

Prudential Short Duration High Yield Fund, Inc.
Form N-Q
April 29, 2013

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED
MANAGEMENT INVESTMENT COMPANIES

| | |
|---|--|
| Investment Company Act file number: | 811-22632 |
| Exact name of registrant as specified in charter: | Prudential Short Duration High Yield Fund, Inc. |
| Address of principal executive offices: | Gateway Center 3, 100 Mulberry Street, Newark, New Jersey 07102 |
| Name and address of agent for service: | Deborah A. Docs Gateway Center 3, 100 Mulberry Street, Newark, New Jersey 07102 |
| Registrant's telephone number, including area code: | 800-225-1852 |
| Date of fiscal year end: | 5/31/2013 |
| Date of reporting period: | 2/28/2013 |

Item 1. Schedule of Investments

Prudential Short Duration High Yield Fund, Inc.**Schedule of Investments**

as of February 28, 2013 (Unaudited)

| Description | Moody's Ratings | Interest Rate | Maturity Date | Principal Amount (000)# | Value |
|---|-----------------|---------------|---------------|-------------------------|--------------|
| LONG-TERM INVESTMENTS | 129.2% | | | | |
| BANK LOANS(a) | 9.8% | | | | |
| Cable | 0.6% | | | | |
| Newsday LLC | NR | 3.805% | 10/12/16 | \$ 4,000 | \$ 3,990,000 |
| Electric | 0.6% | | | | |
| Calpine Corp. | B1 | 4.000 | 10/09/19 | 3,791 | 3,815,537 |
| Gaming | 0.3% | | | | |
| MGM Resorts International | Ba2 | 4.250 | 12/20/19 | 2,000 | 2,025,714 |
| Healthcare & Pharmaceutical | 0.3% | | | | |
| Alliance Healthcare Services, Inc. | Ba3 | 7.250 | 06/01/16 | 2,250 | 2,255,625 |
| Media & Entertainment | 2.6% | | | | |
| Ancestry.com, Inc. | B1 | 7.000 | 12/31/18 | 4,500 | 4,477,500 |
| Getty Images, Inc. | B1 | 4.750 | 10/18/19 | 7,000 | 7,058,751 |
| Gray Television, Inc. | B2 | 4.750 | 10/14/19 | 4,820 | 4,868,018 |
| | | | | | 16,404,269 |
| Metals | 0.8% | | | | |
| FMG Resources (August 2006) Pty Ltd. (Australia) | Ba1 | 5.250 | 10/18/17 | 4,988 | 5,047,764 |
| Pipelines & Other | 0.8% | | | | |
| Energy Transfer Equity LP | Ba2 | 3.750 | 03/24/17 | 5,000 | 5,014,585 |
| Technology | 3.8% | | | | |
| Alcatel-Lucent (USA), Inc. | B1 | 7.250 | 01/30/19 | 3,000 | 3,032,814 |
| First Data Corp. | B1 | 5.202 | 09/24/18 | 1,675 | 1,675,000 |
| Flextronics International Ltd. (Singapore), Tranche A3 | Ba1 | 2.454 | 10/01/14 | 248 | 247,693 |
| Tranche DD-A1A | Ba1 | 2.454 | 10/01/14 | 71 | 71,176 |
| Tranche DD-A1B | Ba1 | 2.454 | 10/01/14 | 51 | 51,061 |
| Tranche DD-A2 | Ba1 | 2.454 | 10/01/14 | 61 | 61,273 |
| Tranche DD-A3 | Ba1 | 2.454 | 10/01/14 | 71 | 71,485 |
| Freescall Semiconductor, Inc. | B1 | 4.452 | 12/01/16 | 13,000 | 13,005,421 |
| Kronos, Inc. | Ba3 | 9.750 | 04/30/20 | 3,750 | 3,831,251 |
| RP Crown Parent LLC | B1 | 6.750 | 12/21/18 | 2,250 | 2,278,125 |
| | | | | | 24,325,299 |
| TOTAL BANK LOANS | | | | | |
| (cost \$61,504,403) | | | | | 62,878,793 |

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CORPORATE BONDS 119.4%

Aerospace & Defense 3.2%

| | | | | | |
|---|-----|-------|----------|-------|-----------|
| Bombardier, Inc. (Canada), | | | | | |
| Sr. Notes, 144A | Ba2 | 4.250 | 01/15/16 | 5,000 | 5,187,500 |
| Sr. Unsec d. Notes, 144A | Ba2 | 6.300 | 05/01/14 | 1,725 | 1,802,625 |
| Sr. Unsec d. Notes, 144A | Ba2 | 7.500 | 03/15/18 | 1,875 | 2,130,469 |
| Esterline Technologies Corp., Gtd. Notes(b) | Ba2 | 6.625 | 03/01/17 | 8,000 | 8,180,000 |
| TransDigm, Inc., Gtd. Notes(b) | B3 | 7.750 | 12/15/18 | 3,000 | 3,292,500 |

20,593,094

Automotive 7.5%

| | | | | | |
|---|-----|-------|----------|-------|------------|
| American Axle & Manufacturing Holdings, Inc., Sr. Sec d. Notes, 144A(b) | | | | | |
| | Ba1 | 9.250 | 01/15/17 | 9,688 | 10,656,800 |
| Chrysler Group LLC/CG Co.-Issuer, Inc., Sec d. Notes(b) | | | | | |
| | B1 | 8.000 | 06/15/19 | 7,500 | 8,221,875 |
| Continental Rubber of America Corp., Sr. Sec d. Notes, 144A | | | | | |
| | Ba2 | 4.500 | 09/15/19 | 7,450 | 7,599,000 |
| Delphi Corp., Gtd. Notes(b) | | | | | |
| | Ba1 | 5.875 | 05/15/19 | 4,765 | 5,098,550 |
| Lear Corp., Gtd. Notes | | | | | |
| | Ba2 | 7.875 | 03/15/18 | 6,350 | 6,873,875 |
| Gtd. Notes | | | | | |
| | Ba2 | 8.125 | 03/15/20 | 2,000 | 2,230,000 |

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|--|-----|-------|----------|-------|------------|
| TRW Automotive, Inc., Gtd. Notes, 144A | Ba2 | 7.250 | 03/15/17 | 6,557 | 7,540,550 |
| | | | | | 48,220,650 |

Banking 0.5%

| | | | | | |
|-------------------------------------|----|-------|----------|-------|-----------|
| Ally Financial, Inc., Gtd. Notes(b) | B1 | 8.300 | 02/12/15 | 3,000 | 3,337,500 |
|-------------------------------------|----|-------|----------|-------|-----------|

Building Materials & Construction 3.3%

| | | | | | |
|--|------|--------|----------|-------|-----------|
| Beazer Homes USA, Inc., Sr. Sec d. Notes | B2 | 6.625 | 04/15/18 | 2,075 | 2,217,656 |
| Cemex Finance LLC, Sr. Sec d. Notes, 144A(b) | B(c) | 9.500 | 12/14/16 | 5,000 | 5,425,000 |
| D.R. Horton, Inc., Gtd. Notes(b) | Ba2 | 4.750 | 05/15/17 | 3,000 | 3,165,000 |
| Lennar Corp., Gtd. Notes(b) | Ba3 | 4.750 | 12/15/17 | 5,075 | 5,265,313 |
| Standard Pacific Corp., Gtd. Notes(b) | B3 | 10.750 | 09/15/16 | 4,000 | 4,980,000 |

21,052,969

Cable 6.6%

| | | | | | |
|--|-----|--------|----------|-------|-----------|
| Cablevision Systems Corp., Sr. Unsec d. Notes(b) | B1 | 7.750 | 04/15/18 | 750 | 825,000 |
| Sr. Unsec d. Notes(b) | B1 | 8.625 | 09/15/17 | 5,300 | 6,148,000 |
| Cequel Communications Holdings I LLC and Cequel Capital Corp., Sr. Unsec d. Notes, 144A | B3 | 8.625 | 11/15/17 | 7,700 | 8,239,000 |
| Columbus International, Inc. (Barbados), Sr. Sec d. Notes, RegS (original cost \$4,983,956; purchased 09/18/12)(d)(e) | B2 | 11.500 | 11/20/14 | 4,485 | 5,028,806 |
| CSC Holdings LLC, Sr. Unsec d. Notes | Ba3 | 8.500 | 06/15/15 | 1,200 | 1,245,000 |
| Sr. Unsec d. Notes(b) | Ba3 | 8.625 | 02/15/19 | 2,500 | 2,981,250 |
| DISH DBS Corp., Gtd. Notes | Ba2 | 4.625 | 07/15/17 | 4,500 | 4,657,500 |
| Echostar DBS Corp., Gtd. Notes | Ba2 | 7.125 | 02/01/16 | 3,965 | 4,411,063 |
| UPC Holding BV (Netherlands), Sec d. Notes, 144A(b) | B2 | 9.875 | 04/15/18 | 7,250 | 8,120,000 |
| Videotron Ltee (Canada), Gtd. Notes | Ba2 | 9.125 | 04/15/18 | 414 | 436,770 |

42,092,389

Capital Goods 6.8%

| | | | | | |
|--|------|-------|----------|-------|-----------|
| Avis Budget Car Rental LLC/Avis Budget Finance, Inc., Gtd. Notes(b) | B2 | 9.625 | 03/15/18 | 5,115 | 5,652,075 |
| CNH America LLC, Gtd. Notes(b) | Ba2 | 7.250 | 01/15/16 | 7,235 | 8,103,200 |
| CNH Capital LLC, Gtd. Notes | Ba2 | 3.875 | 11/01/15 | 2,075 | 2,132,062 |
| Columbus McKinnon Corp., Gtd. Notes(b) | B1 | 7.875 | 02/01/19 | 2,900 | 3,124,750 |
| Griffon Corp., Gtd. Notes(b) | B1 | 7.125 | 04/01/18 | 3,000 | 3,247,500 |
| Interline Brands, Inc., Gtd. Notes(b) | B2 | 7.500 | 11/15/18 | 1,450 | 1,569,625 |
| Laureate Education, Inc., Gtd. Notes, 144A | Caa1 | 9.250 | 09/01/19 | 3,325 | 3,615,938 |
| SPX Corp., Gtd. Notes(b) | Ba2 | 7.625 | 12/15/14 | 5,867 | 6,417,031 |
| United Rentals Merger Sub Corp., Gtd. Notes(b) | B3 | 9.250 | 12/15/19 | 5,000 | 5,700,000 |
| WireCo WorldGroup, Inc., Gtd. Notes(b) | B3 | 9.500 | 05/15/17 | 4,000 | 4,190,000 |

43,752,181

Chemicals 3.9%

| | | | | | |
|---|-----|-------|----------|-------|-----------|
| Ashland, Inc., Sr. Unsec d. Notes, 144A | Ba1 | 3.000 | 03/15/16 | 4,675 | 4,733,437 |
| Koppers, Inc., Gtd. Notes(b) | B1 | 7.875 | 12/01/19 | 4,074 | 4,481,400 |

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|--|------|-------|----------|-------|------------|
| MacDermid, Inc., Gtd. Notes, 144A (original cost \$4,954,225; purchased 11/13/12 - 02/26/13)(d)(e) | Caa1 | 9.500 | 04/15/17 | 4,750 | 4,934,062 |
| NOVA Chemicals Corp. (Canada), Sr. Unsec d. Notes(b) | Ba2 | 8.375 | 11/01/16 | 7,673 | 8,306,023 |
| Orion Engineered Carbons Finance & Co. S.C.A. (Luxembourg), Gtd. Notes, PIK, 144A | Caa1 | 9.250 | 08/01/19 | 2,850 | 2,835,750 |
| | | | | | 25,290,672 |

Consumer 1.9%

| | | | | | |
|---|-----|-------|----------|-------|------------|
| Jarden Corp., Gtd. Notes | B2 | 7.500 | 05/01/17 | 3,000 | 3,393,750 |
| Service Corp. International, Sr. Unsec d. Notes(b) | Ba3 | 7.000 | 05/15/19 | 2,735 | 2,967,475 |
| Sr. Unsec d. Notes(b) | Ba3 | 7.625 | 10/01/18 | 2,753 | 3,248,540 |
| Spectrum Brands, Inc., Sr. Sec d. Notes(b) | Ba3 | 9.500 | 06/15/18 | 2,000 | 2,267,500 |
| | | | | | 11,877,265 |

Electric 4.4%

| | | | | | |
|--|------|-------|----------|-------|------------|
| AES Corp. (The), Sr. Unsec d. Notes(b) | Ba3 | 8.000 | 10/15/17 | 4,000 | 4,620,000 |
| Sr. Unsec d. Notes(b) | Ba3 | 9.750 | 04/15/16 | 6,120 | 7,282,800 |
| Calpine Construction Finance Co. LP/CCFC Finance Corp., Sr. Sec d. Notes, 144A(b) | Ba3 | 8.000 | 06/01/16 | 6,260 | 6,604,300 |
| GenOn REMA LLC, Pass-thru Certs., Ser. B(d) | B1 | 9.237 | 07/02/17 | 1,050 | 1,157,861 |
| Pass-thru Certs., Ser. C(b) | B1 | 9.681 | 07/02/26 | 900 | 981,000 |
| Mirant Mid-Atlantic Pass-Through Trust B, Pass-thru Certs., Ser. B | Ba1 | 9.125 | 06/30/17 | 1,030 | 1,142,815 |
| Public Service Co. of New Mexico, Sr. Unsec d. Notes | Baa3 | 7.950 | 05/15/18 | 5,500 | 6,637,746 |
| | | | | | 28,426,522 |

Energy Integrated 0.3%

| | | | | | |
|---|-----|-------|----------|-------|-----------|
| Pacific Rubiales Energy Corp. (Canada), Gtd. Notes, 144A | Ba2 | 7.250 | 12/12/21 | 1,500 | 1,717,500 |
|---|-----|-------|----------|-------|-----------|

Energy Other 5.8%

| | | | | | |
|--|-----|--------|----------|-------|------------|
| Cie Generale de Geophysique Veritas (France), Gtd. Notes(b) | Ba3 | 9.500 | 05/15/16 | 8,025 | 8,486,437 |
| Harvest Operations Corp. (Canada), Gtd. Notes | Ba2 | 6.875 | 10/01/17 | 2,725 | 3,024,750 |
| Hornbeck Offshore Services, Inc., Gtd. Notes | Ba3 | 8.000 | 09/01/17 | 3,000 | 3,191,250 |
| Offshore Group Investment Ltd. (Cayman Islands), Sr. Sec d. Notes | B3 | 11.500 | 08/01/15 | 6,177 | 6,732,930 |
| Parker Drilling Co., Gtd. Notes(b) | B1 | 9.125 | 04/01/18 | 5,000 | 5,412,500 |
| Plains Exploration & Production Co., Gtd. Notes(b) | B1 | 8.625 | 10/15/19 | 2,000 | 2,285,000 |
| Range Resources Corp., Gtd. Notes | Ba3 | 7.250 | 05/01/18 | 2,000 | 2,090,000 |
| Tesoro Corp., Gtd. Notes | Ba1 | 4.250 | 10/01/17 | 3,675 | 3,822,000 |
| WPX Energy, Inc., Sr. Unsec d. Notes | Ba1 | 5.250 | 01/15/17 | 2,000 | 2,080,000 |
| | | | | | 37,124,867 |

Foods 9.1%

| | | | | | |
|------------------------------|----|-------|----------|-------|-----------|
| ARAMARK Corp., Gtd. Notes | B3 | 8.500 | 02/01/15 | 5,000 | 5,025,050 |
|------------------------------|----|-------|----------|-------|-----------|

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|--|-----|-------|----------|-------|-----------|
| Sr. Unsec d. Notes, 144A | B3 | 5.750 | 03/15/20 | 950 | 969,000 |
| ARAMARK Holdings Corp., | | | | | |
| Sr. Unsec d. Notes, PIK, 144A | B3 | 8.625 | 05/01/16 | 2,000 | 2,040,020 |
| Constellation Brands, Inc., Gtd. Notes(b) | Ba1 | 7.250 | 09/01/16 | 3,052 | 3,460,205 |
| Cott Beverages, Inc., | | | | | |
| Gtd. Notes(b) | B3 | 8.125 | 09/01/18 | 6,000 | 6,585,000 |
| Gtd. Notes(b) | B3 | 8.375 | 11/15/17 | 3,499 | 3,783,294 |
| Darling International, Inc., Gtd. Notes(b) | Ba2 | 8.500 | 12/15/18 | 5,175 | 5,886,562 |

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|---|------|--------|----------|-------|------------|
| Dole Food Co., Inc., Sec d. Notes, 144A | B2 | 8.000 | 10/01/16 | 2,000 | 2,087,500 |
| Fiesta Restaurant Group, Inc., Sec d. Notes(b) | B2 | 8.875 | 08/15/16 | 2,700 | 2,922,750 |
| Ingles Markets, Inc., Sr. Unsec d. Notes(b) | B1 | 8.875 | 05/15/17 | 4,185 | 4,404,713 |
| JBS USA LLC/JBS USA Finance, Inc., Gtd. Notes (original cost \$2,315,000; purchased 05/02/12)(b)(d)(e) | B1 | 11.625 | 05/01/14 | 2,000 | 2,212,500 |
| Michael Foods Group, Inc., Gtd. Notes | B3 | 9.750 | 07/15/18 | 5,505 | 6,124,313 |
| Stater Bros. Holdings, Inc., Gtd. Notes(b) | B2 | 7.375 | 11/15/18 | 1,990 | 2,138,006 |
| SUPERVALU, Inc., Sr. Unsec d. Notes | Caa1 | 7.500 | 11/15/14 | 2,354 | 2,362,851 |
| TreeHouse Foods, Inc., Gtd. Notes(b) | Ba2 | 7.750 | 03/01/18 | 7,600 | 8,217,500 |
| | | | | | 58,219,264 |

Gaming 7.1%

| | | | | | |
|---|----|--------|----------|--------|------------|
| Boyd Gaming Corp., Gtd. Notes(b) | B3 | 9.125 | 12/01/18 | 5,120 | 5,312,000 |
| Caesars Entertainment Operating Co., Inc., Sr. Sec d. Notes(b) | B2 | 11.250 | 06/01/17 | 10,000 | 10,637,500 |
| Isle of Capri Casinos, Inc., Gtd. Notes | B2 | 7.750 | 03/15/19 | 2,000 | 2,170,000 |
| MGM Resorts International, Gtd. Notes(b) | B3 | 7.500 | 06/01/16 | 2,000 | 2,202,500 |
| Gtd. Notes(b) | B3 | 10.000 | 11/01/16 | 3,000 | 3,570,000 |
| Pinnacle Entertainment, Inc., Gtd. Notes(b) | B1 | 8.625 | 08/01/17 | 3,125 | 3,320,313 |
| Gtd. Notes(b) | B3 | 8.750 | 05/15/20 | 2,224 | 2,393,580 |
| Sugarhouse HSP Gaming Prop Mezz LP/Sugarhouse HSP Gaming Finance Corp., Sec d. Notes, 144A(b) | B2 | 8.625 | 04/15/16 | 6,825 | 7,311,281 |
| Yonkers Racing Corp., Sec d. Notes, 144A (original cost \$8,393,939; purchased 05/03/12 - 05/09/12)(b)(d)(e) | B1 | 11.375 | 07/15/16 | 7,681 | 8,295,480 |
| | | | | | 45,212,654 |

Healthcare & Pharmaceutical 7.3%

| | | | | | |
|---|-----|-------|----------|--------|------------|
| Accellent, Inc., Sr. Sec d. Notes(b) | B1 | 8.375 | 02/01/17 | 2,552 | 2,705,120 |
| Capella Healthcare, Inc., Gtd. Notes(b) | B3 | 9.250 | 07/01/17 | 7,320 | 7,887,300 |
| HCA, Inc., Sr. Sec d. Notes(b) | Ba3 | 8.500 | 04/15/19 | 4,000 | 4,430,000 |
| Sr. Unsec d. Notes(b) | B3 | 6.375 | 01/15/15 | 7,500 | 8,043,750 |
| Sr. Unsec d. Notes, MTN(b) | B3 | 9.000 | 12/15/14 | 6,203 | 6,885,330 |
| MedAssets, Inc., Gtd. Notes(b) | B3 | 8.000 | 11/15/18 | 5,450 | 5,967,750 |
| Valeant Pharmaceuticals International, Gtd. Notes, 144A(b) | B1 | 6.500 | 07/15/16 | 10,000 | 10,506,250 |
| | | | | | 46,425,500 |

Lodging 1.0%

| | | | | | |
|-------------------------------------|----|--------|----------|-------|-----------|
| FelCor Lodging LP, Sr. Sec d. Notes | B2 | 10.000 | 10/01/14 | 5,866 | 6,621,248 |
|-------------------------------------|----|--------|----------|-------|-----------|

Media & Entertainment 15.4%

| | | | | | |
|--|------|-------|----------|-------|-----------|
| Allbritton Communications Co., Sr. Unsec d. Notes(b) | B2 | 8.000 | 05/15/18 | 4,900 | 5,322,625 |
| AMC Entertainment, Inc., Gtd. Notes | Caa1 | 9.750 | 12/01/20 | 6,325 | 7,289,562 |
| Belo Corp., Gtd. Notes(b) | Ba1 | 8.000 | 11/15/16 | 8,500 | 9,158,750 |
| Cedar Fair LP/Canada s Wonderland Co./Magnum Management Corp., Gtd. Notes(b) | B1 | 9.125 | 08/01/18 | 6,492 | 7,271,040 |

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|---|-----|-------|----------|-------|-----------|
| Gannett Co., Inc., Gtd. Notes(b) | Ba1 | 8.750 | 11/15/14 | 6,254 | 6,973,210 |
| Inmarsat Finance PLC (United Kingdom), Gtd. Notes, 144A(b) | Ba2 | 7.375 | 12/01/17 | 8,300 | 8,881,000 |

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|---|------|--------|----------|-------|------------|
| Lamar Media Corp., Gtd. Notes | Ba2 | 9.750 | 04/01/14 | 3,091 | 3,349,871 |
| LIN Television Corp., Gtd. Notes | B3 | 8.375 | 04/15/18 | 1,500 | 1,633,125 |
| NAI Entertainment Holdings LLC, Sr. Sec d. Notes, 144A (original cost \$8,104,630; purchased 06/05/12 - 12/12/12)(b)(d)(e) | B1 | 8.250 | 12/15/17 | 7,296 | 7,952,640 |
| New York Times Co. (The), Sr. Unsec d. Notes(b) | B1 | 5.000 | 03/15/15 | 1,310 | 1,377,138 |
| Nexstar Broadcasting, Inc./Mission Broadcasting, Inc., Sec d. Notes(b) | B3 | 8.875 | 04/15/17 | 4,500 | 4,950,000 |
| Nielsen Finance LLC/Nielsen Finance Co., Gtd. Notes(b) | B2 | 11.625 | 02/01/14 | 9,792 | 10,697,760 |
| Regal Cinemas Corp., Gtd. Notes(b) | B2 | 8.625 | 07/15/19 | 2,000 | 2,220,000 |
| Salem Communications Corp., Sec d. Notes | B2 | 9.625 | 12/15/16 | 2,000 | 2,212,500 |
| Sinclair Television Group, Inc., Sec d. Notes, 144A(b) | Ba3 | 9.250 | 11/01/17 | 6,500 | 7,052,500 |
| SSI Investments II Ltd./SSI Co.-Issuer LLC, Gtd. Notes | Caa1 | 11.125 | 06/01/18 | 4,625 | 5,185,781 |
| Telesat Canada/Telesat LLC (Canada), Sr. Unsec d. Notes, 144A(b) | B3 | 6.000 | 05/15/17 | 6,500 | 6,776,250 |
| | | | | | 98,303,752 |

Metals 6.8%

| | | | | | |
|---|-----|--------|----------|-------|------------|
| ArcelorMittal SA (Luxembourg), Sr. Unsec d. Notes | Ba1 | 5.000 | 02/25/17 | 3,600 | 3,745,800 |
| Sr. Unsec d. Notes | Ba1 | 5.375 | 06/01/13 | 3,225 | 3,254,080 |
| Sr. Unsec d. Notes | Ba1 | 6.125 | 06/01/18 | 2,500 | 2,695,745 |
| Sr. Unsec d. Notes | Ba1 | 9.500 | 02/15/15 | 4,500 | 5,079,375 |
| ArcelorMittal USA LLC, Gtd. Notes(b) | Ba1 | 6.500 | 04/15/14 | 2,000 | 2,096,360 |
| Arch Coal, Inc., Gtd. Notes, 144A(b) | B3 | 9.875 | 06/15/19 | 675 | 666,562 |
| Berau Capital Resources Pte Ltd. (Singapore), Sr. Sec d. Notes, 144A | B1 | 12.500 | 07/08/15 | 5,000 | 5,412,500 |
| CONSOL Energy, Inc., Gtd. Notes(b) | B1 | 8.000 | 04/01/17 | 4,200 | 4,567,500 |
| FMG Resources (August 2006) Pty Ltd. (Australia), Gtd. Notes, 144A(b) | B1 | 6.375 | 02/01/16 | 2,000 | 2,085,000 |
| Gtd. Notes, 144A(b) | B1 | 7.000 | 11/01/15 | 3,300 | 3,456,750 |
| Optima Specialty Steel, Inc., Sr. Sec d. Notes, 144A(b) | B2 | 12.500 | 12/15/16 | 875 | 945,000 |
| Peabody Energy Corp., Gtd. Notes | Ba1 | 6.000 | 11/15/18 | 7,099 | 7,542,688 |
| Steel Dynamics, Inc., Gtd. Notes, 144A | Ba2 | 6.125 | 08/15/19 | 1,725 | 1,845,750 |
| | | | | | 43,393,110 |

Non-Captive Finance 1.4%

| | | | | | |
|--|-----|-------|----------|-------|-----------|
| CIT Group, Inc., Sr. Unsec d. Notes(b) | Ba3 | 4.250 | 08/15/17 | 8,750 | 9,056,250 |
|--|-----|-------|----------|-------|-----------|

Packaging 3.0%

| | | | | | |
|--|-----|--------|----------|-------|-----------|
| Ardagh Packaging Finance PLC (Ireland), Sr. Sec d. Notes, 144A (original cost \$3,217,500; purchased 05/14/12 - 05/18/12)(d)(e) | Ba3 | 7.375 | 10/15/17 | 3,000 | 3,270,000 |
| BWAY Holding Co., Gtd. Notes (original cost \$1,107,500; purchased 07/20/12)(d)(e) | B3 | 10.000 | 06/15/18 | 1,000 | 1,122,500 |
| Owens-Brockway Glass Container, Inc., Gtd. Notes(b) | Ba3 | 7.375 | 05/15/16 | 5,965 | 6,859,750 |

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Reynolds Group Issuer, Inc./Reynolds Group
Issuer LLC/Reynolds Group Issuer LU,

| | | | | | |
|---------------------------------------|------|-------|----------|-------|-----------|
| Gtd. Notes | Caa2 | 9.875 | 08/15/19 | 3,000 | 3,285,000 |
| Sealed Air Corp., Gtd. Notes, 144A(b) | B1 | 8.125 | 09/15/19 | 4,000 | 4,490,000 |

19,027,250

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Paper 0.5%

| | | | | | |
|--|----|-------|----------|-------|-----------|
| Longview Fibre Paper & Packaging, Inc., Sr. Sec d. Notes, 144A (original cost \$2,907,000; purchased 05/01/12)(b)(d)(e) | B2 | 8.000 | 06/01/16 | 2,850 | 2,992,500 |
|--|----|-------|----------|-------|-----------|

Pipelines & Other 1.6%

| | | | | | |
|--|-----|-------|----------|-------|------------|
| Ferrellgas LP/Ferrellgas Finance Corp., Sr. Unsec d. Notes(b) | B2 | 9.125 | 10/01/17 | 5,000 | 5,375,000 |
| Rockies Express Pipeline LLC, Sr. Unsec d. Notes, 144A | Ba2 | 6.000 | 01/15/19 | 1,650 | 1,617,000 |
| Suburban Propane Partners LP/Suburban Energy Finance Corp., Sr. Unsec d. Notes(b) | Ba3 | 7.500 | 10/01/18 | 3,050 | 3,294,000 |
| | | | | | 10,286,000 |

Real Estate Investment Trusts 0.6%

| | | | | | |
|---|-----|-------|----------|-------|-----------|
| DuPont Fabros Technology LP, Gtd. Notes | Ba1 | 8.500 | 12/15/17 | 3,495 | 3,796,444 |
|---|-----|-------|----------|-------|-----------|

Retailers 1.8%

| | | | | | |
|--|------|-------|----------|-------|------------|
| Claire s Stores, Inc., Sr. Sec d. Notes, 144A(b) | B2 | 9.000 | 03/15/19 | 700 | 777,000 |
| Dollar General Corp., Gtd. Notes | Ba2 | 4.125 | 07/15/17 | 675 | 713,812 |
| Petco Holdings, Inc., Sr. Notes, PIK, 144A | Caa1 | 8.500 | 10/15/17 | 2,900 | 2,987,000 |
| QVC, Inc., Sr. Sec d. Notes, 144A | Ba2 | 7.500 | 10/01/19 | 750 | 827,769 |
| Toys R Us Delaware, Inc., Sr. Sec d. Notes, 144A(b) | B1 | 7.375 | 09/01/16 | 4,500 | 4,567,500 |
| Toys R Us Property Co. II LLC, Sr. Sec d. Notes | Ba1 | 8.500 | 12/01/17 | 1,500 | 1,578,750 |
| | | | | | 11,451,831 |

Technology 13.9%

| | | | | | |
|---|------|--------|----------|--------|------------|
| Anixter, Inc., Gtd. Notes | Ba3 | 5.950 | 03/01/15 | 1,000 | 1,057,500 |
| Gtd. Notes | Ba3 | 10.000 | 03/15/14 | 1,400 | 1,508,500 |
| Audatex North America, Inc., Gtd. Notes, 144A(b) | Ba2 | 6.750 | 06/15/18 | 7,750 | 8,273,125 |
| Avaya, Inc., Gtd. Notes | Caa2 | 9.750 | 11/01/15 | 3,000 | 2,951,250 |
| CDW LLC/CDW Finance Corp., Gtd. Notes | Caa1 | 12.535 | 10/12/17 | 9,674 | 10,387,457 |
| Sr. Sec d. Notes | B1 | 8.000 | 12/15/18 | 2,500 | 2,768,750 |
| Ceridian Corp., Gtd. Notes | Caa2 | 11.250 | 11/15/15 | 2,000 | 2,050,000 |
| Gtd. Notes, PIK | Caa2 | 12.250 | 11/15/15 | 1,000 | 1,022,500 |
| CommScope, Inc., Gtd. Notes, 144A (original cost \$6,005,685; purchased 01/07/13 - 02/06/13)(b)(d)(e) | B3 | 8.250 | 01/15/19 | 5,473 | 5,938,205 |
| Equinix, Inc., Sr. Unsec d. Notes | Ba3 | 4.875 | 04/01/20 | 1,325 | 1,325,000 |
| First Data Corp., Gtd. Notes | Caa1 | 9.875 | 09/24/15 | 600 | 617,250 |
| Gtd. Notes, 144A | Caa1 | 9.875 | 09/24/15 | 3,000 | 3,086,250 |
| Gtd. Notes | Caa1 | 10.550 | 09/24/15 | 2,300 | 2,360,674 |
| Igloo Holdings Corp., Sr. Unsec d. Notes, PIK, 144A | Caa1 | 8.250 | 12/15/17 | 1,950 | 1,989,000 |
| Interactive Data Corp., Gtd. Notes(b) | B3 | 10.250 | 08/01/18 | 10,950 | 12,414,562 |
| Jabil Circuit, Inc., Sr. Unsec d. Notes | Ba1 | 7.750 | 07/15/16 | 2,000 | 2,305,000 |
| Sr. Unsec d. Notes | Ba1 | 8.250 | 03/15/18 | 360 | 432,900 |
| | B1 | 9.750 | 08/01/18 | 641 | 732,343 |

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NXP BV/NXP Funding LLC (Netherlands),
Sr. Sec d. Notes, 144A

| | | | | | |
|---|------|-------|----------|-------|-----------|
| Seagate HDD Cayman (Cayman Islands), Gtd. Notes | Ba1 | 7.750 | 12/15/18 | 1,500 | 1,636,875 |
| Seagate Technology HDD Holdings (Cayman Islands), Gtd. Notes | Ba1 | 6.800 | 10/01/16 | 3,170 | 3,566,250 |
| STATS ChipPAC Ltd. (Singapore), Gtd. Notes, 144A | Ba1 | 7.500 | 08/12/15 | 6,625 | 6,956,250 |
| SunGard Data Systems, Inc., Gtd. Notes, 144A | Caa1 | 6.625 | 11/01/19 | 825 | 847,688 |

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| | | | | | |
|---|------|--------|----------|-------|------------|
| TransUnion Holding Co., Inc., Sr. Unsec d. Notes, PIK, 144A | Caa1 | 8.125 | 06/15/18 | 950 | 995,125 |
| TransUnion LLC/TransUnion Financing Corp., Gtd. Notes(b) | B2 | 11.375 | 06/15/18 | 9,500 | 10,948,750 |
| Unisys Corp., Sr. Unsec d. Notes(b) | B1 | 6.250 | 08/15/17 | 2,500 | 2,693,750 |

88,864,954

Telecommunications 5.7%

Brightstar Corp., Gtd. Notes, 144A

(original cost \$3,909,750;

purchased 04/27/12 - 12/10/12)(b)(d)(e)

| | | | | | |
|--|------|--------|----------|-------|-----------|
| | B1 | 9.500 | 12/01/16 | 3,700 | 3,959,000 |
| Cricket Communications, Inc., Sr. Sec d. Notes(b) | Ba2 | 7.750 | 05/15/16 | 8,643 | 9,085,522 |
| Digicel Group Ltd. (Bermuda), Sr. Unsec d. Notes, 144A | Caa1 | 10.500 | 04/15/18 | 4,000 | 4,400,000 |
| Digicel Ltd. (Bermuda), Sr. Unsec d. Notes, 144A | B1 | 8.250 | 09/01/17 | 3,000 | 3,165,000 |
| Frontier Communications Corp., Sr. Unsec d. Notes | Ba2 | 8.250 | 04/15/17 | 2,000 | 2,285,000 |
| Sprint Nextel Corp., Sr. Unsec d. Notes(b) | B3 | 6.000 | 12/01/16 | 2,300 | 2,484,000 |
| Sr. Unsec d. Notes(b) | B3 | 8.375 | 08/15/17 | 5,550 | 6,438,000 |
| Sr. Unsec d. Notes(b) | B3 | 9.125 | 03/01/17 | 1,300 | 1,535,625 |
| Windstream Corp., Gtd. Notes(b) | Ba3 | 7.875 | 11/01/17 | 3,000 | 3,397,500 |

36,749,647

TOTAL CORPORATE BONDS

(cost \$753,620,276)

763,886,013

TOTAL LONG-TERM INVESTMENTS

(cost \$815,124,679)

826,764,806

SHORT-TERM INVESTMENT 4.3%

Shares

AFFILIATED MONEY MARKET MUTUAL FUND

Prudential Investment Portfolios 2 Prudential Core Taxable Money Market Fund

(cost \$27,731,556)(f)

27,731,556 27,731,556

TOTAL INVESTMENTS 133.5%

(cost \$842,856,235)(g)

854,496,362

LIABILITIES IN EXCESS OF OTHER ASSETS (33.5)%

(214,299,159)

NET ASSETS 100.0%

\$640,197,203

The following abbreviations are used in the portfolio descriptions:

- 144A Security was purchased pursuant to Rule 144A under the Securities Act of 1933 and may not be resold subject to that rule except to qualified institutional buyers. Unless otherwise noted, 144A securities are deemed to be liquid.
- RegS Regulation S. Security was purchased pursuant to Regulation S and may not be offered, sold or delivered within the United States or to, or for the account or benefit of, U.S. persons, except pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the Securities Act of 1933.
- MTN Medium Term Note
- NR Not Rated
- PIK Payment-in-Kind

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The ratings reflected are as of February 28, 2013. Ratings of certain bonds may have changed subsequent to that date. The Fund's current Statement of Additional Information contains a description of Moody's and Standard & Poor's ratings.

- # Principal amount shown in U.S. dollars unless otherwise stated.
- (a) Variable rate instrument. The interest rate shown reflects the rate in effect at February 28, 2013.
 - (b) Represents security, or a portion thereof, segregated as collateral for loan outstanding. There was a loan balance of \$229,000,000 outstanding at February 28, 2013, which was used to provide the Fund with portfolio leverage and meet its general cash flow requirements.
 - (c) Standard & Poor's Rating.
 - (d) Indicates a security that has been deemed illiquid.
 - (e) Indicates a restricted security; the aggregate original cost of such securities is \$45,899,185. The aggregate value of \$45,705,693 is approximately 7.1% of net assets.
 - (f) Prudential Investments LLC, the manager of the Fund, also serves as manager of the Prudential Investment Portfolios 2 Prudential Core Taxable Money Market Fund.
 - (g) The United States federal income tax basis of the Fund's investments and the net unrealized appreciation as of February 28, 2013 were as follows:

| Tax Basis | Appreciation | Depreciation | Net Unrealized Appreciation |
|------------------|---------------------|---------------------|--|
| \$ 850,311,719 | \$ 10,167,697 | \$ (5,983,054) | \$ 4,184,643 |

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The difference between book basis and tax basis is primarily attributable to deferred losses on wash sales and differences in the treatment of premium amortization as of the most recent fiscal year end.

Various inputs are used in determining the value of the Fund's investments. These inputs are summarized in the three broad levels listed below.

Level 1 - quoted prices generally in active markets for identical securities.

Level 2 - other significant observable inputs including, but not limited to, quoted prices for similar securities, interest rates and yield curves, prepayment speeds, foreign currency exchange rates, and amortized cost.

Level 3 - significant unobservable inputs for securities valued in accordance with Board approved fair valuation procedures.

The following is a summary of the inputs used as of February 28, 2013 in valuing such portfolio securities:

| | Level 1 | Level 2 | Level 3 |
|-------------------------------------|----------------------|-----------------------|----------------------|
| Investments in Securities | | | |
| Bank Loans | \$ | \$ 55,755,150 | \$ 7,123,643 |
| Corporate Bonds | | 760,604,337 | 3,281,676 |
| Affiliated Money Market Mutual Fund | 27,731,556 | | |
| Total | \$ 27,731,556 | \$ 816,359,487 | \$ 10,405,319 |

The following is a reconciliation of assets in which significant unobservable inputs (Level 3) were used in determining fair value:

| | Bank Loans | Corporate Bonds |
|---|---------------------|---------------------|
| Balance as of 05/31/12 | \$ | \$ |
| Realized gain (loss) | | |
| Change in unrealized appreciation (depreciation)* | 46,961 | 235,624 |
| Purchases | 7,257,500 | 969,750 |
| Sales | (180,818) | (205,779) |
| Accrued discount/premium | | |
| Transfers into Level 3 | | 2,282,081 |
| Transfers out of Level 3 | | |
| Balance as of 02/28/13 | \$ 7,123,643 | \$ 3,281,676 |

* Of which, \$282,585 was included in Net Assets relating to securities held at the reporting period end.

It is the Fund's policy to recognize transfers in and transfers out at the fair value as of the beginning of period. At the reporting period end, there were 2 Corporate Bonds transferred into Level 3 as a result of using single broker quotes.

Included in the table above, under Level 3, are securities that were fair valued using pricing methodologies approved by the Valuation Committee, which contain unobservable inputs. Such methodologies include, but not limited to, using prices provided by a single broker/dealer, the cost of the investment, and prices of any recent transactions or bids/offers for such securities or any comparable securities.

Notes to Schedule of Investments (Unaudited)

Securities Valuation: The Fund holds portfolio securities and other assets that are fair valued at the close of each day the New York Stock Exchange (NYSE) is open for trading. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants on the measurement date. The Board of Trustees (the Board) has delegated fair valuation responsibilities to Prudential Investments LLC (PI or Manager) through the adoption of Valuation Procedures for valuation of the Fund s securities. Under the current Valuation Procedures, a Valuation Committee is established and responsible for supervising the valuation of portfolio securities and other assets. The Valuation Procedures allow the Fund to utilize independent pricing vendor services, quotations from market makers and other valuation methods in events when market quotations are not readily available or not representative of the fair value of the securities. A record of the Valuation Committee s actions is subject to review, approval and ratification by the Board at its next regularly scheduled quarterly meeting.

Various inputs are used in determining the value of the Fund s investments, which are summarized in the three broad level hierarchies based on any observable inputs used as described in the table following the Schedule of Investments. The valuation methodologies and significant inputs used in determining the fair value of securities and other assets classified as Level 1, Level 2 and Level 3 of the hierarchy are as follows:

Common stocks, exchange-traded funds and financial derivative instruments (including futures contracts and certain options and swap contracts on securities), that are traded on a national securities exchange are valued at the last sale price as of the close of trading on the applicable exchange. Securities traded via NASDAQ are valued at the NASDAQ official closing price. To the extent these securities are valued at the last sale price or NASDAQ official closing price, they are classified as Level 1 of the fair value hierarchy.

In the event there is no sale or official closing price on such day, these securities are valued at the mean between the last reported bid and asked prices, or at the last bid price in absence of an asked price. These securities are classified as Level 2 of the fair value hierarchy as these inputs are considered as significant other observable inputs to the valuation.

For common stocks traded on foreign securities exchanges, certain valuation adjustments will be applied when events occur after the close of the security s foreign market and before the Fund s normal pricing time. These securities are valued using pricing vendor services that provide model prices derived using adjustment factors based on information such as local closing price, relevant general and sector indices, currency fluctuations, depositary receipts, and futures, as applicable. Securities valued using such model prices are classified as Level 2 of the fair value hierarchy as the adjustment factors are considered as significant other observable inputs to the valuation.

Investments in open-end, non-exchange-traded mutual funds are valued at their net asset values as of the close of the NYSE on the date of valuation. These securities are classified as Level 1 as they have the ability to be purchased or sold at their net asset value on the date of valuation.

Fixed income securities traded in the over-the-counter market, such as corporate bonds, municipal bonds, U.S. Government agencies issues and guaranteed obligations, U.S. Treasury obligations and sovereign issues are usually valued at prices provided by approved independent pricing vendors. The pricing vendors provide these prices usually after evaluating observable inputs including yield curves, credit rating, yield spreads, default rates, cash flows as well as broker/dealer quotations and reported trades. Securities valued using such vendor prices are classified as Level 2 of the fair value hierarchy.

Asset-backed and mortgage-related securities are usually valued by approved independent pricing vendors. The pricing vendors provide the prices using their internal pricing models with inputs from deal terms, tranche level attributes, yield curves, prepayment speeds, default rates and broker/dealer quotes. Securities valued using such vendor prices are classified as Level 2 of the fair value hierarchy.

Short-term debt securities of sufficient credit quality, which mature in sixty days or less, are valued using amortized cost method, which approximates fair value. The amortized cost method involves valuing a security at its cost on the date of purchase and thereafter assuming a constant amortization to maturity of the difference between the principal amount due at maturity and cost. These securities are categorized as Level 2 of the fair value hierarchy.

Over-the-counter financial derivative instruments, such as option contracts, foreign currency contracts and swaps agreements, are usually valued using pricing vendor services, which derive the valuation based on underlying asset prices, indices, spreads, interest rates, exchange rates and other inputs. These instruments are categorized as Level 2 of the fair value hierarchy.

Securities and other assets that cannot be priced using the methods described above are valued with pricing methodologies approved by the Valuation Committee. In the event there are unobservable inputs used when determining such valuations, the securities will be classified as Level 3 of the fair value hierarchy.

When determining the fair value of securities, some of the factors influencing the valuation include: the nature of any restrictions on disposition of the securities; assessment of the general liquidity of the securities; the issuer's financial condition and the markets in which it does business; the cost of the investment; the size of the holding and the capitalization of the issuer; the prices of any recent transactions or bids/offers for such securities or any comparable securities; any available analyst media or other reports or information deemed reliable by the investment adviser regarding the issuer or the markets or industry in which it operates. Using fair value to price securities may result in a value that is different from a security's most recent closing price and from the price used by other mutual funds to calculate their net asset values.

The Fund may hold up to 15% of its net assets in illiquid securities, including repurchase agreements which have a maturity of longer than seven days, certain securities with legal or contractual restrictions on resale (restricted securities, sometimes referred to as Private Placements) and securities that are not readily marketable. Restricted securities are valued pursuant to the valuation procedures noted above.

The Fund invests in the Prudential Core Taxable Money Market Fund, a portfolio of the Prudential Investment Portfolios 2, registered under the Investment Company Act of 1940, as amended, and managed by PI.

Other information regarding the Fund is available in the Fund's most recent Report to Shareholders. This information is available on the Securities and Exchange Commission's website. (www.sec.gov).

Item 2. Controls and Procedures

- (a) It is the conclusion of the registrant's principal executive officer and principal financial officer that the effectiveness of the registrant's current disclosure controls and procedures (such disclosure controls and procedures having been evaluated within 90 days of the date of this filing) provide reasonable assurance that the information required to be disclosed by the registrant has been recorded, processed, summarized and reported within the time period specified in the Commission's rules and forms and that the information required to be disclosed by the registrant has been accumulated and communicated to the registrant's principal executive officer and principal financial officer in order to allow timely decisions regarding required disclosure.

- (b) There have been no significant changes in the registrant's internal controls or in other factors that could significantly affect these controls subsequent to the date of their evaluation, including any corrective actions with regard to significant deficiencies and material weaknesses.

Item 3. Exhibits

Certifications pursuant to Rule 30a-2(a) under the Investment Company Act of 1940 Attached hereto.

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) Prudential Short Duration High Yield Fund, Inc.

By (Signature and Title)*

/s/ Deborah A. Docs
Deborah A. Docs
Secretary of the Fund

Date April 22, 2013

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 (Signature and Title)*

/s/ Stuart S. Parker
Stuart S. Parker
President and Principal Executive Officer

Date April 22, 2013

By (Signature and Title)*

/s/ Grace C. Torres
Grace C. Torres
Treasurer and Principal Financial Officer

Date April 22, 2013

* Print the name and title of each signing officer under his or her signature.