#### DREYFUS HIGH YIELD STRATEGIES FUND

Form N-Q

February 15, 2007

**UNITED STATES** 

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-Q

# QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED MANAGEMENT INVESTMENT COMPANY

Investment Company Act file number 811-8703

Dreyfus High Yield Strategies Fund

(Exact name of Registrant as specified in charter)

c/o The Dreyfus Corporation

200 Park Avenue

New York, New York 10166

(Address of principal executive offices) (Zip code)

Mark N. Jacobs, Esq. 200 Park Avenue

New York, New York 10166

(Name and address of agent for service)

Registrant's telephone number, including area code: (212) 922-6000

Date of fiscal year end: 03/31

Date of reporting period: 12/31/06

FORM N-Q

Item 1. Schedule of Investments.

STATEMENT OF INVESTMENTS

Dreyfus High Yield Strategies Fund December 31, 2006 (Unaudited)

Bonds and Notes--140.7%

Coupon

Maturity

Date

Principal

Rate (%)

Amount (\$)

Value (\$)

Circle   Notes   Circle   Notes   Circle   Cir	Advertising6%				
R.H. Donnelley, Cot. Notes       10.88       12/15/12       690,000       755,550         R.H. Donnelley Finance I, Billey, Cot. Notes       10.88       12/15/12       51,000 a,b       603,345       20,31,368          4       21/15/12       51,000 a,b       603,345       20,31,368          4       4/1/16       915,000       917,288       30       30       31,288,400       30       31,288,400       30       31,288,400       30       31,288,400       30       32,289,400       30       32,289,400       30       32,289,400       30       32,289,400       30       32,289,400       30       32,289,400       30       32,289,400       30       32,289,400       30       32,289,400       32,289,400       30       32,289,400       32,289,400       32,289,400       32,289,400       32,289,400       32,289,400       32,289,400       32,289,400       32,289,400       32,289,400       32,289,400       32,289,400       32,289,400       32,289,400       32,289,400       32,289,400       32,289,400       32,289,400       32,289,400       32,289,400       32,289,400       32,289,400       32,289,400       32,289,400       32,289,400       32,289,400       32,289,400       32,289,400	Lamar Media,				
GRIA, Notes         10.88         12/15/12         690,000         755,550           R.H. Donnelley Finance I,         10.88         12/15/12         551,000 a,b         603,345           Citch, Notes         10.88         12/15/12         551,000 a,b         603,345           Aerospace & Defense-2.1%         Stream Strea	Gtd. Notes	6.63	8/15/15	675,000	672,469
R.H. Donnelley Finance I,       10.88       12/15/12       551,000 a,b       603,345         Rerospace & Defense2.1%       41/16       915,000 a,b       603,345         Rerospace & Defense2.1%       41/16       915,000       917,288         Girl. Notes       6.75       41/16       915,000       917,288         Argo-Tech,       8.8       6/171       1,82,000 b       1,282,470         BIF Aerospace,       8.88       5/1/11       1,239,000 b       1,288,660         DRS Technologies,       8.8       1/1/13       438,000       443,475         F. Sub. Notes, Ser. B       6.88       1/1/13       438,000       43,4375         F. Sub. Notes       6.88       1/1/13       438,000       43,4375         F. Sub. Notes, Ser. B       6.88       1/1/13       438,000       43,375         F. Sub. Notes, Ser. B       6.38       10/15/15       1,400,000 b       1,393,000         H. S. Sub. Notes, Ser. B       6.38       10/15/15       1,400,000 b       1,939,000         H. S. Sub. Notes, Ser. B       1,10       5/15/12       1,400,000 b       1,939,000         H. G. Sub. Notes, Ser. B       1,10       5/15/12       1,400,000 b       1,530,100         Hilliance One	R.H. Donnelley,				
Column   C	Gtd. Notes	10.88	12/15/12	690,000	755,550
Rearrange & Defenser-2.1%	R.H. Donnelley Finance I,				
All and Techsystems	Gtd. Notes	10.88	12/15/12	551,000 a,b	
Alliant Techsystems,	Acrespose C. Defense 2 10/				2,031,364
Gld. Notes         6.75         4/1/16         915.000         917,288           Argo-Tech.         70-71ech.         1,182,000 h         1,282,470           B/E Aerospace,         75.50b. Notes, Ser. B         8.88         5/1/11         1,239,000 h         1,288,560           DRS Technologies,         75.50b. Notes         6.88         11/1/13         438,000         443,475           L-3 Communications,         8.80         1,1/1/13         438,000         500,250           L-3 Communications,         8.70         8/1/35         550,000 a         500,250           L-3 Communications,         8.70         8/1/35         550,000 a         500,250           L-3 Communications,         8.70         1,400,000 b         1,393,000           L-3 Communications,         8.70         1,400,000 b         1,393,000           L-3 Communications,         8.70         1,400,000 b         1,393,000           L-3 Communications,         1,000,000 b         1,393,000         1,093,000           L-3 Communications,         1,000,000 b         1,393,000         1,593,000         1,593,000         1,593,000         1,593,000         1,593,000         1,593,000         1,593,000         1,593,000         1,593,000         1,593,000         1,775,555<	-				
Argo-Tech,         Sr. Notes         6/1/11         1,182,000 h         1,282,470           B/E Aerospace,         8.88         5/1/11         1,239,000 h         1,288,560           CF. Sub. Notes, Ser. B         8.88         5/1/11         438,000         443,475           DRS Technologies,	•	6.75	4/1/16	915 000	017 288
Sr. Notes         9.25         6/1/11         1,182,000 b         1,282,470           B/E Aerospace,         8.88         5/1/11         1,239,000 b         1,288,560           DRS Technologies,         8.88         5/1/11         3239,000 b         43,475           Sr. Sub. Notes         6.88         11/1/13         438,000         43,475           L3 Communications,         8/1/35         550,000 a         580,250           Sr. Sub. Notes, Ser. B         6.38         10/15/15         1,400,000 b         1,393,000           L3 Communications,         7.63         6/15/12         1,050,000 b         1,393,000           L3 Communications,         7.63         6/15/12         1,050,000 b         1,092,000           L3 Communications,         7.63         6/15/12         1,050,000 b         1,092,000           L3 Communications,         7.63         6/15/12         1,400,000 b         1,530,000           L3 Communications,         7.63         6/15/12         1,430,000 b         1,530,000           L3 Communications,         7.81         1,41/11         1,130,000 b         1,275,000           Milliance One International,         7.81         4/1/11         1,153,705 b         1,275,565           Autinines, <td></td> <td>0.75</td> <td>4/1/10</td> <td>313,000</td> <td>917,200</td>		0.75	4/1/10	313,000	917,200
B/E Aerospace,         8.88         5/1/11         1,239,000 b         1,288,506           CR. Sub. Notes, Ser. B         8.88         5/1/11         1,239,000 b         1,288,506           CR. Sub. Notes, Ser. B         6.88         11/1/13         438,000         43,475           F. Sub. Notes         6.88         11/1/13         438,000         580,250           Bonds         3.00         8/1/35         550,000 a         580,250           C-3 Communications,         5         1,400,000 b         1,933,000           Sr. Sub. Notes, Ser. B         6.38         10/15/15         1,400,000 b         1,939,000           Bord. Notes         7.63         6/15/12         1,050,000 b         1,939,000           Bord. Notes         7.63         6/15/12         1,050,000 b         1,092,000           Alliance One International,         11.00         5/15/12         1,430,000 b         1,530,100           Alliance One International,         11.00         5/15/12         1,430,000 b         1,735,010           Alliance One International,         11.00         5/15/12         1,430,000 b         1,725,501           Gid. Notes, Ser. 00-2         7.81         4/1/11         1,153,705 b         1,275,565           Automob	-	9 25	6/1/11	1 182 000 h	1 282 470
Sr. Sub. Notes, Ser. B       8.88       5/1/11       1,239,000 b       1,288,506         DRS Technologies.       57. Sub. Notes       6.88       1/1/1/3       438,000       443,475         Sr. Sub. Notes       3.00       8/1/35       550,000 a       580,250         Bonds       3.00       8/1/35       550,000 a       580,250         L-3 Communications,       3.00       1/1/5/15       1,400,000 b       1,393,000         Communications,       7.63       6/15/12       1,050,000 b       1,092,000         Gtd. Notes       7.63       6/15/12       1,050,000 b       1,092,000         Gtd. Notes       11.00       5/15/12       1,430,000 b       1,530,100         Agricultural5%         Gtd. Notes       11.00       5/15/12       1,430,000 b       1,530,100         Alliance One International,         Gid. Notes       4/1/11       1,153,705 b       1,275,561         Automobile Manufacturers8%         Ford Motor,         Bodd       6,50       8/1/18       1,785,000       1,356,600         Ford Motor,         Notes       7,45       1,716/31       1,485,000       1,1		3.23	0,1,11	1,102,000 5	1,202,170
DRS Technologies,         6.88         11/1/13         438,000         443,475           C-3 Communications,         3.00         88//35         550,000 a         580,250           Bonds         3.00         88//35         550,000 a         580,250           C-3 Communications,         8         1/015/15         1,400,000 b         1,393,000           C-3 Communications,         7.63         6/15/12         1,050,000 b         1,092,000           C-3 Communications,         7.63         6/15/12         1,050,000 b         1,092,000           C-4 Communications,         7.63         6/15/12         1,050,000 b         1,092,000           C-4 Communications,         7.63         6/15/12         1,050,000 b         1,092,000           C-5 Communications,         7.63         6/15/12         1,050,000 b         1,092,000           C-6 Communications,         7.63         6/15/12         1,430,000 b         1,530,000         1,530,000         1,530,000         1,530,000         1,530,000         1,530,000         1,530,000         1,530,000         1,530,000         1,275,555         1,415         1,415         1,415         1,415         1,415         1,415         1,415         1,415         1,415         1,415         1,415		8.88	5/1/11	1.239.000 b	1.288.560
Sr. Sub. Notes         6.88         11/1/13         438,000         443,475           L-3 Communications,         3.00         8/1/35         550,000 a         580,250           L-3 Communications,         1,01/5/15         1,400,000 b         1,393,000           L-3 Communications,         7,63         6/15/12         1,050,000 b         1,092,000           L-3 Communications,         7,63         6/15/12         1,050,000 b         1,092,000           Agricultural5%           Agricultural5%           Agricultural5%           Alliance One International,           1,100         5/15/12         1,430,000 b         1,530,100           Alliance One International,           United AirLines           Australiance One International,           1,500         1,530,000         1,530,000         1,530,000         1,530,000         1,530,000         1,275,565         1,000         1,100         1,100         1,100         1,100         1,100         1,100         1,100         1,100         1,100         1,100         1,100         1,100         1,100         1,100         1,100         1,100         1,100         1,100         1		0.00	3, 1, 1 1	2,233,333 %	1,200,000
Communications,   Communicat		6.88	11/1/13	438.000	443.475
Bonds       3.00       8/1/35       550,000 a       580,250         L-3 Communications,       57. Sub. Notes, Ser. B       6.38       10/15/15       1,400,000 b       1,393,000         L-3 Communications,       7.63       6/15/12       1,050,000 b       1,092,000 b         6,997,043       6,997,043       6,997,043         Agricultural5%         Liliance One International,         Solution Solution Solutions         Agricultural5%         Liliance One International,         Solution S	L-3 Communications,			,	-,
Case		3.00	8/1/35	550,000 a	580,250
Sr. Sub. Notes, Ser. B       6.38       10/15/15       1,400,000 b       1,393,000 b         L-3 Communications,       7.63       6/15/12       1,050,000 b       1,092,000 b       6,997,043         Agricultural5%         Alliance One International,       11.00       5/15/12       1,430,000 b       1,530,100         Airlines4%       11.00       5/15/12       1,430,000 b       1,530,100         Automobile Manufacturers8       7.81       4/1/11       1,153,705 b       1,275,565         Automobile Manufacturers8       6.50       8/1/18       1,785,000       1,356,600         Ford Motor,       7.45       7/16/31       1,485,000       1,173,150         Notes       7.45       7/16/31       1,485,000       1,173,150         Automotive, Trucks & Parts1.8%       7.45       7/16/31       1,485,000       1,173,150         Goodyear Tire & Rubber,       8.38       12/15/14       525,000       416,063         Goodyear Tire & Rubber,       9.00       7/1/15       2,000,000 b       2,105,000         Tenneco Automotive,       8.63       1/11/5/14       1,535,000       1,573,375         United Components,       9.38       6/15/13       1,745,000 b       1,814,800	L-3 Communications,				
Edd. Notes       7.63       6/15/12       1,050,000 b       1,092,004         Agricultural5%       4       4       4       4       5       5       9,097,043         Alliance One International,       5       1,515/12       1,430,000 b       1,530,100       1,530,100       Airlines       1,530,100       1,530,100       Airlines       4       1,111       1,153,705 b       1,275,565       1,275,565       1,275,565       4       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,565       1,275,200       1,275		6.38	10/15/15	1,400,000 b	1,393,000
6,997,043           Agricultural5%           Alliance One International,         1.00         5/15/12         1,430,000 b         1,530,100           Airlines4%         TURINE AirLines,         TURINE AirLines,         TURINE AIRLINES,         1,275,565           Pass-Through Ctfs, Ser. 00-2         7.81         4/1/11         1,537,05 b         1,275,565           Automobile Manufacturers8%         TURINE TUR	L-3 Communications,				
Agricultural5%         Alliance One International,       11.00       5/15/12       1,430,000 b       1,530,100         Airlines4%       10.00       5/15/12       1,430,000 b       1,530,100         United AirLines,       8       4/1/11       1,153,705 b       1,275,565         Automobile Manufacturers8%       8/1/18       1,785,000 b       1,356,600         Ford Motor,       8/1/8       1,785,000 b       1,356,600         Ford Motor,       7,45       7/16/31 b       1,485,000 b       1,173,150 b         Notes       7,45       7/16/31 b       1,485,000 b       1,173,150 b         Automotive, Trucks & Parts1.8%       8       1/16/14 b       525,000 b       416,063         God, Notes       8.38       1/15/14 b       525,000 b       416,063         Goodyear Tire & Rubber,       9.00       7/1/15 b       2,000,000 b       2,105,000         Forneco Automotive,       8.63       1/15/14 b       1,535,000 b       1,573,375         United Components,       9.38       6/15/13 b       1,745,000 b       1,814,800	Gtd. Notes	7.63	6/15/12	1,050,000 b	1,092,000
Alliance One International,       Alliance Solutions       11.00       5/15/12       1,430,000 b       1,530,100         Airlines4%       United AirLines,         Pass-Through Ctfs., Ser. 00-2       7.81       4/1/11       1,153,705 b       1,275,565         Automobile Manufacturers8%       Ford Motor,         Bonds       6.50       8/1/18       1,785,000       1,356,600         Ford Motor,       7.45       7/16/31       1,485,000       1,173,150       2,529,750         Automotive, Trucks & Parts1.8%       Fore Standard Automotive,         Godd. Notes       8.38       12/15/14       525,000       416,063         Goodyear Tire & Rubber,       9.00       7/1/15       2,000,000 b       2,105,000         Tenneco Automotive,         Gtd. Note       8.63       11/15/14       1,535,000       1,573,375         United Components,         Sr. Sub. Notes       9.38       6/15/13       1,745,000 b       1,814,800					6,997,043
Gtd. Notes       11.00       5/15/12       1,430,000 b       1,530,100         Airlines4%       United AirLines,         Pass-Through Ctfs., Ser. 00-2       7.81       4/1/11       1,153,705 b       1,275,565         Automobile Manufacturers8%       United Airlines,         Ford Motor,       United Airlines,         Bonds       6.50       8/1/18       1,785,000       1,356,600         Ford Motor,       United Motor,         Notes       7.45       7/16/31       1,485,000       1,173,150       2,529,750         Automotive, Trucks & Parts1.8%       United Mutomotive,         Godd. Notes       8.38       12/15/14       525,000       416,063         Goodyear Tire & Rubber,       9.00       7/1/15       2,000,000 b       2,105,000         Tenneco Automotive,         Gtd. Note       8.63       11/15/14       1,535,000       1,573,375         United Components,         Sr. Sub. Notes       9.38       6/15/13       1,745,000 b       1,814,800	Agricultural5%				
Airlines4%         United AirLines,       7.81       4/1/11       1,53,705 b       1,275,565         Automobile Manufacturers8%         Ford Motor,       8/1/18       1,785,000       1,356,600         Bonds       6.50       8/1/18       1,785,000       1,356,600         Ford Motor,       7,45       7/16/31       1,485,000       1,173,150       2,529,750         Automotive, Trucks & Parts1.8%       525,000       416,063       416,063       1,000       416,063       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000       1,000<	Alliance One International,				
United AirLines,         Pass-Through Ctfs., Ser. 00-2       7.81       4/1/11       1,153,705 b       1,275,565         Automobile Manufacturers8%       Ford Motor,         Bonds       6.50       8/1/18       1,785,000       1,356,600         Ford Motor,       7.45       7/16/31       1,485,000       1,173,150       2,529,750         Automotive, Trucks & Parts1.8%       Fooper-Standard Automotive,         Gtd. Notes       8.38       12/15/14       525,000       416,063         Goodyear Tire & Rubber,       For. Notes       9.00       7/1/15       2,000,000 b       2,105,000         Tenneco Automotive,       Footomotive,         Gtd. Note       8.63       11/15/14       1,535,000       1,573,375         United Components,       Footomotive,         Sr. Sub. Notes       9.38       6/15/13       1,745,000 b       1,814,800	Gtd. Notes	11.00	5/15/12	1,430,000 b	1,530,100
Pass-Through Ctfs., Ser. 00-2       7.81       4/1/11       1,153,705 b       1,275,565         Automobile Manufacturers8%         Ford Motor,       8/1/18       1,785,000       1,356,600         Bonds       6.50       8/1/18       1,785,000       1,356,600         Ford Motor,       7/16/31       1,485,000       1,173,150       2,529,750         Automotive, Trucks & Parts1.8%       2       2,529,750       2,529,750       416,063       1,000       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       416,063       <	Airlines4%				
Automobile Manufacturers8%         Ford Motor,       6.50       8/1/18       1,785,000       1,356,600         Ford Motor,       7.45       7/16/31       1,485,000       1,173,150         Notes       7.45       7/16/31       1,485,000       1,173,150         Automotive, Trucks & Parts1.8%       2       2,529,750         Gtd. Notes       8.38       12/15/14       525,000       416,063         Goodyear Tire & Rubber,       9.00       7/1/15       2,000,000 b       2,105,000         Tenneco Automotive,       8.63       11/15/14       1,535,000       1,573,375         United Components,       9.38       6/15/13       1,745,000 b       1,814,800	United AirLines,				
Ford Motor,         Bonds       6.50       8/1/18       1,785,000       1,356,600         Ford Motor,       7.45       7/16/31       1,485,000       1,173,150         Automotive, Trucks & Parts1.8%         Cooper-Standard Automotive,         Gtd. Notes       8.38       12/15/14       525,000       416,063         Goodyear Tire & Rubber,       8.00       7/1/15       2,000,000 b       2,105,000         Tenneco Automotive,       Gtd. Note       8.63       11/15/14       1,535,000       1,573,375         United Components,       5r. Sub. Notes       9.38       6/15/13       1,745,000 b       1,814,800	Pass-Through Ctfs., Ser. 00-2	7.81	4/1/11	1,153,705 b	1,275,565
Bonds       6.50       8/1/18       1,785,000       1,356,600         Ford Motor,       7.45       7/16/31       1,485,000       1,173,150       2,529,750         Automotive, Trucks & Parts1.8%         Cooper-Standard Automotive,       8.38       12/15/14       525,000       416,063         Godyear Tire & Rubber,       9.00       7/1/15       2,000,000 b       2,105,000         Tenneco Automotive,       8.63       11/15/14       1,535,000       1,573,375         United Components,       9.38       6/15/13       1,745,000 b       1,814,800	Automobile Manufacturers8%				
Ford Motor,         Notes       7.45       7/16/31       1,485,000       1,173,150       2,529,750         Automotive, Trucks & Parts1.8%         Cooper-Standard Automotive,         Gtd. Notes       8.38       12/15/14       525,000       416,063         Goodyear Tire & Rubber,       7/1/15       2,000,000 b       2,105,000         Tenneco Automotive,       8.63       11/15/14       1,535,000       1,573,375         United Components,       9.38       6/15/13       1,745,000 b       1,814,800					
Notes       7.45       7/16/31       1,485,000       1,173,150       2,529,750         Automotive, Trucks & Parts1.8%         Cooper-Standard Automotive,       8.38       12/15/14       525,000       416,063         Goodyear Tire & Rubber,       9.00       7/1/15       2,000,000 b       2,105,000         Tenneco Automotive,       8.63       11/15/14       1,535,000       1,573,375         United Components,       9.38       6/15/13       1,745,000 b       1,814,800		6.50	8/1/18	1,785,000	1,356,600
Automotive, Trucks & Parts1.8%         Cooper-Standard Automotive,       8.38       12/15/14       525,000       416,063         Goodyear Tire & Rubber,       8.00       7/1/15       2,000,000 b       2,105,000         Tenneco Automotive,       8.63       11/15/14       1,535,000       1,573,375         United Components,       9.38       6/15/13       1,745,000 b       1,814,800					
Automotive, Trucks & Parts1.8%         Cooper-Standard Automotive,       525,000       416,063         Gtd. Notes       12/15/14       525,000       416,063         Goodyear Tire & Rubber,       7/1/15       2,000,000 b       2,105,000         Tenneco Automotive,       8.63       11/15/14       1,535,000       1,573,375         United Components,       9.38       6/15/13       1,745,000 b       1,814,800	Notes	7.45	7/16/31	1,485,000	
Cooper-Standard Automotive,         Gtd. Notes       8.38       12/15/14       525,000       416,063         Goodyear Tire & Rubber,       7/1/15       2,000,000 b       2,105,000         Tenneco Automotive,       8.63       11/15/14       1,535,000       1,573,375         United Components,         Sr. Sub. Notes       9.38       6/15/13       1,745,000 b       1,814,800	Automotive, Trucks & Parts1.8%				2,529,750
Gtd. Notes       8.38       12/15/14       525,000       416,063         Goodyear Tire & Rubber,       9.00       7/1/15       2,000,000 b       2,105,000         Tenneco Automotive,       8.63       11/15/14       1,535,000       1,573,375         United Components,       9.38       6/15/13       1,745,000 b       1,814,800					
Goodyear Tire & Rubber,         Sr. Notes       9.00       7/1/15       2,000,000 b       2,105,000         Tenneco Automotive,         Gtd. Note       8.63       11/15/14       1,535,000       1,573,375         United Components,         Sr. Sub. Notes       9.38       6/15/13       1,745,000 b       1,814,800		8.38	12/15/14	525.000	416.063
Sr. Notes       9.00       7/1/15       2,000,000 b       2,105,000         Tenneco Automotive,       50       11/15/14       1,535,000       1,573,375         United Components,       5r. Sub. Notes       9.38       6/15/13       1,745,000 b       1,814,800				,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
Tenneco Automotive,         Gtd. Note       8.63       11/15/14       1,535,000       1,573,375         United Components,         Sr. Sub. Notes       9.38       6/15/13       1,745,000 b       1,814,800		9.00	7/1/15	2,000,000 b	2,105,000
Gtd. Note       8.63       11/15/14       1,535,000       1,573,375         United Components,       5r. Sub. Notes       9.38       6/15/13       1,745,000 b       1,814,800	Tenneco Automotive,				. ,
United Components,         Sr. Sub. Notes       9.38       6/15/13       1,745,000 b       1,814,800		8.63	11/15/14	1,535,000	1,573,375
Sr. Sub. Notes 9.38 6/15/13 1,745,000 b 1,814,800	United Components,				•
F 000 220		9.38	6/15/13	1,745,000 b	1,814,800
5,909,238					5,909,238

Banks--1.8%

Chevy Chase Bank,

Sub. Notes	6.88	12/1/13	3,620,000 b	3,638,100
Colonial Bank N.A./Montgomery, AL, Sub. Notes	8.00	3/15/09	750,000	780,622
Sub. Notes	0.00	3/13/09	730,000	700,022
Colonial Bank N.A./Montgomery, AL,				
Sub. Notes	9.38	6/1/11	1,000,000	1,129,583
Shinsei Finance Cayman,			, ,	, ,
Bonds	6.42	1/29/49	325,000 a,c	325,191 <b>5,873,496</b>
Building & Construction3.0%				2,012,100
Beazer Homes USA,				
Gtd. Notes	6.88	7/15/15	2,000,000 b	1,970,000
D.R. Horton,				
Gtd. Notes	8.50	4/15/12	2,600,000 b	2,721,631
Goodman Global Holdings,				
Sr. Sub. Notes	7.88	12/15/12	438,000	432,525
Goodman Global Holdings,				
Sr. Notes, Ser. B	8.36	6/15/12	1,596,000 b,c	1,623,930
Nortek,				
Sr. Sub. Notes	8.50	9/1/14	1,319,000 b	1,299,215
Standard-Pacific,				
Sr. Notes	6.50	8/15/10	1,600,000 b	1,572,000
Texas Industries,				
Sr. Unscd. Notes	7.25	7/15/13	250,000	255,000 <b>9,874,301</b>
Chemicals6.7%				
Airgas,				
Sr. Sub. Notes	6.25	7/15/14	1,300,000 b	1,261,000
CPG International I,				
Sr. Unscd. Notes	10.50	7/1/13	1,325,000 b	1,356,469
Equistar Chemicals/Funding,				
Gtd. Notes	10.13	9/1/08	1,460,000 b	1,558,550
Huntsman,				
Gtd. Notes	11.63	10/15/10	909,000 b	997,628
Huntsman International,				
Gtd. Notes	9.88	3/1/09	270,000	279,450
Ineos Group Holdings,				
Sr. Sub. Notes	8.50	2/15/16	2,900,000 a	2,784,000
Lyondell Chemical,				
Gtd. Notes	8.00	9/15/14	1,615,000	1,683,637
Nalco,				
Sr. Sub. Notes	8.88	11/15/13	4,508,000 b	4,795,385
Nova Chemicals,				
Sr. Notes	6.50	1/15/12	1,170,000 b	1,114,425
Nova Chemicals,				
Sr. Unscd. Notes	8.50	11/15/13	1,200,000 c	1,206,000
Rhodia,				

Sr. Notes	10.25		6/1/10	2,895,000 b	3,314,775
Rockwood Specialties Group,					
Sr. Sub. Notes	10.63		5/15/11	1,006,000 b	1,076,420
Westlake Chemical,	6.63		1/15/16	675.000	656.427
Gtd. Notes	6.63		1/15/16	675,000	656,437 <b>22,084,176</b>
Commercial & Professional Services3.0%					22,004,170
Brickman Group,					
Gtd. Notes, Ser. B	11.75		12/15/09	888,000 b	947,940
Corrections Corp. of America,					
Gtd. Notes	6.25		3/15/13	2,475,000 b	2,465,719
Education Management,					
Sr. Notes	8.75		6/1/14	1,100,000 a	1,144,000
Education Management,					
Sr. Sub. Notes	10.25		6/1/16	1,600,000 a,b	1,700,000
Hertz,					
Sr. Notes		8.88	1/1/14	1,085,000 a	1,141,962
Hertz,					
Sr. Sub. Notes		10.50	1/1/16	500,000 a	552,500
Service Corp. International,					
Sr. Notes		7.00	6/15/17	660,000	671,550
Williams Scotsman,					
Gtd. Notes		8.50	10/1/15	1,080,000 b	1,132,650 <b>9,756,321</b>
Commercial Mortgage Pass-Through Ctfs4%					
Global Signal Trust,					
Ser. 2006-1, Cl. F		7.04	2/15/36	1,210,000 a	1,231,749
Consumer Products1.2%					
Chattem,					
Sr. Sub. Notes		7.00	3/1/14	1,455,000	1,440,450
Playtex Products,					
Gtd. Notes		9.38	6/1/11	2,264,000 b	2,371,540
Disconsidered Figure 11 Complete 12 COV					3,811,990
Diversified Financial Services12.8%					
BCP Crystal U.S. Holdings, Sr. Sub. Notes		0.63	6/1F/14	2 200 000 6	2 520 000
		9.63	6/15/14	2,280,000 b	2,530,800
C & M Finance,		0.10	2/1/16	350 000 a	260 216
Gtd. Notes CCM Merger,		8.10	2/1/16	350,000 a	360,316
Notes		8.00	0/1/10	1 225 000 2	1 201 012
Consolidated Communications		6.00	8/1/13	1,325,000 a	1,301,813
Illinois/Texas Holdings, Sr. Notes		9.75	4/1/12	747,000 b	803,025
E*TRADE FINANCIAL,		3.13	4/1/12	747,000 D	003,023
		8 00	6/15/11	400.000	420.000
Sr. Notes		8.00	6/15/11	400,000	420,000
FCE Bank,					

Notes	EUR		4.72	9/30/09	3,615,000 c,d	4,668,149
FINOVA Group,						
Notes			7.50	11/15/09	1,996,000 b	588,820
Ford Motor Credit,						
Notes			5.63	10/1/08	1,650,000 b	1,620,955
Ford Motor Credit,						
Sr. Unscd. Notes			8.00	12/15/16	950,000 b	940,328
Ford Motor Credit,			0.63	11/1/10	1 650 000	1 600 007
Sr. Unscd. Notes			8.63	11/1/10	1,650,000	1,699,807
Ford Motor Credit, Sr. Unscd. Notes			9.75	9/15/10	2 294 000 a b	2 421 622
General Motors Acceptance			9.75	9/13/10	2,284,000 a,b	2,431,622
International Finance, Gtd.						
Notes	EUR		4.38	10/31/07	2,000,000 d	2,632,438
GMAC,	2011		1.50	10/31/07	2,000,000 a	2,032,130
Sr. Unsub. Notes	EUR		5.38	6/6/11	1,140,000 d	1,520,674
GMAC,				-, -, -	_,,	_,,,
Notes			6.13	1/22/08	1,515,000 b	1,512,059
GMAC,						
Notes			7.75	1/19/10	3,435,000 b	3,597,719
Idearc,						
Sr. Notes			8.00	11/15/16	3,455,000 a	3,524,100
K & F Acquisition,						
Gtd. Notes			7.75	11/15/14	560,000	579,600
Kansas City Southern Railway,						
Gtd. Notes			7.50	6/15/09	790,000	800,862
Kaupthing Bank,						
Notes		7.13		5/19/16	5,175,000 a	5,498,427
Leucadia National,						
Sr. Notes		7.00		8/15/13	1,725,000 b	1,759,500
Nell,						
Gtd. Notes		8.38		8/15/15	1,280,000 a,b	1,321,600
Stena,						
Sr. Notes		7.50		11/1/13	1,170,000 b	1,161,225
UCI Holdco,						
Sr. Notes		12.37		12/15/13	1,075,000 a,c	1,050,812
Diversified Metals & Mining2.6%						42,324,651
Consol Energy,						
Gtd. Notes		7.88		3/1/12	3,182,000 b	3,372,920
CSN Islands IX,						
Gtd. Notes		10.50		1/15/15	1,315,000 a,b	1,538,550
Freeport-McMoRan Copper & Gold,						
Sr. Notes						
SI. NOLES		6.88		2/1/14	975,000 b	999,375
Freeport-McMoRan Copper & Gold,		6.88		2/1/14	975,000 b	999,375
		6.88		2/1/14	975,000 b 1,000,000 b	1,056,250

Gibraltar Industries,					
Gtd. Notes, Ser. B	8.00		12/1/15	900,000 c	892,125
Southern Copper,	0.00		12,1,13	300,000 €	032,123
Sr. Notes	6.38		7/27/15	650,000	664,654
			, , -		8,523,874
Electric Utilities15.0%					
AES,					
Sr. Notes	8.88		2/15/11	2,375,000 b	2,559,062
AES,					
Sr. Notes	9.38		9/15/10	7,610,000 b	8,304,413
Allegheny Energy Supply,					
Sr. Unscd. Bonds	8.25		4/15/12	5,650,000 a,b,c	6,229,125
CMS Energy,					
Sr. Notes	9.88		10/15/07	1,601,000 b	1,659,036
Edison Mission Energy,					
Sr. Unscd. Notes	7.50		6/15/13	1,465,000	1,538,250
FPL Energy National Wind,					
Scd. Bonds	6.13		3/25/19	4,240,196 a,b	4,115,182
Mirant Americas Generation,					
Sr. Notes	8.30		5/1/11	2,975,000 b	3,064,250
Mirant North America,					
Gtd. Notes	7.38		12/31/13	4,335,000 b	4,421,700
MSW Energy Holdings/Finance,					
Scd. Notes	8.50		9/1/10	1,450,000 b	1,515,250
MSW Energy Holdings II/Finance II,					
Gtd. Notes, Ser. B	7.38		9/1/10	450,000	461,250
Nevada Power,					
Mortgage Notes	6.50		4/15/12	478,000 b	493,093
Nevada Power,					
Mortgage Notes, Ser. A	8.25		6/1/11	1,216,000	1,334,423
NRG Energy,					
Gtd. Notes	7.25		2/1/14	1,175,000	1,186,750
NRG Energy,	7.00				1 005 000
Gtd. Notes	7.38		1/15/17	1,000,000	1,005,000
PSEG Energy Holdings,	10.00		10/1/00	250.000	205 000
Sr. Notes	10.00		10/1/09	350,000	385,000
Reliant Energy,	0.25		7/15/10	2.750.000 b	2 000 600
Scd. Notes Reliant Energy,	9.25		7/15/10	2,758,000 b	2,909,690
Reliant Energy,					
Scd. Notes	g	9.50	7/15/13	3,630,000 b	3,911,325
Sierra Pacific Resources,					
Sr. Notes	8	8.63	3/15/14	3,467,000 b	3,739,711
TECO Energy,					
Sr. Notes	(	6.75	5/1/15	525,000	551,250
Environmental Control2.3%					49,383,760

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Allied Waste North America,					
Sr. Notes, Ser. B		8.50	12/1/08	4,509,000 b	4,762,631
Allied Waste North America,					
Gtd. Notes, Ser. B		9.25	9/1/12	1,215,000 b	1,297,013
Geo Sub,					
Sr. Notes		11.00	5/15/12	840,000 b	814,800
WCA Waste,					
Gtd. Notes		9.25	6/15/14	765,000	803,250
Food & Beverages3.5%					7,677,694
Dean Foods,					
Gtd. Notes		7.00	6/1/16	2,340,000 b	2,375,100
Del Monte,		7.00	0/1/10	2,340,000 b	2,373,100
Sr. Sub. Notes		8.63	12/15/12	1,879,000 b,c	1 001 740
		0.03	12/15/12	1,679,000 b,c	1,991,740
Dole Food, Sr. Notes		0.63	E /1 /00	702 000 b c	701 122
		8.63	5/1/09	702,000 b,c	701,123
Dole Food,		0.75	7/15/12	CCE 000 a	640.275
Debs.		8.75	7/15/13	665,000 c	648,375
Dole Food,		0.00	2/15/11	475.000	470.250
Sr. Notes		8.88	3/15/11	475,000 b	470,250
Ingles Markets,		0.00	10/1/11	205.000	412.762
Gtd. Notes		8.88	12/1/11	395,000	413,762
Smithfield Foods,		7.00	0.17.17.1	1 500 000 1	1 500 500
Sr. Notes		7.00	8/1/11	1,500,000 b	1,522,500
Stater Brothers Holdings,					
Sr. Notes		8.13	6/15/12	2,375,000 b	2,422,500
Stater Brothers Holdings,					
Sr. Notes		8.86	6/15/10	1,115,000 b,c	1,134,513
					11,679,863
Health Care6.1%					
Angiotech Pharmaceuticals,					
Sr. Sub. Notes		7.75	4/1/14	325,000 a	284,375
Coventry Health Care,					
Sr. Notes		8.13	2/15/12	505,000	526,462
DaVita,					
Gtd. Notes		7.25	3/15/15	1,720,000 b	1,763,000
Fresenius Finance,					
Gtd. Notes	EUR	5.00	1/31/13	195,000 a,d	262,643
HCA,					
Sr. Unscd. Notes		6.95	5/1/12	1,735,000	1,648,250
HCA,					
Sr. Unscd. Notes		8.75	9/1/10	1,835,000 b	1,917,575
HCA,					
Scd. Notes		9.13	11/15/14	420,000 a	449,925
HCA,					
Scd. Notes		9.25	11/15/16	1,725,000 a	1,852,219
Psychiatric Solutions,					
Gtd. Notes		7.75	7/15/15	800,000	802,000

Tenet Healthcare,				
Sr. Notes	9.88	7/1/14	7,346,000	7,511,285
Triad Hospitals,				
Sr. Sub. Notes	7.00	11/15/13	2,918,000 b	2,950,828 <b>19,968,562</b>
Lodging & Entertainment12.7%				
AMC Entertainment,				
Sr. Sub. Notes	9.88	2/1/12	750,000 b	791,250
Cinemark,				
Sr. Discount Notes	9.75	3/15/14	3,915,000 b,e	3,381,581
Cinemark USA,				
Sr. Sub. Notes	9.00	2/1/13	90,000	95,850
Gaylord Entertainment,				
Gtd. Notes	6.75	11/15/14	775,000	773,062
Gaylord Entertainment,				
Sr. Notes	8.00	11/15/13	200,000	208,500
Isle of Capri Casinos,				
Gtd. Notes	9.00	3/15/12	1,878,000 b	1,971,900
Leslie's Poolmart,				
Sr. Notes	7.75	2/1/13	970,000	970,000
Mandalay Resort Group,				
Sr. Notes	6.50	7/31/09	1,825,000 b	1,854,656
Mandalay Resort Group,				
Sr. Sub. Notes	9.38	2/15/10	2,000,000 b	2,150,000
Marquee Holdings,				
Sr. Discount Notes	12.00	8/15/14	820,000 e	691,875
MGM Mirage,				
Gtd. Notes	8.50	9/15/10	2,858,000 b	3,072,350
Mohegan Tribal Gaming Authority,				
Sr. Notes	6.13	2/15/13	2,225,000 b	2,219,437
Mohegan Tribal Gaming Authority,				
Sr. Sub. Notes	6.38	7/15/09	1,800,000 b	1,809,000
Mohegan Tribal Gaming Authority,				
Sr. Sub. Notes	7.13	8/15/14	1,220,000	1,242,875
Park Place Entertainment,				
Sr. Sub. Notes	7.88	3/15/10	1,140,000 b	1,194,150
Penn National Gaming,				
Sr. Sub. Notes	6.75	3/1/15	540,000	531,900
Pokagon Gaming Authority,				
Sr. Notes	10.38	6/15/14	3,495,000 a,b	3,844,500
Resorts International Hotel &				
Casino, Gtd. Notes	11.50	3/15/09	470,000 b	487,037
Royal Caribbean Cruises,				
Sr. Notes	8.75	2/2/11	1,575,000 b	1,729,273
Scientific Games,				
Gtd. Notes	6.25	12/15/12	2,375,000 b	2,333,438

Conoca Camina				
Seneca Gaming, Sr. Unscd. Notes, Ser. B	7.25	5/1/12	875,000	894,687
Speedway Motorsports,	7.23	3/1/12	073,000	094,007
Sr. Sub. Notes	6.75	6/1/13	2,100,000 b	2,110,500
Wheeling Island Gaming,		., .	,,	, ,,,,,,,,
Gtd. Notes	10.13	12/15/09	1,000,000 b	1,023,750
Wimar OpCo,				
Sr. Sub. Notes	9.63	12/15/14	5,200,000 a	5,174,000
Wynn Las Vegas/Capital,				
First Mortgage Notes	6.63	12/1/14	1,331,000 b	1,329,336
				41,884,907
Machinery3.3%				
Case New Holland, Gtd. Notes	9.25	8/1/11	3,270,000 b	3,478,463
Columbus McKinnon,	9.23	0/1/11	3,270,000 b	3,470,403
Columbus McKillion,				
_				
Sr. Sub. Notes	8.88	11/1/13	615,000	651,900
Douglas Dynamics,				
Gtd. Notes	7.75	1/15/12	3,500,000 a,b	3,307,500
Terex,				
Gtd. Notes	7.38	1/15/14	3,415,000 b	3,483,300
Manufacturing1.5%				10,921,163
Bombardier,				
Notes	6.30	5/1/14	1,275,000 a,b	1,204,875
J.B. Poindexter & Co.,		-, -, - :	_,,_,.	_, ,,
Gtd. Notes	8.75	3/15/14	1,370,000 b	1,171,350
Polypore International,				
Sr. Discount Notes	10.50	10/1/12	2,003,000 e	1,602,400
RBS Global/Rexnord,				
Sr. Sub. Notes	11.75	8/1/16	1,050,000 a,b	1,102,500
				5,081,125
Media7.3%				
Adelphia Communications,	7.75	1/15/00	1 550 000 6	1 420 075
Sr. Notes, Ser. B CBD Media/Finance,	7.75	1/15/09	1,550,000 f	1,429,875
Gtd. Notes	8.63	6/1/11	200,000	206,000
CCO Holdings/Capital,	0.03	0, 1, 11	200,000	200,000
Sr. Notes	8.75	11/15/13	2,466,000 b	2,573,888
CSC Holdings,				
Sr. Notes	6.75	4/15/12	2,855,000 a,b,c	2,797,900
CSC Holdings,				
Sr. Notes, Ser. B	8.13	7/15/09	1,150,000 b	1,197,438
CVC,				
Sr. Notes, Ser. B	9.87	4/1/09	850,000 c	901,000
Dex Media East/Finance,				
Gtd. Notes	9.88	11/15/09	178,000	186,900

Dex Media East/Finance,	12.12	11/15/10	2 000 000 5	2 272 725
Gtd. Notes  Dex Media West/Finance,	12.13	11/15/12	2,060,000 b	2,273,725
Sr. Sub. Notes, Ser. B	9.88	8/15/13	4,165,000	4,560,675
DirecTV Holdings/Financing,	5.00	0/15/15	4,105,000	4,500,075
Sr. Notes	8.38	3/15/13	750,000	783,750
Entercom Radio/Capital,			•	,
Gtd. Notes	7.63	3/1/14	425,000	427,125
Kabel Deutschland,				
Gtd. Notes	10.63	7/1/14	1,268,000	1,412,235
LBI Media,				
Sr. Discount Notes	11.00	10/15/13	1,392,000 b,e	1,205,820
Lodgenet Entertainment,				
Sr. Sub. Debs.	9.50	6/15/13	419,000 b	453,567
Nexstar Finance Holdings,				
Sr. Discount Notes	11.38	4/1/13	2,245,000 b,e	2,023,306
Pegasus Communications,	12.50	0/1/07	1 576 0541 6	1.42.015
Sr. Notes, Ser. B	12.50	8/1/07	1,576,054 b,f	143,815
Radio One,	0.00	7/1/11	1 FFF 000 b	1 612 212
Gtd. Notes, Ser. B	8.88	7/1/11	1,555,000 b	1,613,312 <b>24,190,331</b>
Oil & Gas11.7%				24,130,331
ANR Pipeline,				
Sr. Notes	7.00	6/1/25	95,000 b	101,953
ANR Pipeline,				
Debs.	7.38	2/15/24	50,000 b	56,303
ANR Pipeline,				
Notes	8.88	3/15/10	2,230,000 b	2,350,621
Chesapeake Energy,	0.00	3,13,10	_,,	2,000,022
Gtd. Notes	7.63	7/15/13	600,000	635,250
Colorado Interstate Gas,				
Sr. Notes	5.95	3/15/15	460,000	456,165
Dynegy Holdings,				
Sr. Unscd. Notes	8.38	5/1/16	3,370,000 b	3,555,350
El Paso,		3/1/10	3,370,000 b	3,333,330
Sr. Notes	7.63	9/1/08	3,893,000 b	4,029,255
El Paso,		9/1/08	3,893,000 b	4,029,255
El Paso, Sr. Notes	7.63 7.75			
El Paso, Sr. Notes El Paso Production Holding,	7.75	9/1/08 6/15/10	3,893,000 b 3,942,000 b	4,029,255 4,188,375
El Paso, Sr. Notes El Paso Production Holding, Gtd. Notes		9/1/08	3,893,000 b	4,029,255
El Paso, Sr. Notes El Paso Production Holding, Gtd. Notes Hanover Compressor,	7.75 7.75	9/1/08 6/15/10 6/1/13	3,893,000 b 3,942,000 b 2,321,000 b	4,029,255 4,188,375 2,439,951
El Paso, Sr. Notes El Paso Production Holding, Gtd. Notes Hanover Compressor, Gtd. Notes	7.75	9/1/08 6/15/10	3,893,000 b 3,942,000 b	4,029,255 4,188,375
El Paso, Sr. Notes El Paso Production Holding, Gtd. Notes Hanover Compressor,	7.75 7.75	9/1/08 6/15/10 6/1/13 12/15/10	3,893,000 b 3,942,000 b 2,321,000 b 921,000 b	4,029,255 4,188,375 2,439,951 967,050
El Paso, Sr. Notes El Paso Production Holding, Gtd. Notes Hanover Compressor, Gtd. Notes Hanover Compressor,	7.75 7.75 8.63	9/1/08 6/15/10 6/1/13	3,893,000 b 3,942,000 b 2,321,000 b	4,029,255 4,188,375 2,439,951
El Paso, Sr. Notes El Paso Production Holding, Gtd. Notes Hanover Compressor, Gtd. Notes Hanover Compressor, Sr. Notes	7.75 7.75 8.63	9/1/08 6/15/10 6/1/13 12/15/10	3,893,000 b 3,942,000 b 2,321,000 b 921,000 b	4,029,255 4,188,375 2,439,951 967,050

McMoRan Exploration,					
Sr. Notes	5.25		10/6/11	891,000 a	970,076
Northwest Pipeline,					
Gtd. Notes	8.13		3/1/10	2,200,000 b	2,301,750
Pogo Producing,					
Sr. Sub. Notes	6.63		3/15/15	1,875,000 b	1,795,313
Southern Natural Gas,					
Unsub. Notes	8.88		3/15/10	1,795,000 b	1,892,092
Whiting Petroleum,					
Sr. Sub. Notes	7.25		5/1/13	2,225,000 b	2,241,688
Williams Cos.,					
Notes	7.13		9/1/11	1,925,000 b	2,011,625
Williams Cos.,					
Notes	7.37		10/1/10	3,000,000 a,b,c	3,075,000
Williams Cos.,					
Sr. Notes	7.63		7/15/19	500,000	537,500
Williams Cos.,					
Notes	7.88		9/1/21	1,900,000 b	2,047,250
					38,543,892
Packaging & Containers8.5%					
Ball,					
Gtd. Notes	6.88		12/15/12	2,250,000 b	2,306,250
Berry Plastics Holding,					
Scd. Notes	8.88		9/15/14	710,000 a	724,200
Berry Plastics Holding,			0.45.44	275 222	270.012
Scd. Notes	9.24		9/15/14	275,000 a,c	279,813
Crown Americas/Capital,	7.60		11/15/10	7 225 000 1	7 477 075
Gtd. Notes	7.63		11/15/13	7,225,000 b	7,477,875
Crown Americas/Capital,	7 75		11/15/15	4 125 000 h	4 200 212
Sr. Notes	7.75		11/15/15	4,125,000 b	4,300,313
Norampac, Sr. Notes	6.75		6/1/13	1,500,000	1 466 250
Owens Brockway Glass Container,	0.75		0/1/13	1,500,000	1,466,250
Gtd. Notes	6.75		12/1/14	445,000	433,875
Owens Brockway Glass Container,	0.75		12/1/14	443,000	455,675
Gtd. Notes	7.75		5/15/11	900,000 b	929,250
Owens Brockway Glass Container,	7.75		3/13/11	300,000 b	323,230
Gtd. Notes	8.25		5/15/13	450,000 b	467,437
Owens Brockway Glass Container,	0.23		3,13,13	130,000 5	107,137
onens brocking, class container,					
Scd. Notes		8.75	11/15/12	133,000	141,645
Owens Brockway Glass Container,					
Gtd. Notes		8.88	2/15/09	879,000 b	903,172
Owens-Illinois,					
Debs.		7.50	5/15/10	1,400,000	1,412,250
Owens-Illinois,					
Debs.		7.80	5/15/18	1,815,000 b	1,817,269

Plastipak Holdings,					
Sr. Notes		8.50	12/15/15	2,400,000 a,b	2,508,000
Solo Cup,		0.50		2, ,	_,500,000
Sr. Sub. Notes		8.50	2/15/14	800,000 b	696,000
Stone Container,		0.50	_,,	000,000 5	000,000
Sr. Notes		9.75	2/1/11	2,170,000 b	2,248,662
				, ,,,,,,,,	28,112,261
Paper & Forest Products3.7%					
Appleton Papers,					
Sr. Sub. Notes, Ser. B		9.75	6/15/14	2,709,000 b	2,803,815
Buckeye Technologies,					
Sr. Notes		8.50	10/1/13	1,150,000 b	1,219,000
Buckeye Technologies,					
Sr. Sub. Notes		9.25	9/15/08	651,000 b	654,255
Georgia-Pacific,					
Gtd. Notes		7.00	1/15/15	4,705,000 a	4,716,763
Georgia-Pacific,					
Sr. Notes		8.00	1/15/24	805,000	821,100
Temple-Inland,					
Bonds		6.63	1/15/18	1,975,000 b	2,051,991
					12,266,924
Property & Casualty Insurance1.1%					
Allmerica Financial,					
Debs.		7.63	10/15/25	3,300,000 b	3,553,031
Real Estate Investment Trusts1.3%					
B.F. Saul REIT,					
Scd. Notes		7.50	3/1/14	2,210,000 b	2,256,963
Host Marriott,					
Sr. Notes, Ser. M		7.00	8/15/12	2,150,000 b	2,193,000
					4,449,963
Retail1.4%					
Amerigas Partners,					
Sr. Unscd. Notes		7.25	5/20/15	1,100,000 b	1,119,250
Central European Distribution,					
Scd. Bonds	EUR	8.00	7/25/12	650,000 a,d	928,504
Neiman-Marcus Group					
Gtd. Notes		9.00	10/15/15	525,000	575,531
Rite Aid,					
Scd. Notes		8.13	5/1/10	1,035,000 b	1,062,169
VICORP Restaurants,					
Sr. Notes		10.50	4/15/11	966,000 b	932,190
					4,617,644
State/Government General Obligations2.0	%				
Erie Tobacco Asset					
Securitization/NY, Tobacco					
Settlement Asset-Backed Bonds		6.00	6/1/28	750,000	754,868
Michigan Tobacco Settlement					
Finance Authority, Tobacco					

Settlement Asset-Backed Bonds Tobacco Settlement Authority of Iowa, Tobacco Settlement		7.31	6/1/34	2,375,000 b	2,468,646
Asset-Backed Bonds		6.50	6/1/23	3,485,000 b	3,454,959 <b>6,678,473</b>
Structured Index2.4%					
Dow Jones CDX,					
Pass Thru Ctfs., Ser. 4-T1		8.25	6/29/10	7,493,760 a,b,g	7,793,510
Technology2.8%					
Fisher Scientific International,					
Sr. Sub. Notes		6.13	7/1/15	1,350,000 b	1,336,801
Freescale Semiconductor,					
Sr. Notes		8.88	12/15/14	3,780,000 a,b	3,784,725
Freescale Semiconductor,					
Sr. Sub. Notes		10.13	12/15/16	1,080,000 a,b	1,086,750
NXP/Funding,					
Scd. Bonds		7.88	10/15/14	425,000 a	441,469
NXP/Funding,					
Scd. Notes		8.12	10/15/13	465,000 a,c	474,300
Sensata Technologies,	5115	0.05	= .a .a c		
Sr. Sub. Notes	EUR	9.25	5/1/16	1,450,000 a,c,d	1,930,162
Sungard Data Systems,		0.07	0/15/13	200.000	212.125
Gtd. Notes		9.97	8/15/13	300,000 c	313,125 <b>9,367,332</b>
Telecommunications12.2%					
American Tower,					
Sr. Notes		7.13	10/15/12	1,329,000 b	1,372,192
American Towers,					
Gtd. Notes		7.25	12/1/11	1,100,000 b	1,144,000
Intelsat Bermuda,					
Sr. Notes		11.25	6/15/16	2,705,000 a	2,982,263
Intelsat Bermuda,					
Sr. Notes		11.35	6/15/13	2,000,000 a,c	2,110,000
Intelsat Subsidiary Holding,					
Sr. Notes		8.25	1/15/13	1,370,000 c	1,397,400
Intelsat Subsidiary Holding,					
Gtd. Notes		10.48	1/15/12	1,250,000 c	1,267,188
Level 3 Financing,					
Sr. Notes		9.25	11/1/14	3,050,000 a	3,126,250
Nordic Telephone Holdings,					
Sr. Notes	EUR	8.25	5/1/16	1,450,000 a,d	2,114,329
Nortel Networks,			<b></b>	250 222	261-5-
Gtd. Notes		10.75	7/15/16	350,000 a	384,563
PanAmSat,		0.05	C 12 = 12 =	260.000	202.055
Gtd. Notes		9.00	6/15/16	360,000 a	382,950
Pegasus Satellite Communications,					

Sr. Notes		12.38	8/1/08	368,306 f	33,608
Qwest,					
Bank Note, Ser. B		6.95	6/30/10	500,000 c	510,625
Qwest,					
Sr. Notes		7.88	9/1/11	200,000	214,000
Qwest,					
Sr. Notes		8.61	6/15/13	2,650,000 b,c	2,881,875
Rogers Wireless,					
Scd. Notes		7.25	12/15/12	2,000,000 b	2,130,000
Rogers Wireless,					
Scd. Notes		9.63	5/1/11	1,136,000 b	1,295,040
Rogers Wireless,					
Debs.		9.75	6/1/16	1,750,000 b	2,205,000
Rural Cellular,					
Sr. Notes		9.88	2/1/10	610,000	651,937
UbiquiTel Operating,					
Gtd. Notes	9.88	3/:	1/11	1,330,000 b	1,443,050
US Unwired,					
Gtd. Notes, Ser. B	10.00	6/3	15/12	2,172,000 b	2,400,060
Wind Acquisition Finance,					
Gtd. Bonds	10.75	12	/1/15	575,000 a	656,937
Windstream,					
Sr. Notes	8.13	8/3	1/13	6,720,000 a	7,308,000
Windstream,					
Sr. Notes	8.63	8/3	1/16	2,175,000 a,b	2,392,500
					40,403,767
Textiles & Apparel2.5%					
Hanesbrands,					
Sr. Notes	8.74	12	/15/14	975,000 a,c	996,937
Invista,					
Notes	9.25	5/3	1/12	4,405,000 a,b	4,746,388
Levi Strauss & Co.,					
Sr. Notes	12.25	12	/15/12	2,166,000 b	2,420,505
					8,163,830
Transportation1.7%					
CHC Helicopter,					
Sr. Sub. Notes	7.38	5/:	1/14	1,476,000 b	1,429,875
Greenbrier Cos.,					
Gtd. Notes	8.38	5/:	15/15	1,375,000 b	1,405,938
Gulfmark Offshore,					
Gtd. Notes	7.75	7/:	15/14	1,745,000 b,c	1,788,625
Kansas City Southern of Mexico,					
Sr. Notes	7.63	12	/1/13	1,100,000 a	1,102,750
					5,727,188
Total Bonds and Notes					
(cost \$457,474,928)					464,218,838

Preferred Stocks2.5%		Shares	Value (\$)
Banks1.4%		_	
Sovereign Capital Trust IV,			
Conv., Cum. \$2.1875		92,250	4,589,438
Media1.1%			
ION Media Networks,			
Cum. \$1,425		4	30,821
ION Media Networks,			
Conv. \$975		310 a	1,364,902
Spanish Broadcasting System,			
Ser. B, Cum. \$107.51		2,125	2,343,044
			3,738,767
Total Preferred Stocks			
(cost \$9,917,974)			8,328,205
Common Stocks6%		_	
Building & Construction5%			
Owens Corning		39,957 b,h	1,194,714
Chemicals0%			
Huntsman		8,533 h	161,871
Oil & Gas2%			
Williams Cos.		30,528	797,391
Total Common Stocks			
(cost \$2,075,496)			2,153,976
Total Investments (cost \$469,468,398)		143.8%	474,701,019
Liabilities, Less Cash and Receivables	(43.8%)		(144,695,327)
Net Assets	100.0%		330,005,692

- a Securities exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be resold in transactions exempt from registration, normally to qualified institutional buyers. At December 31, 2006, these securities amounted to \$116,097,022 or 35.2% of net assets.
- b Collateral for Revolving Credit and Security Agreement.
- c Variable rate security--interest rate subject to periodic change.
- d Principal amount stated in U.S. Dollars unless otherwise noted. EUR--Euro
- e Zero coupon until a specified date at which time the stated coupon rate becomes effective until maturity.
- f Non-income producing--security in default.
- g Security linked to a portfolio of debt securities.
- h Non-income producing security.

Securities valuation policies and other investment related disclosures are hereby incorporated by reference to the annual and semi-annual reports previously filed with the Securities and Exchange Commission on Form N-CSR.

#### Item 2. Controls and Procedures.

- (a) The Registrant's principal executive and principal financial officers have concluded, based on their evaluation of the Registrant's disclosure controls and procedures as of a date within 90 days of the filing date of this report, that the Registrant's disclosure controls and procedures are reasonably designed to ensure that information required to be disclosed by the Registrant on Form N-Q is recorded, processed, summarized and reported within the required time periods and that information required to be disclosed by the Registrant in the reports that it files or submits on Form N-Q is accumulated and communicated to the Registrant's management, including its principal executive and principal financial officers, as appropriate to allow timely decisions regarding required disclosure.
- (b) There were no changes to the Registrant's internal control over financial reporting that occurred during the Registrant's most recently ended fiscal quarter that have materially affected, or are reasonably likely to materially affect, the Registrant's internal control over financial reporting.

#### Item 3. Exhibits.

(a) Certifications of principal executive and principal financial officers as required by Rule 30a-2(a) under the Investment Company Act of 1940.

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#### **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.

Dreyfus High Yield Strategies Fund

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.

#### **EXHIBIT INDEX**

(a) Certifications of principal executive and principal financial officers as required by Rule 30a-2(a) under the Investment Company Act of 1940. (EX-99.CERT)

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