007-1, Class A 6.821%, due 2/10/24	1,081,221	1,097,316
Delta Air Lines, Inc. 7.00%, due 5/1/25 (a)	2,010,000	2,193,549
Delta Air Lines, Inc. / SkyMiles I.P. Ltd. (a)		
4.50%, due 10/20/25	845,000	857,629
4.75%, due 10/20/28	590,000	603,105
Mileage Plus Holdings LLC / Mileage Plus Intellectual Property Assets, Ltd. 6.50%, due 6/20/27 (a)	1,520,000	1,582,700
U.S. Airways Pass-Through Trust		
Series 2010-1, Class A 6.25%, due 10/22/24	3,963,550	3,634,770
United Airlines Pass-Through Trust		
Series 2014-2, Class B 4.625%, due 3/3/24	3,310,803	3,151,421
Series 2020-1, Class A 5.875%, due 4/15/29	1,030,000	1,032,319
		22,112,143
Apparel 0.3%		
Hanesbrands, Inc. (a)		
4.875%, due 5/15/26	650,000	698,750
5.375%, due 5/15/25	1,160,000	1,220,900
		1,919,650
Auto Manufacturers 2.3%		
Ford Motor Co.		
8.50%, due 4/21/23	1,925,000	2,124,719
9.00%, due 4/22/25	2,000,000	2,356,790
Ford Motor Credit Co. LLC		
3.35%, due 11/1/22	1,115,000	1,110,819
4.063%, due 11/1/24	2,280,000	2,286,384
4.25%, due 9/20/22	860,000	872,175
General Motors Co. 6.125%, due 10/1/25	585,000	684,645
General Motors Financial Co., Inc.		
2.90%, due 2/26/25	2,500,000	2,596,392
3.45%, due 4/10/22	2,230,000	2,295,098
5.20%, due 3/20/23	715,000	775,861
		15,102,883

	Principal Amount	Value
Corporate Bonds (continued)		
Banks 7.1%		
Bank of America Corp.		
2.676%, due 6/19/41 (c)	$ 2,200,000	$ 2,221,208
4.30%, due 1/28/25 (c)(d)	3,526,000	3,440,071
6.30%, due 3/10/26 (c)(d)	3,570,000	4,051,950
8.57%, due 11/15/24	1,645,000	2,102,859
Barclays PLC		
2.852%, due 5/7/26 (c)	2,375,000	2,490,727
BNP Paribas S.A.		
3.052%, due 1/13/31 (a)(c)	2,135,000	2,262,831
Citigroup, Inc.		
6.30%, due 5/15/24 (c)(d)	3,260,000	3,384,059
Citizens Financial Group, Inc.		
2.638%, due 9/30/32 (a)	2,270,000	2,280,849
JPMorgan Chase & Co. (c)		
2.956%, due 5/13/31	980,000	1,043,649
4.60%, due 2/1/25 (d)	4,752,000	4,685,472
Lloyds Banking Group PLC		
4.582%, due 12/10/25	1,365,000	1,511,439
4.65%, due 3/24/26	1,985,000	2,224,611
Morgan Stanley		
3.847% (3 Month LIBOR + 3.61%), due 1/15/21 (b)(d)	4,098,000	3,944,172
Natwest Group PLC		
3.073% (1 Year Treasury Constant Maturity Rate + 2.55%), due 5/22/28 (b)	2,145,000	2,265,706
Popular, Inc.		
6.125%, due 9/14/23	1,582,000	1,693,341
Santander Holdings USA, Inc.		
3.40%, due 1/18/23	1,500,000	1,574,831
Truist Financial Corp.		
4.95% (5 Year Treasury Constant Maturity Rate + 4.605%), due 9/1/25 (b)(d)	1,915,000	2,029,900
Wells Fargo & Co. (c)		
3.584%, due 5/22/28	380,000	421,865
5.90%, due 6/15/24 (d)	3,690,000	3,722,172
		47,351,712
Beverages 0.3%		
Anheuser-Busch InBev Worldwide, Inc.		
4.75%, due 1/23/29	1,770,000	2,143,514
Biotechnology 0.1%		
Biogen, Inc.		
3.15%, due 5/1/50	890,000	861,264
Building Materials 0.5%		
Builders FirstSource, Inc. (a)		
5.00%, due 3/1/30	2,335,000	2,463,425
6.75%, due 6/1/27	705,000	756,112
		3,219,537

	Principal Amount	Value
Chemicals 0.8%		
Braskem Netherlands Finance B.V.		
4.50%, due 1/10/28 (a)	$ 1,250,000	$ 1,200,650
Nutrition & Biosciences, Inc.		
2.30%, due 11/1/30 (a)	1,475,000	1,483,286
Orbia Advance Corp. S.A.B. de C.V.		
4.00%, due 10/4/27 (a)	2,600,000	2,810,600
		5,494,536
Commercial Services 2.3%		
Allied Universal Holdco LLC / Allied Universal Finance Corp.		
6.625%, due 7/15/26 (a)	2,130,000	2,231,250
Ashtead Capital, Inc.		
4.25%, due 11/1/29 (a)	2,060,000	2,198,535
California Institute of Technology		
3.65%, due 9/1/19	2,218,000	2,252,347
Herc Holdings, Inc.		
5.50%, due 7/15/27 (a)	2,320,000	2,384,090
IHS Markit, Ltd.		
3.625%, due 5/1/24	3,710,000	4,012,068
Trustees of the University of Pennsylvania		
3.61%, due 2/15/19	2,315,000	2,390,158
		15,468,448
Computers 1.4%		
Dell International LLC / EMC Corp. (a)		
4.90%, due 10/1/26	4,000,000	4,555,009
8.10%, due 7/15/36	1,045,000	1,411,530
NCR Corp. (a)		
5.00%, due 10/1/28	1,629,000	1,612,710
6.125%, due 9/1/29	717,000	751,057
8.125%, due 4/15/25	1,193,000	1,312,300
		9,642,606
Distribution & Wholesale 0.4%		
Performance Food Group, Inc.		
5.50%, due 10/15/27 (a)	2,866,000	2,937,650
Diversified Financial Services 4.3%		
AerCap Ireland Capital DAC / AerCap Global Aviation Trust		
3.50%, due 5/26/22	4,430,000	4,498,695
4.50%, due 5/15/21	480,000	488,543
Air Lease Corp.		
2.30%, due 2/1/25	3,275,000	3,219,678
3.25%, due 3/1/25	4,000,000	4,064,954
Ally Financial, Inc.		
5.75%, due 11/20/25	3,820,000	4,341,380
8.00%, due 11/1/31	3,280,000	4,527,592
Avolon Holdings Funding, Ltd.		
3.25%, due 2/15/27 (a)	2,125,000	1,939,680

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	Principal Amount	Value
Corporate Bonds (continued)		
Diversified Financial Services (continued)		
Capital One Financial Corp.		
4.046% (3 Month LIBOR + 3.80%), due 12/1/20 (b)(d)	$ 1,535,000	$ 1,387,962
Charles Schwab Corp.		
5.375% (5 Year Treasury Constant Maturity Rate + 4.971%), due 6/1/25 (b)(d)	2,060,000	2,254,258
Intercontinental Exchange, Inc.		
3.00%, due 9/15/60	1,660,000	1,669,089
Nationstar Mortgage Holdings, Inc.		
6.00%, due 1/15/27 (a)	565,000	565,000
		28,956,831
Electric 1.7%		
Appalachian Power Co.		
3.30%, due 6/1/27	1,800,000	1,975,527
Duke Energy Corp.		
4.875% (5 Year Treasury Constant Maturity Rate + 3.388%), due 9/16/24 (b)(d)	2,415,000	2,556,157
Pacific Gas & Electric Co.		
3.50%, due 8/1/50	1,205,000	1,089,064
Potomac Electric Power Co.		
4.15%, due 3/15/43	1,305,000	1,557,752
WEC Energy Group, Inc.		
2.393% (3 Month LIBOR + 2.113%), due 5/15/67 (b)	5,495,000	4,468,767
		11,647,267
Electronics 0.2%		
FLIR Systems, Inc.		
2.50%, due 8/1/30	965,000	994,199
Entertainment 0.6%		
International Game Technology PLC		
6.25%, due 2/15/22 (a)	1,322,000	1,353,404
Six Flags Theme Parks, Inc.		
7.00%, due 7/1/25 (a)	2,285,000	2,419,244
		3,772,648
Food 1.4%		
JBS USA LUX S.A. / JBS USA Food Co. / JBS USA Finance, Inc.		
5.50%, due 1/15/30 (a)	1,035,000	1,125,562
Kraft Heinz Foods Co.		
4.25%, due 3/1/31 (a)	1,722,000	1,868,630
5.00%, due 7/15/35	809,000	932,408
Smithfield Foods, Inc. (a)		
3.00%, due 10/15/30	1,520,000	1,548,622
3.35%, due 2/1/22	2,490,000	2,525,813
Tyson Foods, Inc.		
3.95%, due 8/15/24	2,000	2,224

	Principal Amount	Value
Food (continued)		
U.S. Foods, Inc.		
6.25%, due 4/15/25 (a)	$ 1,185,000	$ 1,238,325
		9,241,584
Food Services 0.2%		
Aramark Services, Inc.		
6.375%, due 5/1/25 (a)	1,075,000	1,127,546
Health Care—Services 0.5%		
Health Care Service Corp. A Mutual Legal Reserve Co.		
3.20%, due 6/1/50 (a)	1,445,000	1,483,045
NYU Langone Hospitals		
3.38%, due 7/1/55	1,700,000	1,659,219
		3,142,264
Home Builders 1.8%		
Lennar Corp.		
4.75%, due 11/29/27	188,000	215,260
6.25%, due 12/15/21 (e)	2,875,000	2,946,875
8.375%, due 1/15/21	2,540,000	2,573,020
Meritage Homes Corp.		
7.00%, due 4/1/22	1,585,000	1,686,044
Toll Brothers Finance Corp.		
3.80%, due 11/1/29	495,000	525,858
4.35%, due 2/15/28	303,000	330,822
5.875%, due 2/15/22	3,735,000	3,884,400
		12,162,279
Insurance 1.8%		
Empower Finance L.P.		
3.075%, due 9/17/51 (a)	1,495,000	1,546,172
Lincoln National Corp.		
2.638% (3 Month LIBOR + 2.358%), due 5/17/66 (b)	3,537,000	2,511,270
NMI Holdings, Inc.		
7.375%, due 6/1/25 (a)	685,000	746,650
Protective Life Corp.		
8.45%, due 10/15/39	2,476,000	3,816,557
Reliance Standard Life Global Funding II		
2.50%, due 10/30/24 (a)	2,900,000	3,009,032
Willis North America, Inc.		
3.875%, due 9/15/49	425,000	494,521
		12,124,202
Internet 1.3%		
Cablevision Lightpath LLC		
3.875%, due 9/15/27 (a)	640,000	635,200
Expedia Group, Inc.		
3.25%, due 2/15/30	3,920,000	3,807,168
3.60%, due 12/15/23 (a)	895,000	920,311
6.25%, due 5/1/25 (a)	430,000	472,857

	Principal Amount	Value
Corporate Bonds (continued)		
Internet (continued)		
Match Group Holdings II LLC		
4.125%, due 8/1/30 (a)	$ 122,000	$ 124,593
Weibo Corp.		
3.375%, due 7/8/30	1,340,000	1,343,985
3.50%, due 7/5/24	1,515,000	1,581,498
		8,885,612
Iron & Steel 1.2%		
ArcelorMittal S.A.		
4.55%, due 3/11/26	3,470,000	3,735,736
Vale Overseas, Ltd.		
3.75%, due 7/8/30	1,660,000	1,747,963
6.25%, due 8/10/26	1,980,000	2,362,536
		7,846,235
Lodging 1.2%		
Boyd Gaming Corp.		
8.625%, due 6/1/25 (a)	500,000	547,350
Hilton Domestic Operating Co., Inc.		
4.875%, due 1/15/30	1,930,000	1,985,488
5.375%, due 5/1/25 (a)	935,000	966,210
Marriott International, Inc.		
3.75%, due 10/1/25	4,253,000	4,371,579
		7,870,627
Machinery—Diversified 0.2%		
Clark Equipment Co.		
5.875%, due 6/1/25 (a)	1,225,000	1,274,000
Media 0.5%		
Grupo Televisa S.A.B.		
5.25%, due 5/24/49	1,695,000	1,986,352
Time Warner Entertainment Co., L.P.		
8.375%, due 3/15/23	1,087,000	1,272,423
		3,258,775
Mining 2.0%		
Anglo American Capital PLC		
4.875%, due 5/14/25 (a)	3,000,000	3,411,777
Corp. Nacional del Cobre de Chile (a)		
3.00%, due 9/30/29	1,890,000	1,992,162
3.75%, due 1/15/31	1,290,000	1,423,322
Glencore Funding LLC		
1.625%, due 9/1/25 (a)	2,225,000	2,211,469
Indonesia Asahan Aluminium Persero PT		
5.45%, due 5/15/30 (a)	2,115,000	2,409,458
Industrias Penoles S.A.B de C.V.		
4.75%, due 8/6/50 (a)	1,962,000	2,062,552
		13,510,740

	Principal Amount	Value
Miscellaneous—Manufacturing 1.2%		
General Electric Co.		
3.625%, due 5/1/30	$ 1,400,000	$ 1,478,457
4.25%, due 5/1/40	1,525,000	1,607,435
4.35%, due 5/1/50	1,960,000	2,088,165
Textron Financial Corp.		
2.015% (3 Month LIBOR + 1.735%), due 2/15/67 (a)(b)	4,350,000	3,023,250
		8,197,307
Oil & Gas 2.8%		
BP Capital Markets PLC		
4.875% (5 Year Treasury Constant Maturity Rate + 4.398%), due 3/22/30 (b)(d)	2,170,000	2,266,652
Gazprom PJSC Via Gaz Capital S.A.		
7.288%, due 8/16/37 (a)	2,520,000	3,528,625
Marathon Petroleum Corp.		
4.50%, due 5/1/23	1,330,000	1,431,291
4.70%, due 5/1/25	1,450,000	1,604,274
5.125%, due 4/1/24	4,350,000	4,390,195
Petrobras Global Finance B.V.		
6.75%, due 6/3/50	1,645,000	1,805,124
Petroleos Mexicanos		
6.75%, due 9/21/47	4,835,000	3,753,362
		18,779,523
Packaging & Containers 1.2%		
Berry Global, Inc.		
4.875%, due 7/15/26 (a)	135,000	141,204
Crown European Holdings S.A.		
4.00%, due 7/15/22 (a)	EUR 3,540,000	4,256,459
Graham Packaging Co., Inc.		
7.125%, due 8/15/28 (a)	$ 750,000	783,750
Owens Brockway Glass Container, Inc.		
6.625%, due 5/13/27 (a)	2,325,000	2,493,562
Reynolds Group Issuer, Inc. / Reynolds Group Issuer LLC		
5.125%, due 7/15/23 (a)	438,000	443,475
Sealed Air Corp.		
4.00%, due 12/1/27 (a)	123,000	128,843
		8,247,293
Pharmaceuticals 1.8%		
AbbVie, Inc.		
4.25%, due 11/21/49 (a)	2,790,000	3,258,461
Bausch Health Cos., Inc. (a)		
5.50%, due 11/1/25	3,735,000	3,836,965
5.75%, due 8/15/27	2,835,000	3,040,538
CVS Pass-Through Trust		
5.789%, due 1/10/26 (a)	38,103	41,374
Teva Pharmaceutical Finance Netherlands III B.V.		
3.15%, due 10/1/26	2,146,000	1,888,480
		12,065,818

	Principal Amount	Value
Corporate Bonds (continued)		
Pipelines 2.6%		
Enterprise Products Operating LLC		
3.95%, due 1/31/60	$ 1,630,000	$ 1,597,548
4.20%, due 1/31/50	520,000	562,260
Hess Midstream Operations L.P.		
5.625%, due 2/15/26 (a)	367,000	367,000
Kinder Morgan, Inc.		
5.625%, due 11/15/23 (a)	2,449,000	2,756,718
7.75%, due 1/15/32	2,035,000	2,783,716
MPLX, L.P.		
4.00%, due 3/15/28	560,000	607,662
Plains All American Pipeline, L.P. / PAA Finance Corp.		
3.80%, due 9/15/30	1,040,000	1,005,326
Sabine Pass Liquefaction LLC		
5.75%, due 5/15/24	2,146,000	2,416,690
Targa Resources Partners, L.P. / Targa Resources Partners Finance Corp.		
5.25%, due 5/1/23	3,725,000	3,723,137
Western Midstream Operating, L.P.		
6.25%, due 2/1/50	1,800,000	1,653,390
		17,473,447
Real Estate 0.2%		
Realogy Group LLC / Realogy Co-Issuer Corp.		
7.625%, due 6/15/25 (a)	1,490,000	1,573,813
Real Estate Investment Trusts 0.9%		
CyrusOne L.P. / CyrusOne Finance Corp.		
3.45%, due 11/15/29	1,850,000	1,967,964
GLP Capital, L.P. / GLP Financing II, Inc.		
3.35%, due 9/1/24	1,535,000	1,558,347
Host Hotels & Resorts, L.P.		
3.75%, due 10/15/23	472,000	488,388
Iron Mountain, Inc.		
4.875%, due 9/15/29 (a)	1,941,000	1,961,380
		5,976,079
Retail 2.0%		
AutoNation, Inc.		
4.75%, due 6/1/30	2,300,000	2,697,215
Darden Restaurants, Inc.		
3.85%, due 5/1/27	3,512,000	3,749,515
Kohl's Corp.		
9.50%, due 5/15/25	820,000	981,184
Macy's, Inc.		
8.375%, due 6/15/25 (a)	2,035,000	2,124,743
QVC, Inc.		
4.375%, due 9/1/28	1,730,000	1,731,298
Starbucks Corp.		
4.45%, due 8/15/49	1,970,000	2,397,327
		13,681,282

		Principal Amount	Value
Semiconductors 0.5%			
Broadcom, Inc.			
3.625%, due 10/15/24	$	2,040,000	$ 2,225,950
NXP B.V. / NXP Funding LLC / NXP USA, Inc.			
3.40%, due 5/1/30 (a)		1,135,000	1,246,556
			3,472,506
Telecommunications 4.6%			
Altice France S.A.			
7.375%, due 5/1/26 (a)		2,491,000	2,599,857
AT&T, Inc.			
2.875% (5 Month Euribor ICE Swap Rate + 3.14%), due 3/2/25 (b)(d)	EUR	2,200,000	2,440,524
3.65%, due 6/1/51	$	1,485,000	1,449,236
CommScope Technologies LLC			
5.00%, due 3/15/27 (a)		1,899,000	1,772,042
Crown Castle Towers LLC			
4.241%, due 7/15/48 (a)		3,825,000	4,321,885
Sprint Corp.			
7.875%, due 9/15/23		3,620,000	4,126,800
Sprint Spectrum Co. LLC / Sprint Spectrum Co. II LLC / Sprint Spectrum Co. III LLC			
4.738%, due 9/20/29 (a)		2,255,000	2,452,809
T-Mobile USA, Inc.			
3.50%, due 4/15/25 (a)		1,790,000	1,961,142
4.50%, due 4/15/50 (a)		920,000	1,069,808
6.00%, due 3/1/23		3,000,000	3,000,000
Telefonica Emisiones S.A.			
5.462%, due 2/16/21		1,000	1,014
VEON Holdings B.V.			
4.95%, due 6/16/24 (a)		3,345,000	3,606,981
Vodafone Group PLC			
4.25%, due 9/17/50		1,815,000	2,090,922
			30,893,020
Total Corporate Bonds (Cost $364,791,409)			377,432,666
Foreign Bonds 0.1%			
Banks 0.1%			
Barclays Bank PLC Series Reg S			
10.00%, due 5/21/21	GBP	449,000	608,489
Total Foreign Bonds (Cost $711,342)			608,489
Foreign Government Bonds 1.6%			
Brazil 1.0%			
Brazilian Government International Bond			
4.625%, due 1/13/28	$	6,444,000	7,001,406

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	Principal Amount	Value
Foreign Government Bonds (continued)		
Mexico 0.6%		
Mexico Government International Bond		
3.25%, due 4/16/30	$ 3,558,000	$ 3,676,410
Total Foreign Government Bonds		
(Cost $10,441,263)		10,677,816
Loan Assignments 5.0% (b)		
Buildings & Real Estate 0.6%		
Realogy Group LLC		
2018 Term Loan B		
3.00% (1 Month LIBOR + 2.25%),		
due 2/8/25	3,939,491	3,772,063
Containers, Packaging & Glass 0.6%		
BWAY Holding Co.		
2017 Term Loan B		
3.48% (2 Month LIBOR + 3.25%,		
3 Month LIBOR + 3.25%), due 4/3/24	4,607,379	4,299,260
Diversified/Conglomerate Service 0.8%		
Change Healthcare Holdings LLC		
2017 Term Loan B		
3.50% (1 Month LIBOR + 2.50%,		
3 Month LIBOR + 2.50%), due 3/1/24	3,961,299	3,865,095
TruGreen, Ltd. Partnership 2020 Term Loan		
TBD, due 10/29/27	1,045,000	1,037,163
2020 2nd Lien Term Loan		
TBD, due 10/30/28	450,000	443,250
		5,345,508
Finance 0.5%		
Alliant Holdings Intermediate, LLC		
2018 Term Loan B		
2.898% (1 Month LIBOR + 2.75%),		
due 5/9/25	3,642,734	3,499,870
Healthcare, Education & Childcare 0.4%		
Syneos Health, Inc.		
2018 Term Loan B		
1.898% (1 Month LIBOR + 1.75%),		
due 8/1/24	3,030,372	2,962,946
Personal & Nondurable Consumer Products 0.4%		
Prestige Brands, Inc.		
Term Loan B4		
2.148% (1 Month LIBOR + 2.00%),		
due 1/26/24	2,957,868	2,935,683

	Principal Amount	Value
Personal, Food & Miscellaneous Services 0.2%		
1011778 B.C. Unlimited Liability Co.		
Term Loan B4		
1.898% (1 Month LIBOR + 1.75%),		
due 11/19/26	$ 1,395,982	$ 1,338,107
Radio and TV Broadcasting 0.6%		
Nielsen Finance LLC		
Term Loan B4		
2.147% (1 Month LIBOR + 2.00%),		
due 10/4/23	3,826,225	3,732,961
Telecommunications 0.9%		
Level 3 Financing, Inc.		
2019 Term Loan B		
1.898% (1 Month LIBOR + 1.75%),		
due 3/1/27	2,698,623	2,597,424
SBA Senior Finance II LLC		
2018 Term Loan B		
1.90% (1 Month LIBOR + 1.75%),		
due 4/11/25	3,472,738	3,362,045
		5,959,469
Total Loan Assignments		
(Cost $34,834,007)		33,845,867
Mortgage-Backed Securities 18.7%		
Agency (Collateralized Mortgage Obligations) 1.3%		
Federal Home Loan Mortgage Corporation		
REMIC, Series 4908, Class BD		
3.00%, due 4/25/49	2,313,280	2,384,982
REMIC Series 4888, Class BA		
3.50%, due 9/15/48	1,481,191	1,548,696
REMIC, Series 4924, Class NS		
5.902% (1 Month LIBOR + 6.05%),		
due 10/25/49 (b)	5,829,052	792,781
REMIC, Series 4957, Class SB		
5.902% (1 Month LIBOR + 6.05%),		
due 11/25/49 (b)	4,021,884	548,639
Federal National Mortgage Association		
REMIC 2020-78, Class TI		
2.00%, due 11/25/50	4,500,000	453,335
REMIC, Series 2020-10, Class DA		
3.50%, due 3/25/60	2,843,053	3,131,105
		8,859,538
Commercial Mortgage Loans (Collateralized Mortgage Obligations) 12.3%		
Bank		
Series 2019-BN21, Class A5		
2.851%, due 10/17/52	3,480,000	3,808,750
Series 2019-BN19, Class A2		
2.926%, due 8/15/61	3,695,000	3,939,037

	Principal Amount	Value
Mortgage-Backed Securities (continued)		
Commercial Mortgage Loans (Collateralized Mortgage Obligations) (continued)		
Bayview Commercial Asset Trust (a)(b)		
Series 2006-4A, Class A1 0.379% (1 Month LIBOR + 0.23%), due 12/25/36	$ 14,455	$ 13,442
Series 2005-3A, Class A1 0.469% (1 Month LIBOR + 0.32%), due 11/25/35	995,147	935,098
Benchmark Mortgage Trust		
Series 2020-B19, Class AS 2.148%, due 9/15/53	750,000	751,680
Series 2020-B18, Class AM 2.335%, due 7/15/53	1,550,000	1,582,909
Series 2019-B12, Class A5 3.116%, due 8/15/52	3,316,216	3,678,558
Series 2020-IG3, Class AS 3.229%, due 9/15/48 (a)(h)	1,210,000	1,303,121
BX Commercial Mortgage Trust		
Series 2019-OC11, Class D 4.076%, due 12/9/41 (a)(i)	630,000	600,195
BX Trust (a)		
Series 2018-BILT, Class A 0.948% (1 Month LIBOR + 0.80%), due 5/15/30 (b)	2,110,000	2,025,796
Series 2018-GW, Class A 0.948% (1 Month LIBOR + 0.80%), due 5/15/35 (b)	1,555,000	1,490,734
Series 2019-OC11, Class A 3.202%, due 12/9/41	1,000,000	1,038,533
Series 2019-OC11, Class B 3.605%, due 12/9/41	985,000	996,458
Series 2019-OC11, Class C 3.856%, due 12/9/41	2,700,000	2,630,719
Citigroup Commercial Mortgage Trust		
Series 2015-GC27, Class AS 3.571%, due 2/10/48	840,000	899,566
CSAIL Commercial Mortgage Trust		
Series 2015-C3, Class A4 3.718%, due 8/15/48	2,541,000	2,781,761
CSMC WEST Trust		
Series 2020-WEST, Class A 3.04%, due 2/15/35 (a)	2,250,000	2,172,706
FREMF Mortgage Trust (a)(h)		
Series 2015-K720, Class B 3.393%, due 7/25/22	945,000	974,807
Series 2013-K30, Class B 3.556%, due 6/25/45	3,975,000	4,219,824
Series 2015-K721, Class B 3.565%, due 11/25/47	1,500,000	1,562,532
Series 2013-K35, Class B 3.935%, due 12/25/46	800,000	862,306

	Principal Amount	Value
Commercial Mortgage Loans (Collateralized Mortgage Obligations) (continued)		
GB Trust (a)(b)		
Series 2020-FLIX, Class C 1.748% (1 Month LIBOR + 1.60%), due 8/15/37	$ 1,000,000	$ 1,002,321
Series 2020-FLIX, Class D 2.498% (1 Month LIBOR + 2.35%), due 8/15/37	1,275,000	1,277,905
GS Mortgage Securities Corp Trust		
Series 2019-BOCA, Class A 1.348% (1 Month LIBOR + 1.20%), due 6/15/38 (a)(b)	4,110,000	4,017,925
GS Mortgage Securities Trust		
Series 2019-GC42, Class A4 3.001%, due 9/1/52	1,365,000	1,496,003
Series 2019-GC40, Class A4 3.16%, due 7/10/52	2,560,000	2,844,421
Series 2017-GS7, Class A4 3.43%, due 8/10/50	2,720,000	3,046,215
Hawaii Hotel Trust		
Series 2019-MAUI, Class A 1.298% (1 Month LIBOR + 1.15%), due 5/15/38 (a)(b)	1,860,000	1,797,108
Hudson Yards Mortgage Trust		
Series 2019-30HY, Class A 3.228%, due 7/10/39 (a)	1,360,000	1,505,723
JP Morgan Chase Commercial Mortgage Securities Corp.		
Series 2018-AON, Class A 4.128%, due 7/5/31 (a)	3,370,000	3,558,887
JP Morgan Chase Commercial Mortgage Securities Trust		
Series 2013-C16, Class A4 4.166%, due 12/15/46	2,795,000	3,022,807
JPMBB Commercial Mortgage Securities Trust		
Series 2014-C26, Class A3 3.231%, due 1/15/48	1,940,777	2,057,796
Manhattan West (a)		
Series 2020-1MW, Class A 2.13%, due 9/10/39	1,260,000	1,296,723
Series 2020-1MW, Class D 2.335%, due 9/10/39 (h)	815,000	789,537
Morgan Stanley Bank of America Merrill Lynch Trust		
Series-2015-C23, Class A3 3.451%, due 7/15/50	1,254,830	1,342,744
One Bryant Park Trust		
Series 2019-OBP, Class A 2.516%, due 9/15/54 (a)	3,825,000	4,031,057

	Principal Amount	Value
Mortgage-Backed Securities (continued)		
Commercial Mortgage Loans (Collateralized Mortgage Obligations) (continued)		
Wells Fargo Commercial Mortgage Trust		
Series 2019-C53, Class A4		
3.04%, due 10/15/52	$ 3,100,000	$ 3,418,225
Series 2018-1745, Class A		
3.749%, due 6/15/36 (a)(h)	2,900,000	3,160,716
Series 2018-AUS, Class A		
4.058%, due 8/17/36 (a)(h)	4,310,000	4,667,157
		82,601,802
Residential Mortgage (Collateralized Mortgage Obligation) 0.1%		
JP Morgan Mortgage Trust		
Series 2019-1, Class A3		
4.00%, due 5/25/49 (a)(i)	514,671	528,263
Whole Loan (Collateralized Mortgage Obligations) 5.0%		
Banc of America Alternative Loan Trust		
Series 2005-11, Class 2CB1		
6.00%, due 12/25/35	627,920	627,473
Chase Home Lending Mortgage Trust		
Series 2019-ATR2, Class A3		
3.50%, due 7/25/49 (a)(i)	620,779	637,389
Connecticut Avenue Securities Trust		
Series 2020-R02, Class 2M2		
2.149% (1 Month LIBOR + 2.00%),		
due 1/25/40 (a)(b)	2,111,000	2,047,514
Series 2015-C04, Class 1M2		
5.849% (1 Month LIBOR + 5.70%),		
due 4/25/28	805,660	852,990
Fannie Mae Connecticut Avenue Securities (b)		
Series 2017-C02, Class 2M2		
3.799% (1 Month LIBOR + 3.65%),		
due 9/25/29	989,559	998,663
Series 2016-C04, Class 1M2		
4.399% (1 Month LIBOR + 4.25%),		
due 1/25/29	1,505,995	1,556,512
Series 2016-C06, Class 1M2		
4.399% (1 Month LIBOR + 4.25%),		
due 4/25/29	2,593,628	2,681,421
Series 2016-C07, Class 2M2		
4.499% (1 Month LIBOR + 4.35%),		
due 5/25/29	2,271,552	2,362,605
Series 2016-C05, Class 2M2		
4.599% (1 Month LIBOR + 4.45%),		
due 1/25/29	5,067,297	5,261,349
Federal Home Loan Mortgage Corporation		
Structured Agency Credit Risk		
Debt Notes (b)		
Series 2020-DNA2, Class M2		
1.999% (1 Month LIBOR + 1.85%),		
due 2/25/50 (a)	1,723,000	1,685,663

	Principal Amount	Value
Whole Loan (Collateralized Mortgage Obligations) (continued)		
Federal Home Loan Mortgage Corporation		
Structured Agency Credit Risk		
Debt Notes (b) (continued)		
Series 2016-DNA4, Class M3		
3.949% (1 Month LIBOR + 3.80%),		
due 3/25/29	$ 1,708,326	$ 1,771,380
Series 2016-HQA3, Class M3		
3.999% (1 Month LIBOR + 3.85%),		
due 3/25/29	4,820,000	4,988,739
Series 2016-HQA4, Class M3		
4.049% (1 Month LIBOR + 3.90%),		
due 4/25/29	721,030	745,707
Series 2016-HQA1, Class M3		
6.499% (1 Month LIBOR + 6.35%),		
due 9/25/28	1,731,945	1,822,891
Galton Funding Mortgage Trust		
Series 2018-2, Class A51		
4.50%, due 10/25/58 (a)(i)	1,570,000	1,646,200
GreenPoint Mortgage Funding Trust		
Series 2007-AR3, Class A1		
0.369% (1 Month LIBOR + 0.22%),		
due 6/25/37 (b)	584,271	556,432
Impac Secured Assets Corp.		
Series 2006-5, Class 2A		
0.349% (1 Month LIBOR + 0.20%),		
due 12/25/36 (b)	141,285	133,448
MASTR Alternative Loans Trust		
Series 2004-11, Class BI1		
6.092%, due 11/25/34 (h)	316,029	295,779
Sequoia Mortgage Trust (a)(i)		
Series 2017-1, Class A4		
3.50%, due 2/25/47	400,640	403,636
Series 2018-7, Class B3		
4.22%, due 9/25/48	1,446,057	1,456,806
WaMu Mortgage Pass-Through		
Certificates Trust		
Series 2006-AR9, Class 2A		
2.029% (11th District Cost of Funds		
Index + 1.50%), due 8/25/46 (b)	729,053	686,118
		33,218,715
Total Mortgage-Backed Securities		
(Cost $120,427,704)		125,208,318
Municipal Bonds 0.5%		
California 0.4%		
Regents of the University of California		
Medical Center Pooled, Revenue Bonds		
Series N		
3.006%, due 5/15/50	2,760,000	2,845,698

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

	Principal Amount	Value
Municipal Bonds (continued)		
New York 0.1%		
New York State Thruway Authority, Revenue Bonds Series M 2.90%, due 1/1/35	$ 645,000	$ 686,809
Total Municipal Bonds (Cost $3,405,000)		3,532,507
U.S. Government & Federal Agencies 2.9%		
United States Treasury Inflation—Indexed Notes 2.9% (j)		
0.125%, due 1/15/30	4,459,768	4,869,045
0.875%, due 1/15/29	12,345,974	14,227,770
Total U.S. Government & Federal Agencies (Cost $17,049,738)		19,096,815
Total Long-Term Bonds (Cost $601,502,877)		624,611,853

	Shares	
Common Stocks 0.0%‡		
Commercial Services & Supplies 0.0%‡		
Quad/Graphics, Inc.	14	32
Media 0.0%‡		
ION Media Networks, Inc. (f)(g)(k)(l)(m)	22	17,424
Tobacco 0.0% ‡		
Turning Point Brands, Inc.	6,802	254,871
Total Common Stocks (Cost $0)		272,327
Short-Term Investments 5.8%		
Affiliated Investment Company 4.6%		
MainStay U.S. Government Liquidity Fund, 0.02% (n)	30,618,826	30,618,826
Total Affiliated Investment Company (Cost $30,618,826)		30,618,826
Unaffiliated Investment Company 0.0%‡		
State Street Navigator Securities Lending Government Money Market Portfolio, 0.09% (n)(p)	106,750	106,750
Total Unaffiliated Investment Company (Cost $106,750)		106,750

	Principal Amount	Value
Short-Term Investments (continued)		
U.S. Governments 1.2%		
United States Treasury Bills 0.072%, due 11/19/20 (o)	$ 8,365,000	$ 8,364,680
Total U.S. Governments (Cost $8,364,680)		8,364,680
Total Short-Term Investments (Cost $39,090,256)		39,090,256
Total Investments, Before Investments Sold Short (Cost $640,593,133)	99.0%	663,974,436
Investments Sold Short (0.8%)		
Corporate Bonds Sold Short (0.8%)		
Mining (0.8%)		
FMG Resources (August 2006) Pty, Ltd. (a)	(5,000,000)	(5,349,425)
Total Investments Sold Short (Proceeds $5,218,925)		(5,349,425)
Total Investments, Net of Investments Sold Short (Cost $635,374,208)	98.2%	658,625,011
Other Assets, Less Liabilities	1.8	11,863,390
Net Assets	100.0%	$670,488,401

† Percentages indicated are based on Fund net assets.

‡ Less than one-tenth of a percent.

(a) 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.

(b) Floating rate—Rate shown was the rate in effect as of October 31, 2020.

(c) Fixed to floating rate—Rate shown was the rate in effect as of October 31, 2020.

(d) Securities are perpetual and, thus, do not have a predetermined maturity date. The date shown, if applicable, reflects the next call date.

(e) 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 $104,844. The Fund received cash collateral with a value of $106,750 (See Note 2(O)).

(f) 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 $17.424, which represented 0.0% of the Fund's net assets.

(g) Security in which significant unobservable inputs (Level 3) were used in determining fair value.

(h) Collateral strip rate—A bond whose interest was based on the weighted net interest rate of the collateral. The coupon rate adjusts periodically based on a predetermined schedule. Rate shown was the rate in effect as of October 31, 2020.

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

(i) Coupon rate may change based on changes of the underlying collateral or prepayments of principal. Rate shown was the rate in effect as of October 31, 2020.

(j) Treasury Inflation Protected Security—Pays a fixed rate of interest on a principal amount that is continuously adjusted for inflation based on the Consumer Price Index-Urban Consumers.

(k) Illiquid security—As of October 31, 2020, the total market value of the security deemed illiquid under procedures approved by the Board of Trustees was $17,424, which represented less than one-tenth of a percent of the Fund's net assets. (Unaudited)

(l) Non-income producing security.

(m) Restricted security. (See Note 5)

(n) Current yield as of October 31, 2020.

(o) Interest rate shown represents yield to maturity.

(p) Represents a security purchased with cash collateral received for securities on loan.

Foreign Currency Forward Contracts

As of October 31, 2020, the Fund held the following foreign currency forward contracts[1]:

Currency Purchased		Currency Sold		Counterparty	Settlement Date	Unrealized Appreciation (Depreciation)
USD	7,083,843	EUR	5,981,000	JPMorgan Chase Bank N.A.	2/1/21	$ 102,883
USD	643,386	GBP	494,000	JPMorgan Chase Bank N.A.	2/1/21	2,990
Total Unrealized Appreciation						105,873
EUR	6,016,000	USD	7,110,154	JPMorgan Chase Bank N.A.	11/2/20	(103,619)
GBP	8,015,000	USD	10,495,171	JPMorgan Chase Bank N.A.	11/2/20	(111,742)
USD	6,866,116	EUR	6,016,000	JPMorgan Chase Bank N.A.	11/2/20	(140,420)
USD	10,069,084	GBP	8,015,000	JPMorgan Chase Bank N.A.	11/2/20	(314,345)
Total Unrealized Depreciation						(670,126)
Net Unrealized Depreciation						$(564,253)

1. Foreign Currency Forward Contracts are subject to limitations such that they cannot be "sold or repurchased," although the Fund would be able to exit the transaction through other means, such as through the execution of an offsetting transaction.

Futures Contracts

As of October 31, 2020, the Fund held the following futures contracts[1]:

Type	Number of Contracts	Expiration Date	Value at Trade Date	Current Notional Amount	Unrealized Appreciation (Depreciation)[2]
Long Contracts					
2-Year United States Treasury Note	58	December 2020	$ 12,813,142	$ 12,808,938	$ (4,204)
Total Long Contracts					(4,204)
Short Contracts					
10-Year United States Treasury Note	(191)	December 2020	(26,594,929)	(26,399,781)	195,148
10-Year United States Treasury Ultra Note	(326)	December 2020	(52,095,820)	(51,273,688)	822,132
United States Treasury Long Bond	(70)	December 2020	(12,393,128)	(12,072,813)	320,315
United States Treasury Ultra Bond	(131)	December 2020	(29,290,610)	(28,165,000)	1,125,610
Total Short Contracts					2,463,205
Net Unrealized Appreciation					$2,459,001

1. As of October 31, 2020, cash in the amount of $3,011,817 was on deposit with a broker or futures commission merchant for futures transactions.
2. Represents the difference between the value of the contracts at the time they were opened and the value as of October 31, 2020.

Swap Contracts

As of October 31, 2020, the Fund held the following centrally cleared interest rate swap agreements[1]:

Notional Amount	Currency	Expiration Date	Payments made by Fund	Payments Received by Fund	Payment Frequency Paid/ Received	Upfront Premiums Received/ (Paid)	Value	Unrealized Appreciation/ (Depreciation)
$40,000,000	USD	3/16/2023	Fixed 2.793%	3-Month USD-LIBOR	Quarterly	$ —	$(2,415,637)	$(2,415,637)
41,000,000	USD	3/29/2023	Fixed 2.762%	3-Month USD-LIBOR	Quarterly	—	(2,482,230)	(2,482,230)
						$ —	$(4,897,867)	$(4,897,867)

1. As of October 31, 2020, cash in the amount of $971,872 was on deposit with a broker for centrally cleared swap agreements.

The following abbreviations are used in the preceding pages:

DB—Deutsche Bank

EUR—Euro

GBP—British Pound Sterling

LIBOR—London Interbank Offered Rate

REMIC—Real Estate Mortgage Investment Conduit

USD—United States Dollar

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 and liabilities:

Description	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Total
Asset Valuation Inputs				
Investments in Securities (a)				
Long-Term Bonds				
Asset-Backed Securities	$ —	$ 47,320,992	$ —	$ 47,320,992
Convertible Bonds	—	6,888,383	—	6,888,383
Corporate Bonds	—	377,432,666	—	377,432,666
Foreign Bonds	—	608,489	—	608,489
Foreign Government Bonds	—	10,677,816	—	10,677,816
Loan Assignments	—	33,845,867	—	33,845,867
Mortgage-Backed Securities	—	125,208,318	—	125,208,318
Municipal Bonds	—	3,532,507	—	3,532,507
U.S. Government & Federal Agencies	—	19,096,815	—	19,096,815
Total Long-Term Bonds	—	624,611,853	—	624,611,853
Common Stocks (b)	254,903	—	17,424	272,327
Short-Term Investments				
Affiliated Investment Company	30,618,826	—	—	30,618,826
Unaffiliated Investment Company	106,750	—	—	106,750
U.S. Governments	—	8,364,680	—	8,364,680
Total Short-Term Investments	30,725,576	8,364,680	—	39,090,256
Total Investments in Securities	30,980,479	632,976,533	17,424	663,974,436
Other Financial Instruments				
Foreign Currency Forward Contracts (c)	—	105,873	—	105,873
Futures Contracts (c)	2,463,205	—	—	2,463,205
Total Other Financial Instruments	2,463,205	105,873	—	2,569,078
Total Investments in Securities and Other Financial Instruments	$33,443,684	$633,082,406	$17,424	$666,543,514

Description	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Total
Liability Valuation Inputs				
Long-Term Bonds Sold Short				
Corporate Bonds Sold Short	$ —	$ (5,349,425)	$ —	$ (5,349,425)
Total Long-Term Bonds Sold Short	—	(5,349,425)	—	(5,349,425)
Other Financial Instruments				
Foreign Currency Forward Contracts (c)	—	(670,126)	—	(670,126)
Futures Contracts (c)	(4,204)	—	—	(4,204)
Interest Rate Swap Contracts (c)	—	(4,897,867)	—	(4,897,867)
Total Other Financial Instruments	(4,204)	(5,567,993)	—	(5,572,197)
Total Investments in Securities Sold Short and Other Financial Instruments	$ (4,204)	$ (10,917,418)	$ —	$ (10,921,622)

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

(b) The Level 3 security valued at $17,424 is held in Media within the Common Stocks section of the Portfolio of Investments.

(c) The value listed for these securities reflects unrealized appreciation (depreciation) as shown on the Portfolio of Investments.

Statement of Assets and Liabilities as of October 31, 2020

Assets

Investment in unaffiliated securities before investments sold short, at value (identified cost $609,974,307) including securities on loan of $104,844	$ 633,355,610
Investment in affiliated investment company, at value (identified cost $30,618,826)	30,618,826
Cash collateral on deposit at broker for futures contracts	3,011,817
Cash collateral on deposit at broker for swap contracts	971,872
Cash denominated in foreign currencies (identified cost $108,910)	111,276
Cash	8,793
Receivables:	
Investment securities sold	5,871,834
Dividends and interest	5,262,162
Fund shares sold	1,133,716
Variation margin on futures contracts	311,789
Securities lending	509
Unrealized appreciation on foreign currency forward contracts	105,873
Other assets	46,080
Total assets	680,810,157

Liabilities

Investments sold short (proceeds $5,218,925)	5,349,425
Cash collateral received for securities on loan	106,750
Payables:	
Fund shares redeemed	1,713,231
Investment securities purchased	1,475,550
Manager (See Note 3)	343,903
Transfer agent (See Note 3)	172,035
Interest on investments sold short	118,160
NYLIFE Distributors (See Note 3)	101,705
Shareholder communication	60,562
Professional fees	31,672
Broker fees and charges on short sales	16,166
Custodian	7,722
Variation margin on centrally cleared swap contracts	2,157
Trustees	921
Accrued expenses	5,042
Unrealized depreciation on foreign currency forward contracts	670,126
Dividend payable	146,629
Total liabilities	10,321,756
Net assets	$ 670,488,401

Composition of Net Assets

Shares of beneficial interest outstanding (par value of $.01 per share) unlimited number of shares authorized	$ 761,535
Additional paid-in capital	859,678,967
	860,440,502
Total distributable earnings (loss)	(189,952,101)
Net assets	$ 670,488,401

Class A	
Net assets applicable to outstanding shares	$ 175,682,454
Shares of beneficial interest outstanding	19,958,098
Net asset value per share outstanding	$ 8.80
Maximum sales charge (4.50% of offering price)	0.41
Maximum offering price per share outstanding	$ 9.21
Investor Class	
Net assets applicable to outstanding shares	$ 18,138,528
Shares of beneficial interest outstanding	2,042,991
Net asset value per share outstanding	$ 8.88
Maximum sales charge (4.00% of offering price)	0.37
Maximum offering price per share outstanding	$ 9.25
Class B	
Net assets applicable to outstanding shares	$ 4,871,739
Shares of beneficial interest outstanding	556,378
Net asset value and offering price per share outstanding	$ 8.76
Class C	
Net assets applicable to outstanding shares	$ 65,157,712
Shares of beneficial interest outstanding	7,446,861
Net asset value and offering price per share outstanding	$ 8.75
Class I	
Net assets applicable to outstanding shares	$ 404,963,784
Shares of beneficial interest outstanding	45,959,240
Net asset value and offering price per share outstanding	$ 8.81
Class R2	
Net assets applicable to outstanding shares	$ 933,771
Shares of beneficial interest outstanding	106,043
Net asset value and offering price per share outstanding	$ 8.81
Class R3	
Net assets applicable to outstanding shares	$ 275,504
Shares of beneficial interest outstanding	31,290
Net asset value and offering price per share outstanding	$ 8.80
Class R6	
Net assets applicable to outstanding shares	$ 464,909
Shares of beneficial interest outstanding	52,588
Net asset value and offering price per share outstanding	$ 8.84

Statement of Operations for the year ended October 31, 2020

Investment Income (Loss)

Income	
Interest	$ 29,490,841
Dividends-affiliated	205,564
Securities lending	26,105
Dividends-unaffiliated	1,331
Other	1,992
Total income	29,725,833
Expenses	
Manager (See Note 3)	4,692,436
Distribution/Service—Class A (See Note 3)	449,439
Distribution/Service—Investor Class (See Note 3)	46,632
Distribution/Service—Class B (See Note 3)	65,502
Distribution/Service—Class C (See Note 3)	775,389
Distribution/Service—Class R2 (See Note 3)	15,711
Distribution/Service—Class R3 (See Note 3)	1,204
Transfer agent (See Note 3)	1,315,174
Dividends and interest on investments sold short	653,253
Broker fees and charges on short sales	250,204
Registration	162,561
Professional fees	133,066
Shareholder communication	89,858
Custodian	71,819
Trustees	18,517
Shareholder service (See Note 3)	6,525
Miscellaneous	33,846
Total expenses	8,781,136
Net investment income (loss)	20,944,697

Realized and Unrealized Gain (Loss)

Net realized gain (loss) on:	
Unaffiliated investment transactions	16,011,503
Investments sold short	(1,482,755)
Futures transactions	(17,343,363)
Swap transactions	(1,257,335)
Foreign currency forward transactions	23,279
Foreign currency transactions	(84,670)
Net realized gain (loss)	(4,133,341)
Net change in unrealized appreciation (depreciation) on:	
Unaffiliated investments	(717,904)
Investments sold short	809,814
Futures contracts	644,345
Swap contracts	(1,508,350)
Foreign currency forward contracts	(261,166)
Translation of other assets and liabilities in foreign currencies	(36,818)
Net change in unrealized appreciation (depreciation)	(1,070,079)
Net realized and unrealized gain (loss)	(5,203,420)
Net increase (decrease) in net assets resulting from operations	$ 15,741,277

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

Statements of Changes in Net Assets

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

	2020	2019
Increase (Decrease) in Net Assets		
Operations:		
Net investment income (loss)	$ 20,944,697	$ 28,754,267
Net realized gain (loss)	(4,133,341)	(28,186,885)
Net change in unrealized appreciation (depreciation)	(1,070,079)	39,981,208
Net increase (decrease) in net assets resulting from operations	15,741,277	40,548,590
Distributions to shareholders:		
Class A	(4,402,631)	(5,918,444)
Investor Class	(440,469)	(567,935)
Class B	(108,106)	(194,065)
Class C	(1,281,225)	(2,298,974)
Class I	(13,052,942)	(20,315,490)
Class R2	(143,506)	(190,167)
Class R3	(5,136)	(4,980)
Class R6	(197,722)	(1,364,064)
	(19,631,737)	(30,854,119)
Distributions to shareholders from return of capital		
Class A	(131,689)	—
Investor Class	(13,175)	—
Class B	(3,234)	—
Class C	(38,323)	—
Class I	(390,433)	—
Class R2	(4,292)	—
Class R3	(154)	—
Class R6	(5,914)	—
	(587,214)	—
Total distributions to shareholders	(20,218,951)	(30,854,119)
Capital share transactions:		
Net proceeds from sale of shares	207,685,790	243,248,062
Net asset value of shares issued to shareholders in reinvestment of distributions	18,303,153	28,366,577
Cost of shares redeemed	(503,088,197)	(486,086,847)
Increase (decrease) in net assets derived from capital share transactions	(277,099,254)	(214,472,208)
Net increase (decrease) in net assets	(281,576,928)	(204,777,737)
Net Assets		
Beginning of year	952,065,329	1,156,843,066
End of year	$ 670,488,401	$ 952,065,329

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

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	$ 8.74	$ 8.65	$ 8.90	$ 8.81	$ 8.72
Net investment income (loss) (a)	0.22	0.23	0.24	0.25	0.35
Net realized and unrealized gain (loss) on investments	0.06	0.11	(0.23)	0.15	0.08
Net realized and unrealized gain (loss) on foreign currency transactions	0.00 ‡	0.00 ‡	0.01	(0.00)‡	(0.02)
Total from investment operations	0.28	0.34	0.02	0.40	0.41
Less distributions:					
From net investment income	(0.21)	(0.25)	(0.27)	(0.31)	(0.32)
Return of capital	(0.01)	—	(0.00)‡	(0.00)‡	—
Total distributions	(0.22)	(0.25)	(0.27)	(0.31)	(0.32)
Net asset value at end of year	$ 8.80	$ 8.74	$ 8.65	$ 8.90	$ 8.81
Total investment return (b)	3.27%	3.99%	0.25%	4.65%	4.94%
Ratios (to average net assets)/Supplemental Data:					
Net investment income (loss)	2.60%	2.66%	2.69%	2.79%	4.04%
Net expenses (c)(d)	1.18%	1.27%	1.25%	1.13%	1.16%
Portfolio turnover rate	56%(e)	50%(e)	22%	41%	15%
Net assets at end of year (in 000's)	$ 175,682	$ 197,686	$ 220,618	$ 302,192	$ 412,834

‡ Less than one cent per share.
(a) Per share data based on average shares outstanding during the year.
(b) 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.
(c) 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.
(d) The expense ratios presented below show the impact of short sales expense:

Year Ended	Net Expenses (excluding short sale expenses)	Short Sale Expenses
October 31, 2020	1.07%	0.11%
October 31, 2019	1.07%	0.20%
October 31, 2018	1.03%	0.22%
October 31, 2017	1.01%	0.12%
October 31, 2016	1.00%	0.16%

(e) The portfolio turnover rate not including mortgage dollar rolls was 53% and 44% for the years ended October 31, 2020 and 2019, respectively.

Financial Highlights selected per share data and ratios

	Year ended October 31,				
Investor Class	**2020**	**2019**	**2018**	**2017**	**2016**
Net asset value at beginning of year	$ 8.81	$ 8.72	$ 8.97	$ 8.88	$ 8.78
Net investment income (loss) (a)	0.22	0.23	0.24	0.24	0.35
Net realized and unrealized gain (loss) on investments	0.06	0.11	(0.23)	0.16	0.10
Net realized and unrealized gain (loss) on foreign currency transactions	0.00 ‡	0.00 ‡	0.01	(0.00)‡	(0.03)
Total from investment operations	0.28	0.34	0.02	0.40	0.42
Less distributions:					
From net investment income	(0.20)	(0.25)	(0.27)	(0.31)	(0.32)
Return of capital	(0.01)	—	(0.00)‡	(0.00)‡	—
Total distributions	(0.21)	(0.25)	(0.27)	(0.31)	(0.32)
Net asset value at end of year	$ 8.88	$ 8.81	$ 8.72	$ 8.97	$ 8.88
Total investment return (b)	3.29%	3.93%	0.23%	4.59%	5.00%
Ratios (to average net assets)/Supplemental Data:					
Net investment income (loss)	2.54%	2.63%	2.68%	2.74%	4.01%
Net expenses (c)(d)	1.24%	1.29%	1.27%	1.15%	1.18%
Portfolio turnover rate	56%(e)	50%(e)	22%	41%	15%
Net assets at end of year (in 000's)	$ 18,139	$ 19,748	$ 20,451	$ 22,033	$ 31,851

‡ Less than one cent per share.
(a) Per share data based on average shares outstanding during the year.
(b) 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.
(c) 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.
(d) The expense ratios presented below show the impact of short sales expense:

Year Ended	Net Expenses (excluding short sale expenses)	Short Sale Expenses
October 31, 2020	1.13%	0.11%
October 31, 2019	1.09%	0.20%
October 31, 2018	1.05%	0.22%
October 31, 2017	1.03%	0.12%
October 31, 2016	1.02%	0.16%

(e) The portfolio turnover rate not including mortgage dollar rolls was 53% and 44% for the years ended October 31, 2020 and 2019, respectively.

Financial Highlights selected per share data and ratios

Class B	2020	2019	2018	2017	2016
	Year ended October 31,				
Net asset value at beginning of year	$ 8.70	$ 8.61	$ 8.86	$ 8.77	$ 8.68
Net investment income (loss) (a)	0.15	0.16	0.17	0.18	0.28
Net realized and unrealized gain (loss) on investments	0.06	0.11	(0.23)	0.15	0.10
Net realized and unrealized gain (loss) on foreign currency transactions	0.00 ‡	0.00 ‡	0.01	(0.00)‡	(0.03)
Total from investment operations	0.21	0.27	(0.05)	0.33	0.35
Less distributions:					
From net investment income	(0.15)	(0.18)	(0.20)	(0.24)	(0.26)
Return of capital	(0.00)‡	—	(0.00)‡	(0.00)‡	—
Total distributions	(0.15)	(0.18)	(0.20)	(0.24)	(0.26)
Net asset value at end of year	$ 8.76	$ 8.70	$ 8.61	$ 8.86	$ 8.77
Total investment return (b)	2.44%	3.20%	(0.52%)	3.86%	4.16%
Ratios (to average net assets)/Supplemental Data:					
Net investment income (loss)	1.77%	1.90%	1.92%	2.00%	3.26%
Net expenses (c)(d)	2.00%	2.04%	2.02%	1.90%	1.93%
Portfolio turnover rate	56%(e)	50%(e)	22%	41%	15%
Net assets at end of year (in 000's)	$ 4,872	$ 7,970	$ 11,015	$ 15,223	$ 18,313

‡ Less than one cent per share.
(a) Per share data based on average shares outstanding during the year.
(b) 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.
(c) 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.
(d) The expense ratios presented below show the impact of short sales expense:

Year Ended	Net Expenses (excluding short sale expenses)	Short Sale Expenses
October 31, 2020	1.89%	0.11%
October 31, 2019	1.84%	0.20%
October 31, 2018	1.80%	0.22%
October 31, 2017	1.78%	0.12%
October 31, 2016	1.77%	0.16%

(e) The portfolio turnover rate not including mortgage dollar rolls was 53% and 44% for the years ended October 31, 2020 and 2019, respectively.

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	$ 8.69	$ 8.60	$ 8.85	$ 8.76	$ 8.67
Net investment income (loss) (a)	0.15	0.16	0.17	0.18	0.28
Net realized and unrealized gain (loss) on investments	0.06	0.11	(0.23)	0.15	0.10
Net realized and unrealized gain (loss) on foreign currency transactions	0.00 ‡	0.00 ‡	0.01	(0.00)‡	(0.03)
Total from investment operations	0.21	0.27	(0.05)	0.33	0.35
Less distributions:					
From net investment income	(0.15)	(0.18)	(0.20)	(0.24)	(0.26)
Return of capital	(0.00)‡	—	(0.00)‡	(0.00)‡	—
Total distributions	(0.15)	(0.18)	(0.20)	(0.24)	(0.26)
Net asset value at end of year	$ 8.75	$ 8.69	$ 8.60	$ 8.85	$ 8.76
Total investment return (b)	2.45%	3.21%	(0.52%)	3.86%	4.16%
Ratios (to average net assets)/Supplemental Data:					
Net investment income (loss)	1.78%	1.90%	1.92%	2.00%	3.27%
Net expenses (c)(d)	2.00%	2.04%	2.02%	1.90%	1.93%
Portfolio turnover rate	56%(e)	50%(e)	22%	41%	15%
Net assets at end of year (in 000's)	$ 65,158	$ 91,598	$ 128,279	$ 167,595	$ 220,513

‡ Less than one cent per share.
(a) Per share data based on average shares outstanding during the year.
(b) 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.
(c) 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.
(d) The expense ratios presented below show the impact of short sales expense:

Year Ended	Net Expenses (excluding short sale expenses)	Short Sale Expenses
October 31, 2020	1.89%	0.11%
October 31, 2019	1.84%	0.20%
October 31, 2018	1.80%	0.22%
October 31, 2017	1.78%	0.12%
October 31, 2016	1.77%	0.16%

(e) The portfolio turnover rate not including mortgage dollar rolls was 53% and 44% for the years ended October 31, 2020 and 2019, respectively.

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

Financial Highlights selected per share data and ratios

Class I	2020	2019	2018	2017	2016
	Year ended October 31,				
Net asset value at beginning of year	$ 8.75	$ 8.66	$ 8.91	$ 8.82	$ 8.72
Net investment income (loss) (a)	0.24	0.25	0.26	0.26	0.37
Net realized and unrealized gain (loss) on investments	0.06	0.11	(0.23)	0.16	0.11
Net realized and unrealized gain (loss) on foreign currency transactions	0.00 ‡	0.00 ‡	0.01	(0.00)‡	(0.03)
Total from investment operations	0.30	0.36	0.04	0.42	0.45
Less distributions:					
From net investment income	(0.23)	(0.27)	(0.29)	(0.33)	(0.35)
Return of capital	(0.01)	—	(0.00)‡	(0.00)‡	—
Total distributions	(0.24)	(0.27)	(0.29)	(0.33)	(0.35)
Net asset value at end of year	$ 8.81	$ 8.75	$ 8.66	$ 8.91	$ 8.82
Total investment return (b)	3.53%	4.24%	0.51%	4.90%	5.32%
Ratios (to average net assets)/Supplemental Data:					
Net investment income (loss)	2.83%	2.91%	2.94%	2.99%	4.30%
Net expenses (c)(d)	0.94%	1.02%	1.00%	0.88%	0.91%
Portfolio turnover rate	56%(e)	50%(e)	22%	41%	15%
Net assets at end of year (in 000's)	$ 404,964	$ 604,981	$ 717,129	$ 837,363	$ 735,359

‡ Less than one cent per share.
(a) Per share data based on average shares outstanding during the year.
(b) 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.
(c) 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.
(d) The expense ratios presented below show the impact of short sales expense:

Year Ended	Net Expenses (excluding short sale expenses)	Short Sale Expenses
October 31, 2020	0.83%	0.11%
October 31, 2019	0.82%	0.20%
October 31, 2018	0.78%	0.22%
October 31, 2017	0.76%	0.12%
October 31, 2016	0.75%	0.16%

(e) The portfolio turnover rate not including mortgage dollar rolls was 53% and 44% for the years ended October 31, 2020 and 2019, respectively.

Financial Highlights selected per share data and ratios

Class R2	2020	2019	2018	2017	2016
	Year ended October 31,				
Net asset value at beginning of year	$ 8.74	$ 8.65	$ 8.90	$ 8.81	$ 8.72
Net investment income (loss) (a)	0.21	0.22	0.23	0.23	0.34
Net realized and unrealized gain (loss) on investments	0.07	0.11	(0.23)	0.16	0.10
Net realized and unrealized gain (loss) on foreign currency transactions	0.00 ‡	0.00 ‡	0.01	(0.00)‡	(0.03)
Total from investment operations	0.28	0.33	0.01	0.39	0.41
Less distributions:					
From net investment income	(0.20)	(0.24)	(0.26)	(0.30)	(0.32)
Return of capital	(0.01)	—	(0.00)‡	(0.00)‡	—
Total distributions	(0.21)	(0.24)	(0.26)	(0.30)	(0.32)
Net asset value at end of year	$ 8.81	$ 8.74	$ 8.65	$ 8.90	$ 8.81
Total investment return (b)	3.27%	3.89%	0.16%	4.54%	4.84%
Ratios (to average net assets)/Supplemental Data:					
Net investment income (loss)	2.49%	2.54%	2.67%	2.63%	3.97%
Net expenses (c)(d)	1.29%	1.37%	1.34%	1.23%	1.28%
Portfolio turnover rate	56%(e)	50%(e)	22%	41%	15%
Net assets at end of year (in 000's)	$ 934	$ 7,232	$ 6,657	$ 773	$ 662

‡ Less than one cent per share.
(a) Per share data based on average shares outstanding during the period.
(b) 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.
(c) 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.
(d) The expense ratios presented below show the impact of short sales expense:

Year Ended	Net Expenses (excluding short sale expenses)	Short Sale Expenses
October 31, 2020	1.18%	0.11%
October 31, 2019	1.17%	0.20%
October 31, 2018	1.14%	0.20%
October 31, 2017	1.11%	0.12%
October 31, 2016	1.12%	0.16%

(e) The portfolio turnover rate not including mortgage dollar rolls was 53% and 44% for the years ended October 31, 2020 and 2019, respectively.

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

Financial Highlights selected per share data and ratios

Class R3	Year ended October 31, 2020	2019	2018	2017	February 29, 2016^ through October 31, 2016
Net asset value at beginning of period	$ 8.74	$ 8.65	$ 8.90	$ 8.81	$ 8.20
Net investment income (loss) (a)	0.20	0.20	0.21	0.21	0.21
Net realized and unrealized gain (loss) on investments	0.05	0.11	(0.23)	0.16	0.86
Net realized and unrealized gain (loss) on foreign currency transactions	0.00 ‡	0.00 ‡	0.01	(0.00)‡	(0.27)
Total from investment operations	0.25	0.31	(0.01)	0.37	0.80
Less distributions:					
From net investment income	(0.18)	(0.22)	(0.24)	(0.28)	(0.19)
Return of capital	(0.01)	—	(0.00)‡	(0.00)‡	—
Total distributions	(0.19)	(0.22)	(0.24)	(0.28)	(0.19)
Net asset value at end of period	$ 8.80	$ 8.74	$ 8.65	$ 8.90	$ 8.81
Total investment return (b)	2.90%	3.63%	(0.09%)	4.28%	9.77%
Ratios (to average net assets)/Supplemental Data:					
Net investment income (loss)	2.27%	2.29%	2.36%	2.34%	3.32%††
Net expenses (c)(d)	1.52%	1.62%	1.60%	1.48%	1.50%††
Portfolio turnover rate	56%(e)	50%(e)	22%	41%	15%
Net assets at end of period (in 000's)	$ 276	$ 218	$ 190	$ 114	$ 32

^ Inception date.
‡ Less than one cent per share.
†† Annualized.
(a) Per share data based on average shares outstanding during the period.
(b) 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.
(c) 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.
(d) The expense ratios presented below show the impact of short sales expense:

Year Ended	Net Expenses (excluding short sale expenses)	Short Sale Expenses
October 31, 2020	1.41%	0.11%
October 31, 2019	1.42%	0.20%
October 31, 2018	1.38%	0.22%
October 31, 2017	1.36%	0.12%
October 31, 2016††	1.34%	0.16%

(e) The portfolio turnover rate not including mortgage dollar rolls was 53% and 44% for the years ended October 31, 2020 and 2019, respectively.

Financial Highlights selected per share data and ratios

Class R6	Year ended October 31, 2020	Year ended October 31, 2019	February 28, 2018^ through October 31, 2018
Net asset value at beginning of period	$ 8.75	$ 8.66	$ 8.83
Net investment income (loss) (a)	0.25	0.27	0.19
Net realized and unrealized gain (loss) on investments	0.08	0.11	(0.15)
Net realized and unrealized gain (loss) on foreign currency transactions	0.01	0.00 ‡	0.01
Total from investment operations	0.34	0.38	0.05
Less distributions:			
From net investment income	(0.24)	(0.29)	(0.22)
Return of capital	(0.01)	—	(0.00)‡
Total distributions	(0.25)	(0.29)	(0.22)
Net asset value at end of period	$ 8.84	$ 8.75	$ 8.66
Total investment return (b)	4.04%	4.43%	0.54%
Ratios (to average net assets)/Supplemental Data:			
Net investment income (loss)	2.88%	3.13%	3.18%††
Net expenses (c)(d)	0.82%	0.84%	0.85%††
Portfolio turnover rate	56%(e)	50%(e)	22%
Net assets at end of period (in 000's)	$ 465	$ 22,632	$ 52,504

^ Inception date.
‡ Less than one cent per share.
†† Annualized.
(a) Per share data based on average shares outstanding during the period.
(b) Total investment return is calculated exclusive of sales charges and assumes the reinvestment of distributions. Class R6 shares are not subject to sales charges. For periods of less than one year, total return is not annualized.
(c) 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.
(d) The expense ratios presented below show the impact of short sales expense:

Year Ended	Net Expenses (excluding short sale expenses)	Short Sale Expenses
October 31, 2020	0.66%	0.16%
October 31, 2019	0.64%	0.20%
October 31, 2018††	0.62%	0.23%

(e) The portfolio turnover rate not including mortgage dollar rolls was 53% and 44% for the years ended October 31, 2020 and 2019, respectively.

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

Notes to Financial Statements

Note 1–Organization and Business

The MainStay Funds (the ''Trust'') was organized on January 9, 1986, as a Massachusetts business trust. 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 twelve funds (collectively referred to as the "Funds"). These financial statements and notes relate to the MainStay MacKay Unconstrained Bond 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 nine classes of shares registered for sale. Class A and Class B shares commenced operations on February 28, 1997. Class C shares commenced operations on September 1, 1998. Class I shares commenced operations on January 2, 2004. Investor Class shares commenced operations on February 28, 2008. Class R2 shares commenced operations on February 28, 2014. Class R3 shares commenced operations on February 29, 2016. Class R6 shares were registered for sale effective February 28, 2017. Class R6 shares commenced operations on February 28, 2018. SIMPLE Class shares were registered for sale effective as of August 31, 2020. As of October 31, 2020, SIMPLE Class shares were not yet offered for sale.

Class B shares of the MainStay Group of Funds are closed to all new purchases as well as additional investments by existing Class B shareholders. Existing Class B shareholders may continue to reinvest dividends and capital gains distributions, as well as exchange their Class B shares for Class B shares of other funds in the MainStay Group of Funds as permitted by the current exchange privileges. Class B shareholders continue to be subject to any applicable contingent deferred sales charge ("CDSC") at the time of redemption. All other features of the Class B shares, including but not limited to the fees and expenses applicable to Class B shares, remain unchanged. Unless redeemed, Class B shareholders will remain in Class B shares of their respective fund until the Class B shares are converted to Class A or Investor Class shares pursuant to the applicable conversion schedule.

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 $1 million or more (and certain other qualified purchases) in Class A and Investor Class shares. However, a CDSC of 1.00% may be imposed on certain redemptions made 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, although a 1.00% CDSC may be imposed on certain redemptions of such shares made within one year of the date of purchase of Class C shares. When Class B shares were offered, they were offered at NAV without an initial sales charge, although a CDSC that declines depending on the number of years a shareholder held its Class B shares may be imposed on certain redemptions of such shares made within six years of the date of purchase of such shares. Class I, Class R2, Class R3 and Class R6 shares are offered at NAV without a sales charge. SIMPLE Class shares are currently expected to be offered at NAV without a sales charge. Depending upon eligibility, Class B shares convert to either Class A or Investor Class shares at the end of the calendar quarter eight years after the date they were purchased. 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 distribution plans pursuant to Rule 12b-1 under the 1940 Act, Class B and Class C shares are subject to higher distribution and/or service fees than Class A, Investor Class, Class R2 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. This is in addition to any fees paid under a distribution plan, where applicable.

The Fund's investment objective is to seek total return by investing primarily in domestic and foreign debt securities.

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 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.

Futures contracts are valued at the last posted settlement price on the market where such futures are primarily traded. 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.

Certain securities held by the Fund may principally trade in foreign markets. Events may occur between the time the foreign markets close and the time at which the Fund's NAVs are calculated. These events may include, but are not limited to, situations relating to a single issuer in a market sector, significant fluctuations in U.S. or foreign markets, natural disasters, armed conflicts, governmental actions or other developments not tied directly to the securities markets. Should the Manager or the Subadvisor conclude that such events may have affected the accuracy of the last price of such securities reported on the local foreign market, the Subcommittee may, pursuant to procedures adopted by the Board, adjust the value of the local price to reflect the estimated impact on the price of such securities as a result of such events. In this instance, securities are generally categorized as Level 3 in the hierarchy. Additionally, certain foreign equity securities are also fair valued whenever the movement of a particular index exceeds certain thresholds. In such cases, the securities are fair valued by applying factors provided by a third-party vendor in accordance with valuation procedures adopted by the Board and are generally categorized as Level 2 in the hierarchy. No foreign equity securities held by the Fund as of October 31, 2020, were fair valued in such a manner.

Foreign currency forward contracts are valued at their fair market values measured on the basis of the mean between the last current bid and ask prices based on dealer or exchange quotations and are generally categorized as Level 2 in the hierarchy.

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. Securities that were fair valued in such a manner as of October 31, 2020, are shown in the Portfolio of Investments.

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.

Swaps are marked to market daily based upon quotations from pricing agents, brokers or market makers. These securities 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.

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) Foreign Taxes. The Fund may be subject to foreign taxes on income and other transaction-based taxes imposed by certain countries in which it invests. A portion of the taxes on gains on investments or currency purchases/repatriation may be reclaimable. The Fund will accrue such taxes and reclaims as applicable, based upon its current interpretation of tax rules and regulations that exist in the markets in which it invests.

The Fund may be subject to taxation on realized capital gains, repatriation proceeds and other transaction-based taxes imposed by certain countries in which it invests. The Fund will accrue such taxes as applicable based upon its current interpretation of tax rules and regulations that exist in the market in which it invests. Capital gains taxes relating to positions still held are reflected as a liability in the Statement of Assets and Liabilities, as well as an adjustment to the Fund's net unrealized appreciation (depreciation). Taxes related to capital gains realized, if any, are reflected as part of net realized gain (loss) in the Statement of Operations. Changes in tax liabilities related to capital gains taxes on unrealized investment gains, if any, are reflected as part of the change in net unrealized appreciation (depreciation) on investments in the Statement of Operations. Transaction-based charges are generally assessed as a percentage of the transaction amount.

(D) 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.

(E) 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 and includes any realized gains and losses from repayments of principal on mortgage-backed securities. 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.

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.

(F) 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.

(G) 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.

(H) Repurchase Agreements. The Fund may enter into repurchase agreements (i.e., buy a security from another party with the agreement that it will be sold back in the future) to earn income. The Fund may enter into repurchase agreements only with counterparties, usually financial institutions, that are deemed by the Manager or the Subadvisor to be creditworthy, pursuant to guidelines established by the Board. During the term of any repurchase agreement, the Manager or the Subadvisor will continue to monitor the creditworthiness of the counterparty. Under the 1940 Act, repurchase agreements are considered to be collateralized loans by the Fund to the counterparty secured by the securities transferred to the Fund.

Repurchase agreements are subject to counterparty risk, meaning the Fund could lose money by the counterparty's failure to perform under the terms of the agreement. The Fund mitigates this risk by ensuring the repurchase agreement is collateralized by cash, U.S. government securities, fixed income securities and/or other securities. The collateral is held by the Fund's custodian and valued daily on a mark to market basis to determine if the value, including accrued interest, exceeds the repurchase price. In the event of the counterparty's default on the obligation to repurchase, the Fund has the right to liquidate the collateral and apply the proceeds in satisfaction of the obligation. Under certain circumstances, such as in the event of default or bankruptcy by the counterparty, realization and/or retention of the collateral may be limited or subject to delay, to legal proceedings and possible realized loss to the Fund. As of October 31, 2020, the Fund did not hold any repurchase agreements.

(I) Futures Contracts. A futures contract is an agreement to purchase or sell a specified quantity of an underlying instrument at a specified future date and price, or to make or receive a cash payment based on the value of a financial instrument (e.g., foreign currency, interest rate, security or securities index). The Fund is subject to risks such as market price risk and/or interest rate risk in the normal course of investing in these contracts. Upon entering into a futures contract, the Fund is required to pledge to the broker or futures commission merchant an amount of cash and/or U.S. government securities equal to a certain percentage of the collateral amount, known as the "initial margin." During the period the futures contract is open, changes in the value of the contract are recognized as unrealized appreciation or depreciation by marking to market such contract on a daily basis to reflect the market value of the contract at the end of each day's trading. The Fund agrees to receive from or pay to the broker or futures commission merchant an amount of cash equal to the daily fluctuation in the value of the contract. Such receipts or payments are known as "variation margin." When the futures contract is closed, the Fund records a realized gain or loss equal to the difference between the proceeds from (or cost of) the closing transaction and the Fund's basis in the contract.

The use of futures contracts involves, to varying degrees, elements of market risk in excess of the amount recognized in the Statement of Assets and Liabilities. The contract or notional amounts and variation margin reflect the extent of the Fund's involvement in open futures positions. There are several risks associated with the use of futures contracts as hedging techniques. There can be no assurance that a liquid market will exist at the time when the Fund seeks to close out a futures contract. If no liquid market exists, the Fund would remain obligated to meet margin requirements until the position is closed. Futures contracts may involve a small initial investment relative to the risk assumed, which could result in losses greater than if the Fund did not invest in futures contracts. Futures contracts may be more volatile than direct investments in the instrument underlying the futures and may not correlate to the underlying instrument, causing a given hedge not to achieve its objectives. The Fund's activities in futures contracts have minimal counterparty risk as they are conducted through regulated exchanges that guarantee the futures against default by the counterparty. In the event of a bankruptcy or insolvency of a futures commission merchant that holds margin on behalf of the Fund, the Fund may not be entitled to the return of the entire margin owed to the Fund, potentially resulting in a loss. The Fund may invest in futures contracts to help manage the duration and yield curve of the portfolio while minimizing the exposure to wider bid/ask spreads in traditional bonds. The Fund's investment in futures contracts and other derivatives may increase the volatility of the Fund's NAVs and may result in a loss to the Fund. Open futures contracts held as of October 31, 2020, are shown in the Portfolio of Investments.

(J) 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.

(K) Swap Contracts. The Fund may enter into credit default, interest rate, equity, index and currency exchange rate swap contracts ("swaps"). In a typical swap transaction, two parties agree to exchange the future returns (or differentials in rates of future returns) earned or realized at periodic intervals on a particular investment or instrument based on a notional principal amount. Generally, the Fund will enter into a swap on a net basis, which means that the two payment streams under the swap are netted, with the Fund receiving or paying (as the case may be) only the net amount of the two payment streams. Therefore, the Fund's current obligation under a swap generally will be equal to the net amount to be paid or received under the swap, based on the relative value of notional positions attributable to each counterparty to the swap. The payments may be adjusted for transaction costs, interest payments, the amount of interest paid on the investment or instrument or other factors. Collateral, in the form of cash or securities, may be required to be held in segregated accounts with the custodian bank or broker in accordance with the terms of the swap. Swap agreements are privately negotiated in the over the counter ("OTC") market and may be executed in a multilateral or other trade facilities platform, such as a registered commodities exchange ("centrally cleared swaps").

Certain standardized swaps, including certain credit default and interest rate swaps, are subject to mandatory clearing and exchange-trading, and more types of standardized swaps are expected to be subject to mandatory clearing and exchange-trading in the future. The counterparty risk for exchange-traded and cleared derivatives is expected to be generally lower than for uncleared derivatives, but cleared contracts are not risk-free. In a cleared derivative transaction, the Fund typically enters into the transaction with a financial institution counterparty, and performance of the transaction is effectively guaranteed by a central clearinghouse, thereby reducing or eliminating the Fund's exposure to the credit risk of its original counterparty. The Fund will be required to post specified levels of margin with the clearinghouse or at the instruction of the clearinghouse; the margin required by a clearinghouse may be greater than the margin the Fund would be required to post in an uncleared transaction. As of October 31, 2020, all swap positions are shown in the Portfolio of Investments.

Swaps are marked to market daily based upon quotations from pricing agents, brokers or market makers and the change in value, if any, is recorded as unrealized appreciation or depreciation. Any payments made or received upon entering into a swap would be amortized or accreted over the life of the swap and recorded as a realized gain or loss. Early termination of a swap is recorded as a realized gain or loss. Daily changes in valuation of centrally cleared swaps, if any, are recorded as a receivable or payable for the change in value as appropriate ("variation margin") on the Statement of Assets and Liabilities.

The Fund bears the risk of loss of the amount expected to be received under a swap in the event of the default or bankruptcy of the swap counterparty. The Fund may be able to eliminate its exposure under a swap either by assignment or other disposition, or by entering into an offsetting swap with the same party or a similar credit-worthy party. Swaps are not actively traded on financial markets. Entering into swaps involves elements of credit, market and documentation risk in excess of the amounts recognized on the Statement of Assets and Liabilities. Such risks involve the possibilities that there will be no liquid market for these swaps, that the counterparty to the swaps may default on its obligation to perform or disagree as to the meaning of the contractual terms in the swaps and that there may be unfavorable changes in interest rates, the price of the index or the security underlying these transactions.

Interest Rate Swaps: An interest rate swap is an agreement between two parties where one stream of future interest payments is exchanged for another based on a specified principal amount. Interest rate swaps often exchange a fixed payment for a floating payment that is linked to an interest rate (most often LIBOR). The Fund will typically use interest rate swaps to limit, or manage, its exposure to fluctuations in interest rates, or to obtain a marginally lower interest rate than it would have been able to get without the swap.

Credit Default Swaps: The Fund may enter into credit default swaps to simulate long and short bond positions or to take an active long or short position with respect to the likelihood of a default or credit event by the issuer of the underlying reference obligation. The types of reference obligations underlying the swaps that may be entered into by the Fund include debt obligations of a single issuer of corporate or sovereign debt, a basket of obligations of different issuers or a credit index. A credit index is an equally-weighted credit default swap index that is designed to track a representative segment of the credit default swap market (e.g., investment grade, high volatility, below investment grade or emerging markets) and provides an investor with exposure to specific "baskets" of issuers of certain debt instruments. Index credit default swaps have standardized terms including a fixed spread and standard maturity dates. The composition of the obligations within a particular index changes periodically. Credit default swaps involve one party, the protection buyer, making a stream of payments to another party, the protection seller, in exchange for the right to receive a contingent payment if there is a credit event related to the underlying reference obligation. In the event that the reference obligation matures prior to the termination date of the contract, a similar security will be substituted for the duration of the contract term. Credit events are defined under individual swap agreements and generally include bankruptcy, failure to pay, restructuring, repudiation/moratorium, obligation acceleration and obligation default. Selling protection effectively adds leverage to a portfolio up to the notional amount of the swap agreement. Potential liabilities under these contracts may be reduced by: the auction rates of the underlying reference obligations; upfront payments received at the inception of a swap; and net amounts received from credit default swaps purchased with the identical reference obligation. As of October 31, 2020, open swap agreements are shown in the Portfolio of Investments.

(L) Foreign Currency Forward Contracts. The Fund may enter into foreign currency forward contracts, which are agreements to buy or sell foreign currencies on a specified future date at a specified rate. The Fund is subject to foreign currency exchange rate risk in the normal course of investing in these transactions. During the period the forward contract is open, changes in the value of the contract are recognized as unrealized appreciation or depreciation by marking to market such contract on a daily basis to reflect the market value of the contract at the end of each day's trading. Cash movement occurs on settlement date. When the forward contract is closed, the Fund records a realized gain or loss equal to the difference between the proceeds from (or cost of) the closing transaction and the Fund's basis in the contract. The Fund may purchase and sell foreign currency forward contracts for purposes of seeking to enhance portfolio returns and manage portfolio risk more efficiently. Foreign currency forward contracts may also be used to gain exposure to a particular currency or to hedge against the risk of loss due to changing currency exchange rates. Foreign currency forward contracts to purchase or sell a foreign currency may also be used in anticipation of future purchases or sales of securities denominated in foreign currency, even if the specific investments have not yet been selected.

The use of foreign currency forward contracts involves, to varying degrees, elements of risk in excess of the amount recognized in the Statement of Assets and Liabilities, including counterparty risk, market risk and illiquidity risk. Counterparty risk is heightened for these instruments because foreign currency forward contracts are not exchange-traded and therefore no clearinghouse or exchange stands ready to meet the obligations under such contracts. Thus, the Fund faces the risk that its counterparties under such contracts may not perform their obligations. Market risk is the risk that the value of a foreign currency forward contract will depreciate due to unfavorable changes in exchange rates. Illiquidity risk arises because the secondary market for foreign currency forward contracts may have less liquidity relative to markets for other securities and financial instruments. Risks also arise from the possible movements in the foreign exchange rates underlying these instruments. While the Fund may enter into forward contracts to reduce currency exchange risks, changes in currency exchange rates may result in poorer overall performance for the Fund than if it had not engaged in such transactions. Exchange rate movements can be large, depending on the currency, and can last for extended periods of time, affecting the value of the Fund's assets. Moreover, there may be an imperfect correlation between the Fund's holdings of securities denominated in a particular currency and forward contracts entered into by the Fund. Such imperfect correlation may prevent the Fund from achieving the intended hedge or expose the Fund to the risk of currency exchange loss. The unrealized appreciation (depreciation) on forward contracts also reflects the Fund's exposure at the valuation date to credit loss in the event of a counterparty's failure to perform its obligations. Open foreign currency forward contracts as of October 31, 2020, are shown in the Portfolio of Investments.

(M) Foreign Currency Transactions. The Fund's books and records are maintained in U.S. dollars. Prices of securities denominated in foreign currency amounts are translated into U.S. dollars at the mean between the buying and selling rates last quoted by any major U.S. bank at the following dates:

(i) market value of investment securities, other assets and liabilities—at the valuation date; and

(ii) purchases and sales of investment securities, income and expenses—at the date of such transactions.

The assets and liabilities that are denominated in foreign currency amounts are presented at the exchange rates and market values at the close of the period. The realized and unrealized changes in net assets arising from fluctuations in exchange rates and market prices of securities are not separately presented.

Net realized gain (loss) on foreign currency transactions represents net currency gains or losses realized as a result of differences between the amounts of securities sale proceeds or purchase cost, dividends, interest and withholding taxes as recorded on the Fund's books, and the U.S. dollar equivalent amount actually received or paid. Net currency gains or losses from valuing such foreign currency denominated assets and liabilities, other than investments at valuation date exchange rates, are reflected in unrealized foreign exchange gains or losses.

(N) Securities Sold Short. During the year ended October 31, 2020, the Fund engaged in sales of securities it did not own ("short sales") as part of its investment strategies. When the Fund enters into a short sale, it must segregate or maintain with a broker the cash proceeds from the security sold short or other securities as collateral for its obligation to deliver the security upon conclusion of the sale. During the period a short position is open, depending on the nature and type of security, a short position is reflected as a liability and is marked to market in accordance with the valuation methodologies previously detailed (See Note 2(A)). Liabilities for securities sold short are closed out by purchasing the applicable securities for delivery to the counterparty broker. A gain, limited to the price at which the Fund sold the security short, or a loss, unlimited as to dollar amount, will be recognized upon termination of a short sale if the market price on the date the short position is closed out is less or greater, respectively, than the proceeds originally received. Any such gain or loss may be offset, completely or in part, by the change in the value of the hedged investments. Interest on short positions held is accrued daily, while dividends declared on short positions existing on the record date are recorded on the ex-dividend date as a dividend expense in the Statement of Operations. Broker fees and other expenses related to securities sold short are disclosed in the Statement of Operations. Short sales involve risk of loss in excess of the related amounts reflected in the Statement of Assets and Liabilities. As of October 31, 2020, securities sold short are shown in the Portfolio of Investments.

(O) 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 $104,844 and received cash collateral, which was invested into the State Street Navigator Securities Lending Government Money Market Portfolio, with a value of $106,750.

(P) Dollar Rolls. The Fund may enter into dollar roll transactions in which it sells mortgage-backed securities ("MBS") from its portfolio to a counterparty from whom it simultaneously agrees to buy a similar security on a delayed delivery basis. The Fund generally transfers MBS where the MBS are "to be announced," therefore, the Fund accounts for these transactions as purchases and sales.

When accounted for as purchase and sales, the securities sold in connection with the dollar rolls are removed from the portfolio and a realized gain or loss is recognized. The securities the Fund has agreed to acquire are included at market value in the Portfolio of Investments and liabilities for such purchase commitments are included as payables for investments purchased. During the roll period, the Fund foregoes principal and interest paid on the securities. The Fund is compensated by the difference between the current sales price and the forward price for the future as well as by the earnings on the cash proceeds of the initial sale. Dollar rolls may be renewed without physical delivery of the securities subject to the contract. The Fund maintains liquid assets from its portfolio having a value not less than the repurchase price, including accrued interest. Dollar roll transactions involve certain risks, including the risk that the securities returned to the Fund at the end of the roll period, while substantially similar, could be inferior to what was initially sold to the counterparty.

(Q) Debt and Foreign 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 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.

The Fund may invest in loans which are usually rated below investment grade and are generally considered speculative because they present a greater risk of loss, including default, than higher rated debt securities. These investments pay investors a higher interest rate than investment grade debt securities because of the increased risk of loss. Although certain loans are collateralized, there is no guarantee that the value of the collateral will be sufficient to repay the loan. In a recession or serious credit event, the value of these investments could decline significantly. As a result of these and other events, the Fund's NAVs could go down and you could lose money.

In addition, loans generally are subject to the extended settlement periods that may be longer than seven days. As a result, the Fund may be adversely affected by selling other investments at an unfavorable time and/or under unfavorable conditions or engaging in borrowing transactions, such as borrowing against its credit facility, to raise cash to meet redemption obligations or pursue other investment opportunities.

In certain circumstances, loans may not be deemed to be securities. As a result, the Fund may not have the protection of anti-fraud provisions of the federal securities laws. In such cases, the Fund generally must rely on the contractual provisions in the loan agreement and common-law fraud protections under applicable state law.

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 country, industry or region. Debt securities are also subject to the risks associated with changes in interest rates. The Fund may invest in foreign securities, which carry certain risks that are in addition to the usual risks inherent in domestic securities. These risks include those resulting from currency fluctuations, future adverse political or economic developments and possible imposition of currency exchange blockages or other foreign governmental laws or restrictions. These risks are likely to be greater in emerging markets than in developed markets. 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 country, industry or region.

(R) Counterparty Credit Risk. In order to better define its contractual rights and to secure rights that will help the Fund mitigate its counterparty risk, the Fund may enter into an International Swaps and Derivatives Association, Inc. Master Agreement ("ISDA Master Agreement") or similar agreement with its counterparties. An ISDA Master Agreement is a bilateral agreement between the Fund and a counterparty that governs certain OTC derivatives and typically contains collateral posting terms and netting provisions. Under an ISDA Master Agreement, the Fund may, under certain circumstances, offset with the counterparty certain derivative financial instruments' payables and/or receivables with collateral held and/or posted and create one single net payment. The provisions of the ISDA Master Agreement typically permit a single net payment in the event of default including the bankruptcy or insolvency of the counterparty. Bankruptcy or insolvency laws of a particular jurisdiction may restrict or prohibit the right of offset in bankruptcy, insolvency or other events. In addition, certain ISDA Master Agreements may contain provisions for early termination of OTC derivative transactions in the event the net assets of the Fund decline below specific levels or if the Fund fails to meet the terms of its ISDA Master Agreements. The result would cause the Fund to accelerate payment of any net liability owed to the counterparty.

For financial reporting purposes, the Fund does not offset derivative assets and derivative liabilities that are subject to netting arrangements, if any, in the Statement of Assets and Liabilities.

(S) LIBOR Replacement Risk. The Fund may invest in certain debt securities, derivatives or other financial instruments that utilize 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.

(T) 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.

(U) Quantitative Disclosure of Derivative Holdings. The following tables show additional disclosures related to the Fund's derivative and hedging activities, including how such activities are accounted for and their effect on the Fund's financial positions, performance and cash flows. The Fund entered into futures contracts to help manage the duration and yield curve positioning of the portfolio while minimizing the exposure to wider bid/ask spreads in traditional bonds. The Fund entered into interest rate and credit default swap contracts in order to obtain a desired return at a lower cost to the Fund, rather than directly investing in an instrument yielding that desired return or to hedge against credit and interest rate risk. The Fund also entered into foreign currency forward contracts to gain exposure to a particular currency or to hedge against the risk of loss due to changing currency exchange rates. These derivatives are not accounted for as hedging instruments.

Fair value of derivative instruments as of October 31, 2020:

Asset Derivatives

	Foreign Exchange Contracts Risk	Interest Rate Contracts Risk	Total
Futures Contracts—Net Assets—Net unrealized appreciation on investments, swap contracts and futures contracts (a)	$	$2,463,205	$2,463,205
Forward Contracts—Unrealized appreciation on foreign currency forward contracts	105,873		105,873
Total Fair Value	$105,873	$2,463,205	$2,569,078

Liability Derivatives

	Foreign Exchange Contracts Risk	Interest Rate Contracts Risk	Total
Futures Contracts—Net Assets—Net unrealized depreciation on investments, swap contracts and futures contracts (a)	$ —	$ (4,204)	$ (4,204)
Centrally Cleared Swap Contracts—Net Assets—Net unrealized depreciation on investments, swap contracts and futures contracts (b)	—	(4,897,867)	(4,897,867)
Forward Contracts—Unrealized depreciation on foreign currency forward contracts	(670,126)	—	(670,126)
Total Fair Value	$(670,126)	$(4,902,071)	$(5,572,197)

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

(b) Includes cumulative appreciation (depreciation) of centrally cleared swap agreements as reported in the Portfolio of Investments. Only the current day's variation margin is reported within the Statement of Assets and Liabilities.

The effect of derivative instruments on the Statement of Operations for the year ended October 31, 2020:

Net Realized Gain (Loss) from:

	Foreign Exchange Contracts Risk	Interest Rate Contracts Risk	Total
Futures Contracts	$ —	$(17,343,363)	$(17,343,363)
Swap Contracts	—	(1,257,335)	(1,257,335)
Forward Contracts	23,279	—	23,279
Total Net Realized Gain (Loss)	$23,279	$(18,600,698)	$(18,577,419)

Net Change in Unrealized Appreciation (Depreciation) from:

	Foreign Exchange Contracts Risk	Interest Rate Contracts Risk	Total
Futures Contracts	$ —	$ 644,345	$ 644,345
Swap Contracts	—	(1,508,350)	(1,508,350)
Forward Contracts	(261,166)	—	(261,166)
Total Net Change in Unrealized Appreciation (Depreciation)	$(261,166)	$ (864,005)	$(1,125,171)

Average Notional Amount

	Foreign Exchange Contracts Risk	Interest Rate Contracts Risk	Total
Futures Contracts Long (a)	$ —	$ 65,139,408	$ 65,139,408
Futures Contracts Short	$ —	$(194,735,585)	$(194,735,585)
Swap Contracts Long	$ —	$ 81,000,000	$ 81,000,000
Forward Contracts Long (b)	$ 10,098,519	$ —	$ 10,098,519
Forward Contracts Short	$(21,579,162)	$ —	$ (21,579,162)

(a) Positions were open eight months during the reporting period.

(b) Positions were open nine months during the reporting period.

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 the Fund's average daily net assets as follows: 0.60% up to $500 million; 0.55% from $500 million to $1 billion; 0.50% from $1 billion to $5 billion; and 0.475% in excess of $5 billion, plus a fee for fund accounting services previously provided by New York Life Investments under a separate fund accounting agreement furnished at an annual rate of the Fund's average daily net assets as follows: 0.05% up to $20 million; 0.0333% from $20 million to $100 million; and 0.01% in excess of $100 million. During the year ended October 31, 2020, the effective management fee rate was 0.60%, inclusive of a fee for fund accounting services of 0.01% 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) of Class R6 do not exceed those of Class I. This agreement 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 $4,692,436 and paid the Subadvisor in the amount of $2,293,460.

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 and 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 B and Class C Plans, Class B and 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 B and Class C shares, along with a service fee at an annual rate of 0.25% of the average daily net assets of the Class B and Class C shares, for a total 12b-1 fee of 1.00%. Pursuant to the Class R3 Plan, 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 and Class R6 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	$6,284
Class R3	241

(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 $19,012 and $4,003, respectively.

The Fund was also advised that the Distributor retained CDSCs on redemptions of Class A, Class B and Class C shares during the year ended October 31, 2020, of $588, $4,734 and $1,947, 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	$286,795	$ —
Investor Class	42,065	—
Class B	14,792	—
Class C	174,994	—
Class I	785,733	—
Class R2	10,104	—
Class R3	384	—
Class R6	307	—

(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) Investments in Affiliates (in 000's). During the year ended October 31, 2020, purchases and sales transactions, income earned from investments and shares held of investment companies managed by New York Life Investments or its affiliates were as follows:

Affiliated Investment Company	Value, Beginning of Year	Purchases at Cost	Proceeds from Sales	Net Realized Gain/(Loss) on Sales	Change in Unrealized Appreciation/ (Depreciation)	Value, End of Year	Dividend Income	Other Distributions	Shares End of Year
MainStay U.S. Government Liquidity Fund	$51,822	$487,532	$(508,735)	$ —	$ —	$30,619	$206	$ —	30,619

(G) 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 R3	$30,433	11.0%
Class R6	27,245	5.9

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:

	Federal Tax Cost	Gross Unrealized Appreciation	Gross Unrealized (Depreciation)	Net Unrealized Appreciation/ (Depreciation)
Investments in Securities	$635,299,105	$32,218,607	$(13,790,567)	$18,428,040

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)
$ —	$(207,740,474)	$(146,629)	$17,935,002	$(189,952,101)

The difference between book-basis and tax-basis unrealized appreciation (depreciation) is primarily due to mark to market of forwards and futures contracts. The other temporary differences are primarily due to dividends payable.

As of October 31, 2020, for federal income tax purposes, capital loss carryforwards of $207,740,474 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	$37,596	$170,144

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	$19,631,737	$30,854,119
Return of capital	587,214	—
Total	$20,218,951	$30,854,119

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.

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

Security	Date(s) of Acquisition	Shares	Cost	10/31/20 Value	Percent of Net Assets
ION Media Networks, Inc. Common Stock	3/11/14	22	$ —	$17,424	0.0%‡

‡ 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 fee is an annual rate of 0.15% of the average commitment amount payable quarterly, regardless of usage, to JP Morgan 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 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 U.S. government securities were $119,684 and $191,026, respectively. Purchases and sales of securities, other than U.S. government securities and short-term securities, were $311,205 and $550,213, 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	3,549,959	$ 30,759,137
Shares issued to shareholders in reinvestment of distributions	488,987	4,220,842
Shares redeemed	(6,892,108)	(59,273,038)
Net increase (decrease) in shares outstanding before conversion	(2,853,162)	(24,293,059)
Shares converted into Class A (See Note 1)	265,023	2,297,846
Shares converted from Class A (See Note 1)	(70,039)	(603,380)
Net increase (decrease)	(2,658,178)	$ (22,598,593)
Year ended October 31, 2019:		
Shares sold	3,923,370	$ 34,022,695
Shares issued to shareholders in reinvestment of distributions	648,525	5,604,208
Shares redeemed	(7,651,832)	(66,214,975)
Net increase (decrease) in shares outstanding before conversion	(3,079,937)	(26,588,072)
Shares converted into Class A (See Note 1)	322,178	2,786,179
Shares converted from Class A (See Note 1)	(128,869)	(1,117,966)
Net increase (decrease)	(2,886,628)	$ (24,919,859)

Investor Class	Shares	Amount
Year ended October 31, 2020:		
Shares sold	155,915	$ 1,356,863
Shares issued to shareholders in reinvestment of distributions	51,115	444,676
Shares redeemed	(304,909)	(2,639,908)
Net increase (decrease) in shares outstanding before conversion	(97,879)	(838,369)
Shares converted into Investor Class (See Note 1)	83,544	726,787
Shares converted from Investor Class (See Note 1)	(183,114)	(1,598,912)
Net increase (decrease)	(197,449)	$ (1,710,494)
Year ended October 31, 2019:		
Shares sold	415,571	$ 3,647,957
Shares issued to shareholders in reinvestment of distributions	63,631	554,684
Shares redeemed	(546,532)	(4,791,206)
Net increase (decrease) in shares outstanding before conversion	(67,330)	(588,565)
Shares converted into Investor Class (See Note 1)	178,617	1,558,761
Shares converted from Investor Class (See Note 1)	(215,720)	(1,882,993)
Net increase (decrease)	(104,433)	$ (912,797)

Class B	Shares	Amount
Year ended October 31, 2020:		
Shares sold	13,761	$ 117,932
Shares issued to shareholders in reinvestment of distributions	10,913	93,552
Shares redeemed	(309,879)	(2,667,687)
Net increase (decrease) in shares outstanding before conversion	(285,205)	(2,456,203)
Shares converted from Class B (See Note 1)	(74,998)	(645,966)
Net increase (decrease)	(360,203)	$ (3,102,169)
Year ended October 31, 2019:		
Shares sold	104,200	$ 905,650
Shares issued to shareholders in reinvestment of distributions	18,886	162,262
Shares redeemed	(416,600)	(3,591,602)
Net increase (decrease) in shares outstanding before conversion	(293,514)	(2,523,690)
Shares converted from Class B (See Note 1)	(69,649)	(598,047)
Net increase (decrease)	(363,163)	$ (3,121,737)

Class C	Shares	Amount
Year ended October 31, 2020:		
Shares sold	425,749	$ 3,655,007
Shares issued to shareholders in reinvestment of distributions	140,651	1,205,409
Shares redeemed	(3,582,005)	(30,766,598)
Net increase (decrease) in shares outstanding before conversion	(3,015,605)	(25,906,182)
Shares converted from Class C (See Note 1)	(79,690)	(688,962)
Net increase (decrease)	(3,095,295)	$ (26,595,144)
Year ended October 31, 2019:		
Shares sold	594,342	$ 5,094,058
Shares issued to shareholders in reinvestment of distributions	236,574	2,030,445
Shares redeemed	(5,070,579)	(43,589,224)
Net increase (decrease) in shares outstanding before conversion	(4,239,663)	(36,464,721)
Shares converted from Class C (See Note 1)	(134,378)	(1,153,207)
Net increase (decrease)	(4,374,041)	$ (37,617,928)

Class I	Shares	Amount
Year ended October 31, 2020:		
Shares sold	19,754,574	$ 169,630,141
Shares issued to shareholders in reinvestment of distributions	1,386,876	11,983,027
Shares redeemed	(44,391,197)	(377,209,880)
Net increase in shares outstanding before conversion	(23,249,747)	(195,596,712)
Shares converted into Class I (See Note 1)	59,162	512,587
Net increase (decrease)	(23,190,585)	$(195,084,125)
Year ended October 31, 2019:		
Shares sold	22,646,970	$ 196,115,570
Shares issued to shareholders in reinvestment of distributions	2,133,464	18,457,022
Shares redeemed	(38,501,534)	(333,217,757)
Net increase (decrease) in shares outstanding before conversion	(13,721,100)	(118,645,165)
Shares converted into Class I (See Note 1)	46,998	407,273
Net increase (decrease)	(13,674,102)	$(118,237,892)

Class R2	Shares	Amount
Year ended October 31, 2020:		
Shares sold	134,616	$ 1,173,741
Shares issued to shareholders in reinvestment of distributions	17,187	147,798
Shares redeemed	(873,599)	(7,642,240)
Net increase (decrease)	(721,796)	$ (6,320,701)
Year ended October 31, 2019:		
Shares sold	132,894	$ 1,151,880
Shares issued to shareholders in reinvestment of distributions	22,001	190,167
Shares redeemed	(97,010)	(839,676)
Net increase (decrease)	57,885	$ 502,371

Class R3	Shares	Amount
Year ended October 31, 2020:		
Shares sold	7,100	$ 62,561
Shares issued to shareholders in reinvestment of distributions	488	4,213
Shares redeemed	(1,200)	(10,300)
Net increase (decrease)	6,388	$ 56,474
Year ended October 31, 2019:		
Shares sold	3,394	$ 29,402
Shares issued to shareholders in reinvestment of distributions	431	3,725
Shares redeemed	(931)	(8,016)
Net increase (decrease)	2,894	$ 25,111

Class R6	Shares	Amount
Year ended October 31, 2020:		
Shares sold	107,790	$ 930,408
Shares issued to shareholders in reinvestment of distributions	23,680	203,636
Shares redeemed	(2,666,072)	(22,878,546)
Net increase (decrease)	(2,534,602)	$ (21,744,502)
Year ended October 31, 2019:		
Shares sold	262,885	$ 2,280,850
Shares issued to shareholders in reinvestment of distributions	157,868	1,364,064
Shares redeemed	(3,896,936)	(33,834,391)
Net increase (decrease)	(3,476,183)	$ (30,189,477)

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
The MainStay Funds:

Opinion on the Financial Statements

We have audited the accompanying statement of assets and liabilities of MainStay MacKay Unconstrained Bond Fund (the Fund), one of the funds constituting The MainStay Funds, 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, the transfer agent, 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 $135,993 under the Internal Revenue Code as qualified dividend income eligible for reduced tax rates.

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* or visiting the SEC's website at *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*; or visiting the SEC's website at *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* 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").

	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
Interested Trustee	**Yie-Hsin Hung*** 1962	***MainStay Funds:*** Trustee since 2017 ***MainStay Funds Trust:*** 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	*MainStay VP Funds Trust:* Trustee since 2017 (31 portfolios); and *MainStay MacKay DefinedTerm Municipal Opportunities Fund:* 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
David H. Chow 1957	***MainStay Funds:*** Trustee since 2016, Advisory Board Member (June 2015 to December 2015); ***MainStay Funds Trust:*** Trustee since 2016, Advisory Board Member (June 2015 to December 2015).	Founder and CEO, DanCourt Management, LLC since 1999	78	*MainStay VP Funds Trust:* Trustee since 2016, Advisory Board Member (June 2015 to December 2015) (31 portfolios); *MainStay MacKay DefinedTerm Municipal Opportunities Fund:* Trustee since 2016, Advisory Board Member (June 2015 to December 2015); *Market Vectors Group of Exchange-Traded Funds:* Independent Chairman of the Board of Trustees since 2008 and Trustee since 2006 (56 portfolios); and *Berea College of Kentucky:* Trustee since 2009, Chair of the Investment Committee since 2018.
Susan B. Kerley 1951	***MainStay Funds:*** Chairman since 2017 and Trustee since 2007; ***MainStay Funds Trust:*** Chairman since 2017 and Trustee since 1990.**	President, Strategic Management Advisors LLC since 1990	78	*MainStay VP Funds Trust:* Chairman since 2017 and Trustee since 2007 (31 portfolios)***; *MainStay MacKay DefinedTerm Municipal Opportunities Fund:* Chairman since 2017 and Trustee since 2011; and *Legg Mason Partners Funds:* Trustee since 1991 (45 portfolios).
Alan R. Latshaw 1951	***MainStay Funds:*** Trustee; ***MainStay Funds Trust:*** 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	*MainStay VP Funds Trust:* Trustee and Audit Committee Financial Expert since 2007 (31 portfolios)***; *MainStay MacKay DefinedTerm Municipal Opportunities Fund:* Trustee and Audit Committee Financial Expert since 2011; and *State Farm Associates Funds Trusts:* Trustee since 2005 (4 portfolios).
Richard H. Nolan, Jr. 1946	***MainStay Funds:*** Trustee since 2007; ***MainStay Funds Trust:*** Trustee since 2007.**	Managing Director, ICC Capital Management since 2004; President—Shields/Alliance, Alliance Capital Management (1994 to 2004)	78	*MainStay VP Funds Trust:* Trustee since 2006 (31 portfolios)***; and *MainStay MacKay DefinedTerm Municipal Opportunities Fund:* Trustee since 2011.
Jacques P. Perold 1958	***MainStay Funds:*** Trustee since 2016, Advisory Board Member (June 2015 to December 2015); ***MainStay Funds Trust:*** 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	*MainStay VP Funds Trust:* Trustee since 2016, Advisory Board Member (June 2015 to December 2015) (31 portfolios); *MainStay MacKay DefinedTerm Municipal Opportunities Fund:* Trustee since 2016, Advisory Board Member (June 2015 to December 2015); *Partners in Health*: Trustee since 2019; *Allstate Corporation:* Director since 2015; *MSCI, Inc.:* 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	***MainStay Funds:*** Trustee since 1994; ***MainStay Funds Trust:*** 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	*MainStay VP Funds Trust:* Trustee since 2007 (31 portfolios)***; and *MainStay MacKay DefinedTerm Municipal Opportunities Fund:* 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.

Officers of the Trust (Who are not Trustees)*

Name and Year of Birth	Position(s) Held and Length of Service	Principal Occupation(s) During Past Five Years
Kirk C. Lehneis 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
Jack R. Benintende 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)
Yi-Chia Kuo 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)
J. Kevin Gao 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**
Scott T. Harrington 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**

* 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[1]

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[2]
MainStay Short Term Bond Fund[3]

Tax-Exempt Income

MainStay MacKay California Tax Free Opportunities Fund[4]
MainStay MacKay High Yield Municipal Bond Fund
MainStay MacKay Intermediate Tax Free Bond Fund
MainStay MacKay New York Tax Free Opportunities Fund[5]
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[6]
MainStay Equity ETF Allocation Fund
MainStay Growth Allocation Fund[7]
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.[8]
Brussels, Belgium

Candriam Luxembourg S.C.A.[8]
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[8]
New York, New York

Markston International LLC
White Plains, New York

NYL Investors LLC[8]
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[8]
Jersey City, New Jersey

Custodian[9]

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

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