

Guggenheim Build America Bonds Managed Duration Trust  
Form N-CSRS  
February 06, 2014

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

FORM N-CSR

CERTIFIED SHAREHOLDER REPORT OF REGISTERED MANAGEMENT INVESTMENT COMPANIES

Investment Company Act file number 811-22437

Guggenheim Build America Bonds Managed Duration Trust  
(Exact name of registrant as specified in charter)

2455 Corporate West Drive, Lisle, IL 60532  
(Address of principal executive offices) (Zip code)

Amy J. Lee  
2455 Corporate West Drive, Lisle, IL 60532  
(Name and address of agent for service)

Registrant's telephone number, including area code: (630) 505-3700

Date of fiscal year end: May 31

Date of reporting period: June 1, 2013 – November 30, 2013

---

Item 1. Reports to Stockholders.

The registrant's annual report transmitted to shareholders pursuant to Rule 30e-1 under the Investment Company Act of 1940, as amended (the "Investment Company Act"), is as follows:

---

[GUGGENHEIMINVESTMENTS.COM/GBAB](http://GUGGENHEIMINVESTMENTS.COM/GBAB)

... YOUR WINDOW TO THE LATEST, MOST UP-TO-DATE INFORMATION ABOUT THE GUGGENHEIM BUILD AMERICA BONDS MANAGED DURATION TRUST

The shareholder report you are reading right now is just the beginning of the story. Online at [guggenheiminvestments.com/gbab](http://guggenheiminvestments.com/gbab), you will find:

- Daily, weekly and monthly data on share prices, net asset values, distributions and more
- Monthly portfolio overviews and performance analyses
- Announcements, press releases and special notices
- Fund and adviser contact information

Guggenheim Partners Investment Management, LLC and Guggenheim Funds Investment Advisors, LLC are continually updating and expanding shareholder information services on the Trust's website in an ongoing effort to provide you with the most current information about how your Trust's assets are managed and the results of our efforts. It is just one more small way we are working to keep you better informed about your investment in the Trust.

---

November 30, 2013

DEAR SHAREHOLDER

We thank you for your investment in the Guggenheim Build America Bonds Managed Duration Trust (the “Trust”). This report covers the Trust’s performance for the six-month period ended November 30, 2013.

All Trust returns cited—whether based on net asset value (“NAV”) or market price—assume the reinvestment of all distributions. For the six-month period ended November 30, 2013, the Trust provided a total return based on market price of -11.98% and a total return based on NAV of -4.04%. As of November 30, 2013, the Trust’s market price of \$19.19 per share represented a discount of 12.05% to its NAV of \$21.82 per share. As of May 31, 2013, the Trust’s market price of \$22.70 per share represented a discount of 3.85% to its NAV of \$23.61 per share. The market value of the Trust’s shares fluctuates from time to time and it may be higher or lower than the Trust’s NAV. NAV performance data reflects fees and expenses of the Fund.

The Fund made a monthly distribution of \$0.13817 for each month of the period. The dividend as of November 30, 2013, represents an annualized distribution rate of 8.64% based on the Trust’s closing market price of \$19.19 on November 30, 2013.

Guggenheim Funds Investment Advisors, LLC (“GFIA” or the “Adviser”) serves as the investment adviser to the Trust. Guggenheim Partners Investment Management, LLC (“GPIM” or the “Sub-Adviser”) serves as the Trust’s investment sub-adviser and is responsible for the management of the Trust’s portfolio of investments. Each of the Adviser and the Sub-Adviser is an affiliate of Guggenheim Partners, LLC (“Guggenheim”), a global diversified financial services firm.

We encourage shareholders to consider the opportunity to reinvest their distributions from the Trust through the Dividend Reinvestment Plan (“DRIP”), which is described in detail on page 33 of this report. When shares trade at a discount to NAV, the DRIP takes advantage of the discount by reinvesting the monthly dividend distribution in common shares of the Trust purchased in the market at a price less than NAV. Conversely, when the market price of the Trust’s common shares is at a premium above NAV, the DRIP reinvests participants’ dividends in newly-issued common shares at the greater of NAV per share or 95% of the market price per share. The DRIP provides a cost effective means to accumulate additional shares and enjoy the benefits of compounding returns over time. Since the Trust endeavors to maintain a steady monthly distribution rate, the DRIP effectively provides an income averaging technique, which causes shareholders to accumulate a larger number of Trust shares when the share price is lower than when the price is higher.

To learn more about the Trust’s performance and investment strategy for the semiannual period ended November 30, 2013, we encourage you to read the Questions & Answers section of this report, which begins on page 4. We are honored that you have chosen the Guggenheim Build America Bonds Managed Duration Trust as part of your investment portfolio. For the most up-to-date information regarding your investment, please visit the Trust’s website at [guggenheiminvestments.com/gbab](http://guggenheiminvestments.com/gbab).

Sincerely,

Donald C. Cacciapaglia  
Chief Executive Officer  
Guggenheim Build America Bonds Duration Trust

December 31, 2013

GBAB 1 GUGGENHEIM BUILD AMERICA BONDS MANAGED DURATION  
TRUST SEMIANNUAL REPORT 13

---

QUESTIONS & ANSWERS

November 30, 2013

Guggenheim Build America Bonds Managed Duration Trust (the “Trust”) is managed by a team of seasoned professionals at Guggenheim Partners Investment Management, LLC (“GPIM” or the “Sub-Adviser”). This team includes B. Scott Miner, Global Chief Investment Officer; Anne B. Walsh, CFA, JD, Senior Managing Director; and James E. Pass, Senior Managing Director. In the following interview, the investment team discusses the market environment and the Trust’s strategy and performance for the six-month period ended November 30, 2013.

What were the most important developments in the Trust over the past six months?

The Trust continues to rank at or near the top of its peer group, generally driven by two factors: The portfolio construction within the Build America Bonds (BABs) segment has been a source of excess performance, with security selection and a lower duration target adding value over the past six months. Additionally, the Trust’s design, investing at least 80% of its Managed assets (net assets plus leverage) (“Managed Assets”) in BABs and up to 20% of its Managed Assets in securities other than BABs, provides an anchor to returns and mitigates the interest rate risk embedded in long-duration bonds. This structure has consistently enabled the portfolio managers to generate both higher absolute returns and lower risk than both peers and benchmarks, resulting in risk-adjusted performance which markedly outperforms competing products and indexes. Although the Trust had negative return for the period, it outperformed its benchmark, the Bank of America Merrill Lynch Build America Bond Index, by 54 basis points.

What is the Trust’s investment objective and how is it pursued?

The Trust’s primary investment objective is to provide current income with a secondary objective of long-term capital appreciation. The Trust seeks to achieve its investment objectives by investing primarily in a diversified portfolio of taxable municipal securities known as Build America Bonds or BABs. Under normal market conditions, the Trust invests at least 80% of its Managed Assets in BABs. The Trust may invest up to 20% of its Managed Assets in securities other than BABs, including taxable municipal securities that do not qualify for federal subsidy payments under the American Recovery and Reinvestment Act of 2009 (the “Act”), municipal securities, the interest income from which is exempt from regular federal income tax (sometimes referred to as “tax-exempt municipal securities”), asset-backed securities (“ABS”), senior loans and other income-producing securities.

At least 80% of the Trust’s Managed Assets are invested in securities that, at the time of investment, are investment grade quality. The Trust may invest up to 20% of its Managed Assets in securities that, at the time of investment, are below investment grade quality. Securities of below investment grade quality are regarded as having predominantly speculative characteristics with respect to capacity to pay interest and repay principal.

The Trust does not invest more than 25% of its Managed Assets in municipal securities in any one state of origin or more than 15% of its Managed Assets in municipal securities that, at the time of investment, are illiquid.

BABs are taxable municipal securities that include bonds issued by state and local governments to finance capital projects such as public schools, roads, transportation infrastructure, bridges, ports and public buildings, pursuant to the Act. In contrast to traditional municipal bonds, interest received on BABs is subject to federal income tax and may be subject to state income tax. However, issuers of Direct Payment BABs are eligible to receive a subsidy from the U.S. Treasury of up to 35% of the interest paid on the bonds, allowing such issuers to issue BABs that pay interest rates that are competitive with the rates typically paid by private bond issuers in the taxable fixed-income market.

The Sub-Adviser employs investment and trading strategies to seek to maintain the leverage-adjusted duration of the Trust’s portfolio to generally less than 10 years. (Duration is a measure of a bond’s price sensitivity to changes in interest rates, expressed in years. Duration is a weighted average of the times that interest payments and the final return of principal are received. The weights are the amounts of the payments discounted by the yield to maturity of the bond.)

In addition, the Sub-Adviser may seek to manage the duration of the Trust's portfolio through the use of derivative instruments, including U.S. Treasury swaps, credit default swaps, total return swaps and futures contracts, in an attempt to reduce the overall volatility of the Trust's portfolio to changes in market interest rates. The Sub-Adviser does not currently use such derivative instruments to manage the duration of the Trust's portfolio but may do so in the future. The Sub-Adviser may seek to manage the Trust's duration in a flexible and opportunistic manner based primarily on then-current market conditions and interest rate levels. The Trust may incur costs in implementing the duration management strategy, but such strategy will seek to reduce the volatility of the Trust's portfolio.

What were the significant events affecting the economy and market environment over the past six months?

Speculation on the future of quantitative easing dominated financial headlines for much of the period, causing increased interest rate volatility and driving investor demand for shorter duration assets. The yield on the 10-year Treasury note hit a two-year high of 3.0% in early September, about 140 basis points above the lows seen in May.

The Federal Reserve (the "Fed") surprised most market participants on September 18, 2013 with its inaction on what was expected to be the beginning of tapering its \$85 billion per month asset purchase program. Given sluggish job growth and malaise in the housing data in recent

4 | GBAB | GUGGENHEIM BUILD AMERICA BONDS MANAGED  
DURATION TRUST SEMIANNUAL REPORT

---

QUESTIONS &amp; ANSWERS continued

November 30, 2013

months, the Fed announced that it would continue to maintain the pace of purchases until there was significant improvement in the aforementioned areas. Investors that were positioned in longer-duration fixed income assets benefitted as benchmark 10-year U.S. Treasury bond yields declined in the wake of the Fed announcement, closing the third quarter at 2.6%. The soft patch in economic growth added downward pressure to interest rates in the short term, but reacceleration is expected to ultimately push interest rates higher over the long term.

The fundamental outlook for the global economy continues to improve. We are seeing a synchronous global economic expansion for the first time since 2007. In Europe, the periphery has struggled through several years of contraction, but lower prices and unit labor costs have led to the start of a recovery. Germany's economy has been weighed down by the peripheral nations, but overall, Europe has shown signs of expansion from recent manufacturing data. Asian economies, notably China and Japan, have seen substantial monetary accommodation from their respective regimes and look to return to higher levels of growth in the coming years.

Here in the United States, we continue to see strong evidence of seasonal strength in the stock market. The data-distorting effects of the October U.S. government shutdown are being flushed from the system, providing a truer reading of what is occurring domestically. Despite a shutdown that lasted far longer than originally anticipated, the U.S. economy held up fairly well, indicating a high degree of underlying strength.

At period end, the likelihood of the Fed tapering quantitative easing in December appeared to be remote. However, given strong employment data released in early December, many market participants placed a higher probability of the Fed reducing purchases in the next few meetings. (After the period end, on December 18, 2013, the Fed announced that it would begin to taper in January 2014, reducing monthly asset purchases from \$85 billion to \$75 billion). Our expectation is interest rates are likely to remain range bound into 2014 before continuing an ascent higher.

How did the Trust perform for the six months ended November 30, 2013?

All Trust returns cited—whether based on net asset value (“NAV”) or market price—assume the reinvestment of all distributions. For the six-month period ended November 30, 2013, the Trust provided a total return based on market price of -11.98% and a total return based on NAV of -4.04%. As of November 30, 2013, the Trust's market price of \$19.19 per share represented a discount of 12.05% to its NAV of \$21.82 per share. As of May 31, 2013, the Trust's market price of \$22.70 per share represented a discount of 3.85% to its NAV of \$23.61 per share. The market value of the Trust's shares fluctuates from time to time and it may be higher or lower than the Trust's NAV. NAV performance data reflects fees and expenses of the Trust.

The Trust made the following monthly distributions per share during the six-month period ended November 30, 2013:

Month	Distribution per Share
June 2013	\$0.13817
July	\$0.13817
August	\$0.13817
September	\$0.13817
October	\$0.13817
November	\$0.13817
Total	\$0.82902

The Trust's monthly distribution represents an annualized distribution rate of 8.64% based on the Trust's closing market price of \$19.19 on November 30, 2013. The Trust's distribution rate is not constant and is subject to change based on the performance of the Trust.



What factors affected Trust performance during the six-month period ended November 30, 2013?

During the time period ending November 30, 2013, the taxable municipal market faced various macro issues such as the partial shutdown of the federal government, the debt ceiling debate, and taper talk from the Federal Reserve. Like other fixed income asset classes, the taxable municipal market experienced significant volatility but performed better when compared to the tax-exempt municipal market. Towards the end of the period, credit spreads tightened, reflecting the general consensus that the Federal Reserve would not taper until March 2014.

The portfolio lost value during the period largely because of the volatile rate environment prompted by speculation over the end of Federal Reserve tapering, and the ongoing effects of the sequestration. Earlier, it appeared sequestration might impose automatic spending cuts in state and local government aid and reduce BABs subsidies. There was also concern that such cuts could lead some issuers to refinance outstanding BABs through an extraordinary redemption provision (ERP). Although certain issues did elect to exercise their ERPs, refunding volume, as the Sub-Adviser expected, was limited and did not materially impact the BABs market during the period.

Nonetheless, we expect more issuers to review their BABs and other direct payment indentures for refinancing alternatives as sequestration appears to be here to stay. Although we continue to believe BABs refinancings will be limited, market valuations of certain BABs, Qualified School Construction Bonds (“QSCBs”) and other direct payment bonds will be volatile in the near term.

Other factors affecting BABs performance were lack of primary issuance, which creates scarcity that helps support prices. Existing issues also typically carry high dollar prices, which limits activity in the sector.

GBAB 1 GUGGENHEIM BUILD AMERICA BONDS MANAGED DURATION  
TRUST SEMIANNUAL REPORT 15

---

QUESTIONS & ANSWERS continued

May 31, 2013

Describe how the Trust's assets are invested.

As of November 30, 2013, approximately 84% of the Trust's long-term investments were in BABs and QSCBs, which are qualifying investments for purposes of the Trust's policy of investing at least 80% of its managed assets in BABs. The taxable municipal sector was a detractor from return for the period.

The rest of the Trust's assets, approximately 16% of the Trust's long-term investments as of November 30, 2013, were invested in non-BABs securities. These include asset-backed securities, bank loans, corporate bonds (including high yield bonds) and other securities, by which we were able to add incremental yield. The non-BABs portion of the portfolio was a contributor to return for the period.

The most significant change within non-BABs over the period was a decrease in below-investment-grade corporate debt and in bank loans as some assets were called away for refinancing. The Trust continues to seek new floating rate assets, primarily bank loans.

The Trust believes there is sufficient liquidity within non-BABs holdings to manage a decline in the BABs holdings, should a widespread increase in interest rates cause BABs to lose sufficient value to approach the 80% minimum.

How did other markets perform in this environment?

The return of the Bank of America Merrill Lynch Build America Bond Index was -4.58% for the six months ended November 30, 2013. The return of the Barclays U.S. Treasury Composite Index, which includes Treasury securities of all maturities, was -0.85% for the same period.

The Barclays U.S. Aggregate Bond Index (the "Barclays Aggregate"), which is a proxy for the U.S. investment grade bond market, returned -0.56% for the period, while the Barclays U.S. Corporate High Yield Index returned 2.61%.

Reflecting the Federal Reserve's ("the Fed") continuing accommodative monetary policy, interest rates on short-term securities remained at their lowest levels in many years; the return of the Barclays 1-3 Month U.S. Treasury Bill Index was 0.02% for the period.

What is the Trust's exposure to bonds associated with Detroit or Puerto Rico?

Following Detroit's bankruptcy filing in July, Federal courts were deciding if the bankruptcy could proceed. (In December, after the period end, a Federal judge ruled that the bankruptcy could proceed and that the city's pensions would be treated the same as any other contract in bankruptcy.)

Puerto Rico has been coping with a weak economy, a huge debt burden and a constant flow of negative headlines from the financial press and media pundits. This has caused its municipal bonds to fall in value in 2013 as investors feared its financial condition could lead to a default.

The Trust owned and purchased bonds that fund the Detroit Public Schools through the Michigan School Bond Qualification and Loan Program ("Program"). These securities are not directly involved in the Detroit's bankruptcy filing, as, under the Program, the State shall lend to Detroit Public Schools in amounts sufficient to pay debt service. However, the market has been treating them as impaired, which we believe creates investment opportunities for the Trust. The portfolio managers conduct continuous market analysis to ensure these bonds meet the Trust's investment criteria, and they continue to perform as expected. On the other hand, the Trust does not have any exposure to Puerto Rico municipal credits but may do so in the future, if investment opportunities arise.

What is the Trust's leverage strategy?

Since leverage adds to performance when the cost of leverage is less than the total return generated by investments, the use of leverage detracted from the Trust's total return during this period. The Trust utilizes leverage (borrowing) as part of its investment strategy, to finance the purchase of additional securities that provide increased income and potentially greater appreciation potential to common shareholders than could be achieved from a portfolio that is not leveraged. Leverage will not exceed 331/3% of the Trust's Managed Assets.

As of November 30, 2013, the Trust's leverage was approximately 26% of Managed Assets, slightly more than six months ago. The Trust currently employs leverage through reverse repurchase agreements with at least three different counterparties and a credit facility with a major bank. Under the reverse repurchase agreements, securities are transferred to another party, such as a bank or broker-dealer, in return for cash which can be used for additional investments.

There is no guarantee that the Trust's leverage strategy will be successful. The Trust's use of leverage may cause the Trust's NAV and market price of common shares to be more volatile and can magnify the effect of any losses.

What is the current outlook for the taxable municipal sector that includes Build America Bonds?

Since the 2010 expiration of the BABs and other federally sponsored programs, taxable municipal issuance has reverted back to historical figures – approximately \$35 billion per year or roughly 10 percent of total municipal issuance. In 2011 and 2012, taxable issuance was approximately \$35 billion and \$38 billion, respectively.

The primary market has been relatively quiet as 2013 issuance remains on track to total approximately \$35 billion, driven primarily by private and public universities, health care institutions and special purpose entities. Although issuance of taxable municipal bonds has been ahead of this pace through most of 2013, we expect a significant decline in activity given the rise in U.S. Treasury yields.

61 GBAB 1 GUGGENHEIM BUILD AMERICA BONDS MANAGED  
DURATION TRUST SEMIANNUAL REPORT

---

QUESTIONS & ANSWERS continued

November 30, 2013

Secondary market activity was dominated by certain maturities of both State of California General Obligation Bonds and New York City General Obligation Bonds. However, the majority of this activity involved bonds with durations of 10 years and longer.

Against this backdrop, we continue to focus on revenue bonds, secured by a dedicated revenue stream, high grade general obligation bonds and story bonds rated BBB or better. Health care organizations, higher education institutions and large governmental issuers continue to garner the majority of our attention. In addition, we continue to monitor the market for investment opportunities involving BABs and QRSBs, respectively, as both type of direct payment obligations received negative media attention during the partial shutdown of the Federal government.

#### Index Definitions:

Indices are unmanaged and reflect no expenses. It is not possible to invest directly in an index.

The Bank of America Build America Bond Index is designed to track the performance of U.S. dollar-denominated Build America Bonds publicly issued by U.S. states and territories, and their political subdivisions, in the U.S. market.

The Barclays U.S. Treasury Composite Index includes public obligations of the U.S. Treasury. Treasury bills are excluded by the maturity constraint but are part of a separate Short Treasury Index. In addition, certain special issues, such as state and local government series bonds (SLGs), as well as U.S. Treasury TIPS, are excluded. STRIPS are excluded from the index because their inclusion would result in double-counting. Securities in the index roll up to the U.S. Aggregate, U.S. Universal, and Global Aggregate Indices. The U.S. Treasury Index was launched on January 1, 1973.

The Barclays U.S. Aggregate Bond Index represents securities that are U.S. domestic, taxable, and dollar denominated. The index covers the U.S. investment grade fixed rate bond market, with index components for government and corporate securities, mortgage pass-through securities, and asset-backed securities.

The Barclays U.S. Corporate High Yield Index is an unmanaged index of below investment grade bonds issued by U.S. corporations.

The Barclays 1-3 Month U.S. Treasury Bill Index tracks the performance of U.S. Treasury bills with a remaining maturity of one to three months. U.S. Treasury bills, which are short-term loans to the U.S. government, are full faith-and-credit obligations of the U.S. Treasury and are generally regarded as being free of any risk of default.

#### Risks and Other Considerations

The views expressed in this report reflect those of the portfolio managers only through the report period as stated on the cover. These views are subject to change at any time, based on market and other conditions and should not be construed as a recommendation of any kind. The material may also include forward looking statements that involve risk and uncertainty, and there is no guarantee that any predictions will come to pass. There can be no assurance that the Trust will achieve its investment objectives. The value of the Trust will fluctuate with the value of the underlying securities. Historically, closed-end funds often trade at a discount to their net asset value. There can be no assurance that the Trust will achieve its investment objectives.

Please see [guggenheiminvestments.com/gbab](http://guggenheiminvestments.com/gbab) for a detailed discussion of the Trust's risks and considerations.



## TRUST SUMMARY (Unaudited)

November 30, 2013

## Trust Statistics

Share Price	\$	19.19
Common Share Net Asset Value	\$	21.82
Premium/Discount to NAV		-12.05%
Net Assets Applicable to Common Shares (\$000)	\$	379,897

## Total Returns

(Inception 10/28/10)	Market	NAV
Six Month	-11.98%	-4.04%
One Year	-10.94%	-1.76%
Three Year - Average Annual	5.82%	11.88%
Since Inception - Average Annual	5.64%	11.41%

Performance data quoted represents past performance, which is no guarantee of future results and current performance may be lower or higher than the figures shown. The NAV total returns reflect fees and expenses of the Trust. For the most recent month-end performance figures, please visit [guggenheiminvestments.com/gbab](http://guggenheiminvestments.com/gbab). The investment return and principal value of an investment will fluctuate with changes in the market conditions and other factors so that an investor's shares, when sold, may be worth more or less than their original cost.

State/Territory Allocations	% of Municipal Bonds
California	22.7%
Illinois	12.3%
Washington	9.5%
Indiana	6.4%
New Jersey	6.2%
Texas	6.1%
New York	5.8%
Ohio	5.2%
Michigan	5.1%
Florida	4.3%
Pennsylvania	4.2%
West Virginia	3.3%
Colorado	3.0%
Alabama	2.9%
Nevada	2.7%
Vermont	2.7%
Louisiana	2.5%
Mississippi	1.9%
South Carolina	1.4%
Georgia	1.3%
South Dakota	1.0%
Minnesota	0.9%

Portfolio composition and holdings are subject to change daily. For more information, please visit [guggenheiminvestments.com/gbab](http://guggenheiminvestments.com/gbab). The above summaries are provided for informational purposes only and should not be viewed as recommendations. Past performance does not guarantee future results.

Portfolio Breakdown	% of Total Net Assets
Municipal Bonds	111.4%
Corporate Bonds	6.7%
Asset Backed Securities	5.6%
Term Loans	4.9%
Preferred Stock	2.0%
Collateralized Mortgage Obligations	0.7%
Closed-End Fund	0.3%
Warrants	0.0%*
Common Stock	0.0%*
Total Long-Term Investments	131.6%
Short-Term Investment	0.2%
Total Investments	131.8%
Other Assets in excess of Liabilities	2.6%
Borrowings	-10.5%
Reverse Repurchase Agreements	-23.9%
Total Net Assets	100.0%

\* Less than 0.1%.

Ratings shown are assigned by one or more Nationally Recognized Statistical Credit Rating Organizations (“NRSRO”), such as Standard & Poor’s, Moody’s and Fitch. The ratings are an indication of an issuer’s credit-worthiness and typically range from AAA or Aaa (highest) to D (lowest). When two or more ratings are available, the lower rating is used; when only one is available, that rating is used. The Non-Rated category consists of securities that have not been rated by an NRSRO. U.S. Treasury securities and U.S. Government Agency securities are not rated but deemed to be equivalent to securities rated AA+/Aaa.

81 GBAB 1 GUGGENHEIM BUILD AMERICA BONDS MANAGED  
DURATION TRUST SEMIANNUAL REPORT

Edgar Filing: Guggenheim Build America Bonds Managed Duration Trust - Form N-CSRS

PORTFOLIO OF INVESTMENTS (Unaudited)

November 30, 2013

Principal Amount	Description	Rating	Coupon	Maturity	Optional Call Provisions**	Value
	Long-Term Investments – 131.6%					
	Municipal Bonds – 111.4%					
	Alabama – 2.9%					
\$ 3,000,000	Alabama State University, General Tuition and Fee Revenue Bonds, Taxable Direct-Pay Build America Bonds, (Assured GTY)(a) (k)	AA–	7.100%	09/01/2035	09/01/20 @ 100	\$ 3,232,500
5,000,000	Alabama State University, General Tuition and Fee Revenue Bonds, Taxable Direct-Pay Build America Bonds, (Assured GTY)(a) (k)	AA–	7.200%	09/01/2038	09/01/20 @ 100	5,412,250
2,000,000	Alabama State University, General Tuition and Fee Revenue Bonds, Taxable Direct-Pay Build America Bonds, (Assured GTY)(a)	AA–	7.250%	09/01/2040	09/01/20 @ 100	2,168,100
500,000	Jefferson County, Alabama, Sewer Revenue Warrants, Series 2013-A to Series 2013-F(AGM)	AA–	0.000%	10/01/2034	10/01/23 @ 51	133,030
						10,945,880
	California – 22.7%					
500,000	Alhambra Unified School District, Elementary Schools Improvement District, Los Angeles County, California, Election of 2008 General Obligation Bonds, Federally Taxable, Series B– 1(k)	A+	6.700%	02/01/2026	N/A	552,140
10,000,000	California, General Obligation Bonds, Various Purpose, Taxable Build America Bonds(a)	A	7.700%	11/01/2030	11/01/20 @ 100	11,708,600
3,000,000	Culver City Redevelopment Agency, California, Taxable Tax Allocation Bonds, Culver City Redevelopment Project, Series 2011B(k)	A	8.000%	11/01/2020	N/A	3,192,750
340,000	Cypress Elementary School District (Orange County, California), General Obligation Bonds, Direct Pay Qualified School Construction Bonds, 2008 Election, Series B– 2(a) (k)	AA–	6.050%	08/01/2021	N/A	365,412
660,000	Cypress Elementary School District (Orange County, California), General Obligation Bonds, Direct Pay Qualified School Construction Bonds, 2008 Election, Series B-2(k)	AA–	6.650%	08/01/2025	N/A	709,012
7,500,000		AA–	5.914%	08/01/2025	N/A	8,686,500



Edgar Filing: Guggenheim Build America Bonds Managed Duration Trust - Form N-CSRS

	Long Beach Unified School District, California, Qualified School Construction Bonds, Federally Taxable, Election of 2008, General Obligation Bonds, Series B-1(k)						
10,000,000	Los Angeles, California, Department of Water & Power Revenue, Taxable Build America Bonds(a)	AA-	7.000%	07/01/2041	07/01/21 @	100	11,516,900
10,000,000	Los Angeles, California, Department of Water & Power Revenue, Taxable Build America Bonds(a)	AA	7.003%	07/01/2041	07/01/20 @	100	11,153,500
5,000,000	Metropolitan Water District, Southern California, Water Revenue Bonds, 2010 Authorization, Taxable Build America Bonds, Series A(a)	AAA	6.947%	07/01/2040	07/01/20 @	100	5,614,600
1,025,000	Monrovia Unified School District, Los Angeles County, California, Election of 2006 General Obligation Bonds, Build America Bonds, Federally Taxable, Series C-1(a) (k)	A+	7.250%	08/01/2028		N/A	1,161,807
10,000,000	Oakland Unified School District, County of Alameda, California, Taxable General Obligation Bonds, Election of 2006, Qualified School Construction Bonds, Series 2012B(k) (l)	NR	6.877%	08/01/2033	08/01/22 @	100	9,575,900
1,000,000	Placentia-Yorba Linda Unified School District (Orange County, California), General Obligation Bonds, Federally Taxable Direct-Pay Qualified School Construction Bonds, Election of 2008, Series E(k)	AA-	5.400%	02/01/2026		N/A	1,024,040
5,000,000	Riverside Community College District, Riverside County, California, Election of 2004 General Obligation Bonds, Taxable Build America Bonds, Series 2010 D-1(a)	AA	7.021%	08/01/2040	08/01/20 @	100	5,483,750
2,245,000	Santa Ana Unified School District, California, General Obligation Bonds, Federal Taxable Build America Bonds(a)	Aa3	6.800%	08/01/2030		N/A	2,636,191
7,755,000	Santa Ana Unified School District, California, General Obligation Bonds, Federal Taxable Build America Bonds(a)	Aa3	7.100%	08/01/2040		N/A	9,251,637
3,330,000	Sonoma Valley Unified School District, General Obligation, Federally Taxable Bonds(k)	AA-	7.123%	08/01/2028	08/01/20 @	100	3,542,221
							86,174,960

See notes to financial statements.

GBAB 1 GUGGENHEIM BUILD AMERICA BONDS MANAGED  
DURATION TRUST SEMIANNUAL REPORT 19

## Edgar Filing: Guggenheim Build America Bonds Managed Duration Trust - Form N-CSRS

PORTFOLIO OF INVESTMENTS (Unaudited) continued

November 30, 2013

Principal Amount	Description	Rating *	Coupon	Maturity	Optional Call Provisions**	Value
Colorado – 3.0%						
\$7,500,000	Colorado, Building Excellent Schools Today, Certificates of Participation, Taxable Build America Bonds, Series 2010E(a)	AA–	7.017%	03/15/2031	03/15/21 @ 100	\$ 8,299,350
2,500,000	Colorado, Building Excellent Schools Today, Certificates of Participation, Taxable Qualified School Construction, Series 2010-D	AA–	6.817%	03/15/2028	N/A	2,965,450
						11,264,800
Florida – 4.3%						
10,000,000	Miami-Dade County, Florida, Transit Sales Surtax Revenue, Taxable Build America Bonds, Series B(a) (k)	AA	6.910%	07/01/2039	07/01/19 @ 100	10,833,000
5,000,000	Orlando, Florida, Community Redevelopment Agency, Taxable Tax Increment Revenue Build America Bonds, Series 2010B(a) (k)	A	7.784%	09/01/2040	09/01/20 @ 100	5,445,100
						16,278,100
Georgia – 1.3%						
5,000,000	Georgia Municipal Association, Inc., Certificates of Participation, DeKalb County Public Schools Project, (AGM)(k)	AA–	5.210%	12/01/2022	N/A	5,135,900
Illinois – 12.3%						
5,000,000	Chicago, Illinois, Board of Education, Unlimited Tax General Obligation Bonds, Dedicated Revenues, Taxable Build America Bonds, Series 2010D(a) (k)	A+	6.519%	12/01/2040	N/A	4,549,400
5,100,000	Chicago, Illinois, Second Lien Wastewater Transmission Revenue Project Bonds, Taxable Build America Bonds, Series 2010B(a) (k)	A+	6.900%	01/01/2040	N/A	5,713,020
2,990,000	Chicago, Illinois, Second Lien Water Revenue Bonds, Taxable Build America Bonds, Series 2010B(a)	AA–	6.742%	11/01/2040	N/A	3,315,342
5,000,000	Illinois, General Obligation Bonds, Taxable Build America Bonds, Series 2010-5(a)	A–	7.350%	07/01/2035	N/A	5,444,600
7,140,000	Northern Illinois Municipal Power Agency, Power Project Taxable Revenue Bonds, Prairie State Project Build America Bonds(a) (k)	A2	7.620%	01/01/2030	N/A	8,329,381

Edgar Filing: Guggenheim Build America Bonds Managed Duration Trust - Form N-CSRS

2,860,000	Northern Illinois Municipal Power Agency, Power Project Taxable Revenue Bonds, Prairie State Project Build America Bonds(a) (k)	A2	7.820%	01/01/2040	N/A	3,445,299
4,500,000	Northern Illinois University, Auxiliary Facilities System Revenue Bonds, Build America Program, Taxable, Series 2010, (AGM)(a) (k)	A2	7.947%	04/01/2035	04/01/20 @ 100	5,084,235
5,000,000	Northern Illinois University, Auxiliary Facilities System Revenue Bonds, Build America Program, Taxable, Series 2010, (AGM)(a)	A2	8.147%	04/01/2041	04/01/20 @ 100	5,707,700
3,000,000	Southwestern Illinois, Development Authority, Taxable Local Government, Program Revenue Bonds, Flood Prevention District Council Project, Recovery Zone Economic Development Bonds, Series 2010C(k)	AA	7.230%	10/15/2035	04/15/20 @ 100	3,197,670
2,000,000	Southwestern Illinois, Development Authority, Taxable Local Government, Program Revenue Bonds, Flood Prevention District Project, Build America Bonds, Series 2010-B(a) (k)	AA	7.030%	04/15/2032	04/15/20 @ 100	2,055,460
						46,842,107
Indiana – 6.4%						
8,690,000	Evansville-Vanderburgh Independent School Building Corporation, Unlimited Taxable Ad Valorem Property Tax First Mortgage Bonds, Series 2010E	AA+	6.500%	01/15/2030	07/15/20 @ 100	9,797,888
3,000,000	Knox County, Indiana, Good Samaritan Hospital Project, Taxable Economic Development Revenue Bonds, Qualified Energy Conservation Bonds - Direct Payment, Series 2012B(k)	A3	5.900%	04/01/2034	N/A	2,925,960
10,000,000	Noblesville Multi-School Building Corporation, Hamilton County, Indiana, Taxable Unlimited Ad Valorem Property Tax First Mortgage Bonds, Build America Bonds, Series 2010, (a)	AA+	6.500%	07/15/2030	01/15/21 @ 100	11,577,700
						24,301,548
Louisiana – 2.5%						
8,000,000	Orleans Parish, School Board of the Parish of Orleans, Louisiana, (AGM)(k)	AA-	4.400%	02/01/2021	N/A	8,413,040
1,055,000	Tangipahoa Parish Hospital Service District No. 1, Louisiana, Taxable Hospital Revenue Bonds, North Oaks Health System Project, Build America Bonds, Series 2009A, (Assured GTY)(a)	AA+	7.200%	02/01/2042	02/01/20 @ 100	1,112,107
						9,525,147

See notes to financial statements.

101 GBAB 1 GUGGENHEIM BUILD AMERICA BONDS MANAGED  
DURATION TRUST SEMIANNUAL REPORT

---

Edgar Filing: Guggenheim Build America Bonds Managed Duration Trust - Form N-CSRS

PORTFOLIO OF INVESTMENTS (Unaudited) continued

November 30, 2013

Principal Amount	Description	Rating *	Coupon	Maturity	Optional Call Provisions**	Value
<i>Michigan – 5.1%</i>						
\$ 415,000	Comstock Park Public Schools, Kent County, Michigan, 2011 School Building and Site Bonds, General Obligation - Unlimited Tax, Federally Taxable - Qualified School Construction Bonds - Direct Payment, Series A, (Q-SBLF)(k)	AA-	6.300%	05/01/2026	05/01/21 @ 100	\$ 434,795
2,640,000	Detroit, Michigan, School District, Build America Bonds, (Q-SBLF)(a) (k)	AA-	7.747%	05/01/2039	N/A	2,753,441
5,000,000	Detroit, Michigan, School District, School Building and Site Bonds, Unlimited Tax General Obligation Bonds, Taxable Build America Bonds, Series 2010B, (Q-SBLF)(a)	AA-	6.845%	05/01/2040	05/01/20 @ 100	4,786,100
2,640,000	Detroit, Michigan, School District, School Building and Site Bonds, Unlimited Tax General Obligation Bonds, Taxable Qualified School Construction Bonds, Series 2010A, (Q-SBLF)(k)	AA-	6.645%	05/01/2029	N/A	2,586,118
3,000,000	Fraser Public School District, Macomb County, Michigan, General Obligation Federally Taxable School Construction Bonds, 2011 School Building and Site Bonds, Series B, (Q-SBLF)(k)	AA-	6.050%	05/01/2026	05/01/21 @ 100	3,138,810
1,000,000	Oakridge, Michigan, Public Schools, Unlimited Tax General Obligation Bonds, (Q-SBLF)(k)	AA-	6.750%	05/01/2026	05/01/20 @ 100	1,046,450
2,500,000	Whitehall District Schools, Muskegon County, Michigan, 2010 School Building and Site Bonds, General Obligation, Unlimited Tax Bonds, Taxable Qualified School Construction Bonds, Series A, (Q-SBLF)(k)	AA-	6.100%	05/01/2026	05/01/20 @ 100	2,591,100
2,000,000	Whitehall District Schools, Muskegon County, Michigan, 2010 School Building and Site Bonds, General Obligation, Unlimited Tax Bonds, Taxable Qualified School Construction Bonds, Series A, (Q-SBLF)(k)	AA-	6.500%	05/01/2029	05/01/20 @ 100	2,067,580

## Edgar Filing: Guggenheim Build America Bonds Managed Duration Trust - Form N-CSRS

19,404,394

Minnesota – 0.9%						
1,660,000	St. Paul Housing & Redevelopment Authority, Federally Taxable Revenue Bonds(k) (l)	AA	7.250%	02/01/2035	02/01/21 @ 100	1,741,074
1,540,000	St. Paul Housing & Redevelopment Authority, Federally Taxable Revenue Bonds(k) (l)	AA	7.500%	02/01/2040	02/01/21 @ 100	1,614,536
						3,355,610
Mississippi – 1.9%						
5,000,000	Medical Center Educational Building Corporation, Taxable Build America Bonds, University of Mississippi Medical Center Facilities Expansion and Renovation Project, Series 2010A(a) (k)	AA–	6.842%	06/01/2035	06/01/20 @ 100	5,237,700
1,000,000	Mississippi, Hospital Equipment and Facilities Authority, Taxable Build America Revenue Bonds, Forrest County General Hospital Project, Series 2010(a) (k)	A2	7.265%	01/01/2032	01/01/20 @ 100	1,027,250
905,000	Mississippi, Hospital Equipment and Facilities Authority, Taxable Build America Revenue Bonds, Forrest County General Hospital Project, Series 2010(a) (k)	A2	7.390%	01/01/2040	01/01/20 @ 100	922,584
						7,187,534
Nevada – 2.7%						
1,425,000	Clark County, Nevada, Airport Revenue Bonds, Build America Bonds, Series B(a) (k)	AA–	6.881%	07/01/2042	07/01/19 @ 100	1,525,349
1,200,000	Las Vegas Valley Water District, Nevada, Limited Tax General Obligation Water Bonds, Taxable Build America Bonds, Series 2009A(a) (k)	AA+	7.100%	06/01/2039	06/01/19 @ 100	1,304,712
1,500,000	Nevada System of Higher Education University, Revenue Bonds, Build America Bonds(a)	AA–	7.600%	07/01/2030	07/01/20 @ 100	1,671,120
5,050,000	Nevada System of Higher Education University, Revenue Bonds, Build America Bonds(a)	AA–	7.900%	07/01/2040	07/01/20 @ 100	5,661,454
						10,162,635
New Jersey – 6.2%						
8,000,000	Camden County Improvement Authority, Camden County, New Jersey, Lease	A+	7.747%	07/01/2034		8,437,440

Edgar Filing: Guggenheim Build America Bonds Managed Duration Trust - Form N-CSRS

	Revenue Bonds, Cooper Medical School of Rowan University Project, Series 2010A(k)				07/01/20 @	100	
2,000,000	Camden County Improvement Authority, Camden County, New Jersey, Lease Revenue Bonds, Cooper Medical School of Rowan University Project, Series 2010A(k)	A+	7.847%	07/01/2035	07/01/20 @	100	2,116,060
10,000,000	New Jersey Turnpike Authority, Turnpike Revenue Bonds, Federally Taxable Issuer Subsidy, Build America Bonds, Series 2010A(a)	A+	7.102%	01/01/2041		N/A	13,060,200
							23,613,700

See notes to financial statements.

GBAB 1 GUGGENHEIM BUILD AMERICA BONDS MANAGED  
DURATION TRUST SEMIANNUAL REPORT 1 11

Edgar Filing: Guggenheim Build America Bonds Managed Duration Trust - Form N-CSRS

PORTFOLIO OF INVESTMENTS (Unaudited) continued

November 30, 2013

Principal Amount	Description	Rating *	Coupon	Maturity	Optional Call Provisions**	Value
New York – 5.8%						
\$ 5,000,000	Metropolitan Transportation Authority, New York, Transportation Revenue Bonds, Taxable Build America Bonds, Series 2010E(a)	A	7.134%	11/15/2030	11/15/20 @ 100	\$ 5,506,700
5,000,000	Metropolitan Transportation Authority, New York, Transportation Revenue Bonds, Taxable Build America Bonds, Series 2010B-1(a)	A	6.548%	11/15/2031	N/A	5,757,150
10,000,000	Westchester County Health Care Corporation, Revenue Bonds, Taxable Build America Bonds, Series 2010(a) (k) (l)	BBB	8.572%	11/01/2040	N/A	10,994,400
						22,258,250
Ohio – 5.2%						
5,000,000	American Municipal Power, Inc., Combined Hydroelectric Projects Revenue Bonds, New Clean Renewable Energy Bonds, Series 2010C(k)	A	7.334%	02/15/2028	N/A	5,965,050
1,950,000	Cuyahoga County, Ohio, Hospital Revenue Bonds, The Metrohealth System, Build America Bonds, Taxable, Series 2009B(a) (k)	A-	8.223%	02/15/2040	N/A	2,187,179
2,500,000	Madison Local School District, Richland County, Ohio, School Improvement, Taxable Build America Bonds, Series 2010A,(a) (k)	AA	6.900%	12/01/2034	12/01/20 @ 100	2,585,550
2,500,000	Madison Local School District, Richland County, Ohio, School Improvement, Taxable Build America Bonds, Series 2010A,(a) (k)	AA	7.150%	12/01/2039	12/01/20 @ 100	2,580,550
2,500,000	Madison Local School District, Richland County, Ohio, School Improvement, Taxable Build America Bonds, Series 2010A,(a) (k)	AA	7.300%	12/01/2043	12/01/20 @ 100	2,580,125
2,500,000	Madison Local School District, Richland County, Ohio, School Improvement, Taxable Qualified School Construction Bonds, Series 2010B(k)	AA	6.650%	12/01/2029	12/01/20 @ 100	2,665,750
1,230,000	Toronto City School District, Ohio, Qualified School Construction Bonds					
	General Obligation Bonds(k)	AA	7.000%	12/01/2028	12/01/20 @ 100	1,291,721



## Edgar Filing: Guggenheim Build America Bonds Managed Duration Trust - Form N-CSRS

19,855,925

Pennsylvania – 4.2%						
4,865,000	Lebanon, Pennsylvania, Sewer Revenue Bonds, Taxable Build America Bonds, Series B of 2010(a) (k)	A+	7.140%	12/15/2035	06/15/20 @ 100	5,126,542
7,500,000	Pittsburgh, Pennsylvania, School District, Taxable Qualified School Construction Bonds, Series D(k)	A	6.850%	09/01/2029	N/A	8,497,800
2,500,000	School District of Philadelphia, Pennsylvania, General Obligation Bonds, Series 2011A, Qualified School Construction Bonds - (Federally Taxable - Direct Subsidy)(k)	A+	5.995%	09/01/2030	N/A	2,491,725
						16,116,067
South Carolina – 1.4%						
5,000,000	Horry County, South Carolina, Taxable Airport Revenue Bonds, Recovery Zone Economic Development Bonds, Series 2010B(k) (l)	A-	7.328%	07/01/2040	N/A	5,337,600
South Dakota – 1.0%						
3,490,000	Pierre, South Dakota, Taxable Electric Revenue Bonds, Recovery Zone Economic Development Bonds, Series 2010C(k)	A2	7.500%	12/15/2040	12/15/19 @ 100	3,684,917
Texas – 6.1%						
10,000,000	Dallas, Texas, Convention Center Hotel Development Corporation, Hotel Revenue Bonds, Taxable Build America Bonds, Series 2009B(a) (k)	A+	7.088%	01/01/2042	N/A	11,564,500
10,000,000	El Paso, Texas, Combination Tax and Revenue Certification of Obligation, Taxable Build America Bonds, Series 2010B(a)	AA	6.700%	08/15/2036	08/15/20 @ 100	11,523,800
						23,088,300
Vermont – 2.7%						
2,155,000	Vermont State Colleges, Revenue Bonds, Taxable Build America Bonds, Series 2010B,(a) (k)	A+	6.101%	07/01/2025	07/01/20 @ 100	2,236,631
7,500,000	Vermont State Colleges, Revenue Bonds, Taxable Build America Bonds, Series 2010B(a) (k)	A+	7.211%	07/01/2040	07/01/20 @ 100	8,000,475
						10,237,106

See notes to financial statements.

12 1 GBAB 1 GUGGENHEIM BUILD AMERICA BONDS MANAGED  
DURATION TRUST SEMIANNUAL REPORT

---

## Edgar Filing: Guggenheim Build America Bonds Managed Duration Trust - Form N-CSRS

PORTFOLIO OF INVESTMENTS (Unaudited) continued

November 30, 2013

Principal Amount	Description	Rating *	Coupon	Maturity	Optional Call Provisions**	Value
<b>Washington – 9.5%</b>						
\$ 5,000,000	Anacortes, Washington, Utility System Improvement Revenue Bonds, Build America Bonds, Series 2010B(a) (k)	AA-	6.479%	12/01/2030	12/01/20 @ 100	\$ 5,308,700
2,000,000	Auburn, Washington, Utility System Revenue Bonds, Taxable Build America Bonds, Series 2010B(a) (k)	AA	6.396%	12/01/2030	12/01/20 @ 100	2,156,140
5,000,000	Central Washington University, System Revenue Bonds, 2010, Taxable Build America Bonds, Series B(a) (k)	A1	6.500%	05/01/2030	N/A	5,221,350
5,800,000	Public Hospital District No. 1, King County, Washington, Valley Medical Center, Hospital Facilities Revenue Bonds, Series 2010B(k)	BBB+	8.000%	06/15/2040	06/15/20 @ 100	6,184,424
5,000,000	Washington State Convention Center Public Facilities District, Lodging Tax Bonds, Taxable Build America Bonds, Series 2010B(a)	A+	6.790%	07/01/2040	N/A	5,432,300
3,325,000	Washington State University, Housing and Dining System Revenue Bonds, Taxable Build America Bonds, Series 2010B(a) (k)	A+	7.099%	04/01/2032	N/A	3,829,935
6,675,000	Washington State University, Housing and Dining System Revenue Bonds, Taxable Build America Bonds, Series 2010B(a) (k)	A+	7.399%	04/01/2041	N/A	7,829,708
						35,962,557
<b>West Virginia – 3.3%</b>						
10,000,000	State of West Virginia, Higher Education Policy Commission, Revenue Bonds, Federally Taxable Build America Bonds 2010, Series B(a)	A+	7.650%	04/01/2040	N/A	12,525,300
<b>Total Municipal Bonds – 111.4%</b> (Cost \$383,968,462)						423,258,337
<b>Corporate Bonds – 6.7%</b>						
<b>Advertising – 0.1%</b>						
375,000	Sitel, LLC / Sitel Finance Corp.(b) (k)	B	11.000%	08/01/2017	08/01/14 @ 106	404,062

Edgar Filing: Guggenheim Build America Bonds Managed Duration Trust - Form N-CSRS

Airlines – 1.0%						
112,939	Atlas Air 1999-1 Pass-Through Trust, Series 1999-1, Class A-1(k) (l)	NR	7.200%	1/2/19	N/A	120,280
1,641,422	Atlas Air 2000-1 Class A Pass Through Trust, Series 2000-1, Class A(k) (l)	NR	8.707%	1/2/19	N/A	1,748,114
2,000,000	Delta Air Lines 2011-1 Class B Pass-Through Trust, Series 2011-1, Class B(k)	BB+	7.125%	10/15/14	N/A	2,040,000
						3,908,394
Banks – 0.5%						
1,700,000	Barclays PLC (United Kingdom)(d) (h)	B+	8.250%		12/15/18 @	
				–	100	1,754,400
Chemicals – 0.1%						
350,000	TPC Group, Inc.(b) (k)	B	8.750%	12/15/2020	12/15/16 @	369,688
					104	
Coal – 0.1%						
200,000	Penn Virginia Resource Partners, LP / Penn Virginia Resource Finance Corp. II(k)	B–	8.375%	06/01/2020	06/01/16 @	221,000
					104	
Commercial Services – 0.1%						
200,000	ADT Corp.(b)	BB–	6.250%	10/15/2021	N/A	208,750
2,000	RR Donnelley & Sons Co.	BB–	6.500%	11/15/2023	N/A	1,995
60,000	ServiceMaster Co.	CCC+	7.000%	08/15/2020	08/15/15 @	57,375
					105	268,120
Distribution & Wholesale – 0.2%						
300,000	INTCOMEX, Inc.(k)	CCC	13.250%	12/15/2014	01/03/14 @	291,000
					100	
Diversified Financial Services – 0.1%						
125,000	Jefferies Finance, LLC / JFIN Co-Issuer Corp.(b) (k)	B+	7.375%	04/01/2020	04/01/16 @	129,531
					106	
200,000	Jefferies Group, Inc.(k)	BBB	6.875%	04/15/2021	N/A	226,000
60,000	KCG Holdings, Inc.(b)	B	8.250%	06/15/2018	06/15/15 @	61,725
					104	
31,200	LCP Dakota Fund, Series VI-P(k) (l)	NR	10.000%	08/17/2015	N/A	31,200
140,000	Nationstar Mortgage, LLC / Nationstar Capital Corp.(k)	B+	9.625%	05/01/2019	05/01/15 @	157,500
					107	605,956

See notes to financial statements.

GBAB I GUGGENHEIM BUILD AMERICA BONDS MANAGED  
DURATION TRUST SEMIANNUAL REPORT I 13



Edgar Filing: Guggenheim Build America Bonds Managed Duration Trust - Form N-CSRS

PORTFOLIO OF INVESTMENTS (Unaudited) continued

November 30, 2013

Principal Amount	Description	Rating *	Coupon	Maturity	Optional Call Provisions**	Value
Engineering & Construction – 0.6%						
\$ 2,246,576	Alion Science and Technology Corp.(c)	B–	12.000%	11/01/2014	04/01/14 @ 100	\$2,297,124
Entertainment – 0.5%						
1,600,000	Diamond Resorts Corp.(k)	B–	12.000%	08/15/2018	08/15/14 @ 106	1,776,000
Food – 0.0%***						
100,000	KeHE Distributors, LLC / KeHE Finance Corp.(b)	B	7.625%	08/15/2021	08/15/17 @ 104	104,500
Health Care Services – 0.0%***						
150,000	Symbion, Inc.(k)	B	8.000%	06/15/2016	06/15/14 @ 104	159,187
Healthcare-Services – 0.4%						
1,500,000	Tufts Medical Center, Inc.	BBB	7.000%	01/01/2038	N/A	1,450,583
Internet – 0.8%						
3,000,000	GXS Worldwide, Inc.(k)	B	9.750%	06/15/2015	06/15/14 @ 100	3,112,800
Leisure Time – 0.0%						
75,000	Sabre, Inc.(b) (k)	B	8.500%	05/15/2019	05/15/15 @ 106	82,969
Machinery-Diversified – 0.1%						
250,000	Tempel Steel Co.(b) (k)	B–	12.000%	08/15/2016	08/15/14 @ 106	241,250
Media – 0.0%***						
485,000	Baker & Taylor Acquisitions Corp.(b) (k)	CCC	15.000%	04/01/2017	10/01/14 @ 108	413,462
200,000	Expo Event Transco, Inc.(b)	B–	9.000%	06/15/2021	06/15/16 @ 105	202,500
						615,962
Mining – 0.1%						
400,000	Midwest Vanadium Pty. Ltd. (Australia)(b) (k)	CCC	11.500%	02/15/2018	02/15/15 @ 106	332,000
150,000	Mirabela Nickel Ltd. (Australia)(b) (k) (l) (m)	D	8.750%	04/15/2018	04/15/15 @ 104	36,000
						368,000

Edgar Filing: Guggenheim Build America Bonds Managed Duration Trust - Form N-CSRS

Oil & Gas – 0.3%						
750,000	Midstates Petroleum Co., Inc. / Midstates Petroleum Co., LLC(k)	B–	10.750%	10/01/2020	10/01/16 @ 105	817,500
200,000	Summit Midstream Holdings, LLC / Summit Midstream Finance Corp.(b)	B	7.500%	07/01/2021	07/01/16 @ 106	209,000
						1,026,500
Oil & Gas Services – 0.1%						
200,000	Exterran Holdings, Inc.(k)	BB	7.250%	12/01/2018	12/01/14 @ 104	211,500
Packaging & Containers – 0.1%						
300,000	Pretium Packaging, LLC / Pretium Finance, Inc.(k)	B–	11.500%	04/01/2016	04/01/14 @ 106	320,250
Pharmaceuticals – 0.0%***						
180,000	Valeant Pharmaceuticals International (Canada)(b)	B	6.750%	08/15/2018	08/15/15 @ 105	198,225
Real Estate Investment Trusts – 0.2%						
750,000	Columbia Property Trust Operating Partnership, LP(k)	BBB–	5.875%	04/01/2018	N/A	788,944
Retail – 0.4%						
150,000	Checkers Drive-In Restaurants, Inc.(b) (k)	B–	11.000%	12/01/2017	06/01/15 @ 108	166,875
980,000	GRD Holdings III Corp.(b) (k)	B	10.750%	06/01/2019	06/01/15 @ 108	1,068,200
125,000	Wok Acquisition Corp.(b) (k)	CCC	10.250%	06/30/2020	06/30/16 @ 105	135,000
						1,370,075
Software – 0.2%						
290,000	Aspect Software, Inc.(k)	CCC+	10.625%	05/15/2017	05/15/14 @ 105	296,525
200,000	Eagle Midco, Inc.(b) (f)	CCC+	9.000%	06/15/2018	12/15/14 @ 102	205,000
400,000	Infor US, Inc.(k)	B–	11.500%	07/15/2018	07/15/15 @ 106	462,000
						963,525

See notes to financial statements.

14 | GBAB | GUGGENHEIM BUILD AMERICA BONDS MANAGED  
DURATION TRUST SEMIANNUAL REPORT

Edgar Filing: Guggenheim Build America Bonds Managed Duration Trust - Form N-CSRS

PORTFOLIO OF INVESTMENTS (Unaudited) continued

November 30, 2013

Principal Amount	Description	Rating *	Coupon	Maturity	Optional Call Provisions**	Value
Textiles – 0.0%***						
\$ 140,000	Empire Today, LLC / Empire Today Finance Corp.(b)	B–	11.375%	02/01/2017	02/01/15 @ 103 \$	138,950
Transportation – 0.7%						
39,340	Atlas Air, Inc.(b) (k) (l)	NR	8.707%	1/2/19	N/A	41,897
985,000	CEVA Group PLC (United Kingdom)(b) (k)	CCC+	8.375%	12/01/2017	12/01/14 @ 104	1,034,250
1,385,000	Marquette Transportation Co., LLC / Marquette Transportation Finance Corp.(k)	B–	10.875%	01/15/2017	01/15/14 @ 105	1,468,100
						2,544,247
Total Corporate Bonds – 6.7%						
(Cost \$24,662,108)						25,593,211
Asset Backed Securities – 5.6%						
Automobile – 0.0%***						
23,331	Bush Truck Leasing, LLC, Series 2011-AA, Class C(b) (k)	NR	5.000%	09/25/2018	N/A	23,219
Collateralized Debt Obligation – 1.6%						
178,600	Cedarwoods, Series 2006-1A, Class A1(i)	AAA	0.435%	07/25/2051	N/A	144,410
73,041	Diversified Asset Securitization Holdings II LP, Series 1X, Class A1L (Cayman Islands)(d)	BBB+	0.744%	09/15/2035	N/A	69,753
15,750	G-Star 2003-3 Ltd., Series 2003-A, Class A1 (Cayman Islands)(b) (d) (k)	BBB–	0.816%	03/13/2038	N/A	15,625
159,679	Highland Park CDO I Ltd., Series 2006-1A, Class A1 (Cayman Islands)(b) (d) (k)	B+	0.568%	11/25/2051	N/A	138,068
66,396	Independence I CDO Ltd., Series 1A, Class A (Cayman Islands)(b) (d) (k)	BB+	0.667%	12/30/2030	N/A	65,791
1,000,000	N-Star REL CDO VIII Ltd.(b) (d) (k)	B1	0.529%	02/01/2041	N/A	774,763
4,110,636	Putnam Structured Product, Series 2003-1A, Class A1LB(b) (d) (k)	CCC	0.617%	10/15/2038	N/A	3,818,954
573,308	Putnam Structured Product CDO, Series 2002-1A, Class A2 (Cayman Islands)(b) (d) (k)	CCC+	0.849%	01/10/2038	N/A	504,542
754,647	SRERS Funding Ltd., Series 2011-RS, Class A1B1 (Cayman Islands)(b) (d)	Baa3	0.418%	05/09/2046	N/A	678,982
						6,210,888
Collateralized Loan Obligation – 2.1%						
250,000	Ares XXV CLO Ltd., Series 2012-3A (Cayman Islands)(b) (g) (k)	NR	0.000%	01/17/2024	N/A	202,050



Edgar Filing: Guggenheim Build America Bonds Managed Duration Trust - Form N-CSRS

250,000	ARES XXVI CLO Ltd., Series 2013-1A (Cayman Islands)(b) (g) (i) (k)	NR	0.000%	04/15/2025	N/A	195,000
250,000	Atlas Senior Loan Fund II Ltd., Series 2012-2A (Cayman Islands)(b) (g) (i) (k)	NR	0.000%	01/30/2024	N/A	223,844
100,000	BlackRock Senior Income Series Corp., Series 2004-1A (Cayman Islands)(b) (g)	NR	0.000%	09/15/2016	N/A	9,750
250,000	Carlyle Global Market Strategies CLO 2012-3 Ltd., Series 2012-3A (Cayman Islands)(b) (g) (k)	NR	0.000%	10/14/2024	N/A	240,850
250,000	Cerberus Offshore Levered I LP, Series 2012-1A, Class C (Cayman Islands)(b) (d) (k)	A3	6.243%	11/30/2018	N/A	249,520
2,000,000	Churchill Financial Cayman Ltd., Series 2007-1A, Class C (Cayman Islands)(b) (d) (k)	A+	1.494%	07/10/2019	N/A	1,842,943
1,000,000	Churchill Financial Cayman Ltd., Series 2007-1A, Class D1 (Cayman Islands)(b) (d) (k)	BBB+	2.844%	07/10/2019	N/A	904,531
1,000,000	Churchill Financial Cayman Ltd., Series 2007-1A, Class D2 (Cayman Islands)(b) (d) (k)	BBB+	8.370%	07/10/2019	N/A	1,008,329
300,000	Cratos CLO Ltd., Series 2007-1A, Class C (Cayman Islands)(b) (d) (k)	AA+	1.338%	05/19/2021	N/A	284,244
250,000	Divcore CLO Ltd., Series 2013-1A, Class B(d)	Baa3	4.100%	11/15/2032	N/A	249,081
550,000	Eastland CLO Ltd., Series 2007-1A, Class A2B (Cayman Islands)(b) (d) (k)	AA+	0.572%	05/01/2022	N/A	506,420
215,919	Emporia Preferred Funding I Corp., Series 2005-1A, Class C (Cayman Islands)(b) (d) (k)	AAA	1.194%	10/12/2018	N/A	214,645
250,000	Finn Square CLO Ltd., Series 2012-1A (Cayman Islands)(b) (g)	NR	0.000%	12/24/23	N/A	232,850
250,000	Great Lakes CLO 2012-1 Ltd., Series 2012-1A (Cayman Islands)(b) (g) (k)	NR	0.000%	01/15/2023	N/A	231,693
200,000	Katonah IX CLO Ltd., Series 2006-9A, Class A3L (Cayman Islands)(b) (d) (k)	A+	0.958%	01/25/2019	N/A	186,264
500,000	KKR CLO Trust, Series 2007-1A, Class D (Cayman Islands)(b) (d) (k)	A	2.491%	05/15/2021	N/A	479,030

See notes to financial statements.

GBAB 1 GUGGENHEIM BUILD AMERICA BONDS MANAGED  
DURATION TRUST SEMIANNUAL REPORT 1 15

## Edgar Filing: Guggenheim Build America Bonds Managed Duration Trust - Form N-CSRS

PORTFOLIO OF INVESTMENTS (Unaudited) continued

November 30, 2013

Principal Amount	Description	Rating *	Coupon	Maturity	Optional Call Provisions**	Value
Collateralized Loan Obligation (continued)						
\$ 250,000	Newstar Commercial Loan Funding 2013-1, LLC(b) (d)	BBB	4.951%	09/20/2023	N/A	\$ 250,017
200,000	Summit Lake CLO Ltd., Series 2005-1A, Class C1A(b) (g)	NR	0.000%	02/24/2018	N/A	69,798
250,000	T2 Income Fund CLO Ltd., Series 2007-1A, Class D (Cayman Islands)(b) (d) (k)	A+	2.994%	07/15/2019	N/A	240,271
						7,821,130
Commercial Receivables – 0.0%***						
3,905	Leaf Receivables Funding 5, LLC, Series 2010-4, Class D(b) (k)	NR	5.000%	01/20/2019	12/20/13 @ 100	3,864
Credit Card – 0.1%						
245,154	Credit Card Pass-Through Trust 2012-BIZ, Series 2012-Biz A(b) (g) (h) (k)	CCC	0.000%	–	N/A	200,313
Insurance – 0.0%***						
80,650	Insurance Note Capital VII, Series 2005-1R1A(b) (d) (k)	A–	0.489%	06/09/2033	N/A	75,005
Media – 0.9%						
1,300,000	Adams Outdoor Advertising, LP, Series 2010-1, Class B(b) (k)	BBB	8.836%	12/20/2040	N/A	1,415,394
1,825,000	Adams Outdoor Advertising, LP, Series 2010-1, Class C(b) (k)	BB	10.756%	12/20/2040	N/A	2,031,530
						3,446,924
Other ABS – 0.5%						
262,180	Aircraft Certificate Owner Trust, Series 2003-1A, Class D(b) (k) (l)	BBB	6.455%	09/20/2022	N/A	263,285
322,249	Bristol Bay Funding Ltd., Series 2004-1A, Class A2(b) (d)	AA+	1.242%	02/01/2016	N/A	319,027
1,097,389	Gramercy Real Estate CDO 2007-1 Ltd., Class A1(b) (d)	B	0.521%	08/15/2056	N/A	866,619
667,294	West Coast Funding Ltd., Series 2006-1A, Class A1A(b) (d)	Caa3	0.389%	11/02/2041	N/A	643,581
						2,092,512
Transportation – 0.4%						
11,885	Castle Trust, Series 2003-1AW, Class A1(b) (d) (k)	AA	0.917%	05/15/2027	N/A	10,815
159,103		A	0.645%	03/23/2024	N/A	147,965

Edgar Filing: Guggenheim Build America Bonds Managed Duration Trust - Form N-CSRS

	Raspro Trust, Series 2005-1A, Class G(b) (d) (k)					
1,278,781	Vega Containervessel PLC, Series 2006-1A, Class A(b) (k)	Ba3	5.562%	02/10/2021	N/A	1,241,652
						1,400,432
	Total Asset Backed Securities – 5.6% (Cost \$20,268,959)					21,274,287
	Collateralized Mortgage Obligations– 0.7% Commercial Mortgage Backed Security – Traditional – 0.5%					
2,000,000	GS Mortgage Securities Corp. II Trust 2007-EOP, Series 2007-EOP, Class H(b) (d) (k)	BBB–	3.300%	03/06/2020	N/A	2,005,000
	Residential Mortgage Backed Security – 0.2%					
781,905	Nomura Resecuritization Trust, Series 2012-1R, Class A(b) (d) (k)	NR	0.604%	08/27/2047	N/A	719,353
	Total Collateralized Mortgage Obligations – 0.7% (Cost \$2,557,904)					2,724,353
	Term Loans – 4.9%(e) Aerospace & Defense – 0.2%					
900,000	Nana Development	B+	8.000%	03/15/2018	N/A	913,500
	Automotive – 0.1%					
40,000	Fleetpride	CCC+	9.250%	05/15/2020	N/A	38,200
236,111	Navistar, Inc.	B	5.750%	08/17/2017	N/A	240,391
						278,591
	Consumer Products – 0.1%					
330,469	Targus Group International, Inc.	B	12.000%	05/24/2016	N/A	285,135
85,583	Totes Isotoner Corp.	B	7.252%	07/07/2017	N/A	86,118
						371,253

See notes to financial statements.

16 | GBAB | GUGGENHEIM BUILD AMERICA BONDS MANAGED  
DURATION TRUST SEMIANNUAL REPORT

Edgar Filing: Guggenheim Build America Bonds Managed Duration Trust - Form N-CSRS

PORTFOLIO OF INVESTMENTS (Unaudited) continued

November 30, 2013

Principal Amount	Description	Rating *	Coupon	Maturity	Optional Call Provisions**	Value
Consumer Services – 0.4%						
\$ 96,250	Edmentum, Inc.	BB–	6.000%	05/17/2018	N/A	\$ 96,906
447,124	Endurance International Group	B	5.000%	11/09/2019	N/A	450,198
93,750	Nab Holdings First Lien	BB+	7.000%	04/24/2018	N/A	94,395
214,915	Patheon, Inc. - 1st Lien	B+	7.250%	12/14/2018	N/A	217,602
182,576	Sutherland Global Cayman Tranche	BB–	7.250%	03/06/2019	N/A	183,032
404,275	Sutherland Global U.S. Tranche	B	7.250%	03/06/2019	N/A	405,286
						1,447,419
Diversified Manufacturing – 0.1%						
415,800	CPM Acquisition Corp.	B+	6.250%	08/29/2017	N/A	417,879
Electric – 0.0%***						
98,750	Astoria Generating Co. Acquisitions	B	8.500%	10/26/2017	N/A	101,713
Energy-Alternate Sources – 0.1%						
150,000	Atlas Energy, LP	B	6.500%	07/31/2019	N/A	153,750
Entertainment – 0.0%***						
73,800	CKX Entertainment, Inc.(I)	B+	9.000%	06/21/2017	N/A	67,158
Food & Beverage – 0.0%***						
35,000	Hostess Brands, Inc.	B–	6.750%	04/09/2020	N/A	36,116
Health Care – 0.4%						
249,375	Apria Healthcare	BB–	6.750%	04/06/2020	N/A	250,829
1,120,066	Merge Healthcare Inc. (I)	CCC	6.000%	04/23/2019	N/A	1,075,263
						1,326,092
Insurance – 0.1%						
100,000	Cetera Financial Group, Lien 1	B+	6.500%	08/07/2019	N/A	101,000
222,828	Confie Seguros	B–	6.500%	11/09/2018	N/A	223,664
155,909	Cunningham	B–	9.250%	06/10/2020	N/A	155,714
						480,378
Media – 0.1%						
119,372	Cengage Learning Acquisitions, Inc. (Thomson Learning)	D	0.000%	07/03/2014	N/A	90,325
109,446	Cengage Learning Acquisitions, Inc. (Thomson Learning)	D	0.000%	07/31/2017	N/A	82,996
223,125	Mitel US Holdings First Lien	B+	7.000%	02/27/2019	N/A	223,125
						396,446
Oil Field Services – 0.3%						

Edgar Filing: Guggenheim Build America Bonds Managed Duration Trust - Form N-CSRS

225,205	Equipower Resources Holdings, LLC	BB	4.250%	12/21/2018	N/A	226,682
399,000	Ocean RIG ASA	B+	5.500%	07/15/2016	N/A	404,654
99,500	Rice Energy	CCC+	8.500%	10/25/2018	N/A	101,739
198,500	Shelf Drilling Holdings Ltd.	B+	6.250%	05/31/2018	N/A	199,492
195,500	Varel International Energy Funding Corp.	B	9.250%	07/17/2017	N/A	200,388
						1,132,955
	Other Finance – 0.4%					
917,986	Ceridian Corp.	B–	4.416%	05/09/2017	N/A	923,838
199,000	First Advantage	B	6.250%	02/28/2019	N/A	199,373
62,617	Knight/Getco, 1st Lien	BB–	5.750%	11/30/2017	N/A	63,008
						1,186,219
	Other Financial Institution – 0.5%					
2,000,000	AP Alternative Assets LP (I)	BB	6.677%	12/21/2015	N/A	2,005,000

See notes to financial statements.

GBAB I GUGGENHEIM BUILD AMERICA BONDS MANAGED  
DURATION TRUST SEMIANNUAL REPORT 1 17

Edgar Filing: Guggenheim Build America Bonds Managed Duration Trust - Form N-CSRS

PORTFOLIO OF INVESTMENTS (Unaudited) continued

November 30, 2013

Principal Amount	Description	Rating *	Coupon	Maturity	Optional Call Provisions**	Value
<b>Other Industrials – 0.1%</b>						
\$ 99,500	Hunter Fan Company 1st Lien	B+	6.500%	12/20/2017	N/A	\$ 99,707
248,750	Sirva Worldwide, Inc.	B	7.500%	03/27/2019	N/A	254,347
						354,054
<b>Retail – 0.3%</b>						
81,233	Container Store, Lien 1	B	4.250%	04/06/2019	N/A	81,672
987,500	HD Supply	B+	4.500%	10/12/2017	N/A	995,030
						1,076,702
<b>Technology – 1.0%</b>						
99,250	Ascensus, Inc.	B	8.000%	12/21/2018	N/A	101,235
297,500	Aspect Software, Inc.	B	7.000%	05/07/2016	N/A	298,763
650,000	Greenway Medical Tech	B+	6.000%	11/04/2020	N/A	650,000
396,000	IPC Information Systems, Inc.	B–	7.750%	07/31/2017	N/A	393,772
100,000	Misys PLC 2nd Lien	CCC+	12.000%	06/12/2019	N/A	115,375
987,464	Misys PLC First Lien	B+	5.000%	12/12/2018	N/A	994,253
1,128,621	Paradigm, Ltd. - First Lien(l)	B+	4.750%	07/30/2019	N/A	1,124,863
19,750	Sophos TLB - Lien 1	B+	6.500%	05/10/2019	N/A	19,849
						3,698,110
<b>Transportation – 0.3%</b>						
577,500	Evergreen Tank Solutions, Inc.	B–	9.500%	09/28/2018	N/A	576,056
119,273	Global Aviation Holdings, Inc.(i) (l) (m)	NR	10.000%	07/13/2017	N/A	–
38,602	Global Aviation Holdings, Inc.(i) (l) (m)	NR	3.000%	02/13/2018	N/A	–
198,004	Sabre, Inc.	B	5.250%	02/19/2019	N/A	199,598
399,000	US Shipping Corp.	B	9.000%	04/30/2018	N/A	410,970
129,675	Travelport Holdings Ltd.	B	6.250%	06/26/2019	N/A	132,767
204,108	Travelport Holdings, LTD 2nd Lien	CCC+	4.000%	12/01/2016	N/A	208,276
						1,527,667
<b>Wireless – 0.1%</b>						
493,750	Zayo Group LLC	B	4.500%	07/02/2019	N/A	494,619
<b>Wirelines – 0.3%</b>						
691,322	Avaya, Inc.	B	4.762%	10/26/2017	N/A	663,766
346,971	Avaya, Inc.	B	8.000%	03/31/2018	N/A	346,366
						1,010,132
<b>Total Term Loans – 4.9%</b>						
	(Cost \$18,340,461)					18,475,753

Number

Edgar Filing: Guggenheim Build America Bonds Managed Duration Trust - Form N-CSRS

of Shares	Description	Value
	Common Stock – 0.0%***	
	Airlines – 0.0%***	
6,232	Global Aviation Holdings, Inc.(i) (j) (k) (l) (Cost \$0)	1
	Preferred Stocks – 2.0%	
	Diversified Financial Services – 0.6%	
1,900	Falcons Funding Trust I(b) (d) (k)	1,955,931
475	GSC Partners CDO Fund Ltd./GSC Partners CDO Fund Corp. (Cayman Islands)(b) (d)	198,121
200,000	WhiteHorse II Ltd., Series 2005-2A (Cayman Islands)(b) (d) (k)	112,000
		2,266,052

See notes to financial statements.

181 GBAB 1 GUGGENHEIM BUILD AMERICA BONDS MANAGED  
DURATION TRUST SEMIANNUAL REPORT

PORTFOLIO OF INVESTMENTS (Unaudited) continued

November 30, 2013

Number of Shares	Description				Value
	Transportation – 1.4%				
200,000	Seaspan Corp., Series C (Marshall Islands)(k)	NR	9.500%	–	\$ 5,328,000
	Total Preferred Stocks – 2.0%				
	(Cost \$7,201,500)				7,594,052
	Close End Fund – 0.3%				
50,618	BlackRock Build America Bond Trust				931,877
	(Cost \$930,410)				
	Warrants – 0.0%***				
	Engineering & Construction – 0.0%***				
1,550	Alion Science and Technology Corp.(i) (j) (l)			03/15/2017	–
	(Cost \$16)				
	Total Long-Term Investments – 131.6%				
	(Cost \$457,929,820)				
	Short-Term Investments – 0.2%				

Principal Amount	Description	Rating *	Coupon	Optional Call
---------------------	-------------	-------------	--------	------------------