

Guggenheim Build America Bonds Managed Duration Trust  
Form N-Q  
October 30, 2014

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, DC 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED  
MANAGEMENT INVESTMENT COMPANY

Investment Company Act 811-22437  
file number

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

227 West Monroe Street, Chicago, IL 60606

---

(Address of principal executive offices) (Zip code)

Amy J. Lee

227 West Monroe Street, Chicago, IL 60606

---

(Name and address of agent for service)

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

Date of fiscal year end: May 31

Date of reporting period: May 31, 2014 – August 31, 2014

Item 1. Schedule of Investments.  
Attached hereto.

---

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

Guggenheim Build America Bonds Managed Duration Trust  
SCHEDULE OF INVESTMENTS (Unaudited)

August 31, 2014

|   | Shares     | Value            |
|---|------------|------------------|
| <b>COMMON STOCKS† - 0.0%</b>  |            |                  |
| Communications - 0.0%   |            |                  |
| Cengage Learning<br>Acquisitions, Inc.*   | 3,457      | \$109,759        |
| Basic Materials - 0.0%  |            |                  |
| Mirabela Nickel Ltd.*   | 335,401    | 28,192           |
| Consumer, Cyclical - 0.0%   |            |                  |
| Global Aviation Holdings, Inc. —<br>Class A*,1,9  | 6,232      | 1                |
| <b>Total Common Stocks</b><br>(Cost \$196,350)  |            | <b>137,952</b>   |
| <b>PREFERRED STOCKS† - 1.8%</b>   |            |                  |
| Seaspan Corp.<br>9.50% ,9   |            |                  |
|   | 200,000    | 5,404,000        |
| Falcons Funding Trust I<br>8.88% 2,3,4,9  |            |                  |
|   | 1,900      | 1,967,213        |
| WhiteHorse II Ltd.<br>0.00% due 06/15/17*,2,4,9   |            |                  |
|   | 200,000    | 4,000            |
| GSC Partners CDO Fund Limited / GSC Partners CDO Fund Corp.<br>0.00% due 11/20/16*,2,4                                |            |                  |
|   | 475        | 2,047            |
| <b>Total Preferred Stocks</b><br>(Cost \$7,201,500)   |            | <b>7,377,260</b> |
| <b>WARRANTS††† - 0.0%</b>   |            |                  |
| Alion Science & Technology<br>Corp.<br>03/15/17,1   |            |                  |
|   | 1,550      | —                |
| <b>Total Warrants</b><br>(Cost \$16)  |            | <b>0</b>         |
| <b>MUNICIPAL BONDS†† - 111.5%</b>   |            |                  |
| California - 22.2%  |            |                  |
| Los Angeles, California,<br>Department of Water & Power<br>Revenue, Taxable Build<br>America Bonds                    |            |                  |
| 7.00% due 07/01/4110  | 10,000,000 | 11,897,199       |
| 7.00% due 07/01/4110  | 10,000,000 | 11,637,500       |
| Santa Ana Unified School<br>District, California, General<br>Obligation Bonds, Federal<br>Taxable Build America Bonds |            |                  |
| 7.10% due 08/01/4010  | 7,755,000  | 10,122,912       |
| 6.80% due 08/01/3010  | 2,245,000  | 2,819,945        |

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

|  |            |            |
|--|------------|------------|
| California, General Obligation<br>Bonds, Various Purpose,<br>Taxable Build America Bonds<br>7.70% due 11/01/3010   | 10,000,000 | 12,502,499 |
| Oakland Unified School<br>District, County of Alameda,<br>California, Taxable General<br>Obligation Bonds, Election of<br>2006, Qualified School<br>Construction Bonds, Series<br>2012B<br>6.88% due 08/01/339 | 10,000,000 | 10,451,900 |
| Long Beach Unified School<br>District, California, Qualified<br>School Construction Bonds,<br>Federally Taxable, Election of<br>2008, General Obligation<br>Bonds<br>5.91% due 08/01/259                       | 7,500,000  | 9,041,775  |
| Metropolitan Water District,<br>Southern California, Water<br>Revenue Bonds, 2010<br>Authorization, Taxable Build<br>America Bonds<br>6.95% due 07/01/4010   | 5,000,000  | 5,989,600  |
| Riverside Community College<br>District, Riverside County,<br>California, Election of 2004<br>General Obligation Bonds,<br>Taxable Build America Bonds<br>7.02% due 08/01/4010                                 | 5,000,000  | 5,731,350  |
| Sonoma Valley Unified School<br>District, General Obligation,<br>Federally Taxable Bonds<br>7.12% due 08/01/289  | 3,330,000  | 3,867,995  |
| Culver City Redevelopment<br>Agency, California, Taxable Tax<br>Allocation Bonds, Culver City<br>Redevelopment Project<br>8.00% due 11/01/209  | 3,000,000  | 3,361,500  |
| Monrovia Unified School<br>District, Los Angeles County,<br>California, Election of 2006<br>General Obligation Bonds,<br>Build America Bonds, Federally<br>Taxable<br>7.25% due 08/01/289,10                   | 1,025,000  | 1,227,161  |
| Cypress Elementary School<br>District (Orange County,<br>California), General Obligation<br>Bonds, Direct Pay Qualified  |            |            |

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

|   |           |           |
|---|-----------|-----------|
| School Construction Bonds,<br>2008 Election   |           |           |
| 6.65% due 08/01/259   | 660,000   | 739,820   |
| 6.05% due 08/01/219,10  | 340,000   | 371,498   |
| Placentia-Yorba Linda Unified<br>School District (Orange County,<br>California), General Obligation<br>Bonds, Federally Taxable<br>Direct-Pay Qualified School<br>Construction Bonds, Election of<br>2008 |           |           |
| 5.40% due 02/01/269   | 1,000,000 | 1,087,900 |

Guggenheim Build America Bonds Managed Duration Trust  
SCHEDULE OF INVESTMENTS (Unaudited)

August 31, 2014

|   | Face<br>Amount | Value      |
|---|----------------|------------|
| MUNICIPAL BONDS†† - 111.5% (continued)  |                |            |
| California - 22.2%  |                |            |
| (continued)   |                |            |
| Alhambra Unified School<br>District, Elementary Schools<br>Improvement District, Los<br>Angeles County, California,<br>Election of 2008 General<br>Obligation Bonds, Federally<br>Taxable |                |            |
| 6.70% due 02/01/269   | \$500,000      | \$583,140  |
| Inland Valley Development<br>Agency Tax Allocation  |                |            |
| 5.50% due 03/01/33  | 500,000        | 523,515    |
| Total California  |                | 91,957,209 |
| Illinois - 13.8%  |                |            |
| Northern Illinois Municipal<br>Power Agency, Power Project<br>Taxable Revenue Bonds,<br>Prairie State Project Build<br>America Bonds  |                |            |
| 7.62% due 01/01/309,10  | 7,140,000      | 9,042,167  |
| 7.82% due 01/01/409,10  | 2,860,000      | 3,906,331  |
| Northern Illinois University,<br>Auxiliary Facilities System<br>Revenue Bonds, Build America<br>Program, Taxable  |                |            |
| 8.15% due 04/01/4110  | 5,000,000      | 5,928,350  |
| 7.95% due 04/01/359,10  | 4,500,000      | 5,312,160  |
| Chicago, Illinois, Second Lien<br>Wastewater Transmission<br>Revenue Project Bonds,<br>Taxable Build America Bonds  |                |            |
| 6.90% due 01/01/4010  | 5,100,000      | 6,518,463  |
| Illinois, General Obligation<br>Bonds, Taxable Build America<br>Bonds   |                |            |
| 7.35% due 07/01/3510  | 5,000,000      | 5,849,150  |
| Chicago, Illinois, Board of<br>Education, Unlimited Tax<br>General Obligation Bonds,  |                |            |

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

|                                    |           |            |
|------------------------------------|-----------|------------|
| Dedicated Revenues, Taxable        |           |            |
| Build America Bonds                |           |            |
| 6.52% due 12/01/409,10             | 5,000,000 | 5,046,500  |
| County of Cook Illinois General    |           |            |
| Obligation Unlimited               |           |            |
| 6.23% due 11/15/349,10             | 4,210,000 | 4,924,437  |
| Chicago, Illinois, Second Lien     |           |            |
| Water Revenue Bonds, Taxable       |           |            |
| Build America Bonds                |           |            |
| 6.74% due 11/01/409,10             | 2,990,000 | 3,925,003  |
| Southwestern Illinois,             |           |            |
| Development Authority,             |           |            |
| Taxable Local Government,          |           |            |
| Program Revenue Bonds,             |           |            |
| Flood Prevention District          |           |            |
| Council Project, Recovery Zone     |           |            |
| Economic Development Bonds         |           |            |
| 7.23% due 10/15/359                | 3,000,000 | 3,380,970  |
| Southwestern Illinois,             |           |            |
| Development Authority,             |           |            |
| Taxable Local Government,          |           |            |
| Program Revenue Bonds,             |           |            |
| Flood Prevention District          |           |            |
| Project, Build America Bonds       |           |            |
| 7.03% due 04/15/329,10             | 2,000,000 | 2,236,480  |
| State of Illinois General          |           |            |
| Obligation Unlimited               |           |            |
| 6.63% due 02/01/35                 | 930,000   | 1,035,602  |
| 6.73% due 04/01/35                 | 200,000   | 224,774    |
| Total Illinois                     |           | 57,330,387 |
| Washington - 9.9%                  |           |            |
| Washington State University,       |           |            |
| Housing and Dining System          |           |            |
| Revenue Bonds, Taxable Build       |           |            |
| America Bonds                      |           |            |
| 7.40% due 04/01/419,10             | 6,675,000 | 9,415,955  |
| 7.10% due 04/01/329,10             | 3,325,000 | 4,384,744  |
| Public Hospital District No. 1,    |           |            |
| King County, Washington,           |           |            |
| Valley Medical Center, Hospital    |           |            |
| Facilities Revenue Bonds           |           |            |
| 8.00% due 06/15/409                | 5,800,000 | 6,590,250  |
| Central Washington University,     |           |            |
| System Revenue Bonds, 2010,        |           |            |
| Taxable Build America Bonds        |           |            |
| 6.50% due 05/01/309,10             | 5,000,000 | 6,248,550  |
| Washington State Convention        |           |            |
| Center Public Facilities District, |           |            |
| Lodging Tax Bonds, Taxable         |           |            |
| Build America Bonds                |           |            |
| 6.79% due 07/01/4010               | 5,000,000 | 6,212,500  |

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

|   |            |            |
|---|------------|------------|
| Anacortes, Washington, Utility<br>System Improvement Revenue<br>Bonds, Build America Bonds                            |            |            |
| 6.48% due 12/01/309,10  | 5,000,000  | 5,873,900  |
| Auburn, Washington, Utility<br>System Revenue Bonds,<br>Taxable Build America Bonds                                   |            |            |
| 6.40% due 12/01/309,10  | 2,000,000  | 2,237,380  |
| Total Washington  |            | 40,963,279 |
| New Jersey - 6.3%   |            |            |
| New Jersey Turnpike Authority,<br>Turnpike Revenue Bonds,<br>Federally Taxable Issuer<br>Subsidy, Build America Bonds |            |            |
| 7.10% due 01/01/4110  | 10,000,000 | 14,382,000 |

---

Guggenheim Build America Bonds Managed Duration Trust  
SCHEDULE OF INVESTMENTS (Unaudited)

August 31, 2014

|   | Face<br>Amount | Value       |
|---|----------------|-------------|
| MUNICIPAL BONDS†† - 111.5% (continued)  |                |             |
| New Jersey - 6.3%   |                |             |
| (continued)   |                |             |
| Camden County Improvement<br>Authority, Camden County,<br>New Jersey, Lease Revenue<br>Bonds, Cooper Medical School<br>of Rowan University Project                                      |                |             |
| 7.75% due 07/01/349,10  | \$8,000,000    | \$9,560,480 |
| 7.85% due 07/01/359,10  | 2,000,000      | 2,388,940   |
| Total New Jersey  |                | 26,331,420  |
| Indiana - 6.2%  |                |             |
| Noblesville Multi-School<br>Building Corporation, Hamilton<br>County, Indiana, Taxable<br>Unlimited Ad Valorem Property<br>Tax First Mortgage Bonds,<br>Build America Bonds             |                |             |
| 6.50% due 07/15/3010  | 10,000,000     | 11,869,600  |
| Evansville-Vanderburgh<br>Independent School Building<br>Corporation, Unlimited Taxable<br>Ad Valorem Property Tax First<br>Mortgage Bonds  |                |             |
| 6.50% due 01/15/309   | 8,690,000      | 10,515,856  |
| Knox County, Indiana, Good<br>Samaritan Hospital Project,<br>Taxable Economic<br>Development Revenue Bonds,<br>Qualified Energy Conservation<br>Bonds - Direct Payment, Series<br>2012B |                |             |
| 5.90% due 04/01/349   | 3,000,000      | 3,259,440   |
| Total Indiana   |                | 25,644,896  |
| New York - 6.2%   |                |             |
| Metropolitan Transportation<br>Authority, New York,<br>Transportation Revenue<br>Bonds, Taxable Build America<br>Bonds  |                |             |
| 6.55% due 11/15/3110  | 5,000,000      | 6,541,700   |

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

|  |            |            |
|--|------------|------------|
| 7.13% due 11/15/3010   | 5,000,000  | 5,927,100  |
| Westchester County Health<br>Care Corporation, Revenue<br>Bonds, Taxable Build America<br>Bonds  |            |            |
| 8.57% due 11/01/409,10   | 10,000,000 | 11,974,500 |
| Port Auth NY & NJ-182, 5.31%<br>- 2046   |            |            |
| 5.31% due 08/01/46   | 1,000,000  | 1,100,100  |
| Total New York   |            | 25,543,400 |
| Michigan - 6.2%  |            |            |
| Detroit, Michigan, School<br>District, School Building and<br>Site Bonds, Unlimited Tax<br>General Obligation Bonds,<br>Taxable Build America Bonds,   |            |            |
| 6.85% due 05/01/409,10   | 5,000,000  | 5,310,250  |
| Whitehall District Schools,<br>Muskegon County, Michigan,<br>2010 School Building and Site<br>Bonds, General Obligation,<br>Unlimited Tax Bonds, Taxable<br>Qualified School Construction<br>Bonds |            |            |
| 6.10% due 05/01/269  | 2,500,000  | 2,717,625  |
| 6.50% due 05/01/299  | 2,000,000  | 2,179,340  |
| Fraser Public School District,<br>Macomb County, Michigan,<br>General Obligation Federally<br>Taxable School Construction<br>Bonds, 2011 School Building<br>and Site Bonds                         |            |            |
| 6.05% due 05/01/269  | 3,000,000  | 3,376,440  |
| Detroit City School District<br>General Obligation Unlimited   |            |            |
| 7.75% due 05/01/399,10   | 2,640,000  | 3,314,520  |
| Detroit, Michigan, School<br>District, School Building and<br>Site Bonds, Unlimited Tax<br>General Obligation Bonds,<br>Taxable Qualified School<br>Construction Bonds                             |            |            |
| 6.65% due 05/01/299  | 2,640,000  | 3,004,584  |
| Michigan Finance Authority<br>Revenue Bonds  |            |            |
| 5.00% due 07/01/31   | 600,600    | 648,462    |
| 5.00% due 07/01/44   | 500,000    | 522,070    |
| 5.00% due 07/01/32   | 400,400    | 430,286    |
| 5.00% due 07/01/33   | 200,200    | 214,472    |
| Oakridge, Michigan, Public<br>Schools, Unlimited Tax General   |            |            |

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

|                                |           |           |
|--------------------------------|-----------|-----------|
| Obligation Bonds               |           |           |
| 6.75% due 05/01/269            | 1,000,000 | 1,083,470 |
| City of Detroit Michigan Water |           |           |
| Supply System Revenue          |           |           |
| Revenue Bonds                  |           |           |
| 5.00% due 07/01/41             | 1,055,000 | 1,078,790 |
| City of Detroit Michigan       |           |           |
| General Obligation Unlimited   |           |           |
| 3.50% due 10/07/162,9          | 1,000,000 | 1,000,000 |

---

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

Guggenheim Build America Bonds Managed Duration Trust  
SCHEDULE OF INVESTMENTS (Unaudited)

August 31, 2014

|   | Face<br>Amount | Value      |
|---|----------------|------------|
| MUNICIPAL BONDS†† - 111.5% (continued)  |                |            |
| Michigan - 6.2%   |                |            |
| (continued)   |                |            |
| Comstock Park Public Schools,<br>Kent County, Michigan, 2011<br>School Building and Site<br>Bonds, General Obligation -<br>Unlimited Tax, Federally<br>Taxable - Qualified School<br>Construction Bonds - Direct<br>Payment |                |            |
| 6.30% due 05/01/269   | \$415,000      | \$453,255  |
| Total Michigan  |                | 25,333,564 |
| Texas - 6.0%  |                |            |
| Dallas, Texas, Convention<br>Center Hotel Development<br>Corporation, Hotel Revenue<br>Bonds, Taxable Build America<br>Bonds  |                |            |
| 7.09% due 01/01/429,10  | 10,000,000     | 12,995,100 |
| El Paso, Texas, Combination<br>Tax and Revenue Certification<br>of Obligation, Taxable Build<br>America Bonds   |                |            |
| 6.70% due 08/15/369,10  | 10,000,000     | 11,844,800 |
| Total Texas   |                | 24,839,900 |
| Pennsylvania - 4.2%   |                |            |
| Pittsburgh, Pennsylvania,<br>School District, Taxable<br>Qualified School Construction<br>Bonds   |                |            |
| 6.85% due 09/01/299   | 6,870,000      | 8,940,755  |
| Lebanon, Pennsylvania, Sewer<br>Revenue Bonds, Taxable Build<br>America Bonds   |                |            |
| 7.14% due 12/15/359,10  | 4,865,000      | 5,644,714  |
| School District of Philadelphia,<br>Pennsylvania, General<br>Obligation Bonds, Series<br>2011A, Qualified School<br>Construction Bonds - (Federally<br>Taxable - Direct Subsidy)  |                |            |
| 6.00% due 09/01/309   | 2,500,000      | 2,683,025  |

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

|   |            |            |
|---|------------|------------|
| Total Pennsylvania  |            | 17,268,494 |
| Florida - 4.1%  |            |            |
| Miami-Dade County, Florida,<br>Transit Sales Surtax Revenue,<br>Taxable Build America Bonds                                       |            |            |
| 6.91% due 07/01/399,10  | 10,000,000 | 11,308,600 |
| Orlando, Florida, Community<br>Redevelopment Agency,<br>Taxable Tax Increment<br>Revenue Build America Bonds                      |            |            |
| 7.78% due 09/01/409,10  | 5,000,000  | 5,829,000  |
| Total Florida   |            | 17,137,600 |
| West Virginia - 3.5%  |            |            |
| State of West Virginia, Higher<br>Education Policy Commission,<br>Revenue Bonds, Federally<br>Taxable Build America Bonds         |            |            |
| 2010  |            |            |
| 7.65% due 04/01/4010  | 10,000,000 | 14,438,200 |
| Ohio - 3.1%   |            |            |
| American Municipal Power,<br>Inc., Combined Hydroelectric<br>Projects Revenue Bonds, New<br>Clean Renewable Energy<br>Bonds       |            |            |
| 7.33% due 02/15/289   | 5,000,000  | 6,384,750  |
| Madison Local School District,<br>Richland County, Ohio, School<br>Improvement, Taxable<br>Qualified School Construction<br>Bonds |            |            |
| 6.65% due 12/01/299   | 2,500,000  | 2,896,500  |
| Cuyahoga County, Ohio,<br>Hospital Revenue Bonds, The<br>Metrohealth System, Build<br>America Bonds, Taxable                      |            |            |
| 8.22% due 02/15/409,10  | 1,950,000  | 2,376,075  |
| Toronto City School District,<br>Ohio, Qualified School<br>Construction Bonds General<br>Obligation Bonds                         |            |            |
| 7.00% due 12/01/289   | 1,230,000  | 1,342,963  |
| Total Ohio  |            | 13,000,288 |
| Colorado - 2.9%   |            |            |
| Colorado, Building Excellent<br>Schools Today, Certificates of<br>Participation, Taxable Build<br>America Bonds                   |            |            |
| 7.02% due 03/15/319,10  | 7,500,000  | 8,706,300  |



Guggenheim Build America Bonds Managed Duration Trust  
SCHEDULE OF INVESTMENTS (Unaudited)

August 31, 2014

|  | Face<br>Amount | Value       |
|--|----------------|-------------|
| MUNICIPAL BONDS†† - 111.5% (continued)   |                |             |
| Colorado - 2.9%  |                |             |
| (continued)  |                |             |
| Colorado, Building Excellent<br>Schools Today, Certificates of<br>Participation, Taxable Qualified<br>School Construction    |                |             |
| 6.82% due 03/15/28   | \$2,500,000    | \$3,158,600 |
| Total Colorado   |                | 11,864,900  |
| Vermont - 2.7%   |                |             |
| Vermont State Colleges,<br>Revenue Bonds, Taxable Build<br>America Bonds   |                |             |
| 7.21% due 07/01/409,10   | 7,500,000      | 8,734,575   |
| 6.10% due 07/01/259,10   | 2,155,000      | 2,457,368   |
| Total Vermont  |                | 11,191,943  |
| Alabama - 2.6%   |                |             |
| Alabama State University,<br>General Tuition and Fee<br>Revenue Bonds, Taxable<br>Direct-Pay Build America<br>Bonds          |                |             |
| 7.20% due 09/01/389,10   | 5,000,000      | 5,482,600   |
| 7.10% due 09/01/359,10   | 3,000,000      | 3,283,170   |
| 7.25% due 09/01/409,10   | 2,000,000      | 2,198,120   |
| Total Alabama  |                | 10,963,890  |
| Nevada - 2.5%  |                |             |
| Nevada System of Higher<br>Education University, Revenue<br>Bonds, Build America Bonds                                       |                |             |
| 7.90% due 07/01/4010   | 5,050,000      | 5,841,486   |
| 7.60% due 07/01/3010   | 1,500,000      | 1,722,300   |
| Clark County, Nevada, Airport<br>Revenue Bonds, Build America<br>Bonds   |                |             |
| 6.88% due 07/01/429,10   | 1,425,000      | 1,576,948   |
| Las Vegas Valley Water<br>District, Nevada, Limited Tax<br>General Obligation Water<br>Bonds, Taxable Build America<br>Bonds |                |             |

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

|  |           |            |
|--|-----------|------------|
| 7.10% due 06/01/399,10   | 1,200,000 | 1,337,892  |
| Total Nevada   |           | 10,478,626 |
| Louisiana - 2.3%   |           |            |
| Orleans Parish, School Board<br>of the Parish of Orleans,<br>Louisiana   |           |            |
| 4.40% due 02/01/219  | 8,000,000 | 8,541,440  |
| Tangipahoa Parish Hospital<br>Service District No. 1,<br>Louisiana, Taxable Hospital<br>Revenue Bonds, North Oaks<br>Health System Project, Build<br>America Bonds                   |           |            |
| 7.20% due 02/01/4210   | 1,055,000 | 1,133,935  |
| Total Louisiana  |           | 9,675,375  |
| Mississippi - 1.9%   |           |            |
| Medical Center Educational<br>Building Corporation, Taxable<br>Build America Bonds,<br>University of Mississippi<br>Medical Center Facilities<br>Expansion and Renovation<br>Project |           |            |
| 6.84% due 06/01/359,10   | 5,000,000 | 5,776,550  |
| Mississippi, Hospital<br>Equipment and Facilities<br>Authority, Taxable Build<br>America Revenue Bonds,<br>Forrest County General<br>Hospital Project                                |           |            |
| 7.27% due 01/01/329,10   | 1,000,000 | 1,060,720  |
| 7.39% due 01/01/409,10   | 905,000   | 957,019    |
| Total Mississippi  |           | 7,794,289  |
| South Carolina - 1.6%  |           |            |
| Horry County, South Carolina,<br>Taxable Airport Revenue<br>Bonds, Recovery Zone<br>Economic Development Bonds   |           |            |
| 7.33% due 07/01/409  | 5,000,000 | 6,501,550  |
| Georgia - 1.3%   |           |            |
| Georgia Municipal Association,<br>Inc., Certificates of<br>Participation, DeKalb County<br>Public Schools Project  |           |            |
| 5.21% due 12/01/229  | 5,000,000 | 5,566,650  |
| South Dakota - 0.9%  |           |            |
| Pierre, South Dakota, Taxable<br>Electric Revenue Bonds,<br>Recovery Zone Economic<br>Development Bonds  |           |            |
| 7.50% due 12/15/409  | 3,490,000 | 3,808,079  |



Guggenheim Build America Bonds Managed Duration Trust  
SCHEDULE OF INVESTMENTS (Unaudited)

August 31, 2014

|  | Face<br>Amount | Value       |
|--|----------------|-------------|
| MUNICIPAL BONDS†† - 111.5% (continued)   |                |             |
| Minnesota - 0.8%   |                |             |
| St. Paul Housing &<br>Redevelopment Authority,<br>Federally Taxable Revenue<br>Bonds |                |             |
| 7.25% due 02/01/359  | \$1,660,000    | \$1,807,275 |
| 7.50% due 02/01/409  | 1,540,000      | 1,682,404   |
| Total Minnesota  |                | 3,489,679   |
| District of Columbia -<br>0.3%   |                |             |
| District of Columbia Water &<br>Sewer Authority Revenue<br>Bonds                     |                |             |
| 4.81% due 10/01/149  | 1,200,000      | 1,286,964   |
| Total Municipal Bonds<br>(Cost \$387,936,236)  |                | 462,410,582 |
| ASSET BACKED SECURITIES†† - 8.1%   |                |             |
| Churchill Financial Cayman Ltd.  |                |             |
| 2007-1A, 1.48% due   |                |             |
| 07/10/192,4,9  | 2,000,000      | 1,893,800   |
| 2007-1A, 8.37% due   |                |             |
| 07/10/194,9  | 1,000,000      | 1,007,200   |
| 2007-1A, 2.83% due   |                |             |
| 07/10/192,4,9  | 1,000,000      | 937,000     |
| Adams Outdoor Advertising, LP  |                |             |
| 2010-1, 10.76% due   |                |             |
| 12/20/404,9  | 1,825,000      | 1,996,982   |
| 2010-1, 8.84% due  |                |             |
| 12/20/404,9  | 1,300,000      | 1,395,554   |
| Putnam Structured Product  |                |             |
| 2008-1A, 0.61% due   |                |             |
| 10/15/382,4  | 3,120,421      | 2,977,505   |
| KVK CLO Ltd.   |                |             |
| 2014-3A, 2.33% due   |                |             |
| 10/15/262,4  | 2,000,000      | 1,936,800   |
| 2014-3A, 3.23% due   |                |             |
| 10/15/262,4  | 1,000,000      | 971,000     |
| THL Credit Wind River 2014-2 CLO Ltd.  |                |             |
| 2014-2A, 2.39% due   |                |             |

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

|   |           |           |
|---|-----------|-----------|
| 07/15/262,4                               | 1,000,000 | 983,300   |
| 2014-2A, 3.39% due                        |           |           |
| 07/15/262,4                               | 750,000   | 736,800   |
| Gramercy Real Estate CDO 2007-1 Ltd.      |           |           |
| 2007-1A, 0.51% due                        |           |           |
| 08/15/562,4,9                             | 1,896,054 | 1,654,307 |
| N-Star REL CDO VIII Ltd.                  |           |           |
| 2006-8A, 0.52% due                        |           |           |
| 02/01/412,4,9                             | 1,500,000 | 1,366,950 |
| Vega Containervessel plc                  |           |           |
| 2006-1A, 5.56% due                        |           |           |
| 02/10/214,9                               | 1,053,113 | 1,037,317 |
| SRERS Funding Ltd.                        |           |           |
| 2011-RS, 0.41% due                        |           |           |
| 05/09/462,4                               | 1,055,518 | 995,881   |
| Anchorage Capital CLO 2012-1 Ltd.         |           |           |
| 2012-1A, 3.03% due                        |           |           |
| 01/13/252,4,9                             | 1,000,000 | 984,300   |
| Atlas Senior Loan Fund IV Ltd.            |           |           |
| 2014-2A, 2.93% due                        |           |           |
| 02/17/262,4                               | 1,000,000 | 958,000   |
| Eastland CLO Ltd.                         |           |           |
| 2007-1A, 0.57% due                        |           |           |
| 05/01/222,4,9                             | 550,000   | 522,115   |
| Silver Spring CLO Ltd.                    |           |           |
| 2014-1A, 2.32% due                        |           |           |
| 10/15/262,4                               | 500,000   | 493,200   |
| T2 Income Fund CLO Ltd.                   |           |           |
| 2007-1A, 2.98% due                        |           |           |
| 07/15/192,4,9                             | 500,000   | 492,700   |
| KKR Financial CLO 2007-1 Ltd.             |           |           |
| 2007-1A, 2.48% due                        |           |           |
| 05/15/212,4,9                             | 500,000   | 489,550   |
| Neuberger Berman CLO XV                   |           |           |
| 2013-15A, 3.08% due                       |           |           |
| 10/15/252,4                               | 500,000   | 484,350   |
| MCF CLO I LLC                             |           |           |
| 2013-1A, 5.98% due                        |           |           |
| 04/20/232,4                               | 500,000   | 467,350   |
| Putnam Structured Product CDO 2002-1 Ltd. |           |           |
| 2002-1A, 0.83% due                        |           |           |
| 01/10/382,4,9                             | 447,124   | 409,118   |
| CIFC Funding Ltd.                         |           |           |
| 2014-1AR, 3.31% due                       |           |           |
| 08/14/242,4                               | 400,000   | 397,920   |
| CIFC Funding 2012-II Ltd.                 |           |           |
| 2012-2A, 3.23% due                        |           |           |
| 12/05/242,4                               | 400,000   | 396,080   |
| TICP CLO II Ltd.                          |           |           |
| 2014-2A, 3.23% due                        |           |           |
| 07/20/262,4                               | 400,000   | 390,200   |

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

|  |         |         |
|--|---------|---------|
| West Coast Funding Ltd.                    |         |         |
| 2006-1A, 0.38% due                         |         |         |
| 11/02/412,4                                | 349,731 | 342,562 |
| Cratos CLO Ltd.                            |         |         |
| 2007-1A, 1.33% due                         |         |         |
| 05/19/212,4,9                              | 300,000 | 287,640 |
| Cerberus Offshore Levered I, LP            |         |         |
| 2012-1A, 6.23% due                         |         |         |
| 11/30/182,4,9                              | 250,000 | 250,150 |
| DIVCORE CLO Ltd.                           |         |         |
| 2013-1A B, 4.05% due                       |         |         |
| 11/15/322,9                                | 250,000 | 250,150 |
| Race Point V CLO Ltd.                      |         |         |
| 2014-5AR, 3.98% due                        |         |         |
| 12/15/222,4                                | 250,000 | 249,400 |
| Gramercy Park CLO Ltd.                     |         |         |
| 2014-1AR, 4.28% due                        |         |         |
| 07/17/232,4                                | 250,000 | 248,300 |
| Newstar Commercial Loan Funding 2013-1 LLC |         |         |
| 2013-1A, 4.78% due                         |         |         |
| 09/20/232,4                                | 250,000 | 245,450 |
| Ocean Trails CLO IV                        |         |         |
| 2013-4A, 3.23% due                         |         |         |
| 08/13/252,4                                | 250,000 | 244,650 |

Guggenheim Build America Bonds Managed Duration Trust  
SCHEDULE OF INVESTMENTS (Unaudited)

August 31, 2014

|  | Face<br>Amount | Value     |
|--|----------------|-----------|
| ASSET BACKED SECURITIES†† - 8.1% (continued)     |                |           |
| CIFC Funding 2014-II Ltd.                        |                |           |
| 2014-2A, 3.10% due                               |                |           |
| 05/24/262,4                                      | \$250,000      | \$243,950 |
| NewStar Arlington Senior Loan Program LLC        |                |           |
| 2014-1A, 3.53% due                               |                |           |
| 07/25/252,4                                      | 250,000        | 243,500   |
| ING IM CLO 2011-1 Ltd.                           |                |           |
| 2011-1A, 3.53% due                               |                |           |
| 06/22/212,4                                      | 250,000        | 242,375   |
| Monroe Capital CLO 2014-1 Ltd.                   |                |           |
| 2014-1A, 3.78% due                               |                |           |
| 10/22/262,4                                      | 250,000        | 240,900   |
| Golub Capital Partners CLO 18 Ltd.               |                |           |
| 2014-18A, 4.23% due                              |                |           |
| 04/25/262,4,9                                    | 250,000        | 240,750   |
| WhiteHorse VIII Ltd.                             |                |           |
| 2014-1A, 2.99% due                               |                |           |
| 05/01/262,4                                      | 250,000        | 240,500   |
| Black Diamond CLO 2005-2 Delaware Corp.          |                |           |
| 2005-2A, 2.03% due                               |                |           |
| 01/07/182,4                                      | 250,000        | 239,900   |
| Battalion Clo 2007-I Ltd.                        |                |           |
| 2007-1A, 2.38% due                               |                |           |
| 07/14/222,4                                      | 250,000        | 236,950   |
| Cerberus Onshore II CLO LLC                      |                |           |
| 2014-1A, 4.23% due                               |                |           |
| 10/15/232,4                                      | 250,000        | 235,875   |
| Atlas Senior Loan Fund II Ltd.                   |                |           |
| 2012-2A, 0.00% due                               |                |           |
| 01/30/244,5                                      | 250,000        | 232,575   |
| Carlyle Global Market Strategies CLO 2012-3 Ltd. |                |           |
| 2012-3A, 0.00% due                               |                |           |
| 10/04/244,5,9                                    | 250,000        | 231,925   |
| Wrightwood Capital Real Estate CDO 2005-1 Ltd.   |                |           |
| 2005-1A, 0.66% due                               |                |           |
| 11/21/402,4                                      | 250,000        | 228,575   |
| Rockwall CDO II Ltd.                             |                |           |
| 2007-1A, 0.79% due                               |                |           |
| 08/01/242,4                                      | 250,000        | 222,050   |
| Finn Square CLO Ltd.                             |                |           |

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

|  |         |            |
|--|---------|------------|
| 2012-1A, 0.00% due                               |         |            |
| 12/24/234,5                                      | 250,000 | 216,925    |
| Great Lakes CLO 2012-1 Ltd.                      |         |            |
| 2012-1A, 0.00% due                               |         |            |
| 01/15/234,5,9                                    | 250,000 | 213,450    |
| Gallatin CLO VII 2014-1 Ltd.                     |         |            |
| 2014-1A, 3.92% due                               |         |            |
| 07/15/232,4,9                                    | 200,000 | 193,580    |
| Ares XXV CLO Ltd.                                |         |            |
| 2013-3A, 0.00% due                               |         |            |
| 01/17/244,5,9                                    | 250,000 | 193,350    |
| Katonah IX CLO Ltd.                              |         |            |
| 2006-9A, 0.95% due                               |         |            |
| 01/25/192,4,9                                    | 200,000 | 190,900    |
| CIFC Funding 2007-I Ltd.                         |         |            |
| 2007-1A, 1.73% due                               |         |            |
| 05/10/212,4                                      | 200,000 | 190,000    |
| ARES XXVI CLO Ltd.                               |         |            |
| 2013-1A, 0.00% due                               |         |            |
| 04/15/254,5,9                                    | 250,000 | 187,825    |
| Cedar Woods CRE CDO Ltd.                         |         |            |
| 2006-1A, 0.42% due                               |         |            |
| 07/25/514  | 164,602 | 139,599    |
| CHLPA Credit Card Pass-Through Trust             |         |            |
| 2012-BIZ, 0.00% due                              |         |            |
| 12/15/494,5,9                                    | 161,316 | 139,312    |
| Highland Park CDO I Ltd.                         |         |            |
| 2006-1A, 0.56% due                               |         |            |
| 11/25/512,4                                      | 115,046 | 109,029    |
| Raspro Trust                                     |         |            |
| 2005-1A, 0.63% due                               |         |            |
| 03/23/242,4,9                                    | 102,877 | 101,077    |
| Insurance Note Capital VII                       |         |            |
| 2005-1R1A, 0.48% due                             |         |            |
| 06/09/332,4,9                                    | 70,600  | 66,717     |
| Diversified Asset Securitization Holdings II, LP |         |            |
| 2000-1X, 0.72% due                               |         |            |
| 09/15/352  | 39,838  | 39,009     |
| LCP Dakota Fund                                  |         |            |
| VI-P, 10.00% due 08/17/159                       | 23,400  | 23,400     |
| Bush Truck Leasing LLC                           |         |            |
| 2011-AA, 5.00% due                               |         |            |
| 09/25/184,9                                      | 21,607  | 18,460     |
| BlackRock Senior Income Series Corp.             |         |            |
| 2004-1A, 0.00% due                               |         |            |
| 09/15/164,5,9                                    | 100,000 | 10         |
| Total Asset Backed Securities                    |         |            |
| (Cost \$32,360,811)                              |         | 33,596,049 |
| SENIOR FLOATING RATE INTERESTS†† - 5.8%          |         |            |
| Bank Loans - 3.1%                                |         |            |
| Post Holdings                                    |         |            |

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

|                             |           |           |
|-----------------------------|-----------|-----------|
| 3.75% due 06/02/21          | 1,500,000 | 1,498,694 |
| Ceridian Corp.              |           |           |
| 4.50% due 05/09/17          | 1,447,002 | 1,444,896 |
| Charter Communications Inc. |           |           |
| 4.25% due 08/12/215         | 1,000,000 | 1,005,629 |
| Magic Newco, LLC            |           |           |
| 5.00% due 12/12/18          | 982,509   | 985,319   |
| HD Supply, Inc.             |           |           |
| 4.00% due 06/28/18          | 980,000   | 974,610   |
| Paradigm Ltd                |           |           |
| 4.75% due 07/30/19          | 870,604   | 867,122   |
| NVA Holdings, Inc.          |           |           |
| 4.75% due 08/14/21          | 600,000   | 601,500   |
| Multiplan, Inc.             |           |           |
| 4.00% due 03/19/21          | 500,000   | 496,625   |
| Transdigm, Inc.             |           |           |
| 3.75% due 06/04/21          | 500,000   | 496,460   |
| Zayo Group LLC              |           |           |
| 4.00% due 07/02/19          | 490,004   | 487,892   |

---

Guggenheim Build America Bonds Managed Duration Trust  
SCHEDULE OF INVESTMENTS (Unaudited)

August 31, 2014

|   | Face<br>Amount | Value     |
|---|----------------|-----------|
| SENIOR FLOATING RATE INTERESTS†† - 5.8% |                |           |
| (continued)                             |                |           |
| Bank Loans - 3.1% (continued)           |                |           |
| First Data Corp.                        |                |           |
| 3.66% due 03/23/18                      | \$350,000      | \$346,063 |
| Aspect Software, Inc.                   |                |           |
| 7.25% due 05/07/16                      | 300,000        | 299,625   |
| Goodpack Ltd.                           |                |           |
| 4.75% due 08/05/215                     | 300,000        | 299,064   |
| Quorum Business Solutions               |                |           |
| 5.75% due 08/07/21                      | 300,000        | 298,500   |
| Neiman Marcus Group, Inc.               |                |           |
| 4.25% due 10/25/20                      | 249,373        | 247,311   |
| Amber Bidco Foster + Partners           |                |           |
| 4.62% due 07/18/211                     | 250,000        | 245,000   |
| Wall Street Systems                     |                |           |
| 4.50% due 04/30/21                      | 239,130        | 237,935   |
| Travelport Holdings Ltd.                |                |           |
| 4.00% due 12/01/16                      | 208,622        | 208,622   |
| Terraform Power, Inc                    |                |           |
| 4.75% due 07/23/19                      | 200,000        | 200,000   |
| Element Materials Technology            |                |           |
| 5.25% due 08/06/21                      | 200,000        | 200,000   |
| BJ's Wholesale Club, Inc.               |                |           |
| 4.50% due 09/26/19                      | 200,000        | 198,844   |
| Atlas Energy LP                         |                |           |
| 6.50% due 07/31/19                      | 148,875        | 150,364   |
| Dave & Buster's, Inc.                   |                |           |
| 4.50% due 07/25/20                      | 150,000        | 149,588   |
| Sutherland Global Services,<br>Inc.     |                |           |
| 7.25% due 03/06/19                      | 148,101        | 148,101   |
| Momentive Performance                   |                |           |
| 4.00% due 04/15/15                      | 100,000        | 99,875    |
| Expert Global Solutions                 |                |           |
| 8.50% due 04/03/18                      | 100,000        | 99,833    |
| Sabre, Inc.                             |                |           |
| 4.00% due 02/19/19                      | 100,000        | 99,500    |
| Univision Communications Inc.           |                |           |
| 4.00% due 03/01/20                      | 100,000        | 99,325    |
| J Crew Group, Inc.                      |                |           |

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

|                                     |         |            |
|-------------------------------------|---------|------------|
| 4.00% due 03/05/21                  | 100,000 | 97,979     |
| Hunter Fan Co.                      |         |            |
| 6.50% due 12/20/17                  | 88,729  | 88,508     |
| Container Store, Inc.               |         |            |
| 4.25% due 04/06/19                  | 80,563  | 79,707     |
| American Energy Marcellus           |         |            |
| 5.25% due 07/09/20                  | 70,000  | 70,058     |
| Total Bank Loans                    |         | 12,822,549 |
| Industrial - 0.7%                   |         |            |
| NaNa Development Corp.              |         |            |
| 8.00% due 03/15/18                  | 750,000 | 738,750    |
| Sutherland Global Services, Inc.    |         |            |
| 7.25% due 03/06/19                  | 416,179 | 416,179    |
| CPM Acquisition Corp.               |         |            |
| 6.25% due 08/29/17                  | 397,101 | 397,431    |
| Hunter Defense Technologies         |         |            |
| 6.50% due 08/04/19                  | 400,000 | 396,000    |
| SIRVA Worldwide, Inc.               |         |            |
| 7.50% due 03/27/19                  | 246,875 | 251,812    |
| Sabre, Inc.                         |         |            |
| 4.00% due 02/19/19                  | 196,508 | 195,525    |
| SI Organization                     |         |            |
| 5.75% due 11/23/19                  | 176,636 | 177,298    |
| Minimax Viking                      |         |            |
| 4.50% due 08/14/20                  | 150,000 | 149,937    |
| Travelport Holdings Ltd.            |         |            |
| 6.25% due 06/26/19                  | 22,994  | 23,338     |
| Global Aviation Holdings, Inc.      |         |            |
| 3.00% due 02/13/187                 | 38,996  | —          |
| 10.00% due 07/13/177                | 119,273 | —          |
| Total Industrial                    |         | 2,746,270  |
| Technology - 0.5%                   |         |            |
| Greenway Medical Technologies       |         |            |
| 6.00% due 11/04/20                  | 646,750 | 645,134    |
| EIG Investors Corp.                 |         |            |
| 5.00% due 11/09/19                  | 443,770 | 443,770    |
| GlobalLogic Holdings, Inc.          |         |            |
| 6.25% due 05/31/19                  | 348,250 | 334,320    |
| Data Device Corp.                   |         |            |
| 5.75% due 07/15/20                  | 300,000 | 299,625    |
| Aspect Software, Inc.               |         |            |
| 7.25% due 05/07/16                  | 276,043 | 275,698    |
| Total Technology                    |         | 1,998,547  |
| Communications - 0.5%               |         |            |
| Cengage Learning Acquisitions, Inc. |         |            |
| 7.00% due 03/31/20                  | 997,500 | 1,003,524  |
| Avaya, Inc.                         |         |            |
| 4.66% due 10/26/17                  | 536,163 | 519,408    |

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

|                                     |         |           |
|-------------------------------------|---------|-----------|
| 6.50% due 03/31/18                  | 443,359 | 444,468   |
| Total Communications                |         | 1,967,400 |
| Consumer, Non-cyclical - 0.3%       |         |           |
| Alberton's Safeway                  |         |           |
| 5.50% due 08/11/21                  | 800,000 | 801,663   |
| Targus Group International,<br>Inc. |         |           |
| 12.00% due 05/24/16                 | 319,551 | 264,429   |
| Mitel Networks Corp.                |         |           |
| 5.25% due 01/31/20                  | 137,065 | 137,194   |
| ABG Intermediate Holdings 2<br>LLC  |         |           |
| 5.50% due 05/27/21                  | 99,750  | 99,501    |
| Hostess Brands                      |         |           |
| 6.75% due 04/09/20                  | 34,913  | 35,785    |
| Total Consumer, Non-<br>cyclical    |         | 1,338,572 |
| Consumer, Cyclical - 0.3%           |         |           |
| Fitness International LLC           |         |           |
| 5.50% due 07/01/20                  | 500,000 | 497,915   |
| American Tire Distributors, Inc.    |         |           |
| 5.75% due 06/01/18                  | 299,345 | 299,345   |

Guggenheim Build America Bonds Managed Duration Trust  
SCHEDULE OF INVESTMENTS (Unaudited)

August 31, 2014

|   | Face<br>Amount | Value      |
|---|----------------|------------|
| SENIOR FLOATING RATE INTERESTS†† - 5.8%                     |                |            |
| (continued)   |                |            |
| Consumer, Cyclical - 0.3% (continued)                       |                |            |
| Navistar, Inc.  |                |            |
| 5.75% due 08/17/17  | \$236,111      | \$238,078  |
| STG-Fairway Acquisitions, Inc.                              |                |            |
| 6.25% due 02/28/19  | 197,501        | 196,020    |
| CKX Entertainment, Inc.                                     |                |            |
| 9.00% due 06/21/17  | 73,800         | 65,313     |
| Fleetpride Corp.  |                |            |
| 9.25% due 05/15/20  | 16,000         | 15,650     |
| Total Consumer, Cyclical                                    |                | 1,312,321  |
| Financial - 0.3%  |                |            |
| Safe-Guard  |                |            |
| 6.25% due 08/19/21  | 600,000        | 596,999    |
| Expert Global Solutions                                     |                |            |
| 8.50% due 04/03/18  | 195,396        | 195,070    |
| Cunningham Lindsey U.S., Inc.                               |                |            |
| 9.25% due 06/10/20  | 155,909        | 155,568    |
| Magic Newco, LLC  |                |            |
| 12.00% due 06/12/19   | 100,000        | 113,125    |
| Total Financial   |                | 1,060,762  |
| Utilities - 0.1%  |                |            |
| Expro Holdings UK 3 Ltd.                                    |                |            |
| 5.75% due 08/12/21  | 400,000        | 400,668    |
| Astoria Generating Company<br>Acquisitions LLC              |                |            |
| 8.50% due 10/26/17  | 90,273         | 92,530     |
| Total Utilities   |                | 493,198    |
| Energy - 0.0%   |                |            |
| PSS Companies   |                |            |
| 5.50% due 01/28/20  | 199,490        | 198,493    |
| Transportation - 0.0%                                       |                |            |
| Travelport Holdings Ltd.                                    |                |            |
| 9.50% due 01/31/16  | 100,000        | 101,846    |
| Total Senior Floating Rate Interests<br>(Cost \$24,022,249) |                | 24,039,958 |
| CORPORATE BONDS†† - 3.8%                                    |                |            |
| Industrial - 1.1%   |                |            |
| Tufts Medical Center, Inc.                                  |                |            |
| 7.00% due 01/01/38  | 1,500,000      | 1,676,441  |

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

|   |           |           |
|---|-----------|-----------|
| Atlas Air 2000-1 Class A Pass<br>Through Trust                      |           |           |
| 8.71% due 07/02/219   | 1,312,519 | 1,391,270 |
| Alion Science & Technology<br>Corp.                                 |           |           |
| 12.00% due 11/01/146,8,9  | 911,191   | 920,941   |
| Tempel Steel Co.  |           |           |
| 12.00% due 08/15/164,9  | 250,000   | 251,875   |
| Atlas Air 1999-1 Class A-1<br>Pass Through Trust                    |           |           |
| 7.20% due 01/02/199   | 93,066    | 97,836    |
| Atlas Air, Inc.   |           |           |
| 8.71% due 01/02/199   | 31,457    | 33,344    |
| Total Industrial  |           | 4,371,707 |
| Basic Materials - 0.8%  |           |           |
| Yamana Gold, Inc.   |           |           |
| 4.95% due 07/15/24  | 3,000,000 | 3,066,747 |
| TPC Group, Inc.   |           |           |
| 8.75% due 12/15/204,9   | 265,000   | 292,163   |
| Mirabela Nickel Ltd.  |           |           |
| 9.50% due 05/20/191   | 80,000    | 80,000    |
| Total Basic Materials   |           | 3,438,910 |
| Industrials - 0.5%  |           |           |
| Delta Air Lines 2011-1 Class B<br>Pass Through Trust                |           |           |
| 7.13% due 10/15/144,9   | 2,000,000 | 2,015,000 |
| Consumer, Cyclical -<br>0.3%  |           |           |
| GRD Holdings III Corp.  |           |           |
| 10.75% due 06/01/194,9  | 980,000   | 1,080,450 |
| Checkers Drive-In Restaurants,<br>Inc.                              |           |           |
| 11.00% due 12/01/174,9  | 150,000   | 166,500   |
| PF Chang's China Bistro, Inc.                                       |           |           |
| 10.25% due 06/30/204,9  | 125,000   | 128,125   |
| Total Consumer, Cyclical  |           | 1,375,075 |
| Consumer, Non-cyclical -<br>0.3%                                    |           |           |
| JBS USA LLC / JBS USA<br>Finance, Inc.                              |           |           |
| 5.88% due 07/15/244   | 500,000   | 500,000   |
| ADT Corp.   |           |           |
| 6.25% due 10/15/219   | 200,000   | 211,500   |
| Symbion, Inc.   |           |           |
| 8.00% due 06/15/169   | 150,000   | 156,188   |
| KeHE Distributors LLC / KeHE<br>Finance Corp.                       |           |           |
| 7.63% due 08/15/214   | 100,000   | 107,500   |
| American Seafoods Group LLC<br>/ American Seafoods Finance,<br>Inc. |           |           |

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

|                                 |         |           |
|---------------------------------|---------|-----------|
| 10.75% due 05/15/164,9          | 100,000 | 100,000   |
| Total Consumer, Non-cyclical    |         | 1,075,188 |
| Technology - 0.2%               |         |           |
| Infor US, Inc.                  |         |           |
| 11.50% due 07/15/189            | 400,000 | 448,500   |
| Aspect Software, Inc.           |         |           |
| 10.63% due 05/15/179            | 290,000 | 295,800   |
| Eagle Midco, Inc.               |         |           |
| 9.00% due 06/15/184,9           | 200,000 | 205,500   |
| Total Technology                |         | 949,800   |
| Financial Institutions -        |         |           |
| 0.2%                            |         |           |
| Columbia Property Trust         |         |           |
| Operating Partnership LP        |         |           |
| 5.88% due 04/01/189             | 750,000 | 791,954   |
| Communications - 0.2%           |         |           |
| SITEL LLC / Sitel Finance Corp. |         |           |
| 11.00% due 08/01/174,9          | 500,000 | 522,500   |

---

Guggenheim Build America Bonds Managed Duration Trust  
SCHEDULE OF INVESTMENTS (Unaudited)

August 31, 2014

|  | Face<br>Amount | Value      |
|--|----------------|------------|
| CORPORATE BONDS†† - 3.8% (continued)   |                |            |
| Communications - 0.2%  |                |            |
| (continued)  |                |            |
| Avaya, Inc.  |                |            |
| 7.00% due 04/01/194  | \$150,000      | \$149,250  |
| Total Communications   |                | 671,750    |
| Financial - 0.1%   |                |            |
| Schahin II Finance Company<br>SPV Ltd.   |                |            |
| 5.88% due 09/25/224  | 464,333        | 452,725    |
| Jefferies Finance LLC / JFIN<br>Company-Issuer Corp.                             |                |            |
| 7.38% due 04/01/204,9  | 125,000        | 130,625    |
| Total Financial  |                | 583,350    |
| Energy - 0.1%  |                |            |
| Summit Midstream Holdings<br>LLC / Summit Midstream<br>Finance Corp.             |                |            |
| 7.50% due 07/01/21   | 200,000        | 220,000    |
| Penn Virginia Resource<br>Partners, LP / Penn Virginia<br>Resource Finance Corp. |                |            |
| 8.38% due 06/01/209  | 138,000        | 153,525    |
| Jones Energy Holdings LLC /<br>Jones Energy Finance Corp.                        |                |            |
| 6.75% due 04/01/224  | 100,000        | 105,500    |
| Midstates Petroleum Co., Inc. /<br>Midstates Petroleum Co., LLC                  |                |            |
| 10.75% due 10/01/209   | 85,000         | 94,031     |
| Total Energy   |                | 573,056    |
| Total Corporate Bonds<br>(Cost \$15,111,505)                                     |                | 15,845,790 |
| COLLATERALIZED MORTGAGE OBLIGATION†† -<br>0.3%                                   |                |            |
| Nomura Resecuritization Trust  |                |            |
| 2012-1R,0.60% due<br>08/27/472,4,9   | 663,636        | 613,863    |
| ACRE Commercial Mortgage<br>Trust 2014-FL2                                       |                |            |
| 2.65% due 08/15/312,4,9  | 500,000        | 500,021    |
| Structured Asset Mortgage Investments II Trust                                   |                |            |

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

|   |        |                |
|---|--------|----------------|
| 2006-AR1,0.39% due                        |        |                |
| 02/25/362                                 | 35,783 | 30,632         |
| Total Collateralized Mortgage Obligation  |        |                |
| (Cost \$1,137,936)                        |        | 1,144,516      |
| Total Investments - 131.3%                |        |                |
| (Cost \$467,966,603)                      |        | \$ 544,552,107 |
| Other Assets & Liabilities, net - (31.3)% |        | (129,770,307)  |
| Total Net Assets - 100.0%                 |        | \$ 414,781,800 |

\* Non-income producing security.

† Value determined based on Level 1 inputs — See Note 3.

†† Value determined based on Level 2 inputs — See Note 3.

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

1 Security was fair valued by the Valuation Committee at August 31, 2014. The total market value of fair valued securities amounts to \$325,001, (cost \$0) or 0.1% of total net assets.

2 Variable rate security. Rate indicated is rate effective at August 31, 2014.

3 Perpetual maturity.

4 Security is a 144A or Section 4(a)(2) security. The total market value of 144A or Section 4(a)(2) securities is \$45,538,839 (cost \$44,264,093), or 11.0% of total net assets.

5 Security has no stated coupon. However, it is expected to receive residual cashflow payments on deal defined payment dates.

6 Payment-in-kind.

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

8 The issuer of this security will accrue interest on the secured note at a rate of 12% annum and will make interest payments as follows: (1) 10% in cash and (2) 2% in-kind shares of the secured note.

9 All or a portion of these securities have been physically segregated in connection with borrowings, reverse repurchase agreements, and unfunded loan commitments. As of August 31, 2014, the total amount segregated was \$296,692,733.

10 Taxable municipal bond issued as part of the Build America Bond program.

plc Public Limited Company

At August 31, 2014, the Fund had the following unfunded loan commitments which could be extended at the option of the borrower:

| Borrower††      | Expiration Date | Principal Amount | Unrealized Depreciation |
|-----------------|-----------------|------------------|-------------------------|
| SI Organization | 11/23/2019      | \$23,364         | \$ (5)                  |

NOTES TO SCHEDULE OF INVESTMENTS (Unaudited)

---

For information on the Guggenheim Build America Bonds Managed Duration Trust's (the "Fund") policy regarding valuation of investments and other significant accounting policies, please refer to the Fund's most recent semiannual or annual shareholder report.

1. Significant Accounting Policies

The following significant accounting policies are in conformity with U.S. generally accepted accounting principles ("U.S. GAAP") and are consistently followed by the Fund. This requires management to make estimates and assumptions that affect the reported amount 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. All time references are based on Eastern Time.

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

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

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

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

Typically loans are valued using information provided by an independent third party pricing service which uses broker quotes. If the pricing service cannot or does not provide a valuation for a particular loan or such valuation is deemed unreliable, such loan is fair valued by the Valuation Committee.

Generally, trading in foreign securities markets is substantially completed each day at various times prior to the close of the NYSE. The values of foreign securities are determined as of the close of such foreign markets or the close of the NYSE, if earlier. All investments quoted in foreign currency are valued in U.S. dollars on the basis of the foreign currency exchange rates prevailing at the close of U.S. business at 4:00 p.m. Investments in foreign securities may involve risks not present in domestic investments. The Valuation Committee will determine the current value of such foreign securities by taking into consideration certain factors which may include those discussed above, as well as the

following factors, among others: the value of the securities traded on other foreign markets, ADR trading, closed-end fund trading, foreign currency exchange activity, and the trading prices of financial products that are tied to foreign securities such as World Equity Benchmark Securities. In addition, under the Valuation Procedures, the Valuation Committee and the Guggenheim Funds Investment Advisors, LLC (“GFIA or the “Adviser”) are authorized to use prices and other information supplied by a third party pricing vendor in valuing foreign securities.

Investments for which market quotations are not readily available are fair valued as determined in good faith by the Adviser, subject to review by the Valuation Committee, pursuant to methods established or ratified by the Board. Valuations in accordance with these methods are intended to reflect each security’s (or asset’s) “fair value.” Each such determination is based on a consideration of all relevant factors, which are likely to vary from one pricing context to another. Examples of such factors may include, but are not limited to: (i) the type of security, (ii) the initial cost of the security, (iii) the existence of any contractual restrictions on the security’s disposition, (iv) the price and extent of public trading in similar securities of the issuer or of comparable companies, (v) quotations or

---

evaluated prices from broker-dealers and/or pricing services, (vi) information obtained from the issuer, analysts, and/or the appropriate stock exchange (for exchange traded securities), (vii) an analysis of the company's financial statements, and (viii) an evaluation of the forces that influence the issuer and the market(s) in which the security is purchased and sold (e.g. the existence of pending merger activity, public offerings or tender offers that might affect the value of the security).

## 2. Fair Value Measurement

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

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

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

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

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

The following tables summarize the inputs used to value the Fund's investments at August 31, 2014:

|                                     | Level 1<br>Investments<br>In<br>Securities | Level 2<br>Investments<br>In Securities | Level 3<br>Investments<br>In<br>Securities | Total                 |
|-------------------------------------|--|---|--|-----------------------|
| <b>Assets</b>                       |  |   |  |                       |
| Corporate Bonds                     | \$-  | \$ 15,765,790                           | \$ 80,000                                  | \$ 15,845,790         |
| Asset Backed Securities             | -  | 33,596,049                              | -  | 33,596,049            |
| Collateralized Mortgage Obligations | -  | 1,144,516                               | -  | 1,144,516             |
| Senior Floating Rate Interests      | -  | 23,794,958                              | 245,000                                    | 24,039,958            |
| Municipal Bonds                     | -  | 462,410,582                             | -  | 462,410,582           |
| Common Stocks                       | 137,951                                    | -                                       | 1  | 137,952               |
| Preferred Stocks                    | 7,373,260                                  | 4,000                                   | -  | 7,377,260             |
| Warrant                             | -  | -                                       | -  | * -                   |
| <b>Total Assets</b>                 | <b>\$ 7,511,211</b>                        | <b>\$ 536,715,895</b>                   | <b>\$ 325,001</b>                          | <b>\$ 544,552,107</b> |
| <b>Liabilities</b>                  |  |   |  |                       |
| Unfunded Commitments                | \$-  | \$ 5                                    | \$-  | \$ 5                  |

\*Market value is less than minimum amount disclosed.

Independent pricing services are used to value a majority of the Fund's investments. When values are not available from a pricing service, they will be determined under the valuation policies that have been reviewed and approved by the Board of Trustees. In any event, values are determined using a variety of sources and techniques, including: market prices; broker quotes; and models which derive prices based on inputs such as prices of securities with comparable maturities and characteristics or based on inputs such as anticipated cash flows or collateral, spread over Treasuries, and other information and analysis.

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

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

---

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

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

| Category                       | Ending Balance at 8/31/14 | Valuation Technique | Unobservable Inputs |
|--------------------------------|---------------------------|---------------------|---------------------|
| Corporate Bonds                | \$80,000                  | Monthly Model Price | Trade Price         |
| Senior Floating Rate Interests | 245,000                   | Monthly Model Price | Trade Price         |

Any remaining level 3 securities held by the Trust and excluded from the table above were not considered material to the Trust.

Significant changes in an indicative quote or trade price would generally result in significant changes in the fair value of the security.

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

At August 31, 2014, the Trust had securities with a total value of \$3,821,167 transfer from Level 3 to Level 2. These transfers were due to the availability of a vendor price.

#### Summary of Fair Value Level 3 Activity

Following is a reconciliation of Level 3 assets for which significant unobservable inputs were used to determine fair value for the period ended August 31, 2014:

|   |             |
|---|-------------|
| Assets:   |             |
| Beginning Balance   | \$6,198,113 |
| Purchases   | 325,000     |
| Sales   | (2,000,000) |
| Paydowns received   | (386,514 )  |
| Total change in unrealized gains or losses included in earnings | 9,569       |
| Transfers out of Level 3  | (3,821,167) |
| Ending Balance  | \$325,001   |

### 3. Federal Income Taxes

At August 31, 2014, cost and related gross unrealized appreciation and depreciation on investments for tax purposes are as follows:

| Cost of Investments for Tax Purposes | Gross Tax Unrealized Appreciation | Gross Tax Unrealized Depreciation | Net Tax Unrealized Appreciation (Depreciation) |
|--------------------------------------|-----------------------------------|-----------------------------------|--|
| \$467,318,049                        | \$77,369,340                      | \$(135,282)                       | \$77,234,058                                   |



Item 2. Controls and Procedures.

- (a) The registrant's principal executive officer and principal financial officer have evaluated the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940, as amended) as of a date within 90 days of the filing date of this report and have concluded, based on such evaluation, that the registrant's disclosure controls and procedures were effective, as of that date, in ensuring that information required to be disclosed by the registrant on this Form N-Q was recorded, processed, summarized and reported within the time periods specified in the Securities and Exchange Commission's rules and forms.
- (b) There was no change in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the Investment Company Act, as amended) that occurred during the registrant's last fiscal quarter that has materially affected or is reasonably likely to materially affect the registrant's internal control over financial reporting.

Item 3. Exhibits.

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

---

SIGNATURES

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

Guggenheim Build America Bonds Managed Duration Trust

By: /s/ Donald C. Cacciapaglia  
Donald C. Cacciapaglia  
Chief Executive Officer

Date: October 30, 2014

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

By: /s/ Donald C. Cacciapaglia  
Donald C. Cacciapaglia  
Chief Executive Officer

Date: October 30, 2014

By: /s/ John L. Sullivan  
John L. Sullivan  
Chief Financial Officer, Chief Accounting Officer and Treasurer

Date: October 30, 2014