

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

Guggenheim Credit Allocation Fund
Form N-Q
April 30, 2018
UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, DC 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED
MANAGEMENT INVESTMENT COMPANY

Investment Company Act file number 811-22715

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

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

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

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

Date of fiscal year end: May 31
Date of reporting period: December 1, 2017 – February 28, 2018

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Item 1. Schedule of Investments.

Attached hereto.

Guggenheim Credit Allocation Fund
SCHEDULE OF INVESTMENTS (Unaudited)

February 28, 2018

| | Shares | Value |
|---|-------------|-----------|
| COMMON STOCKS [†] - 0.9% | | |
| Energy - 0.6% | | |
| SandRidge Energy, Inc.* | 58,927 | \$828,513 |
| Approach Resources, Inc.* | 48,823 | 142,075 |
| Titan Energy LLC* | 27,133 | 20,350 |
| Total Energy | | 990,938 |
| Technology - 0.2% | | |
| Aspect Software Parent, Inc.*, ^{†††,1,2} | 57,610 | 282,864 |
| Qlik Technologies, Inc. - Class A* ^{†††,1} | 56 | 63,588 |
| Qlik Technologies, Inc. - Class B* ^{†††,1} | 13,812 | 5,811 |
| Qlik Technologies, Inc.* ^{†††} | 3,600 | |
| Total Technology | | 352,263 |
| Consumer, Non-cyclical - 0.1% | | |
| Targus Group International Equity, Inc* ^{†††,1,2} | 32,060 | 77,400 |
| Industrial - 0.0% | | |
| Ursa Insulation B.V.* ^{†††,1} | 135,131,158 | 1,648 |
| Financials - 0.0% | | |
| Project Silverback Holdings B Escrow* ^{†††,1} | 1,922 | 1,442 |
| Total Common Stocks (Cost \$5,192,257) | | 1,423,691 |
| PREFERRED STOCKS [†] - 2.1% | | |
| Financial - 1.5% | | |
| Bank of America Corp., Series X 6.24% ^{*,3,4} | 1,150,000 | 1,236,480 |
| Citigroup, Inc., Series M 6.30% ^{*,3,4,5} | 1,100,000 | 1,157,970 |
| Total Financial | | 2,394,450 |
| Industrial - 0.6% | | |
| Seaspan Corp. 6.38% ³ | 39,620 | 1,007,537 |
| Total Preferred Stocks (Cost \$3,222,926) | | 3,401,987 |
| EXCHANGE-TRADED FUNDS [†] - 3.1% | | |
| SPDR Bloomberg Barclays High Yield Bond ETF | 84,000 | 3,041,640 |
| iShares iBoxx \$ High Yield Corporate Bond ETF | 22,750 | 1,960,595 |
| Total Exchange-Traded Funds (Cost \$5,048,918) | | 5,002,235 |
| MONEY MARKET FUND [†] - 0.8% | | |
| Dreyfus Treasury Securities Cash Management Institutional Shares 1.31% ⁶ | 1,294,958 | 1,294,958 |
| Total Money Market Fund (Cost \$1,294,958) | | 1,294,958 |

Face
Amount[~] Value

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| | | |
|---|---------------|-------------|
| CORPORATE BONDS ^{†‡} 88.9% | | |
| Communications - 21.3% | | |
| McGraw-Hill Global Education Holdings LLC / | | |
| McGraw-Hill Global Education Finance | | |
| 7.87% due 05/15/24 ^{5,7} | 4,465,000 | \$4,319,888 |
| SFR Group S.A. | | |
| 7.37% due 05/01/26 ^{5,7} | 3,250,000 | 3,137,225 |
| 6.00% due 05/15/22 ⁷ | 1,000,000 | 971,250 |
| MDC Partners, Inc. | | |
| 6.50% due 05/01/24 ^{5,7} | 4,085,000 | 4,074,787 |
| EIG Investors Corp. | | |
| 10.87% due 02/01/24 ⁵ | 3,300,000 | 3,613,500 |
| Cengage Learning, Inc. | | |
| 9.50% due 06/15/24 ^{5,7} | 3,850,000 | 3,272,500 |
| DISH DBS Corp. | | |
| 5.87% due 11/15/24 ⁵ | 2,300,000 | 2,156,250 |
| 7.75% due 07/01/26 ⁵ | 650,000 | 640,250 |
| Sprint Communications, Inc. | | |
| 9.00% due 11/15/18 ^{5,7} | 2,200,000 | 2,282,500 |
| Telenet Finance Lux Note | | |
| 3.50% due 03/01/28 | EUR 900,000 | 1,076,552 |
| 5.50% due 03/01/28 | 1,000,000 | 970,000 |
| CCO Holdings LLC / CCO Holdings | | |
| Capital Corp. | | |
| 5.00% due 02/01/28 ^{5,7} | 1,850,000 | 1,746,492 |
| CSC Holdings LLC | | |
| 5.25% due 06/01/24 ⁵ | 1,350,000 | 1,299,375 |
| 6.75% due 11/15/21 ⁵ | 400,000 | 420,750 |
| Virgin Media Secured Finance plc | | |
| 5.00% due 04/15/27 | GBP 1,000,000 | 1,378,484 |
| T-Mobile USA, Inc. | | |
| 4.75% due 02/01/28 | 1,300,000 | 1,267,994 |
| UPCB Finance VII Ltd. | | |
| 3.62% due 06/15/29 | EUR 1,000,000 | 1,190,924 |
| Charter Communications Operating LLC | | |
| 4.20% due 03/15/28 | 450,000 | 431,897 |
| AMC Networks, Inc. | | |
| 4.75% due 08/01/25 | 250,000 | 242,187 |
| Total Communications | | |
| | | 34,492,805 |
| Consumer, Non-cyclical - 18.5% | | |
| Great Lakes Dredge & Dock Corp. | | |
| 8.00% due 05/15/22 ⁵ | 3,450,000 | 3,588,000 |
| Valeant Pharmaceuticals International, | | |
| Inc. | | |
| 7.00% due 03/15/24 ^{5,7} | 2,175,000 | 2,289,188 |
| 6.50% due 03/15/22 ^{5,7} | 650,000 | 676,000 |
| 5.50% due 11/01/25 ⁷ | 425,000 | 420,484 |
| Beverages & More, Inc. | | |
| 11.50% due 06/15/22 ⁷ | 3,550,000 | 3,310,375 |
| Vector Group Ltd. | | |
| 6.12% due 02/01/25 ^{5,7} | 2,850,000 | 2,910,562 |

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| | | |
|---|-----------|-----------|
| Midas Intermediate Holdco II LLC | | |
| 7.87% due 10/01/22 ⁷ | 2,851,000 | 2,883,074 |
| Albertsons Companies LLC / Safeway Incorporated | | |
| 6.62% due 06/15/24 ⁵ | 2,600,000 | 2,395,250 |
| 5.75% due 03/15/25 | 550,000 | 481,250 |

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Guggenheim Credit Allocation Fund
SCHEDULE OF INVESTMENTS (Unaudited)

February 28, 2018

| | Face Amount | Value |
|---|----------------|-------------|
| CORPORATE BONDS ^{†‡} 88.9% (continued) | | |
| Consumer, Non-cyclical - 18.5% (continued) | | |
| FAGE International S.A./ FAGE USA Dairy Industry, Inc. | | |
| 5.62% due 08/15/26 ^{5,7} | 2,900,000 | \$2,724,187 |
| Post Holdings, Inc. | | |
| 5.62% due 01/15/28 ^{5,7} | 1,250,000 | 1,217,188 |
| 5.75% due 03/01/27 ⁷ | 900,000 | 888,750 |
| Flexi-Van Leasing, Inc. | | |
| 10.00% due 02/15/23 ⁷ | 1,300,000 | 1,293,500 |
| KeHE Distributors LLC / KeHE Finance Corp. | | |
| 7.62% due 08/15/21 ⁷ | 1,075,000 | 1,058,875 |
| Halyard Health, Inc. | | |
| 6.25% due 10/15/22 ⁵ | 925,000 | 951,594 |
| Mattel, Inc. | | |
| 6.75% due 12/31/25 ⁷ | 650,000 | 661,375 |
| Nielsen Company Luxembourg SARL | | |
| 5.00% due 02/01/25 ⁷ | 575,000 | 574,103 |
| HCA, Inc. | | |
| 5.50% due 06/15/47 ⁵ | 550,000 | 543,125 |
| Avantor, Inc. | | |
| 6.00% due 10/01/24 ^{5,7} | 500,000 | 500,000 |
| Endo Finance LLC / Endo Finco, Inc. | | |
| 7.25% due 01/15/22 ⁷ | 300,000 | 250,500 |
| 5.37% due 01/15/23 ⁷ | 200,000 | 149,500 |
| Central Garden & Pet Co. | | |
| 5.12% due 02/01/28 | 325,000 | 316,062 |
| Total Consumer, Non-cyclical | | 30,082,942 |
| Financial - 13.0% | | |
| Jefferies Finance LLC / JFIN Company-Issuer Corp. | | |
| 7.37% due 04/01/20 ^{5,7} | 1,700,000 | 1,720,417 |
| 7.50% due 04/15/21 ^{5,7} | 1,500,000 | 1,541,250 |
| 7.25% due 08/15/24 ^{5,7} | 875,000 | 883,750 |
| 6.87% due 04/15/22 ^{5,7} | 650,000 | 650,000 |
| FBM Finance, Inc. | | |
| 8.25% due 08/15/21 ^{5,7} | 2,650,000 | 2,795,750 |
| Lincoln Finance Ltd. | | |
| 6.87% due 04/15/21 | EUR 1,750,000 | 2,218,659 |
| 7.37% due 04/15/21 ⁷ | 450,000 | 468,000 |
| Majid AL Futtaim Holding | | |
| 7.12% ³ | 1,500,000 | 1,522,380 |
| Quicken Loans, Inc. | | |
| 5.25% due 01/15/28 ^{5,7} | 1,375,000 | 1,326,875 |

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|---|-----------|-----------|
| Jefferies LoanCore LLC / JLC Finance Corp. | | |
| 6.87% due 06/01/20 ⁷ | 1,205,000 | 1,233,619 |
| GEO Group, Inc. | | |
| 6.00% due 04/15/26 | 775,000 | 772,326 |
| 5.87% due 10/15/24 | 350,000 | 353,500 |
| CyrusOne Limited Partnership / CyrusOne Finance Corp. | | |
| 5.00% due 03/15/24 ⁵ | 1,104,000 | 1,112,280 |
| Greystar Real Estate Partners LLC | | |
| 5.75% due 12/01/25 ⁷ | 1,000,000 | 1,012,500 |

| | Face Amount [~] | Value |
|--|--------------------------|------------|
| CORPORATE BONDS ^{†‡} 88.9% (continued) | | |
| Financial - 13.0% (continued) | | |
| American Equity Investment Life Holding Co. | | |
| 5.00% due 06/15/27 ⁵ | 750,000 | \$763,002 |
| CoreCivic, Inc. | | |
| 4.75% due 10/15/27 | 750,000 | 716,250 |
| Prosight Global Inc. | | |
| 7.50% due 11/26/20 ^{†††} | 650,000 | 678,723 |
| NFP Corp. | | |
| 6.87% due 07/15/25 ⁷ | 525,000 | 526,312 |
| USIS Merger Sub, Inc. | | |
| 6.87% due 05/01/25 ⁷ | 400,000 | 405,000 |
| iStar, Inc. | | |
| 5.25% due 09/15/22 | 215,000 | 211,238 |
| Fidelity & Guaranty Life Holdings, Inc. | | |
| 6.37% due 04/01/21 ⁷ | 200,000 | 202,750 |
| Total Financial | | 21,114,581 |
| Energy - 12.1% | | |
| American Midstream Partners Limited Partnership / American Midstream Finance Corp. | | |
| 8.50% due 12/15/21 ^{5,7} | 3,565,000 | 3,618,475 |
| CNX Resources Corp. | | |
| 8.00% due 04/01/23 ⁵ | 2,500,000 | 2,646,875 |
| Unit Corp. | | |
| 6.62% due 05/15/21 ⁵ | 2,500,000 | 2,481,250 |
| Exterran Energy Solutions Limited Partnership / EES Finance Corp. | | |
| 8.12% due 05/01/25 ^{5,7} | 1,500,000 | 1,612,500 |
| Moss Creek Resources Holdings, Inc. | | |
| 7.50% due 01/15/26 ^{5,7} | 1,450,000 | 1,477,187 |
| Covey Park Energy LLC / Covey Park Finance Corp. | | |
| 7.50% due 05/15/25 ^{5,7} | 1,320,000 | 1,339,800 |
| Comstock Resources, Inc. | | |
| 10.00% due 03/15/20 | 1,075,000 | 1,112,625 |
| Gibson Energy, Inc. | | |
| 5.25% due 07/15/24 ⁷ | CAD 1,200,000 | 942,198 |

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Alta Mesa Holdings Limited Partnership / Alta Mesa
Finance Services Corp.

7.87% due 12/15/24 750,000 798,750

Suburban Propane Partners Limited

Partnership/Suburban Energy Finance Corp.

5.87% due 03/01/27⁵ 650,000 625,625

Whiting Petroleum Corp.

5.75% due 03/15/21⁵ 550,000 562,375

Legacy Reserves Limited Partnership / Legacy

Reserves Finance Corp.

6.62% due 12/01/21 750,000 548,437

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SCHEDULE OF INVESTMENTS (Unaudited)

February 28, 2018

| | Face Amount~ | Value |
|---|-----------------|------------|
| CORPORATE BONDS ^{†‡} 88.9% (continued) | | |
| Energy - 12.1% (continued) | | |
| Crestwood Midstream Partners Limited Partnership / Crestwood Midstream Finance Corp. | | |
| 5.75% due 04/01/25 ⁵ | 400,000 | \$405,000 |
| 6.25% due 04/01/23 | 50,000 | 51,500 |
| SRC Energy, Inc. | | |
| 6.25% due 12/01/25 ⁷ | 350,000 | 353,500 |
| TerraForm Power Operating LLC | | |
| 6.62% due 06/15/25 ^{7,13} | 250,000 | 270,625 |
| EP Energy LLC / Everest Acquisition Finance, Inc. | | |
| 8.00% due 02/15/25 ⁷ | 330,000 | 226,875 |
| 9.37% due 05/01/24 ⁷ | 46,000 | 33,925 |
| Murphy Oil Corp. | | |
| 5.75% due 08/15/25 | 225,000 | 224,213 |
| Trinidad Drilling Ltd. | | |
| 6.62% due 02/15/25 ⁷ | 200,000 | 193,250 |
| Schahin II Finance Co. SPV Ltd. | | |
| 5.88% due 09/25/22 ^{8,9} | 825,233 | 107,693 |
| Breitburn Energy Partners Limited Partnership / Breitburn Finance Corp. | | |
| 7.87% due 04/15/22 ⁸ | 2,200,000 | 66,000 |
| Total Energy | | 19,698,678 |
| Consumer, Cyclical - 10.2% | | |
| Nathan's Famous, Inc. | | |
| 6.62% due 11/01/25 ⁷ | 3,500,000 | 3,570,000 |
| WMG Acquisition Corp. | | |
| 6.75% due 04/15/22 ^{5,7} | 1,550,000 | 1,608,125 |
| Ferrellgas Limited Partnership / Ferrellgas Finance Corp. | | |
| 6.50% due 05/01/21 | 950,000 | 897,750 |
| 6.75% due 06/15/23 ⁵ | 750,000 | 682,500 |
| PetSmart, Inc. | | |
| 5.87% due 06/01/25 ⁷ | 1,575,000 | 1,228,500 |
| Delphi Technologies plc | | |
| 5.00% due 10/01/25 ^{5,7} | 1,050,000 | 1,041,127 |
| Ferrellgas, LP / Ferrellgas Finance Corp. | | |
| 6.75% due 01/15/22 ⁵ | 990,000 | 925,650 |
| VOC Escrow Ltd. | | |
| 5.00% due 02/15/28 ⁷ | 875,000 | 850,938 |
| L Brands, Inc. | | |
| 6.75% due 07/01/36 | 500,000 | 490,000 |
| 7.60% due 07/15/37 | 250,000 | 253,750 |
| AMC Entertainment Holdings, Inc. | | |

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| | | |
|-----------------------------------|-------------|---------|
| 6.12% due 05/15/27 ⁵ | 750,000 | 729,375 |
| Tesla, Inc. | | |
| 5.30% due 08/15/25 ^{5,7} | 725,000 | 688,061 |
| Carrols Restaurant Group, Inc. | | |
| 8.00% due 05/01/22 | 600,000 | 627,000 |
| Titan International, Inc. | | |
| 6.50% due 11/30/23 ⁷ | 600,000 | 612,000 |
| TVL Finance PLC | | |
| 8.50% due 05/15/23 | GBP 400,000 | 590,508 |
| Pinnacle Bidco plc | | |
| 6.37% due 02/15/25 | GBP 400,000 | 556,175 |

| | Face Amount [~] | Value |
|--|-----------------------------|------------|
| CORPORATE BONDS ^{†‡} 88.9% (continued) | | |
| Consumer, Cyclical - 10.2% | | |
| (continued) | | |
| Williams Scotsman International, Inc. | | |
| 7.87% due 12/15/22 ⁷ | 525,000 | \$549,938 |
| Beacon Escrow Corp. | | |
| 4.87% due 11/01/25 ⁷ | 310,000 | 302,343 |
| Service Corporation Intl. | | |
| 4.62% due 12/15/27 | 300,000 | 293,250 |
| Total Consumer, Cyclical | | 16,496,990 |
| Industrial - 6.1% | | |
| Grinding Media Inc. / MC Grinding Media Canada Inc. | | |
| 7.37% due 12/15/23 ^{5,7} | 1,600,000 | 1,692,000 |
| Standard Industries, Inc. | | |
| 4.75% due 01/15/28 ^{5,7} | 1,600,000 | 1,536,000 |
| Hunt Companies, Inc. | | |
| 6.25% due 02/15/26 ^{5,7} | 1,350,000 | 1,321,312 |
| Summit Materials LLC / Summit Materials Finance Corp. | | |
| 8.50% due 04/15/22 | 1,000,000 | 1,092,965 |
| StandardAero Aviation Holdings, Inc. | | |
| 10.00% due 07/15/23 ⁷ | 850,000 | 922,250 |
| Ardagh Packaging Finance PLC | | |
| 6.75% due 05/15/24 | EUR 600,000 | 798,768 |
| Jeld-Wen, Inc. | | |
| 4.87% due 12/15/27 ⁷ | 550,000 | 533,500 |
| Kratos Defense & Security Solutions, Inc. | | |
| 6.50% due 11/30/25 ⁷ | 450,000 | 469,125 |
| Cleaver-Brooks, Inc. | | |
| 7.87% due 03/01/23 ⁷ | 375,000 | 395,625 |
| Princess Juliana International Airport Operating Company N.V. | | |
| 5.50% due 12/20/27 ^{†††,9} | 376,263 | 355,569 |
| Tutor Perini Corp. | | |

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| | | |
|---|-----------|-----------|
| 6.87% due 05/01/25 ⁷ | 250,000 | 262,500 |
| Ardagh Packaging Finance plc / Ardagh Holdings USA, Inc. | | |
| 7.25% due 05/15/24 ⁷ | 225,000 | 241,031 |
| Wrangler Buyer Corp. | | |
| 6.00% due 10/01/25 ⁷ | 200,000 | 202,500 |
| Total Industrial | | |
| | | 9,823,145 |
| Basic Materials - 3.5% | | |
| Eldorado Gold Corp. | | |
| 6.12% due 12/15/20 ^{5,7} | 1,900,000 | 1,847,750 |
| GCP Applied Technologies, Inc. | | |
| 9.50% due 02/01/23 ⁷ | 1,628,000 | 1,784,695 |
| Alcoa Nederland Holding B.V. | | |
| 7.00% due 09/30/26 ^{5,7} | 1,000,000 | 1,080,000 |
| Big River Steel LLC / BRS Finance Corp. | | |
| 7.25% due 09/01/25 ^{5,7} | 700,000 | 740,250 |
| Mirabela Nickel Ltd. | | |
| 9.50% due 06/24/19 ⁸ | 1,279,819 | 268,762 |

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SCHEDULE OF INVESTMENTS (Unaudited)

February 28, 2018

| | Face Amount | Value |
|---|---------------|-------------|
| CORPORATE BONDS ^{†‡} 88.9% (continued) | | |
| Basic Materials - 3.5% (continued) | | |
| New Day Aluminum | | |
| 10.00% due 10/28/20 ^{†††,1,10} | 5,652 | \$5,652 |
| Total Basic Materials | | 5,727,109 |
| Utilities - 2.8% | | |
| LBC Tank Terminals Holding Netherlands BV | | |
| 6.87% due 05/15/23 ^{5,7} | 2,000,000 | 2,062,500 |
| Terraform Global Operating LLC | | |
| 6.12% due 03/01/26 ⁷ | 975,000 | 982,313 |
| Indigo Natural Resources LLC | | |
| 6.87% due 02/15/26 ⁷ | 850,000 | 831,062 |
| AmeriGas Partners, LP / AmeriGas Finance Corp. | | |
| 5.75% due 05/20/27 ⁵ | 750,000 | 742,500 |
| Total Utilities | | 4,618,375 |
| Technology - 1.4% | | |
| Infor US, Inc. | | |
| 6.50% due 05/15/22 ⁵ | 1,700,000 | 1,738,250 |
| Ascend Learning LLC | | |
| 6.87% due 08/01/25 ⁷ | 250,000 | 257,500 |
| Entegris, Inc. | | |
| 4.62% due 02/10/26 ⁷ | 200,000 | 196,500 |
| Total Technology | | 2,192,250 |
| Total Corporate Bonds (Cost \$146,274,231) | | 144,246,875 |
| SENIOR FLOATING RATE INTERESTS ^{††,1,†} 41.9% | | |
| Technology - 10.6% | | |
| Advanced Computer Software | | |
| 11.37% (3 Month USD LIBOR + 9.50%) due 01/31/23 | 2,250,000 | 2,216,250 |
| 7.37% (3 Month USD LIBOR + 5.50%) due 03/18/22 | 870,219 | 870,219 |
| Lytix, Inc. | | |
| 8.44% (1 Month USD LIBOR + 6.75%) due 08/31/23 ^{†††,1} | 2,835,000 | 2,770,703 |
| TIBCO Software, Inc. | | |
| 5.15% (1 Month USD LIBOR + 3.50%) due 12/04/20 | 2,619,472 | 2,624,921 |
| Planview, Inc. | | |
| 11.40% (1 Month USD LIBOR + 9.75%) due 07/27/23 ^{†††,1} | 2,000,000 | 1,975,116 |
| Aspect Software Parent, Inc. | | |
| 12.15% (1 Month USD LIBOR + 10.50%) due 05/25/20 ² | 1,263,345 | 1,260,186 |
| 12.10% (1 Month USD LIBOR + 10.50%) due 05/25/18 ^{†††,1,2} | 536,250 | 536,250 |
| Bullhorn, Inc. | | |
| 8.64% (3 Month USD LIBOR + 6.75%) due 11/21/22 ^{†††,1} | 1,798,764 | 1,787,222 |
| Camelia Bidco Banc Civica | | |
| 5.31% (3 Month USD LIBOR + 4.75%) due 10/14/24 | GBP 1,000,000 | 1,381,369 |
| Cologix Holdings, Inc. | | |
| 8.65% (1 Month USD LIBOR + 7.00%) due 03/20/25 | 750,000 | 763,125 |

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| | Face Amount [~] | Value |
|--|--------------------------|------------|
| SENIOR FLOATING RATE INTERESTS ^{††,‡} 41.9% (continued) | | |
| Technology - 10.6% (continued) | | |
| SS&C Technologies Holdings, Inc. | | |
| 2.50% (3 Month USD LIBOR + 2.50%) due 02/27/25 | 600,000 | \$598,500 |
| Project Alpha Qlik | | |
| 5.04% (6 Month USD LIBOR + 3.50%) due 04/26/24 | 500,301 | 493,266 |
| Total Technology | | 17,277,127 |
| Consumer, Cyclical - 7.0% | | |
| Accuride Corp. | | |
| 6.94% (3 Month USD LIBOR + 5.25%) due 11/17/23 | 3,435,338 | 3,495,457 |
| ABRA Auto Body | | |
| 9.14% (3 Month USD LIBOR + 7.25%) due 09/19/22 | 2,350,000 | 2,353,924 |
| BC Equity Ventures LLC | | |
| 8.49% (1 Month USD LIBOR + 6.50%) and (3 Month USD LIBOR + 6.50%) due 08/31/22 | 1,924,616 | 1,943,862 |
| Acosta, Inc. | | |
| 5.06% (1 Month USD LIBOR + 3.25%) and (Commercial Prime Lending Rate + 2.25%) due 09/26/19 | 755,556 | 664,889 |
| 4.94% (3 Month LIBOR + 3.25%) due 09/26/19 | 222,222 | 195,555 |
| Sears Roebuck Acceptance Corp. | | |
| 6.08% (1 Month USD LIBOR + 4.50%) due 01/20/19 | 807,523 | 803,146 |
| Crown Finance US, Inc. | | |
| 2.50% (3 Month USD LIBOR + 2.50%) due 02/05/25 | 550,000 | 549,175 |
| Blue Nile, Inc. | | |
| 8.19% (3 Month USD LIBOR + 6.50%) due 02/17/23 | 463,125 | 465,441 |
| SMG US Midco 2, Inc. | | |
| 8.64% (3 Month USD LIBOR + 7.00%) due 01/23/26 | 300,000 | 306,000 |
| BBB Industries, LLC | | |
| 7.50% (3 Month USD LIBOR + 4.00%) due 11/04/19 | 314,286 | 299,547 |
| CH Holding Corp. | | |
| 8.90% (1 Month USD LIBOR + 7.25%) due 02/03/25 | 200,000 | 202,500 |
| Total Consumer, Cyclical | | 11,279,496 |
| Industrial - 6.1% | | |
| Hayward Industries, Inc. | | |
| 9.90% (1 Month USD LIBOR + 8.25%) due 08/04/25 | 2,325,000 | 2,301,750 |
| Diversitech Holdings, Inc. | | |
| 9.20% (3 Month USD LIBOR + 7.50%) due 06/02/25 | 1,000,000 | 1,008,750 |
| Bioplan USA, Inc. | | |
| 6.40% (1 Month USD LIBOR + 4.75%) due 09/23/21 | 888,054 | 849,202 |

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Guggenheim Credit Allocation Fund
SCHEDULE OF INVESTMENTS (Unaudited)

February 28, 2018

| | Face Amount~ | Value |
|--|------------------|-----------|
| SENIOR FLOATING RATE INTERESTS ^{††,‡} 41.9% (continued) | | |
| Industrial - 6.1% (continued) | | |
| Resource Label Group LLC | | |
| 10.19% (3 Month USD LIBOR + 8.50%) due 11/26/23 | 850,000 | \$841,500 |
| SRS Distribution, Inc. | | |
| 10.40% (1 Month USD LIBOR + 8.75%) due 02/24/23 | 810,000 | 831,263 |
| HBC Hardware Holdings | | |
| 8.19% (3 Month USD LIBOR + 6.50%) due 03/30/20 | 817,500 | 792,975 |
| Advanced Integration Technology LP | | |
| 6.72% (1 Month USD LIBOR + 4.75%) and (3 Month USD LIBOR + 4.75%) due 04/03/23 | 784,856 | 788,781 |
| National Technical | | |
| 7.82% (1 Month USD LIBOR + 6.25%) due 06/12/21 ^{†††,1} | 732,407 | 714,097 |
| Ranpak | | |
| 8.84% (1 Month USD LIBOR + 7.25%) due 10/03/22 | 550,000 | 552,750 |
| Hillman Group, Inc. | | |
| 6.46% (3 Month USD LIBOR + 3.25%) and (Commercial Prime Lending Rate + 2.25%) due 06/28/19 ^{†††,1} | 360,000 | 349,470 |
| Ceva Group Plc (United Kingdom) | | |
| 5.32% (3 Month USD EURIBOR + 4.75%) due 03/19/19 | EUR 290,000 | 318,358 |
| ProAmpac PG Borrower LLC | | |
| 10.09% (1 Month USD LIBOR + 8.50%) due 11/18/24 | 250,000 | 254,533 |
| Wencor Group | | |
| 5.15% (1 Month LIBOR + 3.50%) due 06/19/19 ^{†††,1} | 223,077 | 216,266 |
| NaNa Development Corp. | | |
| 8.37% (3 Month USD LIBOR + 6.75%) due 03/15/18 ^{†††,1} | 34,991 | 34,642 |
| Ursa Insulation B.V. | | |
| due 04/26/21 ^{†††,1,14} | EUR 1,294,606 | - |
| Total Industrial | | |
| | | 9,854,337 |
| Consumer, Non-cyclical - 5.9% | | |
| Reddy Ice Holdings, Inc. | | |
| 11.20% (3 Month USD LIBOR + 9.50%) due 11/01/19 | 4,000,000 | 3,760,000 |
| 7.26% (Commercial Prime Lending Rate + 4.50%) and (3 Month USD LIBOR + 5.50%) due 05/01/19 | 296,114 | 296,114 |
| CTI Foods Holding Co. LLC | | |
| 8.90% (1 Month USD LIBOR + 7.25%) due 06/28/21 | 3,430,000 | 2,538,200 |
| 5.15% (1 Month USD LIBOR + 3.50%) due 06/29/20 | 350,000 | 315,438 |

| | Face Amount~ | Value |
|--|-----------------|-------|
| SENIOR FLOATING RATE INTERESTS ^{††,‡} 41.9% (continued) | | |
| Consumer, Non-cyclical - 5.9% (continued) | | |
| Immucor, Inc. | | |

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| | | |
|---|-----------|-------------|
| 6.65% (2 Month USD LIBOR + 5.00%) due 06/15/21 | 1,194,000 | \$1,214,895 |
| IHC Holding Corp. | | |
| 8.44% (3 Month USD LIBOR + 6.75%) due 04/30/21 ^{†††,1} | 1,186,429 | 1,177,032 |
| Avantor, Inc. | | |
| 5.65% (1 Month USD LIBOR + 4.00%) due 11/21/24 | 350,000 | 353,353 |
| Targus Group International, Inc. | | |
| 15.00% (Prime Rate + 10.50%) due 05/24/16 ^{†††,1,2,8} | 383,723 | — |
| Total Consumer, Non-cyclical | | 9,655,032 |
| Utilities - 5.7% | | |
| BHI Investments LLC | | |
| 10.59% (3 Month USD LIBOR + 8.75%) due 02/28/25 | 3,000,000 | 2,970,000 |
| Panda Temple II Power | | |
| 7.69% (3 Month USD LIBOR + 6.00%) due 04/03/19 | 2,492,284 | 2,288,740 |
| Invenergy Thermal | | |
| 7.19% (3 Month USD LIBOR + 5.50%) due 10/19/22 | 2,288,429 | 2,168,287 |
| MRP Generation Holding | | |
| 8.69% (3 Month USD LIBOR + 7.00%) due 10/18/22 | 740,625 | 714,703 |
| Exgen Texas Power LLC | | |
| due 09/18/21 ⁸ | 1,039,290 | 632,231 |
| Stonewall | | |
| 7.19% (3 Month USD LIBOR + 5.50%) due 11/13/21 | 328,875 | 325,586 |
| Viva Alamo LLC | | |
| 6.01% (3 Month USD LIBOR + 4.25%) due 02/22/21 | 123,662 | 122,309 |
| Total Utilities | | 9,221,856 |
| Communications - 4.9% | | |
| Anaren, Inc. | | |
| 9.94% (3 Month USD LIBOR + 8.25%) due 08/18/21 | 2,200,000 | 2,197,250 |
| Cengage Learning Acquisitions, Inc. | | |
| 5.84% (1 Month USD LIBOR + 4.25%) due 06/07/23 | 2,250,609 | 2,065,564 |
| Comet Bidco Ltd. | | |
| 6.00% (3 Month USD LIBOR + 5.00%) due 10/31/24 | 2,050,000 | 2,016,687 |
| CSC Holdings, LLC | | |
| 3.84% (1 Month USD LIBOR + 2.25%) due 07/17/25 | 1,339,875 | 1,335,855 |
| Proquest LLC | | |
| 10.65% (1 Month USD LIBOR + 9.00%) due 12/15/22 | 282,200 | 285,022 |
| Total Communications | | 7,900,378 |
| Energy - 1.2% | | |
| Gavilan Resources LLC | | |
| 7.59% (1 Month USD LIBOR + 6.00%) due 03/01/24 | 1,500,000 | 1,504,995 |

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Guggenheim Credit Allocation Fund
SCHEDULE OF INVESTMENTS (Unaudited)

February 28, 2018

| | Face Amount [~] | Value |
|---|-----------------------------|------------|
| SENIOR FLOATING RATE INTERESTS ^{††,‡} 41.9% | | |
| (continued) | | |
| Energy - 1.2% (continued) | | |
| Summit Midstream Partners, LP | | |
| 7.65% (1 Month USD LIBOR + 6.00%) due 05/13/22 | 460,000 | \$467,190 |
| Total Energy | | 1,972,185 |
| Financial - 0.3% | | |
| PT Intermediate Holdings III LLC | | |
| 9.65% (2 Month USD LIBOR + 8.00%) due 12/08/25 | 450,000 | 452,250 |
| Basic Materials - 0.2% | | |
| Big River Steel LLC | | |
| 6.69% (3 Month USD LIBOR + 5.00%) due 08/23/23 | 349,125 | 354,362 |
| Total Senior Floating Rate Interests (Cost \$69,409,160) | | 67,967,023 |
| ASSET-BACKED SECURITIES ^{††} 6.8% | | |
| Collateralized Loan Obligations - 3.9% | | |
| Monroe Capital CLO 2014-1 Ltd. | | |
| 2017-1A, 5.34% (3 Month USD LIBOR + 3.60%) due 10/22/26 ^{7,11} | 1,000,000 | 999,524 |
| Eaton Vance CLO Ltd. | | |
| 2014-1A, 6.75% (3 Month USD LIBOR + 5.03%) due 07/15/26 ^{7,11} | 1,000,000 | 983,545 |
| Saranac CLO III Ltd. | | |
| 2014-3A, 6.80% (3 Month USD LIBOR + 5.15%) due 06/22/25 ^{7,11} | 750,000 | 727,817 |
| NewStar Arlington Senior Loan Program LLC | | |
| 2014-1A, 5.99% (3 Month USD LIBOR + 4.25%) due 07/25/25 ^{7,11} | 750,000 | 723,230 |
| FDF I Ltd. | | |
| 2015-1A, 6.87% due 11/12/30 ⁷ | 500,000 | 505,065 |
| Fortress Credit Opportunities V CLO Ltd. | | |
| 2017-5A, 6.25% (3 Month USD LIBOR + 4.55%) due 10/15/26 ^{7,11} | 500,000 | 502,568 |
| Fortress Credit Opportunities VI CLO Ltd. | | |
| 2015-6A, 6.53% (3 Month USD LIBOR + 5.00%) due 10/10/26 ^{7,11} | 500,000 | 494,611 |
| KVK CLO Ltd. | | |
| 2014-2A, 6.47% (3 Month USD LIBOR + 4.75%) due 07/15/26 ^{7,11} | 500,000 | 477,879 |
| Dryden 41 Senior Loan Fund | | |
| 2015-41A, due 01/15/28 ^{7,12} | 600,000 | 456,728 |
| Treman Park CLO Ltd. | | |
| 2015-1A, due 04/20/27 ^{7,12} | 500,000 | 418,523 |

| | Face Amount [~] | Value |
|--|-----------------------------|----------|
| ASSET-BACKED SECURITIES ^{††} 6.8% (continued) | | |
| Collateralized Loan Obligations - 3.9% (continued) | | |
| Babson CLO Ltd. | | |
| 2012-2A, due 05/15/23 ^{7,12} | 1,000,000 | \$13,615 |

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| | | |
|--|-----------|---------------|
| Total Collateralized Loan Obligations | | 6,303,105 |
| Transport-Aircraft - 1.4% | | |
| Emerald Aviation Finance Ltd. | | |
| 2013-1, 6.35% due 10/15/38 ⁷ | 1,025,776 | 1,024,372 |
| Apollo Aviation Securitization Equity Trust | | |
| 2016-2, 7.86% due 11/15/41 | 382,150 | 383,414 |
| 2016-1A, 9.19% due 03/17/36 ⁷ | 262,064 | 265,995 |
| Rise Ltd., | | |
| 6.50% due 02/12/39 | 296,478 | 297,539 |
| Turbine Engines Securitization Ltd. | | |
| 2013-1A, 6.37% due 12/15/48 ⁹ | 286,776 | 272,007 |
| Total Transport-Aircraft | | 2,243,327 |
| Collateralized Debt Obligations - 0.6% | | |
| Anchorage Credit Funding 1 Ltd. | | |
| 2015-1A, 6.30% due 07/28/30 ⁷ | 1,000,000 | 1,035,009 |
| Whole Business - 0.6% | | |
| TSGE | | |
| 2017-1, 6.25% due 09/25/31 ^{†††,1} | 1,000,000 | 977,619 |
| Financial - 0.3% | | |
| NCBJ | | |
| 2015-1A, 5.87% due 07/08/22 ^{†††,1} | 456,302 | 455,072 |
| Total Asset-Backed Securities | | |
| (Cost \$10,546,227) | | 11,014,132 |
| SENIOR FIXED RATE INTERESTS ^{†‡} 0.6% | | |
| Consumer, Non-cyclical - 0.6% | | |
| Hanger, Inc. | | |
| 11.50% due 08/01/19 | 925,000 | 934,250 |
| Total Senior Fixed Rate Interests | | |
| (Cost \$916,007) | | 934,250 |
| Total Investments - 145.1% | | |
| (Cost \$241,904,684) | | \$235,285,151 |
| Other Assets & Liabilities, net - (45.1)% | | (73,100,838) |
| Total Net Assets - 100.0% | | \$162,184,313 |

FORWARD FOREIGN CURRENCY EXCHANGE CONTRACTS^{††}

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Guggenheim Credit Allocation Fund
SCHEDULE OF INVESTMENTS (Unaudited)

February 28, 2018

| Counterparty | Contracts to Sell | Currency | Settlement | | Value at February 28, 2018 | Net Unrealized Appreciation |
|-----------------|-------------------|----------|------------|-------------|----------------------------|-----------------------------|
| | | | Date | Value | | |
| Goldman Sachs | 2,900,000 | GBP | 03/12/18 | \$4,047,360 | \$3,994,781 | \$52,579 |
| Bank of America | 4,550,000 | EUR | 03/12/18 | 5,588,474 | 5,555,909 | 32,565 |
| Bank of America | 1,215,000 | CAD | 03/12/18 | 966,683 | 947,181 | 19,502 |
| Goldman Sachs | 80,000 | EUR | 03/12/18 | 98,269 | 97,686 | 583 |
| | | | | | | \$105,229 |

~ The face amount is denominated in U.S. dollars unless otherwise indicated.

* Non-income producing security.

† Value determined based on Level 1 inputs, unless otherwise noted — See Note 3.

†† Value determined based on Level 2 inputs, unless otherwise noted — See Note 3.

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

1 Security was fair valued by the Valuation Committee at February 28, 2018. The total market value of fair valued securities amounts to \$11,431,894, (cost \$13,230,526) or 7.0% of total net assets.

2 Affiliated issuer.

3 Perpetual maturity.

4 Security has a fixed rate coupon which will convert to a floating or variable rate coupon on a future date.

All or a portion of these securities have been physically segregated in connection with borrowings, reverse

5 repurchase agreements and unfunded loan commitments. As of February 28, 2018, the total value of securities segregated was \$99,435,053.

6 Rate indicated is the 7 day yield as of February 28, 2018.

Security is a 144A or Section 4(a)(2) security. These securities have been determined to be liquid under guidelines

7 established by the Board of Trustees. The total market value of 144A or Section 4(a)(2) securities is

\$100,884,787 (cost \$100,276,985), or 62.2% of total net assets.

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

Security is a 144A or Section 4(a)(2) security. These securities have been determined to be illiquid and restricted

9 under guidelines established by the Board of Trustees. The total market value of 144A or Section 4(a)(2) illiquid

and restricted securities is \$735,269 (cost \$1,438,269), or 0.5% of total net assets — See Note 6.

10 Payment-in-kind security.

Variable rate security. Rate indicated is the rate effective at February 28, 2018. In some instances, the underlying

11 reference rate shown was below the minimum rate earned by the security or has been adjusted by a predetermined

factor. The settlement status of a position may also impact the effective rate indicated. In instances where multiple underlying reference rates and spread amounts are shown, the effective rate is based on a weighted average.

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

13 Security is a step up/step down bond. The coupon increases or decreases at regular intervals until the bond reaches full maturity.

14 Term loan interests in the Fund's portfolio generally have variable rates. All or a portion of this security represents unsettled loan positions and may not have a stated coupon rate.

| | |
|---------|---------------------------------|
| plc | Public Limited Company |
| REIT | Real Estate Investment Trust |
| LIBOR | London Interbank Offered Rate |
| WAC | Weighted Average Coupon |
| EURIBOR | European Interbank Offered Rate |

| | |
|-----|-----------------|
| CAD | Canadian Dollar |
| EUR | Euro |
| GBP | British Pound |

See Sector Classification in Other Information section.

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Guggenheim Credit Allocation Fund
SCHEDULE OF INVESTMENTS (Unaudited)

February 28, 2018

The following table summarizes the inputs used to value the Fund's investments at February 28, 2018 (See Note 3 in the Notes to Schedule of Investments):

| Investments in Securities (Assets) | Level 1 Quoted Prices | Level 2 Significant Observable Inputs | Level 2 - Other* | Level 3 Significant Unobservable Inputs | Total |
|--|-----------------------------|--|---------------------|--|----------------------|
| Asset-Backed Securities | \$— | \$9,581,441 | \$— | \$ 1,432,691 | \$ 11,014,132 |
| Common Stocks | 990,938 | — | — | 432,753 | ** 1,423,691 |
| Corporate Bonds | — | 143,206,931 | — | 1,039,944 | 144,246,875 |
| Forward Foreign Currency Exchange Contracts | — | — | 105,229 | — | 105,229 |
| Exchange-Traded Funds | 5,002,235 | — | — | — | 5,002,235 |
| Money Market Fund | 1,294,958 | — | — | — | 1,294,958 |
| Preferred Stocks | 3,401,987 | — | — | — | 3,401,987 |
| Senior Fixed Rate Interests | — | 934,250 | — | — | 934,250 |
| Senior Floating Rate Interests | — | 58,406,225 | — | 9,560,798 | ** 67,967,023 |
| Total Assets | \$10,690,118 | \$212,128,847 | \$105,229 | \$ 12,466,186 | \$235,390,380 |

| Investments in Securities (Liabilities) | Level 1 Quoted Prices | Level 2 Significant Observable Inputs | Level 2 - Other* | Level 3 Significant Unobservable Inputs | Total |
|---|-----------------------------|--|---------------------|--|------------------|
| Unfunded Loan Commitments | \$ — | \$ — | \$ — | \$ 465,770 | \$465,770 |
| Total Liabilities | \$ — | \$ — | \$ — | \$ 465,770 | \$465,770 |

* Other financial instruments include forward foreign currency exchange contracts which are reported as unrealized gain/loss at period end.

** Includes securities with a market value of \$0.

The Fund may hold assets and/or liabilities in which the fair value approximates the carrying amount for financial statement purposes. As of period end, reverse repurchase agreements of \$67,041,680 are categorized as Level 2 within the disclosure hierarchy.

The following is a summary of significant unobservable inputs used in the fair valuation of assets and liabilities categorized within Level 3 of the fair value hierarchy:

| Category | Ending Balance at February 28, 2018 | Valuation Technique | Unobservable Inputs | Input Range | Weighted Average |
|-------------------------|--|---------------------|---------------------|----------------|---------------------|
| Assets: | | | | | |
| Asset-Backed Securities | \$1,432,691 | Yield Analysis | Yield | 6.1%-6.8 % | 6.6 % |
| Common Stocks | 431,311 | Enterprise Value | Valuation Multiple | 7.9x-8.9x | 8.1 x |
| Common Stocks | 1,442 | Model Price | Liquidation Value | — | — |
| Corporate Bonds | 1,034,292 | | Indicative Quote | — | — |

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| | | Option Adjusted Spread | | | | | |
|--------------------------------|--------------|------------------------|--------------------------|-----------|---|------|---|
| Corporate Bonds | 5,652 | Yield Analysis | Yield | 10.0 | % | 10.0 | % |
| Senior Floating Rate Interests | 7,702,451 | Yield Analysis | Yield | 8.0%-11.1 | % | 9.2 | % |
| Senior Floating Rate Interests | 714,097 | Model Price | Market Comparable Yields | 5.3 | % | - | |
| Senior Floating Rate Interests | 608,000 | Model Price | Purchase Price | - | | - | |
| Senior Floating Rate Interests | 536,250 | Enterprise Value | Valuation Multiple | 7.9x | | - | |
| Total | \$12,466,186 | | | | | | |
| Liabilities: | | | | | | | |
| Unfunded Loan Commitments | \$465,770 | Model Price | Purchase Price | - | | - | |

Significant changes in an indicative quote, liquidation value, market comparable yield or valuation multiple would generally result in significant changes in the fair value of the security.

Any remaining Level 3 securities held by the Fund and excluded from the tables above, were not considered material to the Fund.

Transfers between investment levels may occur as the markets fluctuate and/or the availability of data used in an investment's valuation changes. Transfers between valuation levels, if any, are in comparison to the valuation levels at the end of the previous fiscal year, and are effective using the fair value as of the end of the current fiscal period.

For the period ended February 28, 2018, the Fund had securities with a total value of \$2,763,257 transfer into Level 2 from Level 3 due to the availability of current and reliable market-based data provided by a third-party pricing service which utilizes significant observable inputs. Securities with a total value of \$34,642 transferred out of Level 2 into Level 3 due to the lack of availability of current and reliable market-based data provided by a third-party pricing service which utilizes significant observable inputs at the period end. There were no other securities that transferred between levels.

Summary of Fair Value Level 3 Activity

Following is a reconciliation of Level 3 assets for which significant unobservable inputs were used to determine fair value for the period ended February 28, 2018:

| | Assets | | | | | Liabilities | |
|--|--------------------------------|-------------------------|-----------------|---------------|---------------|---------------------------|--|
| | Senior Floating Rate Interests | Asset-Backed Securities | Corporate Bonds | Common Stocks | Total | Unfunded Loan Commitments | |
| Beginning Balance | \$14,048,028 | \$855,012 | \$4,013,632 | \$1,386,620 | \$20,303,292 | \$ (671,334) | |
| Purchases/Receipts | 3,539,397 | 1,000,000 | 167 | 6,727 | 4,546,291 | 506,593 | |
| (Sales)/Fundings | (7,509,110) | (60,651) | (3,028,546) | (515,633) | (11,113,940) | (406,474) | |
| Total realized gains or (losses) included in earnings | (202,322) | - | 69,998 | (1,260,202) | (1,392,526) | 234,722 | |
| Total change in unrealized gains or (losses) included in | 2,115,881 | (64,131) | (15,307) | 815,241 | 2,851,684 | (88,450) | |

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earnings

| | | | | | | |
|--|--------------|--------------|--------------|--------------|--------------|---------------|
| Transfers into Level 3 | 34,642 | - | - | - | 34,642 | (40,827) |
| Transfers out of Level 3 | (2,465,718) | (297,539) | - | - | (2,763,257) | - |
| Ending Balance | \$9,560,798 | \$ 1,432,691 | \$ 1,039,944 | \$ 432,753 | \$12,466,186 | \$ (465,770) |
| Net Change in unrealized appreciation (depreciation) for investments in securities still held at February 28, 2018 | \$39,277 | \$(24,576) | \$(22,659) | \$(536,319) | \$(544,277) | \$ 36,464 |

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Guggenheim Credit Allocation Fund
SCHEDULE OF INVESTMENTS (Unaudited)

February 28, 2018

Affiliated Transactions

Investments representing 5% or more of the outstanding voting shares of a portfolio company of a fund, or control of or by, or common control under the Guggenheim Investments ("GI"), result in that portfolio company being considered an affiliated company of such fund, as defined in the 1940 Act.

Transactions during the period ended February 28, 2018, in which the portfolio company is an "affiliated person", were as follows:

| Security Name | Value 5/31/17 | Additions | Reductions | Realized Gain (Loss) | Change in Unrealized | Value 2/28/18 | Shares 2/28/18 | Interest and Amortization on Included Income |
|---|------------------|-----------|---------------|----------------------------|-------------------------|------------------|-------------------|--|
| Common Stock | | | | | | | | |
| Aspect Software Parent, Inc. ^{1,5} | \$862,445 | \$- | \$- | \$- | \$ (579,581) | \$282,864 | 57,610 | \$- |
| Targus Group International Equity, Inc. ¹ | 49,647 | - | (2,514) | 1,166 | 29,101 | 77,400 | 32,060 | - |
| Senior Floating Rate Interests | | | | | | | | |
| Aspect Software Parent, Inc. 12.15% (1 Month USD LIBOR + 10.50%) due 05/25/20 ⁴ | 1,284,735 | - | (24,611) | - | 62 | 1,260,186 | 1,263,345 | 113,190 |
| Aspect Software Parent, Inc. 12.10% (1 Month USD LIBOR + 10.50%) due 05/25/18 ^{4,5} | 385,000 | 151,250 | - | - | | 536,250 | 536,250 | 48,262 |
| Targus Group International Equity, Inc., 15.00% (Prime Rate + 10.50%) due 12/31/19 ⁴ | 158,467 | 8,366 | (166,833) | | | | | 9,669 |
| Targus Group International, Inc., 15.00% (Prime Rate + 10.50%) due 05/24/16 ^{2,3,4,5} | | - | | | | | 383,723 | - |
| | \$2,740,294 | \$159,616 | \$ (193,958) | \$1,166 | \$ (550,418) | \$2,156,700 | | \$ 171,121 |

1 Non-income producing security.

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

3 Payment-in-kind security.

Variable rate security. Rate indicated is the rate effective at February 28, 2018. In some instances, the underlying reference rate shown was below the minimum rate earned by the security or has been adjusted by a predetermined factor. The settlement status of a position may also impact the effective rate indicated. In instances where multiple underlying reference rates and spread amounts are shown, the effective rate is based on a weighted average.

4
5 Security was fair valued by the Valuation Committee at February 28, 2018.

NOTES TO SCHEDULE OF INVESTMENTS (Unaudited)

February 28, 2018

Note 1 – Organization and Significant Accounting Policies

Organization

Guggenheim Credit Allocation Fund (the "Fund") was organized as a Delaware statutory trust on June 7, 2012, and commenced investment operations on June 26, 2013. The Fund is registered as a diversified, closed-end management investment company under the Investment Company Act of 1940, as amended (the "1940 Act").

The Fund's investment objective is to seek total return through a combination of current income and capital appreciation.

Significant Accounting Policies

The Fund operates as an investment company and, accordingly, follows the investment company accounting and reporting guidance of the Financial Accounting Standards Board ("FASB") Accounting Standards Codification Topic 946 Financial Services – Investment Companies.

The following significant accounting policies are in conformity with U.S. generally accepted accounting principles ("U.S. GAAP") and are consistently followed by the Trust. This requires management to make estimates and assumptions that affect the reported amount of assets and liabilities, contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from these estimates. All time references are based on Eastern Time.

(a) Valuation of Investments

The Board of Trustees of the Fund (the "Board") has adopted policies and procedures for the valuation of the Fund's investments (the "Valuation Procedures"). Pursuant to the Valuation Procedures, the Board has delegated to a valuation committee, consisting of representatives from Guggenheim's investment management, fund administration, legal and compliance departments (the "Valuation Committee"), the day-to-day responsibility for implementing the Valuation Procedures, including, under most circumstances, the responsibility for determining the fair value of the Fund's securities and/or other assets.

Valuations of the Fund's securities are supplied primarily by pricing services appointed pursuant to the processes set forth in the Valuation Procedures. The Valuation Committee convenes monthly, or more frequently as needed, to review the valuation of all assets which have been fair valued for reasonableness. The Fund's officers, through the Valuation Committee and consistent with the monitoring and review responsibilities set forth in the Valuation Procedures, regularly review procedures used and valuations provided by the pricing services.

If the pricing service cannot or does not provide a valuation for a particular investment or such valuation is deemed unreliable, such investment is fair valued by the Valuation Committee.

Equity securities listed on an exchange (New York Stock Exchange ("NYSE") or American Stock Exchange) are valued at the last quoted sale price as of the close of business on the NYSE, usually 4:00 p.m. on the valuation date. Equity securities listed on the NASDAQ market system are valued at the NASDAQ Official Closing Price on the valuation date, which may not necessarily represent the last sale price. If there has been no sale on such exchange or NASDAQ on a given day, the security is valued at the closing bid price on that day.

Generally, trading in foreign securities markets is substantially completed each day at various times prior to the close of the NYSE. The values of foreign securities are determined as of the close of such foreign markets or the close of the NYSE, if earlier. All investments quoted in foreign currencies are valued in U.S. dollars on the basis of the foreign currency exchange rates prevailing at the close of U.S. business. Investments in foreign securities may involve risks not present in domestic investments. The Valuation Committee will determine the current value of such foreign securities by taking into consideration certain factors which may include those discussed above, as well as the following factors, among others: the value of the securities traded on other foreign markets, ADR trading, closed-end fund trading, foreign currency exchange activity, and the trading prices of financial products that are tied to foreign securities. In addition, under the Valuation Procedures, the Valuation Committee and Guggenheim Funds Investment Advisors, LLC ("GFIA", or the "Adviser") are authorized to use prices and other information supplied by a third party pricing vendor in valuing foreign securities.

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Debt securities with a maturity of greater than 60 days at acquisition are valued at prices that reflect broker-dealer supplied valuations or are obtained from independent pricing services, which may consider the trade activity, treasury spreads, yields or price of bonds of comparable quality, coupon, maturity, and type, as well as prices quoted by dealers who make markets in such securities. Short-term debt securities with a maturity of 60 days or less at acquisition are

NOTES TO SCHEDULE OF INVESTMENTS (Unaudited)

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valued at amortized cost, provided such amount approximates market value. Money market funds are valued at net asset value.

Open-end investment companies ("mutual funds") are valued at their NAV as of the close of business, on the valuation date. Exchange-traded funds ("ETFs") and closed-end investment companies ("CEFs") are valued at the last quoted sale price.

Typically, loans are valued using information provided by an independent third party pricing service which uses broker quotes in a non-active market.

Investments for which market quotations are not readily available are fair-valued as determined in good faith by GI, under the direction of the Board, using methods established or ratified by the Board. Valuations in accordance with these methods are intended to reflect each security's (or asset's or liability's) "fair value". Each such determination is based on a consideration of all relevant factors, which are likely to vary from one pricing context to another. Examples of such factors may include, but are not limited to market prices; sale prices; broker quotes; and models which derive prices based on inputs such as prices of securities with comparable maturities and characteristics, or based on inputs such as anticipated cash flows or collateral, spread over Treasuries, and other information analysis.

In connection with derivative investments, such factors may include obtaining information as to how (a) these contracts and other derivative investments trade in the futures or other derivative markets, respectively, and (b) the securities underlying these contracts and other derivative investments trade in the cash market.

Note 2 – Financial Instruments and Derivatives

As part of its investment strategy, the Fund utilizes and derivative instruments. These investments involve, to varying degrees, elements of market risk. Valuation and accounting treatment of these instruments can be found under Significant Accounting Policies in Note 1 of these Notes to Schedule of Investments.

Derivatives

Derivatives are instruments whose values depend on, or are derived from, in whole or in part, the value of one or more other assets, such as securities, currencies, commodities or indices. Derivative instruments may be used to increase investment flexibility (including to maintain cash reserves while maintaining exposure to certain other assets), for risk management (hedging) purposes, to facilitate trading, to reduce transaction costs and to pursue higher investment returns. Derivative instruments may also be used to mitigate certain investment risks, such as foreign currency exchange rate risk, interest rate risk and credit risk. U.S. GAAP requires disclosures to enable investors to better understand how and why a Fund uses derivative instruments, how these derivative instruments are accounted for and their effects on the Fund's financial position and results of operations.

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Forward Foreign Currency Exchange Contracts

A forward foreign currency exchange contract is an agreement between two parties to exchange two designated currencies at a specific time in the future. Certain types of contracts may be cash settled, in an amount equal to the change in exchange rates during the term of the contract. The contracts can be used to hedge or manage exposure to foreign currency risks with portfolio investments or to gain exposure to foreign currencies.

The market value of a forward foreign currency exchange contract changes with fluctuations in foreign currency exchange rates. Furthermore, the Fund may be exposed to risk if the counterparties cannot meet the contract terms or if the currency value changes unfavorably as compared to the U.S. dollar.

In conjunction with the use short sales and of derivative instruments, the Fund is required to maintain collateral in various forms. The Fund uses, where appropriate, depending on the financial instrument utilized and the broker involved, margin deposits at the broker, cash and/or securities segregated at the custodian bank, discount notes or repurchase agreements allocated to the Fund.

The Fund has established counterparty credit guidelines and enters into transactions only with financial institutions of investment grade or better. The Trust monitors the counterparty credit risk.

Note 3 – Fair Value Measurement

In accordance with U.S. GAAP, fair value is defined as the price that the Fund would receive to sell an investment or pay to transfer a liability in an orderly transaction with an independent buyer in the principal market, or in the absence of a principal market, the most advantageous market for the investment or liability. U.S. GAAP establishes a three-tier fair value hierarchy based on the types of inputs used to value assets and liabilities and requires corresponding disclosure. The hierarchy and the corresponding inputs are summarized below:

Level 1 — quoted prices in active markets for identical assets or liabilities.

Level 2 — significant other observable inputs (for example quoted prices for securities that are similar based on characteristics such as interest rates, prepayment speeds, credit risk, etc.).

Level 3 — significant unobservable inputs based on the best information available under the circumstances, to the extent observable inputs are not available, which may include assumptions.

The types of inputs available depend on a variety of factors, such as the type of security and the characteristics of the markets in which it trades, if any. Fair valuation determinations that rely on fewer or no observable inputs require greater judgment. Accordingly, fair value determinations for Level 3 securities require the greatest amount of judgment.

Independent pricing services are used to value a majority of the Fund's investments. When values are not available from a pricing service, they may be computed by the Fund's investment adviser or an affiliate. In any event, values may be determined using a variety of sources and techniques, including: market prices; broker quotes; and models which derive prices based on inputs such as prices of securities with comparable maturities and characteristics or based on inputs such as anticipated cash flows or collateral, spread over Treasuries, and other information and analysis. A significant portion of the Fund's assets and liabilities are categorized as Level 2 or Level 3, as indicated in this report.

Indicative quotes from broker-dealers, adjusted for fluctuations in criteria such as credit spreads and interest rates, may be also used to value the Fund's assets and liabilities, i.e. prices provided by a broker-dealer or other market participant who has not committed to trade at that price. Although indicative quotes are typically received from established market participants, the Fund may not have the transparency to view the underlying inputs which support the market quotations. Significant changes in an indicative quote would generally result in significant changes in the fair value of the security.

Certain fixed income securities are valued by obtaining a monthly indicative quote from a broker-dealer, adjusted for fluctuations in criteria such as credit spreads and interest rates.

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The inputs or methodologies used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. The suitability of the techniques and sources employed to determine fair valuation are regularly monitored and subject to change.

NOTES TO SCHEDULE OF INVESTMENTS (Unaudited)

February 28, 2018

Note 4 – Federal Income Tax Information

The Fund intends to comply with the provisions of Subchapter M of the Internal Revenue Code applicable to regulated investment companies and will distribute substantially all taxable net investment income and capital gains sufficient to relieve the Fund from all, or substantially all, federal income, excise and state income taxes. Therefore, no provision for federal or state income tax is required.

Tax positions taken or expected to be taken in the course of preparing the Fund's tax returns are evaluated to determine whether the tax positions are "more-likely-than-not" of being sustained by the applicable tax authority. Tax positions not deemed to meet the more-likely-than-not threshold would be recorded as a tax benefit or expense in the current year. Management has analyzed the Fund's tax positions taken, or to be taken, on federal income tax returns for all open tax years, and has concluded that no provision for income tax is required in the Fund's financial statements. The Fund's federal tax returns are subject to examination by the Internal Revenue Service for a period of three years after they are filed.

At February 28, 2018, the cost of securities for federal income tax purposes, the aggregate gross unrealized gain for all securities for which there was an excess of value over tax cost, and the aggregate gross unrealized loss for all securities for which there was an excess of tax cost over value were as follows:

| | | | |
|---------------|---------------------|---------------------|---------------------|
| Tax Cost | Tax Unrealized Gain | Tax Unrealized Loss | Net Unrealized Loss |
| \$242,053,571 | \$5,508,239 | \$(12,171,430) | \$(6,663,191) |

Note 5 – Unfunded Loan Commitments

Pursuant to the terms of certain loan agreements, the Fund held unfunded loan commitments as of February 28, 2018.

The Fund is obligated to fund these loan commitments at the borrower's discretion.

The unfunded loan commitments as of February 28, 2018 were as follows:

| Borrower | Maturity Date | Face Amount | Value |
|---|---------------|-------------|-----------|
| Acosta, Inc. | 09/26/19 | \$1,022,222 | \$122,667 |
| Advantage Sales & Marketing, Inc. | 07/25/19 | 1,800,000 | 64,746 |
| American Stock Transfer & Trust | 06/26/18 | 400,000 | 3,061 |
| BBB Industries, LLC | 11/04/19 | 785,714 | 36,121 |
| Bullhorn, Inc. | 11/21/22 | 701,236 | 10,467 |
| Ceva Logistics Holdings BV (Dutch) | 03/19/19 | 175,148 | 7,478 |
| Cypress Intermediate Holdings III, Inc. | 04/27/22 | 450,000 | 46,444 |
| Hillman Group, Inc. | 06/28/19 | 540,000 | 15,794 |
| Learning Care Group (US), Inc. | 05/05/19 | 500,000 | 27,766 |
| Lytix, Inc. | 08/31/22 | 157,895 | 17,780 |
| PowerSchool, Inc. | 07/29/21 | 450,000 | 32,029 |
| Pro Mach Group, Inc. | 10/22/19 | 650,000 | 25,771 |
| Severin Acquisition LLC | 07/30/21 | 300,003 | 28,537 |
| Signode Industrial Group | 05/01/19 | 952,000 | – |
| Signode Industrial Group US, Inc. | 05/01/19 | 448,000 | 10,201 |
| Wencor Group | 06/19/19 | 553,846 | 16,908 |
| | | \$9,886,064 | \$465,770 |

NOTES TO SCHEDULE OF INVESTMENTS (Unaudited)

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Note 6 – Restricted Securities

The securities below are considered illiquid and restricted under guidelines established by the Board:

| Restricted Securities | Acquisition Date | Cost | Value |
|---|------------------|-------------|-----------|
| Princess Juliana International Airport Operating Company N.V. 5.50% due 12/20/27 | 02/05/14 | \$371,844 | \$355,569 |
| Schahin II Finance Co. SPV Ltd. 5.88% due 09/25/22 | 01/18/14 | 783,911 | 107,693 |
| Turbine Engines Securitization Ltd. 2013-1A, 6.37% due 12/15/48 | 11/27/13 | 282,514 | 272,007 |
| | | \$1,438,269 | \$735,269 |

Other Information (Unaudited)

Sector Classification

Information in the "Schedule of Investments" is categorized by sectors using sector-level classifications used by Bloomberg Industry Classification System, a widely recognized industry classification system provider. In the Fund's registration statement, the Fund has investment policies relating to concentration in specific industries. For purposes of these investment policies, the Fund usually classifies industries based on industry-level classifications used by widely recognized industry classification system providers such as Bloomberg Industry Classification System, Global Industry Classification Standards and Barclays Global Classification Scheme.

Item 2. Controls and Procedures.

(a) The registrant's principal executive officer and principal financial officer have evaluated the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940, as amended) as of a date within 90 days of the filing date of this report and have concluded, based on such evaluation, that the registrant's disclosure controls and procedures were effective, as of that date, in ensuring that information required to be disclosed by the registrant in this Form N-Q was recorded, processed, summarized and reported within the time periods specified in the Securities and Exchange Commission's rules and forms.

(b) There was no change in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the Investment Company Act of 1940, as amended) that occurred during the registrant's last fiscal quarter that has materially affected or is reasonably likely to materially affect the registrant's internal control over financial reporting.

Item 3. Exhibits.

A separate certification for each principal executive officer and principal financial officer of the registrant as required by Rule 30a-2(a) under the Investment Company Act of 1940, as amended (17 CFR 270.30a-2(a)), is attached hereto.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Guggenheim Credit Allocation Fund

By: /s/ Brian E. Binder
Brian E. Binder
President and Chief Executive Officer
Date: 4/30/18

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dates indicated.

By: /s/ Brian E. Binder
Brian E. Binder
President and Chief Executive Officer
Date: 4/30/18

By: /s/ John L. Sullivan
John L. Sullivan
Chief Financial Officer, Chief Accounting Officer & Treasurer
Date: 4/30/18