

BABSON CAPITAL GLOBAL SHORT DURATION HIGH YIELD FUND

Form N-Q

May 27, 2016

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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

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

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

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

(704)805-7200  
Registrant's telephone number, including area code

Date of fiscal year end: December 31, 2016

Date of reporting period: March 31, 2016



## Item 1. Schedule of Investments.

	EFFECTIVE INTEREST RATE‡	DUE DATE	PRINCIPAL	COST	FAIR VALUE
Fixed Income — 129.55%*:					
Bank Loans§ — 19.72%*:					
Aerospace and Defense — 0.43%*:					
Swissport Investments <sup>+</sup>	6.25	12/3/2021	1,400,000	\$ 1,487,724	\$ 1,582,852
Total Aerospace and Defense			1,400,000	1,487,724	1,582,852
Broadcasting and Entertainment — 0.62%*:					
Learfield Communications Inc.	8.75	10/8/2021	1,714,286	1,726,591	1,692,857
Tele Columbus <sup>+</sup>	8.50	10/27/2022	500,000	535,881	567,529
Total Broadcasting and Entertainment			2,214,286	2,262,472	2,260,386
Buildings and Real Estate — 0.29%*:					
Armacell <sup>+</sup>	5.25	2/28/2023	950,000	1,048,986	1,074,251
Total Buildings and Real Estate			950,000	1,048,986	1,074,251
Cargo Transport — 1.19%*:					
Direct ChassisLink Inc. (add on facility)	8.25	11/12/2019	634,636	634,636	606,077
Direct ChassisLink Inc.	8.25	11/30/2021	3,914,286	3,857,435	3,738,143
Total Cargo Transport			4,548,922	4,492,071	4,344,220
Chemicals, Plastics and Rubber — 0.85%*:					
Flint Group Holdings <sup>+</sup>	8.25	9/30/2022	3,451,145	3,436,234	3,088,775
Total Chemicals, Plastics and Rubber			3,451,145	3,436,234	3,088,775
Diversified/Conglomerate Manufacturing — 0.34%*:					
TenCate <sup>+</sup>	5.25	9/29/2022	1,100,000	1,175,627	1,227,698
Total Diversified/Conglomerate Manufacturing			1,100,000	1,175,627	1,227,698
Diversified/Conglomerate Service — 0.78%*:					
Redprarie Corporation	11.25	12/14/2019	2,632,646	2,668,383	2,096,245
Redprarie Corporation	6.00	12/21/2018	815,227	805,518	754,957

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Total Diversified/Conglomerate Service			3,447,873	3,473,901	2,851,202
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Diversified Natural Resources, Precious Metals and Minerals — 1.39%\*:

Caraustar Industries Inc.	8.00	5/1/2019	5,243,064	5,256,284	5,098,880
Total Diversified Natural Resources, Precious Metals and Minerals			5,243,064	5,256,284	5,098,880

Electronics — 2.03%\*:

Kronos, Inc.	9.75	4/30/2020	7,483,740	7,408,915	7,433,824
Total Electronics			7,483,740	7,408,915	7,433,824

Farming and Agriculture — 1.63%\*:

Allflex Holdings, Inc.	8.00	7/19/2021	6,232,322	6,227,989	5,944,077
Total Farming and Agriculture			6,232,322	6,227,989	5,944,077

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	EFFECTIVE INTEREST RATE‡	DUE DATE	PRINCIPAL	COST	FAIR VALUE
Finance — 0.75%*:					
Cunningham Lindsey Group, Inc.	9.25	6/10/2020	5,504,015	\$ 5,510,636	\$ 2,733,679
Total Finance			5,504,015	5,510,636	2,733,679
Healthcare, Education and Childcare — 1.22%*:					
Sage Products Holdings III, LLC	9.25	6/15/2020	3,011,585	2,966,428	3,009,718
Tecomet	5.75	12/5/2021	1,578,283	1,440,586	1,467,803
Total Healthcare, Education and Childcare			4,589,868	4,407,014	4,477,521
Leisure, Amusement, Motion Pictures and Entertainment — 1.07%*:					
Endemol+	6.75	8/11/2021	3,616,772	3,462,200	3,146,592
Exterior Media+	7.00	3/30/2018	700,000	771,699	772,636
Total Leisure, Amusement, Motion Pictures and Entertainment			4,316,772	4,233,899	3,919,228
Mining, Steel, Iron and Non-Precious Metals — 1.24%*:					
Boomerang Tube, LLC	15.00	8/1/2017	670,565	672,241	670,565
Boomerang Tube, LLC	20.00	2/1/2019	603,538	533,321	543,184
Boomerang Tube, LLC	17.50	2/1/2021	1,391,049	1,391,049	1,391,049
Boomerang Tube, LLC	20.00	2/1/2019	1,703,555	1,703,555	1,703,555
Murray Energy Corp.	7.50	4/16/2020	448,036	436,361	226,706
Total Mining, Steel, Iron and Non-Precious Metals			4,816,743	4,736,527	4,535,059
Oil and Gas — 4.28%*:					
Caelus Energy Alaska	8.75	4/2/2021	17,863,828	17,358,617	7,592,127
Fieldwood Energy LLC	8.38	9/30/2020	16,407,298	12,629,298	2,850,768
Jonah Energy LLC	7.50	5/12/2021	1,301,497	1,310,535	644,241
MD America Energy, LLC	9.50	7/2/2019	5,077,313	4,884,862	3,820,678
NFR Energy LLC>	10.00	12/31/2018	7,684,465	7,774,974	192,112
Templar Energy	8.50	9/30/2021	5,580,408	5,438,148	552,460
Total Oil and Gas			53,914,809	49,396,434	15,652,386

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Printing and Publishing — 0.90%\*:

Springer <sup>+</sup>	9.00	8/14/2021	2,850,000	3,265,494	3,307,882
Total Printing and Publishing			2,850,000	3,265,494	3,307,882

Retail Store — 0.71%\*:

FleetPride	5.25	11/19/2019	829,231	712,122	663,385
FleetPride	9.25	5/19/2020	3,000,000	2,955,215	1,920,000
Total Retail Store			3,829,231	3,667,337	2,583,385

Total Bank Loans			115,892,790	111,487,544	72,115,305
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Corporate Bonds — 109.83%\*:

Aerospace and Defense — 1.79%\*:

CPI International Inc. <sup>#</sup>	8.75	2/15/2018	5,550,000	5,646,527	5,425,125
Swissport Investments <sup>+</sup>	6.75	12/15/2021	950,000	1,040,150	1,137,760
Total Aerospace and Defense			6,500,000	6,686,677	6,562,885

Automobile — 8.84%\*:

Accuride Corp <sup>#</sup>	9.50	8/1/2018	11,210,000	11,269,252	10,313,200
Allied Specialty Vehicles <sup>#</sup>	8.50	11/1/2019	6,000,000	5,965,020	6,075,000
International Automotive Components Group, S.A. <sup>#</sup>	9.13	6/1/2018	8,125,000	8,202,940	7,312,500
J.B. Poindexter & Co. Inc. <sup>#</sup>	9.00	4/1/2022	8,235,000	8,558,834	8,626,163
Total Automobile			33,570,000	33,996,046	32,326,863

Banking — 1.00%\*:

Lock AS <sup>+</sup>	7.00	8/15/2021	3,050,000	3,783,912	3,661,485
Total Banking			3,050,000	3,783,912	3,661,485

Beverage, Food and Tobacco — 1.02%\*:

Boparan Finance PLC <sup>+</sup>	5.50	7/15/2021	1,350,000	1,940,403	1,793,511
Carrols Corp. <sup>#</sup>	8.00	5/1/2022	709,000	732,397	760,402
Manitowoc Foodservice <sup>^</sup>	9.50	2/15/2024	1,074,000	1,074,000	1,170,660
Total Beverage, Food and Tobacco			3,133,000	3,746,800	3,724,573

Broadcasting and Entertainment — 3.46%\*:

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Arqiva Finance <sup>+#^</sup>	9.50	3/31/2020	5,000,000	7,860,456	7,701,577
Entertainment One Ltd. <sup>+^</sup>	6.88	12/15/2022	850,000	1,282,422	1,212,263
RCN Cable <sup>#^</sup>	8.50	8/15/2020	3,733,000	3,836,621	3,733,000
Total Broadcasting and Entertainment			9,583,000	12,979,499	12,646,840

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<b>Buildings and Real Estate — 5.50%*:</b>					
Cemex S.A.B. de C.V. +##^	9.38	10/12/2022	5,000,000	\$ 5,181,415	\$ 5,500,000
Cemex S.A.B. de C.V. +^	7.75	4/16/2026	602,000	601,916	616,990
Keystone Financing +^	9.50	10/15/2019	3,900,000	6,208,409	5,783,400
Lyon Williams Homes, Inc. #	8.50	11/15/2020	5,000,000	5,039,271	5,130,420
M/I Homes, Inc. #	6.75	1/15/2021	1,965,000	1,965,000	1,930,612
Paroc Group +^	6.25	5/15/2020	1,050,000	1,444,431	1,169,707
Total Buildings and Real Estate			17,517,000	20,440,442	20,131,129
<b>Cargo Transport — 5.47%*:</b>					
Kenan Advantage Group, Inc. #^	7.88	7/31/2023	10,000,000	10,080,224	9,975,000
Moto Hospitality Limited +^	6.38	9/1/2020	2,400,000	3,584,497	3,516,824
World Flight Services, Inc. +^	9.50	7/15/2022	1,350,000	1,530,582	1,650,229
XPO Logistics, Inc. #^	6.50	6/15/2022	5,000,000	4,845,221	4,856,250
Total Cargo Transport			18,750,000	20,040,524	19,998,303
<b>Chemicals, Plastics and Rubber — 11.05%*:</b>					
Associated Asphalt Partners LLC #^	8.50	2/15/2018	2,327,000	2,332,856	2,356,087
Chemours Co. #^	7.00	5/15/2025	5,962,000	5,504,625	4,769,600
Consolidated Energy Finance S.A. +##^	6.75	10/15/2019	8,120,000	7,911,932	7,734,300
Cornerstone Chemical Co. #^	9.38	3/15/2018	4,725,000	4,803,904	4,406,062
LSB Industries, Inc. #	7.75	8/1/2019	5,669,000	5,426,039	5,201,307
Omnova Solutions, Inc. #	7.88	11/1/2018	4,244,000	4,301,394	4,201,560
Pinnacle Operating Corp. #^	9.00	11/15/2020	2,635,000	2,640,968	2,272,688
Platform Specialty Products Corporation #^	10.38	5/1/2021	3,739,000	3,831,337	3,617,483
TPC Group, Inc. #^	8.75	12/15/2020	8,398,000	8,412,454	5,878,600
Total Chemicals, Plastics and Rubber			45,819,000	45,165,509	40,437,687
<b>Containers, Packaging and Glass — 6.12%*:</b>					
Bormioli +^	10.00	8/1/2018	350,000	395,270	415,192



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Coveris Holdings S.A.#^	7.88	11/1/2019	7,600,000	7,648,472	6,802,000
Horizon Holdings+^	7.25	8/1/2023	3,750,000	4,116,582	4,480,491
Multi Packaging Solutions, Inc.#^	8.50	8/15/2021	6,105,000	6,128,286	6,303,412
Onex Wizard Acquisition Co+^	7.75	2/15/2023	3,600,000	4,134,082	