

Edgar Filing: Voya International High Dividend Equity Income Fund - Form N-Q

Voya International High Dividend Equity Income Fund  
Form N-Q  
July 24, 2014

OMB APPROVAL

OMB Number: 3235-0578

Expires: January 31, 2016

Estimated average burden hours per response: 10.5

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: 811-22051

**Voya International High Dividend Equity Income Fund**

(Exact name of registrant as specified in charter)

7337 East Doubletree Ranch Rd., Suite 100, Scottsdale, AZ 85258

(Address of principal executive offices) (Zip code)

Huey P. Falgout, Jr., 7337 East Doubletree Ranch Road, Scottsdale, AZ 85258

Edgar Filing: Voya International High Dividend Equity Income Fund - Form N-Q

(Name and address of agent for service)

Registrant's telephone number, including area code: 1-800-992-0180

Date of fiscal year end: February 28

Date of reporting period: May 31, 2014

Item 1. Schedule of Investments

The schedules of investments as of the close of the reporting period are set forth below for:

Voya International High Dividend Equity Income Fund

The schedules are not audited.

Voya International High Dividend Equity Income Fund		PORTFOLIO OF INVESTMENTS as of May 31, 2014 (Unaudited)	
Shares		Value	Percentage of Net Assets
<b>COMMON STOCK: 96.5%</b>			
Australia: 8.5%			
11,522	Australia & New Zealand Banking Group Ltd.	\$359,965	0.4
20,609	BHP Billiton Ltd.	701,121	0.8
207,152	@ CFS Retail Property Trust	395,698	0.5
35,270	Coca-Cola Amatil Ltd.	311,301	0.4
78,250	Goodman Group	371,380	0.4
123,076	Incitec Pivot Ltd.	315,569	0.4
68,956	@ Insurance Australia Group	382,451	0.5
124,619	Metcash Ltd.	330,533	0.4
10,761	National Australia Bank Ltd.	336,076	0.4
6,433	Rio Tinto Ltd.	355,888	0.4
29,331	@ Santos Ltd.	397,131	0.5
281,895	@ Sigma Pharmaceuticals Ltd.	186,330	0.2
221,903	Spark Infrastructure Group	372,298	0.5
96,542	Stockland	350,945	0.4
29,975	Suncorp Group Ltd	373,361	0.5
88,078	Sydney Airport	360,276	0.4
73,344	Toll Holdings Ltd.	370,631	0.4
51,126	Transurban Group	353,960	0.4
27,092	Treasury Wine Estates Ltd.	131,599	0.2
11,065	Westpac Banking Corp.	354,696	0.4
		7,111,209	8.5
Austria: 0.5%			
4,760	BUWOG AG	89,219	0.1
95,204	Immofinanz Immobilien Anlagen AG	338,461	0.4
		427,680	0.5
Belgium: 3.2%			
27,084	Belgacom S.A.	897,083	1.1
36,776	bpost SA	926,431	1.1
11,627	Delhaize Group	827,685	1.0
		2,651,199	3.2
Canada: 1.0%			
9,300	@ Canadian Imperial Bank of Commerce	821,562	1.0

Edgar Filing: Voya International High Dividend Equity Income Fund - Form N-Q

	China: 8.5%		
121,500	BOC Hong Kong Holdings Ltd.	366,241	0.5
570,000	@ China BlueChemical Ltd.	305,516	0.4
770,000	China Communications Services Corp., Ltd.	365,935	0.4
718,380	China Construction Bank	528,463	0.6
38,000	China Mobile Ltd.	372,436	0.5
130,000	@ China Overseas Land & Investment Ltd.	339,618	0.4
397,400	China Petroleum & Chemical Corp.	359,375	0.4
138,000	China Resources Power Holdings Co.	363,279	0.4
924,000	China Shanshui Cement Group Ltd.	337,171	0.4
104,000	China Shineway Pharmaceutical Group Ltd.	190,640	0.2
826,000	China Telecom Corp., Ltd.	416,254	0.5
258,000	COSCO Pacific Ltd.	341,272	0.4
356,000	Guangdong Investment Ltd.	395,633	0.5
278,000	Harbin Electric Co. Ltd.	165,933	0.2
894,118	Industrial and Commercial Bank of China Ltd.	583,006	0.7
152,000	@ Jiangsu Expressway Co. Ltd.	182,761	0.2
604,500	Parkson Retail Group Ltd.	178,736	0.2
352,000	PetroChina Co., Ltd.	421,207	0.5
104,000	Shanghai Industrial Holdings Ltd.	321,704	0.4
152,500	Sinopec Engineering Group Co. Ltd.	176,125	0.2
420,000	Zhejiang Expressway Co., Ltd.	416,403	0.5
		7,127,708	8.5
	Denmark: 0.8%		
11,396	FLSmidth & Co. A/S	668,632	0.8
	France: 10.5%		
15,656	Alstom	617,093	0.7
24,355	AXA S.A.	601,956	0.7
9,300	BNP Paribas	651,101	0.8
20,132	Carrefour S.A.	731,812	0.9
6,584	@ Casino Guichard Perrachon S.A.	848,065	1.0
18,755	Electricite de France SA	658,462	0.8
45,050	Etablissements Maurel et Prom	774,677	0.9
22,436	Eutelsat Communications	785,527	0.9
38,914	France Telecom SA	650,963	0.8
5,592	Lafarge S.A.	483,184	0.6
12,076	Sanofi	1,291,090	1.6
9,277	Vinci S.A.	687,055	0.8
		8,780,985	10.5
	Germany: 3.8%		
8,565	Deutsche Boerse AG	654,241	0.8
32,417	Deutsche Telekom AG	547,398	0.7
38,756	E.ON AG	755,030	0.9
12,631	@ Metro AG	528,561	0.6
3,152	Rheinmetall AG	216,044	0.3
10,790	RWE AG	433,410	0.5
		3,134,684	3.8

Edgar Filing: Voya International High Dividend Equity Income Fund - Form N-Q

	Hong Kong: 3.4%		
73,800	AIA Group Ltd.	370,525	0.4
56,000	Cheung Kong Infrastructure Holdings Ltd.	382,708	0.5
46,000	CLP Holdings Ltd.	379,038	0.5
2,470,000	Emperor Watch & Jewellery Ltd.	178,823	0.2

Voya International High Dividend Equity Income Fund

PORTFOLIO OF INVESTMENTS  
as of May 31, 2014 (Unaudited)  
(Continued)

Shares		Value	Percentage of Net Assets
COMMON STOCK: (continued)			
Hong Kong: (continued)			
129,000	Hang Lung Properties Ltd.	\$410,126	0.5
71,933	Link Real Estate Investment Trust	384,113	0.5
94,500	MTR Corp.	358,043	0.4
57,400	Television Broadcasts Ltd.	361,668	0.4
		2,825,044	3.4
India: 2.9%			
76,046	Bharat Heavy Electricals Ltd.	311,847	0.4
55,265	Coal India Ltd.	347,125	0.4
813,530	NHPC Ltd.	341,247	0.4
160,476	NTPC Ltd.	435,997	0.5
54,474	Oil & Natural Gas Corp., Ltd.	348,740	0.4
66,220	Oriental Bank Of Commerce	379,977	0.5
17,155	Punjab National Bank	274,326	0.3
		2,439,259	2.9
Indonesia: 1.3%			
161,000	Indo Tambangraya Megah PT	395,625	0.5
512,500	Indofood Sukses Makmur Tbk PT	300,195	0.3
876,000	XL Axiata Tbk PT	411,174	0.5
		1,106,994	1.3
Italy: 4.3%			
29,705	@ Assicurazioni Generali S.p.A.	673,260	0.8
156,813	Enel S.p.A.	888,201	1.1
43,223	ENI S.p.A.	1,100,824	1.3
273,772	Intesa Sanpaolo S.p.A.	918,057	1.1
		3,580,342	4.3
Malaysia: 0.8%			
254,908	Berjaya Sports Toto BHD	303,147	0.3
185,800	IJM Corp. Bhd	387,089	0.5
		690,236	0.8
Netherlands: 2.6%			
17,339	Corio NV	867,786	1.0
6,251	Koninklijke DSM NV	451,118	0.6

Edgar Filing: Voya International High Dividend Equity Income Fund - Form N-Q

9,504	@ Nutreco NV	419,036	0.5
10,528	Royal Dutch Shell PLC - Class B	430,358	0.5
		2,168,298	2.6
	New Zealand: 0.4%		
63,030	Sky Network Television Ltd.	353,415	0.4
	Norway: 0.8%		
15,244	Yara International ASA	696,166	0.8
	Portugal: 0.1%		
10,792	Energias de Portugal S.A.	51,077	0.1
	Singapore: 1.0%		
239,000	CapitaMall Trust	394,842	0.5
22,000	United Overseas Bank Ltd.	396,044	0.5
		790,886	1.0
	South Korea: 4.7%		
14,600	Hite Jinro Co. Ltd.	309,474	0.4
12,260	Hyundai Marine & Fire Insurance Co., Ltd.	348,219	0.4
856	Hyundai Motor Co.	120,943	0.2
1,803	Hyundai Motor Co.- Series 2	267,412	0.3
11,650	Kangwon Land, Inc.	348,137	0.4
10,558	@ KB Financial Group, Inc.	359,021	0.4
13,420	KT Corp.	399,231	0.5
4,536	KT&G Corp.	369,034	0.4
1,251	POSCO	354,652	0.4
284	@ Samsung Electronics Co., Ltd.	402,307	0.5
8,140	Shinhan Financial Group Co., Ltd.	355,859	0.4
2,879	SK Innovation Co. Ltd.	301,074	0.4
		3,935,363	4.7
	Spain: 3.4%		
19,626	ACS Actividades de Construccion y Servicios S.A.	872,261	1.1
84,963	Banco Santander Central Hispano S.A.	869,998	1.0
13,695	Indra Sistemas S.A.	246,996	0.3
50,000	Telefonica S.A.	839,494	1.0
		2,828,749	3.4
	Sweden: 2.6%		
62,376	@ Telefonaktiebolaget LM Ericsson	777,503	0.9
60,164	SSAB Svenskt Staal AB - Class A	576,507	0.7
107,590	TeliaSonera AB	797,360	1.0
		2,151,370	2.6
	Switzerland: 5.4%		
20,719	Credit Suisse Group	615,323	0.7
6,679	Holcim Ltd.	586,321	0.7
19,209	Novartis AG	1,728,314	2.1
2,534	Roche Holding AG - Genusschein	746,903	0.9



Edgar Filing: Voya International High Dividend Equity Income Fund - Form N-Q

2,880	Zurich Insurance Group AG	865,094	1.0
		4,541,955	5.4
	Taiwan: 4.1%		
79,000	Cheng Uei Precision Industry Co., Ltd.	151,451	0.2
566,635	@ CTBC Financial Holding Co. Ltd	361,400	0.4
23,612	MediaTek, Inc.	384,029	0.5
439,144	Mega Financial Holdings Co., Ltd.	366,994	0.4
204,000	Powertech Technology, Inc.	393,907	0.5
129,000	Quanta Computer, Inc.	347,395	0.4
43,000	Radiant Opto-Electronics Corp.	176,802	0.2
195,624	Taiwan Semiconductor Manufacturing Co., Ltd.	784,060	0.9
140,165	TXC Corp.	207,805	0.3

PORTFOLIO OF INVESTMENTS  
as of May 31, 2014 (Unaudited)  
(Continued)

Voya International High Dividend Equity Income Fund

Shares		Value	Percentage of Net Assets
COMMON STOCK: (continued)			
	Taiwan: (continued)		
71,000	Zhen Ding Technology Holding Ltd.	\$223,851	0.3
		3,397,694	4.1
	Thailand: 0.4%		
37,000	PTT PCL-Foreign	331,638	0.4
	Turkey: 0.9%		
30,685	Tupras Turkiye Petrol Rafine	745,277	0.9
	United Kingdom: 13.7%		
8,106	@ AstraZeneca PLC	585,648	0.7
90,072	Aviva PLC	792,533	1.0
162,620	Balfour Beatty PLC	643,399	0.8
147,880	Barclays PLC	611,752	0.7
151,867	BP PLC	1,280,167	1.5
29,655	CNH Industrial NV	324,896	0.4
1,630	@ GlaxoSmithKline PLC	43,743	0.1
105,002	@ HSBC Holdings PLC (GBP)	1,107,598	1.3
35,600	HSBC Holdings PLC (HKD)	374,942	0.5
56,527	ICAP PLC	378,999	0.5
128,778	J Sainsbury PLC	747,803	0.9
117,541	Kingfisher PLC	774,119	0.9
13,095	@ Rio Tinto PLC	671,569	0.8
47,844	Royal Mail PLC	411,432	0.5
113,856	@ RSA Insurance Group PLC	915,672	1.1
33,342	Scottish & Southern Energy PLC	870,245	1.0
70,412	Segro PLC	436,565	0.5
39,546	UBM PLC	446,360	0.5
		11,417,442	13.7
	United States: 6.9%		
11,100	EnSCO PLC	584,526	0.7
23,700	Freeport-McMoRan Copper & Gold, Inc.	806,985	1.0
11,700	Kraft Foods Group, Inc.	695,682	0.8
14,200	Merck & Co., Inc.	821,612	1.0
8,800	Philip Morris International, Inc.	779,152	1.0
21,700	Pitney Bowes, Inc.	599,571	0.7

Edgar Filing: Voya International High Dividend Equity Income Fund - Form N-Q

17,487	Teekay LNG Partners L.P.	774,674	0.9
13,600	Verizon Communications, Inc.	679,456	0.8
		5,741,658	6.9
	Total Common Stock (Cost \$73,396,426)	80,516,522	96.5
<b>PREFERRED STOCK: 1.3%</b>			
	Brazil: 0.8%		
103,304	Cia Energetica de Minas Gerais	720,726	0.8
	South Korea: 0.5%		
363	Samsung Electronics Co., Ltd.	394,818	0.5
	Total Preferred Stock (Cost \$930,059)	1,115,544	1.3
<b>RIGHTS:</b>			
<b>0.0%</b>			
	Australia: 0.0%		
11,889	@ Transurban Group	5,090	0.0
	Total Rights (Cost \$-)	5,090	0.0
	Total Investments in Securities (Cost \$74,326,485)	\$81,637,156	97.8
	Assets in Excess of Other Liabilities	1,827,110	2.2
	Net Assets	\$83,464,266	100.0

@ Non-income producing security

Cost for federal income tax purposes is \$74,470,461.

Net unrealized appreciation consists of:

Gross Unrealized Appreciation	\$10,836,815
Gross Unrealized Depreciation	(3,670,120)
Net Unrealized Appreciation	\$7,166,695

Sector Diversification	Percentage of Net Assets	
Financials	25.9	%
Industrials	10.8	

Edgar Filing: Voya International High Dividend Equity Income Fund - Form N-Q

Energy	10.2	
Consumer Staples	8.8	
Materials	8.8	
Utilities	8.5	
Telecommunication Services	7.8	
Health Care	6.8	
Information Technology	5.5	
Consumer Discretionary	4.7	
Assets in Excess of Other Liabilities	2.2	
Net Assets	<b>100.0</b>	<b>%</b>

PORTFOLIO OF INVESTMENTS  
as of May 31, 2014 (Unaudited)  
(Continued)

Voya International High Dividend Equity Income Fund

**Fair Value  
Measurements**

The following is a summary of the fair valuations according to the inputs used as of May 31, 2014 in valuing the assets and liabilities:

Asset Table	Quoted Prices in Active Markets for Identical Investments (Level 1)	Significant Other Observable Inputs # (Level 2)	Significant Unobservable Inputs (Level 3)	Fair Value at May 31, 2014
Investments, at fair value				
Common Stock				
Australia	\$ 330,533	\$6,780,676	\$ —	\$7,111,209
Austria	427,680	—	—	427,680
Belgium	926,431	1,724,768	—	2,651,199
Canada	821,562	—	—	821,562
China	—	7,127,708	—	7,127,708
Denmark	—	668,632	—	668,632
France	—	8,780,985	—	8,780,985
Germany	—	3,134,684	—	3,134,684
Hong Kong	361,668	2,463,376	—	2,825,044
India	—	2,439,259	—	2,439,259
Indonesia	—	1,106,994	—	1,106,994
Italy	—	3,580,342	—	3,580,342
Malaysia	—	690,236	—	690,236
Netherlands	—	2,168,298	—	2,168,298
New Zealand	—	353,415	—	353,415
Norway	696,166	—	—	696,166
Portugal	—	51,077	—	51,077
Singapore	—	790,886	—	790,886
South Korea	369,034	3,566,329	—	3,935,363
Spain	—	2,828,749	—	2,828,749

Edgar Filing: Voya International High Dividend Equity Income Fund - Form N-Q

Sweden	–	2,151,370	–	2,151,370
Switzerland	–	4,541,955	–	4,541,955
Taiwan	–	3,397,694	–	3,397,694
Thailand	–	331,638	–	331,638
Turkey	–	745,277	–	745,277
United Kingdom	915,672	10,501,770	–	11,417,442
United States	5,741,658	–	–	5,741,658
Total Common Stock	10,590,404	69,926,118	–	80,516,522
Preferred Stock	720,726	394,818	–	1,115,544
Rights	–	5,090	–	5,090
Total Investments, at fair value	\$ 11,311,130	\$70,326,026	\$ –	\$ 81,637,156
Liabilities Table				
Other Financial Instruments+				
Written Options	\$ –	\$(601,415 )	\$ –	\$(601,415 )
Total Liabilities	\$ –	\$(601,415 )	\$ –	\$(601,415 )

Other Financial Instruments are derivatives not reflected in the Portfolio of Investments and may include open forward foreign currency contracts, futures, centrally cleared swaps, OTC swaps and written options. Forward + foreign currency contracts, futures and centrally cleared swaps are valued at the unrealized gain (loss) on the instrument. OTC swaps and written options are valued at the fair value of the instrument.

The earlier close of the foreign markets gives rise to the possibility that significant events, including broad market moves, may have occurred in the interim and may materially affect the value of those securities. To account for this, # the Fund may frequently value many of its foreign equity securities using fair value prices based on third party vendor modeling tools to the extent available. Accordingly, a portion of the Fund's investments are categorized as Level 2 investments.

Voya International High Dividend Equity Income Fund

PORTFOLIO OF INVESTMENTS  
as of May 31, 2014 (Unaudited)  
(Continued)

Voya International High Dividend Equity Income Fund Written OTC Options on May 31, 2014:

Number of Contracts	Counterparty	Description	Exercise Price	Expiration Date	Premiums Received	Fair Value
<b>Options on Indices</b>						
1,000	Goldman Sachs & Co.	Call on S&P/ASX 200 Index	5,447.190	AUD 06/05/14	\$59,639	\$(55,556 )
1,790	Merrill Lynch & Co., Inc.	Call on Euro Stoxx 50® Index	3,171.000	EUR 06/05/14	129,057	(188,278)
680	Merrill Lynch & Co., Inc.	Call on FTSE 100 Index	6,815.170	GBP 06/05/14	81,837	(51,941 )
1,100	Merrill Lynch & Co., Inc.	Call on Hang Seng Index	21,574.470	HKD 06/05/14	44,992	(209,118)
11,000,000	Merrill Lynch & Co., Inc.	Call on Korea Stock Exchange KOSPI 200 Index	254.561	KRW 06/05/14	28,109	(60,785 )
7,900	Merrill Lynch & Co., Inc.	Call on Taiwan Stock Exchange Weighted Index	8,938.489	TWD 06/05/14	17,712	(35,737 )
Total Written OTC Options					\$361,346	\$(601,415)

Voya International High Dividend Equity Income Fund

PORTFOLIO OF INVESTMENTS  
as of May 31, 2014 (Unaudited)  
(Continued)

**A summary of derivative instruments by primary risk exposure is outlined in the following tables.**

The fair value of derivative instruments as of May 31, 2014 was as follows:

**Derivatives not accounted for as hedging instruments**

		Fair Value
Liability Derivatives	Instrument Type	
Equity contracts	Written options	\$601,415
Total Liability Derivatives		\$601,415

The following is a summary by counterparty of the fair value of OTC derivative instruments subject to Master Netting Agreements and collateral pledged (received), if at May 31, 2014:

	Goldman Sachs & Co.	Merrill Lynch & Co., Inc.	Totals
Liabilities:			
Written options	\$ 55,556	\$ 545,859	\$601,415
Total Liabilities	\$ 55,556	\$ 545,859	\$601,415
Net OTC derivative instruments by counterparty, at fair value	\$ (55,556	) \$ (545,859	) (601,415)
Total collateral pledged by the Fund/(Received from counterparty)	\$ -	\$ -	\$-
<b>Net Exposure<sup>(1)</sup></b>	<b>\$ (55,556</b>	<b>) \$ (545,859</b>	<b>) \$(601,415)</b>

<sup>(1)</sup> Positive net exposure represents amounts due from each respective counterparty. Negative exposure represents amounts due from the Fund.





Item 2. Controls and Procedures.

(a) Based on our evaluation conducted within 90 days of the filing date, hereof, the design and operation of the registrant's disclosure controls and procedures are effective to ensure that material information relating to the registrant is made known to the certifying officers by others within the appropriate entities, particularly during the period in which Forms N-Q are being prepared, and the registrant's disclosure controls and procedures allow timely preparation and review of the information for the registrant's Form N-Q and the officer certifications of such Form N-Q.

(b) There were no significant changes in the registrant's internal controls over financial reporting that occurred during the registrant's last fiscal quarter of the period covered by this report that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting.

Item 3. Exhibits.

A separate certification for each principal executive officer and principal financial officer of the registrant as required by Rule 30a-2 under the Act (17 CFR 270.30a-2) is attached hereto as EX-99.CERT.

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.

(Registrant): Voya International High  
Dividend Equity Income Fund

By /s/ Shaun P. Mathews  
Shaun P. Mathews  
President and Chief Executive Officer

Date: July 24, 2014

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

By /s/ Shaun P. Mathews  
Shaun P. Mathews  
President and Chief Executive Officer

Date: July 24, 2014

By /s/ Todd Modic  
Todd Modic  
Senior Vice President and Chief Financial Officer

Date: July 24, 2014