

BARINGS GLOBAL SHORT DURATION HIGH YIELD FUND

Form N-Q

November 29, 2018

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED MANAGEMENT
INVESTMENT COMPANY

Investment Company Act file number: 811-22562

Barings Global Short Duration High Yield Fund
(Exact name of registrant as specified in charter)

300 South Tryon Street
Charlotte, NC 28202
(Address of principal executive offices) (Zip code)

Janice M. Bishop
Secretary and Chief Legal Officer
c/o Barings LLC
Independence Wharf
470 Atlantic Avenue
Boston, MA 02210
(Name and address of agent for service)

Registrant's telephone number, including area code

Date of fiscal year end: December 31, 2018

Date of reporting period: September 30, 2018

Item 1. Schedule of Investments.

Barings Global Short Duration High Yield Fund
SCHEDULE OF INVESTMENT
September 30, 2018 (Unaudited)

| | SHARES | COST | FAIR VALUE | | | |
|--|-----------|----------------------------|-------------|-----------|-----------|------------|
| Equities — 2.52%*: | | | | | | |
| Common Stocks — 2.26%*: | | | | | | |
| Boomerang Tube Holdings, Inc. [Ⓜ] | 41,002 | \$- | \$- | | | |
| Fieldwood Energy LLC | 167,574 | 4,057,567 | 8,546,274 | | | |
| Sabine Oil & Gas LLC [Ⓜ] | 4,262 | 248,858 | 213,100 | | | |
| Templar Energy LLC [Ⓜ] | 86,570 | 865,704 | 519,422 | | | |
| Templar Energy LLC [Ⓜ] | 135,392 | 734,072 | 135,392 | | | |
| Total Common Stocks | 434,800 | 5,906,201 | 9,414,188 | | | |
| Preferred Stocks — 0.20%*: | | | | | | |
| Pinnacle Operating Corp. [Ⓜ] | 1,368,352 | 643,125 | 848,378 | | | |
| Total Preferred Stocks | 1,368,352 | 643,125 | 848,378 | | | |
| Warrants — 0.06%*: | | | | | | |
| Appvion Holdings Corp. ^{Ⓜ#} | 12,892 | 137,280 | 137,280 | | | |
| Appvion Inc. ^{Ⓜ#} | 12,892 | - | - | | | |
| Boomerang Tube Holdings, Inc. [Ⓜ] | 30,091 | - | - | | | |
| Boomerang Tube LLC [Ⓜ] | 15,346 | - | - | | | |
| Sabine Oil & Gas LLC [Ⓜ] | 13,512 | 60,669 | 81,072 | | | |
| Sabine Oil & Gas LLC [Ⓜ] | 2,407 | 6,547 | 12,035 | | | |
| Total Warrants | 87,140 | 204,496 | 230,387 | | | |
| Total Equities | 1,890,292 | 6,753,822 | 10,492,953 | | | |
| | | EFFECTIVE | | | FAIR | |
| | | INTEREST RATE [‡] | DUE DATE | PRINCIPAL | COST | VALUE |
| Fixed Income — 136.89%*: | | | | | | |
| Asset-Backed Securities — 4.65%*: | | | | | | |
| CDO/CLO — 4.65%*: | | | | | | |
| Anchorage Capital CLO LTD 2015-6A ^{^~} | 8.69 | | % 7/15/2030 | 600,000 | \$614,506 | \$ 604,366 |
| Anchorage Capital CLO LTD 2016-9A ^{^~} | 9.59 | | 1/15/2029 | 1,500,000 | 1,546,516 | 1,520,781 |
| Carbone CLO, LTD 2017-1A ^{^~} | 8.25 | | 1/21/2031 | 750,000 | 750,000 | 745,084 |
| Carlyle Global Market Strategies 2013-3A ^{^~} | 10.09 | | 10/15/2030 | 1,000,000 | 1,000,000 | 973,494 |
| Carlyle Global Market Strategies 2017-5A ^{^~} | 7.65 | | 1/30/2030 | 700,000 | 700,000 | 688,364 |
| Galaxy CLO Ltd 2017-24A ^{^~} | 7.84 | | 1/15/2031 | 1,000,000 | 1,000,000 | 983,590 |
| GoldenTree Loan Opportunities XI Ltd 2015-11A ^{^~} | 7.73 | | 1/18/2031 | 500,000 | 500,000 | 494,468 |

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| | | | | | |
|---|------------------------------------|------------|------------|------------|------------|
| KKR Financial CLO Ltd 2017-20 ^{^~} | 7.84 | 10/16/2030 | 1,500,000 | 1,500,000 | 1,470,430 |
| Madison Park Funding Ltd 2015-19A ^{^~} | 6.70 | 1/22/2028 | 1,000,000 | 1,000,000 | 996,007 |
| Madison Park Funding Ltd 2016-22 ^{^~} | 8.99 | 10/25/2029 | 1,000,000 | 1,028,537 | 1,011,775 |
| Madison Park Funding Ltd 2016-24 ^{^~} | 9.50 | 1/20/2028 | 1,000,000 | 1,039,275 | 1,014,029 |
| Madison Park Funding Ltd 2018-29A ^{^+} | 0.00 | 10/18/2030 | 2,000,000 | 1,960,000 | 1,960,000 |
| Sound Point CLO LTD 2017-4A ^{#^~} | 7.85 | 1/21/2031 | 2,000,000 | 2,000,000 | 1,953,982 |
| Steele Creek CLO Ltd 2017-1A ^{^~} | 8.54 | 1/15/2031 | 800,000 | 800,000 | 801,915 |
| Voya CLO Ltd 2015-1A ^{#^~} | 7.98 | 1/18/2029 | 1,700,000 | 1,688,778 | 1,680,977 |
| Wellfleet CLO Ltd 2017-3A ^{^~} | 7.89 | 1/17/2031 | 1,500,000 | 1,500,000 | 1,470,702 |
| Wind River CLO Ltd 2017-4A ^{^~} | 8.12 | 11/20/2030 | 1,000,000 | 1,000,000 | 987,121 |
| Total CDO/CLO | | | 19,550,000 | 19,627,612 | 19,357,085 |
| Total Asset-Backed Securities | | | 19,550,000 | 19,627,612 | 19,357,085 |
| Bank Loans [§] — 27.84%*: | | | | | |
| Broadcasting and Entertainment — 1.08%*: | | | | | |
| Endemol ⁺⁺ | 8.15 (3 Month LIBOR USD + 5.750%) | 8/11/2021 | 4,514,605 | 4,352,782 | 4,514,605 |
| Total Broadcasting and Entertainment | | | 4,514,605 | 4,352,782 | 4,514,605 |
| Cargo Transport — 0.72%*: | | | | | |
| PS Logistics LLC [~] | 7.40 (1 Month LIBOR USD + 5.250%) | 3/6/2025 | 3,000,000 | 3,027,804 | 3,003,750 |
| Total Cargo Transport | | | 3,000,000 | 3,027,804 | 3,003,750 |
| Chemicals, Plastics and Rubber — 3.93%*: | | | | | |
| Colouroz Investment 2 LLC ⁺⁺ | 9.59 (3 Month LIBOR USD + 7.250%) | 9/7/2022 | 2,033,201 | 2,025,688 | 1,692,640 |
| Cyanco Intermediate Corp. [~] | 9.74 (1 Month LIBOR USD + 7.500%) | 3/16/2026 | 3,871,500 | 3,858,000 | 3,823,106 |
| SI Group [~] | 7.15 (3 Month LIBOR USD + 4.750%) | 8/10/2025 | 311,704 | 299,235 | 312,483 |
| Unifrax [~] | 9.89 (3 Month LIBOR USD + 7.500%) | 10/31/2025 | 10,415,025 | 10,604,515 | 10,519,175 |
| Total Chemicals, Plastics and Rubber | | | 16,631,430 | 16,787,438 | 16,347,404 |
| Diversified/Conglomerate Manufacturing — 0.89%*: | | | | | |
| Avery ⁺⁺ | 8.25 (3 Month LIBOR EUR + 8.250%) | 8/31/2026 | 500,000 | 571,943 | 576,171 |
| SunSource, Inc. [~] | 10.24 (1 Month LIBOR USD + 8.000%) | 4/24/2026 | 2,500,000 | 2,523,388 | 2,493,750 |
| Commercial Vehicle Group Inc. [~] | 8.24 (1 Month LIBOR USD + 6.000%) | 4/12/2023 | 618,438 | 607,845 | 619,984 |
| Total Diversified/Conglomerate Manufacturing | | | 3,618,438 | 3,703,176 | 3,689,905 |

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Barings Global Short Duration High Yield Fund
 SCHEDULE OF INVESTMENT
 September 30, 2018 (Unaudited)

| | EFFECTIVE INTEREST RATE‡ | DUE DATE | PRINCIPAL | COST | FAIR VALUE |
|--|-------------------------------------|------------|------------|------------|-------------|
| Bank Loans (Continued) | | | | | |
| Diversified/Conglomerate Service — 3.01%*: | | | | | |
| Cologix~ | 9.24 (1 Month LIBOR USD + 7.000%) | 3/20/2025 | 1,000,000 | \$990,000 | \$1,006,560 |
| Misys (Finastra)~+ | | 6/13/2025 | 11,630,136 | 11,690,339 | 11,506,625 |
| Total Diversified/Conglomerate Service | 9.64 (3 Month LIBOR USD + 7.250%) | | 12,630,136 | 12,680,339 | 12,513,185 |
| Electronics — 2.17%*: | | | | | |
| PowerSchool~ | 8.85 (1 Month LIBOR USD + 6.750%) | 5/29/2026 | 3,500,000 | 3,465,000 | 3,500,000 |
| Allflex Holdings, Inc.~ | 9.35 (3 Month LIBOR USD + 7.000%) | 7/17/2021 | 5,526,776 | 5,514,109 | 5,537,167 |
| Total Electronics | | | 9,026,776 | 8,979,109 | 9,037,167 |
| Healthcare, Education and Childcare — 2.20%*: | | | | | |
| Argon Medical Devices~ | 10.24 (1 Month LIBOR USD + 8.000%) | 1/23/2026 | 5,842,334 | 5,910,622 | 5,878,849 |
| Prospect Medical Holdings~ | 7.63 (1 Month LIBOR USD + 5.500%) | 2/22/2024 | 3,233,822 | 3,198,974 | 3,274,245 |
| Total Healthcare, Education and Childcare | | | 9,076,156 | 9,109,596 | 9,153,094 |
| Home and Office Furnishings, Housewares, and Durable Consumer Products — 0.92%*: | | | | | |
| AOT Bedding~ | 10.13 (1 Month LIBOR USD + 8.000%) | 11/8/2024 | 4,933,333 | 4,907,609 | 3,820,867 |
| Total Home and Office Furnishings, Housewares, and Durable Consumer Products | | | 4,933,333 | 3,820,867 | 4,907,609 |
| Insurance — 0.74%*: | | | | | |
| Asurion~ | 8.74 (1 Month LIBOR USD + 6.000%) | 8/4/2025 | 3,000,000 | 3,078,586 | 3,080,640 |
| Total Insurance | | | 3,000,000 | 3,078,586 | 3,080,640 |
| Mining, Steel, Iron and Non-Precious Metals — 1.75%*: | | | | | |
| Boomerang Tube, LLC~ | 20.24 (1 Month LIBOR USD + 18.000%) | 9/1/2026 | 189,752 | 189,752 | 189,752 |
| Boomerang Tube, LLC~ | 15.00 PIK | 2/1/2022 | 1,550,482 | 1,550,482 | 1,550,481 |
| Boomerang Tube, LLC~ | 20.00 PIK | 2/1/2022 | 949,943 | 909,131 | 949,943 |
| Boomerang Tube, LLC~ | 20.24 (1 Month LIBOR USD + 18.000%) | 12/31/2050 | 189,752 | 189,752 | 189,752 |
| Boomerang Tube, LLC~ | 19.74 | 2/1/2019 | 2,223,843 | 2,223,843 | 0 |
| Boomerang Tube, LLC~ | 17.24 | 2/1/2019 | 2,558,149 | 2,558,149 | 2,558,149 |
| Boomerang Tube, LLC~ | 20.24 (1 Month LIBOR USD + 18.000%) | 2/5/2021 | 189,752 | 189,752 | 189,752 |

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| | | | | | |
|--|--------------------------------------|------------|-------------|-------------|-------------|
| Boomerang Tube, LLC [~] | 20.16 PIK | 10/1/2028 | 731,042 | 731,042 | 731,042 |
| Coronado Coal LLC [~] | 8.89 (3 Month LIBOR USD + 6.500) | 3/21/2025 | 263,309 | 255,677 | 265,612 |
| Coronado Coal LLC [~] | 8.89 (3 Month LIBOR USD + 6.500) | 3/31/2025 | 71,991 | 69,883 | 72,621 |
| Murray Energy Corp. [~] | 9.49 (1 Month LIBOR USD + 7.250%) | 10/17/2022 | 618,658 | 575,755 | 566,406 |
| Total Mining, Steel, Iron and Non-Precious Metals | | | 9,536,673 | 9,443,218 | 7,263,510 |
| Oil and Gas — 8.84%*: | | | | | |
| Caelus Energy Alaska [~] | 9.84 (3 Month LIBOR USD + 7.500%) | 4/2/2021 | 19,463,828 | 18,961,034 | 17,809,403 |
| Fieldwood Energy LLC [~] | 9.49 (1 Month LIBOR USD + 7.250%) | 4/11/2023 | 7,481,592 | 2,134,570 | 7,244,650 |
| Fieldwood Energy LLC [~] | 7.49 (1 Month LIBOR USD + 5.250%) | 4/11/2022 | 6,751,171 | 6,166,079 | 6,779,863 |
| Gulf Finance, LLC [~] | 7.64 (3 Month LIBOR USD + 5.250%) | 8/25/2023 | 3,735,389 | 3,615,849 | 3,123,047 |
| Summit Midstream Holdings [~] | 8.24 (1 Month LIBOR USD + 6.000%) | 5/13/2022 | 1,803,030 | 1,824,282 | 1,826,704 |
| Total Oil and Gas | | | 39,235,010 | 32,701,814 | 36,783,667 |
| Printing and Publishing — 1.42%*: | | | | | |
| Getty Images Inc. [~] | 5.74 (1 Month LIBOR USD + 3.500%) | 10/18/2019 | 5,970,675 | 5,806,287 | 5,923,208 |
| Total Printing and Publishing | | | 5,970,675 | 5,806,287 | 5,923,208 |
| Telecommunications — 0.17%*: | | | | | |
| BMC Software [~] | 6.65 (3 Month LIBOR USD + 4.250%) | 9/1/2025 | 713,124 | 705,993 | 719,806 |
| Total Telecommunications | | | 713,124 | 705,993 | 719,806 |
| Total Bank Loans | | | 121,886,356 | 115,283,751 | 115,850,808 |
| Corporate Bonds — 104.40%*: | | | | | |
| Aerospace and Defense — 1.43%*: | | | | | |
| Swissport Investments ^{^+} | 6.75 | 12/15/2021 | 950,000 | 1,040,150 | 1,149,995 |
| Triumph Group, Inc. [#] | 7.75 | 8/15/2025 | 1,289,000 | 1,289,000 | 1,251,941 |
| VistaJet Malta Finance PLC ^{#^} | 7.75 | 6/1/2020 | 3,510,000 | 3,317,422 | 3,542,643 |
| Total Aerospace and Defense | | | 5,749,000 | 5,646,572 | 5,944,579 |

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Barings Global Short Duration High Yield Fund
SCHEDULE OF INVESTMENT
September 30, 2018 (Unaudited)

| | EFFECTIVE INTEREST RATE‡ | | DUE DATE | PRINCIPAL | COST | FAIR VALUE |
|---|-----------------------------|---|------------|------------|--------------|---------------|
| Corporate Bonds (continued) | | | | | | |
| Beverage, Food and Tobacco — 2.55%*: | | | | | | |
| Boparan Finance plc ^{^+} | 5.50 | % | 7/15/2021 | 800,000 | \$ 1,015,393 | \$ 951,331 |
| Carrols Corp. [#] | 8.00 | | 5/1/2022 | 709,000 | 724,002 | 739,345 |
| JBS S.A. ^{#^} | 6.75 | | 2/15/2028 | 2,886,000 | 2,886,000 | 2,867,963 |
| JBS USA LLC ^{#^} | 7.25 | | 6/1/2021 | 1,000,000 | 1,012,219 | 1,015,000 |
| JBS USA LLC ^{#^} | 7.25 | | 6/1/2021 | 2,000,000 | 2,024,438 | 2,030,000 |
| Manitowoc Foodservice [#] | 9.50 | | 2/15/2024 | 1,074,000 | 1,074,000 | 1,173,345 |
| Refresco ^{^+} | 6.50 | | 5/15/2026 | 1,600,000 | 1,932,002 | 1,815,714 |
| Total Beverage, Food and Tobacco | | | | 10,069,000 | 10,668,054 | 10,592,698 |
| Broadcasting and Entertainment — 4.93%*: | | | | | | |
| Arqiva Finance ^{#^+} | 6.75 | | 9/30/2023 | 1,600,000 | 2,089,755 | 2,134,981 |
| Clear Channel Worldwide Holdings Inc. [#] | 7.63 | | 3/15/2020 | 8,165,000 | 7,998,204 | 8,185,412 |
| Dish DBS Corp. [#] | 7.75 | | 7/1/2026 | 7,094,000 | 6,851,204 | 6,691,770 |
| Intelsat Jackson Holdings [^] | 9.75 | | 7/15/2025 | 1,609,000 | 1,697,919 | 1,703,529 |
| Intelsat Jackson Holdings [^] | 8.50 | | 10/15/2024 | 1,801,000 | 1,801,000 | 1,820,811 |
| Total Broadcasting and Entertainment | | | | 20,269,000 | 20,438,082 | 20,536,503 |
| Buildings and Real Estate — 2.15%*: | | | | | | |
| Beazer Homes USA Inc. [#] | 8.75 | | 3/15/2022 | 3,198,000 | 3,244,869 | 3,381,885 |
| Cemex S.A.B. de C.V. ^{#^+} | 7.75 | | 4/16/2026 | 602,000 | 601,916 | 656,180 |
| Keystone Financing ^{^+} | 9.50 | | 10/15/2019 | 1,140,684 | 1,713,373 | 1,494,210 |
| M/I Homes, Inc. [#] | 5.63 | | 8/1/2025 | 1,500,000 | 1,428,092 | 1,410,000 |
| New Enterprise Stone & Lime Co., Inc. ^{#^} | 6.25 | | 3/15/2026 | 2,000,000 | 2,033,870 | 2,015,000 |
| Total Buildings and Real Estate | | | | 8,440,684 | 9,022,120 | 8,957,275 |
| Cargo Transport — 5.64%*: | | | | | | |
| CMA CGM ^{^+} | 7.75 | | 1/15/2021 | 500,000 | 633,949 | 590,277 |
| Direct ChassisLink Inc. ^{#^} | 10.00 | | 6/15/2023 | 8,444,000 | 8,614,720 | 8,950,640 |
| Kenan Advantage Group, Inc. ^{#^} | 7.88 | | 7/31/2023 | 10,000,000 | 10,057,494 | 10,343,750 |
| World Flight Services, Inc. ^{^+} | 9.50 | | 7/15/2022 | 2,950,000 | 3,218,320 | 3,587,787 |
| Total Cargo Transport | | | | 21,894,000 | 22,524,483 | 23,472,454 |
| Chemicals, Plastics and Rubber — 7.68%*: | | | | | | |
| AkzoNobel Specialty Chemicals ^{^+} | 8.00 | | 10/1/2026 | 2,805,000 | 2,823,750 | 2,847,075 |
| AkzoNobel Specialty Chemicals ^{^+} | 6.50 | | 10/1/2026 | 1,000,000 | 1,177,856 | 1,172,776 |
| Carlyle Group ^{#^} | 8.75 PIK | | 6/1/2023 | 3,000,000 | 2,970,300 | 3,045,000 |
| Chemours Co. [#] | 7.00 | | 5/15/2025 | 5,962,000 | 5,596,030 | 6,322,641 |

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| | | | | | |
|---|------|------------|------------|------------|------------|
| Consolidated Energy Finance | | | | | |
| S.A.#^ | 6.88 | 6/15/2025 | 1,779,000 | 1,770,105 | 1,847,936 |
| CVR Partners LP#^ | 9.25 | 6/15/2023 | 6,213,000 | 6,142,732 | 6,585,780 |
| Pinnacle Operating Corp.#^ | 9.00 | 5/15/2023 | 1,993,613 | 1,993,613 | 1,774,315 |
| TPC Group, Inc.#^ | 8.75 | 12/15/2020 | 8,398,000 | 8,405,119 | 8,377,005 |
| Total Chemicals, Plastics and Rubber | | | 31,150,613 | 30,879,505 | 31,972,528 |
| Containers, Packaging and Glass — 1.48%*: | | | | | |
| Onex Wizard Acquisition Co^+ | 7.75 | 2/15/2023 | 5,100,000 | 5,731,045 | 6,150,803 |
| Total Containers, Packaging and Glass | | | 5,100,000 | 5,731,045 | 6,150,803 |
| Diversified/Conglomerate Manufacturing — 0.89%*: | | | | | |
| FXI Holdings Inc.#^ | 7.88 | 11/1/2024 | 1,000,000 | 990,000 | 953,750 |
| StoneMor Partners L.P.# | 7.88 | 6/1/2021 | 3,000,000 | 2,944,274 | 2,760,000 |
| Total Diversified/Conglomerate Manufacturing | | | 4,000,000 | 3,934,274 | 3,713,750 |
| Diversified/Conglomerate Service — 6.24%*: | | | | | |
| ADT Corp/Protection One#^ | 9.25 | 5/15/2023 | 13,983,000 | 14,785,650 | 14,954,819 |
| Algeco Global Finance^+ | 6.50 | 2/15/2023 | 1,750,000 | 2,124,582 | 2,142,612 |
| Atalian^+ | 6.63 | 5/25/2025 | 550,000 | 765,516 | 702,536 |
| Carlson Travel Holdings Inc.#^ | 9.50 | 12/15/2024 | 1,305,000 | 1,305,000 | 1,259,325 |
| Refinitiv US Holdings^ | 6.88 | 11/15/2026 | 861,000 | 1,004,703 | 1,001,113 |
| Zachry Holdings Inc.#^ | 7.50 | 2/1/2020 | 5,875,000 | 5,860,513 | 5,889,688 |
| Total Diversified/Conglomerate Service | | | 24,324,000 | 25,845,964 | 25,950,093 |
| Diversified Natural Resources, Precious Metals and Minerals — 0.48%*: | | | | | |
| IAMGOLD Corporation#^+ | 7.00 | 4/15/2025 | 2,000,000 | 2,000,000 | 1,984,600 |
| Total Diversified Natural Resources, Precious Metals and Minerals | | | 2,000,000 | 2,000,000 | 1,984,600 |

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SCHEDULE OF INVESTMENT
September 30, 2018 (Unaudited)

| | EFFECTIVE INTEREST RATE‡ | | DUE DATE | PRINCIPAL | COST | FAIR VALUE |
|--|-----------------------------|---|------------|------------|-------------|---------------|
| Corporate Bonds (continued) | | | | | | |
| Electronics — 2.56%*: | | | | | | |
| International Wire Group ^{#^} | 10.75 | % | 8/1/2021 | 3,000,000 | \$2,853,142 | \$2,962,500 |
| TIBCO Software, Inc. ^{#^} | 11.38 | | 12/1/2021 | 2,915,000 | 3,108,622 | 3,111,763 |
| Veritas Bermuda Ltd. [^] | 10.50 | | 2/1/2024 | 5,000,000 | 4,385,030 | 4,575,000 |
| Total Electronics | | | | 10,915,000 | 10,346,794 | 10,649,263 |
| Finance — 4.40%*: | | | | | | |
| Galaxy Finco Ltd. ^{^+} | 7.88 | | 11/15/2021 | 3,900,000 | 6,351,269 | 4,958,600 |
| GFKL Financial Services ^{^+} | 8.50 | | 11/1/2022 | 3,975,000 | 5,713,376 | 4,978,724 |
| GFKL Financial Services ^{^+} | 11.00 | | 11/1/2023 | 1,600,000 | 2,212,459 | 2,053,753 |
| Icahn Enterprises [#] | 6.75 | | 2/1/2024 | 3,000,000 | 2,996,250 | 3,071,250 |
| Virtu Financial LLC ^{#^} | 6.75 | | 6/15/2022 | 3,132,000 | 3,132,000 | 3,233,790 |
| Total Finance | | | | 15,607,000 | 20,405,354 | 18,296,117 |
| Healthcare, Education and Childcare — 12.99%*: | | | | | | |
| Avantor Performance Materials Holdings, Inc. ^{#^} | | | | | | |
| Bausch Health Companies [^] | 8.50 | | 1/31/2027 | 317,000 | 317,000 | 332,850 |
| Cognita Financing ^{^+} | 7.75 | | 8/15/2021 | 2,200,000 | 3,431,916 | 2,924,845 |
| Endo International [^] | 6.00 | | 2/1/2025 | 1,500,000 | 1,370,126 | 1,293,000 |
| Envision Healthcare Corp. [^] | 8.75 | | 10/15/2026 | 6,039,000 | 5,989,000 | 5,989,000 |
| Horizon Pharma plc ^{#^} | 8.75 | | 11/1/2024 | 1,595,000 | 1,597,141 | 1,702,663 |
| IDH Finance PLC ^{^+} | 6.25 | | 8/15/2022 | 1,150,000 | 1,506,794 | 1,391,671 |
| Regionalcare Hospital Partners, Inc. ^{#^} | 8.25 | | 5/1/2023 | 9,996,000 | 10,083,398 | 10,495,800 |
| Surgery Center Holdings, Inc. ^{#^} | 8.88 | | 4/15/2021 | 2,950,000 | 3,002,312 | 3,071,688 |
| Synlab ^{^+} | 8.25 | | 7/1/2023 | 2,000,000 | 2,547,579 | 2,474,660 |
| Tenet Healthcare Corporation [#] | 8.13 | | 4/1/2022 | 1,700,000 | 1,681,008 | 1,791,460 |
| Teva Pharmaceuticals Industries Ltd. ^{#+} | 6.75 | | 3/1/2028 | 578,000 | 578,000 | 609,712 |
| Valeant [^] | 9.25 | | 4/1/2026 | 3,397,000 | 3,397,000 | 3,664,514 |
| Valeant ^{#^} | 9.00 | | 12/15/2025 | 12,922,000 | 13,200,553 | 13,907,302 |
| Total Healthcare, Education and Childcare | | | | 50,594,000 | 53,045,167 | 54,037,290 |
| Home and Office Furnishings, Housewares, and Durable Consumer Products — 1.09%*: | | | | | | |
| Balta ^{^+} | 7.75 | | 9/15/2022 | 2,835,000 | 3,429,114 | 3,379,459 |
| Mattel Inc. ^{#^} | 6.75 | | 12/31/2025 | 1,169,000 | 1,169,000 | 1,145,620 |
| Total Home and Office Furnishings, Housewares, and Durable Consumer Products | | | | 4,004,000 | 4,598,114 | 4,525,079 |
| Hotels, Motels, Inns and Gaming — 1.09%*: | | | | | | |
| Boyne USA Inc. ^{#^} | 7.25 | | 5/1/2025 | 950,000 | 950,000 | 1,004,625 |
| TVL Finance Plc ^{^+} | 8.50 | | 5/15/2023 | 2,560,000 | 3,635,473 | 3,551,107 |

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| | | | | | |
|--|------|------------|-----------|--------------|-----------|
| Total Hotels, Motels, Inns and Gaming | | | 3,510,000 | 4,585,473 | 4,555,732 |
| Insurance — 1.08%*: | | | | | |
| Onex York Acquisition Corp.#^ | 8.50 | 10/1/2022 | 5,102,000 | 5,024,764 | 4,477,005 |
| Total Insurance | | | 5,102,000 | 5,024,764 | 4,477,005 |
| Leisure, Amusement, Motion Pictures and Entertainment — 0.83%*: | | | | | |
| Perform Group^+ | 8.50 | 11/15/2020 | 2,600,000 | 3,431,299 | 3,435,455 |
| Total Leisure, Amusement, Motion Pictures and Entertainment | | | 2,600,000 | 3,431,299 | 3,435,455 |
| Machinery (Non-Agriculture, Non-Construct, Non-Electronic) — 2.32%*: | | | | | |
| Apex Tool Group LLC#^ | 9.00 | 2/15/2023 | 9,913,000 | 9,697,862.00 | 9,640,393 |
| Total Machinery (Non-Agriculture, Non-Construct, Non-Electronic) | | | 9,913,000 | 9,697,862 | 9,640,393 |

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Barings Global Short Duration High Yield Fund
 SCHEDULE OF INVESTMENT
 September 30, 2018 (Unaudited)

| | EFFECTIVE INTEREST RATE‡ | | DUE DATE | PRINCIPAL | COST | FAIR VALUE |
|--|-----------------------------|---|------------|------------|------------|---------------|
| Corporate Bonds (continued) | | | | | | |
| Mining, Steel, Iron and Non-Precious Metals — 9.30%*: | | | | | | |
| Alliance Resources Partners, L.P.#^ | 7.50 | % | 5/1/2025 | 823,000 | \$823,000 | \$876,495 |
| Big River Steel LLC#^ | 7.25 | | 9/1/2025 | 1,547,000 | 1,547,000 | 1,634,019 |
| Consol Energy Inc.#^ | 11.00 | | 11/15/2025 | 9,316,000 | 9,708,194 | 10,550,370 |
| First Quantum Minerals#^+ | 7.50 | | 4/1/2025 | 4,775,000 | 4,745,156 | 4,530,281 |
| Hecla Mining Company# | 6.88 | | 5/1/2021 | 5,888,000 | 5,752,433 | 5,902,720 |
| Kissner Milling Company Limited#^ | 8.38 | | 12/1/2022 | 6,475,000 | 6,467,694 | 6,620,688 |
| Northwest Acquisitions ULC#^+ | 7.13 | | 11/1/2022 | 411,000 | 406,738 | 420,248 |
| SunCoke Energy Inc.#^ | 7.50 | | 6/15/2025 | 2,743,000 | 2,702,212 | 2,825,290 |
| TMS International Corp.#^ | 7.25 | | 8/15/2025 | 2,250,000 | 2,250,000 | 2,266,875 |
| United States Steel Corp.# | 6.88 | | 8/15/2025 | 2,093,000 | 2,093,000 | 2,137,476 |
| Warrior Met Coal Inc.#^ | 8.00 | | 11/1/2024 | 914,000 | 914,000 | 936,850 |
| Total Mining, Steel, Iron and Non-Precious Metals | | | | 37,235,000 | 37,409,427 | 38,701,312 |
| Oil and Gas — 22.59%*: | | | | | | |
| CGG Holdings^+ | 7.88 | | 5/1/2023 | 200,000 | 246,740 | 248,441 |
| Chaparral Energy Inc.#^ | 8.75 | | 7/15/2023 | 2,589,000 | 2,589,000 | 2,582,527 |
| CITGO Holding Inc.#^ | 10.75 | | 2/15/2020 | 10,331,000 | 10,351,232 | 10,950,860 |
| Covey Park Energy LLC#^ | 7.50 | | 5/15/2025 | 1,597,000 | 1,602,747 | 1,618,959 |
| EnSCO PLC | 7.75 | | 2/1/2026 | 603,000 | 603,000 | 598,477 |
| Enven Energy Ventures#^ | 11.00 | | 2/15/2023 | 3,572,000 | 3,572,000 | 3,947,060 |
| EP Energy#^ | 9.38 | | 5/1/2024 | 8,375,000 | 5,842,908 | 6,909,375 |
| EP Energy#^ | 8.00 | | 2/15/2025 | 7,183,000 | 6,518,754 | 5,494,995 |
| Ferrellgas Partners LP# | 8.63 | | 6/15/2020 | 7,560,000 | 7,524,727 | 7,182,000 |
| Ferrellgas Partners LP# | 8.63 | | 6/15/2020 | 1,254,000 | 1,227,303 | 1,191,300 |
| KCA Deutag UK Finance PLC#^+ | 9.88 | | 4/1/2022 | 3,121,000 | 3,206,694 | 3,105,395 |
| KCA Deutag UK Finance PLC#^+ | 9.63 | | 4/1/2023 | 4,238,000 | 4,300,032 | 4,153,240 |
| Jonah Energy LLC#^ | 7.25 | | 10/15/2025 | 3,714,000 | 3,424,871 | 2,841,210 |
| Jupiter Resources Inc.#^+ | 8.50 | | 10/1/2022 | 14,125,000 | 12,524,423 | 6,709,375 |
| Kosmos Energy Ltd.#^+ | 7.88 | | 8/1/2021 | 6,414,000 | 6,221,713 | 6,526,245 |
| Kosmos Energy Ltd.#^+ | 7.88 | | 8/1/2021 | 3,984,000 | 3,896,295 | 4,053,720 |
| Neptune Energy#^ | 6.63 | | 5/15/2025 | 1,600,000 | 1,600,000 | 1,594,000 |
| Pbf Holding Company LLC# | 7.00 | | 11/15/2023 | 1,000,000 | 997,500 | 1,040,000 |
| Pbf Logistics LP# | 6.88 | | 5/15/2023 | 1,117,000 | 1,117,000 | 1,140,736 |
| SM Energy Company | 6.63 | | 1/15/2027 | 469,000 | 469,000 | 484,829 |
| Topaz Marine SA#^+ | 9.13 | | 7/26/2022 | 8,500,000 | 8,500,000 | 8,712,160 |

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| | | | | | |
|--|------|-----------|-------------|------------|------------|
| Vine Oil & Gas | 9.75 | 4/15/2023 | 5,000,000 | 5,000,000 | 5,000,000 |
| Weatherford International PLC | 9.88 | 2/15/2024 | 2,050,000 | 2,004,519 | 2,009,000 |
| Welltec A/S#^+ | 9.50 | 12/1/2022 | 5,713,000 | 5,694,261 | 5,927,238 |
| Total Oil and Gas | | | 104,309,000 | 99,034,719 | 94,021,142 |
| Personal and Non-Durable Consumer Products — | | | | | |
| 0.49%*: | | | | | |
| Herbalife Ltd.^ | 7.25 | 8/15/2026 | 585,000 | 585,000 | 594,506 |
| High Ridge Brands Co.^ | 8.88 | 3/15/2025 | 2,982,000 | 2,982,000 | 1,442,542 |
| Total Personal and Non-Durable Consumer Products | | | 3,567,000 | 3,567,000 | 2,037,048 |
| Personal Transportation — | | | | | |
| 0.87%*: | | | | | |
| Hertz Corporation#^ | 7.63 | 6/1/2022 | 3,678,000 | 3,673,118 | 3,632,025 |
| Total Personal Transportation | | | 3,678,000 | 3,673,118 | 3,632,025 |
| Printing and Publishing — | | | | | |
| 0.50%*: | | | | | |
| Cimpress N.V.#^ | 7.00 | 6/15/2026 | 2,069,000 | 2,069,000 | 2,102,373 |
| Total Printing and Publishing | | | 2,069,000 | 2,069,000 | 2,102,373 |
| Retail Store — 1.75%*: | | | | | |
| Aurum^+ | 8.50 | 4/15/2023 | 600,000 | 854,701 | 784,117 |
| Ken Garff Automotive#^ | 7.50 | 8/15/2023 | 1,092,000 | 1,092,000 | 1,132,950 |
| Maxeda DIY^+ | 6.13 | 7/15/2022 | 750,000 | 855,530 | 838,059 |
| Travelex^+ | 8.00 | 5/15/2022 | 4,000,000 | 4,421,260 | 4,529,206 |
| Total Retail Store | | | 6,442,000 | 7,223,491 | 7,284,332 |

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Barings Global Short Duration High Yield Fund
SCHEDULE OF INVESTMENT
September 30, 2018 (Unaudited)

| | EFFECTIVE INTEREST RATE‡ | | DUE DATE | PRINCIPAL | COST | FAIR VALUE |
|--|-----------------------------|---|------------|-------------|-------------|---------------|
| Corporate Bonds (continued) | | | | | | |
| Telecommunications — 6.41%*: | | | | | | |
| Altice S.A. #^+ | 7.75 | % | 5/15/2022 | 1,990,000 | \$1,990,000 | \$1,932,787 |
| Altice S.A. #^+ | 7.50 | | 5/15/2026 | 1,322,000 | 1,367,180 | 1,288,950 |
| Altice S.A. #^+ | 7.63 | | 2/15/2025 | 4,476,000 | 4,410,494 | 4,079,426 |
| Altice S.A. ^+ | 9.00 | | 6/15/2023 | 3,150,000 | 4,110,070 | 3,824,934 |
| Digicel Limited #^+ | 8.25 | | 9/30/2020 | 6,000,000 | 5,922,382 | 4,575,000 |
| Hughes Satellite Systems Corp # | 6.63 | | 8/1/2026 | 3,000,000 | 2,929,845 | 2,902,500 |
| Sprint Corp. # | 7.88 | | 9/15/2023 | 4,428,000 | 4,319,479 | 4,776,705 |
| Sprint Corp. # | 7.63 | | 3/1/2026 | 3,108,000 | 3,105,500 | 3,290,595 |
| Total Telecommunications | | | | 27,474,000 | 28,154,950 | 26,670,897 |
| Textiles & Leather — 0.14%*: | | | | | | |
| The Lycra Company ^+ | 5.38 | | 5/1/2023 | 200,000 | 245,649 | 227,333 |
| The Lycra Company #^+ | 7.50 | | 5/1/2025 | 372,000 | 372,000 | 364,560 |
| Total Textiles & Leather | | | | 572,000 | 617,649 | 591,893 |
| Utilities — 2.52%*: | | | | | | |
| Blitz ^+ | 6.00 | | 12/31/2026 | 2,450,000 | 2,850,959 | 2,869,403 |
| Nordex ^+ | 6.50 | | 2/1/2023 | 1,950,000 | 2,421,789 | 2,201,785 |
| NRG Energy # | 7.25 | | 5/15/2026 | 5,000,000 | 4,975,529 | 5,425,000 |
| Total Utilities | | | | 9,400,000 | 10,248,277 | 10,496,188 |
| Total Corporate Bonds | | | | 429,987,297 | 439,822,557 | 434,428,827 |
| Total Fixed Income | | | | 571,423,653 | 574,733,920 | 569,636,720 |
| Total Investments | | | | 573,313,945 | 581,487,742 | 580,129,673 |
| Other assets and liabilities — (39.41)% | | | | | | (163,992,576) |
| Net Assets — 100.00% | | | | | | \$416,137,097 |

‡ The effective interest rates are based on settled commitment amount.

* Calculated as a percentage of net assets applicable to common shareholders.

⊠ Value determined using significant unobservable inputs. Security is categorized as Level 3.

All or a portion of the security is segregated as collateral for the credit facility. See Note 8 to the Financial Statements for further disclosure.

^ Security exempt from registration under Rule 144a of the Securities Act of 1933. These securities may only be resold in transactions exempt from registration, normally to qualified institutional buyers.

~ Variable rate security. The interest rate shown is the rate in effect at September 30, 2018.

+ Foreign security.

Bank loans are exempt from registration under the Securities Act of 1933, as amended, but contain certain restrictions on resale and cannot be sold publicly. These loans pay interest at rates which adjust periodically. The § interest rates shown for bank loans are the current interest rates at September 30, 2018. Bank loans are also subject to mandatory and/or optional prepayment which cannot be predicted. As a result, the remaining maturity may be substantially less than the stated maturity shown.

Distribution of investments by country of risk. Percentage of assets are expressed by market value excluding cash and accrued income as of September 30, 2018.

| | | |
|-----------------------------|-------|---|
| United States | 74.3 | % |
| United Kingdom | 9.0 | % |
| France | 2.4 | % |
| Netherlands | 2.0 | % |
| Ghana | 1.8 | % |
| Germany | 1.6 | % |
| Canada | 1.6 | % |
| Azerbaijan | 1.5 | % |
| Switzerland | 1.3 | % |
| Denmark | 1.0 | % |
| (Individually less than 1%) | 3.5 | % |
| | 100.0 | % |

A. Valuation of Instruments

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. A three-tier hierarchy is utilized to maximize the use of observable market data and minimize the use of unobservable inputs and to establish classification of fair value measurements for disclosure purposes. Inputs refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk. For example, market participants would consider the risk inherent in a particular valuation technique used to measure fair value, such as a pricing model, and/or the risk inherent in the inputs to the valuation technique. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability and are developed based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the reporting entity's own assumptions about the assumptions market participants would use in pricing the asset or liability and are developed based on the best information available in the circumstances. The three-tier hierarchy of inputs is summarized in the three broad levels listed below.

Level 1 – quoted prices in active markets for identical securities

Level 2 – other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, etc.)

Level 3 – significant unobservable inputs (including the Fund's own assumptions in determining the fair value of investments)

The availability of observable inputs can vary from security to security and is affected by a wide variety of factors, including, for example, the type of security, whether the security is new and not yet established in the marketplace, the liquidity of markets, and other characteristics particular to the security. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3.

The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the level in the fair value hierarchy within which the fair value measurement falls in its entirety is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

The following is a summary of the inputs used as of September 30, 2018 in valuing the Fund's investments:

| Description | Level 1 | Level 2 | Level 3 | Total Investments |
|-----------------------------|---------|---------------|-------------|-------------------|
| Assets: | | | | |
| Equities: | | | | |
| Common Stocks | \$ - | \$8,546,274 | \$867,914 | \$9,414,188 |
| Preferred Stocks | - | - | 848,378 | 848,378 |
| Warrants | - | - | 230,387 | 230,387 |
| Total Equities: | - | 8,546,274 | 1,946,679 | 10,492,953 |
| Fixed Income: | | | | |
| Asset-Backed Securities | \$ - | \$19,357,085 | \$- | \$19,357,085 |
| Bank Loans | - | 109,491,937 | 6,358,871 | 115,850,808 |
| Corporate Bonds | - | 434,428,827 | - | 434,428,827 |
| Total Fixed Income | \$ - | \$563,277,849 | \$6,358,871 | \$569,636,720 |
| Derivative Securities: | | | | |
| Foreign Exchange Contracts: | \$ - | \$9,283 | \$- | \$9,283 |

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| | | | | |
|-----------------------------|------|---------------|-------------|---------------|
| Total Derivative Securities | \$ - | \$9,283 | \$- | \$9,283 |
| Total Assets | \$ - | \$571,833,406 | \$8,305,550 | \$580,138,956 |
| Liabilities: | | | | |
| Foreign Exchange Contracts | \$ - | \$55,583 | \$- | \$55,583 |
| Total Liabilities: | \$ - | \$55,583 | \$- | \$55,583 |

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The following table is a summary of quantitative information about significant unobservable valuation inputs for Level 3 fair value measurement for investments held as of September 30, 2018:

| Type of Assets | Fair Value as of September 30, 2018 | Valuation Technique(s) | Unobservable Input |
|--------------------------|-------------------------------------|------------------------|--|
| Equities | | | |
| Appvion Holdings Corp. | \$137,280 | Broker Quote | \$10.65; pricing source depth of 1. |
| Pinnacle Operating Corp. | \$848,378 | Broker Quote | \$0.62; pricing source depth of 1. |
| Sabine Oil & Gas LLC | \$213,100 | Broker Quote | \$50.00; pricing source depth of 1. |
| Sabine Oil & Gas LLC | \$81,072 | Broker Quote | \$3.00; pricing source depth of 1. |
| Sabine Oil & Gas LLC | \$12,035 | Broker Quote | \$1.00; pricing source depth of 1. |
| Templar Energy LLC | \$519,422 | Broker Quote | \$6.00; pricing source depth of 1. |
| Templar Energy LLC | \$135,392 | Broker Quote | \$1.00; pricing source depth of 1. |
| Bank Loans | | | |
| Boomerang Tube, LLC | \$189,752 | Discounted Cash Flow | Average Enterprise Valuation Multiple: 5.5x; EBITDA: \$42.5 million; Discount rate 15% |
| Boomerang Tube, LLC | \$2,558,149 | Discounted Cash Flow | Average Enterprise Valuation Multiple: 5.5x; EBITDA: \$42.5 million; Discount rate 15% |
| Boomerang Tube, LLC | \$731,042 | Discounted Cash Flow | Average Enterprise Valuation Multiple: 5.5x; EBITDA: \$42.5 million; Discount rate 15% |
| Boomerang Tube, LLC | \$189,752 | Discounted Cash Flow | Average Enterprise Valuation Multiple: 5.5x; EBITDA: \$42.5 million; Discount rate 15% |
| Boomerang Tube, LLC | \$1,550,481 | Discounted Cash Flow | Average Enterprise Valuation Multiple: 5.5x; EBITDA: \$42.5 million; Discount rate 15% |
| Boomerang Tube, LLC | \$949,943 | Discounted Cash Flow | Average Enterprise Valuation Multiple: 5.5x; EBITDA: \$42.5 million; Discount rate 15% |
| Boomerang Tube, LLC | \$189,752 | Discounted Cash Flow | Average Enterprise Valuation Multiple: 5.5x; EBITDA: \$42.5 million; Discount rate 15% |

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Appvion Holdings Corp. restructured its debt securities on August 28, 2018. The Fund subsequently received new equity securities, all of which are considered Level 3.

Boomerang Tube, LLC restructured its debt securities on February 2, 2016. The Fund subsequently received new debt securities, all of which are considered Level 3.

Sabine Oil & Gas, LLC restructured its Second Lien Term Loan on August 12, 2016. The Fund subsequently received new equity securities, all of which are considered Level 3.

Templar Energy, LLC restructured its Second Lien Term Loan on September 14, 2016. The Fund subsequently received new equity securities, all of which are considered Level 3.

Although the Fund believes the valuation methods described above are appropriate, the use of different methodologies or assumptions to determine fair value could result in different estimates of fair value at the reporting date.

The Fund discloses transfers between levels based on valuations at the end of the reporting period. Based on end of period market values, \$7,758,923 was transferred from Level 3 to Level 2 for the period from January 1, 2018 through September 30, 2018. The following is a reconciliation of Level 3 investments based upon the inputs used to determine fair value:

| | BALANCE AT DECEMBER 31, 2017 | TRANSFER INTO LEVEL 3 | TRANSFERS OUT OF LEVEL 3 | PURCHASES | SALES | ACCRETION OF DISCOUNT | REALIZED GAIN LOSS | CHANGE IN UNREALIZED | |
|--------------------------|---------------------------------------|-----------------------------|--------------------------------|-----------|-------|-----------------------------|--------------------------|-------------------------|----|
| Equities | | | | | | | | | |
| Sabine Oil & Gas LLC | \$191,790 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$21,310 | \$ |
| Templar Energy LLC | \$352,020 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | (\$216,628) | \$ |
| Templar Energy LLC | \$800,776 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | (\$281,354) | \$ |
| Common Stocks | \$1,344,586 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | (\$476,672) | \$ |
| Pinnacle Operating Corp. | \$1,245,200 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | (\$396,822) | \$ |
| Preferred Stocks | \$1,245,200 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | (\$396,822) | \$ |
| Appvion Holdings Corp | \$0 | \$0 | \$0 | \$137,280 | \$0 | \$0 | \$0 | \$0 | \$ |
| Sabine Oil & Gas LLC | \$87,828 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | (\$6,756) | \$ |
| Sabine Oil & Gas LLC | \$13,239 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | (\$1,204) | \$ |

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| | | | | | | | | | |
|----------------|--------------|-----|---------------|-------------|-------------|---------|---------|---------------|-----|
| Warrants | \$101,067 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | (\$7,960) | \$0 |
| Total Equities | \$2,690,853 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | (\$881,454) | \$0 |
| Fixed Income | | | | | | | | | |
| Carlyle | | | | | | | | | |
| Global | | | | | | | | | |
| Market | \$700,000 | \$0 | (\$688,364) | \$0 | \$0 | \$0 | \$0 | (\$11,636) | \$0 |
| Strategies | | | | | | | | | |
| 2017-5A | | | | | | | | | |
| GoldenTree | | | | | | | | | |
| Loan | | | | | | | | | |
| Opportunities | \$500,000 | \$0 | (\$494,468) | \$0 | \$0 | \$0 | \$0 | (\$5,532) | \$0 |
| XI Ltd | | | | | | | | | |
| 2015-11A | | | | | | | | | |
| KKR | | | | | | | | | |
| Financial | \$1,500,000 | \$0 | (\$1,470,430) | \$0 | \$0 | \$0 | \$0 | (\$29,570) | \$0 |
| CLO Ltd | | | | | | | | | |
| 2017-20 | | | | | | | | | |
| Sound Point | | | | | | | | | |
| CLO Ltd | \$2,000,000 | \$0 | (\$1,953,982) | \$0 | \$0 | \$0 | \$0 | (\$46,018) | \$0 |
| 2017-20 | | | | | | | | | |
| Voya CLO | | | | | | | | | |
| Ltd 2015-1A | \$1,688,778 | \$0 | (\$1,680,977) | \$0 | \$0 | \$0 | \$0 | (\$7,801) | \$0 |
| Wellfleet | | | | | | | | | |
| CLO Ltd | \$1,500,000 | \$0 | (\$1,470,702) | \$0 | \$0 | \$0 | \$0 | (\$29,298) | \$0 |
| 2017-3A | | | | | | | | | |
| Asset-Backed | | | | | | | | | |
| Securities | \$7,888,778 | \$0 | (\$7,758,923) | \$0 | \$0 | \$0 | \$0 | (\$129,855) | \$0 |
| Boomerang | | | | | | | | | |
| Tube, LLC | \$5,392,033 | \$0 | \$0 | \$1,367,642 | \$0 | \$5,275 | \$0 | (\$406,079) | \$0 |
| Higginbotham | | | | | | | | | |
| Insurance | \$398,314 | \$0 | \$0 | \$0 | (\$399,823) | \$0 | \$1,509 | \$0 | \$0 |
| Agency, Inc. | | | | | | | | | |
| Bank Loans | \$5,790,347 | \$0 | \$0 | \$1,367,642 | (\$399,823) | \$5,275 | \$1,509 | (\$406,079) | \$0 |
| Appvion Inc. | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Corporate | | | | | | | | | |
| Bonds | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 | \$0 |
| Total Fixed | \$13,679,125 | \$0 | (\$7,758,923) | \$1,367,642 | (\$399,823) | \$5,275 | \$1,509 | (\$535,934) | \$0 |
| Income | | | | | | | | | |
| Total | \$16,369,978 | \$0 | (\$7,758,923) | \$1,367,642 | (\$399,823) | \$5,275 | \$1,509 | (\$1,417,388) | \$0 |

B. Cash and Cash Equivalents

Cash and cash equivalents consist principally of short term investments that are readily convertible into cash and have original maturities of three months or less. At September 30, 2018, all cash and cash equivalents are held by U.S. Bank, N.A.

C. Investment Transactions, Related Investment Income and Expenses

Investment transactions are accounted for on a trade-date basis. Interest income is recorded on the accrual basis, including the amortization of premiums and accretion of discounts on bonds held using the yield-to-maturity method.

Interest income from securitized investments in which the Fund has a beneficial interest, such as the "equity" security class of a CLO vehicle (typically in the form of income or subordinated notes), is recorded upon receipt. The accrual of interest income related to these types of securities is periodically reviewed and adjustments are made as necessary.

Realized gains and losses on investment transactions and unrealized appreciation and depreciation of investments are reported for financial statement and Federal income tax purposes on the identified cost method.

Expenses are recorded on the accrual basis as incurred.

D. Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of 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 those estimates.

E. Dividends and Distributions

The Fund declares and pays dividends monthly from net investment income. To the extent that these distributions exceed net investment income, they may be classified as return of capital. The Fund also pays a distribution at least annually from its net realized capital gains, if any. Dividends and distributions are recorded on the ex-dividend date. All common shares have equal dividend and other distribution rights. A notice disclosing the source(s) of a distribution will be provided if payment is made from any source other than net investment income. Any such notice would be provided only for informational purposes in order to comply with the requirements of Section 19(a) of the 1940 Act and not for tax reporting purposes. The tax composition of the Fund's distributions for each calendar year is reported on Internal Revenue Service Form 1099-DIV.

Dividends from net investment income and distributions from realized gains from investment transactions have been determined in accordance with Federal income tax regulations and may differ from net investment income and realized gains recorded by the Fund for financial reporting purposes. These differences, which could be temporary or permanent in nature may result in reclassification of distributions; however, net investment income, net realized gains and losses, and net assets are not affected.

F. Derivative Instruments

The following is a description of the derivative instruments that the Fund utilizes as part of its investment strategy, including the primary underlying risk exposures related to the instrument.

Forward Foreign Exchange Contracts – The Fund is subject to foreign currency exchange rate risk in the normal course of pursuing its investment objectives. The Fund transacted in and currently holds forward foreign exchange contracts to hedge against changes in the value of foreign currencies. The Fund entered into forward foreign exchange contracts obligating the Fund to deliver or receive a currency at a specified future date. Forward foreign exchange contracts are valued daily and unrealized appreciation or depreciation is recorded daily as the difference between the contract exchange rate and the closing forward rate applied to the face amount of the contract. A realized gain or loss is recorded at the time the forward contract expires. Credit risk may arise as a result of the failure of the counterparty to comply with the terms of the contract. The Fund considers the creditworthiness of each counterparty to a contract in evaluating potential credit risk quarterly. The Fund is also subject to credit risk with respect to the counterparties to the derivative contracts which are not cleared through a central counterparty but instead are traded over-the-counter between two counterparties. If a counterparty to an over-the-counter derivative becomes bankrupt or otherwise fails to perform its obligations under a derivative contract due to financial difficulties, the Fund may experience significant delays in obtaining any recovery under the derivative contract in a bankruptcy or other reorganization proceeding. The Fund may obtain only a limited recovery or may obtain no recovery in such circumstances. The counterparty risk for cleared derivatives is generally lower than for uncleared over-the-counter derivative transactions since generally a clearing organization becomes substituted for each counterparty to a cleared derivative contract and, in effect, guarantees the parties' performance under the contract as each party to a trade looks only to the clearing house for performance of financial obligations. However, there can be no assurance that the clearing house, or its members, will satisfy its obligations to the Fund. In addition, in the event of a bankruptcy of a clearing house, the Fund could experience a loss of the funds deposited with such clearing house as margin and of any profits on its open positions. The counterparty risk to the Fund is limited to the net unrealized gain, if any, on the contract.

The use of forward foreign exchange contracts does not eliminate fluctuations in the underlying prices of the Fund's investment securities; however, it does establish a rate of exchange that can be achieved in the future. The use of forward foreign exchange contracts involves the risk that anticipated currency movements will not be accurately predicted. A forward foreign exchange contract would limit the risk of loss due to a decline in the value of a particular currency; however, it would also limit any potential gain that might result should the value of the currency increase instead of decrease. These contracts may involve market risk in excess of the amount of receivable or payable reflected on the Statement of Assets and Liabilities.

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The Fund's policy is to recognize an asset equal to the net value of all forward foreign exchange contracts with an unrealized gain and a liability equal to the net value of all forward foreign exchange contracts with an unrealized loss. The Fund has recognized an asset of \$9,283 in net unrealized appreciation and a liability of \$55,583 in net unrealized depreciation on forward foreign exchange contracts. Outstanding forward foreign exchange contracts as of September 30, 2018 are indicative of the volume of activity during the period.

For the period from January 1, 2018 through September 30, 2018, the Fund's direct investment in derivatives consisted of forward foreign exchange contracts.

The following is a summary of the fair value of derivative instruments held directly by the Fund as of September 30, 2018. These derivatives are presented in the Schedule of Investments.

| | Fair Value |
|--|------------|
| Derivatives | |
| Forward Foreign Exchange Contracts Unrealized Appreciation | \$ 9,283 |
| Total Asset Derivatives | \$ 9,283 |
| Liability Derivatives | |
| Forward Foreign Exchange Contracts Unrealized Depreciation | \$ 55,583 |
| Total Liability Derivatives | \$ 55,583 |

Amount of Realized Gain/(Loss) on Derivatives

| Derivatives | Forward Foreign Exchange Contracts |
|------------------------------------|------------------------------------|
| Forward Foreign Exchange Contracts | |
| Forward Foreign Exchange Contracts | \$ 2,631,902 |
| Total | \$ 2,631,902 |

Change in Unrealized Appreciation/(Depreciation) on Derivatives

| Derivatives | Forward Foreign Exchange Contracts |
|------------------------------------|------------------------------------|
| Forward Foreign Exchange Contracts | |
| Forward Foreign Exchange Contracts | \$ 864,114 |
| Total | \$ 864,114 |

G. Offsetting of Financial and Derivative Assets and Liabilities

The following is a summary by counterparty of the fair value of derivative investments subject to Master Netting Agreements and collateral pledged (received), if any, as of September 30, 2018.

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Assets:

| | |
|------------------------------------|----------------|
| Forward foreign exchange contracts | <u>\$9,283</u> |
| Total Assets | <u>\$9,283</u> |

Liabilities:

| | |
|------------------------------------|-------------------|
| Forward foreign exchange contracts | <u>\$55,583</u> |
| Total Liabilities | <u>\$55,583</u> |
| Net Exposure | <u>\$(46,300)</u> |

H. Recent Accounting Pronouncements

In August 2018, the Financial Accounting Standards Board issued Accounting Standards Update 2018-13 "Changes to the Disclosure Requirements for Fair Value Measurement" which modifies disclosure requirements for fair value measurements. The guidance is effective for fiscal years beginning after December 15, 2019 and for interim periods within those fiscal years. Management is currently evaluating the impact of this guidance to the Funds.

In addition, in August 2018, the Securities and Exchange Commission (the "Commission") issued Final Rule Release No. 33-10532, "Disclosure Update and Simplification", which in part amends certain financial statement disclosure requirements of Regulation S-X that have become redundant, duplicative, overlapping, outdated, or superseded, in light of other Commission disclosure requirements, GAAP, or changes in the information environment. The amendments are intended to facilitate the disclosure of information to investors and simplify compliance without significantly altering the total mix of information provided to investors. The amendments to Rule 6-04.17 of Regulation S-X (balance sheet) require presentation of the total, rather than the components of net assets, of distributable earnings on the balance sheet. Consistent with GAAP, funds will be required to disclose total distributable earnings. The amendments to Rule 6-09 of Regulation S-X (Statement of Changes in Net Assets) omit the requirement to separately state the sources of distributions paid as well as omit the requirement to parenthetically state the book basis amount of undistributed net investment income. Instead, consistent with GAAP, funds will be required to disclose the total amount of distributions paid, except that any tax return of capital must be separately disclosed. The requirements of the Final Rule Release are effective November 5, 2018.

Item 2. Controls and Procedures.

The Registrant's President and Chief Financial Officer have concluded that the Registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940 (the "1940 Act")) (17 CFR 270.30a-3(c)) are effective as of a date within 90 days of the filing date of the report that includes the disclosure required by this paragraph, based on the evaluation of these controls and procedures required by Rule 30a-3(b) under the 1940 Act (17 CFR 270.30a-3(b)) and Rule 13a-15(b) or Rule 15d-15(b) under the Securities Exchange Act of 1934, as amended (17 CFR 240.13a-15(b) or 240.15d-15(d)).

There were no changes in the Registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the 1940 Act) (17 CFR 270.30a-3(d)) that occurred during the Registrant's last fiscal quarter that have materially affected, or are reasonably likely to materially affect, the Registrant's internal control over financial reporting.

Item 3. Exhibits.

Separate certifications for each principal executive officer and principal financial officer of the Registrant as required by Rule 30a-2(a) under the 1940 Act (17 CFR 270.30a-2(a)). Filed herewith.

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.

(Registrant) Barings Global Short Duration High Yield Fund

By (Signature and Title) /s/ Sean Feeley
Sean Feeley, President

Date November 29, 2018

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 (Signature and Title) /s/ Sean Feeley
Sean Feeley, President

Date November 29, 2018

By (Signature and Title) /s/ Carlene Pollock
Carlene Pollock, Chief Financial Officer

Date November 29, 2018
