

WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND

Form N-Q

September 28, 2011

**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

**FORM N-Q**

**QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED**

**MANAGEMENT INVESTMENT COMPANY**

**Investment Company Act file number: 811-21331**

**Wells Fargo Advantage Multi-Sector Income Fund**

(Exact name of registrant as specified in charter)

525 Market Street, 12<sup>th</sup> Floor, San Francisco, CA 94105

(Address of principal executive offices) (Zip code)

**C. David Messman**

**Wells Fargo Funds Management, LLC**

**525 Market Street, 12<sup>th</sup> Floor, San Francisco, CA 94105**

(Name and address of agent for service)

**Registrant's telephone number, including area code: 800-643-9691**

Date of fiscal year end: **October 31, 2010**

Date of reporting period: **July 31, 2011**

ITEM 1. SCHEDULE OF INVESTMENTS

## WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND

PORTFOLIO OF INVESTMENTS July 31, 2011 (UNAUDITED)

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Agency Securities: 29.87%</b>				
FHLB±	2.53%	12/01/2034	\$ 6,993,069	\$ 7,332,451
FHLB±	2.59	06/01/2035	2,982,193	3,151,724
FHLB±	2.65	11/01/2030	371,329	391,167
FHLB±	2.80	07/01/2033	288,950	290,058
FHLMC±	2.42	08/01/2035	1,763,164	1,854,489
FHLMC±	2.49	09/01/2035	5,210,252	5,477,000
FHLMC±	2.49	06/01/2036	3,216,143	3,378,013
FHLMC±	2.50	01/01/2036	6,601,844	6,937,776
FHLMC±	2.50	12/01/2035	4,733,889	4,969,091
FHLMC±	2.51	04/01/2034	14,179,958	14,919,309
FHLMC±	2.52	08/01/2035	4,994,381	5,265,718
FHLMC±	2.54	07/01/2032	421,426	422,688
FHLMC±	2.56	09/01/2032	481,326	507,381
FHLMC±	2.60	10/01/2033	187,922	197,771
FHLMC±	2.64	10/01/2030	328,500	346,983
FHLMC±	2.72	01/01/2038	3,424,491	3,591,228
FHLMC±	2.73	06/01/2033	192,426	194,638
FHLMC±	2.75	09/01/2038	6,275,729	6,589,649
FHLMC±	2.79	10/01/2030	17,857	18,482
FHLMC±	2.81	08/01/2030	392,626	413,719
FHLMC±	2.88	12/01/2026	69,308	70,606
FHLMC±	3.53	06/01/2018	54,037	54,120
FHLMC±	3.57	05/01/2019	3,981	3,995
FHLMC±	3.89	10/01/2022	69,474	69,867
FHLMC±	4.07	10/01/2037	2,849,880	2,928,256
FHLMC±	4.40	01/01/2027	139,303	146,501
FHLMC±	5.00	07/01/2035	331,350	349,148
FHLMC±	5.65	11/01/2036	1,374,495	1,444,195
FHLMC	8.50	04/01/2015	23,621	24,175
FHLMC	8.50	07/01/2028	137,801	165,844
FHLMC	8.50	03/01/2030	76,411	87,963
FHLMC Series 0196 Class A±	0.99	12/15/2021	95,002	95,040
FHLMC Series 1383±	5.81	02/01/2037	2,122,768	2,290,443
FHLMC Series 2390 Class FD±	0.64	12/15/2031	94,722	94,576
FHLMC Series 2411 Class F±	0.74	02/15/2032	123,353	123,477
FHLMC Series 2431 Class F±	0.69	03/15/2032	3,864,324	3,865,124
FHLMC Series 2567 Class FH±	0.59	02/15/2033	200,630	200,329
FNMA±	1.35	04/01/2028	107,796	110,828
FNMA±	1.68	10/01/2034	296,987	304,237
FNMA±	2.00	04/01/2019	6,645	6,662
FNMA±	2.21	10/01/2035	1,499,203	1,545,499
FNMA±	2.25	01/01/2017	44,765	46,288
FNMA±	2.26	12/01/2035	1,815,494	1,873,895
FNMA±	2.26	12/01/2031	57,103	57,618
FNMA±	2.32	06/01/2035	3,464,765	3,634,438

Edgar Filing: WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND - Form N-Q

FNMA±	2.36	03/01/2033	164,073	171,981
FNMA±	2.39	01/01/2036	2,781,183	2,914,201
FNMA±	2.39	03/01/2035	5,699,073	5,987,090
FNMA±	2.40	06/01/2024	149,709	156,421
FNMA±	2.41	03/01/2034	532,529	558,330
FNMA±	2.43	08/01/2036	2,406,169	2,494,760
FNMA±	2.44	12/01/2026	114,326	119,959
FNMA±	2.45	04/01/2034	4,788,684	5,029,058
FNMA±	2.46	07/01/2038	230,200	241,414
FNMA±	2.48	06/01/2029	178,289	187,770
FNMA±	2.48	07/01/2038	2,439,852	2,574,207
FNMA±	2.48	02/01/2035	336,173	354,733
FNMA±	2.49	12/01/2028	43,292	43,851
FNMA±	2.50	07/01/2033	40,020	40,321
FNMA±	2.50	01/01/2026	236,748	250,606
FNMA±	2.53	01/01/2035	1,740,517	1,826,979
FNMA±	2.53	08/01/2039	5,843,396	6,164,765
FNMA±	2.55	07/01/2048	325,307	342,534

*The Portfolio of Investments should be read in conjunction with the Financial Statements and Notes to Financial Statements which are included in the Fund's audited Annual Report and Semi-Annual Report. These reports include additional information about the Fund's security valuation policies and about certain security types invested in by the Fund.*

## WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND

## PORTFOLIO OF INVESTMENTS July 31, 2011 (UNAUDITED)

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Agency Securities (continued)</b>				
FNMA±	2.56%	12/01/2029	\$ 55,829	\$ 59,108
FNMA±	2.57	06/01/2031	97,437	98,528
FNMA±	2.57	07/01/2026	35,959	38,076
FNMA±	2.58	06/01/2038	3,919,989	4,136,230
FNMA±	2.60	05/01/2030	233,289	245,208
FNMA±	2.61	02/01/2036	1,463,780	1,552,631
FNMA±	2.61	08/01/2030	157,832	166,708
FNMA±	2.62	10/01/2034	11,025,925	11,564,387
FNMA±	2.62	08/01/2028	71,747	75,313
FNMA±	2.65	04/01/2017	1,863,427	1,925,123
FNMA±	2.69	03/01/2034	14,885	15,697
FNMA±	2.71	06/01/2036	4,794,829	5,050,025
FNMA±	2.75	01/01/2038	3,382,035	3,479,322
FNMA±	2.75	12/01/2016	8,454	8,521
FNMA±	2.77	07/01/2036	1,354,013	1,428,110
FNMA±	2.77	04/01/2036	2,023,573	2,098,760
FNMA±	2.78	04/01/2033	119,202	125,291
FNMA±	2.79	05/01/2035	3,525,465	3,719,342
FNMA±	2.80	11/01/2035	2,373,419	2,500,035
FNMA±	2.80	05/01/2036	10,571,412	11,179,277
FNMA±	2.84	09/01/2032	198,527	200,025
FNMA±	2.84	12/01/2017	678,178	700,587
FNMA±	2.85	09/01/2027	178,566	189,059
FNMA±	2.87	05/01/2036	920,908	948,409
FNMA±	2.88	04/01/2035	2,788,439	2,946,092
FNMA±	2.92	08/01/2035	2,820,680	2,991,874
FNMA±	2.93	10/01/2033	3,959,382	4,180,763
FNMA±	3.09	02/01/2017	1,574,022	1,633,897
FNMA±	3.10	07/01/2038	2,333,332	2,447,804
FNMA±	3.12	07/01/2030	99,814	100,008
FNMA±	3.22	10/01/2029	101,635	105,632
FNMA±	3.78	01/01/2015	17,579	17,603
FNMA±	3.82	01/01/2030	64,837	65,276
FNMA±	4.12	07/01/2035	2,142,006	2,258,634
FNMA±	4.29	02/01/2035	5,605,631	5,785,792
FNMA±	4.31	04/01/2025	86,054	86,916
FNMA±	4.44	08/01/2027	213,849	216,217
FNMA±	4.55	12/01/2036	43,422	45,439
FNMA±	4.61	04/01/2031	670,195	705,705
FNMA±	4.78	12/01/2034	1,401,945	1,491,891
FNMA±	4.85	04/01/2034	3,058,782	3,190,416
FNMA±	4.89	11/01/2024	194,309	205,964
FNMA±	4.95	01/01/2034	462,808	466,854
FNMA±	5.11	12/01/2022	13,439	13,472
FNMA±	5.28	09/01/2032	2,617,784	2,797,411
FNMA±	6.00	05/01/2021	5,471	5,481

Edgar Filing: WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND - Form N-Q

FNMA±	6.00	08/01/2021	9,481	9,510
FNMA	6.00	04/01/2033	192,787	214,647
FNMA±	6.10	12/01/2013	176,860	179,134
FNMA±	6.14	12/01/2020	100,384	100,284
FNMA± <sup>Ⓢ</sup>	6.24	09/01/2037	2,066,004	2,227,537
FNMA	6.50	11/01/2032	66,695	75,928
FNMA	7.50	07/01/2017	168,196	186,018
FNMA	7.50	10/01/2028	13,338	13,395
FNMA	7.50	11/01/2028	166,486	195,849
FNMA	7.50	02/01/2030	44,685	52,073
FNMA	7.50	09/01/2030	103,211	117,604
FNMA	7.50	07/01/2032	22,183	22,942
FNMA	8.00	12/01/2024	12,631	12,799
FNMA	8.00	06/01/2030	125,867	144,160
FNMA	12.00	01/01/2016	18,226	20,086
FNMA Series 1996-46 Class FA±	0.72	08/25/2021	55,892	55,890
FNMA Series 2001-25 Class Z	6.00	06/25/2031	607,674	686,190

*The Portfolio of Investments should be read in conjunction with the Financial Statements and Notes to Financial Statements which are included in the Fund's audited Annual Report and Semi-Annual Report. These reports include additional information about the Fund's security valuation policies and about certain security types invested in by the Fund.*

## WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND

PORTFOLIO OF INVESTMENTS July 31, 2011 (UNAUDITED)

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Agency Securities (continued)</b>				
<i>FNMA Series 2001-35 Class F±</i>	0.79%	07/25/2031	\$ 29,286	\$ 29,364
<i>FNMA Series 2001-57 Class F±</i>	0.69	06/25/2031	29,484	29,492
<i>FNMA Series 2001-T10 Class A2</i>	7.50	12/25/2041	270,946	302,563
<i>FNMA Series 2002-77 Class FH±</i>	0.59	12/18/2032	190,440	189,761
<i>FNMA Series 2002-95 Class FK±</i>	0.69	01/25/2033	4,344,342	4,349,135
<i>FNMA Series 2002-97 Class FR±</i>	0.74	01/25/2033	63,156	63,124
<i>FNMA Series 2003-W8 Class 3F2±</i>	0.54	05/25/2042	1,376,972	1,371,021
<i>FNMA Series G91-16 Class F±</i>	0.67	06/25/2021	64,225	64,165
<i>FNMA Series G92-17 Class F±</i>	1.27	03/25/2022	127,938	129,361
<i>GNMA</i>	6.50	06/15/2028	81,944	93,941
<i>GNMA</i>	7.25	07/15/2017	39,688	44,265
<i>GNMA</i>	7.25	08/15/2017	59,909	66,595
<i>GNMA</i>	7.25	08/15/2017	47,304	52,519
<i>GNMA</i>	7.25	08/15/2017	15,976	17,818
<i>GNMA</i>	7.25	09/15/2017	61,006	68,041
<i>GNMA</i>	7.25	10/15/2017	110,993	123,447
<i>GNMA</i>	7.25	10/15/2017	51,061	56,570
<i>GNMA</i>	7.25	11/15/2017	40,963	45,223
<i>GNMA</i>	7.25	01/15/2018	30,470	34,009
<i>GNMA</i>	7.25	01/15/2018	32,511	36,534
<i>GNMA</i>	7.25	02/15/2018	33,126	36,971
<i>GNMA</i>	7.25	05/15/2018	17,156	18,899
<i>GNMA Series 2001-61 Class FA±</i>	0.69	09/20/2030	1,348	1,348
<b>Total Agency Securities (Cost \$206,372,874)</b>				210,102,564

## Shares

**Common Stocks: 0.08%****Consumer Discretionary: 0.00%****Hotels, Restaurants & Leisure: 0.00%**

<i>Trump Entertainment Resorts Incorporated(a)</i>	1,161	0
--	-------	---

**Telecommunication Services: 0.08%****Diversified Telecommunication Services: 0.08%**

<i>Fairpoint Communications Incorporated</i>	70,442	535,359
--	--------	---------

**Total Common Stocks (Cost \$1,617,838)**

535,359

	Interest Rate	Maturity Date	Principal
<b>Convertible Debentures: 0.16%</b>			
<b>Information Technology: 0.16%</b>			
<b>Communications Equipment: 0.16%</b>			



Edgar Filing: WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND - Form N-Q

<i>Lucent Technologies Incorporated Series B</i>	2.88	06/15/2025	\$ 1,145,000	1,110,650
<b>Total Convertible Debentures (Cost \$765,113)</b>				1,110,650
<b>Corporate Bonds and Notes: 54.06%</b>				
<b>Consumer Discretionary: 9.99%</b>				
<b>Auto Components: 1.14%</b>				
<i>Allison Transmission Incorporated</i>	7.13	05/15/2019	3,050,000	2,989,000
<i>Cooper Tire &amp; Rubber Company</i>	7.63	03/15/2027	1,895,000	1,835,781
<i>Cooper Tire &amp; Rubber Company</i>	8.00	12/15/2019	450,000	469,125
<i>Goodyear Tire &amp; Rubber Company</i>	8.75	08/15/2020	468,000	524,160

*The Portfolio of Investments should be read in conjunction with the Financial Statements and Notes to Financial Statements which are included in the Fund's audited Annual Report and Semi-Annual Report. These reports include additional information about the Fund's security valuation policies and about certain security types invested in by the Fund.*

## WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND

PORTFOLIO OF INVESTMENTS July 31, 2011 (UNAUDITED)

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Auto Components (continued)</b>				
<i>Goodyear Tire &amp; Rubber Company</i>	10.50%	05/15/2016	\$ 1,957,000	\$ 2,204,071
				8,022,137
<b>Diversified Consumer Services: 1.56%</b>				
<i>Carriage Services Incorporated</i>	7.88	01/15/2015	1,795,000	1,817,438
<i>Service Corporation International</i>	6.75	04/01/2016	475,000	513,000
<i>Service Corporation International</i>	7.00	05/15/2019	650,000	693,875
<i>Service Corporation International</i>	7.50	04/01/2027	3,965,000	3,846,050
<i>Service Corporation International</i>	8.00	11/15/2021	475,000	524,875
<i>Service Corporation International Series WI</i>	7.00	06/15/2017	1,610,000	1,746,850
<i>StoneMor Operating LP</i>	10.25	12/01/2017	1,815,000	1,815,000
				10,957,088
<b>Hotels, Restaurants &amp; Leisure: 2.52%</b>				
<i>American Casinos Incorporated</i>	7.50	04/15/2021	1,000,000	1,040,000
<i>Blue Merger Sub Incorporated</i>	7.63	02/15/2019	500,000	514,375
<i>Burger King Corporation</i>	9.88	10/15/2018	850,000	928,625
<i>Chukchansi Economic Development Authority±</i>	3.92	11/15/2012	1,375,000	1,113,750
<i>Citycenter Holdings LLC</i>	7.63	01/15/2016	175,000	182,875
<i>Citycenter Holdings LLC ¥</i>	11.50	01/15/2017	976,414	1,049,645
<i>DineEquity Incorporated</i>	9.50	10/30/2018	1,575,000	1,730,531
<i>Greektown Superholdings</i>	13.00	07/01/2015	4,125,000	4,614,844
<i>NAI Entertainment Holdings LLC</i>	8.25	12/15/2017	1,000,000	1,081,250
<i>Pinnacle Entertainment Incorporated</i>	7.50	06/15/2015	1,250,000	1,287,500
<i>Scientific Games Corporation</i>	9.25	06/15/2019	485,000	526,225
<i>Speedway Motorsports Incorporated</i>	6.75	02/01/2019	225,000	225,563
<i>Speedway Motorsports Incorporated</i>	8.75	06/01/2016	950,000	1,035,500
<i>Yonkers Racing Corporation</i>	11.38	07/15/2016	2,200,000	2,387,000
				17,717,683
<b>Household Durables: 0.01%</b>				
<i>Sealy Corporation</i>	10.88	04/15/2016	66,000	73,755
<b>Media: 4.03%</b>				
<i>Cablevision Systems Corporation</i>	8.63	09/15/2017	1,310,000	1,447,550
<i>CCH II Capital LLC</i>	13.50	11/30/2016	7,535,929	8,892,396
<i>Charter Communications Incorporated Step Bond</i>	10.88	09/15/2014	5,140,000	5,666,850
<i>Cinemark USA Incorporated</i>	7.38	06/15/2021	775,000	775,000
<i>Cinemark USA Incorporated</i>	8.63	06/15/2019	250,000	273,125
<i>CSC Holdings LLC</i>	7.88	02/15/2018	600,000	658,500
<i>CSC Holdings LLC</i>	8.50	04/15/2014	400,000	446,000
<i>DISH DBS Corporation</i>	7.88	09/01/2019	480,000	527,400
<i>EchoStar DBS Corporation</i>	6.63	10/01/2014	1,000,000	1,066,250
<i>EchoStar DBS Corporation</i>	7.13	02/01/2016	125,000	133,438
<i>EchoStar DBS Corporation</i>	7.75	05/31/2015	350,000	382,813
<i>Gray Television Incorporated</i>	10.50	06/29/2015	675,000	700,313

Edgar Filing: WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND - Form N-Q

<i>Interactive Data Corporation</i>	10.25	08/01/2018	1,250,000	1,393,750
<i>Lamar Media Corporation Series C</i>	9.75	04/01/2014	375,000	433,594
<i>LIN Television Corporation</i>	8.38	04/15/2018	775,000	827,313
<i>Regal Cinemas Corporation</i>	8.63	07/15/2019	2,475,000	2,660,625
<i>Salem Communications Corporation</i>	9.63	12/15/2016	1,456,000	1,543,360
<i>Sirius XM Radio Incorporated</i>	13.00	08/01/2014	425,000	498,313
				28,326,590
<b>Multiline Retail: 0.08%</b>				
<i>Saks Incorporated</i>	9.88	10/01/2011	585,000	591,636

*The Portfolio of Investments should be read in conjunction with the Financial Statements and Notes to Financial Statements which are included in the Fund's audited Annual Report and Semi-Annual Report. These reports include additional information about the Fund's security valuation policies and about certain security types invested in by the Fund.*

## WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND

PORTFOLIO OF INVESTMENTS July 31, 2011 (UNAUDITED)

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Specialty Retail: 0.35%</b>				
<i>Gap Incorporated</i>	5.95%	04/12/2021	\$ 600,000	\$ 592,217
<i>Limited Brands Incorporated</i>	6.63	04/01/2021	50,000	51,750
<i>Radioshack Corporation</i>	6.75	05/15/2019	650,000	632,125
<i>Rent-A-Center Incorporated</i>	6.63	11/15/2020	375,000	379,688
<i>Toys R Us Property Company LLC</i>	8.50	12/01/2017	780,000	834,600
				2,490,380
<b>Textiles, Apparel &amp; Luxury Goods: 0.30%</b>				
<i>Oxford Industries Incorporated</i>	11.38	07/15/2015	1,865,000	2,109,781
<b>Consumer Staples: 0.76%</b>				
<b>Beverages: 0.26%</b>				
<i>Anheuser-Busch InBev SA</i>	6.88	11/15/2019	1,475,000	1,852,171
<b>Food Products: 0.50%</b>				
<i>Darling International Incorporated</i>	8.50	12/15/2018	125,000	137,656
<i>Dole Food Company Incorporated</i>	13.88	03/15/2014	1,452,000	1,742,400
<i>Smithfield Foods Incorporated</i>	10.00	07/15/2014	1,370,000	1,601,188
				3,481,244
<b>Energy: 7.90%</b>				
<b>Energy Equipment &amp; Services: 1.61%</b>				
<i>Bristow Group Incorporated</i>	7.50	09/15/2017	985,000	1,031,788
<i>Cleaver-Brooks Incorporated</i>	12.25	05/01/2016	630,000	648,900
<i>GulfMark Offshore Incorporated</i>	7.75	07/15/2014	1,625,000	1,639,219
<i>Hornbeck Offshore Services Incorporated Series B</i>	6.13	12/01/2014	2,345,000	2,345,000
<i>Hornbeck Offshore Services Incorporated Series B</i>	8.00	09/01/2017	2,230,000	2,280,175
<i>Oil States International Incorporated</i>	6.50	06/01/2019	325,000	331,500
<i>Parker Drilling Company</i>	9.13	04/01/2018	460,000	489,900
<i>PHI Incorporated</i>	8.63	10/15/2018	2,475,000	2,536,875
				11,303,357
<b>Oil, Gas &amp; Consumable Fuels: 6.29%</b>				
<i>Chesapeake Energy Corporation</i>	9.50	02/15/2015	2,250,000	2,643,750
<i>Cloud Peak Energy Resources Incorporated</i>	8.25	12/15/2017	125,000	133,750
<i>Cloud Peak Energy Resources Incorporated</i>	8.50	12/15/2019	225,000	243,281
<i>Coffeyville Resources LLC</i>	9.00	04/01/2015	932,000	1,013,550
<i>Coffeyville Resources LLC</i>	10.88	04/01/2017	1,350,000	1,549,125
<i>Consol Energy Incorporated</i>	8.25	04/01/2020	825,000	917,813
<i>Denbury Resources Incorporated</i>	6.38	08/15/2021	350,000	360,500
<i>Denbury Resources Incorporated</i>	8.25	02/15/2020	425,000	469,625
<i>El Paso Corporation</i>	6.50	09/15/2020	445,000	495,156
<i>El Paso Corporation</i>	6.88	06/15/2014	175,000	195,505
<i>El Paso Corporation</i>	7.00	06/15/2017	175,000	202,716
<i>El Paso Corporation</i>	7.25	06/01/2018	1,610,000	1,867,861

Edgar Filing: WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND - Form N-Q

<i>El Paso Corporation</i>	7.42	02/15/2037	800,000	933,920
<i>El Paso Corporation</i>	7.80	08/01/2031	1,850,000	2,191,806
<i>Energy Transfer Equity LP</i>	7.50	10/15/2020	3,100,000	3,317,000
<i>Ferrellgas Finance Corporation</i>	6.50	05/01/2021	600,000	579,000
<i>Ferrellgas Finance Corporation</i>	9.13	10/01/2017	2,325,000	2,493,563
<i>Forest Oil Corporation</i>	7.25	06/15/2019	1,345,000	1,398,800
<i>Forest Oil Corporation</i>	8.50	02/15/2014	535,000	581,813
<i>Hilcorp Energy Company</i>	7.75	11/01/2015	500,000	516,250
<i>Holly Corporation</i>	9.88	06/15/2017	1,895,000	2,127,138
<i>Inergy Holdings LP</i>	6.88	08/01/2021	575,000	577,875
<i>Inergy Holdings LP</i>	7.00	10/01/2018	500,000	510,000
<i>Peabody Energy Corporation</i>	7.88	11/01/2026	3,435,000	3,890,138

*The Portfolio of Investments should be read in conjunction with the Financial Statements and Notes to Financial Statements which are included in the Fund's audited Annual Report and Semi-Annual Report. These reports include additional information about the Fund's security valuation policies and about certain security types invested in by the Fund.*

## WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND

PORTFOLIO OF INVESTMENTS July 31, 2011 (UNAUDITED)

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Oil, Gas &amp; Consumable Fuels (continued)</b>				
<i>Petrohawk Energy Corporation</i>	7.88%	06/01/2015	\$ 790,000	\$ 855,175
<i>Petrohawk Energy Corporation</i>	10.50	08/01/2014	495,000	563,063
<i>Pioneer Natural Resources Company</i>	7.50	01/15/2020	1,220,000	1,405,538
<i>Plains Exploration &amp; Production Company</i>	8.63	10/15/2019	2,885,000	3,209,563
<i>Regency Energy Partners</i>	6.88	12/01/2018	250,000	265,000
<i>Sabine Pass LNG LP</i>	7.25	11/30/2013	2,265,000	2,315,963
<i>Sabine Pass LNG LP</i>	7.50	11/30/2016	2,625,000	2,703,750
<i>SandRidge Energy Incorporated</i>	8.75	01/15/2020	940,000	1,031,650
<i>Stallion Oilfield Holdings Incorporated</i>	10.50	02/15/2015	508,000	568,960
<i>Susser Holdings LLC</i>	8.50	05/15/2016	975,000	1,040,813
<i>Tesoro Corporation</i>	9.75	06/01/2019	945,000	1,072,575
				44,241,985
<b>Financials: 13.32%</b>				
<b>Capital Markets: 0.81%</b>				
<i>E*TRADE Financial Corporation</i> ¥	12.50	11/30/2017	4,291,000	5,127,745
<i>Oppenheimer Holdings Incorporated</i>	8.75	04/15/2018	550,000	576,125
				5,703,870
<b>Commercial Banks: 1.75%</b>				
<i>CapitalSource Incorporated</i>	12.75	07/15/2014	1,925,000	2,324,438
<i>CIT Group Incorporated</i>	5.25	04/01/2014	150,000	150,375
<i>CIT Group Incorporated</i>	6.63	04/01/2018	50,000	52,750
<i>CIT Group Incorporated</i>	7.00	05/01/2014	888,225	894,887
<i>CIT Group Incorporated</i>	7.00	05/01/2015	738	740
<i>CIT Group Incorporated</i>	7.00	05/04/2015	1,472,000	1,475,680
<i>CIT Group Incorporated</i>	7.00	05/01/2016	2,404,562	2,410,573
<i>CIT Group Incorporated</i>	7.00	05/01/2017	2,325,000	2,330,813
<i>Emigrant Bancorp Incorporated</i> (i)	6.25	06/15/2014	2,925,000	2,650,778
				12,291,034
<b>Consumer Finance: 7.43%</b>				
<i>American General Finance Corporation</i>	5.40	12/01/2015	1,600,000	1,480,000
<i>American General Finance Corporation</i>	5.75	09/15/2016	1,075,000	989,000
<i>American General Finance Corporation</i>	6.50	09/15/2017	150,000	136,500
<i>Calpine Construction Finance Corporation</i>	7.25	10/15/2017	4,800,000	4,920,000
<i>Calpine Construction Finance Corporation</i>	8.00	06/01/2016	1,375,000	1,485,000
<i>Clearwire Communications Finance Corporation</i>	12.00	12/01/2015	940,000	956,450
<i>Clearwire Communications Finance Corporation</i>	12.00	12/01/2015	1,450,000	1,480,813
<i>Dunkin Finance Corporation</i>	9.63	12/01/2018	420,000	423,671
<i>Ford Motor Credit Company LLC</i>	9.88	08/10/2011	2,815,000	2,818,930
<i>Fresenius Medical Care US Finance Company</i>	5.75	02/15/2021	75,000	74,063
<i>General Electric Capital Corporation</i>	7.63	12/10/2014	2,000,000	1,888,598
<i>General Motors Financial Company Incorporated</i>	6.75	06/01/2018	900,000	918,000
<i>GMAC LLC</i>	6.75	12/01/2014	1,298,000	1,362,900

Edgar Filing: WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND - Form N-Q

<i>GMAC LLC</i>	6.88	09/15/2011	59,000	59,354
<i>GMAC LLC</i>	6.88	08/28/2012	1,244,000	1,281,320
<i>GMAC LLC</i>	7.50	12/31/2013	3,620,000	3,837,200
<i>Homer City Funding LLC</i>	8.73	10/01/2026	1,287,964	1,180,097
<i>International Lease Finance Corporation</i>	6.38	03/25/2013	460,000	477,250
<i>International Lease Finance Corporation</i>	8.63	09/15/2015	900,000	992,250
<i>JBS USA Finance Incorporated</i>	11.63	05/01/2014	3,745,000	4,325,475
<i>LBI Escrow Corporation</i>	8.00	11/01/2017	2,267,000	2,561,710
<i>Level 3 Financing Incorporated</i>	10.00	02/01/2018	2,010,000	2,165,775
<i>Local TV Finance LLC ¥</i>	9.25	06/15/2015	1,200,000	1,197,000
<i>Nielsen Finance LLC Company</i>	7.75	10/15/2018	4,750,000	5,035,000
<i>Nielsen Finance LLC Company</i>	11.50	05/01/2016	601,000	698,663
<i>Springleaf Finance Corporation</i>	6.90	12/15/2017	1,975,000	1,849,094

*The Portfolio of Investments should be read in conjunction with the Financial Statements and Notes to Financial Statements which are included in the Fund's audited Annual Report and Semi-Annual Report. These reports include additional information about the Fund's security valuation policies and about certain security types invested in by the Fund.*



## WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND

PORTFOLIO OF INVESTMENTS July 31, 2011 (UNAUDITED)

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Consumer Finance (continued)</b>				
<i>Sprint Capital Corporation</i>	6.88%	11/15/2028	\$ 5,985,000	\$ 5,685,750
<i>Sprint Capital Corporation</i>	8.38	03/15/2012	1,895,000	1,966,063
				52,245,926
<b>Diversified Financial Services: 1.38%</b>				
<i>Ally Financial Incorporated</i>	8.30	02/12/2015	2,055,000	2,250,225
<i>Leucadia National Corporation</i>	8.13	09/15/2015	2,655,000	2,920,500
<i>Nuveen Investments Incorporated</i>	5.50	09/15/2015	2,950,000	2,632,875
<i>Nuveen Investments Incorporated</i>	10.50	11/15/2015	1,000,000	1,032,500
<i>Nuveen Investments Incorporated</i>	10.50	11/15/2015	875,000	912,188
				9,748,288
<b>Insurance: 0.48%</b>				
<i>Hub International Holdings Incorporated</i>	10.25	06/15/2015	3,375,000	3,375,000
<b>REIT: 1.47%</b>				
<i>Dupont Fabros Technology Incorporated</i>	8.50	12/15/2017	5,560,000	6,088,200
<i>Host Hotels &amp; Resorts LP</i>	9.00	05/15/2017	235,000	263,494
<i>Medical Properties Trust Incorporated</i>	6.88	05/01/2021	775,000	759,500
<i>Omega Healthcare Investors Incorporated</i>	6.75	10/15/2022	1,775,000	1,806,063
<i>Omega Healthcare Investors Incorporated</i>	7.00	01/15/2016	500,000	517,500
<i>Ventas Incorporated</i>	9.00	05/01/2012	859,000	905,056
				10,339,813
<b>Health Care: 2.70%</b>				
<b>Health Care Equipment &amp; Supplies: 0.52%</b>				
<i>Biomet Incorporated</i> ¥	10.38	10/15/2017	540,000	588,600
<i>Biomet Incorporated</i>	11.63	10/15/2017	2,200,000	2,422,750
<i>Fresenius Medical Care Finance III SA</i>	6.88	07/15/2017	625,000	668,750
				3,680,100
<b>Health Care Providers &amp; Services: 2.05%</b>				
<i>Apria Healthcare Group Incorporated</i>	11.25	11/01/2014	1,090,000	1,117,250
<i>Aviv Healthcare Properties LP</i>	7.75	02/15/2019	1,025,000	1,044,219
<i>Centene Corporation</i>	5.75	06/01/2017	1,000,000	995,000
<i>Community Health Systems Incorporated</i>	8.88	07/15/2015	700,000	723,625
<i>HCA Incorporated</i>	6.50	02/15/2020	1,225,000	1,243,375
<i>HCA Incorporated</i>	7.50	02/15/2022	1,000,000	1,015,000
<i>HCA Incorporated</i>	8.50	04/15/2019	375,000	413,438
<i>HCA Incorporated</i>	9.25	11/15/2016	2,945,000	3,141,947
<i>HCA Incorporated</i> ¥	9.63	11/15/2016	2,181,000	2,333,670
<i>Health Management plc</i>	6.13	04/15/2016	175,000	181,125
<i>Healthisouth Corporation</i>	7.25	10/01/2018	400,000	419,000
<i>Healthisouth Corporation</i>	7.75	09/15/2022	400,000	426,000
<i>Sabra Health Care LP</i>	8.13	11/01/2018	1,350,000	1,365,188

14,418,837

**Pharmaceuticals: 0.13%**

<i>Mylan Incorporated</i>	6.00	11/15/2018	300,000	306,750
<i>Mylan Incorporated</i>	7.63	07/15/2017	375,000	411,563
<i>Mylan Incorporated</i>	7.88	07/15/2020	150,000	166,500
				884,813

*The Portfolio of Investments should be read in conjunction with the Financial Statements and Notes to Financial Statements which are included in the Fund's audited Annual Report and Semi-Annual Report. These reports include additional information about the Fund's security valuation policies and about certain security types invested in by the Fund.*

## WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND

PORTFOLIO OF INVESTMENTS July 31, 2011 (UNAUDITED)

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Industrials: 3.67%</b>				
<b>Aerospace &amp; Defense: 1.30%</b>				
<i>Alliant Techsystems Incorporated</i>	6.75%	04/01/2016	\$ 1,980,000	\$ 2,034,450
<i>Digitalglobe Incorporated</i>	10.50	05/01/2014	340,000	375,700
<i>GenCorp Incorporated</i>	9.50	08/15/2013	475,000	475,000
<i>GeoEye Incorporated</i>	9.63	10/01/2015	485,000	554,113
<i>Hexcel Corporation</i>	6.75	02/01/2015	480,000	490,200
<i>Huntington Ingalls Industries Incorporated</i>	6.88	03/15/2018	350,000	360,500
<i>Huntington Ingalls Industries Incorporated</i>	7.13	03/15/2021	125,000	129,063
<i>Kratos Defense &amp; Security Solutions Incorporated</i>	10.00	06/01/2017	1,140,000	1,216,950
<i>L-3 Communications Holdings Incorporated</i>	6.38	10/15/2015	2,784,000	2,857,080
<i>Wyle Services Corporation</i>	10.50	04/01/2018	635,000	678,656
				9,171,712
<b>Commercial Services &amp; Supplies: 1.44%</b>				
<i>Casella Waste Systems Incorporated</i>	11.00	07/15/2014	1,945,000	2,158,950
<i>Corrections Corporation of America</i>	6.25	03/15/2013	565,000	565,706
<i>Corrections Corporation of America</i>	7.75	06/01/2017	1,270,000	1,379,538
<i>Geo Group Incorporated</i>	7.75	10/15/2017	1,450,000	1,551,500
<i>Interface Incorporated</i>	7.63	12/01/2018	125,000	133,125
<i>Iron Mountain Incorporated</i>	6.75	10/15/2018	250,000	348,448
<i>Iron Mountain Incorporated</i>	8.38	08/15/2021	1,385,000	1,481,950
<i>KAR Holdings Incorporated±</i>	4.27	05/01/2014	1,150,000	1,127,000
<i>NCO Group Incorporated</i>	11.88	11/15/2014	1,425,000	1,360,875
				10,107,092
<b>Machinery: 0.50%</b>				
<i>Columbus McKinnon Corporation</i>	7.88	02/01/2019	725,000	750,375
<i>CPM Holdings Incorporated</i>	10.88	09/01/2014	1,315,000	1,420,200
<i>Dresser Rand Group Incorporated</i>	6.50	05/01/2021	925,000	952,750
<i>Titan International Incorporated</i>	7.88	10/01/2017	375,000	399,375
				3,522,700
<b>Professional Services: 0.06%</b>				
<i>CDRT Merger Sub Incorporated</i>	8.13	06/01/2019	425,000	425,000
<b>Road &amp; Rail: 0.29%</b>				
<i>Kansas City Southern</i>	8.00	06/01/2015	55,000	59,125
<i>Kansas City Southern</i>	13.00	12/15/2013	349,000	406,585
<i>RailAmerica Incorporated</i>	9.25	07/01/2017	1,425,000	1,567,500
				2,033,210
<b>Transportation Infrastructure: 0.08%</b>				
<i>United Maritime Group</i>	11.75	06/15/2015	520,000	543,400
<b>Information Technology: 4.01%</b>				

Edgar Filing: WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND - Form N-Q

<b>Communications Equipment: 0.35%</b>				
<i>Allbritton Communications Company</i>	8.00	05/15/2018	1,275,000	1,310,063
<i>Lucent Technologies Incorporated</i>	6.45	03/15/2029	1,285,000	1,159,713
				2,469,776
<b>Computers &amp; Peripherals: 0.18%</b>				
<i>Intcomex Incorporated</i>	13.25	12/15/2014	1,240,000	1,274,100

*The Portfolio of Investments should be read in conjunction with the Financial Statements and Notes to Financial Statements which are included in the Fund's audited Annual Report and Semi-Annual Report. These reports include additional information about the Fund's security valuation policies and about certain security types invested in by the Fund.*

## WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND

PORTFOLIO OF INVESTMENTS July 31, 2011 (UNAUDITED)

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Electronic Equipment &amp; Instruments: 1.71%</b>				
<i>GCI Incorporated</i>	6.75%	06/01/2021	\$ 575,000	\$ 583,625
<i>GCI Incorporated</i>	8.63	11/15/2019	2,125,000	2,337,500
<i>Jabil Circuit Incorporated</i>	8.25	03/15/2018	5,275,000	6,053,063
<i>Kemet Corporation</i>	10.50	05/01/2018	1,485,000	1,644,638
<i>Viasystem Group Incorporated</i>	12.00	01/15/2015	1,285,000	1,410,288
				12,029,114
<b>Internet Software &amp; Services: 0.18%</b>				
<i>Equinix Incorporated</i>	7.00	07/15/2021	75,000	78,000
<i>Equinix Incorporated</i>	8.13	03/01/2018	1,085,000	1,193,500
				1,271,500
<b>IT Services: 1.42%</b>				
<i>Fidelity National Information Services</i>	7.88	07/15/2020	900,000	960,750
<i>First Data Corporation</i>	11.25	03/31/2016	3,275,000	3,225,875
<i>SunGard Data Systems Incorporated</i>	7.38	11/15/2018	525,000	532,875
<i>SunGard Data Systems Incorporated</i>	7.63	11/15/2020	250,000	254,375
<i>SunGard Data Systems Incorporated</i>	10.25	08/15/2015	3,455,000	3,584,563
<i>Unisys Corporation</i>	12.50	01/15/2016	460,000	503,700
<i>Unisys Corporation</i>	12.75	10/15/2014	434,000	503,440
<i>Unisys Corporation</i>	14.25	09/15/2015	332,000	391,760
				9,957,338
<b>Semiconductors &amp; Semiconductor Equipment: 0.14%</b>				
<i>Advanced Micro Devices Incorporated</i>	5.75	08/15/2012	975,000	992,063
<b>Software: 0.03%</b>				
<i>Audatex North American Incorporated</i>	6.75	06/15/2018	225,000	231,188
<b>Materials: 2.80%</b>				
<b>Chemicals: 1.80%</b>				
<i>Huntsman International LLC</i>	5.50	06/30/2016	1,260,000	1,247,400
<i>Lyondell Chemical Company</i>	11.00	05/01/2018	8,981,938	10,172,045
<i>Rockwood Specialties Group Incorporated</i>	7.63	11/15/2014	340,000	489,767
<i>Solutia Incorporated</i>	7.88	03/15/2020	670,000	730,300
				12,639,512
<b>Containers &amp; Packaging: 0.32%</b>				
<i>Crown Americas LLC</i>	7.63	05/15/2017	450,000	487,125
<i>Graham Packaging Company</i>	8.25	01/01/2017	95,000	100,463
<i>Graham Packaging Company</i>	9.88	10/15/2014	1,450,000	1,486,250
<i>Owens Brockway Glass Container Incorporated</i>	7.38	05/15/2016	175,000	191,188
				2,265,026
<b>Metals &amp; Mining: 0.39%</b>				

Edgar Filing: WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND - Form N-Q

<i>Freeport-McMoRan Copper &amp; Gold Incorporated</i>	8.38	04/01/2017	2,485,000	2,714,863
<i>Indalex Holdings Corporation(s)</i>	11.50	02/01/2014	3,170,000	47,550
				2,762,413
<b>Paper &amp; Forest Products: 0.29%</b>				
<i>Clearwater Paper Corporation</i>	10.63	06/15/2016	545,000	614,488
<i>Georgia Pacific Corporation</i>	8.88	05/15/2031	1,080,000	1,402,411
				2,016,899

*The Portfolio of Investments should be read in conjunction with the Financial Statements and Notes to Financial Statements which are included in the Fund's audited Annual Report and Semi-Annual Report. These reports include additional information about the Fund's security valuation policies and about certain security types invested in by the Fund.*

## WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND

PORTFOLIO OF INVESTMENTS July 31, 2011 (UNAUDITED)

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Telecommunication Services: 5.04%</b>				
<b>Diversified Telecommunication Services: 2.43%</b>				
<i>Citizens Communications Company</i>	7.88%	01/15/2027	\$ 4,155,000	\$ 4,040,738
<i>Frontier Communications Corporation</i>	8.13	10/01/2018	845,000	927,388
<i>Frontier Communications Corporation</i>	8.25	05/01/2014	200,000	219,000
<i>Frontier Communications Corporation</i>	8.25	04/15/2017	1,965,000	2,156,588
<i>Frontier Communications Corporation</i>	8.50	04/15/2020	525,000	576,188
<i>Intelsat Jackson Holdings Limited</i>	8.50	11/01/2019	850,000	909,500
<i>Qwest Corporation</i>	7.13	11/15/2043	795,000	769,163
<i>Qwest Corporation</i>	7.25	09/15/2025	1,040,000	1,089,400
<i>Qwest Corporation</i>	7.50	06/15/2023	1,370,000	1,366,575
<i>Qwest Corporation</i>	7.63	08/03/2021	230,000	258,023
<i>Qwest Corporation</i>	8.88	03/15/2012	1,370,000	1,431,650
<i>SBA Telecommunications Incorporated</i>	8.00	08/15/2016	700,000	748,125
<i>SBA Telecommunications Incorporated</i>	8.25	08/15/2019	100,000	108,000
<i>Windstream Corporation</i>	7.88	11/01/2017	2,330,000	2,490,188
				17,090,526
<b>Wireless Telecommunication Services: 2.61%</b>				
<i>CCO Holdings LLC</i>	7.75	05/01/2017	325,000	355,469
<i>CCO Holdings LLC</i>	8.13	04/30/2020	450,000	493,875
<i>Cricket Communications Incorporated</i>	7.75	05/15/2016	1,905,000	2,031,206
<i>Crown Castle International Corporation</i>	7.13	11/01/2019	75,000	79,969
<i>Crown Castle International Corporation</i>	9.00	01/15/2015	325,000	355,875
<i>iPCS Incorporated</i> ¥	3.52	05/01/2014	1,357,019	1,302,738
<i>MetroPCS Communications Incorporated</i>	6.63	11/15/2020	1,875,000	1,879,688
<i>MetroPCS Communications Incorporated</i>	7.88	09/01/2018	775,000	824,406
<i>Sprint Nextel Corporation</i>	6.90	05/01/2019	1,055,000	1,078,738
<i>Sprint Nextel Corporation Series D</i>	7.38	08/01/2015	4,085,000	4,085,000
<i>Sprint Nextel Corporation Series F</i>	5.95	03/15/2014	2,335,000	2,342,297
<i>Syniverse Holdings Incorporated</i>	9.13	01/15/2019	3,375,000	3,531,094
				18,360,355
<b>Utilities: 3.87%</b>				
<b>Electric Utilities: 1.56%</b>				
<i>Aquila Incorporated Step Bond</i>	11.88	07/01/2012	6,545,000	7,178,988
<i>Energy Future Holdings Corporation</i> ¥	12.00	11/01/2017	958,730	824,508
<i>Ipalco Enterprises Incorporated</i>	5.00	05/01/2018	900,000	894,189
<i>Otter Tail Corporation</i>	9.00	12/15/2016	1,835,000	2,032,263
<i>PNM Resources Incorporated</i>	9.25	05/15/2015	15,000	16,800
				10,946,748
<b>Gas Utilities: 0.49%</b>				
<i>AmeriGas Partners LP</i>	6.25	08/20/2019	2,400,000	2,406,000
<i>AmeriGas Partners LP</i>	6.50	05/20/2021	475,000	486,875

Edgar Filing: WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND - Form N-Q

<i>AmeriGas Partners LP</i>	7.13	05/20/2016	275,000	285,656
<i>Suburban Propane Partners LP</i>	7.38	03/15/2020	275,000	293,563
				3,472,094

**Independent Power Producers & Energy Traders: 1.82%**

<i>Dynegy Holdings Incorporated</i>	7.63	10/15/2026	2,165,000	1,407,250
<i>Mirant Mid-Atlantic LLC Series C</i>	10.06	12/30/2028	3,614,632	4,030,315
<i>NRG Energy Incorporated</i>	7.38	01/15/2017	3,475,000	3,644,406
<i>NRG Energy Incorporated</i>	8.50	06/15/2019	1,615,000	1,679,600
<i>Reliant Energy Incorporated</i>	7.63	06/15/2014	450,000	468,000
<i>Reliant Energy Incorporated</i>	9.24	07/02/2017	1,071,656	1,157,388

*The Portfolio of Investments should be read in conjunction with the Financial Statements and Notes to Financial Statements which are included in the Fund's audited Annual Report and Semi-Annual Report. These reports include additional information about the Fund's security valuation policies and about certain security types invested in by the Fund.*



## WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND

PORTFOLIO OF INVESTMENTS July 31, 2011 (UNAUDITED)

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Independent Power Producers &amp; Energy Traders (continued)</b>				
<i>Reliant Energy Incorporated</i>	9.68%	07/02/2026	\$ 410,000	\$ 438,700
				12,825,659
<b>Total Corporate Bonds and Notes (Cost \$357,069,659)</b>				380,262,913
<b>Foreign Corporate Bonds@: 11.28%</b>				
<b>Consumer Discretionary: 0.37%</b>				
<b>Hotels, Restaurants &amp; Leisure: 0.23%</b>				
<i>Casino Guichard Perrachon SA (EUR)</i>	4.73	05/26/2021	900,000	1,305,389
<i>R&amp;R Ice Cream plc(i) (EUR)</i>	8.38	11/15/2017	200,000	277,322
				1,582,711
<b>Media: 0.14%</b>				
<i>UPC Holding BV (EUR)</i>	9.63	12/01/2019	470,000	725,993
<i>Ziggo Bond Company BV (i) (EUR)</i>	8.00	05/15/2018	200,000	293,846
				1,019,839
<b>Consumer Staples: 0.49%</b>				
<b>Tobacco: 0.49%</b>				
<i>British American Tobacco Finance plc (EUR)</i>	5.38	06/29/2017	1,100,000	1,749,466
<i>Imperial Tobacco Group plc (EUR)</i>	8.38	02/17/2016	1,000,000	1,719,816
				3,469,282
<b>Financials: 8.48%</b>				
<b>Commercial Banks: 6.39%</b>				
<i>Bank Nederlandse Gemeenten (EUR)</i>	3.88	11/04/2019	1,200,000	1,797,532
<i>Bayerische Landesbank (EUR)</i>	1.88	06/30/2014	2,300,000	3,286,434
<i>BNP Paribas SA (EUR)</i>	3.50	03/07/2016	1,450,000	2,100,597
<i>Eurofima (AUD)</i>	6.25	12/28/2018	2,450,000	2,769,142
<i>European Investment Bank (EUR)</i>	3.13	04/15/2014	1,900,000	2,818,018
<i>European Investment Bank (EUR)</i>	3.13	03/03/2017	2,330,000	3,422,387
<i>European Investment Bank (EUR)</i>	4.25	10/15/2014	2,300,000	3,529,616
<i>European Investment Bank (AUD)</i>	6.13	01/23/2017	6,930,000	7,832,176
<i>Instituto de Credito Oficial (EUR)</i>	4.38	05/23/2012	1,800,000	2,594,543
<i>International Bank for Reconstruction &amp; Development (AUD)</i>	5.75	10/01/2020	950,000	1,046,617
<i>KfW Bankengruppe (EUR)</i>	3.88	01/21/2019	910,000	1,387,674
<i>KfW Bankengruppe (AUD)</i>	6.25	12/04/2019	1,225,000	1,383,669
<i>KfW Bankengruppe (NZD)</i>	6.38	02/17/2015	4,819,000	4,469,121
<i>Landesbank Baten-Wurttemberg (EUR)</i>	1.75	01/17/2014	2,300,000	3,288,684
<i>Rabobank Nederland (EUR)</i>	4.25	01/16/2017	2,150,000	3,248,088
				44,974,298
<b>Consumer Finance: 0.20%</b>				

Edgar Filing: WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND - Form N-Q

<i>Fiat Industrial SpA</i> (EUR)	6.25	03/09/2018	400,000	557,517
<i>Virgin Media Finance plc</i> (GBP)	8.88	10/15/2019	300,000	544,195
<i>Wind Acquisition Finance SpA</i> (EUR)	11.75	07/15/2017	200,000	316,836
				1,418,548
<b>Insurance: 0.06%</b>				
<i>Towergate Finance plc</i> (GBP)	8.50	02/15/2018	250,000	406,259

*The Portfolio of Investments should be read in conjunction with the Financial Statements and Notes to Financial Statements which are included in the Fund's audited Annual Report and Semi-Annual Report. These reports include additional information about the Fund's security valuation policies and about certain security types invested in by the Fund.*

## WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND

PORTFOLIO OF INVESTMENTS July 31, 2011 (UNAUDITED)

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Thriffs &amp; Mortgage Finance: 1.83%</b>				
<i>Dexia Kommunalbank AG (EUR)</i>	3.50%	06/05/2014	4,000,000	\$ 5,901,248
<i>Eurohypo AG (EUR)</i>	3.75	03/24/2014	4,000,000	5,952,068
<i>Nationwide Building Society (EUR)</i>	3.75	01/20/2015	700,000	1,003,386
				12,856,702
<b>Health Care: 0.13%</b>				
<b>Pharmaceuticals: 0.13%</b>				
<i>Pfizer Incorporated (EUR)</i>	4.75	06/03/2016	600,000	933,059
<b>Industrials: 0.46%</b>				
<b>Building Products: 0.08%</b>				
<i>Heidelbergcement AG (EUR)</i>	8.50	10/31/2019	330,000	522,187
<b>Commercial Services &amp; Supplies: 0.08%</b>				
<i>Exova (GBP)</i>	10.50	10/15/2018	350,000	580,253
<b>Machinery: 0.05%</b>				
<i>Savcio Holdings Limited (EUR)</i>	8.00	02/15/2013	250,000	355,633
<b>Trading Companies &amp; Distributors: 0.04%</b>				
<i>Rexel SA (EUR)</i>	8.25	12/15/2016	200,000	307,496
<b>Transportation Infrastructure: 0.21%</b>				
<i>BAA Funding Limited (EUR)</i>	4.60	02/15/2018	1,000,000	1,479,676
<b>Materials: 0.33%</b>				
<b>Chemicals: 0.04%</b>				
<i>Styrolution Group GmbH (EUR)</i>	7.63	05/15/2016	200,000	277,322
<b>Containers &amp; Packaging: 0.08%</b>				
<i>Ardagh Glass Finance plc (EUR)</i>	8.75	02/01/2020	400,000	563,265
<b>Metals &amp; Mining: 0.10%</b>				
<i>New World Resources NV (EUR)</i>	7.38	05/15/2015	500,000	727,430
<b>Paper &amp; Forest Products: 0.11%</b>				
<i>Smurfit Kappa Funding plc (EUR)</i>	7.25	11/15/2017	400,000	580,507
<i>Smurfit Kappa Funding plc (EUR)</i>	7.75	11/15/2019	120,000	175,876
				756,383
<b>Telecommunication Services: 0.42%</b>				
<b>Diversified Telecommunication Services: 0.42%</b>				
<i>Deutsche Telekom International Finance (EUR)</i>	4.25	07/13/2022	1,250,000	1,787,262
<i>Telstra Corporation Limited (EUR)</i>	4.75	03/21/2017	725,000	1,121,821
				2,909,083
<b>Utilities: 0.60%</b>				

Edgar Filing: WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND - Form N-Q

**Multi-Utilities: 0.52%**

National Grid plc (EUR)	4.38	03/10/2020	1,225,000	1,833,760
Veolia Environnement SA (EUR)	4.00	02/12/2016	1,200,000	1,790,854
				3,624,614

*The Portfolio of Investments should be read in conjunction with the Financial Statements and Notes to Financial Statements which are included in the Fund's audited Annual Report and Semi-Annual Report. These reports include additional information about the Fund's security valuation policies and about certain security types invested in by the Fund.*

## WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND

PORTFOLIO OF INVESTMENTS July 31, 2011 (UNAUDITED)

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Water Utilities: 0.08%</b>				
Zinc Capital SA (EUR)	8.88%	05/15/2018	400,000	\$ 569,012
<b>Total Foreign Corporate Bonds (Cost \$72,836,612)</b>				79,333,052
<b>Foreign Government Bonds@: 20.35%</b>				
Australia Series 124 (AUD)	5.75	05/15/2021	2,750,000	3,240,155
Australia Series 25CI (AUD)	3.17	09/20/2025	6,650,000	8,543,059
Brazil (BRL)	12.50	01/05/2022	8,500,000	7,015,508
Caisse d Amortissement de la Dette Sociale (EUR)	3.38	04/25/2021	1,125,000	1,610,901
Caisse d Amortissement de la Dette Sociale (EUR)	4.25	04/25/2020	700,000	1,077,633
Canada (CAD)	2.50	09/01/2013	6,400,000	6,845,779
Canada (CAD)	3.35	12/15/2020	4,650,000	4,967,949
Czech Republic (CZK)	5.00	04/11/2019	101,850,000	6,613,777
Denmark (DKK)	4.00	11/15/2017	55,475,000	11,818,988
France (EUR)	2.00	07/12/2015	2,120,000	3,043,790
France (EUR)	2.25	02/25/2016	1,840,000	2,649,182
France (EUR)	2.50	10/25/2020	6,950,000	9,513,192
France (EUR)	3.50	04/25/2020	3,000,000	4,470,452
Germany (EUR)	3.50	04/12/2013	4,800,000	7,164,863
Hungary (HUF)	5.50	02/12/2016	325,000,000	1,630,058
Hungary (HUF)	6.75	02/24/2017	970,000,000	5,079,441
Korea (KRW)	5.25	09/10/2015	2,850,000,000	2,826,163
Korea (KRW)	5.25	03/10/2027	3,830,000,000	4,024,156
Mexico (MXN)	8.50	11/18/2038	77,900,000	7,189,322
Netherlands (EUR)	2.50	01/15/2017	900,000	1,310,344
New Zealand (NZD)	6.00	12/15/2017	6,705,000	6,347,730
Norway (NOK)	3.75	05/25/2021	30,000,000	5,965,594
Norway (NOK)	4.25	05/19/2017	28,730,000	5,835,712
Poland (PLN)	5.50	04/25/2015	16,950,000	6,176,083
Slovenia (EUR)	4.63	09/09/2024	1,425,000	1,901,384
South Africa (ZAR)	6.75	03/31/2021	33,970,000	4,545,916
Sweden (SEK)	4.50	08/12/2015	67,650,000	11,735,577
<b>Total Foreign Government Bonds (Cost \$130,650,995)</b>				143,142,708
<b>Non-Agency Mortgage Backed Securities: 1.76%</b>				
American Home Mortgage Assets Series 2006-2 Class 1A1±	1.22	09/25/2046	\$ 4,377,610	2,160,670
Banc of America Commercial Mortgage Incorporated Series 2006-03 Class AM	5.88	07/10/2044	1,340,000	1,325,794
Greenwich Capital Commercial Funding Corporation Series 2006-GG7 Class AM	5.88	07/10/2038	1,820,000	1,868,356
Lehman XS Trust Series 2006-18N Class A5A±(i)	0.36	12/25/2036	3,570,000	1,405,991
Morgan Stanley Capital I Trust Series 2006-IQ12 Class AM	5.37	12/15/2043	1,866,000	1,809,651
Morgan Stanley Capital I Trust Series 2006-IQ12 Class AMFX	5.37	12/15/2043	810,000	789,118
NCUA Guaranteed Notes Series 2011-C1 Class 1A±	0.52	02/28/2020	1,796,573	1,796,573

Edgar Filing: WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND - Form N-Q

<i>Wachovia Bank Commercial Mortgage Trust Series 2006-C23 Class AM(I)</i>	5.47	01/15/2045	1,220,000	1,264,195
<b>Total Non-Agency Mortgage Backed Securities (Cost \$12,971,117)</b>				12,420,348

	Dividend Yield		Shares	
<b>Preferred Stocks: 0.10%</b>				
<b>Financials: 0.10%</b>				
<b>Diversified Financial Services: 0.10%</b>				
<i>GMAC Capital Trust I</i>	8.13		27,000	689,310
<b>Total Preferred Stocks (Cost \$675,000)</b>				689,310

*The Portfolio of Investments should be read in conjunction with the Financial Statements and Notes to Financial Statements which are included in the Fund's audited Annual Report and Semi-Annual Report. These reports include additional information about the Fund's security valuation policies and about certain security types invested in by the Fund.*

## WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND

PORTFOLIO OF INVESTMENTS July 31, 2011 (UNAUDITED)

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Term Loans: 5.98%</b>				
<i>Advantage Sales &amp; Marketing LLC</i>	9.25%	06/18/2018	\$ 475,000	\$ 480,543
<i>Barrington Broadcasting Company</i>	4.50	08/12/2013	920,011	903,340
<i>Capital Automotive LP</i>	5.00	03/10/2017	3,935,078	3,931,142
<i>CCM Merger Incorporated&lt;</i>	7.00	03/01/2017	3,444,064	3,476,782
<i>Coinmach Corporation</i>	3.25	11/20/2014	2,971,778	2,833,709
<i>Fairpoint Communications Incorporated</i>	6.50	01/22/2016	3,532,230	3,121,608
<i>Federal Mogul Corporation</i>	2.13	12/29/2014	458,760	436,069
<i>Federal Mogul Corporation</i>	2.13	12/28/2015	417,312	396,672
<i>First Data Corporation</i>	2.94	09/24/2014	916,226	852,219
<i>First Data Corporation</i>	2.94	09/24/2014	1,408,988	1,310,556
<i>First Data Corporation</i>	2.94	09/24/2014	3,094,510	2,878,328
<i>Gray Television Incorporated</i>	3.69	12/31/2014	976,416	954,036
<i>HHI Holdings LLC</i>	7.00	03/21/2017	947,625	947,625
<i>Level 3 Financing Incorporated</i>	2.48	03/13/2014	700,000	673,925
<i>Local TV Finance LLC</i>	2.19	05/07/2013	1,424,159	1,384,739
<i>Merisant Company(i)</i>	7.50	01/08/2014	928,138	914,216
<i>NCO Group Incorporated</i>	7.82	11/15/2013	1,154,528	1,149,980
<i>Newsday LLC</i>	10.50	08/01/2013	2,755,000	2,897,929
<i>Panolam Industries International Incorporated(i)</i>	8.25	12/31/2013	226,715	207,657
<i>Springleaf Finance Corporation</i>	5.50	05/05/2017	700,000	682,500
<i>Texas Competitive Electric Holding LLC&lt;</i>	3.69	10/10/2014	12,746,983	9,987,771
<i>Texas Competitive Electric Holding LLC</i>	4.73	10/10/2017	1,550,000	1,154,192
<i>Web Service Company LLC</i>	7.00	08/28/2014	460,542	459,009
<b>Total Term Loans (Cost \$42,822,500)</b>				