Dodge & Cox®
Investment Focus

# Semi-Annual Report

2022

June 30, 2022

## Income Fund | Class I (DODIX) | Class X (DOXIX)

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# To Our Shareholders (unaudited)

The Dodge & Cox Income Fund — Class I had a total return of -9.65% for the six months ended June 30, 2022, compared to a return of -10.35% for the Bloomberg U.S. Aggregate Bond Index (Bloomberg U.S. Agg).

## Market Commentary

The first half of 2022 was one of the worst six-month stretches on record for U.S. fixed income markets. The Bloomberg U.S. Agg returned -10.4% due to the duel effects of rising interest rates and widening credit spreads.

Bond markets were jarred by multiple factors over the period. These included lingering pandemic effects from emerging COVID-19 variants, the Russia-Ukraine War and its impact on commodity prices, China's renewed lockdowns slowing supply chains, higher and broader inflation, the Federal Reserve's (Fed) more aggressive pace of monetary policy tightening, and intensified concerns around a possible recession.

U.S. inflation soared to 9.1% for the year ended June 30 (as measured by the Consumer Price Index[1])—the largest increase in 40 years. Higher energy prices led the surge but inflationary pressures were fairly broad-based. To combat inflation, the Fed raised the federal funds rate by 25 basis points (bps)[2] in March, followed by a 50 bp hike in May and a 75 bp hike in June. Fed officials have signaled they will keep hiking aggressively this year and are "strongly committed" to returning inflation to their 2% target, while also warning that a potential recession could result from monetary tightening.

While market fears of a recession precipitated by aggressive monetary policy tightening have increased, recent U.S. economic data is mixed. On one hand, the job market has remained strong. Nonfarm payrolls increased by an average of 457,000 per month over the first half of the year, and the unemployment rate declined from 3.9% in December to 3.6% in June. On the other hand, economic output slowed in the first quarter and, based on early forecasts, may have contracted in the second quarter. Meanwhile, a closely-watched University of Michigan survey showed a startling drop in consumer sentiment to the lowest level in at least four decades.

The investment-grade Corporate sector returned –14.4%,[3] underperforming comparable-duration[4] Treasuries by 3.5 percentage points. Corporate spreads[5] widened 63 bps to end June at 155 bps, their widest level since June 2020, as mixed corporate earnings, heightened geopolitical tensions, and rising recession risk weighed on sentiment. Meanwhile, Agency[6] mortgage-backed securities (MBS) returned –8.8%, underperforming comparable-duration Treasuries by 1.6 percentage points. Mortgage rates climbed to their highest level since 2010; not surprisingly, prepayment speeds have declined significantly with less demand for refinancing.

## Investment Strategy

The first half of 2022 was an unquestionably difficult environment for fixed income investors, but there are two silver linings. First, the Fund modestly outpaced the return of the Bloomberg U.S. Agg, primarily due to the Fund's shorter duration, which mitigated the negative price impact of rapidly rising interest rates. And second, bond market yields, an important determinant of future return potential, are much higher and more attractive. In fact, the Bloomberg U.S. Agg's yield, at 3.7%, is the highest in over 12 years and nearly two percentage points higher than it was six months ago. With higher starting yields, we are excited about the prospects for fixed income as an asset class. We are even more enthusiastic about the Fund's outlook and the opportunity to add value through our active management approach.

With respect to portfolio positioning, we reduced the Fund's credit[7] weighting in 2021 to near its lowest level since 2007, as credit spreads narrowed to pre-Global Financial Crisis levels. In our view, this was insufficient compensation for the attendant risks. We invested the proceeds in U.S. Treasuries, "dry powder" that could be redeployed in a more opportunity-rich environment. That environment presented itself in the first half of 2022. We added significantly to the Fund's Credit and Securitized sectors during this time, based on our bottom-up assessment of valuations and fundamentals for individual securities and issuers. We also extended the Fund's duration slightly, though the portfolio remains positioned significantly shorter than the U.S. Agg.

We selectively lean into wider spread environments with the confidence that comes from decades of issue- and issuer-specific knowledge, and—just as importantly—we lean out of environments where optimistic market pricing may not provide sufficient compensation for the underlying risks. Over the past 18 months, we made changes to the portfolio that reflect our valuation discipline.

## Economic Outlook and Portfolio Duration: Still Wary of Long-Term Interest Rate Risk

In June, we lengthened the portfolio's duration by a quarter of a year. This followed the significant rise in yields over the first half of the year and reflected the increased probability that the Fed's front-loaded hikes could induce a recession, leading to inflation decelerating more quickly than expected. Nevertheless, the Fund remains positioned with a duration below the Bloomberg U.S. Agg (5.2 years versus 6.4 years as of June 30).

Our expectations for Fed policy largely mirror market expectations: with the Fed turning significantly more hawkish in an effort to fight inflation, the market is pricing in a federal funds rate that peaks at 3.5% in mid-2023 (175 bps higher than June 30), followed by subsequent easing to around 3% by mid-2024. This expectation is meaningfully higher than at the start of the year (under 1% peak rate) or even just three months ago (2.5%).

We expect U.S. economic growth to slow materially in response to the Fed's hikes and a challenged global economic picture. While the labor market has remained resilient, financial conditions have tightened substantially and interest-rate sensitive parts of the economy (e.g., housing) are starting to slow. Consumption and other growth indicators have also softened recently as support from fiscal policy has faded.

Inflation is likely to moderate, but at a gradual pace due to rising inflation in core services categories (e.g., shelter), which tend to be persistent, as well as lingering supply chain bottlenecks and continuing commodity market dislocations from the Russia-Ukraine War. Nevertheless, we believe inflation will fall towards 2.0% to 3.0% over the next couple of years in response to weaker demand, less tight labor markets, and easing of some supply-side constraints, providing room for the Fed to eventually unwind some of its rate hikes.

While yields in the broad fixed income market have risen considerably—offering more cushion in the case of rates rising further—we believe it is prudent to remain defensively positioned for three main reasons. First, price sensitivity is still high relative to the available level of income. Second, the yield curve is relatively flat, meaning there is not much additional income offered for taking more duration risk. Third, inflation could remain persistently high for a longer period of time, causing federal funds and market rates to stay higher for longer as well.

### The Credit Sector: Leaning into Opportunities Amid Market Volatility

We increased the Fund's overall credit weighting to 45%,[8] adding more than seven percentage points on a net basis since the end of last year. The bulk of our purchases occurred after corporate bond spreads rose substantially starting in March. We purchased securities in both the primary and secondary markets, adding to ten existing holdings, including Southern Company, British American Tobacco, HCA, and Prosus.[9] We also initiated new positions in four issuers: Goldman Sachs, NextEra Energy, UnitedHealth Group, and UC Medical Center (taxable municipal bonds). In addition, we purchased a 1% position in an investment-grade corporate bond ETF to quickly add credit exposure in March, before substantially reducing the position in favor of specific credit securities.

A notable recent credit purchase is Goldman Sachs, a global systemically important U.S.-based bank whose equity we have held in other Funds for several years. Since the Global Financial Crisis, Goldman Sachs has significantly increased its deposit funding, diversified its business, raised its capital levels, and remained profitable across market environments. We are also reassured by the issuer's strong management team and credit profile. Based on this view, we initiated a new position in Goldman Sachs bonds at attractive spread levels.

We believe the long-term total return prospects for a thoroughly researched and fundamentally strong portfolio of credit issuers are attractive. As a byproduct of our bottom-up underwriting and our expertise in less-understood areas of the fixed income universe (e.g., non-financial hybrids, non-U.S. domiciled issuers, certain below investment-grade securities), the Fund's credit portfolio is substantially differentiated from the market. For example, it features fewer issuers (71 versus over 1,000) culled from a diverse set of industries (15), a higher yield premium (274 basis points versus 143 basis points) and a shorter duration (6.0 years versus 7.4 years) compared to the broad investment-grade Credit Index.[10]

Before we invest in any new issuer, our global industry analysts and fixed income credit analysts collaborate in thoroughly evaluating the issuer's financials across a variety of scenarios. We pay particular attention to downside scenarios, examining each issuer's ability to weather a prolonged downturn. The factors we review include balance sheet strength; access to capital markets and other liquidity options (e.g., monetizing non-critical assets) relative to upcoming obligations; and the ability/willingness to cut discretionary spending (including capital expenditures) and reduce dividends. Stress testing current and prospective portfolio companies gives us confidence in their repayment ability even in tough times, giving us confidence to move opportunistically in the face of attractive valuations despite the possibility of a recession.

### The Securitized Sector: Taking Advantage of Market Shift

The Fund's holdings in the Securitized sector consist predominantly of Agency MBS (39%), with a smaller weighting (5%) in primarily AAA-rated asset-backed securities (ABS). As a group, these securities can provide attractive total-return cash flows in the front to intermediate part of the yield curve. They can also play an important role in the overall portfolio because of their dependable liquidity and high credit quality.

Over the past several years, we have focused primarily on selecting securities with prepayment protection because of the high level of refinancing risk and disadvantageous prepayments. With the large increase in rates this year, however, most borrowers no longer have any incentive to refinance because the interest rate on their legacy mortgage is below the current market mortgage rate. As a result, nearly all MBS in the market are now priced below par. This is a paradigm shift in the market: securities with faster prepayments (made at par) are now desirable. Still, our bottom-up research process and valuation discipline underpin our efforts to add attractively priced, appropriate securities to the portfolio.

We adjusted the portfolio's overall Agency MBS weighting in response to changes in both valuations and fundamentals. We found attractive opportunities in two areas of the market. First, we added to Ginnie Mae-guaranteed Home Equity Conversion Mortgages, as the robust U.S. housing market has led to new supply for home equity loans (and securitizations of them). These are out-of-benchmark, floating-rate securities with a compelling valuation relative to short-duration alternatives. Second, we added to hybrid ARMs (adjustable-rate mortgages), which are also out-of-benchmark securities that traded at attractive spreads during the period. Meanwhile, we reduced the portfolio's TBA (to-be-announced) dollar roll position as the TBA "specialness" (or yield premium over current coupon MBS) has declined.

We did not make any significant changes to the portfolio's ABS, which are primarily floating rate securities backed by 97% federally guaranteed student loans. These short-duration securities trade at attractive levels relative to ABS and MBS alternatives, and their floating rate coupon adds a defensive duration element to the portfolio. Consumer fundamentals remain favorable, though we expect credit metrics to deteriorate with higher rates and inflation, the end of student loan forbearance, and economic uncertainty. While student loan forgiveness proposals have received considerable public attention, the impact would be minimal for the Fund's holdings as most of the securities are currently priced at a discount but would be paid off at par in such a scenario, representing a potential gain.

### In Closing

An especially challenging period for fixed income investors has created opportunities in the current market and leaves us optimistic about the prospects for the portfolio. The Bloomberg U.S. Agg's yield is significantly higher than it was six months ago, making prospective returns for fixed income—and the Income Fund—more attractive. Despite recent challenges, we believe the fixed income asset class continues to serve a vital portfolio role by providing investors with liquidity, current income, diversification, and, typically, low correlation to riskier asset classes over multi-year horizons.

Thank you for your continued confidence in Dodge & Cox. As always, we welcome your comments and questions.

For the Board of Trustees,

Dana M. Emery

Dana M. Emery,
Chair and President

July 29, 2022

1 The Consumer Price Index (CPI) is a measure of the average change over time in the prices paid by urban consumers for a market basket of consumer goods and services.
2 One basis point is equal to 1/100th of 1%.
3 Sector returns as calculated and reported by Bloomberg.
4 Duration is a measure of a bond's (or a bond portfolio's) price sensitivity to changes in interest rates.
5 Corporate refers to the Bloomberg U.S. Corporate Index.
6 The U.S. Government does not guarantee the Fund's shares, yield, or net asset value. The agency guarantee (by, for example, Ginnie Mae, Fannie Mae, or Freddie Mac) does not eliminate market risk.
7 Credit securities refers to corporate bonds and government-related securities, as classified by Bloomberg, as well as Rio Oil Finance Trust, an asset-backed security that we group as a credit investment.
8 Unless otherwise specified, all weightings include accrued interest and weightings and characteristics are as of June 30, 2022.
9 The use of specific examples does not imply that they are more or less attractive investments than the Fund's other holdings.
10 Credit Index refers to the Bloomberg U.S. Credit Index.

## Year to Date Performance Review (unaudited)

The Fund underperformed the Bloomberg U.S. Agg by 0.70 percentage points year to date.

### Key Detractors from Relative Results

- Security selection was negative as several credit issuers underperformed, most notably Pemex, Prosus, Charter Communications, and UniCredit. Additionally, the Fund's ABS holdings underperformed the ABS in the benchmark.
- The Fund's underweight to U.S. Treasuries and overweight to corporate bonds detracted from relative returns.
- The Fund's key rate duration positioning (e.g., underweight to the 20+ year key rates) detracted from relative returns.

### Key Contributors to Relative Results

- The Fund's below-benchmark duration position significantly contributed to relative returns.
- Certain credit issuers performed well, such as Ultrapar, NatWest Group, and Occidental Petroleum.

## Key Characteristics of Dodge & Cox

### Independent Organization

Dodge & Cox is one of the largest privately owned investment managers in the world. We remain committed to independence, with a goal of providing the highest quality investment management service to our existing clients.

### Over 90 Years of Investment Experience

Dodge & Cox was founded in 1930. We have a stable and well-qualified team of investment professionals, most of whom have spent their entire careers at Dodge & Cox.

### Experienced Investment Team

The U.S. Fixed Income Investment Committee, which is the decision-making body for the Income Fund, is an eight-member committee with an average tenure of 23 years at Dodge & Cox.

### One Business with a Single Decision-Making Office

Dodge & Cox manages equity (domestic, international, and global), fixed income (domestic and global), and balanced investments, all from one office in San Francisco.

### Consistent Investment Approach

Our team decision-making process involves thorough, bottom- up fundamental analysis of each investment.

### Long-Term Focus and Low Expenses

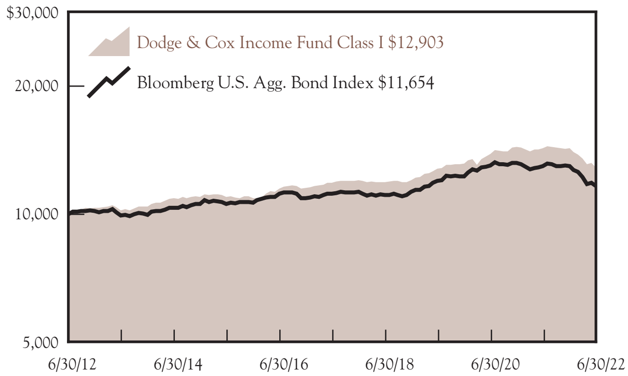
We invest with a three- to five-year investment horizon. We manage Funds that maintain low expense ratios.

**Risks: The Fund invests in individual bonds whose yields and market values fluctuate, so that an investment may be worth more or less than its original cost. Debt securities are subject to interest rate risk, credit risk, and prepayment and call risk, all of which could have adverse effects on the value of the Fund. A low interest rate environment creates an elevated risk of future negative returns. Financial intermediaries may restrict their market making activities for certain debt securities, which may reduce the liquidity and increase the volatility of such securities. Please read the prospectus and summary prospectus for specific details regarding the Fund's risk profile.**

**Fund holdings and sector allocations are subject to change at any time and should not be considered recommendations to buy or sell any security. Please see the Portfolio of Investments section in this report for a complete list of fund holdings.**

## Growth of $10,000 Over 10 Years (unaudited)

For An Investment Made On June 30, 2012




### Average Annual Total Return

For Periods Ended June 30, 2022

| | 1 Year | 5 Years | 10 Years | 20 Years |
|---|---|---|---|---|
| Dodge & Cox Income Fund | | | | |
| Class I | -9.95% | 1.72% | 2.58% | 4.24% |
| Class X[(a)] | -9.95 | 1.72 | 2.58 | 4.24 |
| Bloomberg U.S. Aggregate Bond Index | -10.29 | 0.88 | 1.54 | 3.57 |

### Expense Ratios

Per the Prospectus Dated May 1, 2022

| | Net Expense Ratio | Gross Expense Ratio |
|---|---|---|
| Dodge & Cox Income Fund | | |
| Class I | 0.41% | 0.41% |
| Class X | 0.33%[(b)] | 0.36% |

(a) The Class X shares inception date is May 2, 2022. The returns shown prior to that date are for the Class I shares.

(b) Dodge & Cox has contractually agreed to reimburse the Fund for all ordinary expenses to the extent necessary to maintain Total Annual Fund Operating Expenses of the Dodge & Cox Income Fund — Class X shares at 0.33% until April 30, 2023. This agreement cannot be terminated prior to April 30, 2023 other than by resolution of the Fund's Board of Trustees. The term of the agreement renews annually unless terminated with 30 days' written notice by either party prior to the end of the term. The agreement does not permit Dodge & Cox to recoup any fees waived or payments made to the Fund other than to the extent the total amount of such fee waivers and payments during a year exceeds the amount needed to limit the total expenses of the Class X shares for that year to 0.33%.

**Returns represent past performance and do not guarantee future results. Investment return and share price will fluctuate with market conditions, and investors may have a gain or loss when shares are sold. Fund performance changes over time and currently may be significantly lower than stated. Performance is updated and published monthly. Visit the Fund's website at dodgeandcox.com or call 800-621-3979 for current performance figures.**

The Fund's total returns include the reinvestment of dividend and capital gain distributions, but have not been adjusted for any income taxes payable by shareholders on these distributions or on Fund share redemptions. Index returns include interest income but, unlike Fund returns, do not reflect fees or expenses. The Bloomberg U.S. Aggregate Bond Index (Bloomberg U.S. Agg) is a widely recognized, unmanaged index of U.S. dollar-denominated, investment-grade fixed income securities.

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| Sector Diversification | % of Net Assets |
|---|---|
| Securitized | **45.4** |
| Corporate | **38.9** |
| U.S. Treasury | **14.4** |
| Government-Related | **4.6** |
| Net Cash & Other[(a)] | **(3.3)** |

(a) Net Cash & Other includes cash, short-term investments, derivatives, receivables, and payables.

## Fund Expense Example (unaudited)

As a Fund shareholder, you incur ongoing Fund costs, including management fees and other Fund expenses. All mutual funds have ongoing costs, sometimes referred to as operating expenses. The following example shows ongoing costs of investing in the Fund and can help you understand these costs and compare them with those of other mutual funds. The example assumes a $1,000 investment held for the period indicated.

### Actual Expenses

The first line of each share class in the table below provides information about actual account values and expenses based on the actual returns of the share class. You may use the information in this line, together with your account balance, to estimate the expenses that you paid over the period. 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 in the first line under the heading “Expenses Paid During Period” to estimate the expenses you paid on your account during this period.

### Hypothetical Example for Comparison with Other Mutual Funds

Information on the second line of each share class in the table can help you compare ongoing costs of investing in the Fund with those of other mutual funds. This information may not be used to estimate the actual ending account balance or expenses you paid during the period. The hypothetical “Ending Account Value” is based on the actual expense ratio of the share class and an assumed 5% annual rate of return before expenses (not the actual return of the share class). The amount under the heading “Expenses Paid During Period” shows the hypothetical expenses your account would have incurred under this scenario. You can compare this figure with the 5% hypothetical examples that appear in shareholder reports of other mutual funds.

| Six Months Ended June 30, 2022 | Beginning Account Value 1/1/2022 | Ending Account Value 6/30/2022 | Expenses Paid During Period* | Annualized Expense Ratio |
|---|---|---|---|---|
| **Class I** | | | | |
| Based on actual return | $1,000.00 | $ 903.50 | $1.98 | 0.42% |
| Based on hypothetical 5% yearly return | 1,000.00 | 1,022.71 | 2.11 | 0.42 |
| **Class X**** | | | | |
| Based on actual return | $1,000.00 | $ 985.00 | $0.55 | 0.33% |
| Based on hypothetical 5% yearly return | 1,000.00 | 1,007.80 | 0.55 | 0.33 |

* Expenses are equal to the annualized expense ratio, multiplied by the average account value over the period, multiplied by 181/365 for Class I (to reflect the one-half year period) or multiplied by 61/365 for Class X (to reflect the period since inception of the share class).

** Class X shares were established on 5/1/2022.

The expenses shown in the table highlight ongoing costs only and do not reflect any transactional fees or account maintenance fees. Though other mutual funds may charge such fees, please note that the Fund does not charge transaction fees (e.g., redemption fees, sales loads) or universal account maintenance fees (e.g., small account fees).

## Debt Securities: 103.3%

| | Par Value | Value |
|---|---|---|
| **U.S. Treasury: 14.4%** | | |
| U.S. Treasury Note/Bond | | |
| 0.25%, 8/31/25 | $ 500,000,000 | $ 457,812,500 |
| 0.375%, 11/30/25 | 200,000,000 | 182,671,876 |
| 0.375%, 12/31/25 | 900,000,000 | 820,230,471 |
| 0.50%, 2/28/26 | 500,000,000 | 455,722,655 |
| 0.25%, 3/15/24 | 800,000,000 | 763,843,752 |
| 0.75%, 3/31/26 | 300,000,000 | 275,542,968 |
| 0.375%, 4/15/24 | 1,000,000,000 | 954,609,380 |
| 0.75%, 4/30/26 | 150,000,000 | 137,507,812 |
| 0.125%, 4/30/23 | 1,560,000,000 | 1,524,900,000 |
| 0.25%, 5/15/24 | 1,200,000,000 | 1,140,515,628 |
| 0.125%, 5/31/23 | 64,500,000 | 62,902,618 |
| 0.125%, 6/30/23 | 711,830,000 | 692,393,703 |
| 0.125%, 7/31/23 | 250,000,000 | 242,500,000 |
| 2.875%, 5/15/52 | 1,087,980,000 | 1,027,631,109 |
| | | 8,738,784,472 |
| **Government-Related: 4.6%** | | |
| Agency: 2.5% | | |
| Petroleo Brasileiro SA (Brazil) | | |
| 5.093%, 1/15/30 | 63,555,000 | 58,476,955 |
| 5.60%, 1/3/31 | 4,141,000 | 3,845,581 |
| 7.25%, 3/17/44 | 18,915,000 | 18,085,956 |
| 6.90%, 3/19/49 | 154,599,000 | 138,134,206 |
| 6.75%, 6/3/50 | 103,465,000 | 89,698,982 |
| Petroleos Mexicanos (Mexico) | | |
| 6.70%, 2/16/32 | 511,056,000 | 389,680,200 |
| 6.625%, 6/15/35 | 189,761,000 | 129,399,924 |
| 6.50%, 6/2/41 | 53,502,000 | 33,331,746 |
| 6.375%, 1/23/45 | 135,151,000 | 81,766,355 |
| 6.75%, 9/21/47 | 66,966,000 | 41,351,505 |
| 6.35%, 2/12/48 | 47,663,000 | 28,002,012 |
| 7.69%, 1/23/50 | 612,175,000 | 416,156,565 |
| 6.95%, 1/28/60 | 80,170,000 | 49,344,635 |
| | | 1,477,274,622 |
| Local Authority: 2.1% | | |
| L.A. Unified School District GO | | |
| 5.75%, 7/1/34 | 6,030,000 | 6,698,930 |
| 6.758%, 7/1/34 | 183,745,000 | 219,498,065 |
| New Jersey Turnpike Authority RB | | |
| 7.414%, 1/1/40 | 40,655,000 | 53,953,563 |
| 7.102%, 1/1/41 | 146,892,000 | 189,587,203 |
| Regents of the UC Medical Center RB | | |
| 4.563%, 5/15/53 | 98,330,000 | 96,558,998 |
| State of California GO | | |
| 7.50%, 4/1/34 | 80,226,000 | 102,969,437 |
| 7.30%, 10/1/39 | 183,965,000 | 237,978,357 |
| State of Illinois GO | | |
| 5.10%, 6/1/33 | 356,600,000 | 358,771,516 |
| | | 1,266,016,069 |
| | | 2,743,290,691 |
| **Securitized: 45.4%** | | |
| Asset-Backed: 6.2% | | |
| **Federal Agency: 0.0%*** | | |
| Small Business Admin. - 504 Program | | |
| Series 2002-20L 1, 5.10%, 12/1/22 | 11,032 | 11,051 |
| Series 2003-20G 1, 4.35%, 7/1/23 | 3,824 | 3,833 |
| Series 2004-20L 1, 4.87%, 12/1/24 | 115,354 | 114,474 |
| Series 2005-20B 1, 4.625%, 2/1/25 | 290,913 | 289,121 |
| Series 2005-20D 1, 5.11%, 4/1/25 | 8,727 | 8,702 |
| Series 2005-20E 1, 4.84%, 5/1/25 | 381,023 | 379,021 |
| Series 2005-20G 1, 4.75%, 7/1/25 | 552,426 | 548,577 |
| Series 2005-20H 1, 5.11%, 8/1/25 | 5,068 | 5,064 |

| | Par Value | Value |
|---|---|---|
| Series 2005-20I 1, 4.76%, 9/1/25 | $ 696,132 | $ 685,998 |
| Series 2006-20A 1, 5.21%, 1/1/26 | 566,706 | 566,843 |
| Series 2006-20B 1, 5.35%, 2/1/26 | 169,468 | 170,405 |
| Series 2006-20C 1, 5.57%, 3/1/26 | 754,922 | 759,139 |
| Series 2006-20G 1, 6.07%, 7/1/26 | 1,360,923 | 1,372,158 |
| Series 2006-20H 1, 5.70%, 8/1/26 | 13,260 | 13,495 |
| Series 2006-20I 1, 5.54%, 9/1/26 | 20,193 | 20,294 |
| Series 2006-20J 1, 5.37%, 10/1/26 | 479,643 | 479,913 |
| Series 2006-20L 1, 5.12%, 12/1/26 | 538,851 | 537,195 |
| Series 2007-20A 1, 5.32%, 1/1/27 | 1,218,662 | 1,225,941 |
| Series 2007-20C 1, 5.23%, 3/1/27 | 1,885,434 | 1,923,251 |
| Series 2007-20D 1, 5.32%, 4/1/27 | 1,452,219 | 1,463,291 |
| Series 2007-20G 1, 5.82%, 7/1/27 | 1,384,065 | 1,409,382 |
| | | 11,987,148 |
| **Other: 1.0%** | | |
| Rio Oil Finance Trust (Brazil) | | |
| 9.25%, 7/6/24[a] | 211,332,323 | 218,728,954 |
| 9.75%, 1/6/27[a] | 168,043,058 | 178,192,859 |
| 8.20%, 4/6/28[a] | 185,318,448 | 191,841,657 |
| | | 588,763,470 |
| **Student Loan: 5.2%** | | |
| Navient Student Loan Trust | | |
| USD LIBOR 1-Month | | |
| +1.25%, 2.874%, 6/25/65[a] | 240,001,558 | 236,349,647 |
| +1.15%, 2.774%, 3/25/66[a] | 218,889,615 | 215,395,348 |
| +1.30%, 2.924%, 3/25/66[a] | 150,828,000 | 151,946,179 |
| +0.80%, 2.424%, 7/26/66[a] | 232,209,689 | 224,603,405 |
| +1.05%, 2.674%, 7/26/66[a] | 369,329,000 | 364,378,034 |
| +1.15%, 2.774%, 7/26/66[a] | 230,175,574 | 230,037,929 |
| +1.00%, 2.624%, 9/27/66[a] | 119,429,000 | 116,710,079 |
| +1.05%, 2.674%, 12/27/66[a] | 161,851,395 | 159,434,662 |
| +0.72%, 2.344%, 3/25/67[a] | 96,785,000 | 94,165,756 |
| +0.80%, 2.424%, 3/25/67[a] | 181,973,000 | 176,416,618 |
| +0.68%, 2.304%, 6/27/67[a] | 185,139,912 | 179,078,469 |
| +1.00%, 2.624%, 2/27/68[a] | 93,137,620 | 90,888,589 |
| +0.83%, 2.454%, 7/25/68[a] | 59,841,016 | 58,320,605 |
| +0.81%, 2.434%, 7/25/68[a] | 63,945,000 | 62,297,419 |
| +1.05%, 2.674%, 6/25/69[a] | 41,561,046 | 41,100,395 |
| +0.90%, 1.04%, 8/26/69[a] | 63,323,269 | 62,399,592 |
| +0.60%, 2.224%, 12/26/69[a] | 49,534,831 | 47,859,028 |
| +0.70%, 2.324%, 2/25/70[a] | 207,356,156 | 199,369,834 |
| +0.55%, 0.70%, 2/25/70[a] | 85,129,900 | 82,269,688 |
| Navient Student Loan Trust (Private Loans) | | |
| Series 2014-AA A2A, 2.74%, 2/15/29[a] | 2,506,581 | 2,501,435 |
| Series 2017-A A2A, 2.88%, 12/16/58[a] | 7,668,594 | 7,606,199 |
| SLM Student Loan Trust | | |
| USD LIBOR 1-Month | | |
| +1.20%, 2.824%, 10/25/34 | 24,472,572 | 24,329,457 |
| USD LIBOR 3-Month | | |
| +0.63%, 1.814%, 1/25/40[a] | 104,621,125 | 102,005,492 |
| +0.17%, 1.354%, 7/25/40 | 13,626,000 | 12,821,104 |
| +0.55%, 1.734%, 10/25/64[a] | 54,152,959 | 52,526,670 |
| +0.55%, 1.734%, 10/25/64[a] | 24,265,849 | 23,537,223 |
| SMB Private Education Loan Trust (Private Loans) | | |
| Series 2017-A A2A, 2.88%, 9/15/34[a] | 10,259,232 | 10,036,756 |
| Series 2017-B A2A, 2.82%, 10/15/35[a] | 11,809,552 | 11,429,890 |



See accompanying Notes to Financial Statements

**Debt Securities** (continued)

| | Par Value | Value |
|---|---|---|
| Series 2018-A A2A, 3.50%, 2/15/36[(a)] | $ 50,171,075 | $ 48,889,756 |
| Series 2018-B A2A, 3.60%, 1/15/37[(a)] | 36,519,372 | 35,636,392 |
| Series 2021-A APT2, 1.07%, 1/15/53[(a)] | 41,044,626 | 36,283,228 |
| | | 3,160,624,878 |
| | | 3,761,375,496 |
| CMBS: 0.5% | | |
| **Agency CMBS: 0.5%** | | |
| Freddie Mac Multifamily Interest Only | | |
| Series K055 X1, 1.484%, 3/25/26[(b)] | 111,280,404 | 4,621,319 |
| Series K056 X1, 1.391%, 5/25/26[(b)] | 39,105,268 | 1,549,128 |
| Series K062 X1, 0.425%, 12/25/26[(b)] | 304,780,579 | 3,707,838 |
| Series K064 X1, 0.74%, 3/25/27[(b)] | 384,166,451 | 9,358,487 |
| Series K065 X1, 0.809%, 4/25/27[(b)] | 463,537,828 | 12,672,661 |
| Series K066 X1, 0.888%, 6/25/27[(b)] | 372,223,836 | 11,563,841 |
| Series K067 X1, 0.711%, 7/25/27[(b)] | 469,389,816 | 11,732,962 |
| Series K069 X1, 0.478%, 9/25/27[(b)] | 93,427,842 | 1,557,601 |
| Series K070 X1, 0.458%, 11/25/27[(b)] | 196,327,611 | 3,088,449 |
| Series K071 X1, 0.417%, 11/25/27[(b)] | 252,973,000 | 3,407,420 |
| Series K089 X1, 0.687%, 1/25/29[(b)] | 515,327,589 | 16,138,205 |
| Series K091 X1, 0.705%, 3/25/29[(b)] | 258,870,091 | 8,459,357 |
| Series K092 X1, 0.853%, 4/25/29[(b)] | 484,015,954 | 19,983,518 |
| Series K093 X1, 1.093%, 5/25/29[(b)] | 231,316,171 | 12,390,335 |
| Series K094 X1, 1.015%, 6/25/29[(b)] | 320,711,607 | 16,317,261 |
| Series K095 X1, 1.084%, 6/25/29[(b)] | 223,457,128 | 12,188,380 |
| Series K096 X1, 1.258%, 7/25/29[(b)] | 543,052,862 | 35,536,347 |
| Series K097 X1, 1.218%, 7/25/29[(b)] | 243,629,258 | 15,604,430 |
| Series K098 X1, 1.268%, 8/25/29[(b)] | 470,343,965 | 31,352,329 |
| Series K099 X1, 1.004%, 9/25/29[(b)] | 512,541,848 | 26,947,503 |
| Series K101 X1, 0.948%, 10/25/29[(b)] | 196,905,572 | 9,805,760 |
| Series K102 X1, 0.946%, 10/25/29[(b)] | 549,241,148 | 27,444,591 |
| Series K152 X1, 1.102%, 1/25/31[(b)] | 123,078,313 | 7,469,733 |
| Series K154 X1, 0.436%, 11/25/32[(b)] | 368,518,925 | 8,498,120 |
| Series K-1511 X1, 0.929%, 3/25/34[(b)] | 174,667,906 | 11,151,166 |
| | | 322,546,741 |
| | | 322,546,741 |
| Mortgage-Related: 38.7% | | |
| **Federal Agency CMO & REMIC: 6.7%** | | |
| Dept. of Veterans Affairs | | |
| Series 1995-2D 4A, 9.293%, 5/15/25 | 20,858 | 21,888 |
| Series 1997-2 Z, 7.50%, 6/15/27 | 2,554,253 | 2,694,490 |
| Series 1998-2 2A, 8.611%, 8/15/27[(b)] | 3,248 | 3,370 |
| Series 1998-1 1A, 8.293%, 3/15/28[(b)] | 26,339 | 27,283 |
| Fannie Mae | | |
| Trust 1998-58 PX, 6.50%, 9/25/28 | 86,853 | 91,756 |
| Trust 1998-58 PC, 6.50%, 10/25/28 | 550,741 | 583,136 |
| Trust 2001-69 PQ, 6.00%, 12/25/31 | 675,794 | 723,230 |
| Trust 2002-33 A1, 7.00%, 6/25/32 | 1,028,153 | 1,100,176 |
| Trust 2002-69 Z, 5.50%, 10/25/32 | 93,359 | 98,010 |
| Trust 2008-24 GD, 6.50%, 3/25/37 | 385,520 | 406,810 |
| Trust 2007-47 PE, 5.00%, 5/25/37 | 991,313 | 1,022,854 |
| Trust 2009-53 QM, 5.50%, 5/25/39 | 44,465 | 44,576 |
| Trust 2009-30 AG, 6.50%, 5/25/39 | 2,938,544 | 3,169,590 |
| Trust 2009-40 TB, 6.00%, 6/25/39 | 1,223,010 | 1,308,514 |
| Trust 2001-T3 A1, 7.50%, 11/25/40 | 50,589 | 53,032 |

| | Par Value | Value |
|---|---|---|
| Trust 2010-123 WT, 7.00%, 11/25/40 | $12,187,027 | $13,387,231 |
| Trust 2001-T7 A1, 7.50%, 2/25/41 | 61,769 | 68,482 |
| Trust 2001-T5 A2, 6.974%, 6/19/41[(b)] | 23,359 | 24,929 |
| Trust 2001-T5 A3, 7.50%, 6/19/41[(b)] | 125,734 | 134,014 |
| Trust 2001-T4 A1, 7.50%, 7/25/41 | 919,015 | 1,009,096 |
| Trust 2011-58 AT, 4.00%, 7/25/41 | 3,665,485 | 3,730,257 |
| Trust 2001-T10 A1, 7.00%, 12/25/41 | 942,074 | 1,001,924 |
| Trust 2013-106 MA, 4.00%, 2/25/42 | 10,393,785 | 10,244,278 |
| Trust 2002-W6 2A1, 7.00%, 6/25/42[(b)] | 1,220,457 | 1,233,103 |
| Trust 2002-W8 A2, 7.00%, 6/25/42 | 785,581 | 861,593 |
| Trust 2002-90 A1, 6.50%, 6/25/42 | 2,356,053 | 2,546,397 |
| Trust 2002-T16 A3, 7.50%, 7/25/42 | 1,978,374 | 2,210,544 |
| Trust 2003-W2 1A2, 7.00%, 7/25/42 | 4,004,788 | 4,377,074 |
| Trust 2003-W4 3A, 5.158%, 10/25/42[(b)] | 1,116,682 | 1,181,546 |
| Trust 2012-121 NB, 7.00%, 11/25/42 | 425,258 | 473,649 |
| Trust 2003-W1 2A, 5.354%, 12/25/42[(b)] | 1,416,399 | 1,431,196 |
| Trust 2003-7 A1, 6.50%, 12/25/42 | 1,924,197 | 2,053,815 |
| Trust 2004-T1 1A2, 6.50%, 1/25/44 | 781,878 | 837,111 |
| Trust 2004-W2 2A2, 7.00%, 2/25/44 | 90,815 | 98,493 |
| Trust 2004-W2 5A, 7.50%, 3/25/44 | 1,501,655 | 1,631,588 |
| Trust 2004-W8 3A, 7.50%, 6/25/44 | 1,117,797 | 1,197,283 |
| Trust 2004-W15 1A2, 6.50%, 8/25/44 | 342,662 | 365,665 |
| Trust 2005-W1 1A3, 7.00%, 10/25/44 | 3,439,217 | 3,615,021 |
| Trust 2001-79 BA, 7.00%, 3/25/45 | 248,472 | 265,356 |
| Trust 2006-W1 1A1, 6.50%, 12/25/45 | 156,192 | 167,540 |
| Trust 2006-W1 1A2, 7.00%, 12/25/45 | 1,059,994 | 1,155,600 |
| Trust 2006-W1 1A3, 7.50%, 12/25/45 | 18,664 | 20,224 |
| Trust 2006-W1 1A4, 8.00%, 12/25/45 | 1,243,179 | 1,354,173 |
| Trust 2007-W10 1A, 6.201%, 8/25/47[(b)] | 3,547,143 | 3,701,004 |
| Trust 2007-W10 2A, 6.282%, 8/25/47[(b)] | 1,053,722 | 1,096,867 |
| USD LIBOR 1-Month | | |
| +0.55%, 2.174%, 9/25/43 | 11,799,548 | 11,841,242 |
| +0.40%, 2.024%, 7/25/44 | 849,034 | 849,033 |
| Freddie Mac | | |
| Series 2456 CJ, 6.50%, 6/15/32 | 54,209 | 58,919 |
| Series 3312 AB, 6.50%, 6/15/32 | 1,172,348 | 1,270,014 |
| Series T-41 2A, 4.844%, 7/25/32[(b)] | 122,579 | 121,760 |
| Series 2587 ZU, 5.50%, 3/15/33 | 1,438,050 | 1,510,362 |
| Series 2610 UA, 4.00%, 5/15/33 | 770,219 | 776,485 |
| Series T-48 1A, 4.446%, 7/25/33[(b)] | 1,526,644 | 1,521,976 |
| Series 2708 ZD, 5.50%, 11/15/33 | 5,352,618 | 5,676,537 |
| Series 3204 ZM, 5.00%, 8/15/34 | 2,689,719 | 2,803,186 |
| Series 3330 GZ, 5.50%, 6/15/37 | 308,177 | 318,550 |
| Series 3427 Z, 5.00%, 3/15/38 | 1,248,228 | 1,304,382 |
| Series T-51 1A, 6.50%, 9/25/43[(b)] | 39,031 | 43,533 |
| Series 4283 DW, 4.50%, 12/15/43[(b)] | 23,838,872 | 24,647,765 |
| Series 4283 EW, 4.50%, 12/15/43[(b)] | 15,023,912 | 15,473,438 |
| Series 4281 BC, 4.50%, 12/15/43[(b)] | 40,706,756 | 42,024,506 |
| Series 4319 MA, 4.50%, 3/15/44[(b)] | 7,963,729 | 8,242,878 |

**Debt Securities** (continued)

| | Par Value | Value |
|---|---|---|
| Ginnie Mae | | |
| United States 30 Day Average SOFR | | |
| +0.55%, Series 2022-H04 FG, 0.883%, 2/20/67 | $ 38,508,410 | $ 37,735,054 |
| +0.50%, Series 2022-H04 GF, 0.833%, 2/20/67 | 37,409,097 | 36,587,859 |
| +0.50%, Series 2022-H07 FB, 0.643%, 1/20/68 | 108,841,163 | 108,939,969 |
| +0.30%, Series 2022-H06 FA, 0.988%, 2/20/68 | 131,565,975 | 127,641,007 |
| +0.50%, Series 2022-H07 AF, 1.271%, 2/20/68 | 46,844,917 | 45,936,613 |
| +0.50%, Series 2022-H07 BF, 0.683%, 2/20/68 | 165,721,915 | 165,869,922 |
| +0.41%, Series 2022-H06 FC, 0.856%, 8/20/68 | 78,430,891 | 76,977,206 |
| +0.70%, Series 2021-H17 FA, 1.471%, 11/20/71 | 39,797,286 | 39,463,662 |
| +0.82%, Series 2021-H19 FM, 1.591%, 12/20/71 | 43,712,430 | 43,616,665 |
| +0.80%, Series 2022-H08 FL, 1.299%, 12/20/71 | 119,641,617 | 119,237,910 |
| +0.80%, Series 2022-H02 FC, 1.571%, 1/20/72 | 133,673,913 | 133,309,731 |
| +0.82%, Series 2022-H04 HF, 1.591%, 2/20/72 | 210,292,344 | 209,868,626 |
| +0.75%, Series 2022-H07 F, 1.521%, 2/20/72 | 47,889,906 | 47,539,563 |
| +0.75%, Series 2022-H08 FE, 1.249%, 3/20/72 | 53,811,061 | 53,498,032 |
| +0.74%, Series 2022-H09 FC, 1.511%, 4/20/72 | 64,768,457 | 64,329,703 |
| +1.00%, Series 2022-H11 FG, 1.771%, 4/20/72 | 17,837,712 | 18,136,527 |
| +0.95%, Series 2022-H10 FA, 1.721%, 5/20/72 | 102,618,814 | 104,157,121 |
| +0.95%, Series 2022-H11 AF, 1.721%, 5/20/72 | 18,895,856 | 19,179,832 |
| +0.90%, Series 2022-H11 F, 1.671%, 5/20/72 | 179,731,931 | 181,850,904 |
| +0.97%, Series 2022-H11 EF, 1.741%, 5/20/72 | 49,284,754 | 49,567,649 |
| +0.95%, Series 2022-H12 FA, 1.08%, 6/20/72 | 240,991,188 | 242,456,222 |
| USD LIBOR 1-Month | | |
| +0.65%, 1.453%, 10/20/64 | 4,976,455 | 4,939,930 |
| +0.63%, 1.433%, 4/20/65 | 7,192,872 | 7,122,068 |
| +0.60%, 1.403%, 7/20/65 | 4,704,234 | 4,669,404 |
| +0.60%, 1.403%, 8/20/65 | 4,625,997 | 4,591,841 |
| +0.62%, 1.423%, 9/20/65 | 995,500 | 988,041 |
| +0.75%, 1.553%, 11/20/65 | 19,615,149 | 19,527,647 |
| +0.90%, 1.703%, 3/20/66 | 11,874,769 | 11,820,657 |
| +0.90%, 1.703%, 4/20/66 | 13,766,623 | 13,725,431 |
| +0.78%, 1.583%, 9/20/66 | 6,397,860 | 6,376,576 |
| +0.75%, 1.553%, 10/20/66 | 32,333,025 | 32,196,776 |
| +0.80%, 1.603%, 11/20/66 | 14,852,053 | 14,807,045 |
| +0.81%, 1.613%, 12/20/66 | 8,321,904 | 8,298,442 |
| +0.57%, 1.373%, 9/20/67 | 19,397,737 | 19,206,005 |
| +0.50%, 1.303%, 6/20/68 | 25,130,426 | 24,834,088 |
| +0.50%, 1.303%, 11/20/68 | 22,621,667 | 22,347,689 |
| +0.60%, 1.403%, 9/20/69 | 23,401,751 | 22,987,729 |
| +0.60%, 1.403%, 11/20/69 | 20,302,196 | 19,856,445 |
| +0.65%, 1.453%, 11/20/69 | 24,366,622 | 24,010,657 |

| | Par Value | Value |
|---|---|---|
| +0.65%, 1.453%, 11/20/69 | $73,440,773 | $ 72,240,824 |
| +0.65%, 1.453%, 11/20/69 | 14,537,942 | 14,278,865 |
| +0.55%, 1.353%, 3/20/70 | 76,943,331 | 75,119,297 |
| +0.85%, 1.653%, 9/20/71 | 7,758,974 | 7,742,337 |
| USD LIBOR 12-Month | | |
| +0.30%, 0.532%, 9/20/66 | 10,858,471 | 10,720,394 |
| +0.28%, 0.647%, 12/20/66 | 19,980,905 | 19,587,258 |
| +0.30%, 0.756%, 1/20/67 | 61,226,003 | 59,896,756 |
| +0.31%, 0.766%, 1/20/67 | 24,051,694 | 23,536,184 |
| +0.30%, 0.756%, 1/20/67 | 63,424,115 | 62,052,981 |
| +0.25%, 1.198%, 2/20/67 | 10,426,398 | 10,149,432 |
| +0.20%, 1.148%, 3/20/67 | 2,257,843 | 2,198,179 |
| +0.30%, 1.518%, 4/20/67 | 15,297,550 | 14,922,387 |
| +0.20%, 2.372%, 5/20/67 | 26,313,682 | 25,745,109 |
| +0.30%, 2.472%, 5/20/67 | 12,711,293 | 12,471,545 |
| +0.20%, 2.829%, 6/20/67 | 61,726,742 | 60,560,458 |
| +0.30%, 2.929%, 6/20/67 | 13,676,987 | 13,461,519 |
| +0.20%, 0.445%, 8/20/67 | 14,614,502 | 14,412,624 |
| +0.27%, 0.502%, 9/20/67 | 41,371,580 | 40,774,663 |
| +0.25%, 0.482%, 9/20/67 | 15,205,711 | 14,979,143 |
| +0.25%, 0.478%, 10/20/67 | 29,797,538 | 29,279,824 |
| +0.23%, 0.458%, 10/20/67 | 97,383,319 | 95,625,043 |
| +0.23%, 0.458%, 10/20/67 | 46,120,910 | 45,289,576 |
| +0.22%, 0.448%, 10/20/67 | 20,903,419 | 20,538,100 |
| +0.20%, 0.435%, 11/20/67 | 10,680,630 | 10,457,077 |
| +0.22%, 0.455%, 11/20/67 | 14,307,285 | 14,019,238 |
| +0.22%, 0.455%, 11/20/67 | 80,002,275 | 78,298,723 |
| +0.06%, 0.643%, 12/20/67 | 32,858,952 | 31,785,506 |
| +0.18%, 0.547%, 12/20/67 | 21,902,349 | 21,368,769 |
| +0.16%, 0.527%, 12/20/67 | 18,390,103 | 17,915,357 |
| +0.15%, 0.606%, 12/20/67 | 23,966,030 | 23,298,873 |
| +0.15%, 0.606%, 1/20/68 | 10,655,635 | 10,355,521 |
| +0.08%, 0.663%, 1/20/68 | 29,149,823 | 28,273,375 |
| +0.06%, 0.643%, 1/20/68 | 61,734,755 | 59,755,156 |
| +0.10%, 0.683%, 2/20/68 | 48,734,244 | 46,987,282 |
| +0.15%, 0.733%, 2/20/68 | 21,554,153 | 20,895,568 |
| +0.10%, 0.683%, 2/20/68 | 28,660,200 | 27,694,486 |
| +0.04%, 0.988%, 2/20/68 | 31,851,015 | 30,794,364 |
| +0.07%, 1.018%, 2/20/68 | 30,727,889 | 29,737,388 |
| +0.05%, 0.297%, 2/20/68 | 16,337,049 | 15,951,821 |
| +0.05%, 0.998%, 2/20/68 | 2,355,861 | 2,279,691 |
| +0.06%, 1.008%, 3/20/68 | 8,151,094 | 7,838,079 |
| +0.05%, 1.268%, 3/20/68 | 36,657,048 | 35,494,902 |
| +0.03%, 1.248%, 3/20/68 | 10,072,412 | 9,729,336 |
| +0.04%, 0.988%, 3/20/68 | 53,411,322 | 51,679,684 |
| +0.04%, 0.988%, 3/20/68 | 18,600,197 | 17,877,739 |
| +0.02%, 1.238%, 4/20/68 | 14,423,867 | 13,829,187 |
| +0.05%, 1.268%, 4/20/68 | 23,548,587 | 22,623,622 |
| +0.05%, 1.268%, 4/20/68 | 23,582,360 | 22,647,796 |
| +0.04%, 2.212%, 5/20/68 | 24,260,370 | 23,423,407 |
| +0.15%, 2.779%, 6/20/68 | 22,910,889 | 22,304,915 |
| +0.25%, 0.497%, 7/20/68 | 22,836,100 | 22,285,405 |
| +0.12%, 0.352%, 8/20/68 | 21,271,298 | 20,859,015 |
| +0.10%, 0.328%, 10/20/68 | 40,250,570 | 39,127,197 |
| +0.22%, 0.455%, 11/20/68 | 18,304,996 | 17,759,247 |
| +0.30%, 0.535%, 11/20/68 | 23,033,952 | 22,610,643 |
| +0.40%, 1.348%, 2/20/69 | 18,697,199 | 18,288,394 |
| +0.40%, 0.628%, 10/20/69 | 11,640,721 | 11,553,972 |
| +0.40%, 0.635%, 10/20/69 | 18,566,772 | 18,423,103 |
| +0.50%, 0.735%, 11/20/69 | 37,969,547 | 37,310,012 |
| | | 4,030,630,930 |
| **Federal Agency Mortgage Pass-Through: 32.0%** | | |
| Fannie Mae, 15 Year | | |
| 6.00%, 8/1/22 - 3/1/23 | 40,971 | 41,026 |

**Debt Securities** (continued)

| | Par Value | Value |
|---|---|---|
| 5.50%, 5/1/23 - 7/1/25 | $ 3,420,867 | $ 3,447,020 |
| 5.00%, 9/1/25 | 2,402,522 | 2,465,365 |
| 4.00%, 9/1/25 - 11/1/33 | 166,187,292 | 167,973,504 |
| 3.50%, 9/1/28 - 2/1/31 | 83,223,883 | 83,292,710 |
| 4.50%, 3/1/29 | 3,342,748 | 3,417,673 |
| Fannie Mae, 20 Year | | |
| 4.50%, 3/1/29 - 1/1/34 | 136,325,213 | 138,178,921 |
| 4.00%, 9/1/30 - 3/1/37 | 645,925,966 | 656,601,158 |
| 3.50%, 11/1/35 - 4/1/37 | 94,835,334 | 94,150,725 |
| Fannie Mae, 30 Year | | |
| 6.00%, 11/1/28 - 2/1/39 | 42,612,952 | 46,285,439 |
| 7.00%, 4/1/32 - 2/1/39 | 3,794,404 | 4,240,710 |
| 6.50%, 12/1/32 - 8/1/39 | 17,141,175 | 18,486,230 |
| 5.50%, 2/1/33 - 11/1/39 | 61,588,491 | 65,798,470 |
| 4.50%, 11/1/35 - 11/1/48 | 623,882,861 | 639,168,494 |
| 5.00%, 7/1/37 - 3/1/49 | 40,364,097 | 41,797,656 |
| 4.00%, 10/1/40 - 2/1/47 | 148,328,875 | 149,326,104 |
| 3.50%, 3/1/50 - 7/1/52 | 1,414,114,404 | 1,366,114,412 |
| 2.50%, 6/1/50 - 8/1/51 | 2,305,510,632 | 2,089,140,661 |
| 2.00%, 6/1/50 - 2/1/51 | 2,572,848,048 | 2,244,877,803 |
| 3.00%, 4/1/52 - 5/1/52 | 247,690,531 | 231,873,973 |
| Fannie Mae, 40 Year | | |
| 4.50%, 1/1/52 - 6/1/56 | 66,344,440 | 68,743,458 |
| Fannie Mae, Hybrid ARM | | |
| 2.471%, 10/1/33[b] | 534,069 | 550,700 |
| 2.444%, 7/1/34[b] | 529,507 | 536,713 |
| 1.756%, 8/1/34[b] | 766,017 | 779,801 |
| 2.143%, 8/1/34[b] | 73,036 | 73,239 |
| 2.081%, 9/1/34[b] | 639,138 | 658,745 |
| 1.615%, 10/1/34[b] | 386,390 | 391,353 |
| 2.192%, 1/1/35[b] | 414,124 | 414,631 |
| 2.135%, 1/1/35[b] | 330,345 | 327,517 |
| 2.153%, 4/1/35[b] | 577,371 | 584,908 |
| 3.351%, 6/1/35[b] | 190,047 | 189,214 |
| 2.441%, 7/1/35[b] | 523,510 | 541,959 |
| 2.35%, 7/1/35[b] | 222,794 | 226,635 |
| 1.761%, 7/1/35[b] | 59,513 | 59,239 |
| 2.425%, 7/1/35[b] | 187,123 | 186,117 |
| 2.005%, 8/1/35[b] | 433,679 | 446,410 |
| 1.628%, 8/1/35[b] | 1,197,145 | 1,228,434 |
| 1.548%, 8/1/35[b] | 288,943 | 289,071 |
| 2.017%, 9/1/35[b] | 362,509 | 361,769 |
| 1.802%, 10/1/35[b] | 498,646 | 504,948 |
| 1.998%, 10/1/35[b] | 189,545 | 188,105 |
| 2.006%, 11/1/35[b] | 416,534 | 423,665 |
| 1.874%, 12/1/35[b] | 49,225 | 48,894 |
| 2.078%, 1/1/36[b] | 861,723 | 882,884 |
| 1.869%, 1/1/36[b] | 626,963 | 638,926 |
| 2.472%, 1/1/36[b] | 3,665,970 | 3,773,081 |
| 2.907%, 11/1/36[b] | 555,976 | 566,397 |
| 2.852%, 12/1/36[b] | 487,244 | 503,078 |
| 2.25%, 12/1/36[b] | 204,975 | 203,746 |
| 1.815%, 1/1/37 - 11/1/44[b] | 4,830,784 | 4,898,606 |
| 2.339%, 2/1/37[b] | 705,079 | 718,825 |
| 3.35%, 4/1/37[b] | 158,306 | 164,771 |
| 2.023%, 8/1/37[b] | 68,089 | 68,493 |
| 1.732%, 11/1/37[b] | 227,294 | 225,850 |
| 3.491%, 5/1/38[b] | 1,100,551 | 1,143,536 |
| 2.352%, 5/1/38[b] | 36,581,886 | 37,600,705 |
| 2.131%, 9/1/38[b] | 98,901 | 98,591 |
| 1.783%, 10/1/38[b] | 1,212,783 | 1,243,349 |
| 2.13%, 10/1/38[b] | 188,470 | 186,847 |
| 2.238%, 10/1/38[b] | 205,426 | 209,001 |
| 2.031%, 6/1/39[b] | 145,926 | 149,497 |

| | Par Value | Value |
|---|---|---|
| 2.028%, 12/1/39[b] | $ 416,843 | $ 414,572 |
| 3.037%, 4/1/42 - 11/1/47[b] | 4,590,581 | 4,636,374 |
| 1.92%, 9/1/42[b] | 877,706 | 894,700 |
| 1.937%, 11/1/42[b] | 1,152,367 | 1,169,561 |
| 2.264%, 12/1/42[b] | 4,037,437 | 4,123,447 |
| 1.868%, 2/1/43[b] | 2,729,863 | 2,766,077 |
| 2.164%, 2/1/43[b] | 667,764 | 688,211 |
| 2.311%, 5/1/43[b] | 1,163,549 | 1,171,088 |
| 3.22%, 6/1/43[b] | 191,955 | 190,612 |
| 1.731%, 9/1/43[b] | 354,836 | 357,243 |
| 1.81%, 9/1/43 - 12/1/43[b] | 2,871,615 | 2,904,610 |
| 3.289%, 9/1/43[b] | 538,499 | 542,231 |
| 2.08%, 10/1/43[b] | 6,889,542 | 7,012,679 |
| 1.772%, 11/1/43[b] | 3,276,592 | 3,316,581 |
| 2.84%, 11/1/43 - 4/1/46[b] | 6,527,774 | 6,574,618 |
| 2.05%, 2/1/44[b] | 119,828 | 119,853 |
| 2.04%, 2/1/44[b] | 2,218,325 | 2,233,763 |
| 1.94%, 2/1/44[b] | 1,252,784 | 1,261,450 |
| 2.33%, 4/1/44[b] | 1,526,970 | 1,538,155 |
| 2.204%, 4/1/44[b] | 935,194 | 947,648 |
| 2.603%, 4/1/44[b] | 1,384,195 | 1,399,865 |
| 3.101%, 4/1/44[b] | 4,023,165 | 4,012,579 |
| 2.278%, 4/1/44[b] | 4,949,528 | 5,043,207 |
| 2.616%, 5/1/44[b] | 1,595,143 | 1,613,680 |
| 2.061%, 5/1/44[b] | 6,498,963 | 6,543,166 |
| 1.97%, 7/1/44[b] | 658,000 | 672,049 |
| 2.496%, 7/1/44[b] | 2,315,264 | 2,363,638 |
| 2.584%, 7/1/44[b] | 2,999,192 | 3,058,122 |
| 1.84%, 7/1/44 - 12/1/44[b] | 5,696,245 | 5,801,026 |
| 1.83%, 7/1/44 - 12/1/44[b] | 15,190,576 | 15,442,086 |
| 1.962%, 8/1/44[b] | 2,318,739 | 2,367,946 |
| 1.918%, 8/1/44[b] | 4,984,781 | 5,080,000 |
| 1.899%, 9/1/44[b] | 2,837,842 | 2,900,295 |
| 1.949%, 9/1/44[b] | 6,275,092 | 6,379,974 |
| 1.82%, 10/1/44 - 10/1/44[b] | 4,213,265 | 4,272,411 |
| 1.814%, 10/1/44 - 12/1/44[b] | 5,824,723 | 5,882,882 |
| 1.827%, 10/1/44[b] | 2,024,274 | 2,053,951 |
| 1.825%, 10/1/44[b] | 5,556,935 | 5,648,734 |
| 1.806%, 10/1/44[b] | 1,829,047 | 1,857,521 |
| 1.86%, 10/1/44[b] | 1,484,514 | 1,506,575 |
| 1.85%, 10/1/44 - 12/1/44[b] | 11,065,370 | 11,219,216 |
| 1.842%, 11/1/44[b] | 2,389,631 | 2,424,148 |
| 1.818%, 11/1/44[b] | 3,383,915 | 3,423,862 |
| 1.894%, 11/1/44[b] | 1,153,738 | 1,173,665 |
| 1.836%, 1/1/45[b] | 1,635,954 | 1,653,734 |
| 1.906%, 2/1/45[b] | 2,695,757 | 2,728,467 |
| 3.018%, 3/1/45[b] | 28,497,435 | 28,851,725 |
| 2.09%, 3/1/45[b] | 1,342,915 | 1,351,612 |
| 1.947%, 4/1/45[b] | 7,705,410 | 7,761,454 |
| 2.74%, 4/1/45[b] | 783,019 | 793,989 |
| 2.60%, 8/1/45[b] | 2,453,401 | 2,520,976 |
| 2.899%, 8/1/45[b] | 1,526,923 | 1,557,601 |
| 2.811%, 10/1/45[b] | 5,164,599 | 5,304,864 |
| 2.521%, 11/1/45[b] | 4,233,194 | 4,346,168 |
| 2.604%, 3/1/46[b] | 600,699 | 606,632 |
| 2.063%, 4/1/46[b] | 7,977,113 | 8,039,920 |
| 2.819%, 4/1/46[b] | 4,540,226 | 4,611,184 |
| 3.002%, 4/1/46[b] | 744,987 | 758,341 |
| 2.683%, 4/1/46[b] | 1,125,861 | 1,140,084 |
| 2.631%, 5/1/46[b] | 2,049,380 | 2,069,994 |
| 2.81%, 6/1/46[b] | 661,531 | 671,585 |
| 2.488%, 6/1/46[b] | 919,246 | 925,635 |
| 2.628%, 7/1/46[b] | 559,267 | 565,867 |
| 2.257%, 12/1/46[b] | 2,654,210 | 2,626,020 |

**Debt Securities** (continued)

| | Par Value | Value |
|---|---|---|
| 2.976%, 6/1/47(b) | $ 3,182,126 | $ 3,196,671 |
| 3.188%, 6/1/47(b) | 4,582,803 | 4,614,420 |
| 3.157%, 7/1/47 - 8/1/47(b) | 6,109,206 | 6,147,609 |
| 3.082%, 7/1/47(b) | 1,760,528 | 1,769,854 |
| 2.98%, 8/1/47(b) | 1,137,745 | 1,141,657 |
| 3.23%, 8/1/47(b) | 1,576,703 | 1,588,514 |
| 2.684%, 8/1/47(b) | 5,748,776 | 5,902,491 |
| 3.036%, 10/1/47(b) | 986,318 | 989,256 |
| 2.876%, 10/1/47(b) | 1,608,892 | 1,612,958 |
| 2.951%, 11/1/47(b) | 1,286,565 | 1,289,544 |
| 3.308%, 1/1/48(b) | 835,747 | 838,887 |
| 3.145%, 1/1/48(b) | 978,187 | 980,699 |
| 3.009%, 3/1/48(b) | 2,496,059 | 2,493,762 |
| 3.142%, 4/1/48(b) | 1,359,894 | 1,360,640 |
| 3.159%, 5/1/48(b) | 16,993,711 | 17,003,900 |
| 3.45%, 8/1/48(b) | 1,260,094 | 1,260,539 |
| 3.345%, 10/1/48(b) | 2,965,166 | 2,964,700 |
| 3.655%, 11/1/48(b) | 1,621,457 | 1,629,143 |
| 3.309%, 4/1/49(b) | 1,626,372 | 1,624,086 |
| 3.742%, 8/1/49(b) | 8,383,795 | 8,433,011 |
| 3.632%, 8/1/49(b) | 14,316,897 | 14,267,100 |
| 3.599%, 8/1/49(b) | 3,959,831 | 3,973,599 |
| 3.415%, 9/1/49(b) | 12,933,418 | 12,760,262 |
| 3.399%, 9/1/49(b) | 18,233,977 | 18,256,552 |
| 3.329%, 10/1/49(b) | 2,231,476 | 2,226,309 |
| 2.721%, 1/1/50(b) | 3,151,775 | 3,085,351 |
| 2.168%, 12/1/50(b) | 30,332,415 | 29,040,639 |
| 2.046%, 5/1/52(b) | 167,975,799 | 155,180,046 |
| Freddie Mac, Hybrid ARM | | |
| 2.029%, 9/1/33(b) | 1,793,731 | 1,837,650 |
| 2.375%, 2/1/34 - 11/1/34(b) | 1,788,760 | 1,835,291 |
| 2.08%, 8/1/34(b) | 293,978 | 301,975 |
| 1.947%, 1/1/35(b) | 174,412 | 173,105 |
| 2.475%, 2/1/35(b) | 290,267 | 297,767 |
| 2.504%, 3/1/35(b) | 345,484 | 352,677 |
| 3.125%, 4/1/35(b) | 84,522 | 84,601 |
| 2.369%, 8/1/35(b) | 391,897 | 401,679 |
| 2.12%, 8/1/35(b) | 858,746 | 885,636 |
| 2.084%, 9/1/35(b) | 414,892 | 410,929 |
| 1.875%, 10/1/35 - 11/1/44(b) | 3,060,871 | 3,104,007 |
| 2.37%, 1/1/36(b) | 946,661 | 975,181 |
| 1.79%, 1/1/36(b) | 831,762 | 843,096 |
| 1.969%, 1/1/36(b) | 366,834 | 372,184 |
| 3.01%, 4/1/36(b) | 956,036 | 982,875 |
| 2.072%, 8/1/36 - 12/1/36(b) | 1,229,296 | 1,254,266 |
| 2.064%, 1/1/37(b) | 431,299 | 430,988 |
| 1.979%, 3/1/37(b) | 765,952 | 759,067 |
| 2.975%, 4/1/37(b) | 446,474 | 445,654 |
| 2.84%, 4/1/37(b) | 492,630 | 502,235 |
| 3.00%, 5/1/37(b) | 139,138 | 138,966 |
| 2.068%, 7/1/37(b) | 1,545,154 | 1,590,263 |
| 2.335%, 10/1/37(b) | 95,172 | 98,980 |
| 2.374%, 1/1/38(b) | 137,811 | 137,237 |
| 1.566%, 2/1/38(b) | 195,987 | 195,984 |
| 3.044%, 4/1/38(b) | 635,341 | 653,972 |
| 2.49%, 4/1/38(b) | 1,230,055 | 1,260,664 |
| 3.309%, 5/1/38(b) | 128,077 | 132,199 |
| 1.959%, 6/1/38(b) | 440,720 | 447,146 |
| 2.25%, 10/1/38(b) | 144,837 | 144,255 |
| 2.288%, 10/1/38(b) | 980,565 | 1,005,761 |
| 2.572%, 11/1/39(b) | 409,024 | 420,479 |
| 2.601%, 7/1/43(b) | 508,857 | 522,264 |
| 2.07%, 8/1/43(b) | 4,855,100 | 4,907,244 |
| 1.89%, 10/1/43(b) | 454,345 | 460,352 |

| | Par Value | Value |
|---|---|---|
| 1.909%, 1/1/44(b) | $ 1,311,828 | $ 1,321,424 |
| 1.971%, 1/1/44(b) | 1,263,242 | 1,268,143 |
| 1.968%, 2/1/44(b) | 2,461,385 | 2,471,461 |
| 2.234%, 4/1/44(b) | 925,785 | 931,680 |
| 2.40%, 4/1/44(b) | 1,229,512 | 1,236,356 |
| 2.252%, 5/1/44(b) | 24,513,957 | 24,693,572 |
| 2.278%, 6/1/44(b) | 3,230,345 | 3,270,568 |
| 2.902%, 6/1/44(b) | 961,035 | 976,325 |
| 2.174%, 7/1/44(b) | 896,620 | 912,864 |
| 2.239%, 7/1/44(b) | 800,886 | 815,542 |
| 2.613%, 8/1/44(b) | 1,321,167 | 1,342,028 |
| 2.094%, 8/1/44(b) | 1,914,040 | 1,933,441 |
| 1.86%, 8/1/44 - 11/1/44(b) | 4,386,532 | 4,433,856 |
| 1.872%, 9/1/44(b) | 1,663,502 | 1,691,211 |
| 1.87%, 9/1/44 - 12/1/44(b) | 13,491,349 | 13,632,324 |
| 1.861%, 10/1/44(b) | 3,524,375 | 3,563,194 |
| 1.88%, 10/1/44 - 1/1/45(b) | 21,690,659 | 21,895,293 |
| 2.018%, 11/1/44(b) | 1,284,458 | 1,304,132 |
| 1.867%, 11/1/44(b) | 2,242,241 | 2,262,885 |
| 1.85%, 11/1/44 - 11/1/44(b) | 7,784,411 | 7,843,154 |
| 1.864%, 11/1/44(b) | 4,729,616 | 4,794,415 |
| 1.898%, 12/1/44(b) | 3,993,101 | 4,021,199 |
| 1.892%, 1/1/45(b) | 4,201,375 | 4,222,242 |
| 1.885%, 1/1/45(b) | 1,627,549 | 1,636,035 |
| 1.981%, 1/1/45(b) | 1,505,170 | 1,510,696 |
| 2.215%, 1/1/45(b) | 3,632,935 | 3,677,821 |
| 1.997%, 2/1/45(b) | 2,589,528 | 2,599,653 |
| 2.089%, 4/1/45(b) | 1,640,398 | 1,660,311 |
| 2.578%, 5/1/45(b) | 5,382,244 | 5,423,385 |
| 2.842%, 6/1/45(b) | 1,003,706 | 1,032,095 |
| 2.688%, 8/1/45(b) | 8,411,139 | 8,633,479 |
| 3.103%, 8/1/45(b) | 614,217 | 628,612 |
| 2.567%, 8/1/45(b) | 1,619,301 | 1,664,807 |
| 2.941%, 9/1/45(b) | 2,019,813 | 2,070,735 |
| 2.699%, 5/1/46(b) | 3,671,603 | 3,703,761 |
| 2.541%, 5/1/46(b) | 35,346,841 | 35,991,426 |
| 2.607%, 7/1/46(b) | 4,986,671 | 5,027,794 |
| 2.55%, 9/1/46(b) | 9,485,602 | 9,466,543 |
| 3.093%, 6/1/47(b) | 1,832,678 | 1,839,004 |
| 3.023%, 8/1/47(b) | 1,328,183 | 1,330,770 |
| 3.141%, 10/1/47(b) | 1,133,980 | 1,137,190 |
| 3.235%, 11/1/47(b) | 366,716 | 367,403 |
| 3.59%, 2/1/49(b) | 4,008,165 | 4,013,979 |
| 2.176%, 11/1/50(b) | 80,256,090 | 74,676,859 |
| 1.862%, 8/1/51(b) | 249,520,699 | 233,919,375 |
| 2.322%, 5/1/52(b) | 38,959,567 | 36,303,659 |
| 2.026%, 5/1/52(b) | 112,389,071 | 103,481,242 |
| Freddie Mac Gold, 15 Year | | |
| 6.00%, 3/1/23 - 11/1/23 | 187,968 | 189,230 |
| 5.50%, 12/1/24 | 8,173 | 8,201 |
| 4.50%, 3/1/25 - 6/1/26 | 1,510,337 | 1,545,512 |
| Freddie Mac Gold, 20 Year | | |
| 6.50%, 10/1/26 | 623,278 | 654,458 |
| 4.50%, 5/1/30 - 1/1/34 | 36,013,164 | 36,606,384 |
| 4.00%, 9/1/31 - 10/1/35 | 169,419,137 | 172,435,327 |
| 3.50%, 7/1/35 - 1/1/36 | 60,457,288 | 60,400,692 |
| Freddie Mac Gold, 30 Year | | |
| 7.00%, 4/1/31 - 11/1/38 | 1,207,934 | 1,282,516 |
| 6.50%, 12/1/32 - 10/1/38 | 4,292,913 | 4,632,565 |
| 6.00%, 12/1/33 - 2/1/39 | 6,960,286 | 7,522,152 |
| 5.50%, 3/1/34 - 12/1/38 | 20,955,290 | 22,473,431 |
| 4.50%, 3/1/39 - 10/1/47 | 417,372,974 | 428,472,266 |
| 4.00%, 11/1/45 - 11/1/47 | 97,681,918 | 98,281,588 |
| Freddie Mac Pool, 30 Year | | |



See accompanying Notes to Financial Statements

**Debt Securities** (continued)

| | Par Value | Value |
|---|---|---|
| 7.00%, 11/1/37 | $ 5,033 | $ 5,531 |
| 4.50%, 7/1/42 | 4,167,045 | 4,298,980 |
| 2.50%, 5/1/50 - 11/1/51 | 1,032,421,340 | 935,131,990 |
| 2.00%, 6/1/50 - 12/1/50 | 1,555,722,214 | 1,356,714,860 |
| 2.00%, 10/1/50 | 541,944,627 | 474,307,505 |
| 2.50%, 11/1/50 | 339,095,780 | 308,474,525 |
| 2.00%, 12/1/50 | 640,991,783 | 559,401,176 |
| 2.00%, 12/1/50 | 759,198,262 | 663,973,535 |
| 2.50%, 2/1/51 | 296,308,056 | 269,039,498 |
| 3.00%, 1/1/52 | 242,325,971 | 227,100,705 |
| 3.50%, 5/1/52 - 6/1/52 | 285,050,310 | 275,478,080 |
| Ginnie Mae, 20 Year | | |
| 4.00%, 1/20/35 | 2,738,332 | 2,750,338 |
| Ginnie Mae, 30 Year | | |
| 7.50%, 12/15/23 - 5/15/25 | 94,444 | 96,012 |
| 7.00%, 5/15/28 | 57,081 | 59,062 |
| UMBS TBA, 30 Year | | |
| 3.50%, 7/1/52[c] | 2,923,465,000 | 2,811,322,724 |
| 3.50%, 9/1/52[c] | 1,337,799,000 | 1,282,797,882 |
| | | 19,393,689,181 |
| **Private Label CMO & REMIC: 0.0%*** | | |
| GSMPS Mortgage Loan Trust Series 2004-4 1A4, 8.50%, 6/25/34[a] | 2,004,627 | 2,015,373 |
| Seasoned Credit Risk Transfer Trust Series 2017-4 M45T, 4.50%, 6/25/57 | 11,419,798 | 11,622,940 |
| | | 13,638,313 |
| | | 23,437,958,424 |
| | | 27,521,880,661 |
| **Corporate: 38.9%** | | |
| Financials: 14.5% | | |
| Bank of America Corp. | | |
| 3.004%, 12/20/23[d] | 230,640,000 | 229,883,932 |
| 4.20%, 8/26/24 | 161,580,000 | 161,888,968 |
| 4.25%, 10/22/26 | 183,292,000 | 180,709,220 |
| 2.496%, 2/13/31[d] | 74,640,000 | 63,079,981 |
| 3.846%, 3/8/37[d] | 236,213,000 | 204,170,508 |
| Barclays PLC (United Kingdom) | | |
| 4.375%, 9/11/24 | 236,829,000 | 235,648,876 |
| 5.20%, 5/12/26 | 55,538,000 | 55,300,964 |
| 4.836%, 5/9/28 | 96,974,000 | 93,289,326 |
| BNP Paribas SA (France) | | |
| 4.25%, 10/15/24 | 377,926,000 | 376,393,639 |
| 4.375%, 9/28/25[a] | 94,549,000 | 93,085,234 |
| 4.375%, 5/12/26[a] | 133,514,000 | 130,638,848 |
| 4.625%, 3/13/27[a] | 277,440,000 | 271,536,962 |
| Boston Properties, Inc. | | |
| 3.80%, 2/1/24 | 63,389,000 | 63,067,976 |
| 3.20%, 1/15/25 | 46,635,000 | 45,484,734 |
| 3.65%, 2/1/26 | 28,645,000 | 27,809,232 |
| 4.50%, 12/1/28 | 59,475,000 | 57,824,750 |
| 2.90%, 3/15/30 | 20,643,000 | 17,556,797 |
| 3.25%, 1/30/31 | 128,435,000 | 110,159,467 |
| Capital One Financial Corp. | | |
| 3.50%, 6/15/23 | 101,627,000 | 101,048,961 |
| 3.75%, 4/24/24 | 14,520,000 | 14,462,998 |
| 3.20%, 2/5/25 | 45,441,000 | 44,182,793 |
| 4.20%, 10/29/25 | 126,044,000 | 124,360,598 |
| 2.636%, 3/3/26[d] | 36,790,000 | 34,736,027 |
| 3.75%, 7/28/26 | 11,885,000 | 11,356,729 |
| 4.927%, 5/10/28[d] | 92,310,000 | 91,422,189 |
| 5.268%, 5/10/33[d] | 94,840,000 | 93,128,749 |

| | Par Value | Value |
|---|---|---|
| Citigroup, Inc. | | |
| 3.50%, 5/15/23 | $ 72,075,000 | $ 72,038,980 |
| 4.00%, 8/5/24 | 30,990,000 | 30,900,256 |
| 4.45%, 9/29/27 | 46,199,000 | 45,244,135 |
| 4.412%, 3/31/31[d] | 88,860,000 | 84,867,420 |
| 6.625%, 6/15/32 | 1,650,000 | 1,804,344 |
| 3.785%, 3/17/33[d] | 136,715,000 | 123,179,266 |
| USD LIBOR 3-Month +6.37%, 7.609%, 10/30/40[e] | 423,471,200 | 454,808,069 |
| Goldman Sachs Group, Inc. | | |
| 3.615%, 3/15/28[d] | 533,100,000 | 504,536,816 |
| HSBC Holdings PLC (United Kingdom) | | |
| 3.95%, 5/18/24[d] | 132,355,000 | 131,750,332 |
| .976%, 5/24/25[d] | 155,274,000 | 144,781,536 |
| 4.30%, 3/8/26 | 114,950,000 | 113,756,943 |
| 4.95%, 3/31/30 | 66,043,000 | 65,248,266 |
| 2.848%, 6/4/31[d] | 105,275,000 | 88,950,463 |
| 2.357%, 8/18/31[d] | 32,125,000 | 26,039,108 |
| 4.762%, 3/29/33[d] | 222,917,000 | 205,611,367 |
| 6.50%, 5/2/36 | 223,527,000 | 237,839,970 |
| 6.50%, 9/15/37 | 189,027,000 | 201,680,254 |
| 6.80%, 6/1/38 | 10,598,000 | 11,436,017 |
| JPMorgan Chase & Co. | | |
| 4.125%, 12/15/26 | 118,674,000 | 117,607,889 |
| 4.25%, 10/1/27 | 130,835,000 | 129,608,873 |
| 8.75%, 9/1/30[e] | 81,627,000 | 99,722,335 |
| 2.739%, 10/15/30[d] | 9,930,000 | 8,663,960 |
| 4.493%, 3/24/31[d] | 364,895,000 | 356,361,295 |
| 2.522%, 4/22/31[d] | 67,480,000 | 57,473,966 |
| 2.956%, 5/13/31[d] | 149,349,000 | 128,945,482 |
| 4.586%, 4/26/33[d] | 47,740,000 | 46,892,202 |
| Lloyds Banking Group PLC (United Kingdom) | | |
| 4.50%, 11/4/24 | 216,152,000 | 215,619,015 |
| 4.582%, 12/10/25 | 65,106,000 | 63,834,648 |
| 4.65%, 3/24/26 | 67,727,000 | 66,354,697 |
| 3.75%, 3/18/28[d] | 69,800,000 | 66,427,087 |
| NatWest Group PLC (United Kingdom) | | |
| 6.125%, 12/15/22 | 345,807,000 | 347,333,624 |
| 6.10%, 6/10/23 | 19,542,000 | 19,792,458 |
| 6.00%, 12/19/23 | 261,772,000 | 266,420,016 |
| 5.125%, 5/28/24 | 21,880,000 | 21,976,430 |
| 1.642%, 6/14/27[d] | 251,357,000 | 220,376,541 |
| UniCredit SPA (Italy) | | |
| 7.296%, 4/2/34[a][d] | 302,396,000 | 277,882,202 |
| 5.459%, 6/30/35[a][d] | 174,002,000 | 140,625,582 |
| UnitedHealth Group, Inc. | | |
| 4.20%, 5/15/32 | 77,400,000 | 77,336,874 |
| 4.75%, 5/15/52 | 43,445,000 | 43,422,811 |
| Unum Group | | |
| 7.25%, 3/15/28 | 18,694,000 | 20,171,380 |
| 6.75%, 12/15/28 | 8,052,000 | 8,503,556 |
| Wells Fargo & Co. | | |
| 4.10%, 6/3/26 | 128,880,000 | 126,767,449 |
| 4.30%, 7/22/27 | 157,825,000 | 156,078,764 |
| 2.879%, 10/30/30[d] | 46,670,000 | 41,040,462 |
| 2.572%, 2/11/31[d] | 43,705,000 | 37,569,996 |
| 3.068%, 4/30/41[d] | 39,200,000 | 30,357,054 |
| 5.013%, 4/4/51[d] | 123,387,000 | 121,017,803 |
| | | 8,790,886,451 |
| Industrials: 22.0% | | |
| AbbVie, Inc. | | |
| 4.05%, 11/21/39 | 152,435,000 | 135,930,991 |

See accompanying Notes to Financial Statements

**Debt Securities** (continued)

| | Par Value | Value |
|---|---|---|
| 4.25%, 11/21/49 | $ 39,038,000 | $ 34,655,269 |
| Anheuser-Busch InBev SA/NV (Belgium) | | |
| 4.60%, 4/15/48 | 21,000,000 | 18,853,643 |
| 5.55%, 1/23/49 | 143,839,000 | 146,905,724 |
| 4.60%, 6/1/60 | 32,820,000 | 28,688,495 |
| AT&T, Inc. | | |
| 2.75%, 6/1/31 | 113,862,000 | 98,320,732 |
| 2.55%, 12/1/33 | 12,265,000 | 9,949,781 |
| 4.50%, 3/9/48 | 46,095,000 | 40,845,937 |
| 3.50%, 9/15/53 | 100,556,000 | 76,221,303 |
| 3.55%, 9/15/55 | 126,017,000 | 94,416,977 |
| 3.80%, 12/1/57 | 110,706,000 | 85,500,762 |
| 3.65%, 9/15/59 | 399,391,000 | 299,123,051 |
| Bayer AG (Germany) | | |
| 3.875%, 12/15/23[(a)] | 298,635,000 | 297,972,562 |
| 4.25%, 12/15/25[(a)] | 44,030,000 | 43,454,815 |
| British American Tobacco PLC (United Kingdom) | | |
| 2.259%, 3/25/28 | 51,400,000 | 43,059,647 |
| 2.726%, 3/25/31 | 71,685,000 | 56,774,776 |
| 4.742%, 3/16/32 | 277,580,000 | 246,709,332 |
| 3.734%, 9/25/40 | 22,025,000 | 15,443,705 |
| 4.54%, 8/15/47 | 29,496,000 | 21,626,646 |
| 3.984%, 9/25/50 | 99,513,000 | 68,559,604 |
| 5.65%, 3/16/52 | 53,525,000 | 46,187,305 |
| Burlington Northern Santa Fe LLC[(f)] | | |
| 5.72%, 1/15/24 | 3,261,535 | 3,303,338 |
| 5.629%, 4/1/24 | 3,241,090 | 3,280,829 |
| 5.342%, 4/1/24 | 614,752 | 615,741 |
| 5.996%, 4/1/24 | 11,218,597 | 11,405,928 |
| 3.442%, 6/16/28[(a)] | 66,244,752 | 64,557,995 |
| Cemex SAB de CV (Mexico) | | |
| 7.375%, 6/5/27[(a)] | 88,919,000 | 88,119,618 |
| 5.45%, 11/19/29[(a)] | 87,667,000 | 77,935,963 |
| 5.20%, 9/17/30[(a)] | 215,702,000 | 184,677,581 |
| 3.875%, 7/11/31[(a)] | 126,775,000 | 95,081,250 |
| Charter Communications, Inc. | | |
| 4.908%, 7/23/25 | 108,025,000 | 108,275,618 |
| 4.50%, 5/1/32 | 107,225,000 | 86,820,083 |
| 4.40%, 4/1/33 | 40,625,000 | 36,271,537 |
| 4.50%, 6/1/33[(a)] | 227,585,000 | 179,341,532 |
| 4.25%, 1/15/34[(a)] | 90,430,000 | 69,857,175 |
| 6.55%, 5/1/37 | 45,728,000 | 45,786,295 |
| 6.75%, 6/15/39 | 122,432,000 | 121,723,498 |
| 6.484%, 10/23/45 | 466,007,000 | 453,037,876 |
| 5.375%, 5/1/47 | 56,865,000 | 48,418,358 |
| 5.75%, 4/1/48 | 235,090,000 | 210,724,026 |
| 4.80%, 3/1/50 | 9,905,000 | 7,848,327 |
| 5.25%, 4/1/53 | 141,190,000 | 119,307,435 |
| Cigna Corp. | | |
| 4.125%, 11/15/25 | 47,075,000 | 47,126,607 |
| 7.875%, 5/15/27 | 26,593,000 | 30,640,013 |
| 4.375%, 10/15/28 | 64,256,000 | 63,760,112 |
| Coca-Cola Co. | | |
| 1.65%, 6/1/30 | 188,545,000 | 159,881,791 |
| Cox Enterprises, Inc. | | |
| 3.85%, 2/1/25[(a)] | 218,525,000 | 215,904,324 |
| 3.35%, 9/15/26[(a)] | 160,651,000 | 153,582,433 |
| 3.50%, 8/15/27[(a)] | 78,277,000 | 74,271,010 |
| CRH PLC (Ireland) | | |
| 3.875%, 5/18/25[(a)] | 61,144,000 | 60,793,813 |
| CSX Corp. | | |
| 6.251%, 1/15/23 | 9,126,592 | 9,243,033 |

| | Par Value | Value |
|---|---|---|
| CVS Health Corp. | | |
| 4.30%, 3/25/28 | $ 32,995,000 | $ 32,645,901 |
| 3.75%, 4/1/30 | 82,424,000 | 77,095,908 |
| 4.78%, 3/25/38 | 132,326,000 | 125,253,907 |
| 4.125%, 4/1/40 | 57,090,000 | 49,830,868 |
| 5.05%, 3/25/48 | 98,316,000 | 94,112,798 |
| 4.25%, 4/1/50 | 15,845,000 | 13,641,490 |
| Dell Technologies, Inc. | | |
| 5.45%, 6/15/23 | 3,996,000 | 4,036,375 |
| 6.02%, 6/15/26 | 29,345,000 | 30,458,843 |
| 6.10%, 7/15/27 | 37,510,000 | 39,327,634 |
| Dillard's, Inc. | | |
| 7.875%, 1/1/23 | 275,000 | 279,675 |
| 7.75%, 7/15/26 | 20,806,000 | 21,955,071 |
| 7.75%, 5/15/27 | 13,063,000 | 13,761,341 |
| 7.00%, 12/1/28 | 27,945,000 | 29,666,098 |
| Dow, Inc. | | |
| 7.375%, 11/1/29 | 29,612,000 | 34,369,232 |
| 9.40%, 5/15/39 | 76,250,000 | 108,935,770 |
| 5.25%, 11/15/41 | 24,024,000 | 23,513,542 |
| Elanco Animal Health, Inc. | | |
| 5.772%, 8/28/23 | 43,545,000 | 43,806,270 |
| 6.40%, 8/28/28 | 111,742,000 | 106,367,210 |
| Exxon Mobil Corp. | | |
| 2.61%, 10/15/30 | 102,205,000 | 91,769,058 |
| 4.227%, 3/19/40 | 121,585,000 | 114,889,149 |
| FedEx Corp. | | |
| 5.25%, 5/15/50 | 146,640,000 | 146,005,602 |
| Ford Motor Credit Co. LLC[(f)] | | |
| 4.25%, 9/20/22 | 8,142,000 | 8,124,169 |
| 3.087%, 1/9/23 | 12,000,000 | 11,880,871 |
| 4.14%, 2/15/23 | 154,061,000 | 153,266,521 |
| 4.375%, 8/6/23 | 131,856,000 | 130,563,811 |
| 3.81%, 1/9/24 | 43,414,000 | 42,120,142 |
| 4.063%, 11/1/24 | 139,720,000 | 132,551,343 |
| 5.125%, 6/16/25 | 61,494,000 | 58,721,850 |
| 4.134%, 8/4/25 | 39,675,000 | 37,579,565 |
| 3.375%, 11/13/25 | 219,940,000 | 198,049,372 |
| 4.389%, 1/8/26 | 29,365,000 | 27,046,927 |
| 4.542%, 8/1/26 | 22,235,000 | 20,341,046 |
| 2.70%, 8/10/26 | 226,026,000 | 192,608,056 |
| 4.95%, 5/28/27 | 63,225,000 | 58,720,219 |
| HCA Healthcare, Inc. | | |
| 5.25%, 6/15/26 | 11,007,000 | 10,951,101 |
| 3.125%, 3/15/27[(a)] | 40,864,000 | 37,126,019 |
| 4.125%, 6/15/29 | 88,529,000 | 80,719,450 |
| 3.625%, 3/15/32[(a)] | 239,507,000 | 202,048,666 |
| 5.125%, 6/15/39 | 19,235,000 | 16,832,826 |
| Imperial Brands PLC (United Kingdom) | | |
| 4.25%, 7/21/25[(a)] | 597,942,000 | 591,819,074 |
| 3.50%, 7/26/26[(a)] | 2,150,000 | 2,014,548 |
| 3.875%, 7/26/29[(a)] | 210,950,000 | 189,905,862 |
| Kinder Morgan, Inc. | | |
| 6.50%, 2/1/37 | 50,356,000 | 53,503,265 |
| 6.95%, 1/15/38 | 106,964,000 | 115,170,886 |
| 6.50%, 9/1/39 | 71,826,000 | 74,015,259 |
| 5.00%, 8/15/42 | 77,997,000 | 68,291,000 |
| 5.00%, 3/1/43 | 73,148,000 | 63,995,013 |
| 5.50%, 3/1/44 | 81,454,000 | 76,305,741 |
| 5.40%, 9/1/44 | 68,607,000 | 63,212,762 |
| 5.55%, 6/1/45 | 10,200,000 | 9,606,296 |
| 5.20%, 3/1/48 | 21,247,000 | 19,408,587 |
| LyondellBasell Industries NV (Netherlands) | | |

 See accompanying Notes to Financial Statements

**Debt Securities** (continued)

| | Par Value | Value |
|---|---|---|
| 4.20%, 5/1/50 | $ 34,310,000 | $ 27,877,636 |
| Macy's, Inc. | | |
| 6.70%, 7/15/34[a] | 55,190,000 | 51,421,627 |
| 4.50%, 12/15/34 | 11,932,000 | 8,497,076 |
| Microchip Technology, Inc. | | |
| .983%, 9/1/24[a] | 22,155,000 | 20,660,498 |
| Nordstrom, Inc. | | |
| 6.95%, 3/15/28 | 19,907,000 | 18,836,999 |
| Occidental Petroleum Corp. | | |
| 2.90%, 8/15/24 | 209,901,000 | 202,647,766 |
| Oracle Corp. | | |
| 2.95%, 4/1/30 | 130,520,000 | 111,463,793 |
| 3.60%, 4/1/40 | 28,275,000 | 21,129,905 |
| 3.60%, 4/1/50 | 32,153,000 | 22,335,348 |
| Prosus NV[f] (Netherlands) | | |
| 4.85%, 7/6/27[a] | 195,473,000 | 178,857,795 |
| 3.68%, 1/21/30[a] | 190,546,000 | 151,805,258 |
| 3.061%, 7/13/31[a] | 503,640,000 | 370,786,280 |
| 4.193%, 1/19/32[a] | 63,355,000 | 50,581,580 |
| 4.987%, 1/19/52[a] | 344,785,000 | 247,538,391 |
| RELX PLC (United Kingdom) | | |
| 4.00%, 3/18/29 | 58,740,000 | 56,905,144 |
| TC Energy Corp. (Canada) | | |
| 5.625%, 5/20/75[d][e] | 270,121,000 | 254,934,452 |
| 5.875%, 8/15/76[d][e] | 186,751,000 | 177,413,450 |
| 5.30%, 3/15/77[d][e] | 288,066,000 | 256,378,740 |
| 5.50%, 9/15/79[d][e] | 155,773,000 | 138,704,793 |
| 5.60%, 3/7/82[d][e] | 72,625,000 | 65,907,188 |
| Telecom Italia SPA (Italy) | | |
| 5.303%, 5/30/24[a] | 370,217,000 | 355,723,004 |
| 7.20%, 7/18/36 | 69,968,000 | 53,122,854 |
| 7.721%, 6/4/38 | 175,032,000 | 135,037,188 |
| The Walt Disney Co. | | |
| 6.65%, 11/15/37 | 75,362,000 | 89,777,326 |
| The Williams Companies, Inc. | | |
| 3.50%, 11/15/30 | 109,165,000 | 98,387,092 |
| T-Mobile U.S., Inc. | | |
| 2.25%, 2/15/26 | 109,975,000 | 98,965,756 |
| 3.375%, 4/15/29 | 111,580,000 | 97,632,500 |
| 3.875%, 4/15/30 | 186,307,000 | 173,872,140 |
| 2.55%, 2/15/31 | 18,595,000 | 15,646,657 |
| 3.50%, 4/15/31 | 111,565,000 | 96,328,568 |
| 4.375%, 4/15/40 | 51,525,000 | 45,992,607 |
| 4.50%, 4/15/50 | 30,705,000 | 27,244,656 |
| 3.40%, 10/15/52 | 94,060,000 | 69,460,400 |
| Ultrapar Participacoes SA (Brazil) | | |
| 5.25%, 10/6/26[a] | 152,925,000 | 151,778,062 |
| 5.25%, 6/6/29[a] | 50,542,000 | 46,056,398 |
| Union Pacific Corp. | | |
| 6.061%, 1/17/23 | 1,208,533 | 1,212,926 |
| 4.698%, 1/2/24 | 96,738 | 97,204 |
| 5.082%, 1/2/29 | 2,015,229 | 2,059,744 |
| 5.866%, 7/2/30 | 14,791,126 | 15,811,172 |
| 6.176%, 1/2/31 | 15,071,960 | 16,143,909 |
| Verizon Communications, Inc. | | |
| 4.272%, 1/15/36 | 164,899,000 | 155,255,525 |
| 3.55%, 3/22/51 | 38,185,000 | 30,611,863 |
| VMware, Inc. | | |
| .60%, 8/15/23 | 50,075,000 | 48,395,885 |
| 1.40%, 8/15/26 | 83,510,000 | 73,882,238 |
| Vodafone Group PLC (United Kingdom) | | |
| 7.00%, 4/4/79[d][e] | 215,030,000 | 210,933,678 |
| Zoetis, Inc. | | |
| 4.50%, 11/13/25 | $101,339,000 | $ 102,643,597 |
| | | 13,335,772,853 |
| Utilities: 2.4% | | |
| Dominion Energy | | |
| 1.45%, 4/15/26 | 30,710,000 | 27,770,447 |
| 3.375%, 4/1/30 | 23,545,000 | 21,523,385 |
| 5.75%, 10/1/54[d][e] | 238,711,000 | 221,724,934 |
| Enel SPA (Italy) | | |
| 6.80%, 9/15/37[a] | 144,924,000 | 160,045,551 |
| 6.00%, 10/7/39[a] | 161,310,000 | 160,383,527 |
| 8.75%, 9/24/73[a][d][e] | 22,100,000 | 22,667,749 |
| NextEra Energy, Inc. | | |
| 4.625%, 7/15/27 | 138,275,000 | 140,162,542 |
| The Southern Co. | | |
| 4.475%, 8/1/24 | 118,235,000 | 118,686,008 |
| 5.113%, 8/1/27 | 169,325,000 | 170,732,450 |
| 4.00%, 1/15/51[d][e] | 317,969,000 | 285,052,849 |
| 3.75%, 9/15/51[d][e] | 144,791,000 | 123,024,569 |
| | | 1,451,774,011 |
| | | 23,578,433,315 |
| **Total Debt Securities** (Cost $66,920,020,053) | | **$62,582,389,139** |

## Exchange Traded Funds: 0.3%

| | Shares | Value |
|---|---|---|
| **Corporate: 0.3%** | | |
| iShares iBoxx $ Investment Grade Corporate Bond | 1,616,736 | $177,889,462 |
| **Total Exchange Traded Funds** (Cost $194,352,685) | | **$177,889,462** |

## Short-Term Investments: 3.1%

| | Par Value/ Shares | Value |
|---|---|---|
| **Repurchase Agreements: 2.7%** | | |
| Bank of America[g] 1.45%, dated 6/30/22, due 7/1/22, maturity value $65,002,618 | $ 65,000,000 | $ 65,000,000 |
| Bank of Montreal[g] 1.45%, dated 6/30/22, due 7/1/22, maturity value $410,016,514 | 410,000,000 | 410,000,000 |
| Fixed Income Clearing Corporation[g] 0.60%, dated 6/30/22, due 7/1/22, maturity value $78,030,300 | 78,029,000 | 78,029,000 |
| Nomura Holdings Inc.[g] 1.47%, dated 6/30/22, due 7/1/22, maturity value $295,012,046 | 295,000,000 | 295,000,000 |
| Royal Bank of Canada[g] 1.47%, dated 6/30/22, due 7/1/22, maturity value $391,715,994 | 391,700,000 | 391,700,000 |
| Standard Chartered[g] 1.47%, dated 6/30/22, due 7/1/22, maturity value $391,916,003 | 391,900,000 | 391,900,000 |
| | | 1,631,629,000 |

## Short-Term Investments (continued)

| | Par Value/ Shares | | Value |
|---|---|---|---|
| **Money Market Fund: 0.4%** | | | |
| State Street Institutional U.S. Government Money Market Fund - Premier Class | 242,032,752 | | $ 242,032,752 |
| **Total Short-Term Investments** (Cost $1,873,661,752) | | | **$ 1,873,661,752** |
| **Total Investments In Securities** (Cost $68,988,034,490) | | 106.7% | **$64,633,940,353** |
| Other Assets Less Liabilities | | (6.7)% | (4,049,812,733) |
| **Net Assets** | | **100.0%** | **$60,584,127,620** |

(a) Security exempt from registration under Rule 144A of the Securities Act of 1933. The security may be resold in transactions exempt from registration, normally to qualified institutional buyers.

(b) Variable rate security: interest rate is determined by the interest rates of underlying pool of assets that collateralize the security. The interest rate of the security may change due to a change in the interest rates or the composition of underlying pool of assets. The interest rate shown is the rate as of period end.

(c) The security was purchased on a to-be-announced (TBA) when-issued basis.

(d) Variable rate security: fixed-to-float security pays an initial fixed interest rate and will pay a floating interest rate established at a predetermined time in the future. The interest rate shown is the rate as of period end.

(e) Hybrid security: characteristics of both a debt and equity security.

(f) Subsidiary (see below)

(g) Repurchase agreements are collateralized by:

Bank of America: U.S. Treasury Note 2.125%, 9/30/24. Total collateral value is $66,302,764.

Bank of Montreal: U.S. Treasury Bill 1/26/23, U.S. Treasury Notes 0.125%-7.625%, 7/31/22-2/15/52, and U.S. Treasury Inflation Indexed Notes 0.125%-3.875%, 7/15/23-2/15/51. Total collateral value is $418,216,845.

Fixed Income Clearing Corporation: U.S. Treasury Notes 1.75%, 5/15/23. Total collateral value is $79,589,657.

Nomura Holdings: U.S. Treasury Notes 0.625%-4.375%, 12/31/27-5/15/52, and U.S. Treasury Inflation Indexed Notes 1.00%-3.375%, 4/15/32-2/15/49. Total collateral value is $300,912,288.

Royal Bank of Canada: U.S. Treasury Notes 0.25%-2.75%, 4/15/23-3/31/27, and U.S. Treasury Inflation Indexed Notes 0.125%-0.625%, 1/15/24-1/15/30. Total collateral value is $399,550,316.

Standard Chartered: U.S. Treasury Notes 0.125%-6.25%, 9/30/22-8/15/48, and U.S. Treasury Inflation Indexed Notes 0.375%-3.875%, 1/15/27-2/15/49. Total collateral value is $399,754,363.

* Rounds to 0.0%.

Debt securities are grouped by parent company unless otherwise noted. Actual securities may be issued by the listed parent company or one of its subsidiaries.

In determining a parent company's country designation, the Fund generally references the country of incorporation.

Debt securities with floating interest rates are linked to the referenced benchmark; the interest rate shown is the rate as of period end.

ARM: Adjustable Rate Mortgage
CMBS: Commercial Mortgage-Backed Security
CMO: Collateralized Mortgage Obligation
GO: General Obligation
RB: Revenue Bond
REMIC: Real Estate Mortgage Investment Conduit
SOFR: Secured Overnight Financing Rate

## Statement of Assets and Liabilities (unaudited)

| | June 30, 2022 |
|---|---|
| **Assets:** | |
| Investments in securities, at value (cost $68,988,034,490) | $64,633,940,353 |
| Cash pledged as collateral for TBA securities | 115,865,000 |
| Cash | 7,308 |
| Receivable for investments sold | 1,825,087,189 |
| Receivable for Fund shares sold | 100,358,621 |
| Dividends and interest receivable | 422,617,839 |
| Expense reimbursement receivable | 5,574 |
| Prepaid expenses and other assets | 208,403 |
| | 67,098,090,287 |
| **Liabilities:** | |
| Payable for investments purchased | 6,358,685,643 |
| Payable for Fund shares redeemed | 134,046,979 |
| Management fees payable | 20,155,831 |
| Accrued expenses | 1,074,214 |
| | 6,513,962,667 |
| **Net Assets** | $60,584,127,620 |
| **Net Assets Consist of:** | |
| Paid in capital | $66,084,758,904 |
| Accumulated loss | (5,500,631,284) |
| | $60,584,127,620 |
| **Class I** | |
| Total net assets | $60,097,554,792 |
| Shares outstanding (par value $0.01 each, unlimited shares authorized) | 4,786,452,618 |
| Net asset value per share | $ 12.56 |
| **Class X** | |
| Total net assets | $ 486,572,828 |
| Shares outstanding (par value $0.01 each, unlimited shares authorized) | 38,736,496 |
| Net asset value per share | $ 12.56 |

## Statement of Operations (unaudited)

| | Six Months Ended June 30, 2022 |
|---|---|
| **Investment Income:** | |
| Dividends | $ 18,461,636 |
| Interest (net of foreign taxes of $565) | 808,637,407 |
| | 827,099,043 |
| **Expenses:** | |
| Investment advisory fees | 120,404,506 |
| Administrative services fees | |
| Class I | 10,336,618 |
| Class X | 10,284 |
| Custody and fund accounting fees | 413,023 |
| Transfer agent fees | 3,076,815 |
| Professional services | 170,703 |
| Shareholder reports | 764,539 |
| Registration fees | 130,699 |
| Trustees fees | 198,570 |
| Miscellaneous | 423,690 |
| Total expenses | 135,929,447 |
| Expenses reimbursed by investment manager | (5,574) |
| Net expenses | 135,923,873 |
| **Net Investment Income** | 691,175,170 |
| **Realized and Unrealized Gain (Loss):** | |
| Net realized gain (loss) | |
| Investments in securities | (1,090,852,518) |
| Net change in unrealized appreciation/depreciation | |
| Investments in securities | (6,425,771,989) |
| Net realized and unrealized loss | (7,516,624,507) |
| **Net Change in Net Assets From Operations** | $(6,825,449,337) |

## Statement of Changes in Net Assets (unaudited)

| | Six Months Ended June 30, 2022 | Year Ended December 31, 2021 |
|---|---|---|
| **Operations:** | | |
| Net investment income | $ 691,175,170 | $ 1,322,133,271 |
| Net realized gain (loss) | (1,090,852,518) | 520,270,278 |
| Net change in unrealized appreciation/depreciation | (6,425,771,989) | (2,491,686,605) |
| | (6,825,449,337) | (649,283,056) |
| **Distributions to Shareholders:** | | |
| Class I | (708,420,347) | (2,242,262,868) |
| Class X | (2,651,184) | — |
| Total distributions | (711,071,531) | (2,242,262,868) |
| **Fund Share Transactions:** | | |
| **Class I** | | |
| Proceeds from sales of shares | 6,735,471,260 | 17,567,911,713 |
| Reinvestment of distributions | 600,662,353 | 1,942,900,567 |
| Cost of shares redeemed | (11,543,107,628) | (13,908,738,357) |
| **Class X** | | |
| Proceeds from sales of shares | 495,021,482 | — |
| Reinvestment of distributions | 2,651,184 | — |
| Cost of shares redeemed | (8,032,758) | — |
| Net change from Fund share transactions | (3,717,334,107) | 5,602,073,923 |
| Total change in net assets | (11,253,854,975) | 2,710,527,999 |
| **Net Assets:** | | |
| Beginning of period | 71,837,982,595 | 69,127,454,596 |
| End of period | $ 60,584,127,620 | $ 71,837,982,595 |
| **Share Information:** | | |
| **Class I** | | |
| Shares sold | 510,438,038 | 1,224,368,526 |
| Distributions reinvested | 46,910,856 | 137,362,390 |
| Shares redeemed | (879,242,418) | (970,754,666) |
| Net change in shares outstanding | (321,893,524) | 390,976,250 |
| **Class X** | | |
| Shares sold | 39,163,292 | — |
| Distributions reinvested | 212,095 | — |
| Shares redeemed | (638,891) | — |
| Net change in shares outstanding | 38,736,496 | — |

## Note 1: Organization and Significant Accounting Policies

Dodge & Cox Income Fund (the “Fund”) is one of the series constituting the Dodge & Cox Funds (the “Trust” or the “Funds”). The Trust is organized as a Delaware statutory trust and is registered under the Investment Company Act of 1940, as amended, as an open-end management investment company. The Fund commenced operations on January 3, 1989, and seeks high and stable current income consistent with long-term preservation of capital. Risk considerations and investment strategies of the Fund are discussed in the Fund’s Prospectus.

On May 1, 2022, the then-outstanding shares of the Fund were redesignated as Class I Shares, and Class X shares of the Fund were established. The share classes have different eligibility requirements and expense structures due to differing shareholder servicing arrangements. The share classes have the same rights as to redemption, dividends and liquidation proceeds, and voting privileges, except that each class has the exclusive right to vote on matters affecting only its class.

The Fund is an investment company and follows the accounting and reporting guidance issued in Topic 946 by the Financial Accounting Standards Board. The financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America, which require the use of estimates and assumptions by management. Actual results may differ from those estimates. Significant accounting policies are as follows:

**Security valuation** The Fund’s net assets are normally valued as of the scheduled close of trading on the New York Stock Exchange (NYSE), generally 4 p.m. Eastern Time, each day that the NYSE is open for business.

Debt securities are valued using prices received from independent pricing services which utilize dealer quotes, recent transaction data, pricing models, and other inputs to arrive at market-based valuations. Pricing models may consider quoted prices for similar securities, interest rates, cash flows (including prepayment speeds), and credit risk. Short-term securities less than 60 days to maturity may be valued at amortized cost if amortized cost approximates current value. Mutual funds are valued at their respective net asset values. Security values are not discounted based on the size of the Fund’s position and may differ from the value a Fund receives upon sale of the securities. All securities held by the Fund are denominated in U.S. dollars.

If market quotations are not readily available or if normal valuation procedures produce valuations that are deemed unreliable or inappropriate under the circumstances existing at the time, the investment will be valued at fair value as determined in good faith by or under the direction of the Fund’s Board of Trustees. The Board of Trustees has appointed Dodge & Cox, the Fund’s investment manager, to make fair value determinations in accordance with the Dodge & Cox Funds Valuation Policies (“Valuation Policies”), subject to Board oversight. Dodge & Cox has established a Pricing Committee that is comprised of representatives from Treasury, Legal, Compliance, and Operations. The Pricing Committee is responsible for implementing the Valuation Policies, including determining the fair value of securities and other investments when necessary. The Pricing Committee considers relevant indications of value that are reasonably available to it in determining the fair value assigned to a particular security, such as the value of similar financial instruments, trading volumes, contractual restrictions on disposition, related corporate actions, and changes in economic conditions. In doing so, the Pricing Committee employs various methods for calibrating fair valuation approaches, including a regular review of key inputs and assumptions, back-testing, and review of any related market activity.

Valuing securities through a fair value determination involves greater reliance on judgment than valuation of securities based on readily available market quotations. In some instances, lack of information and uncertainty as to the significance of information may lead to a conclusion that a prior valuation is the best indication of a security’s value. When fair value pricing is employed, the prices of securities used by the Fund to calculate its net asset value may differ from quoted or published prices for the same securities.

**Security transactions, investment income, expenses, and distributions** Security transactions are recorded on the trade date. Realized gains and losses on securities sold are determined on the basis of identified cost.

Interest income is recorded on the accrual basis. Interest income includes coupon interest, amortization of premium and accretion of discount on debt securities, and gain/loss on paydowns. The ability of the issuers of the debt securities held by the Fund to meet their obligations may be affected by economic developments in a specific industry, state, or region. Debt obligations may be placed on non-accrual status and related interest income may be reduced by ceasing current accruals and writing off interest receivables when the collection of all or a portion of interest has become doubtful. A debt obligation is removed from non-accrual status when the issuer resumes interest payments or when collectibility of interest is reasonably assured. Dividend income is recorded on the ex-dividend date.

Expenses are recorded on the accrual basis. Some expenses of the Trust can be directly attributed to a specific series. Expenses which cannot be directly attributed are allocated among the Funds in the Trust using methodologies determined by the nature of the expense.

Distributions to shareholders are recorded on the ex-dividend date.

**Share class accounting** Investment income, realized and unrealized gains and losses and expenses, other than class-specific expenses, are allocated to each share class of the Fund based upon the proportion of net assets of each class.

**Repurchase agreements** Repurchase agreements are transactions under which a Fund purchases a security from a dealer counterparty and agrees to resell the security to that counterparty on a specified future date at the same price, plus a specified interest rate. The Fund’s repurchase agreements are secured by U.S. government or agency securities. It is the Fund’s policy that its regular custodian or third party custodian take possession of the underlying collateral securities, the fair value of which exceeds the principal amount of the repurchase transaction, including accrued interest, at all times. In the event of default by the counterparty, the Fund has the contractual right to liquidate the collateral securities and to apply the proceeds in satisfaction of the obligation.

To-Be-Announced securities The Fund may purchase mortgage-related securities on a to-be-announced (“TBA”) basis at a fixed price, with payment and delivery on a scheduled future date beyond the customary settlement period for such securities. The Fund may choose to extend the settlement through a “dollar roll” transaction in which it sells the mortgage-related securities to a dealer and simultaneously agrees to purchase similar securities for future delivery at a predetermined price. The Fund accounts for TBA dollar rolls as purchase and sale transactions.

Indemnification Under the Trust’s organizational documents, its officers and trustees are indemnified against certain liabilities arising out of the performance of their duties to the Trust. In addition, in the normal course of business the Trust enters into contracts that provide general indemnities to other parties. The Trust’s maximum exposure under these arrangements is unknown, as this would involve future claims that may be made against the Trust that have not yet occurred.

## Note 2: Valuation Measurements

Various inputs are used in determining the value of the Fund’s investments. These inputs are summarized in the three broad levels listed below.

- Level 1: Unadjusted quoted prices in active markets for identical securities
- Level 2: Other significant observable inputs (including quoted prices for similar securities, market indices, interest rates, credit risk, forward exchange rates, etc.)
- Level 3: Significant unobservable inputs (including Fund management’s assumptions in determining the fair value of investments)

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

The following is a summary of the inputs used to value the Fund’s holdings at June 30, 2022:

| Classification | LEVEL 1 (Quoted Prices) | LEVEL 2 (Other Significant Observable Inputs) |
|---|---|---|
| **Securities** | | |
| Debt Securities | | |
| U.S. Treasury | $ — | $ 8,738,784,472 |
| Government-Related | — | 2,743,290,691 |
| Securitized | — | 27,521,880,661 |
| Corporate | — | 23,578,433,315 |
| Exchange Traded Funds | | |
| Corporate | 177,889,462 | — |
| Short-Term Investments | | |
| Repurchase Agreements | — | 1,631,629,000 |
| Money Market Fund | 242,032,752 | — |
| Total Securities | $419,922,214 | $64,214,018,139 |

## Note 3: Related Party Transactions

Investment advisory fee From January 1, 2022 through April 30, 2022, the Fund paid an investment advisory fee monthly at an annual rate of 0.50% of the Fund’s average daily net assets up to $100 million and 0.40% of the Fund’s average daily net assets in excess of $100 million to Dodge & Cox, investment manager of the Fund. Effective May 1, 2022, the Fund pays an investment advisory fee monthly at an annual rate of 0.30% of the Fund’s average daily net assets to Dodge & Cox. The agreement further provides that Dodge & Cox shall waive its fee to the extent that such fee plus all other ordinary operating expenses of the Fund exceed 1% of the average daily net assets for the year.

Administrative services fee Effective May 1, 2022, the Fund pays Dodge & Cox a fee for administrative and shareholder services. The fee is accrued daily and paid monthly equal to an annual rate of the average daily net assets of 0.10% for Class I shares and 0.05% for Class X shares. Under this agreement, Dodge & Cox also pays for the Fund’s transfer agent fees.

Expense reimbursement Effective May 1, 2022, Dodge & Cox has contractually agreed to reimburse the Fund for all ordinary expenses to the extent necessary to maintain the ratio of total operating expenses of the Class X shares to average net assets of the Class X shares at 0.33% through April 30, 2023. The term of the agreement is renewable annually thereafter and is subject to termination upon 30 days’ written notice by either party prior to the end of the term. For the six months ended June 30, 2022, Dodge & Cox reimbursed expenses of $5,574.

Fund officers and trustees All officers and two of the trustees of the Trust are officers or employees of Dodge & Cox. The Trust pays a fee only to those trustees who are not affiliated with Dodge & Cox.

## Note 4: Income Tax Information and Distributions to Shareholders

A provision for federal income taxes is not required since the Fund intends to continue to qualify as a regulated investment company under Subchapter M of the Internal Revenue Code and distribute all of its taxable income to shareholders. Distributions are determined in accordance with income tax regulations, and such amounts may differ from net investment income and realized gains for financial reporting purposes. The Fund may also designate a portion of the amount paid to redeeming shareholders as a distribution for tax purposes. Financial reporting records are adjusted for permanent book to tax differences at year end to reflect tax character. Book to tax differences are primarily due to differing treatments of distributions.

Distributions during the periods noted below were characterized as follows for federal income tax purposes:

| | Six Months Ended June 30, 2022 | Year Ended December 31, 2021 |
|---|---|---|
| Class I | | |
| Ordinary income | $ 708,420,347 | $ 1,630,927,049 |
| Long-term capital gain | $ — | $ 611,335,819 |
| Class X | | |
| Ordinary income | $ 2,651,184 | $ — |
| Long-term capital gain | $ — | $ — |

The components of distributable earnings on a tax basis are reported as of the Fund's most recent year end. At December 31, 2021, the tax basis components of distributable earnings were as follows:

| | |
|---|---|
| Deferred loss[1] | $ (35,788,268) |
| Net unrealized appreciation | 2,071,677,852 |
| Total distributable earnings | $2,035,889,584 |

[1] Represents capital loss incurred between November 1, 2021 and December 31, 2021. As permitted by tax regulation, the Fund has elected to treat this loss as arising in 2022.

At June 30, 2022, unrealized appreciation and depreciation for investments based on cost for federal income tax purposes were as follows:

| | |
|---|---|
| Tax cost | $69,000,064,211 |
| Unrealized appreciation | 272,071,949 |
| Unrealized depreciation | (4,638,195,807) |
| Net unrealized appreciation | (4,366,123,858) |

Fund management has reviewed the tax positions for open periods (three years and four years, respectively, from filing the Fund's Federal and State tax returns) as applicable to the Fund, and has determined that no provision for income tax is required in the Fund's financial statements.

### Note 5: Loan Facilities

Pursuant to an exemptive order issued by the Securities and Exchange Commission (SEC), the Fund may participate in an interfund lending facility (Facility). The Facility allows the Fund to borrow money from or loan money to the Funds. Loans under the Facility are made for temporary or emergency purposes, such as to fund shareholder redemption requests. Interest on borrowings is the average of the current repurchase agreement rate and the bank loan rate. There was no activity in the Facility during the period.

All Funds in the Trust participate in a $500 million committed credit facility (Line of Credit) with State Street Bank and Trust Company, to be utilized for temporary or emergency purposes to fund shareholder redemptions or for other short-term liquidity purposes. The maximum amount available to the Fund is $250 million. Each Fund pays an annual commitment fee on its pro-rata portion of the Line of Credit. For the six months ended June 30, 2022, the Fund's commitment fee amounted to $170,948 and is reflected as a Miscellaneous Expense in the Statement of Operations. Interest on borrowings is charged at the prevailing rate. There were no borrowings on the Line of Credit during the period.

### Note 6: Purchases and Sales of Investments

For the six months ended June 30, 2022, purchases and sales of securities, other than short-term securities and U.S. government securities, aggregated $6,177,338,246 and $1,568,172,586, respectively. For the six months ended June 30, 2022, purchases and sales of U.S. government securities aggregated $44,516,877,255 and $52,291,965,639, respectively.

### Note 7: New Accounting Guidance

In March 2020, the Financial Accounting Standards Board issued Accounting Standards Update (ASU) No. 2020-04, Reference Rate Reform (Topic 848) – *Facilitation of the Effects of Reference Rate Reform on Financial Reporting*. The amendments in the ASU provide optional temporary financial reporting relief from the effect of certain types of contract modifications due to the planned discontinuation of the London Interbank Offered Rate and other interbank-offered based reference rates as of the end of 2021. The ASU is effective for certain reference rate-related contract modifications that occur during the period March 12, 2020 through December 31, 2022. Management has reviewed the requirements and believes the adoption of this ASU will not have a material impact on the financial statements.

### Note 8: Subsequent Events

Fund management has determined that no material events or transactions occurred subsequent to June 30, 2022, and through the date of the Fund's financial statements issuance, which require disclosure in the Fund's financial statements.

# Financial Highlights (unaudited)

| **Selected data and ratios** (for a share outstanding throughout each period) | Six Months Ended June 30, | Year Ended December 31, | | | | |
|---|---|---|---|---|---|---|
| | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 |
| **Class I** | | | | | | |
| **Net asset value, beginning of period** | $14.06 | $14.65 | $14.03 | $13.26 | $13.76 | $13.59 |
| **Income from investment operations:** | | | | | | |
| Net investment income | 0.17 | 0.27 | 0.35 | 0.44 | 0.41 | 0.38 |
| Net realized and unrealized gain (loss) | (1.52) | (0.40) | 0.96 | 0.84 | (0.45) | 0.21 |
| Total from investment operations | (1.35) | (0.13) | 1.31 | 1.28 | (0.04) | 0.59 |
| **Distributions to shareholders from:** | | | | | | |
| Net investment income | (0.15) | (0.27) | (0.36) | (0.43) | (0.40) | (0.38) |
| Net realized gain | — | (0.19) | (0.33) | (0.08) | (0.06) | (0.04) |
| Total distributions | (0.15) | (0.46) | (0.69) | (0.51) | (0.46) | (0.42) |
| **Net asset value, end of period** | $12.56 | $14.06 | $14.65 | $14.03 | $13.26 | $13.76 |
| **Total return** | (9.65)% | (0.91)% | 9.45% | 9.73% | (0.31)% | 4.36% |
| **Ratios/supplemental data:** | | | | | | |
| Net assets, end of period (millions) | $60,098 | $71,838 | $69,127 | $63,546 | $54,314 | $54,287 |
| Ratio of expenses to average net assets | 0.42%(a) | 0.42% | 0.42% | 0.42% | 0.42% | 0.43% |
| Ratio of net investment income to average net assets | 2.12%(a) | 1.87% | 2.43% | 3.12% | 3.02% | 2.80% |
| Portfolio turnover rate | 74% | 91% | 94% | 49% | 37% | 19% |
| **Class X**(b) | | | | | | |
| **Net asset value, beginning of period** | $12.83 | | | | | |
| **Income from investment operations:** | | | | | | |
| Net investment income | 0.03 | | | | | |
| Net realized and unrealized gain (loss) | (0.22) | | | | | |
| Total from investment operations | (0.19) | | | | | |
| **Distributions to shareholders from:** | | | | | | |
| Net investment income | (0.08) | | | | | |
| Net realized gain | — | | | | | |
| Total distributions | (0.08) | | | | | |
| **Net asset value, end of period** | $12.56 | | | | | |
| **Total return** | (1.50)% | | | | | |
| **Ratios/supplemental data:** | | | | | | |
| Net assets, end of period (millions) | $487 | | | | | |
| Ratio of expenses to average net assets | 0.33%(a) | | | | | |
| Ratio of expenses to average net assets, before reimbursement by investment manager | 0.36%(a) | | | | | |
| Ratio of net investment income to average net assets | 2.96%(a) | | | | | |
| Portfolio turnover rate | 74% | | | | | |

(a) Annualized
(b) From 5/2/2022 (commencement of operations) to 6/30/2022

See accompanying Notes to Financial Statements

## Board Approval of Funds' Investment Advisory Agreement and Investment Advisory Fees
(unaudited)

On February 9, 2022, the Board of Trustees (the "Board") of the Dodge & Cox Funds (the "Trust") approved a proposal by Dodge & Cox to replace the Investment Management Agreements (collectively, the "Prior Agreements") then in effect between Dodge & Cox and each series of the Trust (each a "Fund") with two new agreements:

- An Investment Advisory Agreement, under which Dodge & Cox would provide portfolio management services to each Fund, and
- An Administrative and Shareholder Services Agreement (the "Administrative Agreement"), under which Dodge & Cox would provide a wide range of administrative and shareholder services to each Fund and the Funds' shareholders.

In the following discussion, the Investment Advisory Agreement and the Administrative Agreement are collectively referred to as the "New Agreements."

The proposal to replace the Prior Agreements with the New Agreements was accompanied by a proposal to create a new class of shares of each Fund (other than the Emerging Markets Stock Fund). The new share class, known as Class X, is designed for investment by certain defined contribution employee retirement benefit plans ("Defined Contribution Plans") and is a so-called "clean share" class. "Clean shares" (also known as "unbundled shares") refers to a class of mutual fund shares that is subject to no sales loads and no Rule 12b-1 distribution fees, and as to which neither the fund nor its sponsor organization makes any payments to financial intermediaries or retirement plan sponsors or servicers with respect to their customers' or plan participants' investments in the fund. In conjunction with the creation of Class X shares, the existing shares of each of the Funds were redesignated as "Class I" shares. Under the Administrative Agreement, the Class X shares bear a lower fee rate (0.05% annually of average net assets) than the Class I shares (0.10% annually of average net assets).

In conjunction with the proposal to create the Class X shares and replace the Prior Agreements with the New Agreements, Dodge & Cox represented to the Board that Defined Contribution Plans represent a substantial portion of the aggregate assets of the Trust, and that many such Plans have indicated a desire to invest in a "clean share" class. Class I shares of the Funds (other than the Emerging Markets Stock Fund) do not qualify as "clean shares" because Dodge & Cox, in its discretion and from its own assets, may make payments ("recordkeeping payments") to certain employee benefit plan financial intermediaries for shareholder recordkeeping or other administrative services provided to Defined Contribution Plans that hold Class I shares of such Funds. Dodge & Cox makes these payments at annual rates of up to 0.10% of the value of the Class I shares of the Stock, Global Stock, International Stock, and Balanced Funds and 0.08% of the value of the Class I shares of the Income and Global Bond Funds serviced by such intermediaries. In conjunction with the proposal to create the Class X shares and replace the Prior Agreement with the New Agreements, Dodge & Cox agreed with the Trust that it would reimburse Fund expenses and/or waive a portion of its fees to the extent that the total expenses of the Class X shares of any Fund (excluding extraordinary expenses) would otherwise exceed a stated annual percentage of the net assets of such Class, through April 30, 2023 (the "Expense Reimbursement Agreement"). The general effect of the Expense Reimbursement Agreement is to limit the total expense ratio of each Fund's Class X shares to a percentage rate that is no higher than a Class X shareholder would have experienced if it had instead invested in Class I shares and received the benefit of a recordkeeping payment from Dodge & Cox at the maximum rate that Dodge & Cox may pay with respect to the Class I shares of that Fund. Defined Contribution Plans that currently hold Class I shares are eligible to exchange those shares for Class X shares of the same Fund.

The Board's approval of the New Agreements and of the creation of the Class X shares followed an extensive review of the proposals by the Board, beginning in the spring of 2021 when Dodge & Cox first introduced the proposals for consideration by the Board, and continuing through the date of Board approval in February 2022. During the course of this process, the members of the Board who are not "interested persons" of Dodge & Cox (as such term is defined in the Investment Company Act of 1940) (the "Independent Trustees") requested extensive additional information from Dodge & Cox regarding the rationale for the proposals, the anticipated effects of the proposals on each Fund and on the shareholders of each share class, industry comparative data, and a number of possible alternatives to the proposals. Throughout the process, the Board was advised by outside counsel to the Trust, and the Independent Trustees were advised by separate, independent counsel. The New Agreements, the creation of Class X shares, and the redesignation of each Fund's existing shares as Class I shares all took effect at the beginning of May 2022.

In considering the New Agreements, the Board took into account that replacement of the Prior Agreements by the New Agreements was not intended to increase the aggregate fee rate payable by any Fund to Dodge & Cox, and was not expected to result in any increase in the expense ratio borne by the shareholders of any Fund. In particular, for each Fund:

- the aggregate fee rate, as a percentage of net assets, that the Class I shares of such Fund would pay under the New Agreements is no higher than the fee rate such Fund paid under the Prior Agreements,
- the aggregate fee rate, as a percentage of net assets, that the Class X shares of such Fund would pay under the New Agreements, before giving effect to the Expense Reimbursement Agreement, is lower than the rate such Fund paid under the Prior Agreements, and
- the aggregate fee rate, as a percentage of net assets, that the Class X shares of such Fund would pay under the New Agreements, after giving effect to the Expense Reimbursement Agreement, is no higher than the rate that a shareholder of such Fund would have experienced under the Prior Agreements, net of the benefit of the highest level of recordkeeping payments that Dodge & Cox has historically paid with respect to shares of that Fund.

The services that Dodge & Cox is obligated to provide to each Fund under the New Agreements include all of the services that Dodge & Cox has historically provided under the Prior Agreements. In addition, the Administrative Agreement for each Fund obligates Dodge & Cox to bear the fees and expenses of each Fund's transfer agent, dividend disbursing agent, and registrar. These fees and expenses were borne by the Funds under the Prior Agreements but will be borne by Dodge & Cox under the new Administrative Agreement.

In considering the proposed approval of the New Agreements in February 2022, the Board noted that in December 2021 it had voted unanimously to approve the extension of the Prior Agreements for a period of up to one year beginning January 1, 2022. In conjunction with that approval of the Prior Agreements, the Board had considered factors including the scope and quality of the services provided to each Fund by Dodge & Cox; the investment performance of each Fund; comparisons of each Fund's investment performance to that of other accounts managed by Dodge & Cox and/or other mutual funds; the fee rate payable by each Fund to Dodge & Cox under the relevant Prior Agreement, each Fund's total expense ratio, and comparisons to the fee rates payable by and expense ratios of other mutual funds; comparisons of the fee rates payable by each Fund to fee rates payable by other accounts managed by Dodge & Cox, and differences in the scope of services Dodge & Cox provides, and the risks it incurs, in managing the Funds as compared to managing other accounts; possible economies and benefits of scale in the operation of the Funds and the extent to which such economies and benefits are shared between Dodge & Cox and the Funds; Dodge & Cox's profitability; possible conflicts of interest between the Funds, on the one hand, and Dodge & Cox or its other clients, on the other; and any "fall-out benefits" to Dodge & Cox from its relationship with the Funds. A more detailed account of the factors considered and conclusions reached in connection with the Board's December 2021 approval of the Prior Agreements is contained in the Fund's Annual Report to Shareholders for the year ended December 31, 2021.

Because the Board had considered all of the factors listed in the preceding paragraph in connection with the December 2021 approvals of the Prior Agreements, and believed that the information it had received regarding those factors had not materially changed between December 2021 and February 2022, it did not reconsider those factors in detail as part of its February 2022 approval of the New Agreements, but instead focused its attention primarily on the rationale advanced by Dodge & Cox for replacing the Prior Agreement with the New Agreements, and on the differences between the Prior Agreements and the New Agreements. These differences include the following:

- the replacement, for each Fund, of a single Investment Management Agreement covering both portfolio management services and administrative and shareholder services with separate agreements, one relating to portfolio management services and the other relating to administrative and shareholder services
- differential fee rates, under the new Administrative Services Agreement, for the Class X and Class I shares of each Fund (other than the Emerging Markets Stock Fund)
- Dodge & Cox's agreement, under the new Administrative Services Agreement, to assume responsibility for the fees and expenses of each Fund's transfer agent, dividend disbursing agent, and registrar—expenses that, under the Prior Agreement, were the responsibility of the Funds rather than of Dodge & Cox.

With respect to the rationale for replacing the Prior Agreements with the New Agreements, the Trustees considered the importance of the Defined Contribution Plan market to the Funds, the substantial percentages of the assets of several of the Funds that are currently held by Defined Contribution Plans, the risk that Defined Contribution Plans that are current shareholders of the Funds might at some future time redeem their shares if the Funds did not make a "clean share" class available, and the likelihood that the Funds would be more attractive to Defined Contribution Plans that are not current shareholders if the Funds offer a "clean share" class. The Trustees also considered Dodge & Cox's view that various alternatives to creating a "clean share" class of each Fund were less likely to meet the needs of the Defined Contribution Plan market, and of current shareholders who are Defined Contribution Plans, than the creation of a "clean share" class. The Trustees also considered the possible adverse effects on the Funds if substantial numbers of current Defined Contribution Plan shareholders were to leave the Funds, or if the Funds were to become uncompetitive in the Defined Contribution Plan market because of the lack of a "clean share" class.

With respect to the differential fee rates between the Class X and Class I shares under the Administration Agreement, the Trustees considered the differences in the services required by potential Class X shareholders and those required by the types of investors who will not be eligible to hold Class X shares and consequently will hold Class I shares. The Trustees requested and reviewed extensive information regarding the fee levels paid by other mutual funds for the types of administrative and shareholder services (including transfer agency services) that the Funds will receive from Dodge & Cox or at its expense under the Administrative Agreement. The Trustees also considered the quality of the administrative and shareholder services that Dodge & Cox provides to the Funds. The Trustees also noted that the replacement of the Prior Agreements by the New Agreements was not expected to result in any increase in the expense ratio borne by any of the shareholders of any Fund, and that the Fund's expense ratios are generally competitive in the current marketplace.

After considering all of the foregoing factors, the Board, including the Independent Trustees, concluded that the approval of the New Agreements was in the best interests of each of the Funds, and of each of the proposed share classes.

### June 2022 Approvals

On June 1, 2022, the Board, including the Independent Trustees, voted to continue the Investment Advisory Agreement for each Fund for an additional year beginning July 1, 2022. Prior to the Board's vote, the Trust's Contract Review Committee, consisting solely of Independent Trustees, met with its independent counsel on May 11 and June 1, 2022, to discuss whether the Investment Advisory Agreement should be continued. At its June 1 meeting, the Board, including the Independent Trustees, concluded that the Investment Advisory Agreement is fair and reasonable. In considering the Investment Advisory Agreement, the Board, including the Independent Trustees, did not identify any single factor or particular information as all-important or controlling. In reaching the decision to continue the Investment Advisory Agreement in effect, the Board considered several factors, and reached the conclusions, described below:

### Nature, Extent and Quality of Services Provided by Dodge & Cox

- The Board considered the nature, extent, and quality of the services provided by Dodge & Cox to each Fund under the Advisory Agreement. This consideration included, among other things, Dodge & Cox's investment process and philosophy; the education and experience of the principal personnel of Dodge & Cox who provide such services; the other resources (including technology) that Dodge & Cox uses in managing the Funds' portfolios; Dodge & Cox's record of compliance with the Funds' investment policies and restrictions and relevant regulatory and tax compliance requirements; and such matters as Dodge & Cox's business continuity planning and insurance coverage.
- The Board concluded that the nature, extent and quality of the services Dodge & Cox provides are consistent with the terms of the Advisory Agreement and support the recommendation to continue the Advisory Agreement in effect for the coming year.
- The Board also took note of the nature, extent, and quality of the broad range of services that Dodge & Cox provides to the Funds and their shareholders under a separate Administrative and Shareholder Services Agreement. Although that Agreement does not require Board approval on an annual basis, the services provided thereunder are an important part of the Funds' overall relationship with Dodge & Cox, and the Board's understanding and assessment of those services was a factor in its decision to recommend continuation of the Investment Advisory Agreement.

### Fees and Expense Ratios

- The Board reviewed a comparison prepared by Broadridge of the net expense ratio of each Fund (including the separate expense ratios of the two share classes of those Funds that have a dual class structure), and the various elements of those expense ratios, to those of mutual funds in (1) the Fund's Morningstar custom category and (2) the Fund's peer group
- For each Fund for which such a comparison is relevant, the Board reviewed information regarding the fee rates Dodge & Cox charges for managing other accounts using the same investment approach as the Fund. The Board took note of the broader scope of services that Dodge & Cox provides to the Funds than to separate accounts and sub-advised funds, as well as differences in regulatory, litigation, and other risks associated with sponsoring a mutual fund as compared to managing separate accounts or sub-advising another sponsor's mutual fund, and certain characteristics of the market for institutional separate account management services.
- The Board concluded, after discussion and based on all the relevant information it received, that the advisory fee rate that each Fund pays to Dodge & Cox under the Advisory Agreement is reasonable in relation to the scope and quality of the services that Dodge & Cox provides thereunder.
- In assessing the Funds' expense ratios and the fees the Funds pay to Dodge & Cox, the Board took note of and discussed with Dodge & Cox changes over the past several years in the competitive landscape for asset management services. The Board anticipates further changes in the competitive landscape and will continue to monitor and assess the Funds' competitive position.

### Costs of Services Provided and Profits Realized by Dodge & Cox from its Relationship to the Funds

- Dodge & Cox informed the Board that it operates as a unified business, with most employees providing services to support the firm and its clients across multiple strategies and/or products. Consequently the firm does not utilize cost accounting to allocate expenses across lines of business or across the Funds for management purposes. Also, the firm is owned exclusively by its senior managers and other active employees, and generally distributes substantially all of its net revenues each year to its employees, either as compensation or as dividends on the shares they own in the firm. Accordingly, it is difficult, and in the Board's view not especially meaningful, to attempt to calculate a specific profit margin associated with Dodge & Cox's relationship to any particular Fund.
- The Board believes that Dodge & Cox's commitment to employee ownership of the firm enhances its ability to attract and retain key investment and other management professionals and reinforces a long-term perspective on the management of the firm and the Funds, which the Board believe aligns well with the interests of the Funds and their shareholders.
- The Board noted that the employee-shareholders of Dodge & Cox give up a substantial stock value (which would be taxed at long-term capital gains rates) as a consequence of the firm's independence from outside ownership; the estimated market value of the company is substantially in excess of its book value.
- The Board also considered that Dodge & Cox's fee revenues from the Funds fluctuate from year to year based on changes in the aggregate net assets of the Funds, and that the firm has continued to invest in improved systems, compliance, and enhanced research capabilities despite these fluctuations.
- The Board concluded that Dodge & Cox's profits are a keystone of its independence, stability, and long-term investment performance.

### Economies and Benefits of Scale

- The Board considered whether there have been economies or benefits of scale as the Funds have grown over the longer term, and whether fee levels reflect economies of scale for the benefit of Fund investors. In the Board's view, any consideration of economies of scale must take account of the relatively low overall fee and expense structure of the Funds. The Funds generally rank favorably when compared to their Broadridge custom categories and peer groups, on a net expense ratio basis.
- Dodge & Cox has built economies of scale into its fee structure by charging relatively low fees at the beginning of operations.

A comparison of the Funds' advisory fee rates to those of many otherwise comparable funds that employ fee "breakpoints" shows that the Fund's fee rates are in general relatively lower from the first dollar. As a result of their straightforward share class and fee structure and relatively low total expenses, the Funds provide access to small investors at a reasonable cost. In addition to building economies of scale into its fee rates from the first dollar of each Fund's assets, Dodge & Cox has waived a significant portion of its fees from certain Funds in their early years of operations when those Funds are not yet operating at scale. The Global Bond Fund has benefited from such a waiver since its inception in 2014, as has the Emerging Markets Stock Fund since its inception in 2021.

- Over the years, Dodge & Cox has voluntarily forgone opportunities for growth in its assets under management and revenues in order to protect the Funds' ability to achieve investment returns for shareholders. Dodge & Cox closed the International Stock Fund for a number of years beginning in 2015 and previously closed other Funds and limited the growth of its separate account business during periods of high growth--to Dodge & Cox's economic detriment--and continues to closely monitor the size of the Funds.
- The Board also noted that Dodge & Cox has continued to make additional expenditures on staff and information technology to enable it to enhance its investment processes and to implement effectively the Funds' strategies. The Board also considered that there may be certain diseconomies of scale associated with managing very large asset pools such as several of the Funds, insofar as certain of the costs or risks associated with managing the Funds potentially increase at a rate that exceeds the rate of asset growth.

### Fall-Out Benefits

The Board concluded that "fall-out" benefits are not a significant issue.

## Fund Holdings

The Fund provides a complete list of its holdings on a quarterly basis by filing the lists with the SEC on Form N-CSR (as of the end of the second and fourth quarters) and on Part F of Form N-PORT (as of the end of the first and third quarters). Shareholders may view the Fund's Forms N-CSR and Part F of N-PORT on the SEC's website at sec.gov. A list of the Fund's quarter-end holdings is also available at dodgeandcox.com on or about the 15th day following each quarter end and remains available on the website until the list is updated for the subsequent quarter.

## Proxy Voting

For a free copy of the Fund's proxy voting policies and procedures, please call 800-621-3979, visit the Fund's website at dodgeandcox.com, or visit the SEC's website at sec.gov. Information regarding how the Fund voted proxies relating to portfolio securities during the most recent 12-month period ended June 30 is also available at dodgeandcox.com or shareholders may view the Fund's Form N-PX at sec.gov.

## Household Mailings

The Fund routinely mails shareholder reports and summary prospectuses to shareholders and, on occasion, proxy statements. In order to reduce the volume of mail, when possible, only one copy of these documents will be sent to shareholders who are part of the same family and share the same residential address.

If you have a direct account with the Funds and you do not want the mailing of shareholder reports and summary prospectuses combined with other members in your household, contact the Funds at 800-621-3979. Your request will be implemented within 30 days.

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Dodge & Cox®
Investment Focus

# Income Fund

**dodgeandcox.com**

For Fund literature, transactions, and account information, please visit the Funds' website.

or write or call:


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