

BABSON CAPITAL GLOBAL SHORT DURATION HIGH YIELD FUND

Form N-Q

May 29, 2015

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

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED MANAGEMENT INVESTMENT
COMPANY

811-22562
Investment Company Act file number:

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, 2015

Date of reporting period: March 31, 2015

Item 1. Schedule of Investments.

Babson Capital Global Short Duration High Yield Fund

SCHEDULE OF INVESTMENTS

March 31, 2015 (Unaudited)

	EFFECTIVE INTEREST RATE‡	DUE DATE	PRINCIPAL	COST	FAIR VALUE
Fixed Income — 127.85%*:					
Bank Loans§ — 21.10%*:					
Broadcasting and Entertainment — 0.41%*:					
Learfield Communications Inc.	8.75	10/8/2021	1,800,000	\$ 1,816,517	\$ 1,795,500
Total Broadcasting and Entertainment			1,800,000	1,816,517	1,795,500
Cargo Transport — 1.01%*:					
Direct ChassisLink Inc. (add on facility)	8.25	11/12/2019	641,096	641,096	620,260
Direct ChassisLink Inc.	8.25	11/30/2021	3,952,381	3,894,977	3,823,929
Total Cargo Transport			4,593,477	4,536,073	4,444,189
Chemicals, Plastics and Rubber — 0.75%*:					
Flint Group Holdings+	8.25	9/30/2022	3,451,145	3,437,640	3,307,336
Total Chemicals, Plastics and Rubber			3,451,145	3,437,640	3,307,336
Diversified/Conglomerate Service — 1.60%*:					
Redprarie Corporation	6.00	12/21/2018	2,940,281	2,894,693	2,893,119
Redprarie Corporation	11.25	12/14/2019	4,632,646	4,664,851	4,183,882
Total Diversified/Conglomerate Service			7,572,927	7,559,544	7,077,001
Electronics — 1.73%*:					
Kronos, Inc.	9.75	4/30/2020	7,485,880	7,411,033	7,644,955
Total Electronics			7,485,880	7,411,033	7,644,955
Farming and Agriculture — 1.41%*:					
Allflex Holdings, Inc.	8.00	7/17/2021	6,232,322	6,232,100	6,224,532
Total Farming and Agriculture			6,232,322	6,232,100	6,224,532

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SCHEDULE OF INVESTMENTS
March 31, 2015 (continued)

Finance — 1.74%*:

Confie Seguros Holding	10.25	5/8/2019	2,380,257	\$ 2,356,556	\$ 2,370,331
Cunningham Lindsey Group, Inc.	9.25	6/10/2020	5,504,015	5,517,331	5,325,135
Total Finance			7,884,272	7,873,887	7,695,466

Healthcare, Education and Childcare — 0.76%*:

Sage Products Holdings III, LLC	9.25	6/15/2020	3,325,292	3,275,431	3,354,388
Total Healthcare, Education and Childcare			3,325,292	3,275,431	3,354,388

Mining, Steel, Iron and Non-Precious Metals — 0.63%*:

Boomerang Tube, LLC	11.75	10/11/2017	5,017,522	4,985,743	2,759,637
Total Mining, Steel, Iron and Non-Precious Metals			5,017,522	4,985,743	2,759,637

Oil and Gas — 9.22%*:

Caelus Energy Alaska	8.75	4/2/2021	17,863,828	17,309,223	14,142,257
Fieldwood Energy LLC	8.38	9/30/2020	10,787,706	9,584,570	7,867,366
Jonah Energy LLC	7.50	5/12/2021	1,963,216	1,980,152	1,740,725
MD America Energy, LLC	9.50	7/2/2019	6,922,738	6,607,000	6,678,296
NFR Energy LLC	8.75	12/31/2018	7,684,465	7,776,170	3,758,164
Templar Energy	8.50	9/30/2021	9,700,000	9,424,423	6,551,574
Total Oil and Gas			54,921,953	52,681,538	40,738,382

Retail Store — 0.64%*:

FleetPride	9.25	5/19/2020	3,000,000	2,948,555	2,835,000
Total Retail Store			3,000,000	2,948,555	2,835,000

Telecommunications — 1.20%*:

Eircom Finance Ltd+^	4.54	9/30/2017	5,000,000	6,665,290	5,290,209
Total Telecommunications			5,000,000	6,665,290	5,290,209

Total Bank Loans			110,284,790	109,423,351	93,166,595
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Corporate Bonds — 106.75%*:

Aerospace and Defense — 1.58%*:

Intrepid Aviation Group Holdings#^	6.88	2/15/2019	3,000,000	3,000,000	2,745,000
CPI International Inc.	8.75	2/15/2018	4,122,000	4,224,140	4,219,897
Total Aerospace and Defense			7,122,000	7,224,140	6,964,897

Automobile — 9.11%*:

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Accuride Corp#	9.50	8/1/2018	11,210,000	11,297,260	11,686,425
Affinia#	7.75	5/1/2021	3,240,000	3,327,855	3,353,400
Allied Specialty Vehicles#^	8.50	11/1/2019	6,000,000	5,965,020	6,315,000
J.B. Poindexter & Co. Inc.#^	9.00	4/1/2022	8,235,000	8,599,733	8,934,975
International Automotive Components Group, S.A.#^	9.13	6/1/2018	8,125,000	8,234,606	8,257,031
Tupy SA#+^	6.63	7/17/2024	1,750,000	1,750,000	1,680,000
Total Automobile			38,560,000	39,174,474	40,226,831
Banking — 0.54%*:					
Lock AS+^	7.00	8/15/2021	2,050,000	2,665,247	2,374,885
Total Banking			2,050,000	2,665,247	2,374,885
Beverage, Food and Tobacco — 2.04%*:					
EWOS+^	6.75	11/1/2020	2,300,000	3,137,241	2,454,764
Findus+^	9.13	7/1/2018	1,850,000	2,420,573	2,106,070
Findus+^	9.50	7/1/2018	1,500,000	2,610,596	2,353,033
Pizza Express+	6.63	8/1/2021	1,350,000	2,293,227	2,107,468
Total Beverage, Food and Tobacco			7,000,000	10,461,637	9,021,335
Broadcasting and Entertainment — 2.75%*:					
Arqiva Finance+^	9.50	3/31/2020	5,000,000	7,895,144	8,194,265
RCN Cable#^	8.50	8/15/2020	3,733,000	3,855,905	3,956,980
Total Broadcasting and Entertainment			8,733,000	11,751,049	12,151,245

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March 31, 2015 (continued)

Buildings and Real Estate — 5.24%*:

Forestar Real Estate Group

Inc.#^	8.50	6/1/2022	6,591,000	\$ 6,810,003	\$ 6,360,315
Keystone Financing+^	9.50	10/15/2019	2,650,000	4,262,488	4,161,938
Lyon Williams Homes, Inc.#	8.50	11/15/2020	8,000,000	8,046,024	8,660,000
Monier Holdings SCA+^	5.07	10/15/2020	100,000	138,845	108,526
Paroc Group+^	6.25	5/15/2020	1,050,000	1,444,431	1,072,558
Roofing Supply LLC#^	10.00	6/1/2020	2,834,000	3,058,441	2,770,235
Total Buildings and Real Estate			21,225,000	23,760,232	23,133,572

Cargo Transport — 4.42%*:

Kenan Advantage Group,

Inc.#^	8.38	12/15/2018	10,750,000	10,856,224	11,180,000
Moto Hospitality Limited##+^	10.25	3/15/2017	2,000,000	3,149,044	3,115,126
Moto Hospitality Limited+^	6.38	9/1/2020	2,400,000	3,584,497	3,595,746
Quality Distribution Inc.#	9.88	11/1/2018	1,541,000	1,620,481	1,614,198
Total Cargo Transport			16,691,000	19,210,246	19,505,070

Chemicals, Plastics and Rubber — 6.63%*:

Associated Asphalt Partners

LLC#^	8.50	2/15/2018	1,839,000	1,839,000	1,756,245
Ciech Group Finance##+^	9.50	11/30/2019	2,100,000	2,799,955	2,498,495
Consolidated Energy Finance S.A.##+^	6.75	10/15/2019	4,630,000	4,528,582	4,664,725
Cornerstone Chemical Co.#^	9.38	3/15/2018	4,725,000	4,839,673	4,890,375
LSB Industries, Inc.#	7.75	8/1/2019	3,000,000	3,000,000	3,127,500
Omnova Solutions, Inc.#	7.88	11/1/2018	3,154,000	3,230,868	3,201,310
Pinnacle Operating Corp.#^	9.00	11/15/2020	2,635,000	2,641,984	2,661,350
TPC Group, Inc.#^	8.75	12/15/2020	7,065,000	7,135,554	6,464,475
Total Chemicals, Plastics and Rubber			29,148,000	30,015,616	29,264,475

Containers, Packaging and Glass — 3.32%*:

Innovia Group Finance+^

Multi Packaging Solutions, Inc.#^	5.03	3/31/2020	750,000	1,021,099	796,354
Onex Wizard Acquisition Co+^	8.50	8/15/2021	6,105,000	6,136,733	6,181,313
Paperworks Industries, Inc.#^	7.75	2/15/2023	3,600,000	4,134,082	4,091,912
Total Containers, Packaging and Glass	9.50	8/15/2019	3,500,000	3,574,538	3,587,500
			13,955,000	14,866,452	14,657,079

Diversified/Conglomerate Manufacturing — 3.67%*:

Appvion Inc.#^	9.00	6/1/2020	13,200,000	13,438,037	8,679,000
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Carlisle Transportation Products#^	8.25	12/15/2019	3,950,000	4,051,320	4,068,500
Heat Exchangers+^	5.38	6/15/2021	300,000	408,886	331,509
StoneMor Partners L.P.#	7.88	6/1/2021	3,000,000	2,944,275	3,150,000
Total					
Diversified/Conglomerate Manufacturing			20,450,000	20,842,518	16,229,009
Diversified/Conglomerate Service — 1.60%*:					
Bravida+^	5.65	6/15/2019	4,500,000	685,636	527,743
Carlson Travel Holdings Inc.#^	7.50	8/15/2019	2,690,000	2,729,788	2,723,625
Verisure Holdings#+^	6.54	9/1/2018	3,500,000	4,475,420	3,838,627
Total					
Diversified/Conglomerate Service			10,690,000	7,890,844	7,089,995
Diversified Natural Resources, Precious Metals and Minerals — 0.91%*:					
Lecta S.A.#+^	8.88	5/15/2019	1,090,000	1,421,695	1,239,409
Lecta S.A.#+^	5.55	5/15/2018	2,600,000	3,284,026	2,774,672
Total Diversified Natural Resources, Precious Metals and Minerals			3,690,000	4,705,721	4,014,081
Electronics — 1.89%*:					
International Wire Group, Inc.#^	8.50	10/15/2017	8,086,000	8,192,721	8,369,010
Total Electronics			8,086,000	8,192,721	8,369,010
Farming and Agriculture — 0.40%*:					
Chiquita Brands International Inc.#	7.88	2/1/2021	1,602,000	1,590,369	1,754,190
Total Farming and Agriculture			1,602,000	1,590,369	1,754,190

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SCHEDULE OF INVESTMENTS
March 31, 2015 (continued)

Finance — 7.56%*:

Cabot Financial+^	6.50	4/1/2021	300,000	\$ 494,821	\$ 419,207
Cabot Financial#+^	10.38	10/1/2019	3,750,000	6,261,753	6,113,435
Cerved Holding Spa+^	8.00	1/15/2021	2,700,000	3,609,978	3,164,448
First Data Corp.#	11.25	1/15/2021	3,896,000	3,888,500	4,431,700
Galaxy Bidco Ltd.+^	6.38	11/15/2020	650,000	1,053,229	969,104
Galaxy Finco Ltd.+^	7.88	11/15/2021	3,900,000	6,351,994	5,681,331
Lowell Group					
Financing PLC#+^	10.75	4/1/2019	3,000,000	5,107,044	4,828,446
Lowell Group					
Financing PLC+^	5.88	4/1/2019	650,000	1,083,586	915,995
Marlin Financial+^	10.50	8/1/2020	1,850,000	2,945,939	3,025,566
TMF Group					
Holding#+^	5.42	12/1/2018	1,400,000	1,802,552	1,521,812
TMF Group Holding+^	9.88	12/1/2019	2,000,000	2,681,014	2,301,456
Total Finance			24,096,000	35,280,410	33,372,500

Grocery — 0.22%*:

Premier Foods					
Finance+^	6.50	3/15/2021	700,000	1,162,135	954,007
Total Grocery			700,000	1,162,135	954,007

Healthcare, Education and Childcare — 10.39%*:

Cerba+^	8.25	2/1/2020	2,200,000	2,503,916	2,457,205
Crown Newco PLC#+^	8.88	2/15/2019	6,600,000	10,892,885	10,186,320
Elli Finance+^	8.75	6/15/2019	5,000,000	8,680,377	7,577,678
HomeVi SAS+^	6.88	8/15/2021	1,450,000	1,941,618	1,656,550
Kindred Healthcare, Inc.^	8.75	1/15/2023	3,199,000	3,199,000	3,502,905
Prospect Medical Holdings Inc.#^	8.38	5/1/2019	5,000,000	5,069,125	5,312,500
Tenet Healthcare Corporation#	8.13	4/1/2022	3,700,000	3,700,000	4,079,250
Unilabs+^	7.32	7/15/2018	2,600,000	3,583,218	2,769,080
Unilabs+^	8.50	7/15/2018	2,450,000	3,206,863	2,746,312
Valeant+^	6.13	4/15/2025	2,006,000	2,006,000	2,076,210
Valeant#+^	7.50	7/15/2021	3,260,000	3,260,000	3,525,886
Total Healthcare, Education and Childcare			37,465,000	48,043,002	45,889,896

Hotels, Motels, Inns and Gaming — 0.71%*:

Gala Group Finance#+	8.88	9/1/2018	2,025,000	3,259,721	3,150,250
Total Hotels, Motels, Inns and Gaming			2,025,000	3,259,721	3,150,250

Insurance — 2.11%*:

Hastings Insurance

Group+^

8.00

10/21/2020

3,550,000