

TCW STRATEGIC INCOME FUND INC
Form N-CSR
February 27, 2013

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: 811-4980

TCW Strategic Income Fund, Inc.

(Exact name of registrant as specified in charter)

865 South Figueroa Street, Suite 1800, Los Angeles, CA 90017

(Address of principal executive offices)

Patrick W. Dennis, Esq.

Assistant Secretary

865 South Figueroa Street, Suite 1800

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Los Angeles, CA 90017

(Name and address of agent for service)

Registrant's telephone number, including area code: (213) 244-0000

Date of fiscal year end: December 31

Date of reporting period: December 31, 2012

Item 1. Report to Stockholders.

1

The President's Letter

Dear Shareholder,

We are pleased to present the 2012 annual report of the TCW Strategic Income Fund (TSI or the Fund). TSI is a multi-asset class closed-end fund managed by TCW Investment Management Company and is listed on the New York Stock Exchange. Though it cannot be guaranteed, the Fund's current distribution policy is to pay 7% annually based on the previous year-end net asset value (NAV). For the year ended December 31, 2012, the Fund's return on market price was 22.20% versus the custom benchmark return of 10.28%. On a NAV basis, the Fund returned 24.95%, better than the market price return as the market price to NAV discount increased from 1.8% to 4.3% during the year. Dividends distributed were \$0.0865 per share each quarter and a special year-end distribution of \$0.20 per share.

Fund Performance

Performance was strong in 2012 and has remained double-digit positive for all of the past five years annualized (including the 2008-2009 financial-crisis period):

	Annualized Total Return					
	1 Year	3 Years	5 Years	10 Years	Since 3/1/06 ⁽²⁾	Since 3/5/87 ⁽³⁾
Price Based Returns	22.20%	22.01%	22.31%	13.10%	14.02%	8.68%
NAV Based Returns	24.95%	19.52%	18.66%	11.55%	12.01%	9.13%
Benchmark Returns ⁽¹⁾	10.28%	8.75%	6.35%	7.28%	6.48%	N/A

(1) Custom Benchmark Index: 15% S&P 500 with Income, 15% Merrill Lynch Convertible Index, 45% Barclays U.S. Aggregate Bond Index, 25% Citi High Yield Cash Pay Index. Past performance is no guarantee of future results. Current performance may be lower or higher than that quoted. The market value and net asset value of the Fund's shares will fluctuate with market conditions. Returns shown do not reflect the deduction of taxes that a shareholder would pay on Fund distributions. You should not draw any conclusions about the Fund's performance from the amount of the quarterly distribution or from the terms of the Fund's managed distribution policy.

(2) The date on which the Fund's investment objective changed to a multi-asset class fund. Prior to this date, the Fund primarily invested in convertible securities.

(3) Inception date of the Fund.

Over the course of the past year, the U.S. economy has continued to exhibit subpar growth, high unemployment, well contained inflation metrics, and utterly unsustainable federal budget deficits. Consequently, the Federal Reserve Bank (the Fed) has continued its zero rate policy and doubled down on its quantitative easing (QE) programs. These market friendly Fed actions were accretive to the returns of risk oriented asset classes, including non-agency mortgage-backed securities (MBS), high yield, investment grade corporates, and emerging market securities. Conversely, these policies have remained detrimental to cash and treasuries, both of which have suffered from negative real yields. We do not expect any meaningful changes to Fed policy for at least the first half of 2013. As value based investors, TCW has maintained a defensive (short the benchmark) stance on duration and generally over-weighted the risk based asset classes referenced earlier. The table on the next page presents the market value exposures of the Fund across a number of sectors as of December 31, 2012:

The President's Letter (Continued)

Sector	Value	% of Total
Residential MBS Non-Agency	\$ 151,766,647	47.8%
Asset-backed Securities	54,233,850	17.1%
Residential MBS Agency	20,470,501	6.5%
Corporate Bonds	46,332,236	14.6%
Bank Loans	5,351,138	1.7%
Municipal Bonds	3,362,538	1.1%
Commercial MBS	2,256,742	0.7%
Convertible Preferred Stocks	1,437,505	0.5%
Common Stocks	996,750	0.3%
Cash and Cash Equivalents	1,423,382	0.4%
S&P 500 Futures (in Notional Value)	26,626,875	8.4%
U.S. Treasury Futures (in Notional Value)	2,920,875	0.9%
Total	\$ 317,179,039	100.0%

The Fund is diversified across both equity and fixed income asset classes, with the continued emphasis on residential MBS representing over 54% of the overall exposure. Non-agency MBS, which are issued by private label (non-guaranteed) originators, make up the majority of this position, while the remainder is comprised of agency MBS, which are securitized by Government Sponsored Enterprises (GSEs). Probably the most resounding performer among equity and fixed income alike was the non-agency MBS market, which climbed 20% to 30% as continuing fundamental improvement to the primary driver of the 2008 financial crisis met with vigorous demand to push prices substantially higher. Agency MBS experienced a strong run up in the immediate wake of September's QE, finishing the year at 2.6%. Returns across lower coupon agency MBS, the target of the Fed's QE buying program, ranged from 4% to 5%, netting a premium of more than 1% to the MBS component of the Index.

Other securitized exposure includes asset-backed securities (ABS) and commercial MBS (CMBS), both of which rewarded positive performance as spreads narrowed. An increasing allocation to high quality ABS provided an incremental yield advantage and the Fund favors more off-the-run collateral types such as securitized shipping containers and next generation aircraft, which provide better valuations and return profiles. CMBS exposure is focused on the top of the capital structure, in super senior issues with 30%+ credit enhancement and better underlying collateral structures.

Corporate bond exposure is predicated on strong credit analysis and research to identify undervalued investment opportunities. Current positioning favors financials including large money center banks which are attractive on both a fundamental and relative basis. Despite downgrades in June of large financial institutions by Moody's, the fundamentals for large U.S. and certain global financial institutions remain strong, making them attractive. Although new regulations may be a drag on earnings growth, they are likely to reduce earnings volatility as well, which is a significant positive for creditors.

The Fund allocation to the equity market was reduced over the year to capture gains in the market. TSI re-introduced exposure to the equity markets over two years ago, and additional allocations are made through dollar cost averaging at multiple price points. The positioning of the equity exposure is via the S&P 500 Index futures contracts which represent the Fund's exposure to the equity market a little over 8%, versus 13% a year ago.

Leverage is utilized by the Fund through a line-of-credit facility of which \$9.1 million was drawn as of December 31, 2012, at a current annual interest rate of 1.42%. Total amount available through the line is \$70 million. The use of leverage has been accretive to returns in recent years owing to the general lowering of market rates. However, the use of leverage may not always be a positive. For example, should rates rise or credit or mortgage spreads widen, management's expectation is that the NAV of the Fund could be adversely impacted.

We greatly appreciate your investment in the Fund and your continuing support of TCW. In the event that you have any additional questions or comments, I invite you to visit our web site at www.tcw.com or call our shareholder services department at 1-866-227-8179.

Sincerely,

Charles W. Baldiswieler

President and Chief Executive Officer

TCW Strategic Income Fund, Inc.

Schedule of Investments

Principal Amount	Fixed Income Securities	Value
	Asset-Backed Securities (20.3% of Net Assets)	
\$ 1,023,878	Aircastle Pass-Through Trust, (07-1A-G1), (144A), 0.523%, due 06/14/37 ⁽¹⁾⁽²⁾	\$ 941,968
989,330	AMUR Finance I LLC, (2012-1-A), 14%, due 10/15/16	989,576
1,000,000	AMUR Finance I LLC, (2012-B), 11%, due 11/21/17	999,999
625,000	Avalon IV Capital, Ltd., (12-1A-C), (144A), 3.93%, due 04/17/23 ⁽¹⁾⁽²⁾	630,469
250,000	Axis Equipment Finance Receivables LLC, (12-II-D), 5.5%, due 11/20/15	224,437
275,000	Axis Equipment Finance Receivables LLC, (12-II-E1), 6.25%, due 04/20/16	235,193
425,000	Axis Equipment Finance Receivables LLC, (12-II-E2), 7%, due 03/20/17	335,855
987,182	Babcock & Brown Air Funding, Ltd., (07-1A-G1), (144A), 0.542%, due 11/14/33 ⁽¹⁾⁽²⁾	829,233
935,836	Bayview Commercial Asset Trust, (04-2-A), (144A), 0.64%, due 08/25/34 ⁽¹⁾⁽²⁾	834,507
620,206	Bayview Commercial Asset Trust, (04-3-A1), (144A), 0.58%, due 01/25/35 ⁽¹⁾⁽²⁾	541,201
449,066	Bayview Commercial Asset Trust, (05-2A-A1), (144A), 0.52%, due 08/25/35 ⁽¹⁾⁽²⁾	329,009
2,232,062	Bayview Commercial Asset Trust, (05-4A-A1), (144A), 0.51%, due 01/25/36 ⁽¹⁾⁽²⁾	1,734,101
1,673,796	Bayview Commercial Asset Trust, (06-4A-A1), (144A), 0.44%, due 12/25/36 ⁽¹⁾⁽²⁾	1,372,381
1,000,000	Bayview Commercial Asset Trust, (06-SP1-M1), (144A), 0.66%, due 04/25/36 ⁽¹⁾⁽²⁾	723,885
1,146,188	Bayview Commercial Asset Trust, (07-2A-A1), (144A), 0.48%, due 07/25/37 ⁽¹⁾⁽²⁾	784,791
795,228	Bayview Commercial Asset Trust, (07-3-A1), (144A), 0.45%, due 07/25/37 ⁽¹⁾⁽²⁾	600,651
2,200,000	Brazos Higher Education Authority, Inc., (10-1-A2), 1.512%, due 02/25/35 ⁽²⁾⁽⁴⁾	2,176,917
750,000	Cerberus Offshore Levered I LP, (12-1A-B), (144A), 5.197%, due 11/30/18 ⁽¹⁾⁽²⁾	755,168
1,850,000	CIFC Funding, Ltd., (12-2A-A3L), (144A), 3.36%, due 12/05/24 ⁽¹⁾⁽²⁾	1,824,155
1,475,434	CIT Education Loan Trust, (07-1-A), (144A), 0.4%, due 03/25/42 ⁽¹⁾⁽²⁾	1,373,785
306,042	Cronos Containers Program, Ltd., (12-1A-A), (144A), 4.21%, due 05/18/27 ⁽¹⁾	305,934
390,000	Cronos Containers Program, Ltd., (12-2A-A), (144A), 3.81%, due 09/18/27 ⁽¹⁾	404,601
675,000	EFS Volunteer LLC, (10-1-A2), (144A), 1.165%, due 10/25/35 ⁽¹⁾⁽²⁾	648,325
1,500,000	EFS Volunteer No 2 LLC, (12-1-A2), (144A), 1.557%, due 03/25/36 ⁽¹⁾⁽²⁾	1,533,544
500,000	Galaxy CLO, Ltd., (12-14A-SUBA), (144A), 0%, due 11/15/24 ⁽¹⁾	440,000
961,432	GE Business Loan Trust, (03-2A-A), (144A), 0.579%, due 11/15/31 ⁽¹⁾⁽²⁾	899,991
349,612	GE Business Loan Trust, (03-2A-B), (144A), 1.209%, due 11/15/31 ⁽¹⁾⁽²⁾	293,674
611,654	GE Business Loan Trust, (04-1-A), (144A), 0.499%, due 05/15/32 ⁽¹⁾⁽²⁾	574,364
556,049	GE Business Loan Trust, (04-1-B), (144A), 0.909%, due 05/15/32 ⁽¹⁾⁽²⁾	451,061
589,590	GE Business Loan Trust, (04-2A-A), (144A), 0.429%, due 12/15/32 ⁽¹⁾⁽²⁾	550,114
941,872	GE Business Loan Trust, (05-1A-A3), (144A), 0.459%, due 06/15/33 ⁽¹⁾⁽²⁾	816,334
610,399	GE Business Loan Trust, (05-1A-C), (144A), 0.909%, due 06/15/33 ⁽¹⁾⁽²⁾	455,137
879,106	GE Business Loan Trust, (05-2A-A), (144A), 0.449%, due 11/15/33 ⁽¹⁾⁽²⁾	777,235
598,281	GE Business Loan Trust, (05-2A-B), (144A), 0.709%, due 11/15/33 ⁽¹⁾⁽²⁾	486,228
133,333	GE SeaCo Finance SRL, (04-1A-A), (144A), 0.509%, due 04/17/19 ⁽¹⁾⁽²⁾	131,494
802,084	GE SeaCo Finance SRL, (05-1A-A), (144A), 0.459%, due 11/17/20 ⁽¹⁾⁽²⁾	779,840
742,613	Genesis Funding, Ltd., (06-1A-G1), (144A), 0.45%, due 12/19/32 ⁽¹⁾⁽²⁾	648,153
506,912	Goal Capital Funding Trust, (06-1-B), 0.762%, due 08/25/42 ⁽²⁾	395,471
1,700,000	Halcyon Loan Advisors Funding, Ltd., (12-2A-C), (144A), 3.205%, due 12/20/24 ⁽¹⁾⁽²⁾	1,636,678
1,550,000	Hewetts Island CLO, Ltd., (06-5A-D), (144A), 1.761%, due 12/05/18 ⁽¹⁾⁽²⁾	1,344,285
1,200,000	Highland Loan Funding V, Ltd., (1A-A2A), (144A), 0.993%, due 08/01/14 ⁽¹⁾⁽²⁾	1,165,572
1,975,000	National Collegiate Master Student Loan Trust I, (02-2-AR9), (144A), 0%, due 11/01/42 ⁽¹⁾	1,970,185
3,000,000	National Collegiate Student Loan Trust, (07-3-A2A3), 6.5%, due 12/26/25	2,955,000

See accompanying notes to financial statements.

TCW Strategic Income Fund, Inc.

December 31, 2012

Principal Amount	Fixed Income Securities	Value
Asset-Backed Securities (Continued)		
\$ 2,200,000	North Carolina State Education Assistance Authority, (11-1-A3), 1.215%, due 10/25/41 ⁽²⁾⁽⁴⁾	\$ 2,236,762
600,000	OFSI Fund, Ltd., (06-1A-D), (144A), 2.059%, due 09/20/19 ⁽¹⁾⁽²⁾	484,805
1,441,427	Peachtree Finance Co. LLC, (2005-B-A), (144A), 4.71%, due 04/15/48 ⁽¹⁾	1,513,498
1,058,985	PMC Aviation LLC, (12-II-A), 18%, due 04/15/15	1,085,459
500,000	Sagamore CLO, Ltd., (03-1A-B), (144A), 1.84%, due 10/15/15 ⁽¹⁾⁽²⁾	498,702
1,000,000	Scholar Funding Trust, (12-B-A2), (144A), 1.31%, due 03/28/46 ⁽¹⁾⁽²⁾	966,465
1,000,000	SLC Student Loan Trust, (06-2-A5), 0.408%, due 09/15/26 ⁽²⁾	975,534
675,000	Sound Point CLO, Ltd., (12-1A-C), (144A), 3.684%, due 10/20/23 ⁽¹⁾⁽²⁾	671,456
550,000	Stanfield Vantage CLO, Ltd., (05-1A-B), (144A), 0.87%, due 03/21/17 ⁽¹⁾⁽²⁾	542,815
1,500,000	Student Loan Consolidation Center, (02-2-B2), (144A), 0%, due 07/01/42 ⁽¹⁾⁽⁵⁾	1,155,000
700,000	Symphony CLO, Ltd., (12-9A-C), (144A), 3.584%, due 04/16/22 ⁽¹⁾⁽²⁾	696,590
466,667	TAL Advantage LLC, (06-1A-NOTE), (144A), 0.401%, due 04/20/21 ⁽¹⁾⁽²⁾	458,469
509,167	TAL Advantage LLC, (10-2A-A), (144A), 4.3%, due 10/20/25 ⁽¹⁾	515,516
202,083	TAL Advantage LLC, (11-1A-A), (144A), 4.6%, due 01/20/26 ⁽¹⁾	210,142
362,500	Textainer Marine Containers, Ltd., (05-1A-A), (144A), 0.46%, due 05/15/20 ⁽¹⁾⁽²⁾	358,574
743,750	Textainer Marine Containers, Ltd., (11-1A-A), (144A), 4.7%, due 06/15/26 ⁽¹⁾	757,845
666,596	Trinity Rail Leasing LP, (06-1A-A1), (144A), 5.9%, due 05/14/36 ⁽¹⁾	761,205
437,143	TRIP Rail Holdings LLC, (11-1-SNR), (144A), 8%, due 07/06/14 (Cost \$437,143, Acquired 07/06/11) ⁽¹⁾⁽⁶⁾⁽⁷⁾	437,143
538,542	Triton Container Finance LLC, (06-1A-NOTE), (144A), 0.38%, due 11/26/21 ⁽¹⁾⁽²⁾	527,106
277,604	Triton Container Finance LLC, (07-1A-NOTE), (144A), 0.35%, due 02/26/19 ⁽¹⁾⁽²⁾	273,561
675,000	Veritas CLO I, Ltd., (04-1A-B), (144A), 1.111%, due 09/05/16 ⁽¹⁾⁽²⁾	672,663
560,000	Wind River CLO, Ltd., (04-1A-B1), (144A), 1.409%, due 12/19/16 ⁽¹⁾⁽²⁾	534,039
	Total Asset-Backed Securities (Cost: \$52,562,017)	54,233,850
Collateralized Mortgage Obligations (65.4%)		
Commercial Mortgage-Backed Securities (0.8%)		
1,972,403	DBRR Trust, (11-LC2-AC4), (144A), 4.537%, due 07/12/44 ⁽¹⁾⁽²⁾	2,256,742
Residential Mortgage-Backed Securities Agency (7.7%)		
507,863	Federal Home Loan Mortgage Corp., (1673-SD), 15.793%, due 02/15/24(I/F)(PAC) ⁽²⁾⁽⁴⁾	679,906
1,096,624	Federal Home Loan Mortgage Corp., (1760-ZD), 1.17%, due 02/15/24 ⁽²⁾⁽⁴⁾	1,112,981
306,363	Federal Home Loan Mortgage Corp., (2990-JK), 21.168%, due 03/15/35(I/F) ⁽²⁾⁽⁴⁾	465,620
8,835,318	Federal Home Loan Mortgage Corp., (3122-SG), 5.421%, due 03/15/36(I/O)(I/F) (TAC) (PAC) ⁽²⁾⁽⁴⁾	1,402,717
3,764,187	Federal Home Loan Mortgage Corp., (3239-SI), 6.441%, due 11/15/36(I/O)(PAC) ⁽²⁾⁽⁴⁾	562,020
3,897,365	Federal Home Loan Mortgage Corp., (3323-SA), 5.901%, due 05/15/37(I/O)(I/F) ⁽²⁾⁽⁴⁾	401,757
2,044,526	Federal Home Loan Mortgage Corp., (3459-JS), 6.041%, due 06/15/38(I/O)(I/F) ⁽²⁾	236,562
6,807,557	Federal Home Loan Mortgage Corp., (4030-HS), 6.401%, due 04/15/42(I/O) ⁽²⁾⁽⁴⁾	969,506
10,951,029	Federal National Mortgage Association, (04-53-QV), 1.59%, due 02/25/34(I/O)(I/F) ⁽²⁾	353,101
2,079,890	Federal National Mortgage Association, (07-42-SE), 5.9%, due 05/25/37(I/O)(I/F) ⁽²⁾	223,327

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10,877,608

Federal National Mortgage Association, (07-48-SD), 5.89%,
due 05/25/37(I/O)(I/F) ⁽²⁾⁽⁴⁾

2,083,814

See accompanying notes to financial statements.

TCW Strategic Income Fund, Inc.

Schedule of Investments (Continued)

Principal Amount	Fixed Income Securities	Value
	Collateralized Mortgage Obligations (Continued)	
	Residential Mortgage-Backed Securities Agency (Continued)	
\$ 2,256,247	Federal National Mortgage Association, (09-69-CS), 6.54%, due 09/25/39(I/O) (I/F) ⁽²⁾⁽⁴⁾	\$ 345,724
3,681,226	Federal National Mortgage Association, (10-112-PI), 6%, due 10/25/40(I/O)	415,295
3,074,440	Federal National Mortgage Association, (10-99-NI), 6%, due 09/25/40(I/O)	345,290
3,797,102	Government National Mortgage Association, (05-45-DK), 21.164%, due 06/16/35 (I/F) ⁽²⁾⁽⁴⁾	5,857,432
10,091,164	Government National Mortgage Association, (06-35-SA), 6.389%, due 07/20/36 (I/O)(I/F) ⁽²⁾⁽⁴⁾	1,584,426
17,777,142	Government National Mortgage Association, (06-61-SA), 4.539%, due 11/20/36 (I/O)(I/F)(TAC) ⁽²⁾⁽⁴⁾	1,848,060
10,215,905	Government National Mortgage Association, (08-58-TS), 6.189%, due 05/20/38 (I/O)(I/F)(TAC) ⁽²⁾⁽⁴⁾	1,582,963
	Total Residential Mortgage-Backed Securities Agency	20,470,501
	Residential Mortgage-Backed Securities Non-Agency (56.9%)	
2,500,000	ACE Securities Corp., (06-ASP3-A2C), 0.36%, due 06/25/36 ⁽²⁾	1,524,423
2,198,473	ACE Securities Corp., (07-ASP1-A2C), 0.47%, due 03/25/37 ⁽²⁾	1,187,012
2,196,202	Adjustable Rate Mortgage Trust, (05-4-6A22), 3.048%, due 08/25/35 ⁽²⁾	1,179,052
1,269,336	Adjustable Rate Mortgage Trust, (06-1-2A1), 3.332%, due 03/25/36 ⁽²⁾⁽⁸⁾	883,735
2,200,000	Asset-Backed Funding Certificates, (05-HE2-M2), 0.96%, due 06/25/35 ⁽²⁾	2,134,971
3,000,000	Asset-Backed Securities Corp. Home Equity, (06-HE3-A5), 0.48%, due 03/25/36 ⁽²⁾	1,543,680
3,100,000	Asset-Backed Securities Corp. Home Equity, (07-HE1-A4), 0.35%, due 12/25/36 ⁽²⁾	1,732,216
1,540,506	BCAP LLC Trust, (10-RR11-3A2), (144A), 3.022%, due 06/27/36 ⁽¹⁾⁽²⁾	1,545,814
1,415,761	BCAP LLC Trust, (11-RR3-1A5), (144A), 3.102%, due 05/27/37 ⁽¹⁾⁽²⁾	1,383,479
1,943,517	BCAP LLC Trust, (11-RR3-5A3), (144A), 2.76%, due 11/27/37 ⁽¹⁾⁽²⁾	1,844,666
951,269	BCAP LLC Trust, (11-RR4-1A3), (144A), 3.067%, due 03/26/36 ⁽¹⁾⁽²⁾	911,311
1,180,242	BCAP LLC Trust, (11-RR5-1A3), (144A), 2.82%, due 03/26/37 ⁽¹⁾⁽²⁾	1,139,867
746,939	BCAP LLC Trust, (11-RR5-2A3), (144A), 3.048%, due 06/26/37 ⁽¹⁾⁽²⁾	741,812
2,014,143	Bear Stearns Adjustable Rate Mortgage Trust, (07-4-22A1), 5.434%, due 06/25/47 ⁽²⁾⁽⁸⁾	1,751,697
1,161,815	Bear Stearns Asset-Backed Securities Trust, (06-IM1-A1), 0.44%, due 04/25/36 ⁽²⁾⁽⁸⁾	660,222
455,990	Centex Home Equity, (05-A-AF5), 5.28%, due 01/25/35	486,632
3,100,000	Centex Home Equity, (06-A-AV4), 0.46%, due 06/25/36 ⁽²⁾	2,541,640
3,402,702	Citigroup Mortgage Loan Trust, Inc., (05-8-1A1A), 2.93%, due 10/25/35 ⁽²⁾	2,712,165
2,735,066	CitiMortgage Alternative Loan Trust, (06-A3-1A7), 6%, due 07/25/36 ⁽⁸⁾	2,253,652
1,586,865	CitiMortgage Alternative Loan Trust, (06-A5-1A8), 6%, due 10/25/36 ⁽⁸⁾	1,305,463
657,992	Conseco Finance Securitizations Corp., (01-4-A4), 7.36%, due 08/01/32	698,689
1,200,000	Countryplace Manufactured Housing Contract Trust, (07-1-A4), (144A), 5.846%, due 07/15/37 ⁽¹⁾⁽²⁾	1,211,070
1,629,899	Countrywide Asset-Backed Certificates, (07-13-2A1), 1.11%, due 10/25/47 ⁽²⁾	1,188,100
2,071,190	Countrywide Home Loans, (04-HYB4-B1), 2.715%, due 09/20/34 ⁽²⁾	111,623
95,205,290	Countrywide Home Loans, (06-14-X), 0.3%, due 09/25/36(I/O) ⁽²⁾⁽⁴⁾⁽⁶⁾	1,027,170
2,986,314	Countrywide Home Loans, (06-HYB2-1A1), 3.044%, due 04/20/36 ⁽²⁾⁽⁸⁾	1,787,834

See accompanying notes to financial statements.

TCW Strategic Income Fund, Inc.

December 31, 2012

Principal Amount	Fixed Income Securities	Value
	Collateralized Mortgage Obligations (Continued)	
	Residential Mortgage-Backed Securities Non-Agency (Continued)	
\$ 656,983	Credit Suisse First Boston Mortgage Securities Corp., (04-AR5-11A2), 0.95%, due 06/25/34 ⁽²⁾⁽⁴⁾	\$ 645,042
2,509,914	Credit Suisse First Boston Mortgage Securities Corp., (05-12-1A1), 6.5%, due 01/25/36 ⁽⁸⁾	1,702,643
1,722,851	Credit Suisse Mortgage Capital Certificates, (06-6-1A8), 6%, due 07/25/36 ⁽⁸⁾	1,195,524
8,299,329	Credit Suisse Mortgage Capital Certificates, (06-9-7A2), 6.34%, due 11/25/36(I/O)(I/F) ⁽²⁾⁽⁶⁾	2,257,148
1,301,414	Credit-Based Asset Servicing and Securitization LLC, (03-CB3-AF1), 3.379%, due 12/25/32 ⁽⁴⁾	1,229,405
2,050,933	Credit-Based Asset Servicing and Securitization LLC, (06-CB1-AF2), 4.19%, due 01/25/36 ⁽²⁾	1,223,808
3,321,061	Credit-Based Asset Servicing and Securitization LLC, (06-CB2-AF2), 4.274%, due 12/25/36 ⁽²⁾	2,115,786
4,772,958	Deutsche Alt-A Securities, Inc. Mortgage Loan Trust, (06-AB2-A2), 6.16%, due 06/25/36 ⁽²⁾⁽⁸⁾	3,469,274
1,954,359	Deutsche Alt-A Securities, Inc. Mortgage Loan Trust, (06-AR6-A6), 0.4%, due 02/25/37 ⁽²⁾	1,160,436
445,428	DSL A Mortgage Loan Trust, (06-AR2-2A1A), 0.41%, due 10/19/36 ⁽²⁾	350,445
2,447,618	First Franklin Mortgage Loan Asset Backed Certificates, (06-FF18-A2D), 0.42%, due 12/25/37 ⁽²⁾	1,302,695
1,093,979	Green Tree, (08-MH1-A2), (144A), 8.97%, due 04/25/38 ⁽¹⁾⁽²⁾	1,185,133
997,711	Green Tree, (08-MH1-A3), (144A), 8.97%, due 04/25/38 ⁽¹⁾⁽²⁾	1,095,127
2,500,000	Green Tree Financial Corp., (96-10-M1), 7.24%, due 11/15/28 ⁽²⁾	2,733,754
750,000	Green Tree Financial Corp., (96-6-M1), 7.95%, due 09/15/27	853,115
1,173,513	Green Tree Financial Corp., (96-7-M1), 7.7%, due 09/15/26 ⁽²⁾	1,275,504
890,304	Green Tree Financial Corp., (97-3-A5), 7.14%, due 03/15/28	976,544
369,087	Green Tree Financial Corp., (97-3-A7), 7.64%, due 03/15/28 ⁽²⁾	409,540
786,263	Green Tree Financial Corp., (98-3-A6), 6.76%, due 03/01/30 ⁽²⁾	851,745
887,372	Green Tree Financial Corp., (98-4-A5), 6.18%, due 04/01/30	900,789
758,815	Green Tree Financial Corp., (98-4-A6), 6.53%, due 04/01/30 ⁽²⁾	799,295
803,496	Green Tree Financial Corp., (98-4-A7), 6.87%, due 04/01/30 ⁽²⁾	863,165
888,384	Greenpoint Manufactured Housing, (99-5-A5), 7.82%, due 12/15/29 ⁽²⁾	939,839
474,743	Greenpoint Mortgage Funding Trust, (05-HE4-1A1), 0.65%, due 07/25/30 ⁽²⁾⁽⁴⁾	437,155
2,642,307	GSAA Home Equity Trust, (06-13-AF6), 6.04%, due 07/25/36	1,851,467
1,288,327	GSC Capital Corp. Mortgage Trust, (06-2-A1), 0.39%, due 05/25/36 ⁽²⁾⁽⁸⁾	623,935
1,207,078	GSR Mortgage Loan Trust, (05-AR3-6A1), 3.013%, due 05/25/35 ⁽²⁾	1,065,264
1,523,395	GSR Mortgage Loan Trust, (06-1F-1A5), 29.372%, due 02/25/36 (I/F)(TAC) ⁽²⁾⁽⁶⁾	2,249,142
207,469	Household Home Equity Loan Trust, (05-2-M1), 0.671%, due 01/20/35 ⁽²⁾	197,431
1,000,000	HSI Asset Securitization Corp. Trust, (06-OPT2-2A4), 0.5%, due 01/25/36 ⁽²⁾	951,326
5,015,422	Indymac Index Mortgage Loan Trust, (06-AR13-A4X), 4.324%, due 07/25/36 (I/O) ⁽²⁾⁽⁶⁾	208,327
2,143,680	Indymac Index Mortgage Loan Trust, (07-AR15-2A1), 4.696%, due 08/25/37 ⁽²⁾	1,655,919
2,513,886	Indymac Index Mortgage Loan Trust, (07-AR5-2A1), 2.973%, due 05/25/37 ⁽²⁾	1,665,930

See accompanying notes to financial statements.

TCW Strategic Income Fund, Inc.

Schedule of Investments (Continued)

Principal Amount	Fixed Income Securities	Value
	Collateralized Mortgage Obligations (Continued)	
	Residential Mortgage-Backed Securities Non-Agency (Continued)	
\$ 2,051,352	Indymac Index Mortgage Loan Trust, (07-FLX2-A1C), 0.4%, due 04/25/37 ⁽²⁾	\$ 1,026,170
619,246	Indymac Manufactured Housing Contract, (98-2-A4), 6.64%, due 08/25/29 ⁽²⁾	619,870
1,324,236	JPMorgan Alternative Loan Trust, (06-A2-5A1), 5.3%, due 05/25/36 ⁽²⁾⁽⁸⁾	992,976
1,171,679	JPMorgan Mortgage Trust, (07-S2-1A1), 5%, due 06/25/37 ⁽⁸⁾	945,272
730,599	Lehman ABS Manufactured Housing Contract Trust, (01-B-A6), 6.467%, due 04/15/40 ⁽²⁾	812,485
2,484,745	Lehman XS Trust, (06-10N-1A3A), 0.42%, due 07/25/46 ⁽²⁾⁽⁸⁾	1,692,853
3,347,423	Lehman XS Trust, (06-12N-A31A), 0.41%, due 08/25/46 ⁽²⁾⁽⁸⁾	1,991,407
1,677,292	Lehman XS Trust, (07-14H-A211), 0.47%, due 07/25/47 ⁽²⁾⁽⁵⁾⁽⁸⁾	888,165
1,300,000	Long Beach Mortgage Loan Trust, (04-4-M1), 1.11%, due 10/25/34 ⁽²⁾⁽⁴⁾	1,151,560
3,379,152	MASTR Adjustable Rate Mortgages Trust, (07-3-22A5), 0.55%, due 05/25/47 ⁽²⁾⁽⁸⁾	826,665
2,370,355	MASTR Alternative Loans Trust, (07-HF1-4A1), 7%, due 10/25/47 ⁽⁸⁾	1,789,706
1,749,410	Merrill Lynch First Franklin Mortgage Loan Trust, (07-3-A2B), 0.34%, due 06/25/37 ⁽²⁾	1,234,517
2,450,000	Merrill Lynch First Franklin Mortgage Loan Trust, (07-3-A2C), 0.39%, due 06/25/37 ⁽²⁾	1,189,235
3,307,328	Merrill Lynch First Franklin Mortgage Loan Trust, (07-5-2A2), 1.21%, due 10/25/37 ⁽²⁾	2,163,603
1,251,044	Merrill Lynch Mortgage-Backed Securities Trust, (07-2-1A1), 2.553%, due 08/25/36 ⁽²⁾	1,039,121
695,636	Mid-State Trust, (04-1-B), 8.9%, due 08/15/37	734,687
695,636	Mid-State Trust, (04-1-M1), 6.497%, due 08/15/37	752,350
339,485	Mid-State Trust, (6-A1), 7.34%, due 07/01/35	352,848
532,525	Mid-State Trust, (6-A3), 7.54%, due 07/01/35	541,209
1,525,274	Morgan Stanley Capital, Inc., (03-NC6-M1), 1.41%, due 06/25/33 ⁽²⁾	1,423,645
320,831	Morgan Stanley Capital, Inc., (05-HE3-M2), 0.73%, due 07/25/35 ⁽²⁾	315,858
1,500,000	Morgan Stanley Capital, Inc., (05-HE3-M3), 0.74%, due 07/25/35 ⁽²⁾	1,339,939
2,193,402	Morgan Stanley Mortgage Loan Trust, (07-15AR-4A1), 4.769%, due 11/25/37 ⁽²⁾⁽⁸⁾	1,503,106
3,000,000	Nationstar Home Equity Loan Trust, (07-B-2AV3), 0.46%, due 04/25/37 ⁽²⁾	1,776,547
1,280,000	New Century Home Equity Loan Trust, (05-3-M1), 0.69%, due 07/25/35 ⁽²⁾	1,257,283
2,888,788	Nomura Asset Acceptance Corp., (06-AR1-1A), 3.488%, due 02/25/36 ⁽²⁾⁽⁸⁾	1,821,095
3,089,225	Novastar Home Equity Loan, (06-2-A2C), 0.36%, due 06/25/36 ⁽²⁾	1,781,045
559,645	Oakwood Mortgage Investors, Inc., (01-D-A3), 5.9%, due 09/15/22 ⁽²⁾	435,255
915,150	Oakwood Mortgage Investors, Inc., (01-D-A4), 6.93%, due 09/15/31 ⁽²⁾	777,968
764,171	Oakwood Mortgage Investors, Inc., (02-A-A3), 6.03%, due 05/15/24 ⁽²⁾	809,492
463,191	Oakwood Mortgage Investors, Inc., (98-D-A), 6.4%, due 01/15/29	472,341
810,779	Oakwood Mortgage Investors, Inc., (99-B-A4), 6.99%, due 12/15/26	884,176
903,055	Origen Manufactured Housing, (04-A-M2), 6.64%, due 01/15/35 ⁽²⁾	1,003,192
755,231	Origen Manufactured Housing, (05-A-M1), 5.46%, due 06/15/36 ⁽²⁾	799,226
87,030	Origen Manufactured Housing, (06-A-A1), 0.359%, due 11/15/18 ⁽²⁾	86,854
975,610	Park Place Securities, Inc., (05-WCH1-M2), 0.73%, due 01/25/36 ⁽²⁾	957,058
1,810,000	Park Place Securities, Inc., (05-WCW1-M1), 0.66%, due 09/25/35 ⁽²⁾	1,689,617
1,083,150	Park Place Securities, Inc., (05-WHQ1-M2), 0.71%, due 03/25/35 ⁽²⁾⁽⁴⁾	1,049,608
1,122,082	Popular ABS Mortgage Pass-Through Trust, (05-3-AF4), 4.776%, due 07/25/35 ⁽²⁾	1,159,228
2,300,566	Residential Accredited Loans, Inc., (05-QA7-A1), 3.425%, due 07/25/35 ⁽²⁾	1,688,532
1,567,231	Residential Accredited Loans, Inc., (06-Q07-2A1), 1.015%, due 09/25/46 ⁽²⁾⁽⁸⁾	868,661
1,520,109	Residential Accredited Loans, Inc., (06-QS1-A3), 5.75%, due 01/25/36 (PAC) ⁽⁸⁾	1,322,130
34,998,810	Residential Accredited Loans, Inc., (06-QS11-AV), 0.332%, due 08/25/36 (I/O) ⁽²⁾⁽⁶⁾	485,871

See accompanying notes to financial statements.

TCW Strategic Income Fund, Inc.

December 31, 2012

**Principal
Amount**

Fixed Income Securities