

MFS INVESTMENT GRADE MUNICIPAL TRUST

Form N-CSR

February 05, 2008

[Table of Contents](#)

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 811-5785

MFS INVESTMENT GRADE MUNICIPAL TRUST

(Exact name of registrant as specified in charter)

500 Boylston Street, Boston, Massachusetts 02116

(Address of principal executive offices) (Zip code)

Edgar Filing: MFS INVESTMENT GRADE MUNICIPAL TRUST - Form N-CSR

Susan S. Newton

Massachusetts Financial Services Company

500 Boylston Street

Boston, Massachusetts 02116

(Name and address of agents for service)

Registrant's telephone number, including area code: (617) 954-5000

Date of fiscal year end: November 30

Date of reporting period: November 30, 2007

Table of Contents

ITEM 1. REPORTS TO STOCKHOLDERS.

Table of Contents

Annual report

MFS[®] Investment Grade Municipal Trust

(Formerly Colonial Investment Grade Municipal Trust)

11/30/07

CXH-ANN

Table of Contents

MFS[®] Investment Grade Municipal Trust

<u>LETTER FROM THE CEO</u>	1
<u>PORTFOLIO COMPOSITION</u>	2
<u>MANAGEMENT REVIEW</u>	3
<u>PERFORMANCE SUMMARY</u>	6
<u>INVESTMENT OBJECTIVE, PRINCIPAL INVESTMENT STRATEGIES AND RISKS OF THE FUND</u>	8
<u>PORTFOLIO MANAGERS' PROFILES</u>	10
<u>DIVIDEND REINVESTMENT PLAN</u>	11
<u>PORTFOLIO OF INVESTMENTS</u>	13
<u>STATEMENT OF ASSETS AND LIABILITIES</u>	30
<u>STATEMENT OF OPERATIONS</u>	31
<u>STATEMENTS OF CHANGES IN NET ASSETS</u>	32
<u>FINANCIAL HIGHLIGHTS</u>	33
<u>NOTES TO FINANCIAL STATEMENTS</u>	35
<u>REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM</u>	45
<u>TRUSTEES AND OFFICERS</u>	46
<u>BOARD REVIEW OF INVESTMENT ADVISORY AGREEMENT</u>	52
<u>PROXY VOTING POLICIES AND INFORMATION</u>	52
<u>QUARTERLY PORTFOLIO DISCLOSURE</u>	52
<u>FEDERAL TAX INFORMATION</u>	52
<u>MFS[®] PRIVACY NOTICE</u>	53
<u>CONTACT INFORMATION</u> BACK COVER	

New York Stock Exchange Symbol: CXH

NOT FDIC INSURED MAY LOSE VALUE

NO BANK OR CREDIT UNION GUARANTEE NOT A DEPOSIT

NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY OR

NCUA/NCUSIF

Table of Contents

LETTER FROM THE CEO

Dear Shareholders:

The past year has been a great example of why investors should keep their eyes on the long term.

In 2006 the Dow Jones Industrial Average returned 19% and was fairly stable. This year we have seen a greater level of volatility than has been experienced in recent years. The Dow hit several new highs but also experienced swift drops as a global credit crisis swept through markets, spurred by defaults on U.S. subprime loans and a liquidity crunch. Still, even with this volatility, the Dow ended the first three quarters of 2007 with a return near 13%.

U.S. Treasury bonds gained ground, especially in the third quarter as investors sought less risky asset classes. The spreads of many lower-quality debt investments widened.

In 2007 the U.S. dollar fell against the euro, oil prices hit their highest levels yet, and gold spiked to its steepest price in 28 years. Around the globe, stocks sold off as risk aversion mounted. As we have said before, markets can be volatile, and investors should make sure they have an investment plan that can carry them through the peaks and troughs.

If you are focused on a long-term investment strategy, the short-term ups and downs of the markets should not necessarily dictate portfolio action on your part. In our view, investors who remain committed to a long-term plan are more likely to achieve their financial goals.

In any market environment, we believe individual investors are best served by following a three-pronged investment strategy of allocating their holdings across the major asset classes, diversifying within each class, and regularly rebalancing their portfolios to maintain their desired allocations. Of course, these strategies cannot guarantee a profit or protect against a loss. Investing and planning for the long term require diligence and patience, two traits that in our experience are essential to capitalizing on the many opportunities the financial markets can offer through both up and down economic cycles.

Respectfully,

Robert J. Manning

Chief Executive Officer and Chief Investment Officer

MFS Investment Management

January 15, 2008

The opinions expressed in this letter are subject to change, may not be relied upon for investment advice, and no forecasts can be guaranteed.

Table of Contents**PORTFOLIO COMPOSITION****Portfolio structure (f)(i)****Top five industries (i)**

Healthcare Revenue Hospitals	16.2%
State & Local Agencies	11.9%
Healthcare Revenue Long-term Care	8.8%
Utilities Investor Owned	6.6%
Universities Colleges	5.9%

Credit quality of bonds (r)

AAA	35.1%
AA	8.5%
A	15.2%
BBB	22.0%
BB	1.7%
B	1.0%
CCC	0.4%
Not Rated	16.1%

Portfolio facts

Average Duration (d)(i)	7.0
Average Life (i)(m)	11.4 yrs.
Average Maturity (i)(m)	13.6 yrs.
Average Credit Quality of Rated Securities (long-term) (a)	A+
Average Credit Quality of Rated Securities (short-term) (a)	A-1

(a) The average credit quality of rated securities is based upon a market weighted average of portfolio holdings that are rated by public rating agencies.

(d) Duration is a measure of how much a bond's price is likely to fluctuate with general changes in interest rates, e.g., if rates rise 1.00%, a bond with a 5-year duration is likely to lose about 5.00% of its value.

(f) For purposes of this presentation, the cash component includes the total market value of any derivative holdings and may result in negative cash.

(i) For purposes of this presentation, the bond component includes accrued interest amounts.

(m) The average maturity shown is calculated using the final stated maturity on the portfolio's holdings without taking into account any holdings which have been pre-refunded or pre-paid to an earlier date or which have a mandatory put date prior to the stated maturity. The average life shown takes into account these earlier dates.

(r) Each security is assigned a rating from Moody's Investors Service. If not rated by Moody's, the rating will be that assigned by Standard & Poor's. Likewise, if not assigned a rating by Standard & Poor's, it will be based on the rating assigned by Fitch, Inc. For those portfolios that hold a security which is not rated by any of the three agencies, the security is considered Not Rated. Holdings in U.S. Treasuries and

Edgar Filing: MFS INVESTMENT GRADE MUNICIPAL TRUST - Form N-CSR

government agency mortgage-backed securities, if any, are included in the AAA -rating category. Percentages are based on the total market value of investments as of 11/30/07.

* The fund holds short treasury futures with equivalent bond exposure of (36.8)% for the purpose of managing the fund's duration. Percentages are based on net assets, including preferred shares, as of 11/30/07, unless otherwise noted.

The portfolio is actively managed and current holdings may be different.

2

Table of Contents

MANAGEMENT REVIEW

The MFS Investment Grade Municipal Trust (the fund) is a closed-end fund investing primarily in investment-grade municipal debt. Effective close of business June 29, 2007, Massachusetts Financial Services Company, Inc. (MFS Investment Management) became the investment adviser to the fund. Prior to June 30, 2007, Columbia Management Advisors, LLC was the fund's investment adviser.

For the twelve months ended November 30, 2007, shares of the MFS Investment Grade Municipal Trust provided a total return of -3.50%, at net asset value. This compares with a return of 2.71% for the fund's benchmark, the Lehman Brothers Municipal Bond Index. Total return for the fund is also calculated using the New York Stock Exchange price which can differ from the net asset value and accordingly the total return that is calculated based on the net asset value and the New York Stock Exchange price can be different. See the Performance Summary for additional information.

Market Environment

Despite seemingly robust growth rates during the second and third quarters of 2007, underlying economic activity in the U.S. remained muted relative to other major economies. Overall, global economies witnessed moderate to strong growth during the reporting period as domestic demand improved and world trade accelerated.

With the strong global growth, however, concerns emerged about rising global inflation, especially as capacity became more constrained, wages rose, and energy and food prices advanced. During the reporting period, global central banks tightened monetary conditions, which in turn pushed global bond yields to their highest levels during this economic expansion.

However, financial markets - particularly in the mortgage and structured-products areas -experienced substantial volatility in recent months. Beginning in late July, heightened uncertainty and distress concerning the subprime mortgage market caused several global credit markets to tighten up, forcing central banks to inject liquidity and to reassess their tightening biases as sovereign bond yields declined and credit spreads widened. While credit conditions improved somewhat by late October as the Federal Reserve Board cut interest rates, the level of market turbulence remained significant into November. Increased market turmoil was also exacerbated by U.S. home foreclosures and uncertainties surrounding falling housing prices. Despite increased volatility across all asset classes and the widening in credit spreads, U.S. labor markets were resilient and wages rose modestly. More broadly, global equity markets rebounded following summer losses and generally held those gains through the end of the reporting period.

Table of Contents

Management review continued

Factors affecting performance

The fund's longer duration^(d) stance held back relative results as interest rates on municipal bonds with maturities beyond ten years generally increased during the reporting period. This rise in the municipal bond rates was in contrast to what took place in the U.S. Treasury market, where rates declined across the maturity spectrum. Therefore, our strategy to shorten duration using U.S. Treasury futures proved to be another negative factor in relative performance as Treasury prices rose.

Our positioning along the yield curve^(y) was another area of relative weakness. The fund was overweight bonds with longer maturities over the investment period. As the municipal yield curve steepened, the value of longer maturity bonds decreased in value.

The decreased demand for municipal debt during the period also hampered investment results. This lack of demand for municipal debt was a primary reason behind the increase in interest rates on longer-dated municipal bonds. In recent years, non-traditional buyers of municipal bonds, such as arbitragers and leveraged accounts, became important investors in the municipal markets. These investors, in many instances, became net sellers of municipal debt over the investment period. This selling pressure tipped the balance between supply and demand causing rates to rise on the long end of the curve.

Additionally, concerns surrounding insurance companies who guarantee municipal debt came into question. This was caused by spillover from the subprime area. During the investment period, the value of collateralized debt obligations (CDOs) guaranteed by many of the bond insurers decreased substantially in value. This necessitated increases in reserves by the insurers, and a wholesale repricing of insured municipal debt by the markets.

The fund's relative performance was also hurt by holdings of below-investment-grade debt securities. During the reporting period, spreads in these credit sectors widened due to increased uncertainty among higher yielding bonds which caused prices of these securities to depreciate. (The Lehman Brothers Municipal Bond Index is composed of higher-grade securities with no bonds rated below BBB).

Respectfully,

Michael Dawson
Portfolio Manager

Geoffrey Schechter
Portfolio Manager

Note to Shareholders: Effective June 2007, Michael Dawson and Geoffrey Schechter became portfolio managers of the fund.

(d) Duration is a measure of how much a bond's price is likely to fluctuate with general changes in interest rates, e.g., if rates rise 1.00%, a bond with a 5-year duration is likely to lose about 5.00% of its value.

(y) A yield curve graphically depicts the yields of different maturity bonds of the same credit quality and type; a normal yield curve is upward sloping, with short-term rates lower than long-term rates.

Table of Contents

Management review continued

(s) Bonds rated BBB, Baa, or higher are considered investment grade; bonds rated BB, Ba, or below are considered non-investment grade. The primary source for bond quality ratings is Moody's Investors Service. If not available, ratings by Standard & Poor's are used, else ratings by Fitch, Inc. For securities which are not rated by any of the three agencies, the security is considered Not Rated.

The views expressed in this report are those of the portfolio managers only through the end of the period of the report as stated on the cover and do not necessarily reflect the views of MFS or any other person in the MFS organization. These views are subject to change at any time based on market or other conditions, and MFS disclaims any responsibility to update such views. These views may not be relied upon as investment advice or an indication of trading intent on behalf of any MFS portfolio. References to specific securities are not recommendations of such securities, and may not be representative of any MFS portfolio's current or future investments.

Table of Contents**PERFORMANCE SUMMARY** THROUGH 11/30/07

The following chart represents the fund's historical performance in comparison to its benchmark(s). Investment return and principal value will fluctuate, and shares, when sold, may be worth more or less than their original cost; current performance may be lower or higher than quoted. The performance shown does not reflect the deduction of taxes, if any, that a shareholder would pay on fund distributions or the sale of fund shares.

Price Summary

Year Ended 11/30/07	Date	Price
Net Asset Value	11/30/07	\$10.56
	11/30/06	\$11.53
New York Stock Exchange Price	11/30/07	\$ 9.56
	5/04/07 (high) (t)	\$11.33
	11/27/07 (low) (t)	\$ 9.22
	11/30/06	\$10.73

Total Returns vs Index

Year Ended 11/30/07

New York Stock Exchange Price (r)	(6.12)%
Net Asset Value (r)	(3.50)%
Lehman Brothers Municipal Bond Index (f)	2.71%
Lipper General Municipal Debt Funds (Leveraged) Average (b)	(0.77)%

(b) Effective June 30, 2007, MFS no longer compares the fund's performance to a Lipper average as the benchmarks listed above more closely correspond to the fund's investment policies and objectives.

(f) Source: FactSet Research Systems Inc.

(r) Includes reinvestment of dividends and capital gain distributions.

(t) For the period December 1, 2006 through November 30, 2007.

Index Definition

Lehman Brothers Municipal Bond Index – a market capitalization-weighted index that measures the performance of the tax-exempt bond market.

Lipper General Municipal Debt Funds (Leveraged) Average – Funds that invest primarily in municipal debt issues rated in the top four credit ratings. These funds can be leveraged via use of debt, preferred equity, and/or reverse repurchase agreements.

It is not possible to invest directly in an index.

Table of Contents

Performance summary continued

Notes to Performance Summary

The fund's shares may trade at a discount or premium to net asset value. Shareholders do not have the right to cause the fund to repurchase their shares at net asset value. When trust shares trade at a premium, buyers pay more than the net asset value underlying trust shares, and shares purchased at a premium would receive less than the amount paid for them in the event of the fund's liquidation. As a result, the total return that is calculated based on the net asset value and New York Stock Exchange price can be different.

From time to time the fund may receive proceeds from litigation settlements, without which performance would be lower.

In accordance with Section 23(c) of the Investment Company Act of 1940, the fund hereby gives notice that it may from time to time repurchase shares of the fund in the open market at the option of the Board of Trustees and on such terms as the Trustees shall determine.

Table of Contents

INVESTMENT OBJECTIVE, PRINCIPAL INVESTMENT STRATEGIES AND RISKS OF THE FUND

Investment Objective

The fund's objective is to seek high current income exempt from federal income tax, but may also consider capital appreciation. The fund's objective may be changed without shareholder approval.

Principal Investment Strategies

The fund invests, under normal market conditions, at least 80% of its net assets in tax-exempt bonds and tax-exempt notes. This policy may not be changed without shareholder approval. Tax-exempt bonds and notes are municipal instruments, the interest of which is exempt from federal income tax. Interest from the fund's investments may be subject to the federal alternative minimum tax.

MFS (Massachusetts Financial Services Company, the fund's investment adviser) normally invests at least 80% of the fund's net assets in investment grade debt instruments. Investment grade debt instruments are those that are rated at the time of purchase in one of the top four rating categories by Moody's; or if not rated by Moody's, by S&P; or if not rated by Moody's or S&P, by Fitch. If a debt instrument is unrated, MFS may assign a rating which it considers to be equivalent to that of a major credit rating. MFS may also invest in lower quality debt instruments including those that are in default.

MFS may invest 25% or more of the fund's total assets in municipal instruments that finance similar projects, such as those relating to education, healthcare, housing, utilities, water, or sewers.

MFS may use derivatives for different purposes, including to earn income and enhance returns, to increase or decrease exposure to a particular market, to manage or adjust the risk profile of the fund, or as alternatives to direct investments.

MFS uses a bottom-up investment approach in buying and selling investments for the fund. Investments are selected primarily based on fundamental analysis of instruments and their issuers in light of current market, economic, political, and regulatory conditions. Factors considered may include the instrument's credit quality, collateral characteristics, and indenture provisions, and the issuer's management ability, capital structure, leverage, and ability to meet its current obligations. Quantitative analysis of the structure of the instrument and its features may also be considered.

The fund uses leverage through the issuance of preferred shares and investing the proceeds pursuant to its investment strategies.

Table of Contents

Investment Objective, Principal Investment Strategies and Risks of the Fund continued

Principal Risks

The portfolio's yield and share prices change daily based on the credit quality of its investments and changes in interest rates. In general, the value of debt securities will decline when interest rates rise and will increase when interest rates fall. Debt securities with longer maturity dates will generally be subject to greater price fluctuations than those with shorter maturities. Municipal instruments can be volatile and significantly affected by adverse tax or court rulings, legislative or political changes and the financial condition of the issuers and/or insurers of municipal instruments. If the Internal Revenue Service determines an issuer of a municipal security has not complied with applicable tax requirements, interest from the security could become taxable and the security could decline significantly in value. Derivatives can be highly volatile and involve risks in addition to those of the underlying indicators in whose value the derivative is based. Gains or losses from derivatives can be substantially greater than the derivatives' original cost. Lower quality debt securities involve substantially greater risk of default and their value can decline significantly over time. To the extent that investments are purchased with the proceeds from the issuance of preferred shares, the fund's net asset value will increase or decrease at a greater rate than a comparable unleveraged fund. When you sell your shares, they may be worth more or less than the amount you paid for them. Please see the prospectus for further information regarding these and other risk considerations. A copy of the fund's prospectus is available on the EDGAR database on the Securities and Exchange Commission's Internet Web site at <http://www.sec.gov>.

Table of Contents

PORTFOLIO MANAGERS PROFILES

Michael Dawson Investment Officer of MFS; employed in the investment management area of MFS since 1998. Portfolio Manager of the Fund since June 2007.

Geoffrey Schechter Investment Officer of MFS; employed in the investment management area of MFS since 1993. Portfolio Manager of the Fund since June 2007.

Note to shareholders: Effective June 2007, Michael Dawson and Geoffrey Schechter became portfolio managers of the Fund.

Table of Contents

DIVIDEND REINVESTMENT PLAN

Pursuant to the Fund's Dividend Reinvestment Plan (the "Plan"), all shareholders whose shares are registered in their own names will have all distributions reinvested automatically in additional shares of the Fund by Computershare (the "Plan Agent") unless a shareholder elects to receive cash. Shareholders whose shares are held in the name of a broker or nominee will have distributions reinvested automatically by the broker or nominee in additional shares under the Plan, unless the service is not provided by the broker or the nominee or the shareholder elects to receive distributions in cash. If the service is not available, such distributions will be paid in cash. Shareholders whose shares are held in the name of a broker or nominee should contact the broker or nominee for details. All distributions to shareholders who elect not to participate in the Plan will be paid by check mailed directly to the shareholder of record on the record date by the Plan Agent as the dividend disbursing agent.

Non-participants in the Plan will receive distributions in cash. Distributions payable to participants in the Plan will be applied by the Plan Agent, acting as agent for Plan participants, to the purchase of shares of the Fund. Such shares will be purchased by the Plan Agent at the then current market price of such shares in the open market, on the New York Stock Exchange or elsewhere, for the participants' accounts.

Participants in the Plan may withdraw from the Plan upon written notice to the Plan Agent. When a participant withdraws from the Plan or upon termination of the Plan as provided below, certificates for whole shares credited to his account under the Plan will be issued and a cash payment will be made for any fraction of a share credited to such account. A shareholder's notice of election to withdraw from the Plan must be received by the Plan Agent before the record date for a dividend in order to be given effect with respect to that dividend.

In the case of shareholders such as banks, brokers or nominees holding shares for others who are the beneficial owners of those shares, the Plan Agent will administer the Plan on the basis of the number of shares certified from time to time by the shareholder of record as representing the total amount registered in such shareholder's name and held for the account of beneficial owners who are to participate in the Plan.

There is no charge to Plan participants for reinvesting distributions. The Plan Agent's fees for the handling of the reinvestment of distributions will be paid by the Fund. Each participant in the Plan will pay a pro rata share of brokerage commissions incurred with respect to the Plan Agent's open market purchases in connection with the reinvestment of distributions. Purchase orders from the

Table of Contents

Dividend Reinvestment Plan continued

participants in the Plan may be combined with those of other participants and the price paid by any particular participant may be the average of the price paid on various orders executed on behalf of groups of participants in the Plan. The automatic reinvestment of distributions will not relieve participants of any income tax that may be payable on such dividends or distributions.

The Plan may be amended or terminated on 30 days written notice to Plan participants. Contact the Plan Agent for additional information regarding the Plan. All correspondence concerning the Plan should be directed to Computershare Trust Company, N.A. by mail at P.O. Box 43078, Providence, RI 02940-3078, or by phone at 1-800-637-2304.

Table of Contents**PORTFOLIO OF INVESTMENTS**

11/30/07

The Portfolio of Investments is a complete list of all securities owned by your fund. It is categorized by broad-based asset classes.

Municipal Bonds - 146.2%

Issuer	Shares/Par	Value (\$)
Airport & Port Revenue - 2.8%		
Massachusetts Port Authority Rev., 5.75%, 2010 (c)(u)	\$ 2,000,000	\$ 2,120,140
New York, NY, City Industrial Development Authority Rev. (Terminal One Group Assn.), 5.5%, 2021	250,000	263,640
Port Authority of NY & NJ, Special Obligations Rev. (JFK International Airport Terminal-6), MBIA, 6.25%, 2008	1,000,000	1,023,650
		\$ 3,407,430
General Obligations - General Purpose - 8.1%		
Chicago, IL (Emergency Telecommunications Systems), FGIC, 5.5%, 2023	\$ 1,000,000	\$ 1,141,650
Chicago, IL, A, AMBAC, 6.25%, 2014	1,480,000	1,700,860
Commonwealth of Massachusetts, C, 5.25%, 2017	1,000,000	1,119,660
Commonwealth of Puerto Rico, Public Improvement, FSA, 5.5%, 2017	1,000,000	1,137,900
Commonwealth of Puerto Rico, Public Improvement, A, 5%, 2012 (a)	415,000	425,890
Highlands Ranch, CO, Metropolitan District, FSA, 6.5%, 2011	650,000	717,132
Highlands Ranch, CO, Metropolitan District, ETM, FSA, 6.5%, 2011 (c)	725,000	803,184
New York, NY, Prerefunded, J, 5.5%, 2013 (c)	145,000	160,818
New York, NY, Unrefunded Balance, J, 5.5%, 2018	355,000	383,368
Puerto Rico Infrastructure Financing Authority, B, 5%, 2026	750,000	753,608
St. Clair County, IL, Capital Appreciation, FGIC, 0%, 2016 (f)	2,000,000	1,404,120
State of California, 5.75%, 2019	70,000	70,329
		\$ 9,818,519
General Obligations - Improvement - 1.3%		
St. Clair County, IL, Public Building Capital Appreciation, B, FGIC, 0%, 2013	\$ 2,000,000	\$ 1,595,380
General Obligations - Schools - 4.7%		
Garden City, MI, School District, 5.5%, 2011 (c)	\$ 325,000	\$ 348,491
Modesto, CA, High School District (Stanilaus County), A, FGIC, 0%, 2019	1,350,000	811,944
Pomona, CA, Unified School District, A, MBIA, 6.45%, 2022	1,000,000	1,236,460
St. Johns, MI, Public Schools, FGIC, 5.1%, 2025	1,000,000	1,103,550
West Contra Costa, CA, Unified School District, B, MBIA, 6%, 2024	250,000	299,693
Will County, IL, School District (Channahon), AMBAC, 8.5%, 2015	1,400,000	1,855,406
		\$ 5,655,544
Healthcare Revenue - Hospitals - 23.6%		
Allegheny County, PA, Hospital Development Authority Rev. (West Penn Allegheny Health), A, 5.375%, 2040	\$ 405,000	\$ 367,205

13

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Municipal Bonds - continued		
Healthcare Revenue - Hospitals - continued		
Augusta County, VA, Industrial Development Authority (Augusta Health Care, Inc.), 5.25%, 2019	\$ 1,000,000	\$ 1,081,030
California Health Facilities Financing Authority Rev. (Catholic Healthcare West), I , 4.95%, 2026 (a)	200,000	211,234
Cass County, MO, Hospital Rev., 5.625%, 2038	135,000	134,505
Colorado Health Facilities Authority Rev. (National Jewish Medical & Research Center), 5.375%, 2029	250,000	242,480
Colorado Health Facilities Authority Rev. (Parkview Medical Center), 5%, 2025	250,000	250,105
Colorado Health Facilities Authority Rev. (Vail Valley Medical Center), 5%, 2020	250,000	248,640
Delaware Health Facilities Authority Rev. (Beebe Medical Center Project), A , 5%, 2016	500,000	511,390
Glendale, AZ, Industrial Development Authority (John C. Lincoln Health), 5%, 2042	210,000	191,953
Health Care Authority for Baptist Health, AL, D , 5%, 2021	850,000	859,979
Henderson, NV, Health Care Facilities Rev. (Catholic West), A , 6.75%, 2010 (c)	440,000	481,175
Henderson, NV, Health Care Facilities Rev. (Catholic West), A , 6.75%, 2010 (c)	60,000	65,186
Hillsborough County, FL, Industrial Development Tampa General Hospital Project Rev., 5%, 2021	400,000	409,140
Illinois Development Finance Authority Hospital Rev. (Adventist Health Systems Sunbelt Obligatory), 5.5%, 2009 (c)	900,000	946,116
Illinois Health Facilities Authority Rev. (Swedish American Hospital), 6.875%, 2010 (c)	500,000	539,965
Indiana Health & Educational Facilities Authority, Hospital Rev. (Community Foundation of Northwest Indiana), 5.5%, 2037	845,000	808,276
Indiana Health & Educational Facilities Financing Authority Rev. (Jackson County Schneck Memorial Hospital), A , 5.25%, 2036	350,000	354,858
Indiana Health Facilities Financing Authority Rev. (Community Foundation of Northwest Indiana), A , 6%, 2034	150,000	152,222
Louisiana Public Facilities Authority Hospital Rev. (Lake Charles Memorial Hospital), 6.375%, 2034	380,000	386,870
Louisiana Public Facilities Authority Rev. (Touro Infirmary Project), A , 5.625%, 2029	500,000	492,870
Lufkin, TX, Health Facilities Development Corp. Rev. (Memorial Health System), 5.5%, 2032	45,000	44,817
Lufkin, TX, Health Facilities Development Corp. Rev. (Memorial Health System), 5.5%, 2037	45,000	44,480
Maryland Health & Higher Educational Facilities Authority Rev. (Adventist Healthcare), A , 5%, 2016	250,000	252,468

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Municipal Bonds - continued		
Healthcare Revenue - Hospitals - continued		
Maryland Health & Higher Educational Facilities Authority Rev. (Adventist Healthcare), A , 5.75%, 2025	\$ 250,000	\$ 254,468
Maryland Health & Higher Educational Facilities Authority Rev. (Mercy Medical Center), A , 5.5%, 2042	300,000	290,529
Maryland Health & Higher Educational Facilities Authority Rev. (University of Maryland Medical System), 6.75%, 2010 (c)	250,000	273,913
Massachusetts Health & Educational Facilities Authority Rev. (Civic Investments, Inc.), A , 9%, 2012 (c)	250,000	297,958
Massachusetts Health & Educational Facilities Authority Rev. (Milford Whitinsville Regional), C , 5.75%, 2013	500,000	511,990
Massachusetts Health & Educational Facilities Authority Rev. (South Shore Hospital), F , 5.75%, 2029	1,000,000	1,029,900
Michigan Hospital Finance Authority Rev. (Oakwood Obligated Group), 5.5%, 2018	400,000	424,996
New Hampshire Health & Educational Facilities Authority Rev. (Catholic Medical Center), A , 6.125%, 2012 (c)	440,000	494,732
New Hampshire Health & Educational Facilities Authority Rev. (Catholic Medical Center), A , 6.125%, 2032	60,000	61,939
New Hampshire Health & Educational Facilities Authority Rev. (Memorial Hospital at Conway), 5.25%, 2036	300,000	282,294
New York Dormitory Authority Rev. (North Shore Long Island Jewish Group), 5.5%, 2013 (c)	100,000	110,651
New York Dormitory Authority Rev., Non State Supported Debt (Mt. Sinai NYU Health), 5.5%, 2026	200,000	200,302
New York Dormitory Authority Rev., Non State Supported Debt (Mt. Sinai NYU Health), C , 5.5%, 2026	300,000	300,453
Orange County, FL, Health Facilities Authority Rev. (Orlando Regional Healthcare), 5.75%, 2012 (c)	150,000	166,050
Orange County, FL, Health Facilities Authority Rev. (Orlando Regional Healthcare), C , MBIA, 6.25%, 2013	720,000	818,158
Orange County, FL, Health Facilities Authority Rev. (Orlando Regional Healthcare), C , ETM, 6.25%, 2013 (c)	1,740,000	2,000,843
Orange County, FL, Health Facilities Authority Rev. (Orlando Regional Healthcare), E , 6%, 2009 (c)	5,000	5,285
Orange County, FL, Health Facilities Authority Rev. (Orlando Regional Healthcare), E , 6%, 2026	170,000	176,878
Philadelphia, PA, Hospitals & Higher Education Facilities Authority Rev. (Temple University Hospital), A , 5.5%, 2030	465,000	453,826
Rhode Island Health & Educational Building Corp., Hospital Financing (Lifespan Obligated Group), 6.375%, 2012 (c)	435,000	492,303
Rhode Island Health & Educational Building Corp., Hospital Financing (Lifespan Obligated Group), 6.375%, 2021	65,000	70,645

15

Table of Contents

Portfolio of Investments continued

Issuer	Shares/Par	Value (\$)
Municipal Bonds - continued		
Healthcare Revenue - Hospitals - continued		
Saline County, MO, Industrial Development Authority Rev. (John Fitzgibbon Memorial Hospital, Inc.), 5.625%, 2035	\$ 500,000	\$ 481,070
Skagit County, WA, Public Hospital District No. 001, 5.375%, 2032	65,000	65,887
South Broward, FL, Hospital District Rev., 5.75%, 2012 (c)	1,000,000	1,096,760
South Carolina Jobs, Economic Development Authority (Bon Secours - St. Francis Medical Center), 5.5%, 2023	500,000	522,380
South Dakota Health & Educational Facilities Authority Rev. (Sioux Valley Hospitals & Health Systems), A, 5.25%, 2034	250,000	253,163
Southwestern, IL, Development Authority Rev. (Anderson Hospital), 5.375%, 2015	380,000	387,304
Southwestern, IL, Development Authority Rev. (Anderson Hospital), 5.125%, 2036	1,000,000	925,780
St. Paul, MN, Housing & Redevelopment Authority Healthcare Facilities Rev. (Healthpartners Obligations Group), 5.25%, 2023	325,000	324,649
St. Paul, MN, Housing & Redevelopment Authority Hospital Rev. (Healtheast), 5.15%, 2020	250,000	242,415
St. Paul, MN, Housing & Redevelopment Authority Hospital Rev. (Healtheast), A, 5.7%, 2015	250,000	252,768
St. Paul, MN, Port Authority Lease Rev. (Regions Hospital), 1, 5%, 2036	675,000	617,483
Sullivan County, TN, Health Educational & Housing Facilities Board Hospital Rev. (Wellmont Health Systems Project), C, 5.25%, 2026	1,000,000	998,730
Sumner County, TN, Health, Educational & Housing Facilities Board Rev. (Sumner Regional Health), A, 5.5%, 2046	1,000,000	956,780
Turlock, CA, Health Facilities Rev. (Emanuel Medical Center), 5.375%, 2034	500,000	492,625
Tyler, TX, Health Facilities Development Corp. (East Texas Medical Center), A, 5.25%, 2032	265,000	251,925
Tyler, TX, Health Facilities Development Corp. (East Texas Medical Center), A, 5.375%, 2037	220,000	210,692
University of Kansas Hospital Authority Health Facilities Rev. (KU Health Systems), 5.625%, 2012 (c)	500,000	550,125
University of Kansas Hospital Authority Health Facilities Rev. (KU Health Systems), 5%, 2036	500,000	491,720
Washington State Health Care Facilities Authority Rev. (Mason Medical), A, 6.25%, 2042	570,000	560,019
Wisconsin Health & Educational Facilities Authority Rev. (Aurora Health Care, Inc.), 6.4%, 2033	175,000	181,965
Wisconsin Health & Educational Facilities Authority Rev. (Fort Healthcare, Inc. Project), 5.375%, 2018	385,000	393,235
Wisconsin Health & Educational Facilities Authority Rev. (Wheaton Franciscan Healthcare), B, 5.125%, 2030	195,000	186,055

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Municipal Bonds - continued		
Healthcare Revenue - Hospitals - continued		
Wisconsin Health & Educational Facilities Authority Rev. (Wheaton Franciscan Services), A , 5.125%, 2033	\$ 490,000	\$ 464,192
		\$ 28,702,799
Healthcare Revenue - Long Term Care - 12.9%		
Abilene, TX, Health Facilities Development Corp., Retirement Facilities Rev. (Sears Methodist Retirement), A , 7%, 2033	\$ 500,000	\$ 523,705
Bexar County, TX, Health Facilities Development Corp. (Army Retirement Residence), 5%, 2033	760,000	703,228
Bucks County, PA, Industrial Development Authority, Retirement Community Rev. (Ann s Choice, Inc.), 6.125%, 2025	500,000	508,700
Capital Projects Finance Authority, FL (Glenridge on Palmer Ranch), A , 8%, 2012 (c)	500,000	596,825
Chartiers Valley, PA, Industrial & Commercial Development Authority Rev. (Friendship Village South), A , 5.25%, 2013	500,000	497,775
Chester County, PA, Industrial Development Authority Rev. (RHA Nursing Home), 8.5%, 2032	730,000	748,783
Cole County, MO, Industrial Development Authority, Senior Living Facilities Rev. (Lutheran Senior Services), 5.5%, 2035	500,000	502,290
Colorado Health Facilities Authority Rev. (Covenant Retirement Communities, Inc.), 5%, 2016	860,000	864,498
Connecticut Development Authority First Mortgage Gross Rev., Health Care Project (The Elim Park Baptist, Inc. Project), 5.75%, 2023	250,000	259,078
Delaware County, PA, Industrial Development Authority Rev. (Care Institute-Main Line LLC), 9%, 2031 (d)	535,000	395,916
Delaware Economic Development Authority Healthcare Facilities Rev. (Churchman Village Project), A , 10%, 2021	810,000	809,692
Fulton County, GA, Residential Care Facilities (Canterbury Court), A , 6.125%, 2034	250,000	246,603
Fulton County, GA, Residential Care Facilities, First Mortgage (Lenbrook Square Foundation, Inc.), A , 5%, 2029	270,000	241,156
Illinois Finance Authority Rev. (Hoosier Care, Inc.), A , 7.125%, 2034	445,000	448,734
Illinois Finance Authority Rev. (Washington & Jane Smith Community), A , 6.25%, 2035	500,000	504,955
Illinois Health Facilities Authority Rev. (Lutheran Senior Ministries, Inc.), 7.375%, 2011 (c)	250,000	287,265
Illinois Health Facilities Authority Rev. (Washington & Jane Smith Community), A , 7%, 2032	250,000	263,738
Johnson City, TN, Health & Educational Facilities Board (Appalachian Christian Village), A , 6.25%, 2032	250,000	256,410
Juneau, AK, City & Boro Non-recourse Rev. (St. Ann s Care Project), 6.875%, 2025	455,000	440,654

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Municipal Bonds - continued		
Healthcare Revenue - Long Term Care - continued		
Kentwood, MI, Economic Development Ltd. (Holland Home), A , 5.375%, 2036	\$ 500,000	\$ 479,810
La Verne, CA, COP (Brethren Hillcrest Homes), B , 6.625%, 2025	350,000	369,215
Lee County, FL, Industrial Development Authority Health Care Facilities Rev. (Shell Point Village), A , 5.5%, 2009 (c)	175,000	183,696
Massachusetts Development Finance Agency Rev. (Loomis Communities, Inc.), A , 5.625%, 2015	200,000	202,588
Montana Facility Finance Authority Rev. (St. Johns Lutheran), A , 6.125%, 2036	200,000	202,064
Montgomery County, PA, Industrial Development Authority Rev. (Whitemarsh Continuing Care), 6.125%, 2028	200,000	203,744
Montgomery County, PA, Industrial Development Authority Rev. (Whitemarsh Continuing Care), 6.25%, 2035	300,000	305,154
New Jersey Economic Development Authority Rev. (Lions Gate), A , 5.875%, 2037	100,000	99,511
New Jersey Economic Development Authority Rev. (Lions Gate), A , 5.75%, 2025	310,000	311,054
New Jersey Economic Development Authority Rev., First Mortgage (Winchester), A , 5.75%, 2024	350,000	355,954
North Carolina Community Medical Care Facilities Rev. (DePaul Community Facilities), 6.125%, 2028	500,000	510,960
North Carolina Medical Care Commission Retirement Facilities Rev. (United Methodist Retirement Homes, Inc.), 5.25%, 2024	250,000	239,998
Savannah, GA, Economic Development Authority Rev. (Marshes Of Skidway), A , 7.4%, 2024	250,000	266,525
Shelby County, TN, Health, Educational & Housing Facilities Board Rev. (Germantown Village), A , 7.25%, 2034	150,000	152,027
Shelby County, TN, Health, Educational & Housing Facilities Board Rev. (Trezevant Manor), A , 5.75%, 2037	500,000	478,040
South Carolina Jobs & Economic Development Authority, Health Facilities Rev. (Wesley Commons), 5.3%, 2036	250,000	220,843
Suffolk County, NY, Industrial Development Agency, Civic Facilities Rev. (Gurwin Jewish Phase II), 6.7%, 2039	500,000	530,595
Suffolk, VA, Industrial Development Authority, Retirement Facilities Rev. (Lake Prince Center, Inc.), 5.3%, 2031	250,000	237,678
Tarrant County, TX, Cultural Education Facilities Finance Corp. (Edgemere Project), A , 6%, 2036	250,000	247,953
Westminster, MD, Economic Development Rev. (Carroll Lutheran Village), A , 5.875%, 2021	500,000	511,330
Winchester, VA, Industrial Development Authority Rev., Residential Care Facilities (Westminster-Canterbury), A , 5.3%, 2035	250,000	233,343

Table of Contents

Portfolio of Investments continued

Issuer	Shares/Par	Value (\$)
Municipal Bonds - continued		
Healthcare Revenue - Long Term Care - continued		
Wisconsin Health & Educational Facilities Authority Rev. (Three Pillars Senior Communities), 5.6%, 2023	\$ 300,000	\$ 305,232
		\$ 15,747,319
Human Services - 0.2%		
Massachusetts Development Finance Agency Rev. (Evergreen Center, Inc.), 5%, 2024	\$ 250,000	\$ 236,765
Industrial Revenue - Airlines - 0.8%		
Charlotte, NC, Douglas International Airport Special Facilities Rev. (U.S. Airways, Inc.), 7.75%, 2028	\$ 500,000	\$ 519,325
New Jersey Economic Development Authority Special Facilities Rev. (Continental Airlines, Inc.), 6.25%, 2019	500,000	489,760
		\$ 1,009,085
Industrial Revenue - Chemicals - 0.4%		
Brazos River, TX, Harbor Navigation District (Dow Chemical Co.), B-2, 4.95%, 2033	\$ 500,000	\$ 490,060
Industrial Revenue - Environmental Services - 0.4%		
Ohio Solid Waste Rev. (Republic Services, Inc.), 4.25%, 2033 (a)	\$ 500,000	\$ 487,790
Industrial Revenue - Other - 4.9%		
Gulf Coast, TX, Industrial Development Authority Rev. (Citgo Petroleum Corp.), 8%, 2028	\$ 250,000	\$ 271,823
Houston, TX, Industrial Development Corp. (United Parcel Service, Inc.), 6%, 2023	355,000	361,422
Indianapolis, IN, Airport Authority Rev., Special Facilities (FedEx Corp.), 5.1%, 2017	250,000	256,770
Michigan Strategic Funding Ltd Obligatory Rev. (Michigan Sugar Comp. Carrollton), 6.55%, 2025	250,000	252,275
Mississippi Business Finance Corp. (Northrop Grumman Ship Systems), 4.55%, 2028	2,000,000	1,837,500
Missouri Development Finance Board Solid Waste Disposal Rev. (Proctor & Gamble Paper Products), 5.2%, 2029	250,000	267,030
New Jersey Economic Development Authority Rev. (GMT Realty LLC), B, 6.875%, 2037	500,000	526,300
Toledo Lucas County, OH, Authority Port Rev., Facilities (CSX, Inc. Project), 6.45%, 2021	1,000,000	1,112,790
Washington County, NE, Wastewater Facilities Rev. (Cargill, Inc. Project), 5.9%, 2027	1,000,000	1,066,730
		\$ 5,952,640

Table of Contents

Portfolio of Investments continued

Issuer	Shares/Par	Value (\$)
Municipal Bonds - continued		
Industrial Revenue - Paper - 1.4%		
Camden, AL, Industrial Development Board Exempt Facilities Rev., B (Weyerhaeuser Co.), 6.375%, 2024	\$ 275,000	\$ 295,389
Camden, AR, Environmental Improvement Rev. (International Paper Co.), A, 5%, 2018	500,000	499,145
Escambia County, FL, Environmental Import Rev. (International Paper Co.), 5.75%, 2027	250,000	252,725
Lowndes County, MS, Solid Waste Disposal & Pollution Control Rev. (Weyerhaeuser Co.), B, 6.7%, 2022	325,000	377,003
Rockdale County, GA, Development Authority Project Rev. (Visy Paper Project), A, 6.125%, 2034	320,000	321,638
		\$ 1,745,900
Miscellaneous Revenue - Entertainment & Tourism - 0.9%		
Cabazon Band Mission Indians, CA, 8.375%, 2015 (z)	\$ 100,000	\$ 106,024
Cabazon Band Mission Indians, CA, 8.75%, 2019 (z)	360,000	380,390
Cow Creek Band Umpqua Tribe of Indians, OR, C, 5.625%, 2026 (n)	350,000	345,811
New York Liberty Development Corp. Rev. (National Sports Museum), A, 6.125%, 2019	250,000	255,718
		\$ 1,087,943
Miscellaneous Revenue - Other - 2.9%		
Boston, MA, Industrial Development Financing Authority Rev. (Crosstown Center Project), 6.5%, 2035	\$ 275,000	\$ 277,948
District of Columbia Rev. (Smithsonian Institution), 5%, 2028	1,000,000	1,009,550
Louisiana Public Facilities Authority Rev. (Pennington Medical Foundation Project), 5%, 2021	1,000,000	1,025,900
New York Convention Center Operating Corp. (Yale Building), ETM, 0%, 2008 (c)	700,000	688,520
Summit County, OH, Port Authority Building Rev. (Seville Project), A, 5.1%, 2025	465,000	463,921
V Lakes Utility District Ranking Water Systems Rev., 8.25%, 2037	85,000	83,022
		\$ 3,548,861
Multi-Family Housing Revenue - 8.3%		
Broward County, FL, Housing Finance Authority Rev. (Chaves Lakes Apartments Ltd.), A, 7.5%, 2040	\$ 500,000	\$ 521,200
Capital Trust Agency, FL, Housing Authority Rev. (Atlantic Housing Foundation), C, 5.875%, 2028	375,000	381,030
Charter Mac Equity Issuer Trust, 6.3%, 2019 (n)	500,000	545,935
Charter Mac Equity Issuer Trust, B, 7.6%, 2010 (a)(n)	500,000	540,970
Clay County, FL, Housing Finance Authority Rev. (Madison Commons Apartments), A, 7.45%, 2040	245,000	253,575
District of Columbia Housing Finance Agency (Henson Ridge), 5.1%, 2037	500,000	493,240

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Municipal Bonds - continued		
Multi-Family Housing Revenue - continued		
Durham, NC, Durham Housing Authority Rev. (Magnolia Pointe Apartments), 5.65%, 2038 (a)	\$ 400,000	\$ 385,224
GMAC Municipal Mortgage Trust, B-1, 5.6%, 2039 (a)(n)	500,000	518,910
Massachusetts Housing Finance Agency Rev., B, 5%, 2030	455,000	459,768
Massachusetts Housing Finance Agency Rev., E, 5%, 2028	250,000	248,073
Montgomery County, OH, Multi-Family Housing Rev. (Chevy Chase Apartments), 4.95%, 2035	250,000	249,170
Munimae TE BD Subsidiary LLC, 5.5%, 2049 (a)(n)	1,000,000	1,028,050
New Mexico Mortgage Finance Authority, Multi-Family Housing Rev. (Sun Pointe Apartments), E, 4.8%, 2040	500,000	468,665
New York, NY, City Housing Development Corp., F-1, 4.65%, 2025	500,000	492,215
North Carolina Medical Care Commission, Health Care Facilities Rev., A, (ARC), 5.8%, 2034	655,000	678,704
Pass-Through Certificates, 1993, 8.5%, 2016 (z)	227,741	226,470
Seattle, WA, Housing Authority Rev., Capped Fund Program (High Rise Rehab), I, FSA, 5%, 2025	500,000	494,730
Tacoma, WA, Housing Authority Multifamily Rev. (HSG-GNMA Collateral Mortgage Loans Redwood), 5.05%, 2037	1,040,000	1,017,962
White Bear Lake, MN, Multi-Family Housing Rev. (Birch Lake), A, 10.25%, 2019	775,000	767,250
White Bear Lake, MN, Multi-Family Housing Rev. (Birch Lake), B, 0%, 2019	663,000	301,771
		\$ 10,072,912
Sales & Excise Tax Revenue - 3.9%		
Bolingbrook, IL, Sales Tax Rev., 0% to 2008, 6.25% to 2024	\$ 250,000	\$ 246,878
New York Local Government Assist Corp., E, 5%, 2021	3,000,000	3,267,480
Tampa, FL, Sports Authority Rev. (Sales Tax-Tampa Bay Arena), MBIA, 5.75%, 2025	1,000,000	1,189,490
Wyandotte County, KS, Unified Government Special Obligation Rev. (Sales Tax - Second Lien Area B), 5%, 2020	100,000	99,586
		\$ 4,803,434
Single Family Housing - Local - 0.8%		
Chicago, IL, Single Family Mortgage Rev., A, GNMA, 7.15%, 2031	\$ 20,000	\$ 20,184
Minneapolis & St. Paul Housing Authority Rev. (City Living), A-2, GNMA, 5%, 2038	493,864	477,260
Pittsburgh, PA, Urban Redevelopment Authority Rev., C, 4.8%, 2028	500,000	496,120
		\$ 993,564
Single Family Housing - State - 2.4%		
Colorado Housing & Finance Authority Rev. (Single Family Project), B-2, 7.25%, 2031	\$ 55,000	\$ 58,433

Table of Contents

Portfolio of Investments continued

Issuer	Shares/Par	Value (\$)
Municipal Bonds - continued		
Single Family Housing - State - continued		
Maine Housing Authority Mortgage, A-2, 4.95%, 2027	\$ 500,000	\$ 491,895
Montana Board Housing (Single Family Mortgage), A, 5%, 2036	895,000	867,255
North Dakota Housing Finance Agency Rev., A, 4.85%, 2021	500,000	493,625
Tennessee Housing Development Agency (Homeownership Program 2007), 4.65%, 2027	1,000,000	955,390
		\$ 2,866,598
Solid Waste Revenue - 1.9%		
Delaware County, PA, Industrial Development Authority Rev. (American Ref-Fuel), A, 6.1%, 2013	\$ 1,000,000	\$ 1,020,680
Massachusetts Industrial Finance Agency Res Recovery Rev. (Ogden Haverhill Project), A, 5.45%, 2012	1,250,000	1,266,463
		\$ 2,287,143
State & Agency - Other - 0.2%		
Commonwealth of Puerto Rico (Mepsi Campus), A, 6.25%, 2024	\$ 100,000	\$ 103,324
Commonwealth of Puerto Rico (Mepsi Campus), A, 6.5%, 2037	100,000	103,382
		\$ 206,706
State & Local Agencies - 17.5%		
Andover, MN, Economic Development Authority Public Facilities Lease Rev. (Andover Community Center), 5%, 2014 (j)	\$ 355,000	\$ 381,153
Andover, MN, Economic Development Authority Public Facilities Lease Rev. (Andover Community Center), 5%, 2019 (c)	245,000	256,468
Arizona Game & Fish Department (AGF Administration Building Project), 5%, 2026	900,000	925,236
Berkeley County, SC, School District Installment Lease (Securing Assets for Education), 5%, 2028	500,000	507,485
Compton, CA, COP (Civic Center), A, 5.5%, 2015	500,000	512,140
Dorchester County, SC, School District No. 2, Growth Remedy Opportunity Tax Hike, 5.25%, 2029	250,000	256,910
Golden State, CA, Tobacco Securitization Corp., Tobacco Settlement Rev., Enhanced, B, 5.5%, 2013 (c)	500,000	550,070
Hibbing, MN, Economic Development Authority Rev. (Public Project Hibbing Lease Obligations), 6.4%, 2012	335,000	335,345
Indiana Office Building Commission Correction Facilities Program Rev. (Women's Prison), B, AMBAC, 6.25%, 2016	2,820,000	3,237,586
Kentucky Property & Buildings Commission Rev. (Project 73), 5.5%, 2014	455,000	488,793
Lancaster Educational Assistance Program, Inc., School District Lancaster County Project, 5%, 2026	550,000	549,329
Laurens County, SC, School District No. 55, Installment Purchase Rev., 5.25%, 2030	350,000	354,554

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Municipal Bonds - continued		
State & Local Agencies - continued		
Los Angeles County, CA, Schools Regionalized Business Services Corp. (Capital Appreciation-Pooled Financing), A, AMBAC, 0%, 2021	\$ 2,135,000	\$ 1,136,653
Missouri Development Finance Board Infrastructure Facilities Rev. (Eastland Center Project), A, 5%, 2021	570,000	591,911
Montana Facilities Finance Authority Healthcare Facilities Rev. (Master Loan Program Children s Home), B, 4.75%, 2024	250,000	251,185
New York Dormitory Authority Rev. (City University) A, 5.75%, 2018	5,000,000	5,620,150
New York Dormitory Authority Rev., State University Facilities, C, FSA, 5.75%, 2017	1,000,000	1,162,130
New York Urban Development Corp. Rev. (St. Facilities), 5.6%, 2015	1,000,000	1,101,860
Newberry, SC, Investing in Children s Education (Newberry County School District Program), 5%, 2030	350,000	345,293
St. Louis, MO, Industrial Development Authority Leasehold Rev. (Convention Center Hotel), AMBAC, 0%, 2018	300,000	189,630
Utah Building Ownership Authority Lease Rev. (St. Facilities Master Lease Program), C, FSA, 5.5%, 2019	1,750,000	1,960,438
West Virginia Building Commission Lease Rev. (WV Regional Jail), A, AMBAC, 5.375%, 2018	500,000	559,240
		\$ 21,273,559
Student Loan Revenue - 2.5%		
Connecticut Higher Education Supplemental Loan Authority Rev. (Senior Family Education Loan Program), A, MBIA, 4.25%, 2019	\$ 1,415,000	\$ 1,376,187
Nebhelp, Inc. Nebraska Rev. Jr., A-6, MBIA, 6.45%, 2018	1,500,000	1,606,800
		\$ 2,982,987
Tax - Other - 3.9%		
Dallas County, TX, Flood Control District, 7.25%, 2032	\$ 500,000	\$ 511,625
Dona Ana County, NM, Gross Receipts Tax Rev., AMBAC, 5.5%, 2015	1,000,000	1,121,660
Hoffman Estates, IL, Park District Debt Certificate, 5%, 2016	500,000	525,245
New Jersey Economic Development Authority Rev. (Cigarette Tax), 5.75%, 2029	500,000	502,605
New York, NY, City Transitional Finance Authority Rev., A, 5%, 2026	1,960,000	2,031,971
		\$ 4,693,106
Tax Assessment - 6.4%		
Atlanta, GA, Tax Allocation (Eastside Project), A, 5.625%, 2016	\$ 400,000	\$ 398,832
Celebration Community Development District, FL, A, 6.4%, 2034	235,000	252,341
Chicago, IL, Tax Increment Allocation (Pilsen Redevelopment), B, 6.75%, 2022	610,000	635,614
Coralville, IA, Urban Renewal Rev., Tax Increment, C, 5.125%, 2039	500,000	483,695
Double Branch Community Development District, FL, A, 6.7%, 2034	320,000	352,934

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Municipal Bonds - continued		
Tax Assessment - continued		
Du Page County, IL, Special Service Area (Monarch Landing Project), 5.4%, 2016	\$ 250,000	\$ 246,565
Grand Bay at Doral Community Development, FL, B , 6%, 2017	405,000	385,965
Heritage Harbour North Community Development District, FL, Capital Improvement Rev., 6.375%, 2038	140,000	134,113
Huntington Beach, CA, Community Facilities District, Special Tax (Grand Coast Resort), 2000-1 , 6.45%, 2031	300,000	312,054
Lincoln, CA, Special Tax (Community Facilities District) , 2003-1 , 5.55%, 2013 (c)	445,000	497,350
Lincolnshire, IL, Special Service Area No. 1 (Sedgebrook Project), 6.25%, 2034	225,000	226,629
Magnolia Park Community Development District, FL, Special Assessment Rev., A , 6.15%, 2039	200,000	186,378
Oakdale, CA, Public Financing Authority Tax Allocation Rev. (Central City Redevelopment Project), 5.375%, 2033	500,000	507,510
Plano, IL, Special Service Area No. 4 (Lakewood Springs Project Unit 5-B), 6%, 2035	750,000	745,935
Portage, IN, Economic Development Rev. (AmeriPLEX Project), 5%, 2027	105,000	99,438
Riverside, MO, Tax Increment Rev. (L-385 Levee Project), 5.25%, 2020	500,000	513,545
Seven Oaks, FL, Community Development District II Special Assessment Rev., A , 5.875%, 2035	475,000	427,723
Seven Oaks, FL, Community Development District II Special Assessment Rev., B , 5%, 2009	155,000	151,632
Tolomato Community Development District, FL, Special Assessment Rev., 6.65%, 2040	100,000	98,682
Volo Village, IL, Special Service Area No. 3, Special Tax (Symphony Meadows Project), 1 , 6%, 2036	250,000	236,983
West Villages Improvement District, FL, Special Assessment Rev. (Unit of Development No. 3), 5.5%, 2037	500,000	425,000
Westridge, FL, Community Development District, Capital Improvement Rev., 5.8%, 2037	500,000	442,470
		\$ 7,761,388
Tobacco - 4.3%		
Badger, WI, Tobacco Asset Securitization Corp., 6.375%, 2032	\$ 250,000	\$ 257,283
Buckeye, OH, Tobacco Settlement Rev., Asset Backed, A-2 , 5.875%, 2030	480,000	463,997
Buckeye, OH, Tobacco Settlement Rev., Asset Backed, A-2 , 6.5%, 2047	635,000	652,297
Golden State, CA, Tobacco Securitization Corp., Tobacco Settlement Rev., A-1 , 6.25%, 2013 (c)	750,000	824,070
Golden State, CA, Tobacco Securitization Corp., Tobacco Settlement Rev., A-1 , 5.75%, 2047	750,000	702,638

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Municipal Bonds - continued		
Tobacco - continued		
Inland Empire, CA, Tobacco Securitization Corp., Tobacco Settlement Rev., Asset Backed, C-1, 0%, 2036	\$ 250,000	\$ 37,000
Michigan Tobacco Settlement Finance Authority, Tobacco Settlement Rev., Asset Backed, A, 6%, 2048	1,380,000	1,337,496
South Carolina Tobacco Settlement Authority Rev., B, 6.375%, 2028	400,000	404,328
Tobacco Securitization Authority of Southern California Rev., Asset Backed (San Diego Country Tobacco Asset Securitization Corp.), 0%, 2046	6,000,000	440,760
Virginia Tobacco Settlement Financing Corp., B-1, 5%, 2047	105,000	87,191
		\$ 5,207,060
Toll Roads - 2.5%		
Foothill/Eastern Corridor Agency Toll Road Rev., A, 5%, 2035	\$ 1,000,000	\$ 959,870
Northwest Parkway, CO, Public Highway Authority (First Tier), D, 7.125%, 2011 (c)	500,000	568,325
San Joaquin Hills, CA, Transportation Corridor Agency Toll Road Rev., A, MBIA, 0%, 2015	2,000,000	1,492,360
		\$ 3,020,555
Transportation - Special Tax - 1.1%		
Regional Transportation Authority IL, C, FGIC, 7.75%, 2020	\$ 1,000,000	\$ 1,309,580
Universities - Colleges - 8.7%		
Broward County, FL, Educational Facilities Authority Educational Facilities (Nova Southeastern), B, 5.5%, 2024	\$ 155,000	\$ 161,617
Chicago, IL, St. University Rev. Auxiliary Facilities Systems, MBIA, 5.5%, 2023	1,085,000	1,239,992
Lubbock, TX, Educational Facilities Authority Rev. (Ref & Improvement Lubbock Christian), 5.125%, 2027	135,000	133,583
Lubbock, TX, Educational Facilities Authority Rev. (Ref & Improvement Lubbock Christian), 5.25%, 2037	135,000	132,990
Maryland Health & Higher Educational Facilities Authority Rev. (Loyola College), A, 5.125%, 2045	200,000	202,362
Massachusetts Development Finance Agency Rev. (Western New England College), 6.125%, 2012 (c)	315,000	357,210
Metropolitan Government Nashville & Davidson County Health & Educational Facilities Board Rev. (Meharry Medical College), AMBAC, 6%, 2016	1,575,000	1,797,941
Missouri Health & Educational Facilities Authority Rev. (Central Institute for the Deaf), RADIANT, 5.85%, 2010 (c)	600,000	630,756
Pennsylvania Higher Educational Facilities Authority Rev. (University of Philadelphia), A, 5.125%, 2025	500,000	501,500

Table of Contents*Portfolio of Investments continued*

Issuer	Shares/Par	Value (\$)
Municipal Bonds - continued		
Universities - Colleges - continued		
Texas Tech University Rev. (Improvement Financing Systems), AMBAC, 5%, 2009 (c)	\$ 2,500,000	\$ 2,552,500
University of Minnesota, A , ETM, 5.75%, 2014 (c)	500,000	567,410
University of Minnesota, A , ETM, 5.5%, 2021 (c)	2,000,000	2,301,500
		\$ 10,579,361
Universities - Dormitories - 0.4%		
Middlesex County, NJ, Improvement Authority (Street Student Housing Project), A , 5%, 2018	\$ 300,000	\$ 304,410
Minneapolis, MN, Student Housing Rev. (Riverton Community Housing Project), A , 5.7%, 2040	250,000	240,328
		\$ 544,738
Universities - Secondary Schools - 0.3%		
New Hampshire Business Finance Authority Rev. (Proctor Academy Project), A , 5.4%, 2017	\$ 315,000	\$ 317,252
Utilities - Cogeneration - 1.5%		
Carbon County, PA, Industrial Development Authority Rev. (Panther Creek Partners), 6.65%, 2010	\$ 100,000	\$ 101,724
Pennsylvania Economic Development Financing Authority Rev., Resources Recovery Rev. (Colver), G , 5.125%, 2015	425,000	426,131
Puerto Rico Industrial, Tourist, Educational, Medical & Environmental Central Facilities (Cogeneration Facilities - AES Puerto Rico Project), 6.625%, 2026	320,000	339,248
Suffolk County, NY, Industrial Development Agency Rev. (Nissequoque Cogeneration Partners Facilities), 5.5%, 2023	550,000	528,737
Western Generation Agency, OR, Cogeneration Project Rev. (Wauna Cogeneration Project), B , 5%, 2016	500,000	487,910
		\$ 1,883,750
Utilities - Investor Owned - 9.7%		
Brazos River Authority, TX, Pollution Control Rev. (Texas Utility Co.), 7.7%, 2033	\$ 250,000	\$ 262,940
Brazos River Authority, TX, Pollution Control Rev. (TXU Electric Co. LLC), C , 5.75%, 2036 (a)	100,000	98,352
Brazos River Authority, TX, Pollution Control Rev. (TXU Electric Co. LLC), C , 6.75%, 2038	270,000	268,993
Campbell County, WY, Pollution Control Rev. (Black Hills Power, Inc. Project), 5.35%, 2024	500,000	514,120
Clark County, NV, Industrial Development Rev. (Nevada Power Co. Project), A , 5.9%, 2032	250,000	250,028

Table of Contents

Portfolio of Investments continued

Issuer	Shares/Par	Value (\$)
Municipal Bonds - continued		
Utilities - Investor Owned - continued		
Clark County, NV, Industrial Development Rev. (Nevada Power Co. Project), B , 5.9%, 2030	\$ 250,000	\$ 250,015
Clark County, NV, Industrial Development Rev. (Southwest Gas Corp. Project), E , 5.8%, 2038 (a)	250,000	259,445
Converse County, WY, Pollution Control Rev. (Pacifcorp), 3.9%, 2014 (a)	500,000	492,465
Matagorda County, TX, Nav District 1 (Houston Ltg.), AMBAC, 5.125%, 2028	2,000,000	2,095,900
Michigan Strategic Fund Ltd. Obligation Rev. (Detroit Edison Co.), A , MBIA, 5.55%, 2029	3,000,000	3,118,200
Mississippi Business Finance Corp., Pollution Control Rev. (Systems Energy Resources Project), 5.875%, 2022	1,000,000	1,001,810
New Hampshire Business Finance Authority Pollution Control Rev. (Public Service of New Hampshire), B , MBIA, 4.75%, 2021	250,000	255,078
Pennsylvania Economic Development Financing Authority Rev. (Reliant Energy Seward), A , 6.75%, 2036	200,000	212,604
Petersburg, IN, Pollution Control Rev. (Indianapolis Power & Light), MBIA, 5.4%, 2017	2,500,000	2,750,575
		\$ 11,830,525
Utilities - Municipal Owned - 3.0%		
Main Street Natural Gas, Inc., GA, Project Rev., A , 5.5%, 2028	\$ 250,000	\$ 247,838
North Carolina Eastern Municipal Power Agency System Rev., F , 5.5%, 2016	285,000	303,231
North Carolina Municipal Power Agency No. 1 Catawba Electric Rev., A , MBIA, 5.5%, 2015	640,000	715,309
North Carolina Municipal Power Agency No. 1 Catawba Electric Rev., ETM, 5%, 2020 (c)	1,670,000	1,831,222
Salt Verde Financial Corp., AZ, Senior Gas Rev., 5%, 2037	640,000	612,225
		\$ 3,709,825
Water & Sewer Utility Revenue - 1.6%		
Puerto Rico Aqueduct & Sewer Authority Rev., MBIA, 6.25%, 2012	\$ 1,000,000	\$ 1,115,230
Puerto Rico Aqueduct & Sewer Authority Rev., MBIA, 6.25%, 2013	750,000	850,328
		\$ 1,965,558
Total Municipal Bonds (Identified Cost, \$173,293,681)		\$ 177,795,636
Floating Rate Demand Notes - 1.3%		
Bell County, TX, Health Facilities Development Corp. Rev. (Scott & White Memorial Hospital), 3.6%, due 12/03/07	\$ 200,000	\$ 200,000
Bell County, TX, Health Facilities Development Corp. Rev. (Scott & White Memorial Hospital), B-1 , 3.6%, due 12/03/07	200,000	200,000

Table of Contents

Portfolio of Investments continued

Issuer	Shares/Par	Value (\$)
Floating Rate Demand Notes - continued		
Chicago, IL, Midway Airport Rev., Second Lien, A , 3.62%, due 12/03/07	\$ 100,000	\$ 100,000
Mt. Vernon Industrial Pollution Control Rev. (General Electric Co.), 3.56%, due 12/03/07	500,000	500,000
New York, NY, 3.43%, due 12/03/07	100,000	100,000
Sevier County, TN, Public Building Authority Rev., Government Public Improvement III, A-2 , 3.63%, due 12/06/07	300,000	300,000
Sevier County, TN, Public Building Authority Rev., Government Public Improvement III, A-2 , 3.63%, due 12/06/07	200,000	200,000
Total Floating Rate Demand Notes, at Identified Cost		\$ 1,600,000
Total Investments (Identified Cost, \$174,893,681) (k)		\$ 179,395,636
Other Assets, Less Liabilities - 1.8%		2,196,870
Preferred Shares (Issued by the Fund) - (49.3)%		(60,000,000)
Net Assets applicable to common shares - 100.0%		\$ 121,592,506

(a) Mandatory tender date is earlier than stated maturity date.

(c) Refunded bond.

(d) Non-income producing security - in default.

(f) All or a portion of the security has been segregated as collateral for an open futures contract.

(j) Crossover refunded bond.

(k) As of November 30, 2007, the fund held securities fair valued in accordance with the policies adopted by the Board of Trustees, aggregating \$177,795,636 and 99.11% of market value. All of these security values were provided by an independent pricing service using an evaluated bid.

(n) Securities exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be sold in the ordinary course of business in transactions exempt from registration, normally to qualified institutional buyers. At period end, the aggregate value of these securities was \$2,979,676 representing 2.5% of net assets applicable to common shares.

(u) Underlying security deposited into special purpose trust (the trust) by investment banker upon creation of self-deposited inverse floaters.

(z) Restricted securities are not registered under the Securities Act of 1933 and are subject to legal restrictions on resale. These securities generally may be resold in transactions exempt from registration or to the public if the securities are subsequently registered. Disposal of these securities may involve time-consuming negotiations and prompt sale at an acceptable price may be difficult. The fund holds the following restricted securities:

Edgar Filing: MFS INVESTMENT GRADE MUNICIPAL TRUST - Form N-CSR

				% of Net Assets
Restricted Securities	Acquisition Date	Acquisition Cost	Current Market Value	Applicable to Common Shares
Cabazon Band Mission Indians, CA, 8.375%, 2015	10/04/04	\$100,000	\$106,024	
Cabazon Band Mission Indians, CA, 8.75%, 2019	10/04/04	360,000	380,390	
Pass-Through Certificates, 1993 , 8.5%, 2016	8/27/93	232,276	226,470	
Total Restricted Securities			\$712,884	0.6%

Table of Contents

Portfolio of Investments continued

Futures contracts outstanding at 11/30/07

Description	Contracts	Value	Expiration Date	Unrealized Appreciation/ (Depreciation)
U.S. Treasury Bond (Short)	180	\$21,093,750	Mar-08	\$(38,599)
U.S. Treasury Note 10 yr (Short)	404	45,734,063	Mar-08	23,836
				\$(14,763)

At November 30, 2007, the fund had sufficient cash and/or other liquid securities to cover any commitments under these derivative contracts.

The following abbreviations are used in this report and are defined:

COP Certificate of Participation

ETM Escrowed to Maturity

Insurers

AMBAC	AMBAC Indemnity Corp.
FGIC	Financial Guaranty Insurance Co.
FSA	Financial Security Assurance Inc.
GNMA	Government National Mortgage Assn.
MBIA	MBIA Insurance Corp.
RADIAN	Radian Asset Assurance, Inc.

See Notes to Financial Statements

Table of Contents*Financial Statements***STATEMENT OF ASSETS AND LIABILITIES**

At 11/30/07

This statement represents your fund's balance sheet, which details the assets and liabilities comprising the total value of the fund.

Assets		
Investments, at value (identified cost, \$174,893,681)	\$179,395,636	
Cash	46,313	
Receivable for daily variation margin on open futures contracts	137,750	
Receivable for investments sold	968,167	
Interest receivable	2,800,885	
Other assets	24,347	
Total assets		\$183,373,098
Liabilities		
Distributions payable on common shares	\$53,127	
Distributions payable on preferred shares	2,304	
Payable for investments purchased	560,217	
Payable to the holder of the floating rate certificate from trust assets	1,004,670	
Payable to affiliates		
Management fee	6,270	
Transfer agent and dividend disbursing costs	516	
Administrative services fee	208	
Payable for independent trustees' compensation	24,347	
Payable for interest expense and fees	16,507	
Accrued expenses and other liabilities	112,426	