

Edgar Filing: VAN KAMPEN BOND FUND - Form N-CSRS

VAN KAMPEN BOND FUND
Form N-CSRS
February 28, 2005

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 811-02090

Van Kampen Bond Fund

(Exact name of registrant as specified in charter)

1221 Avenue of the Americas, New York, New York 10020

(Address of principal executive offices) (Zip code)

Ronald Robison
1221 Avenue of the Americas, New York, New York 10020

(Name and address of agent for service)

Registrant's telephone number, including area code: 212-762-4000

Date of fiscal year end: 6/30

Date of reporting period: 12/31/04

Item 1. Report to Shareholders.

The Fund's semi-annual report transmitted to shareholders pursuant to Rule 30e-1 under the Investment Company Act of 1940 is as follows:

Welcome, Shareholder

In this report, you'll learn about how your investment in Van Kampen Bond Fund performed during the semiannual period. The portfolio management team will provide an overview of the market conditions and discuss some of the factors that affected investment performance during the reporting period. In addition, this report includes the fund's financial statements and a list of fund investments as of December 31, 2004.

MARKET FORECASTS PROVIDED IN THIS REPORT MAY NOT NECESSARILY COME TO PASS. THERE IS NO ASSURANCE THAT THE FUND WILL ACHIEVE ITS INVESTMENT OBJECTIVE. FUNDS ARE SUBJECT TO MARKET RISK, WHICH IS THE POSSIBILITY THAT THE MARKET VALUES OF SECURITIES OWNED BY THE FUND WILL DECLINE AND THAT THE VALUE OF THE FUND SHARES MAY THEREFORE BE LESS THAN WHAT YOU PAID FOR THEM. ACCORDINGLY, YOU CAN LOSE MONEY INVESTING IN THIS FUND.

Edgar Filing: VAN KAMPEN BOND FUND - Form N-CSRS

NOT FDIC INSURED	OFFER NO BANK GUARANTEE	MAY LOSE VALUE
NOT INSURED BY ANY FEDERAL GOVERNMENT AGENCY		NOT A DEPOSIT

Performance Summary as of 12/31/04

BOND FUND
SYMBOL: VBF

AVERAGE ANNUAL TOTAL RETURNS	BASED ON NAV	BASED ON MARKET PRICE
10-year	8.15%	8.19%
5-year	7.79%	9.74%
1-year	5.90%	4.94%
6-month	5.82%	7.63%

PERFORMANCE DATA QUOTED REPRESENTS PAST PERFORMANCE, WHICH IS NO GUARANTEE OF FUTURE RESULTS, AND CURRENT PERFORMANCE MAY BE LOWER OR HIGHER THAN THE FIGURES SHOWN. FOR THE MOST RECENT MONTH-END PERFORMANCE FIGURES, PLEASE VISIT VANKAMPEN.COM OR SPEAK WITH YOUR FINANCIAL ADVISOR. INVESTMENT RETURNS, NET ASSET VALUE (NAV) AND COMMON SHARE MARKET PRICE WILL FLUCTUATE AND FUND SHARES, WHEN SOLD, MAY BE WORTH MORE OR LESS THAN THEIR ORIGINAL COST.

The NAV per share is determined by dividing the value of the fund's portfolio securities, cash and other assets, less all liabilities, by the total number of common shares outstanding. The common share market price is the price the market is willing to pay for shares of the fund at a given time. Common share market price is influenced by a range of factors, including supply and demand and market conditions. Total return assumes an investment at the beginning of the period, reinvestment of all distributions for the period in accordance with the fund's dividend reinvestment plan, and sale of all shares at the end of the period.

The Lehman Brothers BBB Corporate Bond Index is generally representative of corporate bonds. The index does not include any expenses, fees or sales charges, which would lower performance. The index is unmanaged and should not be considered an investment. It is not possible to invest directly in an index.

1

Fund Report

FOR THE SIX-MONTH PERIOD ENDED DECEMBER 31, 2004

Van Kampen Bond Fund is managed by the Adviser's Taxable Fixed-Income team.(1) Current team members include Sheila Finnerty and David S. Horowitz, Managing

Edgar Filing: VAN KAMPEN BOND FUND - Form N-CSRS

Directors of the Adviser; and Gordon W. Loery, Executive Director of the Adviser.

MARKET CONDITIONS

The review period began with a "soft patch" in the economic recovery. The June employment data released on July 2 reported that non-farm payrolls grew by much less than the median forecast. This included downward revision of prior reports and was followed by the June Consumer Price Index (CPI) report, which suggested that inflation was contained and that the spike in CPI earlier in the year may have been temporary. After the release of the July employment data, another disappointing number, bond prices surged and yields dropped. Although the lackluster data prompted speculation that the Federal Reserve Board ("the Fed") might postpone the interest rate increases, the Fed continued to raise rates by 25 basis point increments at each of its remaining meetings.

Economic data released in September and October showed signs of strength, and investors' attention soon turned toward increasing oil prices and the upcoming U.S. presidential election. The bond market reversed course due largely to these factors. Sentiment in the bond market was further undermined by a combination of issues including high and rising oil prices, a string of weaker-than-expected employment reports, uncertainty surrounding the outcome of the presidential election and concern over both the U.S. trade deficit and budget deficit. The conclusion of the presidential election and a respite in climbing oil prices led to slight gains in the bond market in the last weeks of the period.

The Fed's actions, combined with its stated intention to increase rates well into 2005, led to largely rising yields at the very short end of the market. Yields on intermediate and longer-maturity securities trended lower, however, and ended the period slightly lower.

Against this mixed backdrop, performance varied over the major segments of the fixed-income market. Yield spreads on corporate securities narrowed and medium- and lower-quality issues generated better relative performance than higher-quality issues.

(1) Team members may change at any time without notice.

2

PERFORMANCE ANALYSIS

Closed-end fund returns can be calculated upon either the market price or the net asset value (NAV) of its shares. NAV per share is determined by dividing the value of the fund's portfolio securities, cash and other assets, minus all liabilities, by the total number of common shares outstanding, whereas market price reflects the supply and demand for shares. As a result, the two returns may differ significantly, as they did during the reporting period. The fund showed a 5.82 percent gain on an NAV basis and a 7.63 percent gain on a market-price basis. The fund's returns at NAV and market-price basis outperformed its benchmark, the Lehman Brothers BBB Corporate Bond Index. (See table below.)

One of our key strategies in managing the fund was to emphasize medium-quality issues. These positions benefited from the market's general preference for the attractive yields of medium- and lower-quality issues during the period, and supported the fund's outperformance of its benchmark. The fund also benefited from key exposures in the gaming & lodging, energy and utilities sectors, all of which gained on improved earnings and reduced debt ratios. The fund's portfolio was also overweight relative to the Lehman Brothers BBB Corporate Bond Index in its exposure to the insurance industry, which outperformed.

Edgar Filing: VAN KAMPEN BOND FUND - Form N-CSRS

The fund's interest rate exposure was somewhat disappointing during the period. While our analysis was correct in indicating that interest rates were likely to move upward in 2004, that upward movement was largely limited to shorter-maturity securities. As a result, the fund's strategy of keeping its duration (a measure of interest rate sensitivity) below that of its benchmark served to limit its exposure to the ongoing gains of longer-maturity securities.

There is no guarantee that any securities will continue to perform well or be held by the fund in the future.

TOTAL RETURN FOR THE SIX-MONTH PERIOD ENDING DECEMBER 31, 2004

BASED ON NAV	BASED ON MARKET PRICE	LEHMAN BROTHERS BBB CORPORATE BOND INDEX
5.82%	7.63%	-0.27%

PERFORMANCE DATA QUOTED REPRESENTS PAST PERFORMANCE, WHICH IS NO GUARANTEE OF FUTURE RESULTS, AND CURRENT PERFORMANCE MAY BE LOWER OR HIGHER THAN THE FIGURES SHOWN. FOR THE MOST RECENT MONTH-END PERFORMANCE FIGURES, PLEASE VISIT VANKAMPEN.COM OR SPEAK WITH YOUR FINANCIAL ADVISOR. INVESTMENT RETURN, NET ASSET VALUE AND COMMON SHARE MARKET PRICE WILL FLUCTUATE AND FUND SHARES, WHEN SOLD, MAY BE WORTH MORE OR LESS THAN THEIR ORIGINAL COST. SEE PERFORMANCE SUMMARY FOR ADDITIONAL PERFORMANCE INFORMATION AND INDEX DEFINITION.

3

RATINGS ALLOCATION AS OF 12/31/04

AAA/Aaa	12.5%
AA/Aa	5.1
A/A	23.6
BBB/Baa	49.5
BB/Ba	8.1
B/B	1.2

SUMMARY OF INVESTMENTS BY INDUSTRY CLASSIFICATION AS OF 12/31/04

Electric	9.5%
Banking	6.5
Automotive	6.2
Healthcare	5.2
Wireline Communications	4.4
Railroads	4.4
Noncaptive--Consumer Finance	4.0
Integrated Energy	3.9
Media--Noncable	3.3
Property & Casualty	3.3
Retail	3.0
Government Agency Obligations	2.9
Lodging	2.7

Edgar Filing: VAN KAMPEN BOND FUND - Form N-CSRS

Brokerage	2.6
Gaming	2.3
Paper	2.2
Media--Cable	2.1
Noncaptive--Diversified Finance	2.0
Food/Beverage	2.0
Life Insurance	1.7
Natural Gas Pipelines	1.7
Construction Machinery	1.6
Environmental Services	1.4
Diversified Manufacturing	1.4
Entertainment	1.3
Aerospace & Defense	1.3
Consumer Products	1.2
Supermarkets	1.1
Independent Energy	1.1
Chemicals	0.9
Tobacco	0.9
Real Estate Investment Trusts	0.8
Airlines	0.8
Technology	0.6
Transportation Services	0.4
Textile	0.4
Wireless Communications	0.4
Services	0.4

(continued on next page)

4

SUMMARY OF INVESTMENTS BY INDUSTRY CLASSIFICATION AS OF 12/31/04 (continued from previous page)

Refining	0.3
Oil Field Services	0.2

Total Long-Term Investments	92.4%
Total Short-Term Investments	7.6

Total Investments	100.0%

Subject to change daily. Provided for informational purposes only and should not be deemed as a recommendation to buy or sell the securities mentioned or securities in the industries shown above. All percentages are as a percentage of total investments. Van Kampen is a wholly owned subsidiary of a global securities firm which is engaged in a wide range of financial services including, for example, securities trading and brokerage activities, investment banking, research and analysis, financing and financial advisory services.

5

FOR MORE INFORMATION ABOUT PORTFOLIO HOLDINGS

Edgar Filing: VAN KAMPEN BOND FUND - Form N-CSRS

Each Van Kampen fund provides a complete schedule of portfolio holdings in its semiannual and annual reports within 60 days of the end of the fund's second and fourth fiscal quarters by filing the schedule electronically with the Securities and Exchange Commission (SEC). The semiannual reports are filed on Form N-CSRS and the annual reports are filed on Form N-CSR. Van Kampen also delivers the semiannual and annual reports to fund shareholders, and makes these reports available on its public web site, www.vankampen.com. In addition to the semiannual and annual reports that Van Kampen delivers to shareholders and makes available through the Van Kampen public web site, each fund files a complete schedule of portfolio holdings with the SEC for the fund's first and third fiscal quarters on Form N-Q. Van Kampen does not deliver the reports for the first and third fiscal quarters to shareholders, nor are the reports posted to the Van Kampen public web site. You may, however, obtain the Form N-Q filings (as well as the Form N-CSR and N-CSRS filings) by accessing the SEC's web site, <http://www.sec.gov>. You may also review and copy them at the SEC's Public Reference Room in Washington, DC. Information on the operation of the SEC's Public Reference Room may be obtained by calling the SEC at 1-800-SEC-0330. You can also request copies of these materials, upon payment of a duplicating fee, by electronic request at the SEC's e-mail address (publicinfo@sec.gov) or by writing the Public Reference section of the SEC, Washington, DC 20549-0102.

In addition to filing a complete schedule of portfolio holdings with the SEC each fiscal quarter, each Van Kampen fund makes portfolio holdings information available by periodically providing the information on its public web site, www.vankampen.com. Each Van Kampen fund provides a complete schedule of portfolio holdings on the public web site on a calendar-quarter basis approximately 30 days after the close of the calendar quarter. Van Kampen closed-end funds do not presently provide partial lists of their portfolio holdings on a monthly basis, but may do so in the future.

You may obtain copies of a fund's fiscal quarter filings, or its monthly or calendar-quarter web site postings, by contacting Van Kampen Client Relations at 1-800-847-2424.

PROXY VOTING POLICIES AND PROCEDURES AND PROXY VOTING RECORD

The fund's policies and procedures with respect to the voting of proxies relating to the fund's portfolio securities and information on how the fund voted proxies relating to portfolio securities during the most recent twelve-month period ended June 30 is available without charge, upon request, by calling 1-800-847-2424 or by visiting our web site at www.vankampen.com. This information is also available on the Securities and Exchange Commission's web site at <http://www.sec.gov>.

6

VAN KAMPEN BOND FUND

PORTFOLIO OF INVESTMENTS -- DECEMBER 31, 2004 (UNAUDITED)

PAR AMOUNT (000)	DESCRIPTION	COUPON	MATURITY	VALUE
------------------------	-------------	--------	----------	-------

Edgar Filing: VAN KAMPEN BOND FUND - Form N-CSRS

CORPORATE BONDS 88.5%				
AEROSPACE & DEFENSE 1.3%				
\$1,130	Northrop Grumman Corp.	7.125%	02/15/11	\$ 1,298,434
407	Raytheon Co.	4.500	11/15/07	416,691
875	Raytheon Co.	8.300	03/01/10	1,037,981
65	Raytheon Co.	4.850	01/15/11	66,686

				2,819,792

AIRLINES 0.8%				
224	Continental Airlines, Inc.	6.648	09/15/17	217,851
995	Continental Airlines, Inc.	6.900	01/02/18	998,474
527	Continental Airlines, Inc.	6.545	02/02/19	523,886

				1,740,211

AUTOMOTIVE 6.1%				
430	AutoNation, Inc.	9.000	08/01/08	493,425
265	DaimlerChrysler North America Holding Corp.	7.300	01/15/12	301,262
1,280	DaimlerChrysler North America Holding Corp.	8.500	01/18/31	1,604,060
2,490	Ford Motor Credit Co.	7.250	10/25/11	2,673,939
640	General Motors Acceptance Corp.	4.500	07/15/06	640,625
4,125	General Motors Acceptance Corp.	6.875	09/15/11	4,232,902
2,865	General Motors Acceptance Corp.	8.000	11/01/31	2,953,133
780	General Motors Corp.	8.375	07/15/33	810,383

				13,709,729

BANKING 6.4%				
2,230	Bank of America Corp.	3.375	02/17/09	2,187,168
545	Citigroup, Inc.	6.000	02/21/12	597,088
2,110	Citigroup, Inc.	5.625	08/27/12	2,250,522
3,340	JPMorgan Chase & Co.	6.750	02/01/11	3,756,905
400	MBNA America Bank NA.....	7.125	11/15/12	455,698
1,625	MBNA Corp.	6.125	03/01/13	1,744,364
1,350	Wachovia Corp.	3.625	02/17/09	1,335,720
925	Washington Mutual Bank FA.....	5.500	01/15/13	956,796
900	Washington Mutual, Inc.	8.250	04/01/10	1,054,085

				14,338,346

BROKERAGE 2.6%				
1,670	Goldman Sachs Group, Inc.	6.875	01/15/11	1,886,410
185	Goldman Sachs Group, Inc.	5.250	10/15/13	189,605
2,000	Lehman Brothers Holdings, Inc.	8.500	05/01/07	2,223,258
943	World Financial Prop., 144A-- Private Placement (a).....	6.910	09/01/13	1,044,076
429	World Financial Prop., 144A-- Private Placement (a).....	6.950	09/01/13	475,733

				5,819,082

See Notes to Financial Statements

7

VAN KAMPEN BOND FUND

PORTFOLIO OF INVESTMENTS -- DECEMBER 31, 2004 (UNAUDITED) continued

Edgar Filing: VAN KAMPEN BOND FUND - Form N-CSRS

PAR AMOUNT (000)	DESCRIPTION	COUPON	MATURITY	VALUE
	CHEMICALS 0.9%			
\$ 60	FMC Corp.	10.250%	11/01/09	\$ 69,150
640	ICI Wilmington, Inc.	4.375	12/01/08	644,185
1,285	Sealed Air Corp., 144A--Private Placement (a)...	5.625	07/15/13	1,331,601

				2,044,936
	CONSTRUCTION MACHINERY 1.6%			
2,045	Caterpillar Financial Services Corp., Ser F.....	3.625	11/15/07	2,048,626
1,320	Kennametal, Inc.	7.200	06/15/12	1,468,970

				3,517,596
	CONSUMER PRODUCTS 1.2%			
855	Clorox Co., 144A--Private Placement (Variable Rate Coupon) (a).....	2.544	12/14/07	855,257
1,305	Xerox Corp.	7.125	06/15/10	1,415,925
325	Xerox Corp.	6.875	08/15/11	347,750

				2,618,932
	DIVERSIFIED MANUFACTURING 1.3%			
1,275	Cooper Industries, Inc.	5.250	07/01/07	1,321,692
705	Hutchison Whampoa International Ltd., 144A-- Private Placement (Cayman Islands) (a).....	5.450	11/24/10	731,253
890	Hutchison Whampoa International Ltd., 144A-- Private Placement (Cayman Islands) (a).....	6.500	02/13/13	960,973

				3,013,918
	ELECTRIC 9.4%			
725	Appalachian Power Co., Ser H.....	5.950	05/15/33	735,017
1,250	Arizona Public Service Co.	5.800	06/30/14	1,337,270
370	CenterPoint Energy.....	7.750	02/15/11	431,837
625	Cincinnati Gas & Electric Co.	5.700	09/15/12	663,177
425	Cincinnati Gas & Electric Co., Ser A.....	5.400	06/15/33	407,195
375	Cincinnati Gas & Electric Co., Ser B.....	5.375	06/15/33	357,978
780	Columbus Southern Power Co., Ser B.....	6.600	03/01/33	875,518
865	Detroit Edison Co.	6.125	10/01/10	944,737
960	Duquesne Light Co.	6.700	04/15/12	1,074,464
655	Entergy Gulf States, Inc.	3.600	06/01/08	644,903
900	Entergy Gulf States, Inc. (Variable Rate Coupon).....	2.800	12/01/09	899,896
1,660	Exelon Corp.	6.750	05/01/11	1,859,333
255	Indianapolis Power & Light Co., 144A-- Private Placement (a).....	6.300	07/01/13	274,197
545	Monongahela Power Co.	5.000	10/01/06	557,567
390	Nevada Power Co.	9.000	08/15/13	458,250
1,323	Niagara Mohawk Power Corp., Ser F.....	7.625	10/01/05	1,366,836
685	NiSource Finance Corp.	7.625	11/15/05	710,101
900	NiSource Finance Corp. (Variable Rate Coupon)...	2.915	11/23/09	899,968
1,660	Ohio Edison Co.	5.450	05/01/15	1,687,123
180	Ohio Power Co., Ser E.....	6.600	02/15/33	202,032
1,215	Pacific Gas & Electric Co.	6.050	03/01/34	1,266,316
180	PSEG Energy Holdings, Inc.	7.750	04/16/07	191,250

Edgar Filing: VAN KAMPEN BOND FUND - Form N-CSRS

8

See Notes to Financial Statements

VAN KAMPEN BOND FUND

PORTFOLIO OF INVESTMENTS -- DECEMBER 31, 2004 (UNAUDITED) continued

PAR AMOUNT (000)	DESCRIPTION	COUPON	MATURITY	VALUE
ELECTRIC (CONTINUED)				
\$ 650	PSEG Energy Holdings, Inc.	8.625%	02/15/08	\$ 716,625
140	Reliant Energy, Inc.	6.750	12/15/14	139,825
195	Southern CA Edison Co.	5.000	01/15/14	198,514
365	Texas-New Mexico Power Co.	6.250	01/15/09	385,728
255	TXU Corp., Ser J.....	6.375	06/15/06	264,834
805	TXU Energy Co.	7.000	03/15/13	900,487
560	Wisconsin Electric Power.....	3.500	12/01/07	558,134
65	Wisconsin Electric Power.....	5.625	05/15/33	66,353

				21,075,465

ENTERTAINMENT 1.3%				
590	AOL Time Warner, Inc.	7.700	05/01/32	723,942
180	Park Place Entertainment Corp.	7.500	09/01/09	201,150
930	Time Warner, Inc.	6.875	05/01/12	1,060,685
135	Time Warner, Inc.	6.625	05/15/29	145,918
660	Time Warner, Inc.	7.625	04/15/31	800,952

				2,932,647

ENVIRONMENTAL SERVICES 1.4%				
830	Republic Services, Inc.	6.750	08/15/11	933,572
1,500	Waste Management, Inc.	7.000	10/15/06	1,589,332
550	Waste Management, Inc.	7.375	08/01/10	631,171

				3,154,075

FOOD/BEVERAGE 1.9%				
1,155	Kraft Foods, Inc.	5.625	11/01/11	1,224,811
500	Kraft Foods, Inc.	6.250	06/01/12	549,702
1,420	Smithfield Foods, Inc.	8.000	10/15/09	1,579,750
105	Smithfield Foods, Inc.	7.750	05/15/13	117,337
710	YUM! Brands, Inc.	8.875	04/15/11	878,313

				4,349,913

GAMING 2.3%				
875	Harrahs Operating Co., Inc.	5.500	07/01/10	906,802
1,495	Harrahs Operating Co., Inc.	8.000	02/01/11	1,738,510
1,175	MGM Mirage, Inc.	8.500	09/15/10	1,342,437
455	MGM Mirage, Inc.	6.750	09/01/12	481,162
645	Station Casinos, Inc.	6.000	04/01/12	660,319

				5,129,230

HEALTHCARE 5.1%				

Edgar Filing: VAN KAMPEN BOND FUND - Form N-CSRS

3,205	Aetna, Inc.	7.375	03/01/06	3,337,395
260	AmerisourceBergen Corp.	8.125	09/01/08	290,550
435	Fisher Scientific International, Inc., 144A-- Private Placement (a).....	6.750	08/15/14	468,712
205	HCA, Inc.	7.875	02/01/11	226,082
800	HCA, Inc.	6.300	10/01/12	812,597
285	HCA, Inc.	7.190	11/15/15	299,096
1,835	Health Net, Inc.	9.875	04/15/11	2,216,363
620	Tenet Healthcare Corp.	7.375	02/01/13	604,500

See Notes to Financial Statements

9

VAN KAMPEN BOND FUND

PORTFOLIO OF INVESTMENTS -- DECEMBER 31, 2004 (UNAUDITED) continued

PAR AMOUNT (000)	DESCRIPTION	COUPON	MATURITY	VALUE
HEALTHCARE (CONTINUED)				
\$ 915	Tenet Healthcare Corp.	6.875%	11/15/31	\$ 784,612
1,130	UnitedHealth Group, Inc.	5.200	01/17/07	1,171,074
650	WellPoint, Inc., 144A--Private Placement (a)....	3.750	12/14/07	650,107
590	WellPoint, Inc., 144A--Private Placement (a)....	4.250	12/15/09	590,370

				11,451,458

INDEPENDENT ENERGY 1.1%				
285	Kerr-McGee Corp.	5.875	09/15/06	295,805
470	Kerr-McGee Corp.	6.625	10/15/07	503,769
1,265	Kerr-McGee Corp.	7.875	09/15/31	1,554,030

				2,353,604

INTEGRATED ENERGY 3.9%				
1,625	Amerada Hess Corp.	7.875	10/01/29	1,928,426
720	Conoco Funding Co. (Canada).....	6.350	10/15/11	804,766
1,500	Conoco, Inc.	6.950	04/15/29	1,776,894
230	Consumers Energy Co., Ser D.....	5.375	04/15/13	238,261
790	Consumers Energy Co., Ser F.....	4.000	05/15/10	776,870
190	Consumers Energy Co., Ser H.....	4.800	02/17/09	195,113
670	Marathon Oil Corp.	5.375	06/01/07	697,105
1,370	Occidental Petroleum Corp.	8.450	02/15/29	1,861,448
270	Transcontinental Gas Pipe Line Corp.	8.875	07/15/12	329,737

				8,608,620

LIFE INSURANCE 1.7%				
475	John Hancock Financial Services, Inc.	5.625	12/01/08	504,935
2,285	Marsh & McLennan Cos., Inc.	5.875	08/01/33	2,124,195
105	Metlife, Inc.	6.125	12/01/11	114,273
585	Nationwide Financial Services, Inc.	6.250	11/15/11	638,708
300	Prudential Holdings, LLC, 144A--Private Placement (a).....	7.245	12/18/23	357,104

				3,739,215

Edgar Filing: VAN KAMPEN BOND FUND - Form N-CSRS

LODGING 2.7%				
1,490	Hilton Hotels Corp.	7.625	12/01/12	1,745,094
1,325	Hyatt Equities, LLC, 144A--Private Placement (a).....	6.875	06/15/07	1,394,865
610	Marriott International, Inc., Ser D.....	8.125	04/01/05	617,142
375	Marriott International, Inc., Ser E.....	7.000	01/15/08	409,047
185	Starwood Hotels & Resorts Worldwide, Inc.	7.375	05/01/07	198,181
1,375	Starwood Hotels & Resorts Worldwide, Inc.	7.875	05/01/12	1,577,813

				5,942,142

MEDIA--CABLE 2.1%				
490	Comcast Cable Communications, Inc.	8.375	05/01/07	542,205
1,785	Comcast Cable Communications, Inc.	6.750	01/30/11	2,007,050
90	Comcast Cable Communications, Inc.	7.125	06/15/13	104,438
1,095	Cox Communications, Inc., 144A-- Private Placement (a).....	4.625	01/15/10	1,093,688
845	Echostar DBS Corp.	6.375	10/01/11	868,238

				4,615,619

10

See Notes to Financial Statements

VAN KAMPEN BOND FUND

PORTFOLIO OF INVESTMENTS -- DECEMBER 31, 2004 (UNAUDITED) continued

PAR AMOUNT (000)	DESCRIPTION	COUPON	MATURITY	VALUE

MEDIA--NONCABLE 3.3%				
\$2,500	Clear Channel Communications, Inc.	7.250%	10/15/27	\$ 2,768,990
950	Interpublic Group Co., Inc.	5.400	11/15/09	966,535
2,800	News America Holdings, Inc.	8.875	04/26/23	3,649,604

				7,385,129

NATURAL GAS PIPELINES 1.6%				
285	Consolidated Natural Gas Co.	5.000	03/01/14	286,187
210	Consolidated Natural Gas Co., Ser A.....	5.000	12/01/14	210,609
960	Consolidated Natural Gas Co., Ser C.....	6.250	11/01/11	1,055,195
210	Northwest Pipeline Corp.	8.125	03/01/10	233,363
945	Ras Laffan Liquefied Natural Gas Co., Ltd., 144A--Private Placement (Qatar) (a).....	8.294	03/15/14	1,121,325
675	Texas Eastern Transmission Corp.	7.000	07/15/32	777,981

				3,684,660

NONCAPTIVE--CONSUMER FINANCE 3.9%				
230	American General Finance Corp.	4.625	05/15/09	234,278
2,000	American General Finance Corp.	4.625	09/01/10	2,002,842
2,245	Countrywide Home Loans, Inc.	3.250	05/21/08	2,196,957
1,000	HSBC Finance Corp.	7.875	03/01/07	1,088,719
150	HSBC Finance Corp.	8.000	07/15/10	176,742

Edgar Filing: VAN KAMPEN BOND FUND - Form N-CSRS

1,555	HSBC Finance Corp.	6.750	05/15/11	1,747,338
1,330	SLM Corp.	5.000	10/01/13	1,349,176

				8,796,052

	NONCAPTIVE-DIVERSIFIED FINANCE 2.0%			
415	CIT Group, Inc.	7.375	04/02/07	448,329
415	CIT Group, Inc.	3.650	11/23/07	413,676
90	General Electric Capital Corp., Ser A.....	5.875	02/15/12	97,524
2,100	General Electric Capital Corp., Ser A.....	4.750	09/15/14	2,097,255
415	General Electric Capital Corp., Ser A.....	6.750	03/15/32	487,374
935	Newcourt Credit Group, Inc., Ser B (Canada).....	6.875	02/16/05	939,560

				4,483,718

	OIL FIELD SERVICES 0.2%			
280	Panhandle Eastern Pipe Line Co., Ser B.....	2.750	03/15/07	274,313
145	Plains Exploration & Production Co.	7.125	06/15/14	158,775

				433,088

	PAPER 2.2%			
1,905	International Paper Co.	5.850	10/30/12	2,033,012
455	Weyerhaeuser Co.	6.000	08/01/06	473,003
2,115	Weyerhaeuser Co.	6.750	03/15/12	2,386,695

				4,892,710

	PROPERTY & CASUALTY 3.2%			
1,195	AIG Sunamerica Global Financial, 144A-- Private Placement (a).....	6.300	05/10/11	1,305,062
1,545	Farmers Exchange Capital, 144A-- Private Placement (a).....	7.050	07/15/28	1,587,098

See Notes to Financial Statements

11

VAN KAMPEN BOND FUND

PORTFOLIO OF INVESTMENTS -- DECEMBER 31, 2004 (UNAUDITED) continued

PAR AMOUNT (000)	DESCRIPTION	COUPON	MATURITY	VALUE
	PROPERTY & CASUALTY (CONTINUED)			
\$1,565	Farmers Insurance Exchange Surplus, 144A-- Private Placement (a).....	8.625%	05/01/24	\$ 1,850,688
125	Hartford Financial Services Group, Inc.	2.375	06/01/06	122,757
1,800	Mantis Reef Ltd., 144A-- Private Placement (Australia) (a).....	4.692	11/14/08	1,806,833
440	Nationwide Mutual Insurance Co., 144A-- Private Placement (a).....	8.250	12/01/31	545,447

				7,217,885

	RAILROADS 4.3%			
745	Burlington Northern Santa Fe Railway Co.	4.575	01/15/21	754,386

Edgar Filing: VAN KAMPEN BOND FUND - Form N-CSRS

330	CSX Corp.	9.000	08/15/06	357,536
1,000	CSX Corp.	6.750	03/15/11	1,120,720
7,000	Union Pacific Corp.	8.350	05/01/25	7,407,120

				9,639,762

	REAL ESTATE INVESTMENT TRUSTS 0.8%			
250	EOP Operating LP.....	4.750	03/15/14	242,286
850	Reckson Operating Partnership LP.....	5.150	01/15/11	858,446
570	Rouse Co.	3.625	03/15/09	537,878
245	Rouse Co.	5.375	11/26/13	235,448

				1,874,058

	REFINING 0.3%			
430	Ashland, Inc.	7.830	08/15/05	441,924
250	Vintage Petroleum, Inc.	7.875	05/15/11	267,500

				709,424

	RETAIL 3.0%			
250	CVS Corp.	5.625	03/15/06	256,422
270	CVS Corp.	3.875	11/01/07	271,399
1,500	Federated Department Stores, Inc.	6.625	09/01/08	1,634,286
500	Federated Department Stores, Inc.	6.300	04/01/09	541,631
490	Lowe's Cos., Inc.	6.875	02/15/28	579,747
700	Lowe's Cos., Inc.	6.500	03/15/29	795,500
1,275	May Department Stores Co.	5.950	11/01/08	1,349,218
700	May Department Stores Co.	6.700	09/15/28	735,727
430	May Department Stores Co.	7.875	03/01/30	511,984
75	May Department Stores Co.	6.900	01/15/32	81,368

				6,757,282

	SERVICES 0.4%			
562	Iron Mountain, Inc.	7.750	01/15/15	573,240
295	Iron Mountain, Inc.	6.625	01/01/16	276,563

				849,803

	SUPERMARKETS 1.1%			
770	Albertson's, Inc.	7.500	02/15/11	892,909
1,285	Kroger Co.	7.500	04/01/31	1,540,865

				2,433,774

12

See Notes to Financial Statements

VAN KAMPEN BOND FUND

PORTFOLIO OF INVESTMENTS -- DECEMBER 31, 2004 (UNAUDITED) continued

PAR AMOUNT (000)	DESCRIPTION	COUPON	MATURITY	VALUE

Edgar Filing: VAN KAMPEN BOND FUND - Form N-CSRS

	TECHNOLOGY	0.6%				
\$ 465	Electronic Data Systems Corp.	7.125%	10/15/09	\$	512,667	
780	Electronic Data Systems Corp., Ser B.....	6.500	08/01/13		824,951	

					1,337,618	

	TEXTILE	0.4%				
810	Mohawk Industries, Inc.	7.200	04/15/12		933,317	

	TOBACCO	0.9%				
850	Altria Group, Inc.	7.000	11/04/13		922,546	
890	Altria Group, Inc.	7.750	01/15/27		1,001,694	

					1,924,240	

	TRANSPORTATION SERVICES	0.4%				
1,000	FedEx Corp.	2.650	04/01/07		979,953	

	WIRELESS COMMUNICATIONS	0.4%				
745	AT&T Wireless Services, Inc.	7.875	03/01/11		879,166	

	WIRELINE COMMUNICATIONS	4.4%				
840	AT&T Corp.	9.750	11/15/31		1,006,950	
1,410	Deutsche Telekom International Finance BV (Netherlands).....	8.750	06/15/30		1,867,405	
1,105	Sprint Capital Corp.	8.750	03/15/32		1,476,733	
2,935	Verizon Communications, Inc.	6.940	04/15/28		3,278,712	
1,215	Verizon Global Funding Corp.	7.750	12/01/30		1,515,381	
590	Verizon New England, Inc.	6.500	09/15/11		649,915	

					9,795,096	

	TOTAL CORPORATE BONDS	88.5%.....			197,981,265	

	UNITED STATES GOVERNMENT AGENCY OBLIGATIONS	2.9%				
8,750	United States Treasury Bonds (STRIP PRINCIPAL).....	*	02/15/25		3,158,452	
9,000	United States Treasury Notes (STRIPS).....	*	05/15/25		3,188,763	

	TOTAL UNITED STATES GOVERNMENT AGENCY OBLIGATIONS.....				6,347,215	

	TOTAL LONG-TERM INVESTMENTS	91.4%				
	(Cost \$192,739,651).....				204,328,480	

See Notes to Financial Statements

13

VAN KAMPEN BOND FUND

PORTFOLIO OF INVESTMENTS -- DECEMBER 31, 2004 (UNAUDITED) continued

DESCRIPTION

VALUE

Edgar Filing: VAN KAMPEN BOND FUND - Form N-CSRS

SHORT-TERM INVESTMENTS	7.5%	
REPURCHASE AGREEMENT	7.1%	
Bank of America Securities LLC (\$16,011,000 par collateralized by U.S. Government obligations in a pooled cash account, interest rate of 2.00%, dated 12/31/04, to be sold on 01/03/05 at \$16,013,669)		\$ 16,011,000

UNITED STATES GOVERNMENT AGENCY OBLIGATIONS	0.4%	
United States Treasury Bills (\$250,000 par, yielding 1.465%, 01/13/05 maturity) (b)		249,878
United States Treasury Bills (\$600,000 par, yielding 2.107%, 03/24/05 maturity) (b)		597,133

TOTAL UNITED STATES GOVERNMENT AGENCY OBLIGATIONS		847,011

TOTAL SHORT-TERM INVESTMENTS		
(Cost \$16,858,273)		16,858,011

TOTAL INVESTMENTS	98.9%	
(Cost \$209,597,924)		221,186,491
OTHER ASSETS IN EXCESS OF LIABILITIES	1.1%	2,497,519

NET ASSETS	100.0%	\$223,684,010
		=====

Percentages are calculated as a percentage of net assets.

* Zero coupon bond

(a) 144A securities are those which are exempt from registration under Rule 144A of the Securities Act of 1933, as amended. These securities may only be resold in transactions exempt from registration which are normally those transactions with qualified institutional buyers.

(b) Assets segregated as collateral for open futures transactions.

STRIPS -- Separate Trading of Registered Interest and Principal of Securities

14

See Notes to Financial Statements

VAN KAMPEN BOND FUND

FINANCIAL STATEMENTS

Statement of Assets and Liabilities
December 31, 2004 (Unaudited)

ASSETS:

Total Investments (Cost \$209,597,924)	\$221,186,491
Cash	758
Interest Receivable	3,035,882
Other	33,638

Total Assets	224,256,769

Edgar Filing: VAN KAMPEN BOND FUND - Form N-CSRS

LIABILITIES:	
Payables:	
Income Distributions.....	155,089
Investment Advisory Fee.....	79,892
Variation Margin on Futures.....	59,906
Other Affiliates.....	8,240
Trustees' Deferred Compensation and Retirement Plans.....	181,641
Accrued Expenses.....	87,991

Total Liabilities.....	572,759

NET ASSETS.....	\$223,684,010
	=====
NET ASSET VALUE PER COMMON SHARE	
(\$223,684,010 divided by 11,362,465 shares outstanding).....	\$ 19.69
	=====
NET ASSETS CONSIST OF:	
Common Shares (\$1.00 par value with 15,000,000 shares	
authorized, 11,362,465 shares issued and outstanding).....	\$ 11,362,465
Paid in Surplus.....	207,602,030
Net Unrealized Appreciation.....	11,603,298
Accumulated Undistributed Net Investment Income.....	(1,381,171)
Accumulated Net Realized Loss.....	(5,502,612)

NET ASSETS.....	\$223,684,010
	=====

See Notes to Financial Statements

15

VAN KAMPEN BOND FUND

FINANCIAL STATEMENTS continued

Statement of Operations

For the Six Months Ended December 31, 2004 (Unaudited)

INVESTMENT INCOME:	
Interest.....	\$ 6,290,408
Other.....	34,765

Total Income.....	6,325,173

EXPENSES:	
Investment Advisory Fee.....	519,446
Shareholder Services.....	37,148
Trustees' Fees and Related Expenses.....	32,333
Custody.....	13,384
Legal.....	7,008
Other.....	91,767

Total Expenses.....	701,086
Less Credits Earned on Cash Balances.....	775

Net Expenses.....	700,311

NET INVESTMENT INCOME.....	\$ 5,624,862
	=====

Edgar Filing: VAN KAMPEN BOND FUND - Form N-CSRS

REALIZED AND UNREALIZED GAIN/LOSS:

Realized Gain/Loss:		
Investments.....	\$ 2,115,785	
Futures.....	(1,650,498)	

Net Realized Gain.....	465,287	

Unrealized Appreciation/Depreciation:		
Beginning of the Period.....	5,653,917	

End of the Period:		
Investments.....	11,588,567	
Futures.....	14,731	

	11,603,298	

Net Unrealized Appreciation During the Period.....	5,949,381	

NET REALIZED AND UNREALIZED GAIN.....	\$ 6,414,668	
	=====	
NET INCREASE IN NET ASSETS FROM OPERATIONS.....	\$12,039,530	
	=====	

16

See Notes to Financial Statements

VAN KAMPEN BOND FUND

FINANCIAL STATEMENTS continued

Statements of Changes in Net Assets (Unaudited)

	FOR THE SIX MONTHS ENDED DECEMBER 31, 2004	FOR THE YEAR ENDED JUNE 30, 2004
	-----	-----
FROM INVESTMENT ACTIVITIES:		
Operations:		
Net Investment Income.....	\$ 5,624,862	\$ 11,670,919
Net Realized Gain.....	465,287	7,713,003
Net Unrealized Appreciation/Depreciation During the Period.....	5,949,381	(13,804,682)
	-----	-----
Change in Net Assets from Operations.....	12,039,530	5,579,240
Distributions from Net Investment Income.....	(5,908,482)	(12,726,925)
	-----	-----
NET CHANGE IN NET ASSETS FROM INVESTMENT ACTIVITIES.....	6,131,048	(7,147,685)
NET ASSETS:		
Beginning of the Period.....	217,552,962	224,700,647
	-----	-----
End of the Period (Including accumulated undistributed net investment income of \$(1,381,171) and \$(1,097,551), respectively).....	\$223,684,010	\$217,552,962
	=====	=====

Edgar Filing: VAN KAMPEN BOND FUND - Form N-CSRS

See Notes to Financial Statements

17

VAN KAMPEN BOND FUND

FINANCIAL HIGHLIGHTS (UNAUDITED)

THE FOLLOWING SCHEDULE PRESENTS FINANCIAL HIGHLIGHTS FOR ONE SHARE OF THE FUND OUTSTANDING THROUGHOUT THE PERIODS INDICATED.

	SIX MONTHS ENDED		
	DECEMBER 31, 2004	----- 2004	----- 2003
	-----	-----	-----
NET ASSET VALUE, BEGINNING OF THE PERIOD.....	\$19.15	\$19.78	\$18.78
	-----	-----	-----
Net Investment Income.....	.50	1.03	1.10
Net Realized and Unrealized Gain/Loss.....	.56	(.54)	1.11
	-----	-----	-----
Total from Investment Operations.....	1.06	.49	2.21
Less Distributions from Net Investment Income.....	.52	1.12	1.21
	-----	-----	-----
NET ASSET VALUE, END OF THE PERIOD.....	\$19.69	\$19.15	\$19.78
	=====	=====	=====
Common Share Market Price at End of the Period.....	\$17.80	\$17.02	\$19.57
Total Return (b).....	7.63%*	-7.44%	12.67%
Net Assets at End of the Period (In millions).....	\$223.7	\$217.6	\$224.7
Ratio of Operating Expenses to Average Net Assets.....	.62%	.65%	.65%
Ratio of Convertible Note Expenses to Average Net Assets (c).....	--	--	--
Ratio of Net Investment Income to Average Net Assets.....	5.01%	5.24%	5.79%
Portfolio Turnover.....	17%*	41%	57%

* Non-Annualized

(a) As required, effective July 1, 2001, the Fund has adopted the provisions of the AICPA Audit and Accounting Guide for Investment Companies and began amortizing premium on fixed income securities. The effect of this change for the year ended June 30, 2002 was to decrease net investment income per share by \$.04, increase net realized and unrealized gains and losses per share by \$.04 and decrease the ratio of net investment income to average net assets by .24%. Per share, ratios and supplemental data for periods prior to June 30, 2002 have not been restated to reflect this change in presentation.

(b) Total return based on common share market price assumes an investment at the common share market price at the beginning of the period indicated, reinvestment of all distributions for the period in accordance with the Fund's dividend reinvestment plan, and sale of all shares at the closing common share market price at the end of the period indicated.

(c) On January 3, 1995, the Fund paid off its outstanding convertible extendible note.

Edgar Filing: VAN KAMPEN BOND FUND - Form N-CSRS

YEAR ENDED JUNE 30,

2002 (a)	2001	2000	1999	1998	1997	1996	1995
\$19.41	\$18.70	\$19.59	\$ 21.16	\$ 20.26	\$19.97	\$ 20.41	\$ 19.07
1.26	1.40	1.43	1.41	1.48	1.56	1.54	1.52
(.56)	.68	(.93)	(1.56)	.93	.27	(.44)	1.36
.70	2.08	.50	(.15)	2.41	1.83	1.10	2.88
1.33	1.37	1.39	1.42	1.51	1.54	1.54	1.54
\$18.78	\$19.41	\$18.70	\$ 19.59	\$ 21.16	\$20.26	\$ 19.97	\$ 20.41
\$18.50	\$19.15	\$16.75	\$17.875	\$19.6875	\$19.25	\$18.125	\$19.125
3.50%	23.10%	1.88%	-2.45%	10.08%	15.06%	2.61%	14.89%
\$213.4	\$220.5	\$212.4	\$ 222.6	\$ 240.4	\$230.2	\$ 226.9	\$ 231.9
.65%	.68%	.64%	.66%	.65%	.68%	.67%	.68%
--	--	--	--	--	--	--	.39%
6.39%	7.25%	7.48%	6.79%	7.04%	7.70%	7.47%	7.92%
107%	88%	71%	10%	27%	8%	11%	8%

See Notes to Financial Statements

19

VAN KAMPEN BOND FUND

NOTES TO FINANCIAL STATEMENTS -- DECEMBER 31, 2004 (UNAUDITED)

1. SIGNIFICANT ACCOUNTING POLICIES

Van Kampen Bond Fund (the "Fund") is registered as a diversified, closed-end management investment company under the Investment Company Act of 1940 (the "1940 Act"), as amended. The Fund's investment objective is to seek interest income while conserving capital through investing in a diversified portfolio consisting primarily of high-quality debt securities.

The following is a summary of significant accounting policies consistently followed by the Fund in the preparation of its financial statements. The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

A. SECURITY VALUATION Fixed income investments are stated at value using market quotations or indications of value obtained from an independent pricing service. Investments in securities listed on a securities exchange are valued at their sales price as of the close of such securities exchange. Listed securities and unlisted securities for which the last sales price is not available are valued at the mean of the bid and asked prices. For those securities where quotations or prices are not available as noted above, valuations are determined in accordance with procedures established in good faith by the Board of Trustees.

Edgar Filing: VAN KAMPEN BOND FUND - Form N-CSRS

Futures contracts are valued at the settlement price established each day on the exchange on which they are traded. Short-term securities with remaining maturities of 60 days or less are valued at amortized cost, which approximates market value.

B. SECURITY TRANSACTIONS Security transactions are recorded on a trade date basis. Realized gains and losses are determined on an identified cost basis. The Fund may purchase and sell securities on a "when-issued" or "delayed delivery" basis, with settlement to occur at a later date. The value of the security so purchased is subject to market fluctuations during this period. The Fund will segregate assets with its custodian having an aggregate value at least equal to the amount of the when-issued or delayed delivery purchase commitments until payment is made. At December 31, 2004, there were no when-issued or delayed delivery purchase commitments.

The Fund may invest in repurchase agreements, which are short-term investments in which the Fund acquires ownership of a debt security and the seller agrees to repurchase the security at a future time and specified price. The Fund may invest independently in repurchase agreements, or transfer uninvested cash balances into a pooled cash account along with other investment companies advised by Van Kampen Asset Management (the "Adviser") or its affiliates, the daily aggregate of which is invested in repurchase agreements. Repurchase agreements are fully collateralized by the underlying debt security. The Fund will make payment for such securities only upon physical delivery or evidence of book entry transfer to the account of the custodian bank. The seller is required to maintain the value of the underlying security at not less than the repurchase proceeds due the Fund.

C. INVESTMENT INCOME Interest income is recorded on an accrual basis and dividend income is recorded on the ex-dividend date. Premiums are amortized and discounts are accreted over the expected life of each applicable security.

20

VAN KAMPEN BOND FUND

NOTES TO FINANCIAL STATEMENTS -- DECEMBER 31, 2004 (UNAUDITED) continued

D. FEDERAL INCOME TAXES It is the Fund's policy to comply with the requirements of Subchapter M of the Internal Revenue Code applicable to regulated investment companies and to distribute substantially all of its taxable income to its shareholders. Therefore, no provision for federal income taxes is required.

The Fund intends to utilize provisions of the federal income tax laws which allow it to carry a realized capital loss forward for eight years following the year of the loss and offset these losses against any future realized capital gains. At June 30, 2004, the Fund had an accumulated capital loss carryforward for tax purposes of \$6,354,808, which will expire on June 30, 2011.

At December 31, 2004, the cost and related gross unrealized appreciation and depreciation are as follows:

Cost of investments for tax purposes.....	\$210,502,079
	=====
Gross tax unrealized appreciation.....	\$ 11,252,878
Gross tax unrealized depreciation.....	(568,466)

Net tax unrealized appreciation on investments.....	\$ 10,684,412
	=====

Edgar Filing: VAN KAMPEN BOND FUND - Form N-CSRS

E. DISTRIBUTION OF INCOME AND GAINS The Fund declares and pays quarterly dividends from net investment income. Net realized gains, if any, are distributed annually. Distributions from net realized gains for book purposes may include short-term capital gains and gains on futures transactions. All short-term capital gains and a portion of futures gains are included in ordinary income for tax purposes.

The tax character of distributions paid during the year ended June 30, 2004 was as follows:

	2004
Distributions paid from:	
Ordinary income.....	\$12,568,477
Long-term capital gain.....	-0-

	\$12,568,477
	=====

As of June 30, 2004, the component of distributable earnings on a tax basis were as follows:

Undistributed ordinary income.....	\$104,707
------------------------------------	-----------

Net realized gains or losses may differ for financial reporting and tax purposes primarily as a result of the deferral of losses relating to wash sale transactions.

F. EXPENSE REDUCTIONS During the six months ended December 31, 2004, the Fund's custody fee was reduced by \$775 as a result of credits earned on cash balances.

21

VAN KAMPEN BOND FUND

NOTES TO FINANCIAL STATEMENTS -- DECEMBER 31, 2004 (UNAUDITED) continued

2. INVESTMENT ADVISORY AGREEMENT AND OTHER TRANSACTIONS WITH AFFILIATES

Under the terms of the Fund's Investment Advisory Agreement, the Adviser will provide investment advice and facilities to the Fund for an annual fee payable monthly as follows:

AVERAGE DAILY NET ASSETS	% PER ANNUM
First \$500 million.....	.42%
Over \$500 million.....	.35%

Effective November 1, 2004, the management fee was reduced from .50% for the first \$150 million, .45% for the next \$100 million, .40% for the next \$100

Edgar Filing: VAN KAMPEN BOND FUND - Form N-CSRS

million, and .35% for any average daily net assets greater than \$350 million.

For the six months ended December 31, 2004, the Fund recognized expenses of approximately \$5,000 representing legal services provided by Skadden, Arps, Slate, Meagher & Flom LLP, of which a trustee of the Fund is a partner of such firm and he and his law firm provide legal services as legal counsel to the Fund.

Under an Accounting Services agreement, the Adviser provides accounting services to the Fund. The Adviser allocates cost of such services to each fund. For the six months ended December 31, 2004, the Fund recognized expenses of approximately \$7,400 representing Van Kampen Investments Inc.'s or its affiliates' (collectively "Van Kampen") cost of providing accounting services to the Fund, which are reported as part of "Other" expenses on the Statement of Operations.

Certain officers and trustees of the Fund are also officers and directors of Van Kampen. The Fund does not compensate its officers or trustees who are also officers of Van Kampen.

The Fund provides deferred compensation and retirement plans for its trustees who are not officers of Van Kampen. Under the deferred compensation plan, trustees may elect to defer all or a portion of their compensation to a later date. Benefits under the retirement plan are payable upon retirement for a ten-year period and are based upon each trustee's years of service to the Fund. The maximum annual benefit per trustee under the plan is \$2,500.

3. INVESTMENT TRANSACTIONS

During the period, the cost of purchases and proceeds from sales of investments, excluding short-term investments, were \$35,352,354 and \$43,528,749, respectively.

4. DERIVATIVE FINANCIAL INSTRUMENTS

A derivative financial instrument in very general terms refers to a security whose value is "derived" from the value of an underlying asset, reference rate or index.

The Fund has a variety of reasons to use derivative instruments, such as to attempt to protect the Fund against possible changes in the market value of its portfolio or to generate potential gain. All of the Fund's portfolio holdings, including derivative instruments, are marked to market each day with the change in value reflected in the unrealized appreciation/depreciation. Upon disposition, a realized gain or loss is recognized accordingly, except when taking delivery of a security underlying a futures contract. In this instance, the recognition of gain or loss is postponed until the disposal of the security underlying the futures contract. Risks may arise as a result of the potential inability of the counterparties to meet the terms of their contracts.

22

VAN KAMPEN BOND FUND

NOTES TO FINANCIAL STATEMENTS -- DECEMBER 31, 2004 (UNAUDITED) continued

During the period, the Fund invested in futures contracts, a type of derivative. A futures contract is an agreement involving the delivery of a particular asset on a specified future date at an agreed upon price. The Fund generally invests in exchange traded futures on U.S. Treasury Bonds and Notes and typically closes the contract prior to delivery date. Upon entering into

Edgar Filing: VAN KAMPEN BOND FUND - Form N-CSRS

futures contracts, the Fund maintains an amount of cash or liquid securities with a value equal to a percentage of the contract amount with either a futures commission merchant pursuant to rules and regulations promulgated under the 1940 Act, as amended, or with its custodian in an account in the broker's name. This amount is known as initial margin. During the period the futures contract is open, payments are received from or made to the broker based upon changes in the value of the contract (the variation margin). The risk of loss associated with a futures contract is in excess of the variation margin reflected on the Statement of Assets and Liabilities.

Transactions in futures contracts for the six months ended December 31, 2004, were as follows:

	CONTRACTS
Outstanding at June 30, 2004.....	325
Futures Opened.....	807
Futures Closed.....	(822)

Outstanding at December 31, 2004.....	310
	====

The futures contracts outstanding as of December 31, 2004 and the descriptions and unrealized appreciation/depreciation are as follows:

	CONTRACTS	UNREALIZED APPRECIATION/ DEPRECIATION
LONG CONTRACTS:		
2-Year U.S. Treasury Note Future, March 2005 (Current Notional Value of \$209,594 per contract).....	13	\$ 5,042
SHORT CONTRACTS:		
U.S. Treasury Bond Future, March 2005 (Current Notional Value of \$112,500 per contract).....	18	(8,413)
5-Year U.S. Treasury Note Future, March 2005 (Current Notional Value of \$109,531 per contract).....	207	34,056
10-Year U.S. Treasury Note Future, March 2005 (Current Notional Value of \$111,938 per contract).....	72	(15,954)
	---	-----
	310	\$ 14,731
	===	=====

5. INDEMNIFICATIONS

The Fund enters into contracts that contain a variety of indemnifications. The Fund's maximum exposure under these arrangements is unknown. However, the Fund has not had prior claims or losses pursuant to these contracts and expects the risk of loss to be remote.

Edgar Filing: VAN KAMPEN BOND FUND - Form N-CSRS

BOARD OF TRUSTEES AND IMPORTANT ADDRESSES

BOARD OF TRUSTEES

DAVID C. ARCH
JERRY D. CHOATE
ROD DAMMEYER
LINDA HUTTON HEAGY
R. CRAIG KENNEDY
HOWARD J KERR
MITCHELL M. MERIN*
JACK E. NELSON
RICHARD F. POWERS, III*
HUGO F. SONNENSCHNEIN
WAYNE W. WHALEN* - Chairman
SUZANNE H. WOOLSEY

INVESTMENT ADVISER

VAN KAMPEN ASSET MANAGEMENT
1221 Avenue of the Americas
New York, NY 10020

CUSTODIAN AND SHAREHOLDER

SERVICING AGENT

STATE STREET BANK AND TRUST COMPANY
c/o EquiServe LLP
P.O. Box 43011
Providence, Rhode Island 02940-3011

LEGAL COUNSEL

SKADDEN, ARPS, SLATE,
MEAGHER & FLOM LLP
333 West Wacker Drive
Chicago, Illinois 60606

INDEPENDENT REGISTERED

PUBLIC ACCOUNTING FIRM

DELOITTE & TOUCHE LLP
180 North Stetson Avenue
Chicago, Illinois 60601

* "Interested persons" of the Fund, as defined in the Investment Company Act of 1940, as amended.

24

VAN KAMPEN

AN IMPORTANT NOTICE CONCERNING OUR U.S. PRIVACY POLICY

We are required by federal law to provide you with a copy of our Privacy Policy annually.

The following Policy applies to current and former individual clients of Van Kampen Investments Inc., Van Kampen Asset Management, Van Kampen Advisors Inc., Van Kampen Funds Inc., Van Kampen Investor Services Inc. and Van Kampen Exchange

Edgar Filing: VAN KAMPEN BOND FUND - Form N-CSRS

Corp., as well as current and former individual investors in Van Kampen mutual funds, unit investment trusts, and related companies.

This Policy is not applicable to partnerships, corporations, trusts or other non-individual clients or account holders, nor is this Policy applicable to individuals who are either beneficiaries of a trust for which we serve as trustee or participants in an employee benefit plan administered or advised by us. This Policy is, however, applicable to individuals who select us to be a custodian of securities or assets in individual retirement accounts, 401(k) accounts, 529 Educational Savings Accounts, accounts subject to the Uniform Gifts to Minors Act, or similar accounts.

Please note that we may amend this Policy at any time, and will inform you of any changes to this Policy as required by law.

WE RESPECT YOUR PRIVACY

We appreciate that you have provided us with your personal financial information. We strive to maintain the privacy of such information while we help you achieve your financial objectives. This Policy describes what non-public personal information we collect about you, why we collect it, and when we may share it with others.

We hope this Policy will help you understand how we collect and share non-public personal information that we gather about you. Throughout this Policy, we refer to the non-public information that personally identifies you or your accounts as "personal information."

1. WHAT PERSONAL INFORMATION DO WE COLLECT ABOUT YOU?

To serve you better and manage our business, it is important that we collect and maintain accurate information about you. We may obtain this information from applications and other forms you submit to us, from your dealings with us, from consumer reporting agencies, from our Web sites and from third parties and other sources.

For example:

- We may collect information such as your name, address, e-mail address, telephone/fax numbers, assets, income and investment objectives through applications and other forms you submit to us.
- We may obtain information about account balances, your use of account(s) and the types of products and services you prefer to receive from us through your dealings and transactions with us and other sources.
- We may obtain information about your creditworthiness and credit history from consumer reporting agencies.
- We may collect background information from and through third-party vendors to verify representations you have made and to comply with various regulatory requirements.
- If you interact with us through our public and private Web sites, we may collect information that you provide directly through online communications (such as an e-mail address). We may also collect information about your Internet service provider, your domain name, your computer's operating system and Web browser,

(continued on back)

Edgar Filing: VAN KAMPEN BOND FUND - Form N-CSRS

VAN KAMPEN

AN IMPORTANT NOTICE CONCERNING OUR U.S. PRIVACY POLICY continued

your use of our Web sites and your product and service preferences, through the use of "cookies." "Cookies" recognize your computer each time you return to one of our sites, and help to improve our sites' content and personalize your experience on our sites by, for example, suggesting offerings that may interest you. Please consult the Terms of Use of these sites for more details on our use of cookies.

2. WHEN DO WE DISCLOSE PERSONAL INFORMATION WE COLLECT ABOUT YOU?

To provide you with the products and services you request, to serve you better and to manage our business, we may disclose personal information we collect about you to our affiliated companies and to non-affiliated third parties as required or permitted by law.

A. INFORMATION WE DISCLOSE TO OUR AFFILIATED COMPANIES. We do not disclose personal information that we collect about you to our affiliated companies except to enable them to provide services on our behalf or as otherwise required or permitted by law.

B. INFORMATION WE DISCLOSE TO THIRD PARTIES. We do not disclose personal information that we collect about you to non-affiliated third parties except to enable them to provide services on our behalf, to perform joint marketing agreements with other financial institutions, or as otherwise required or permitted by law. For example, some instances where we may disclose information about you to non-affiliated third parties include: for servicing and processing transactions, to offer our own products and services, to protect against fraud, for institutional risk control, to respond to judicial process or to perform services on our behalf. When we share personal information with these companies, they are required to limit their use of personal information to the particular purpose for which it was shared and they are not allowed to share personal information with others except to fulfill that limited purpose.

3. HOW DO WE PROTECT THE SECURITY AND CONFIDENTIALITY OF PERSONAL INFORMATION WE COLLECT ABOUT YOU?

We maintain physical, electronic and procedural security measures to help safeguard the personal information we collect about you. We have internal policies governing the proper handling of client information. Third parties that provide support or marketing services on our behalf may also receive personal information, and we require them to adhere to confidentiality standards with respect to such information.

Van Kampen Funds Inc.
1 Parkview Plaza, P.O. Box 5555
Oakbrook Terrace, IL 60181-5555
www.vankampen.com

Copyright (C)2004 Van Kampen Funds Inc. All rights reserved.
Member NASD/SIPC.
INF VBF SAR 3/05 RN05-000256P-Y12/04

(VAN KAMPEN INVESTMENTS LOGO)

Item 2. Code of Ethics.

Not applicable for semi-annual reports.

Item 3. Audit Committee Financial Expert.

Edgar Filing: VAN KAMPEN BOND FUND - Form N-CSRS

Not applicable for semi-annual reports.

Item 4. Principal Accountant Fees and Services.

Not applicable for semi-annual reports.

Item 5. Audit Committee of Listed Registrants.

Not applicable for semi-annual reports.

Item 6. Schedule of Investments.

Please refer to Item #1.

Item 7. Disclosure of Proxy Voting Policies and Procedures for Closed-End Management Investment Companies.

Not applicable.

Item 8. Purchases of Equity Securities by Closed-End Management Investment Company and Affiliated Purchasers.

Not applicable.

Item 9. Submission of Matters to a Vote of Security Holders.

Not applicable.

Item 10. Controls and Procedures

(a) The Fund's principal executive officer and principal financial officer have concluded that the Fund's disclosure controls and procedures are sufficient to ensure that information required to be disclosed by the Fund in this Form N-CSR was recorded, processed, summarized and reported within the time periods specified in the Securities and Exchange Commission's rules and forms, based upon such officers' evaluation of these controls and procedures as of a date within 90 days of the filing date of the report.

(b) There were no changes in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal half-year (the registrant's second fiscal half-year in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting.

Item 11. Exhibits.

(a) Code of Ethics - Not applicable for semi-annual reports.

(b) (1) A certification for the Principal Executive Officer of the registrant is attached hereto as part of EX-99.CERT.

(b) (2) A certification for the Principal Financial Officer of the registrant is attached hereto as part of 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) Van Kampen Bond Fund

Edgar Filing: VAN KAMPEN BOND FUND - Form N-CSRS

By: /s/ Ronald E. Robison

Name: Ronald E. Robison
Title: Principal Executive Officer
Date: February 17, 2005

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

By: /s/ Ronald E. Robison

Name: Ronald E. Robison
Title: Principal Executive Officer
Date: February 17, 2005

By: /s/ James W. Garrett

Name: James W. Garrett
Title: Principal Financial Officer
Date: February 17, 2005