

Edgar Filing: Guggenheim Credit Allocation Fund - Form N-Q

Guggenheim Credit Allocation Fund
Form N-Q
October 31, 2016
UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, DC 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED
MANAGEMENT INVESTMENT COMPANY

Investment Company Act file number 811-22715

Guggenheim Credit Allocation Fund
(Exact name of registrant as specified in charter)

227 West Monroe Street, Chicago, IL 60606
(Address of principal executive offices) (Zip
code)

Amy J. Lee

227 West Monroe Street, Chicago, IL 60606
(Name and address of agent for service)

Registrant's telephone number, including area code: (312) 827-0100

Date of fiscal year end: May 31

Date of reporting period: June 1, 2016 – August 31, 2016

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Item 1. Schedule of Investments.

Attached hereto.

Guggenheim Credit Allocation Fund
SCHEDULE OF INVESTMENTS (Unaudited) August 31, 2016

	Shares	Value
COMMON STOCKS - 1.0%		
Technology - 0.7%		
Aspect Software Parent, Inc. ^{*,†††,1}	38,349	\$900,104
Qlik Technologies, Inc. A ^{*,†††,1}	56	55,840
Qlik Technologies, Inc. ^{*,†††,1}	3,600	3,600
Qlik Technologies, Inc. B ^{*,†††,1}	13,812	564
Total Technology		960,108
Industrial - 0.3%		
Project Silverback Holdings – Class A ^{†††,1}	228	271,184
Project Silverback Holdings – Class B ^{†††,1,2}	94,522	100,761
Ursa Insulation B.V. ^{*,†††,1}	5,282	–
Total Industrial		371,945
Consumer, Non-cyclical - 0.0%**		
Targus Group International Equity, Inc ^{*,†††,1}	33,098	48,323
Basic Materials - 0.0%**		
Mirabela Nickel Ltd. ^{*,†††,1}	4,839,202	364
Total Common Stocks (Cost \$3,256,867)		1,380,740
PREFERRED STOCKS [†] - 1.6%		
Financial - 1.6%		
Bank of America Corp., Series X 6.25% ^{*3,4}	1,150,000	1,207,500
Citigroup, Inc., Series M 6.30% ^{*,3,4}	1,100,000	1,138,500
Total Financial		2,346,000
Total Preferred Stocks (Cost \$2,232,177)		2,346,000
EXCHANGE-TRADED FUNDS [†] - 1.9%		
SPDR Barclays High Yield Bond ETF ²	76,000	2,777,040
Total Exchange-Traded Funds (Cost \$2,726,127)		2,777,040
SHORT-TERM INVESTMENTS [†] - 0.2%		
Dreyfus Treasury Prime Cash Management Institutional Shares 0.18% ⁵	291,146	291,146
Total Short-Term Investments (Cost \$291,146)		291,146

Face
Amount ~ Value

CORPORATE BONDS ^{†‡} 80.3%		
Communications - 14.9%		
DISH DBS Corp.		
5.88% due 11/15/24	2,300,000	\$ 2,268,375
7.75% due 07/01/26 ⁶	850,000	906,942
SFR Group S.A.		

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7.38% due 05/01/26 ⁶	2,600,000	2,684,499
Sprint Communications, Inc.		
9.00% due 11/15/18 ⁶	2,200,000	2,422,750
6.00% due 11/15/22	150,000	135,750
7.00% due 03/01/20 ^{2,6}	50,000	53,625
MDC Partners, Inc.		
6.50% due 05/01/24 ⁶	2,075,000	1,971,250

	Face Amount	~	Value
CORPORATE BONDS ^{††} 80.3% (continued)			
Communications - 14.9% (continued)			
CSC Holdings LLC			
5.25% due 06/01/24	1,350,000	\$	1,313,712
6.75% due 11/15/21	400,000		427,000
Avaya, Inc.			
7.00% due 04/01/19 ^{2,6}	2,200,000		1,639,000
Interoute Finco plc			
7.38% due 10/15/20 ²	1,300,000 EUR		1,576,878
McGraw-Hill Global Education Holdings LLC / McGraw-Hill Global Education Finance			
7.88% due 05/15/24 ^{2,6}	950,000		1,016,500
EIG Investors Corp.			
10.88% due 02/01/24 ^{†††}	1,100,000		992,316
TIBCO Software, Inc.			
11.38% due 12/01/21 ⁶	1,000,000		890,000
Sprint Corp.			
7.25% due 09/15/21 ²	400,000		395,500
7.88% due 09/15/23 ²	300,000		291,597
7.63% due 02/15/25	100,000		94,938
Comcast Corp.			
3.20% due 07/15/36	700,000		698,744
Inmarsat Finance plc			
4.88% due 05/15/22 ^{2,6}	600,000		585,120
Midcontinent Communications & Midcontinent Finance Corp.			
6.88% due 08/15/23 ⁶	500,000		527,500
SBA Communications Corp.			
4.88% due 09/01/24 ⁶	450,000		456,188
Total Communications			21,348,184
Energy - 13.7%			
CONSOL Energy, Inc.			
8.00% due 04/01/23	2,500,000		2,437,500
Comstock Resources, Inc.			
10.00% due 03/15/20 ⁶	2,225,000		2,046,999
Keane Group Holdings LLC			
12.00% due 08/08/19 ^{†††,1}	1,530,000		1,403,775
Crestwood Midstream Partners Limited Partnership / Crestwood Midstream Finance Corp.			
6.00% due 12/15/20	1,200,000		1,182,000
6.13% due 03/01/22 ²	150,000		145,875

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6.25% due 04/01/23 ² Whiting Petroleum Corp.	50,000	48,750
5.00% due 03/15/19	675,000	624,375
5.75% due 03/15/21 Halcon Resources Corp.	550,000	492,938
8.63% due 02/01/20 ^{6,8} SandRidge Energy, Inc.	1,175,000	1,116,250
8.75% due 06/01/20 ^{2,6,8} TerraForm Power Operating LLC	2,725,000	1,069,563
5.88% due 02/01/23 ⁶	750,000	755,625
6.13% due 06/15/25 ⁶ CONTOURGLOBAL LP	250,000	254,375
5.13% due 06/15/21	850,000 EUR	1,009,704
FTS International, Inc. 8.15% due 06/15/20 ^{3,6}	1,100,000	896,500

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 SCHEDULE OF INVESTMENTS (Unaudited) August 31, 2016

	Face Amount	Value ~
CORPORATE BONDS ^{†‡} 80.3% (continued)		
Energy - 13.7% (continued)		
BreitBurn Energy Partners Limited Partnership / BreitBurn Finance Corp. 7.88% due 04/15/22 ^{2,8}	2,200,000	\$ 858,000
PDC Energy, Inc. 7.75% due 10/15/22	800,000	840,000
Approach Resources, Inc. 7.00% due 06/15/21	1,100,000	816,750
Atlas Resource Partners Holdings LLC / Atlas Resource Finance Corp. 7.75% due 01/15/21 ^{2,8}	2,051,000	410,200
9.25% due 08/15/21 ^{2,8}	1,975,000	395,000
QEP Resources, Inc. 6.88% due 03/01/21	700,000	731,850
Gibson Energy, Inc. 6.75% due 07/15/21 ⁶	650,000	659,750
EP Energy LLC / Everest Acquisition Finance, Inc. 9.38% due 05/01/20	650,000	419,250
6.38% due 06/15/23 ²	400,000	219,000
Legacy Reserves Limited Partnership / Legacy Reserves Finance Corp. 6.63% due 12/01/21 ²	750,000	367,500
Summit Midstream Holdings LLC / Summit Midstream Finance Corp. 7.50% due 07/01/21	300,000	304,500
DCP Midstream LLC 5.35% due 03/15/20 ^{2,6}	100,000	101,500
Schahin II Finance Company SPV Ltd. 5.88% due 09/25/22 ^{2,7,8}	825,233	99,028
Total Energy Financial - 12.5%		19,706,557
Jefferies Finance LLC / JFIN Company-Issuer Corp. 7.38% due 04/01/20 ⁶	2,100,000	2,005,500
7.50% due 04/15/21 ⁶	1,100,000	1,040,875
Lincoln Finance Ltd. 6.88% due 04/15/21	1,750,000 EUR	2,144,679
National Financial Partners Corp. 9.00% due 07/15/21 ⁶	2,000,000	2,065,000
Kennedy-Wilson, Inc. 5.88% due 04/01/24	2,000,000	2,020,000
Garfunkelux Holding Co. 3 S.A. 8.50% due 11/01/22	1,200,000 GBP	1,621,562
Majid AL Futtaim Holding 7.13% ⁴	1,500,000	1,603,125
NewStar Financial, Inc. 7.25% due 05/01/20	1,125,000	1,102,500
FBM Finance, Inc. 8.25% due 08/15/21 ⁶	1,000,000	1,047,500

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Capital One Financial Corp. 3.75% due 07/28/26	750,000	753,580
	Face Amount	~ Value
CORPORATE BONDS ^{†‡} 80.3% (continued)		
Financial - 12.5% (continued)		
GEO Group, Inc.		
6.00% due 04/15/26 ²	575,000	\$515,344
5.88% due 01/15/22	250,000	236,250
Prosight Global Inc.		
7.50% due 11/26/20 ^{†††,2}	650,000	665,266
HUB International Ltd.		
9.25% due 02/15/21 ⁶	600,000	633,000
Greystar Real Estate Partners LLC		
8.25% due 12/01/22 ^{2,6}	450,000	477,000
Lock AS		
7.00% due 08/15/21	50,000 EUR	58,846
Total Financial		17,990,027
Industrial - 8.5%		
LMI Aerospace, Inc.		
7.38% due 07/15/19	3,060,000	3,113,549
Novelis, Inc.		
8.75% due 12/15/20	1,650,000	1,728,375
8.38% due 12/15/17	850,000	867,850
StandardAero Aviation Holdings, Inc.		
10.00% due 07/15/23 ⁶	1,850,000	1,942,500
Summit Materials LLC / Summit Materials Finance Corp.		
8.50% due 04/15/22 ⁶	1,000,000	1,092,500
Ardagh Packaging Finance PLC		
6.75% due 05/15/24	600,000 EUR	727,790
Novelis Corp.		
6.25% due 08/15/24 ⁶	650,000	677,625
Ardagh Packaging Finance plc / Ardagh Holdings USA, Inc.		
7.25% due 05/15/24 ⁶	450,000	478,688
Princess Juliana International Airport Operating Company N.V.		
5.50% due 12/20/27 ^{†††2,6}	416,993	412,698
Mirabela Nickel Ltd.		
9.50% due 06/24/19 ^{†††,1,2}	1,279,819	358,349
1.00% due 09/10/44 ^{†††}	25,570	–
TransDigm, Inc.		
6.38% due 06/15/26 ⁶	350,000	357,000
Coveris Holdings S.A.		
7.88% due 11/01/19 ⁶	300,000	306,000
CEVA Group plc		
6.50% due 03/19/21 ^{2,6}	136,000	110,840
Total Industrial		12,173,764
Consumer, Non-cyclical - 8.4%		
Midas Intermediate Holdco II LLC / Midas Intermediate Holdco II Finance, Inc.		
7.88% due 10/01/22 ⁶	2,651,000	2,704,019
Vector Group Ltd.		

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7.75% due 02/15/21	2,431,000	2,570,783
Bumble Bee Holdings, Inc.		
9.00% due 12/15/17 ⁶	1,950,000	1,984,125

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 SCHEDULE OF INVESTMENTS (Unaudited) August 31, 2016

	Face Amount	~ Value
CORPORATE BONDS ^{††} 80.3% (continued)		
Consumer, Non-cyclical - 8.4% (continued)		
KeHE Distributors LLC / KeHE Finance Corp. 7.63% due 08/15/21 ^{2,6}	1,400,000	\$ 1,393,000
Kinetic Concepts Incorporated / KCI USA Inc 7.88% due 02/15/21 ⁶	1,000,000	1,080,000
Halyard Health, Inc. 6.25% due 10/15/22	925,000	945,813
Opal Acquisition, Inc. 8.88% due 12/15/21 ⁶	945,000	793,800
Post Holdings, Inc. 5.00% due 08/15/26 ⁶	450,000	448,875
R&R Ice Cream plc 8.25% due 05/15/20 ⁷	200,000 AUD	156,769
Total Consumer, Non-cyclical		12,077,184
Consumer, Cyclical - 6.8%		
WMG Acquisition Corp. 6.75% due 04/15/22 ⁶	2,400,000	2,553,000
Ferrellgas Limited Partnership / Ferrellgas Finance Corp. 6.50% due 05/01/21	1,750,000	1,649,375
6.75% due 01/15/22	700,000	656,250
6.75% due 06/15/23 ²	50,000	45,125
Nathan's Famous, Inc. 10.00% due 03/15/20 ⁶	1,300,000	1,417,000
NPC International Incorporated / NPC Operating Company A Inc / NPC Operating Co B Inc		
10.50% due 01/15/20	1,120,000	1,177,400
L Brands, Inc. 6.75% due 07/01/36	650,000	698,425
6.88% due 11/01/35	250,000	273,125
TVL Finance PLC 8.50% due 05/15/23	500,000 GBP	701,553
Carrols Restaurant Group, Inc. 8.00% due 05/01/22 ²	400,000	435,000
Men's Wearhouse, Inc. 7.00% due 07/01/22	200,000	176,500
Total Consumer, Cyclical		9,782,753
Technology - 6.6%		
Epicor Software 9.25% due 06/21/23 ^{†††,1,2}	3,000,000	2,877,000
Infor US, Inc. 6.50% due 05/15/22	2,650,000	2,686,436
Micron Technology, Inc. 7.50% due 09/15/23 ⁶	1,375,000	1,515,938

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5.25% due 08/01/23 ⁶	1,000,000	967,500
Cengage Learning, Inc.		
9.50% due 06/15/24 ⁶	975,000	996,938
Aspect Software, Inc.		
3.00% due 05/25/23 ^{†††,1,11}	380,626	313,471

Face
Amount ~ Value

CORPORATE BONDS^{†‡} 80.3% (continued)

Technology - 6.6% (continued)

Diamond 1 Finance Corporation / Diamond 2 Finance Corp

7.13% due 06/15/24⁶ 150,000 \$ 162,503

Total Technology 9,519,786

Basic Materials - 2.6%

Eldorado Gold Corp.

6.13% due 12/15/20⁶ 1,900,000 1,936,328

GCP Applied Technologies, Inc.

9.50% due 02/01/23⁶ 875,000 1,001,875

Constellium N.V.

7.88% due 04/01/21⁶ 750,000 811,875

Total Basic Materials 3,750,078

Utilities - 2.6%

Terraform Global Operating LLC

9.75% due 08/15/22⁶ 3,150,000 3,197,250

LBC Tank Terminals Holding Netherlands BV

6.88% due 05/15/23⁶ 500,000 495,000

Total Utilities 3,692,250

Diversified - 2.2%

HRG Group, Inc.

7.88% due 07/15/19 3,000,000 3,172,500

Transportation - 1.5%

Seaspan Corp.

6.38% due 04/30/19² 81,500 2,089,660

Total Corporate Bonds

(Cost \$120,523,101) 115,302,743

SENIOR FLOATING RATE INTERESTS^{††‡3} 44.6%

Technology - 10.7%

Greenway Medical Technologies

9.25% due 11/04/21² 2,200,000 1,958,000

6.00% due 11/04/20² 1,950,000 1,873,619

TIBCO Software, Inc.

6.50% due 12/04/20² 2,659,500 2,591,895

Project Alpha Intermediate Holding, Inc.

9.25% due 08/22/22^{†††,1,2} 2,500,000 2,451,711

Advanced Computer Software

10.50% due 01/31/23² 1,600,000 1,472,000

6.50% due 03/18/22² 888,750 844,313

Sparta Holding Corp.

6.50% due 07/28/20^{†††,1,2} 1,719,102 1,707,911

Aspect Software, Inc.

10.50% due 05/25/20² 1,312,566 1,276,470

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7.68% due 05/25/18 ^{†††,1,2}	403,333	392,858
First Data Corp.		
4.27% due 07/08/22 ²	650,000	651,788
PowerSchool, Inc.		
3.71% due 07/31/22 ²	150,000	150,000
Total Technology		15,370,565
Industrial - 9.2%		
Ursa Insulation B.V.		
25.00% due 04/26/21 ^{†††,1,2}	1,448,294 EUR	1,688,410
7.75% due 04/26/20 ^{†††,1,2}	1,511,071 EUR	1,685,429
Flakt Woods		
4.75% due 03/20/17 ²	2,501,384 EUR	2,734,209

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SCHEDULE OF INVESTMENTS (Unaudited) August 31, 2016

	Face Amount	~ Value
SENIOR FLOATING RATE INTERESTS ^{††} 344.6% (continued)		
Industrial - 9.2% (continued)		
Doncasters Group Ltd. 9.50% due 10/09/20 ²	1,351,724	\$ 1,268,931
HBC Hardware Holdings 6.75% due 03/30/20 ^{†††.2}	982,500	962,850
Bioplan USA, Inc. 5.75% due 09/23/21 ²	965,113	873,428
National Technical 7.00% due 06/11/21 ^{†††.1,2}	877,207	855,277
Ranpak 8.25% due 10/03/22 ²	900,000	828,000
NaNa Development Corp. 8.00% due 03/15/18 ²	809,804	757,167
Advanced Integration Tech 6.50% due 07/22/21 ²	650,000	650,000
SRS Distribution, Inc. 9.75% due 02/24/23 ²	600,000	606,000
Omnitracs, Inc. 8.75% due 05/25/21 ²	150,000	137,000
Wencor Group 1.47% due 06/19/19 ²	126,923	118,603
Total Industrial		13,165,304
Consumer, Non-cyclical - 8.3%		
Reddy Ice Holdings, Inc. 10.75% due 10/01/19 ²	4,000,000	3,080,000
CTI Foods Holding Co. LLC 8.25% due 06/28/21 ²	3,430,000	3,035,550
IHC Holding Corp. 7.00% due 04/30/21 ^{†††.1,2}	1,237,500	1,223,072
Arctic Glacier Holdings, Inc. 6.00% due 05/10/19 ²	1,108,435	1,089,038
Bauer Performance Sports 4.50% due 04/15/21 ²	1,300,000	1,043,250
American Seafoods Group LLC / American Seafoods Finance, Inc. 6.02% due 08/19/21 ²	963,426	934,523
Hanger, Inc. 11.50% due 08/01/19 ²	925,000	906,500
Pelican Products, Inc. 9.25% due 04/09/21 ²	550,000	489,500
Targus Group International, Inc. 15.00% due 12/31/19 ^{†††.1,2}	141,772	198,239
13.75% due 06/07/16 ^{†††}	383,461	—
Total Consumer, Non-cyclical		11,999,672
Consumer, Cyclical - 6.2%		

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ABRA Auto Body		
8.25% due 09/19/22 ²	1,600,000	1,472,000
8.25% due 09/19/22 ²	750,000	690,000
Sky Bet Cyan Blue HoldCo		
6.25% due 02/25/22 ²	1,500,000 GBP	1,975,583
The Bay Club Co.		
7.50% due 08/24/22	1,650,000	1,600,500
7.50% due 08/24/17	350,000	343,000
Sears Holdings Corp.		
5.50% due 06/30/18 ²	1,964,646	1,903,251

Face
Amount ~ Value

SENIOR FLOATING RATE INTERESTS^{††‡} 44.6% (continued)

Consumer, Cyclical - 6.2% (continued)

DLK Acquisitions BV

8.50% due 08/28/19² 400,000 EUR \$ 441,805

3.75% due 02/28/19² 250,000 EUR 278,380

Advantage Sales & Marketing, Inc.

1.88% due 07/25/19² 225,000 208,208

Total Consumer, Cyclical

8,912,727

Communications - 3.5%

Cengage Learning Acquisitions, Inc.

5.25% due 06/07/23² 2,305,368 2,301,056

Anaren, Inc.

9.25% due 01/22/21² 2,200,000 1,958,000

Proquest LLC

10.00% due 12/15/22² 850,000 823,438

Total Communications

5,082,494

Energy - 3.5%

Invenergy Thermal

6.50% due 10/19/22² 2,481,250 2,375,797

Cactus Wellhead

7.00% due 07/31/20² 1,373,424 1,036,935

Callon Petroleum Co.

8.50% due 10/08/21 900,000 905,247

Exgen Texas Power LLC

5.75% due 09/18/21² 842,219 675,881

Total Energy

4,993,860

Utilities - 2.2%

Panda Temple II Power

7.25% due 04/03/19² 2,985,000 2,716,350

Stonewall (Green Energy)

6.50% due 11/13/21² 450,000 424,125

Total Utilities

3,140,475

Financial - 0.6%

Integro Parent, Inc.

6.75% due 10/31/22² 547,407 533,722

Acrisure LLC

6.50% due 05/19/22² 205,085 205,470

Acrisure, LLC

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6.50% due 05/19/22 ²	136,102	134,100
Total Financial		873,292
Basic Materials - 0.2%		
PQ Corp.		
5.75% due 11/04/22 ²	250,000	251,518
Noranda Aluminum Acquisition Corp.		
5.75% due 02/28/19 ²	110,402	11,040
Total Basic Materials		262,558
Transportation - 0.2%		
Ceva Group Plc (United Kingdom)		
1.50% due 03/19/19 ^{†††,1,2}	110,000	98,576
6.50% due 03/19/21 ²	81,247	64,727
Ceva Logistics US Holdings		
6.50% due 03/19/21 ²	36,272	28,897
Ceva Logistics Holdings BV (Dutch)		
6.50% due 03/19/21 ²	26,162	20,843

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	Face Amount	~ Value
SENIOR FLOATING RATE INTERESTS ^{††} 44.6% (continued)		
Transportation - 0.2% (continued)		
Ceva Logistics Canada, ULC 6.50% due 03/19/21 ²	4,523	\$3,604
Total Transportation		216,647
Total Senior Floating Rate Interests (Cost \$68,933,664)		64,017,594
ASSET-BACKED SECURITIES ^{††} 11.8%		
Collateralized Loan Obligations - 7.6%		
Newstar Commercial Loan Funding LLC 2013-1A, 5.95% due 09/20/23 ^{2,3,6}	1,500,000	1,362,657
THL Credit Wind River 2014-1 CLO Ltd. 2014-1A, 5.63% due 04/18/26 ^{2,3,6}	1,500,000	1,316,493
CIFC Funding Ltd. 2014-1A, 5.18% due 04/18/25 ^{3,6}	1,340,000	1,105,844
Monroe Capital CLO 2014-1 Ltd. 2014-1A, 5.43% due 10/22/26 ^{2,3,6}	1,000,000	929,016
Eaton Vance CLO Ltd. 2014-1A, 5.71% due 07/15/26 ^{3,6}	1,000,000	792,595
Denali Capital CLO X Ltd. 2013-1A, 6.47% due 04/28/25 ^{2,3,6}	1,000,000	782,785
Ares Enhanced Loan Investment Strategy IR Ltd. 2013-IRAR, 5.71% due 07/23/25 ^{2,3,6}	830,000	724,600
NewStar Arlington Senior Loan Program LLC 2014-1A, 4.96% due 07/25/25 ^{2,3,6}	750,000	690,784
Cerberus Onshore II CLO-2 LLC 2014-1A, 4.78% due 10/15/23 ^{2,3,6}	500,000	493,804
Dryden 41 Senior Loan Fund 2015-41A, 0.00% due 01/15/28 ^{2,6,9}	600,000	479,078
Fortress Credit Opportunities V CLO Ltd. 2014-5A, 5.56% due 10/15/26 ^{2,3,6}	500,000	473,915
Fortress Credit Opportunities VI CLO Ltd. 2015-6A, 5.66% due 10/10/26 ^{2,3,6}	500,000	466,358
NXT Capital CLO 2013-1 LLC 2013-1A, 4.86% due 04/25/24 ^{2,3,6}	500,000	460,580
Babson CLO Ltd. 2012-2A, 0.00% due 05/15/23 ^{2,6,9}	1,000,000	450,677
	Face Amount	~ Value
ASSET-BACKED SECURITIES ^{††} 11.8% (continued)		
Collateralized Loan Obligations - 7.6% (continued)		
Treman Park CLO Ltd. 2015-1A, 0.00% due 04/20/27 ^{2,6,9}	\$500,000	\$446,686
Total Collateralized Loan Obligations		10,975,872

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Transportation - 2.7%		
Emerald Aviation Finance Ltd.		
2013-1, 6.35% due 10/15/38 ^{2,6,10}	1,157,662	1,159,397
Apollo Aviation Securitization Equity Trust		
2014-1, 7.50% due 12/15/29 ³	871,795	864,821
2016-1A, 9.20% due 03/17/36 ^{2,6,10}	458,350	462,934
2014-1 C, 10.00% due 12/15/29	402,165	401,360
Rise Ltd.		
2014-1AB, 6.50% due 02/12/39 ^{††.2}	421,875	414,570
Turbine Engines Securitization Ltd.		
2013-1A, 6.38% due 12/13/48 ^{2,7}	344,747	315,067
Castlelake Aircraft Securitization Trust		
2014-1, 7.50% due 02/15/29 ⁶	303,655	300,922
Total Transportation		3,919,071
Collateralized Debt Obligations - 1.1%		
Anchorage Credit Funding 1 Ltd.		
2015-1A, 6.30% due 07/28/30 ⁷	1,000,000	1,000,128
FDF I Ltd.		
2015-1A, 6.88% due 11/12/30 ^{2,6}	500,000	500,860
Total Collateralized Debt Obligations		1,500,988
Financial - 0.4%		
NCBJ 2015-1 A		
5.88% due 07/08/22 ^{†††.1,2}	500,000	500,000
Total Asset-Backed Securities (Cost \$17,155,598)		16,895,931

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Guggenheim Credit Allocation Fund

SCHEDULE OF INVESTMENTS (Unaudited) August 31, 2016

	Face Amount ~ Value
MORTGAGE BACKED SECURITIES ^{††} 0.8%	
Collateralized Mortgage Obligations - 0.8%	
GS Mortgage Securities Corporation Trust	
2016-ICE2, 9.01% due 02/15/33 ^{3,6}	1,200,000 \$1,199,859
Total Mortgage Backed Securities	
(Cost \$1,200,000)	1,199,859
Total Investments - 142.2%	\$204,211,053
(Cost \$216,318,680)	(60,587,054)
Other Assets & Liabilities, net - (42.2)%	\$143,623,999
Total Net Assets - 100.0%	

~ The face amount is denominated in U.S. Dollars, unless otherwise noted.

* Non-income producing security.

** Less than 0.1%.

† Value determined based on Level 1 inputs — See Note 2.

†† Value determined based on Level 2 inputs, unless otherwise noted — See Note 2.

††† Value determined based on Level 3 inputs — See Note 2.

1 Security was fair valued by the Valuation Committee at August 31, 2016. The total market value of fair valued securities amounts to \$18,187,718 (cost \$20,403,789) or 12.7% of total net assets.

All or a portion of these securities have been physically segregated or earmarked in connection with reverse repurchase agreements and unfunded loan commitments. As of August 31, 2016, the total market value of segregated or earmarked securities was \$89,537,429.

3 Variable rate security. Rate indicated is rate effective at August 31, 2016.

4 Perpetual maturity.

5 Rate indicated is the 7 day yield as of August 31, 2016.

6 Security is a 144A or Section 4(a)(2) security. The total market value of 144A or Section 4(a)(2) securities is \$70,191,341 (cost \$70,762,850), or 48.9% of total net assets. These securities have been determined to be liquid under guidelines established by the Board of Trustees.

7 Security is a 144A or section 4(a)(2) security. These securities are considered illiquid and restricted under guidelines established by the Board of Trustees. The total market value of 144A or section 4(a)(2) securities is \$2,563,308 (cost \$3,285,136), or 1.8% of total net assets – See Note 4.

8 Security is in default of interest and/or principal obligations.

9 Security has no stated coupon. However, it is expected to receive residual cash flow payments on defined deal dates.

10 Security is a step up/step down bond. The coupon increases or decreases at regular intervals until the bond reaches full maturity. Rate indicated is effective as of August 31, 2016.

11 Payment-in-kind security

AUD Australian Dollar

B.V. Limited Liability Company

CDO Collateralized Debt Obligation

CLO Collateralized Loan Obligation

EUR Euro

GBP Great Britain Pound

LLC Limited Liability Company

N.V. Publicly Traded Company
 Plc Public Limited Company
 S.A. Corporation
 ULC Unlimited Liability Company

See Sector
 Classification
 in
 Supplemental
 Information
 section.

The following table summarizes the inputs used to value the Fund's investments at August 31, 2016 (See Note 2 in the Notes to Schedule of Investments):

Description	Level 1 Quoted Prices	Level 2 Significant Observable Inputs	Level 3 Significant Unobservable Inputs	Total
Assets:				
Common Stocks	\$	—		