

ABERDEEN GLOBAL INCOME FUND INC
Form N-CSR
January 09, 2017

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:	811-06342
Exact name of registrant as specified in charter:	Aberdeen Global Income Fund, Inc.
Address of principal executive offices:	1735 Market Street, 32 nd Floor Philadelphia, PA 19103
Name and address of agent for service:	Ms. Andrea Melia Aberdeen Asset Management Inc. 1735 Market Street 32 nd Floor Philadelphia, PA 19103
Registrant's telephone number, including area code:	800-522-5465
Date of fiscal year end:	October 31
Date of reporting period:	October 31, 2016

Item 1 Reports to Stockholders The Report to Shareholders is attached herewith.

Managed Distribution Policy (unaudited)

The Board of Directors of the Aberdeen Global Income Fund, Inc. (the Fund) has authorized a managed distribution policy (MDP) of paying monthly distributions at an annual rate set once a year. The Fund's current monthly distribution is set at a rate of \$0.07 per share. With each distribution, the Fund will issue a notice to shareholders and an accompanying press release which will provide detailed information regarding the amount and estimated composition of the distribution and other information required by the Fund's MDP exemptive order. The Fund's Board of Directors may amend or terminate the MDP at any time without prior notice to shareholders; however, at this time, there are no reasonably foreseeable circumstances that might cause the termination of the MDP. You should not draw any conclusions about the Fund's investment performance from the amount of distributions or from the terms of the Fund's MDP.

Distribution Disclosure Classification (unaudited)

The Fund's policy is to provide investors with a stable monthly distribution out of current income, supplemented by realized capital gains and, to the extent necessary, paid-in capital.

The Fund is subject to U.S. corporate, tax and securities laws. Under U.S. tax rules, the amount applicable to the Fund and character of distributable income for each fiscal period depends on the actual exchange rates during the entire year between the U.S. Dollar and the currencies in which Fund assets are denominated and on the aggregate gains and losses realized by the Fund during the entire year.

Therefore, the exact amount of distributable income for each fiscal year can only be determined as of the end of the Fund's fiscal year, October 31. Under Section 19 of the Investment Company Act of 1940, as amended (the 1940 Act), the Fund is required to indicate the sources of certain distributions to shareholders. The estimated distribution composition may vary from month to month because it may be materially impacted by future income, expenses and realized gains and losses on securities and fluctuations in the value of the currencies in which the Fund's assets are denominated.

The distributions for the fiscal year ended October 31, 2016 consisted of 100% return of capital.

In January 2017, a Form 1099-DIV will be sent to shareholders, which will state the amount and composition of distributions and provide information with respect to their appropriate tax treatment for the 2016 calendar year.

Dividend Reinvestment and Direct Stock Purchase Plan (unaudited)

Computershare Trust Company, N.A. (Computershare), the Fund's transfer agent, sponsors and administers a Dividend Reinvestment and Direct Stock Purchase Plan (the Plan), which is available to shareholders.

The Plan allows registered shareholders and first-time investors to buy and sell shares and automatically reinvest dividends and capital gains through the transfer agent. This is a cost-effective way to invest in the Fund.

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Please note that for both purchase and reinvestment purposes, shares will be purchased in the open market at the current share price and cannot be issued directly by the Fund.

For more information about the Plan and a brochure that includes the terms and conditions of the Plan, please call Computershare at 1-800-647-0584 or visit www.computershare.com/buyaberdeen.

Letter to Shareholders (unaudited)

Dear Shareholder,

We present this Annual Report which covers the activities of Aberdeen Global Income Fund, Inc. (the Fund) for the fiscal year ended October 31, 2016. The Fund's principal investment objective is to provide high current income by investing primarily in fixed income securities. As a secondary investment objective, the Fund seeks capital appreciation, but only when consistent with its principal investment objective.

Fund Updates

On June 15, 2016, the Board of Directors of the Fund approved amendments to three non-fundamental investment limitations of the Fund, which went into effect on July 18, 2016. The amendments allow the Fund to increase its Asian local currency exposure and facilitate exposure to the global high yield asset class. Aberdeen Asset Management Asia Limited, the Fund's investment manager (Investment Manager), along with its affiliates Aberdeen Asset Management Limited and Aberdeen Asset Managers Limited, the Fund's investment adviser and sub-adviser, respectively, believe an increase in the Fund's Asian local currency exposure and exposure to the global high yield asset class will help to generate higher income for the Fund in an effort to better support the Fund's managed distribution policy.

- Up to 75% (from the previous limitation of 40%) of the Fund's investments (or the issuers of those investments) may be rated, at the time of investment, below investment grade; that is, rated below Baa3 by Moody's Investor Services (Moody's BBB- by S&P Global Ratings (S&P), or comparably rated by another appropriate nationally or internationally recognized rating agency, or if unrated, judged by the Investment Manager to be of equivalent quality.
- Up to 10% (from the previous limitation of 0%) of the Fund's investments (or the issuers of those investments) may be rated, at the time of investment, Caa1 or below by Moody's, or CCC+ or below by S&P, or comparably rated by another appropriate nationally or internationally recognized rating agency, or if unrated, judged by the Investment Manager to be of equivalent quality.
- The maximum exposure to issuers in any one Developed Market is limited to 25% of the Fund's total assets; provided, however, that up to 40% may be invested in issuers in the U.S. (from the previous limitation of 25% for U.S. issuers). The Fund's ability to have unlimited exposure to the U.S. dollar remains unchanged.

Effective November 1, 2016, the Fund's blended benchmark changed, as summarized below:

Former Blended Benchmark Components	Weight	New Blended Benchmark Components	Weight
BofA ML All Maturity Australia Government Index	20.00%	BofA ML All Maturity Australia Government Index	10.00%
BofA ML UK Gov Bonds Index	20.00%	BofA ML Global High Yield Constrained Index ^a (100% Hedged into USD)	25.00%
BofA ML Canadian Gov Bonds Index	15.00%	JPMorgan EMBI Global Diversified Index ^b	35.00%
BofA ML New Zealand Government Index	15.00%	BofA ML New Zealand Government Index	5.00%
BofA ML Global Emerging Markets Sovereign Bond BBB-B Index	30.00%	Markit iBoxx Asia Government Index ^c	25.00%

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- a The BofA ML Global High Yield Constrained Index tracks the performance of US, Canadian, British and Euro denominated publicly issued non-investment grade corporate debt but caps per issuer exposure at 2% of the index.
- b The JPMorgan EMBI Global Diversified Index is a uniquely-weighted version of the JPMorgan EMBI Global Index. It limits the weights of those index countries with larger debt stocks by only including specified portions of these countries' eligible current face amounts of debt outstanding. The JPMorgan EMBI Global Index tracks the performance of traded external debt instruments in the emerging markets.
- c The Markit iBoxx Asia Government Index is a subset of the iBoxx Asia ex-Japan Index family investing in local currency sovereign bonds from China, Hong Kong, India, Indonesia, Korea, Malaysia, Philippines, Singapore, Taiwan and Thailand.

The implementation of the above mentioned amendments resulted in selling the British Pound (GBP) and Canadian (CAD) denominated securities held in the Fund. These sales generated realized capital gains, which were offset by available capital loss carry forwards. The sales of the GBP and CAD denominated securities also resulted in the liquidation of the GBP and CAD Qualified Business Units (QBU) (see Notes to Financial Statements Note 2h) for federal tax purposes. Due to the liquidation of these QBUs, the Fund generated foreign currency

losses which reduced the taxable income available to support the monthly distributions. Ultimately, the Fund designated the monthly distributions as 100% return of capital. Shareholders will receive a Form 1099 in early 2017 with the final characterization of the distributions over the calendar year 2016 for tax return purposes. Additionally, a portion of the currency losses realized were deferred and will be incorporated into the distribution characterization for the fiscal year ended October 31, 2017.

- (1) Moody's credit ratings express the agency's opinion about the ability and willingness of an issuer, such as a corporation or state or city government, to meet its financial obligations in full and on time. Typically, ratings are expressed as letter grades that range, for example, from Aaa to C to communicate the agency's opinion of relative level of credit risk.
- (2) S&P's credit ratings express the agency's opinion about the ability and willingness of an issuer, such as a corporation or state or city government, to meet its financial obligations in full and on time. Typically, ratings are expressed as letter grades that range, for example, from AAA to D to communicate the agency's opinion of relative level of credit risk. Ratings from AA to CCC may be modified by the addition of a plus (+) or minus (-) sign to show relative standing within the major rating categories.

Aberdeen Global Income Fund, Inc.

Letter to Shareholders (unaudited) (continued)

NAV Total Return Performance

The Fund's total return, based on net asset value (NAV) net of fees, was 8.8% for the fiscal year ended October 31, 2016 and 6.9% per annum since inception, assuming the reinvestment of dividends and distributions. The Fund's total return for the fiscal year ended October 31, 2016 and per annum since inception is based on the reported NAV on each financial reporting period end.

Share Price Total Return Performance & Discount

For the fiscal year ended October 31, 2016, based on market price, the Fund's total return was 15.5% assuming reinvestment of dividends and distributions. The Fund's share price increased by 4.3% over the fiscal year, from \$8.11 on October 31, 2015 to \$8.46 on October 31, 2016. The Fund's share price on October 31, 2016 represented a discount of 8.2% to the NAV per share of \$9.22 on that date, compared with a discount of 13.5% to the NAV per share of \$9.38 on October 31, 2015.

Credit Quality

As of October 31, 2016, 35.8% of the Fund's portfolio was invested in securities where either the issue or the issuer was rated A or better by S&P or Moody's.

Managed Distribution Policy

Distributions to common shareholders for the twelve months ended October 31, 2016 totaled \$0.84 per share. Based on the share price of \$8.46 on October 31, 2016, the distribution rate over the 12-month period ended October 31, 2016 was 9.9%. Since all distributions are paid after deducting applicable withholding taxes, the effective distribution rate may be higher for those U.S. investors who are able to claim a tax credit.

On November 9, 2016 and December 9, 2016, the Fund announced that it will pay on November 25, 2016 and January 11, 2017, a distribution of U.S. \$0.07 per share to all shareholders of record as of November 18, 2016 and December 30, 2016, respectively.

The Fund's policy is to provide investors with a stable monthly distribution out of current income, supplemented by realized capital gains and, to the extent necessary, paid-in capital, which is a non-taxable return of capital. This policy is subject to an annual review as well as regular review at the Board's quarterly meetings, unless market conditions require an earlier evaluation.

Open Market Repurchase Program

The Fund's policy is generally to buy back Fund shares on the open market when the Fund trades at certain discounts to NAV and management believes such repurchases may enhance shareholder value. During the fiscal year ended October 31, 2016 and fiscal year

ended October 31, 2015, the Fund repurchased 100,430 and 350,802 shares, respectively.

Revolving Credit Facility

The Fund's revolving credit facility with The Bank of Nova Scotia was renewed for a 3-year term on February 28, 2014. The outstanding balance on the loan as of October 31, 2016 was \$31,500,000. Under the terms of the loan facility and applicable regulations, the Fund is required to maintain certain asset coverage ratios for the amount of its outstanding borrowings. The Board regularly reviews the use of leverage by the Fund. The Fund is also authorized to use reverse repurchase agreements as another form of leverage.

Portfolio Holdings Disclosure

The Fund's complete schedule of portfolio holdings for the second and fourth quarters of each fiscal year is included in the Fund's semi-annual and annual reports to shareholders. The Fund files its complete schedule of portfolio holdings with the Securities and Exchange Commission (SEC) for the first and third quarters of each fiscal year on Form N-Q. The Fund's Form N-Q filings are available on the SEC's website at <http://www.sec.gov> and may be reviewed and copied at the SEC's Public Reference Room in Washington, D.C. Information about the operation of the Public Reference Room may be obtained by calling 1-800-SEC-0330. The Fund makes the information on Form N-Q available to shareholders on the Fund's website or upon request and without charge by calling Investor Relations toll-free at 1-800-522-5465.

Proxy Voting

A description of the policies and procedures that the Fund uses to determine how to vote proxies relating to portfolio securities, and information regarding how the Fund voted proxies relating to portfolio securities during the most recent twelve months ended June 30 is available by August 31 of the relevant year: (i) upon request and without charge by calling Investor Relations toll-free at 1-800-522-5465; and (ii) on the SEC's website at <http://www.sec.gov>.

Unclaimed Share Accounts

Please be advised that abandoned or unclaimed property laws for certain states require financial organizations to transfer (escheat) unclaimed property (including Fund shares) to the state. Each state has its own definition of unclaimed property, and Fund shares could be considered unclaimed property due to account inactivity (e.g., no owner-generated activity for a certain period), returned mail (e.g., when mail sent to a shareholder is returned to the Fund's transfer agent as undeliverable), or a combination of both. If your Fund shares are categorized as unclaimed, your financial advisor or the Fund's transfer agent will follow the applicable state's statutory

Aberdeen Global Income Fund, Inc.

Letter to Shareholders (unaudited) (concluded)

requirements to contact you, but if unsuccessful, laws may require that the shares be escheated to the appropriate state. If this happens, you will have to contact the state to recover your property, which may involve time and expense. For more information on unclaimed property and how to maintain an active account, please contact your financial adviser or the Fund's transfer agent.

Investor Relations Information

As part of Aberdeen's commitment to shareholders, we invite you to visit the Fund on the web at www.aberdeenfco.com. Here, you can view monthly fact sheets, quarterly commentary, distribution and performance information, updated daily data courtesy of Morningstar®, portfolio charting and other Fund literature.

Enroll in our email services today and be among the first to receive the latest closed-end fund news, announcements, videos and information. In addition, you can receive electronic versions of important Fund documents including annual reports, semi-annual reports, prospectuses, and proxy statements. Sign-up today at www.aberdeen-asset.us/aam.nsf/usclosed/email.

For your convenience, included within this report is a reply card with a postage paid envelope. Please take a minute to complete this card

if you would like to be added to our enhanced email services from Aberdeen.

Contact Us:

Visit: cef.aberdeen-asset.us

Watch: www.aberdeen-asset.us/aam.nsf/usclosed/aberdeentv

Email: InvestorRelations@aberdeen-asset.com

Call: 1-800-522-5465 (toll-free in the U.S.)

Yours sincerely,

/s/ Christian Pittard

Christian Pittard

President

Aberdeen Global Income Fund, Inc.

Report of the Investment Manager (unaudited)

Market/economic review

Global bonds and currencies ended with mixed performance over the 12-month period ended October 31, 2016. Markets had a volatile start on the back of the interest-rate hike by the U.S. Federal Reserve (Fed) in December 2015, sharp declines in Chinese equities and a tumble in commodity prices. Just when investor sentiment appeared to stabilize going into the second half of the reporting period, risk aversion spiked again, this time caused by the UK's unexpected Brexit vote in June 2016. Safe-haven assets, including the Japanese yen, gold and developed-market bonds, rallied. After a brief sell-off, Asia-Pacific and emerging-market bonds rebounded as record-low interest rates in developed bond markets drove global fund flows in search of higher yields. Towards the end of the reporting period, caution rose ahead of the U.S. presidential race in November. Republican Donald Trump subsequently won the election on November 8.

In the wake of the Brexit vote, UK government bond yields fell. The Bank of England cut its benchmark interest rate for the first time in seven years, expanded its bond-buying program and noted that it would strive to support economic growth in the aftermath of the Brexit vote. Finance Minister Philip Hammond also indicated that the government might scale back austerity measures. Nonetheless, the sterling suffered from heightened risk aversion, reaching a 31-year low against the U.S. dollar in early October 2016. Canadian bonds also strengthened in the flight to safety, even though the central bank left rates unchanged. The Canadian dollar weakened against the U.S. dollar over the reporting period.

Australian and New Zealand bond yields fell as their respective central banks remained on a monetary policy easing path, cutting rates in attempts to boost growth. Although Standard and Poor's (S&P) downgraded Australia's credit-rating outlook to negative, its impact was negligible, in our view. Both the Australian and New Zealand dollars strengthened against their U.S. counterpart during the reporting period.

Emerging-market bond returns were mixed over the reporting period. Indonesian bonds were the strongest performers as Indonesia's central bank continued to cut rates. Investor sentiment was further

boosted by stimulus measures and the tax amnesty bill that investors hoped would encourage overseas asset repatriation.³ The Indonesian rupiah rallied against the U.S. dollar. Brazilian bonds also outperformed the overall market despite initial concerns over the deteriorating political backdrop. In the latter half of the reporting period, tensions abated after former President Dilma Rousseff was impeached by the Senate, allowing Michel Temer to stand in as president until the end of 2018. The Brazilian real rallied over 20% against the U.S. dollar during the reporting period.

Bond yields in Turkey ended the reporting period mixed, with the short end of the curve outperforming the long end. Early gains were eroded by the worsening political environment, sparked by the failed military coup in mid-July 2016. Later in the period, an extension of the state of emergency and downgrades to the country's credit rating by Moody's and S&P further weighed on market sentiment. The lira weakened against its major currency peers. Philippine bonds underperformed the overall market during the reporting period. Investors initially welcomed President Rodrigo Duterte's election win but his more strident invectives against the U.S. reignited market jitters. The Philippine peso weakened against the U.S. dollar. In Mexico, yields rose across the curve as the central bank hiked rates in a bid to prop up the currency. The Mexican peso accelerated its downward spiral against the U.S. dollar in the lead-up to the U.S. presidential election, as Donald Trump's diatribe against the country's southern neighbor intensified.

Fund performance review

Fund performance for the reporting period benefited mainly from the allocation to emerging-market debt. Positions in Australia and New Zealand bonds, as well as UK and Canadian bonds, also had a positive impact on Fund performance.

Within the Fund's emerging-market debt strategies, security selection in Brazil and the overweight to the Brazilian real were the primary contributors to Fund performance over the reporting period. Security selection in Indonesia and the overweight to the rupiah also enhanced Fund performance. Additionally, the underweight to Turkish bonds had a positive impact on performance. Conversely, the position in the Mexican peso detracted from Fund performance.

- ¹ Brexit is an abbreviation of British exit, which refers to the June 23, 2016 referendum by British voters to exit the European Union.
- ² S&P's credit ratings express the agency's opinion about the ability and willingness of an issuer, such as a corporation or state or city government, to meet its financial obligations in full and on time. Typically, ratings are expressed as letter grades that range, for example, from AAA to D to communicate the agency's opinion of relative level of credit risk. Ratings from AA to CCC may be modified by the addition of a plus (+) or minus (-) sign to show relative standing within the major rating categories.
- ³ Asset repatriation comprises the transfer of a company's foreign capital to its home country and its conversion into the domestic currency.
- ⁴ Moody's credit ratings express the agency's opinion about the ability and willingness of an issuer, such as a corporation or state or city government, to meet its financial obligations in full and on time. Typically, ratings are expressed as letter grades that range, for example, from Aaa to C to communicate the agency's opinion of relative level of credit risk.

Aberdeen Global Income Fund, Inc.

Report of the Investment Manager (unaudited) (continued)

Within the Fund's developed-markets portfolios, the overweight to Australian bonds and underweight to the British pound sterling were notable contributors to Fund performance, but the underweight to UK bonds was a detractor.

The Fund's use of derivatives had an overall negative impact on performance for the reporting period, attributable primarily to the long position in the U.S. dollar and short positions in both the Australian and New Zealand dollars, given the rally in the latter two currencies over the reporting period.

As part of the liberalization of the domestic bond market, in February 2016, the People's Republic of China (PRC) announced a new path for international investors to access onshore bonds through the China Interbank Bond Market (CIBM). Because more than 90% of current PRC bond trading activity is transacted in the CIBM, the Fund's new ability to access PRC bonds (and other products) through CIBM provides greater flexibility and liquidity, while subjecting the Fund to similar risks associated with other methods of investing directly in China.

Outlook

The global markets' reaction in the immediate aftermath of the U.S. presidential election not only reflected surprise over Donald Trump's win but also resulted in elevated uncertainty that we think could prevail going into 2017. U.S. Treasuries and some Asian bond markets initially rallied but subsequently sold off, with current yields generally higher than their pre-election levels. The U.S. dollar weakened against its G10⁵ peers but later reversed course, and more recently was firmer against most G10 and emerging-market currencies. Credit spreads narrowed after widening initially. We believe that investors will have to wait for President-elect Trump to set policy direction when he takes office in January 2017. Early assumptions are for the U.S. to embark on fiscal stimulus, which could prove inflationary and cause U.S. Treasury yields to rise further. The Fed also is generally expected to continue on its path of monetary policy normalization, provided that investor sentiment and financial conditions are stable. For Asia and emerging markets, we think that a key risk stems from a potential increase in U.S. protectionism and its impact on global trade. On a positive note, we believe that most central banks still have some room to cut rates if they choose.

Elsewhere, we feel that there may be one more interest-rate cut in New Zealand in the near term, after which the central bank may adopt a more neutral stance, given improvements in economic

activity. In Australia, however, we do not think that low inflation alone will spur the central bank to ease monetary policy further, given the risks posed by burgeoning residential housing supply. In the UK, better-than-expected economic data may reduce the need for further stimulus. Nonetheless, we think that Brexit talks appear headed towards more uncertainty after a high-court ruling placed Parliament firmly in the driver's seat, which could overshadow all other economic news. As for the European Central Bank, we think that more action is likely despite increased speculation about tapering. In our view, unless more policy measures are announced, the Japanese yen may not weaken. In this environment, we anticipate that interest-rate markets and other carry strategies⁶ will be well supported.

Loan Facility and the Use of Leverage

The Fund utilizes leverage to seek to increase the yield for its shareholders. The amounts borrowed from the Fund's loan facility may be invested to seek to return higher rates than the rates in the Fund's portfolio. However, the cost of leverage could exceed the income earned by the Fund on the proceeds of such leverage. To the extent that the Fund is unable to invest the proceeds from the use of leverage in assets which pay interest at a rate which exceeds the rate paid on the leverage, the yield on the Fund's common stock will decrease. In addition, in the event of a general market decline in the value of assets in which the Fund invests, the effect of that decline will be magnified in the Fund because of the additional assets purchased with the proceeds of the leverage. Non-recurring expenses in connection with the implementation of the loan facility will reduce the Fund's performance.

The Fund's leveraged capital structure creates special risks not associated with unleveraged funds having similar investment objectives and policies. The funds borrowed pursuant to the loan facility may constitute a substantial lien and burden by reason of their prior claim against the income of the Fund and against the net assets of the Fund in liquidation. The Fund is not permitted to declare dividends or other distributions in the event of default under the loan facility. In the event of default under the loan facility, the lender has the right to cause a liquidation of the collateral (i.e., sell portfolio securities and other assets of the Fund) and, if any such default is not cured, the lender may be able to control the

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liquidation as well. The loan facility has a term of 3 years and is not a perpetual form of leverage; there can be no assurance that the loan facility will be available for renewal on acceptable terms, if at all.

⁵ The G10 nations include Belgium, Canada, France, Germany, Italy, Japan, the Netherlands, Sweden, Switzerland, the UK and the U.S.

⁶ An interest-rate carry strategy comprises borrowing at a low interest rate and investing in an asset that provides a higher rate of return.

Aberdeen Global Income Fund, Inc.

Report of the Investment Manager (unaudited) (concluded)

The credit agreement governing the loan facility includes usual and customary covenants for this type of transaction. These covenants impose on the Fund asset coverage requirements, Fund composition requirements and limits on certain investments, such as illiquid investments, which are more stringent than those imposed on the Fund by the 1940 Act. The covenants or guidelines could impede Aberdeen Asset Management Asia Limited (the Investment Manager), Aberdeen Asset Management Limited (the Investment Adviser) or Aberdeen Asset Managers Limited (the Sub-Adviser) from fully managing the Fund's portfolio in accordance with the Fund's investment objective and policies. Furthermore, non-compliance with such covenants or the occurrence of other events could lead to the cancellation of the loan facility. The covenants also include a requirement that the Fund maintain a NAV of no less than \$60,000,000.

Prices and availability of leverage are extremely volatile in the current market environment. The Board regularly reviews the use of leverage by the Fund and may explore other forms of leverage. The Fund is also authorized to use reverse repurchase agreements as another form of leverage. A reverse repurchase agreement involves the sale of a security, with an agreement to repurchase the same or substantially similar securities at an agreed upon price and date. Whether such a transaction produces a gain for the Fund depends upon the costs of the agreements and the income and gains of the securities purchased with the proceeds received from the sale of the security. If the income and gains on the securities purchased fail to exceed the costs, the Fund's NAV will decline faster than otherwise would be the case. Reverse repurchase agreements, as with any

leveraging techniques, may increase the Fund's return; however, such transactions also increase the Fund's risks in down markets.

Interest Rate Swaps

The Fund may enter into interest rate swaps to efficiently gain interest rate exposure and hedge interest rate risk. As of October 31, 2016, the Fund held interest rate swap agreements with an aggregate notional amount of \$31,500,000 which represented 100% of the Fund's total borrowings. Under the terms of the agreements currently in effect, the Fund either receives a floating rate of interest (three-month USD-LIBOR BBA rate) and pays fixed rates of interest for the terms or pays a floating rate of interest and receives a fixed rate of interest for the terms, and based upon the notional amounts set forth below:

Remaining

Term as of	Receive/(Pay) Floating Rate	Amount (in \$ millions)	Fixed Rate Payable (%)
October 31, 2016			
12 months	Receive	16.5	0.84
96 months	Receive	15.0	2.44

A significant risk associated with interest rate swaps is the risk that the counterparty may default or file for bankruptcy, in which case the Fund would bear the risk of loss of the amount expected to be received under the swap agreements. There can be no assurance that the Fund will have an interest rate swap in place at any given time nor can there be any assurance that, if an interest rate swap is in place, it will be successful in hedging the Fund's interest rate risk with respect to the loan facility. The implementation of this strategy is at the discretion of the Leverage Committee of the Board.

Aberdeen Asset Management Asia Limited

Total Investment Returns (unaudited)

The following table summarizes the average annual Fund performance for the 1-year, 3-year, 5-year and 10-year periods as of October 31, 2016. The Fund's principal investment objective is to provide high current income by investing primarily in fixed income securities. As a secondary investment objective, the Fund seeks capital appreciation, but only when consistent with its principal investment objective.

	1 Year	3 Years	5 Years	10 Years
Net Asset Value (NAV)	8.8%	-0.1%	0.8%	5.0%
Market Value	15.5%	0.2%	-0.5%	4.4%

*Aberdeen Asset Management Inc. has entered into an agreement with the Fund to limit investor relations services fees, without which performance would be lower. See Note 3 in the Notes to Financial Statements. Returns represent past performance. Total investment return at NAV is based on changes in the NAV of Fund shares and assumes reinvestment of dividends and distributions, if any, at market prices pursuant to the Fund's dividend reinvestment program. All return data at NAV includes fees charged to the Fund, which are listed in the Fund's Statement of Operations under Expenses. The Fund's total investment return at NAV is based on the reported NAV on each financial reporting period end. Total investment return at market value is based on changes in the market price at which the Fund's shares traded on the NYSE MKT during the period and assumes reinvestment of dividends and distributions, if any, at market prices pursuant to the Fund's dividend reinvestment program. The Fund's total investment return is based on the reported NAV on the financial reporting period end. Because the Fund's shares trade in the stock market based on investor demand, the Fund may trade at a price higher or lower than its NAV. Therefore, returns are calculated based on both market price and NAV. **Past performance is no guarantee of future results.** The performance information provided does not reflect the deduction of taxes that a shareholder would pay on distributions received from the Fund. The current performance of the Fund may be lower or higher than the figures shown. The Fund's yield, return, market price and NAV will fluctuate. Performance information current to the most recent month-end is available at www.aberdeenfco.com or by calling 800-522-5465.*

The net operating expense ratio, excluding fee waivers, based on the fiscal year ended October 31, 2016 was 2.49%. The net operating expense ratio, net of fee waivers, based on the fiscal year ended October 31, 2016 was 2.47%. The net operating expense ratio, excluding interest expense, net of fee waivers, based on the fiscal year ended October 31, 2016 was 1.90%.

Aberdeen Global Income Fund, Inc.

Portfolio Composition (unaudited)

Quality of Investments⁽¹⁾

As of October 31, 2016, 35.8% of the Fund's total investments were invested in securities where either the issue or the issuer was rated A or better by S&P or Moody's. The table below shows the asset quality of the Fund's portfolio as of October 31, 2016 compared with the previous six and twelve months:

Date	AAA/Aaa	AA/Aa	A	BBB/Baa	BB/Ba*	B*	C/CCC*	D*	NR**
	%	%	%	%	%	%	%	%	%
October 31, 2016	18.2	17.2	0.4	8.5	18.7	20.2	6.0	0.1	10.7
April 30, 2016	27.6	33.2	4.6	7.6	12.3	10.1	3.1	0	1.5
October 31, 2015	30.3	33.2	4.3	8.3	12.9	8.1	1.5	0	1.4

* Below investment grade

** Not Rated

⁽¹⁾ For financial reporting purposes, credit quality ratings shown above reflect the lowest rating assigned by either S&P or Moody's if ratings differ. These rating agencies are independent, nationally recognized statistical rating organizations and are widely used. Investment grade ratings are credit ratings of BBB/Baa or higher. Below investment grade ratings are credit ratings of BB/Ba or lower. Investments designated NR are not rated by either rating agency. Unrated investments do not necessarily indicate low credit quality. Credit quality ratings are subject to change. The Investment Manager evaluates the credit quality of unrated investments based upon, but not limited to, credit ratings for similar investments.

Geographic Composition

The Fund's investments are divided into three categories: Developed Markets, Investment Grade Developing Markets and Sub-Investment Grade Developing Markets. The table below shows the geographical composition (with U.S. Dollar-denominated bonds issued by foreign issuers allocated into country of issuance) of the Fund's total investments as of October 31, 2016, compared with the previous six and twelve months:

Date	Developed Markets	Investment Grade Developing Markets	Sub-Investment Grade Developing Markets
	%	%	%
October 31, 2016	71.0	12.5	16.5
April 30, 2016	70.4	13.4	16.2
October 31, 2015	71.5	12.9	15.6

Currency Composition

The table below shows the currency composition of the Fund's total investments as of October 31, 2016, compared with the previous six and twelve months:

	Investment Grade		Sub-Investment Grade
	Developed Markets	Developing Markets	Developing Markets
Date	%	%	%
October 31, 2016	95.1	3.4	1.5
April 30, 2016	94.2	4.8	1.0
October 31, 2015	95.8	2.8	1.4

Aberdeen Global Income Fund, Inc.

Portfolio Composition (unaudited) (concluded)

Maturity Composition

As of October 31, 2016, the average maturity of the Fund's total investments was 7.8 years, compared with 10.2 years at April 30, 2016 and 10.3 years at October 31, 2015. The table below shows the maturity composition of the Fund's investments as of October 31, 2016, compared with the previous six and twelve months:

	Under 3 Years	3 to 5 Years	5 to 10 Years	10 Years & Over
Date	%	%	%	%
October 31, 2016	21.9	17.6	37.7	22.8
April 30, 2016	12.4	11.5	45.0	31.1
October 31, 2015	15.6	8.8	46.9	28.7

Aberdeen Global Income Fund, Inc.

Summary of Key Rates (unaudited)

The following table summarizes the movements of key interest rates and currencies from October 31, 2016 and the previous six and twelve month periods.

	October 31, 2016	April 30, 2016	October 31, 2015
Australia			
90 day Bank Bills	1.75%	2.16%	2.11%
10 yr bond	2.06%	2.30%	2.40%
Australian Dollar	\$0.76	\$0.76	\$0.71
Canada			
90 day Bank Bills	0.90%	0.94%	0.84%
10 yr bond	1.20%	1.51%	1.54%
Canadian Dollar	\$0.75	\$0.80	\$0.76
New Zealand			
90 day Bank Bills	2.14%	2.42%	2.98%
10 yr bond	2.71%	2.85%	3.30%
New Zealand Dollar	\$0.72	\$0.70	\$0.68
United Kingdom			
90 day Bank Bills	0.40%	0.59%	0.58%
10 yr bond	1.25%	1.60%	1.92%
British Pound	\$1.22	\$1.46	\$1.54
South Korea			
90 day commercial paper	1.39%	1.61%	1.57%
10 yr bond	1.68%	1.80%	2.11%
South Korean Won*	₩1144.25	₩1139.40	₩1140.05
Thailand			
90 day deposits	1.00%	1.00%	1.00%
10 yr bond	2.13%	1.80%	2.65%
Thai Baht*	฿35.00	฿34.93	฿35.57
Mexico			
90 day T-Bills	4.91%	3.85%	3.18%
10 yr bond	6.28%	5.88%	6.00%
Mexican Peso*	₱18.81	₱17.13	₱16.53
Malaysia			
3-month T-Bills	2.62%	2.48%	2.96%
10 yr bond	3.60%	3.88%	4.37%
Malaysian Ringgit*	₹4.20	₹3.91	₹4.30
Brazil			
3-month T-Bills	13.74%	14.14%	14.28%
10 yr bond	11.40%	12.47%	15.89%
Brazilian Real*	R3.17	R3.45	R3.84
U.S. \$ Bonds**			
Mexico	3.40%	3.51%	3.67%
Indonesia	3.59%	3.96%	4.44%
Philippines	1.43%	1.34%	1.57%

*

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These currencies are quoted Asian currency per U.S. Dollar. The Australian, Canadian and New Zealand Dollars and British Pound are quoted U.S. Dollars per currency.

** Sovereign issues.

Aberdeen Global Income Fund, Inc.

10

Portfolio of Investments

As of October 31, 2016

Principal

Amount		Description	Value
(000)			(US\$)
CORPORATE BONDS 50.6%			
ARGENTINA 0.2%			
USD	150	Cablevision SA, 6.50%, 06/15/2019 (a)(b)	\$ 156,000
AUSTRALIA 0.3%			
USD	235	QBE Insurance Group Ltd., 6.75%, 12/02/2024 (a)(b)(c)	256,620
BANGLADESH 0.3%			
USD	200	Banglalink Digital Communications Ltd., 8.63%, 05/06/2017 (a)(b)	212,500
BARBADOS 0.3%			
USD	210	Sagicor Finance 2015 Ltd., 8.88%, 08/11/2019 (a)(b)	240,188
BELGIUM 0.2%			
EUR	120	KBC Group NV, 5.63%, 03/19/2019 (a)(b)(c)(d)	131,730
BRAZIL 2.5%			
USD	206	Caixa Economica Federal, 4.25%, 05/13/2019 (b)	208,369
USD	320	Marfrig Overseas Ltd., 9.50%, 11/30/2016 (a)(b)	331,264
USD	420	OAS Financial Ltd., 8.88%, 04/25/2018 (a)(b)(d)(e)(f)	15,750
USD	640	Petrobras Global Finance BV, 8.38%, 05/23/2021	708,032
USD	490	Petrobras International Finance Co., 5.38%, 01/27/2021	485,198
USD	152	QGOG Atlantic, 5.25%, 11/30/2016 (a)(b)	136,518
USD	111	Vale Overseas Ltd., 4.38%, 01/11/2022	111,277
			1,996,408
CANADA 1.1%			
USD	225	Canadian Natural Resources Ltd., 6.50%, 02/15/2037	257,097
USD	140	First Quantum Minerals Ltd., 6.75%, 02/15/2017 (a)(b)	134,050
CAD	185	Gateway Casinos & Entertainment Ltd., 8.50%, 11/30/2016 (a)(b)	130,340
USD	155	MEG Energy Corp., 6.38%, 07/30/2017 (a)(b)	127,875
USD	145	MEG Energy Corp., 7.00%, 09/30/2018 (a)(b)	118,900
USD	120	Teck Resources Ltd., 8.00%, 06/01/2018 (a)(b)	131,100
			899,362
CHINA 0.3%			
USD	210	Future Land Development Holdings Ltd., 10.25%, 07/21/2017 (a)(b)	228,631
DOMINICAN REPUBLIC 0.5%			
USD	400	AES Andres BV / Dominican Power Partners / Empresa Generadora de Electricidad It, 7.95%, 05/11/2021 (a)(b)	424,000
FRANCE 0.9%			
EUR	110	BiSoho SAS, 5.88%, 05/01/2019 (a)(b)	129,229
EUR	270	Novafives SAS, 4.50%, 06/30/2017 (a)(b)	257,861
USD	315	SFR Group SA, 6.00%, 05/15/2017 (a)(b)	322,976
			710,066
GEORGIA 1.1%			
USD	200	BGEO Group JSC, 6.00%, 07/26/2023 (b)	205,108
USD	250	Georgian Oil and Gas Corp., 6.75%, 04/26/2021 (b)	262,238
USD	400	Georgian Railway JSC, 7.75%, 07/11/2022 (b)	446,000
			913,346
GERMANY 3.2%			
EUR	120	ALBA Group PLC & Co. KG, 8.00%, 05/15/2017 (a)(b)	129,122

See Notes to Financial Statements.

Aberdeen Global Income Fund, Inc.

Portfolio of Investments *(continued)*

As of October 31, 2016

Principal

Amount		Description	Value
(000)			(US\$)
CORPORATE BONDS (continued)			
GERMANY (continued)			
AUD	3,000	Landwirtschaftliche Rentenbank, 6.25%, 04/13/2018 (g)	\$ 2,419,046
			2,548,168
GUATEMALA 0.7%			
USD	200	Comunicaciones Celulares SA, 6.88%, 02/06/2019 (a)(b)	204,500
USD	300	Industrial Subordinated Trust, 8.25%, 07/27/2021 (b)	322,875
			527,375
HONG KONG 0.3%			
USD	210	Shimao Property Holdings Ltd., 8.38%, 02/10/2019 (a)(b)	236,792
INDIA 0.3%			
USD	210	ICICI Bank Ltd., 6.38%, 04/30/2017 (a)(b)(c)	212,859
INDONESIA 1.2%			
USD	370	Pertamina Persero PT, 4.30%, 05/20/2023 (b)	383,469
USD	560	Pertamina Persero PT, 5.63%, 05/20/2043 (b)	561,729
			945,198
ITALY 0.6%			
GBP	200	Assicurazioni Generali SpA, 6.42%, 02/08/2022 (a)(c)(d)	245,718
USD	200	Wind Acquisition Finance SA, 7.38%, 04/23/2017 (a)(b)	205,500
			451,218
KAZAKHSTAN 1.1%			
USD	200	KazMunayGas National Co. JSC, 7.00%, 05/05/2020 (b)	221,746
USD	216	Tengizchevroil Finance Co. International Ltd., 4.00%, 08/15/2026 (b)	