

EVERGREEN MANAGED INCOME FUND

Form N-Q

September 28, 2006

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| OMB APPROVAL   |
| OMB Number: 3235-0578                                    |
| Expires: May 31, 2007                                    |
| Estimated average<br>burden<br>hours per response: 21.09 |

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

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Evergreen Managed Income Fund

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(Exact name of registrant as specified in charter)

200 Berkeley Street  
Boston, Massachusetts 02116

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(Address of principal executive offices) (Zip code)

Michael H. Koonce, Esq.  
200 Berkeley Street  
Boston, Massachusetts 02116

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(Name and address of agent for service)

Registrant's telephone number, including area code: (617) 210-3200

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Date of fiscal year end: Registrant is making a quarterly filing for one of its series, Evergreen Managed Income Fund, for the quarter ended July 31, 2006. This one series has an October 31 fiscal year end.

Date of reporting period: July 31, 2006

## Item 1 Schedule of Investments

**EVERGREEN MANAGED INCOME FUND  
SCHEDULE OF INVESTMENTS**

July 31, 2006 (unaudited)

|   | Principal<br>Amount | Value        |
|---|---------------------|--------------|
| <b>AGENCY MORTGAGE-BACKED COLLATERALIZED MORTGAGE OBLIGATIONS 5.8%</b>                      |                     |              |
| <b>FIXED-RATE 0.3%</b>  |                     |              |
| FNMA, Ser. 2001-25, Class Z, 6.00%, 06/25/2031  | \$ 1,925,595        | \$ 1,933,855 |
| <b>FLOATING-RATE 5.5%</b>   |                     |              |
| FHLMC:  |                     |              |
| Ser. 196, Class A, 6.18%, 12/15/2021  | 279,724             | 278,828      |
| Ser. 1500, Class FD, 4.96%, 05/15/2023  | 6,563,146           | 6,588,217    |
| Ser. 2247, Class FC, 5.97%, 08/15/2030  | 1,362,007           | 1,379,372    |
| Ser. 2390, Class FD, 5.82%, 12/15/2031  | 229,395             | 231,964      |
| Ser. 2411, Class F, 5.92%, 02/15/2032   | 270,505             | 273,482      |
| Ser. 2567, Class FH, 5.77%, 02/15/2033  | 642,312             | 644,182      |
| Ser. T-62, Class 1A1, 5.21%, 10/25/2044   | 4,585,213           | 4,664,537    |
| FNMA:   |                     |              |
| Ser. 2000-45, Class F, 5.77%, 12/25/2030  | 1,207,411           | 1,216,539    |
| Ser. 2001-24, Class FC, 5.92%, 04/25/2031   | 428,206             | 430,805      |
| Ser. 2001-35, Class F, 5.92%, 07/25/2031  | 93,175              | 94,908       |
| Ser. 2001-37, Class F, 5.82%, 08/25/2031  | 455,758             | 457,818      |
| Ser. 2001-57, Class F, 5.82%, 06/25/2031  | 93,806              | 95,250       |
| Ser. 2001-62, Class FC, 5.97%, 11/25/2031   | 1,233,070           | 1,257,849    |
| Ser. 2002-77:   |                     |              |
| Class FH, 5.65%, 12/18/2032   | 535,050             | 540,561      |
| Class FV, 5.75%, 12/18/2032   | 1,810,766           | 1,836,485    |
| Ser. 2002-95, Class FK, 5.82%, 01/25/2033   | 5,587,198           | 5,735,538    |
| Ser. 2002-97, Class FR, 5.87%, 01/25/2033   | 197,048             | 198,301      |
| Ser. 2003-W8, Class 3F2, 5.67%, 05/25/2042  | 1,037,810           | 1,062,137    |
| Ser. 2005-W4, Class 3A, 5.29%, 06/25/2035   | 10,284,853          | 10,636,801   |
| Ser. G92-53, Class FA, 6.09%, 09/25/2022  | 2,510,088           | 2,558,027    |
| GNMA, Ser. 1997-13, Class F, 5.875%, 09/16/2027   | 2,436,783           | 2,455,116    |
|   |                     | 42,636,717   |
| <i>Total Agency Mortgage-Backed Collateralized Mortgage Obligations (cost \$44,244,725)</i> |                     | 44,570,572   |
| <b>AGENCY MORTGAGE-BACKED PASS THROUGH SECURITIES 32.1%</b>                                 |                     |              |
| <b>FIXED-RATE 5.4%</b>  |                     |              |
| FHLMC:  |                     |              |
| 6.00%, 04/01/2036   | 6,680,978           | 6,646,138    |
| 6.50%, 06/01/2017   | 4,407,873           | 4,499,381    |
| FNMA:   |                     |              |

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|                                |            |            |
|--------------------------------|------------|------------|
| 6.00%, 04/01/2033              | 662,524    | 658,343    |
| 6.50%, 11/01/2032              | 570,355    | 578,414    |
| 7.00%, 09/01/2031 - 08/01/2032 | 2,905,959  | 2,993,941  |
| 7.35%, 02/01/2012              | 699,158    | 703,023    |
| 7.50%, 07/01/2017 - 07/01/2032 | 751,253    | 783,369    |
| 8.00%, 06/01/2030              | 224,464    | 237,089    |
| FNMA 30 year, 6.50%, TBA #     | 11,235,000 | 11,368,416 |
| GNMA:                          |            |            |
| 5.50%, 06/15/2035              | 9,208,296  | 9,021,603  |
| 6.50%, 06/15/2028              | 158,422    | 161,449    |
| 9.50%, 12/15/2009 - 04/15/2011 | 3,870,569  | 4,270,064  |
|                                |            | 41,921,230 |

**FLOATING-RATE 26.7%**

|                   |            |            |
|-------------------|------------|------------|
| FHLMC:            |            |            |
| 3.37%, 12/01/2033 | 13,100,893 | 13,349,810 |
| 4.05%, 12/01/2026 | 166,687    | 170,209    |
| 4.29%, 10/01/2017 | 7,775      | 7,955      |
| 4.65%, 10/01/2030 | 34,372     | 34,537     |
| 4.87%, 10/01/2033 | 351,006    | 360,971    |
| 4.95%, 10/01/2022 | 231,366    | 236,838    |
| 5.03%, 05/01/2025 | 97,985     | 101,657    |

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**EVERGREEN MANAGED INCOME FUND**  
**SCHEDULE OF INVESTMENTS** continued

July 31, 2006 (unaudited)

|  | Principal<br>Amount | Value        |
|--|---------------------|--------------|
| <b>AGENCY MORTGAGE-BACKED PASS THROUGH</b> |                     |              |
| <b>SECURITIES</b> continued                |                     |              |
| <b>FLOATING-RATE</b> continued             |                     |              |
| FHLMC:                                     |                     |              |
| 5.04%, 07/01/2035                          | \$ 1,072,241        | \$ 1,047,333 |
| 5.07%, 10/01/2035                          | 5,973,236           | 5,917,506    |
| 5.12%, 07/01/2019                          | 17,467              | 17,432       |
| 5.13%, 06/01/2018                          | 120,734             | 121,469      |
| 5.14%, 06/01/2031                          | 930,185             | 967,551      |
| 5.16%, 08/01/2017 - 03/01/2018             | 358,243             | 367,368      |
| 5.32%, 06/01/2030                          | 601,176             | 608,733      |
| 5.33%, 05/01/2019                          | 18,908              | 19,577       |
| 5.36%, 06/01/2035                          | 248,078             | 252,561      |
| 5.375%, 02/01/2016                         | 45,819              | 46,081       |
| 5.39%, 06/01/2033                          | 2,339,639           | 2,412,168    |
| 5.50%, 12/01/2018 - 08/01/2032             | 3,781,726           | 3,938,100    |
| 5.55%, 07/01/2030                          | 253,008             | 261,104      |

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|                                |           |           |
|--------------------------------|-----------|-----------|
| 5.57%, 01/01/2030              | 292,199   | 301,394   |
| 5.61%, 03/01/2032              | 6,374,415 | 6,401,938 |
| 5.625%, 02/01/2016             | 65,146    | 65,365    |
| 5.65%, 06/01/2028              | 183,863   | 186,751   |
| 5.81%, 06/01/2031              | 1,317,670 | 1,360,956 |
| 5.87%, 11/01/2023              | 254,655   | 259,840   |
| 6.00%, 01/01/2018              | 135,197   | 136,621   |
| 6.06%, 03/01/2024              | 392,396   | 407,982   |
| 6.14%, 01/01/2027              | 403,640   | 419,891   |
| 6.25%, 10/01/2024              | 54,248    | 55,058    |
| 6.28%, 12/01/2022              | 94,017    | 96,083    |
| 6.34%, 10/01/2024 - 10/01/2033 | 1,345,074 | 1,398,548 |
| 6.39%, 10/01/2030              | 988,126   | 1,031,683 |
| 6.48%, 09/01/2032              | 1,584,239 | 1,653,344 |
| 6.58%, 08/01/2030              | 1,024,736 | 1,080,256 |
| 6.66%, 09/01/2032              | 7,222,463 | 7,496,122 |
| 6.74%, 06/01/2023              | 544,249   | 561,763   |
| 6.95%, 07/01/2032              | 3,593,488 | 3,611,161 |
| 7.28%, 03/01/2031              | 112,092   | 112,297   |
| 8.50%, 03/01/2030              | 198,337   | 212,494   |
| FNMA:                          |           |           |
| 4.07%, 10/01/2029              | 252,417   | 252,151   |
| 4.51%, 05/01/2033              | 3,445,611 | 3,363,054 |
| 4.57%, 08/01/2020              | 2,408,329 | 2,382,800 |
| 4.62%, 06/01/2033              | 2,173,204 | 2,182,766 |
| 4.70%, 12/01/2009              | 5,017,980 | 5,058,877 |
| 4.75%, 12/01/2016 - 01/01/2035 | 699,408   | 678,639   |
| 4.80%, 08/01/2034              | 8,893,047 | 8,931,643 |
| 4.86%, 04/01/2035              | 4,164,696 | 4,149,994 |
| 4.87%, 03/01/2033              | 791,269   | 793,801   |
| 4.88%, 07/01/2020              | 1,148,475 | 1,139,931 |
| 4.98%, 03/01/2033              | 171,800   | 170,050   |
| 4.99%, 12/01/2031 - 10/01/2033 | 1,266,462 | 1,287,401 |
| 5.00%, 01/01/2017 - 03/01/2034 | 2,794,240 | 2,854,493 |
| 5.06%, 05/01/2029              | 8,204,093 | 8,308,613 |
| 5.11%, 02/01/2035              | 2,036,427 | 2,077,217 |
| 5.13%, 12/01/2017 - 11/01/2035 | 5,010,902 | 5,084,878 |
| 5.16%, 03/01/2034              | 2,040,292 | 2,074,937 |
| 5.23%, 02/01/2035              | 2,484,649 | 2,525,571 |
| 5.25%, 03/01/2035              | 7,215,399 | 7,465,918 |
| 5.34%, 04/01/2034              | 1,932,081 | 1,974,683 |
| 5.46%, 03/01/2032              | 796,473   | 793,510   |

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**EVERGREEN MANAGED INCOME FUND**  
**SCHEDULE OF INVESTMENTS** continued

July 31, 2006 (unaudited)

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|  | Principal<br>Amount | Value        |
|--|---------------------|--------------|
| <b>AGENCY MORTGAGE-BACKED PASS THROUGH</b> |                     |              |
| <b>SECURITIES continued</b>                |                     |              |
| <b>FLOATING-RATE continued</b>             |                     |              |
| FNMA:                                      |                     |              |
| 5.48%, 07/01/2044                          | \$ 2,820,139        | \$ 2,881,223 |
| 5.50%, 04/01/2025                          | 345,321             | 347,856      |
| 5.52%, 04/01/2034                          | 4,685,350           | 4,813,681    |
| 5.53%, 09/01/2041                          | 2,111,990           | 2,131,319    |
| 5.58%, 12/01/2031                          | 488,623             | 505,896      |
| 5.60%, 01/01/2034                          | 1,144,893           | 1,156,960    |
| 5.67%, 08/01/2027                          | 612,281             | 620,766      |
| 5.68%, 06/01/2040 - 12/01/2040             | 7,465,339           | 7,622,385    |
| 5.84%, 10/01/2032                          | 7,821,641           | 8,096,728    |
| 5.85%, 04/01/2031                          | 1,347,470           | 1,355,393    |
| 5.94%, 06/01/2031 - 10/01/2032             | 665,909             | 681,065      |
| 5.95%, 12/01/2034                          | 2,720,161           | 2,809,519    |
| 6.11%, 07/01/2032                          | 2,078,855           | 2,150,471    |
| 6.14%, 12/01/2035                          | 8,802,757           | 9,129,075    |
| 6.27%, 10/01/2035                          | 7,121,647           | 7,368,056    |
| 6.32%, 04/01/2024                          | 218,710             | 228,034      |
| 6.33%, 01/01/2033 - 05/01/2034             | 5,692,239           | 5,810,874    |
| 6.375%, 12/01/2023                         | 101,344             | 105,694      |
| 6.40%, 02/01/2035                          | 5,050,713           | 5,226,933    |
| 6.41%, 02/01/2035                          | 953,908             | 996,443      |
| 6.43%, 10/01/2034                          | 1,444,931           | 1,486,112    |
| 6.44%, 11/01/2024                          | 721,309             | 735,201      |
| 6.48%, 04/01/2028                          | 775,095             | 782,272      |
| 6.52%, 04/01/2034                          | 2,746,505           | 2,845,379    |
| 6.55%, 09/01/2024                          | 13,136              | 13,296       |
| 6.59%, 06/01/2024                          | 380,162             | 394,923      |
| 6.625%, 05/01/2021                         | 9,038               | 8,995        |
| 6.66%, 02/01/2038                          | 698,500             | 731,057      |
| 6.70%, 02/01/2038                          | 356,016             | 372,300      |
| 6.75%, 08/01/2021                          | 12,218              | 12,100       |
| 6.83%, 12/01/2022 - 09/01/2032             | 776,596             | 803,566      |
| 6.95%, 09/01/2024                          | 360,258             | 374,142      |
| 7.14%, 06/01/2037                          | 687,826             | 715,937      |
| 7.28%, 07/01/2033                          | 1,214,478           | 1,289,375    |
| 7.62%, 04/01/2033                          | 774,391             | 782,799      |
| GNMA:                                      |                     |              |
| 4.50%, 09/20/2030                          | 722,248             | 735,740      |
| 5.00%, 11/20/2030 - 10/20/2031             | 2,468,011           | 2,505,812    |
| 5.125%, 10/20/2029 - 11/20/2030            | 3,908,461           | 3,972,201    |
| 5.25%, 02/20/2029                          | 1,389,000           | 1,414,349    |
| 5.375%, 01/20/2027 - 03/20/2028            | 695,287             | 711,461      |
| 5.50%, 02/20/2031                          | 900,167             | 926,344      |
|  |                     | 206,291,166  |

|  |           |             |
|--|-----------|-------------|
| <i>Total Agency Mortgage-Backed Pass Through Securities (cost \$248,352,851)</i>             |           | 248,212,396 |
| <b>AGENCY REPERFORMING MORTGAGE-BACKED PASS THROUGH SECURITIES 1.4%</b>                      |           |             |
| FNMA:  |           |             |
| Ser. 2001-T10, Class A2, 7.50%, 12/25/2041   | 562,889   | 586,542     |
| Ser. 2002-T6, Class A4, 5.33%, 03/25/2041  | 2,105,202 | 2,126,737   |
| Ser. 2003-W2, Class 2A8, 5.67%, 07/25/2042   | 670,803   | 697,313     |
| Ser. 2003-W6:  |           |             |
| Class 3A, 6.50%, 09/25/2042  | 1,352,467 | 1,373,822   |
| Class F, 5.67%, 09/25/2042   | 5,939,134 | 6,037,545   |
| <i>Total Agency Reperforming Mortgage-Backed Pass Through Securities (cost \$10,826,072)</i> |           | 10,821,959  |

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### EVERGREEN MANAGED INCOME FUND SCHEDULE OF INVESTMENTS continued

July 31, 2006 (unaudited)

|   | Principal<br>Amount | Value        |
|---|---------------------|--------------|
| <b>CORPORATE BONDS 69.1%</b>                    |                     |              |
| <b>CONSUMER DISCRETIONARY 21.4%</b>             |                     |              |
| <b>Auto Components 2.5%</b>                     |                     |              |
| Accuride Corp., 8.50%, 02/01/2015               | \$ 3,000,000        | \$ 2,805,000 |
| Goodyear Tire & Rubber Co., 9.00%, 07/01/2015 p | 3,000,000           | 2,902,500    |
| Tenneco Automotive, Inc., 8.625%, 11/15/2014 p  | 6,125,000           | 6,109,687    |
| TRW Automotive, Inc., 11.00%, 02/15/2013        | 3,000,000           | 3,292,500    |
| Visteon Corp., 8.25%, 08/01/2010 p              | 4,500,000           | 4,162,500    |
|   |                     | 19,272,187   |
| <b>Automobiles 0.5%</b>                         |                     |              |
| General Motors Corp., 8.375%, 07/15/2033 p      | 4,250,000           | 3,506,250    |
| <b>Diversified Consumer Services 0.6%</b>       |                     |              |
| Carriage Services, Inc., 7.875%, 01/15/2015     | 1,540,000           | 1,509,200    |
| Education Management Corp.:                     |                     |              |
| 8.75%, 06/01/2014 144A                          | 1,525,000           | 1,536,438    |
| 10.25%, 06/01/2016 144A                         | 1,775,000           | 1,801,625    |
|   |                     | 4,847,263    |

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**Hotels, Restaurants & Leisure 2.9%**

|   |           |            |
|---|-----------|------------|
| Inn of the Mountain Gods Resort & Casino, 12.00%,<br>11/15/2010 p | 3,000,000 | 3,153,750  |
| Mandalay Resort Group, Ser. B, 10.25%,<br>08/01/2007              | 7,000,000 | 7,262,500  |
| MGM MIRAGE, Inc., 9.75%, 06/01/2007                               | 5,500,000 | 5,671,875  |
| Seneca Gaming Corp., Ser. B, 7.25%, 05/01/2012                    | 750,000   | 735,000    |
| Universal City Development Partners, Ltd., 11.75%,<br>04/01/2010  | 5,250,000 | 5,709,375  |
|   |           | 22,532,500 |

**Household Durables 1.6%**

|  |           |            |
|--|-----------|------------|
| Hovnanian Enterprises, Inc., 7.75%, 05/15/2013   | 1,750,000 | 1,579,375  |
| Jarden Corp., 9.75%, 05/01/2012                  | 3,000,000 | 3,135,000  |
| Libbey, Inc., 12.42%, 06/01/2011 144A            | 3,000,000 | 2,955,000  |
| Standard Pacific Corp., 9.25%, 04/15/2012 p      | 3,000,000 | 2,865,000  |
| Technical Olympic USA, Inc., 10.375%, 07/01/2012 | 2,000,000 | 1,750,000  |
|  |           | 12,284,375 |

**Media 8.1%**

|  |           |            |
|--|-----------|------------|
| AMC Entertainment, Inc., Ser. B, 8.625%,<br>08/15/2012         | 4,570,000 | 4,689,963  |
| American Media Operations, Inc., Ser. B, 10.25%,<br>05/01/2009 | 3,000,000 | 2,816,250  |
| Cablevision Systems Corp., Ser. B, 8.00%,<br>04/15/2012 p      | 4,425,000 | 4,402,875  |
| Cinemark USA, Inc., 9.00%, 02/01/2013                          | 5,000,000 | 5,262,500  |
| CSC Holdings, Inc., 7.625%, 04/01/2011                         | 1,800,000 | 1,820,250  |
| Dex Media East, LLC:<br>9.875%, 11/15/2009                     | 5,500,000 | 5,836,875  |
| 12.125%, 11/15/2012  | 3,000,000 | 3,367,500  |
| Houghton Mifflin Co.:<br>8.25%, 02/01/2011                     | 3,125,000 | 3,171,875  |
| Sr. Disc. Note, Step Bond, 0.00%, 10/15/2013 □                 | 3,000,000 | 2,497,500  |
| Mediacom Communications Corp., 9.50%,<br>01/15/2013 p          | 9,000,000 | 9,157,500  |
| Paxson Communications Corp., FRN, 11.76%,<br>01/15/2013 144A   | 4,000,000 | 4,070,000  |
| R.H. Donnelley Corp., 10.875%, 12/15/2012                      | 5,000,000 | 5,518,750  |
| Sinclair Broadcast Group, Inc., 8.00%, 03/15/2012<br>p         | 3,000,000 | 3,045,000  |
| Sirius Satellite Radio, Inc., 9.625%, 08/01/2013 p             | 4,725,000 | 4,441,500  |
| Visant Corp., 7.625%, 10/01/2012                               | 3,035,000 | 2,955,331  |
|  |           | 63,053,669 |

**Multi-line Retail 0.8%**

|   |           |           |
|---|-----------|-----------|
| Neiman Marcus Group, Inc.:<br>9.00%, 10/15/2015 p | 3,000,000 | 3,176,250 |
| 10.375%, 10/15/2015                               | 3,000,000 | 3,198,750 |

6,375,000

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**EVERGREEN MANAGED INCOME FUND**  
**SCHEDULE OF INVESTMENTS** continued

July 31, 2006 (unaudited)

|  | Principal<br>Amount | Value        |
|--|---------------------|--------------|
| <b>CORPORATE BONDS</b> continued                             |                     |              |
| <b>CONSUMER DISCRETIONARY</b> continued                      |                     |              |
| <b>Specialty Retail 1.7%</b>                                 |                     |              |
| American Achievement Corp., 8.25%, 04/01/2012                | \$ 1,845,000        | \$ 1,826,550 |
| Baker & Taylor, Inc., 11.50%, 07/01/2013 144A                | 3,500,000           | 3,517,500    |
| Linens 'n Things, Inc., FRN, 11.13%, 01/15/2014<br>144A p    | 1,750,000           | 1,631,875    |
| United Auto Group, Inc., 9.625%, 03/15/2012                  | 5,750,000           | 6,023,125    |
|  |                     | 12,999,050   |
| <b>Textiles, Apparel &amp; Luxury Goods 2.7%</b>             |                     |              |
| Levi Strauss & Co.:  |                     |              |
| 9.75%, 01/15/2015  | 5,975,000           | 6,154,250    |
| 12.25%, 12/15/2012   | 2,750,000           | 3,093,750    |
| Norcross Safety Products, LLC, Ser. B, 9.875%,<br>08/15/2011 | 6,000,000           | 6,270,000    |
| Unifi, Inc., 11.50%, 05/15/2014 144A                         | 2,500,000           | 2,431,250    |
| Warnaco Group, Inc., 8.875%, 06/15/2013                      | 3,000,000           | 3,078,750    |
|  |                     | 21,028,000   |
| <b>CONSUMER STAPLES 2.2%</b>                                 |                     |              |
| <b>Food &amp; Staples Retailing 0.7%</b>                     |                     |              |
| Rite Aid Corp., 12.50%, 09/15/2006                           | 5,725,000           | 5,796,563    |
| <b>Food Products 0.8%</b>                                    |                     |              |
| Del Monte Foods Co., 8.625%, 12/15/2012                      | 5,608,000           | 5,846,340    |
| <b>Personal Products 0.7%</b>                                |                     |              |
| Playtex Products, Inc., 8.00%, 03/01/2011                    | 5,125,000           | 5,336,406    |
| <b>ENERGY 7.0%</b>   |                     |              |
| <b>Energy Equipment &amp; Services 1.9%</b>                  |                     |              |
| Dresser-Rand Group, Inc., 9.375%, 04/15/2011                 | 4,500,000           | 4,590,000    |
| GulfMark Offshore, Inc., 7.75%, 07/15/2014                   | 1,675,000           | 1,637,312    |



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|   |           |            |
|---|-----------|------------|
| Hanover Compressor Co., 8.75%, 09/01/2011                   | 3,000,000 | 3,142,500  |
| Parker Drilling Co., 9.625%, 10/01/2013 p                   | 5,141,000 | 5,603,690  |
|   |           | 14,973,502 |
| <b>Oil, Gas &amp; Consumable Fuels 5.1%</b>                 |           |            |
| ANR Pipeline Co., 8.875%, 03/15/2010                        | 1,135,000 | 1,205,089  |
| Chesapeake Energy Corp., 7.75%, 01/15/2015 p                | 5,425,000 | 5,492,812  |
| El Paso Corp., 7.875%, 06/15/2012 p                         | 3,000,000 | 3,082,500  |
| El Paso Production Holding Co., 7.75%, 06/01/2013           | 4,500,000 | 4,595,625  |
| Overseas Shipholding Group, Inc., 8.25%,<br>03/15/2013      | 6,000,000 | 6,240,000  |
| Plains Exploration & Production Co., 8.75%,<br>07/01/2012 p | 5,501,000 | 5,782,926  |
| Premcor Refining Group, Inc., 9.50%, 02/01/2013             | 2,650,000 | 2,887,647  |
| Targa Resources, Inc., 8.50%, 11/01/2013 144A               | 2,900,000 | 2,856,500  |
| Williams Cos.:  |           |            |
| 7.50%, 01/15/2031   | 2,850,000 | 2,757,375  |
| 8.125%, 03/15/2012  | 4,150,000 | 4,367,875  |
|   |           | 39,268,349 |
| <b>FINANCIALS 5.0%</b>                                      |           |            |
| <b>Consumer Finance 2.7%</b>                                |           |            |
| CCH II Capital Corp., 10.25%, 09/15/2010                    | 4,600,000 | 4,669,000  |
| Ford Motor Credit Corp., 9.75%, 09/15/2010 144A             | 7,000,000 | 6,933,997  |
| Northern Telecom Capital Corp., 7.875%,<br>06/15/2026       | 3,000,000 | 2,550,000  |
| Terra Capital, Inc., 11.50%, 06/01/2010                     | 3,600,000 | 3,906,000  |
| Triad Financial Corp., Ser. B, 11.125%, 05/01/2013          | 2,900,000 | 2,784,000  |
|   |           | 20,842,997 |
| <b>Insurance 0.7%</b>                                       |           |            |
| Crum & Forster Holdings Corp., 10.375%,<br>06/15/2013 p     | 5,000,000 | 5,125,000  |

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**EVERGREEN MANAGED INCOME FUND**  
**SCHEDULE OF INVESTMENTS** continued

July 31, 2006 (unaudited)

|   | Principal Amount | Value |
|---|------------------|-------|
| <b>CORPORATE BONDS</b> continued          |                  |       |
| <b>FINANCIALS</b> continued               |                  |       |
| <b>Real Estate Investment Trusts 1.6%</b> |                  |       |

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|   |    |           |    |                   |
|---|----|-----------|----|-------------------|
| Crescent Real Estate Equities Co., 9.25%,<br>04/15/2009   | \$ | 4,500,000 | \$ | 4,663,125         |
| Saxon Capital, Inc., 12.00%, 05/01/2014 144A p            |    | 2,000,000 |    | 2,040,000         |
| Thornburg Mortgage, Inc., 8.00%, 05/15/2013               |    | 6,000,000 |    | 5,880,000         |
|   |    |           |    | <b>12,583,125</b> |
| <b>HEALTH CARE 2.8%</b>                                   |    |           |    |                   |
| <b>Health Care Equipment &amp; Supplies 0.8%</b>          |    |           |    |                   |
| Universal Hospital Services, Inc., 10.125%,<br>11/01/2011 |    | 5,920,000 |    | 6,156,800         |
| <b>Health Care Providers &amp; Services 2.0%</b>          |    |           |    |                   |
| HCA, Inc., 8.75%, 09/01/2010                              |    | 8,250,000 |    | 8,332,500         |
| IASIS Healthcare Corp., 8.75%, 06/15/2014                 |    | 4,575,000 |    | 4,414,875         |
| Select Medical Corp., 7.625%, 02/01/2015                  |    | 3,500,000 |    | 2,992,500         |
|   |    |           |    | <b>15,739,875</b> |
| <b>INDUSTRIALS 3.8%</b>                                   |    |           |    |                   |
| <b>Commercial Services &amp; Supplies 1.8%</b>            |    |           |    |                   |
| Allied Waste North America, Inc., 9.25%,<br>09/01/2012    |    | 7,000,000 |    | 7,472,500         |
| NationsRent Companies, Inc., 9.50%, 10/15/2010            |    | 6,000,000 |    | 6,548,634         |
|   |    |           |    | <b>14,021,134</b> |
| <b>Machinery 2.0%</b>                                     |    |           |    |                   |
| Case New Holland, Inc., 9.25%, 08/01/2011                 |    | 9,750,000 |    | 10,322,813        |
| Commercial Vehicle Group, Inc., 8.00%,<br>07/01/2013      |    | 1,775,000 |    | 1,692,906         |
| RBS Global, Inc., 9.50%, 08/01/2014 144A                  |    | 3,750,000 |    | 3,768,750         |
|   |    |           |    | <b>15,784,469</b> |
| <b>INFORMATION TECHNOLOGY 2.8%</b>                        |    |           |    |                   |
| <b>Electronic Equipment &amp; Instruments 0.5%</b>        |    |           |    |                   |
| Da-Lite Screen Co., Inc., 9.50%, 05/15/2011               |    | 3,650,000 |    | 3,859,875         |
| <b>IT Services 1.5%</b>                                   |    |           |    |                   |
| SunGard Data Systems, Inc.:                               |    |           |    |                   |
| 9.125%, 08/15/2013  |    | 9,450,000 |    | 9,698,062         |
| 10.25%, 08/15/2015 p                                      |    | 1,750,000 |    | 1,782,813         |
|   |    |           |    | <b>11,480,875</b> |
| <b>Software 0.8%</b>                                      |    |           |    |                   |
| UGS Corp., 10.00%, 06/01/2012                             |    | 5,740,000 |    | 6,206,375         |
| <b>MATERIALS 12.1%</b>                                    |    |           |    |                   |
| <b>Chemicals 3.9%</b>                                     |    |           |    |                   |

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|   |           |                   |
|---|-----------|-------------------|
| Equistar Chemicals, LP, 10.625%, 05/01/2011           | 5,700,000 | 6,156,000         |
| Huntsman Advanced Materials, LLC, 11.625%, 10/15/2010 | 3,000,000 | 3,318,750         |
| Huntsman International, LLC, 11.50%, 07/15/2012       | 6,300,000 | 7,056,000         |
| Lyondell Chemical Co.:                                |           |                   |
| 9.50%, 12/15/2008 p                                   | 1,880,000 | 1,941,100         |
| 10.50%, 06/01/2013                                    | 3,960,000 | 4,365,900         |
| 11.125%, 07/15/2012 p                                 | 1,165,000 | 1,274,219         |
| Tronox Worldwide, LLC, 9.50%, 12/01/2012              | 6,125,000 | 6,354,687         |
|   |           | <u>30,466,656</u> |
| <b>Containers &amp; Packaging 2.7%</b>                |           |                   |
| Crown Americas, Inc., 7.75%, 11/15/2015 144A          | 3,300,000 | 3,271,125         |
| Graham Packaging Co., 9.875%, 10/15/2014 p            | 3,075,000 | 3,005,813         |
| Graphic Packaging International, Inc.:                |           |                   |
| 8.50%, 08/15/2011 p                                   | 2,000,000 | 2,020,000         |
| 9.50%, 08/15/2013 p                                   | 4,000,000 | 4,020,000         |

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**EVERGREEN MANAGED INCOME FUND**  
**SCHEDULE OF INVESTMENTS** continued

July 31, 2006 (unaudited)

|   | Principal<br>Amount | Value             |
|---|---------------------|-------------------|
| <b>CORPORATE BONDS continued</b>                |                     |                   |
| <b>MATERIALS continued</b>                      |                     |                   |
| <b>Containers &amp; Packaging continued</b>     |                     |                   |
| Owens-Brockway Glass Containers, Inc.:          |                     |                   |
| 8.25%, 05/15/2013                               | \$ 4,300,000        | \$ 4,375,250      |
| 8.75%, 11/15/2012                               | 4,050,000           | 4,293,000         |
|   |                     | <u>20,985,188</u> |
| <b>Metals &amp; Mining 2.7%</b>                 |                     |                   |
| Freeport-McMoRan Copper & Gold, Inc.:           |                     |                   |
| 6.875%, 02/01/2014 p                            | 4,705,000           | 4,610,900         |
| 10.125%, 02/01/2010                             | 1,450,000           | 1,551,500         |
| Indalex Holding Corp., 11.50%, 02/01/2014 144A  | 4,000,000           | 4,090,000         |
| United States Steel Corp., 10.75%, 08/01/2008   | 9,450,000           | 10,253,250        |
|   |                     | <u>20,505,650</u> |
| <b>Paper &amp; Forest Products 2.8%</b>         |                     |                   |
| Bowater, Inc., 9.375%, 12/15/2021 p             | 3,000,000           | 2,880,000         |
| Buckeye Technologies, Inc., 8.50%, 10/01/2013 p | 5,000,000           | 4,900,000         |

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|   |           |            |
|---|-----------|------------|
| Georgia Pacific Corp.:                                |           |            |
| 8.00%, 01/15/2024                                     | 1,670,000 | 1,590,675  |
| 8.125%, 05/15/2011                                    | 6,000,000 | 6,015,000  |
| Verso Paper Holdings, LLC:                            |           |            |
| 9.125%, 08/01/2014 144A #                             | 1,750,000 | 1,758,750  |
| 11.375%, 08/01/2016 144A #                            | 4,250,000 | 4,250,000  |
|   |           | 21,394,425 |
| <b>TELECOMMUNICATION SERVICES 7.3%</b>                |           |            |
| <b>Diversified Telecommunication Services 3.1%</b>    |           |            |
| Citizens Communications Co., 9.25%, 05/15/2011        |           |            |
|   | 3,000,000 | 3,270,000  |
| Consolidated Communications, Inc., 9.75%, 04/01/2012  |           |            |
|   | 3,900,000 | 4,075,500  |
| Insight Midwest, LP:                                  |           |            |
| 9.75%, 10/01/2009                                     | 3,750,000 | 3,834,375  |
| 10.50%, 11/01/2010                                    | 3,500,000 | 3,657,500  |
| Qwest Communications International, Inc.:             |           |            |
| 7.875%, 09/01/2011                                    | 3,000,000 | 3,120,000  |
| 8.875%, 03/15/2012                                    | 5,250,000 | 5,683,125  |
|   |           | 23,640,500 |
| <b>Wireless Telecommunication Services 4.2%</b>       |           |            |
| Alamosa Holdings, Inc., 11.00%, 07/31/2010            |           |            |
|   | 1,600,000 | 1,756,000  |
| American Cellular Corp., 10.00%, 08/01/2011           |           |            |
|   | 2,500,000 | 2,631,250  |
| Centennial Communications Corp.:                      |           |            |
| 10.00%, 01/01/2013 p                                  | 1,500,000 | 1,503,750  |
| 10.125%, 06/15/2013                                   | 4,000,000 | 4,240,000  |
| Dobson Communications Corp., 8.375%, 11/01/2011 p     |           |            |
|   | 1,500,000 | 1,560,000  |
| Horizon PCS, Inc., 11.375%, 07/15/2012                |           |            |
|   | 2,200,000 | 2,480,500  |
| Rural Cellular Corp.:                                 |           |            |
| 8.25%, 03/15/2012                                     | 5,750,000 | 5,965,625  |
| 9.75%, 01/15/2010 p                                   | 3,125,000 | 3,148,437  |
| Sprint Nextel Corp., Inc., Ser. D, 7.375%, 08/01/2015 |           |            |
|   | 6,000,000 | 6,153,168  |
| UbiquiTel, Inc., 9.875%, 03/01/2011                   |           |            |
|   | 1,500,000 | 1,638,750  |
| US Unwired, Inc., Ser. B, 10.00%, 06/15/2012          |           |            |
|   | 1,500,000 | 1,657,500  |
|   |           | 32,734,980 |
| <b>UTILITIES 4.7%</b>                                 |           |            |
| <b>Electric Utilities 1.2%</b>                        |           |            |
| Reliant Energy, Inc.:                                 |           |            |
| 9.25%, 07/15/2010                                     | 3,000,000 | 3,090,000  |
| 9.50%, 07/15/2013 p                                   | 5,500,000 | 5,665,000  |
|   |           | 8,755,000  |

**EVERGREEN MANAGED INCOME FUND**  
**SCHEDULE OF INVESTMENTS** continued

July 31, 2006 (unaudited)

|   | Principal<br>Amount | Value        |
|---|---------------------|--------------|
| <b>CORPORATE BONDS continued</b>  |                     |              |
| <b>UTILITIES continued</b>  |                     |              |
| <b>Gas Utilities 0.5%</b>   |                     |              |
| SEMCO Energy, Inc., 7.75%, 05/15/2013   | \$ 4,000,000        | \$ 4,011,172 |
| <b>Independent Power Producers &amp; Energy Traders 3.0%</b>                                      |                     |              |
| AES Corp., 9.00%, 05/15/2015 144A   | 6,800,000           | 7,344,000    |
| Dynegy, Inc., 8.375%, 05/01/2016 144A b   | 9,000,000           | 8,887,500    |
| Mirant Americas Generation, LLC, 8.50%,<br>10/01/2021   | 3,000,000           | 2,805,000    |
| Mirant Corp., 7.375%, 12/31/2013 144A   | 4,425,000           | 4,275,656    |
|   |                     | 23,312,156   |
| <i>Total Corporate Bonds (cost<br/>\$545,358,706)</i>   |                     | 534,725,706  |
| <b>FOREIGN BONDS-CORPORATE (PRINCIPAL<br/>AMOUNT DENOMINATED IN CURRENCY<br/>INDICATED) 13.9%</b> |                     |              |
| <b>CONSUMER DISCRETIONARY 0.3%</b>  |                     |              |
| <b>Auto Components 0.1%</b>   |                     |              |
| TRW Automotive, Inc., 10.125%, 02/15/2013 EUR   | 704,000             | 1,006,305    |
| <b>Multi-line Retail 0.2%</b>   |                     |              |
| Woolworths Group plc, 8.75%, 11/15/2006 GBP   | 750,000             | 1,425,595    |
| <b>CONSUMER STAPLES 0.8%</b>  |                     |              |
| <b>Beverages 0.2%</b>   |                     |              |
| Canandaigua Brands, Inc., 8.50%, 11/15/2009 GBP   | 750,000             | 1,507,908    |
| <b>Food &amp; Staples Retailing 0.2%</b>  |                     |              |
| Ahold USA, Inc., 5.875%, 03/14/2012 EUR   | 1,000,000           | 1,311,123    |
| <b>Tobacco 0.4%</b>   |                     |              |
| Imperial Tobacco plc, 6.50%, 11/13/2008 GBP   | 1,500,000           | 2,870,664    |
| <b>ENERGY 0.1%</b>  |                     |              |
| <b>Oil, Gas &amp; Consumable Fuels 0.1%</b>   |                     |              |
| Transco plc, 7.00%, 12/15/2008 AUD  | 1,000,000           | 772,046      |

**FINANCIALS 11.7%****Capital Markets 0.8%**

|  |           |           |
|--|-----------|-----------|
| Deutsche Bank AG, FRN, 4.35%, 08/09/2007 CAD | 6,200,000 | 5,482,498 |
| Morgan Stanley, FRN, 5.33%, 11/14/2013 GBP   | 510,000   | 951,159   |

6,433,657

**Commercial Banks 6.7%**

|  |            |           |
|--|------------|-----------|
| BOS International Australia, 3.50%, 01/22/2007 CAD     |            | 4,397,424 |
| DnB NOR ASA, FRN, 4.55%, 12/08/2008 CAD                | 4,000,000  | 3,531,125 |
| Eurofima:  |            |           |
| 5.50%, 09/15/2009 AUD                                  | 2,400,000  | 1,798,846 |
| 6.50%, 08/22/2011 AUD                                  | 5,000,000  | 3,859,921 |
| European Investment Bank:                              |            |           |
| 4.00%, 04/15/2009 SEK                                  | 5,000,000  | 701,321   |
| 4.50%, 01/14/2013 GBP                                  | 1,940,000  | 3,535,325 |
| 5.75%, 09/15/2009 AUD                                  | 5,470,000  | 4,130,012 |
| 8.00%, 10/21/2013 ZAR                                  | 58,430,000 | 8,108,198 |
| FRN, 2.90%, 08/16/2013 GBP                             | 800,000    | 1,734,062 |
| Kreditanstalt für Wiederaufbau, 5.375%, 01/29/2014 GBP | 3,665,000  | 7,028,024 |
| Landwirtschaftliche Rentenbank, 6.00%, 09/15/2009 AUD  | 7,100,000  | 5,387,623 |
| Rabobank Australia, Ltd., 6.25%, 11/22/2011 NZD        | 725,000    | 433,072   |
| Rabobank Nederland:                                    |            |           |
| 4.25%, 01/05/2009 CAD                                  | 3,030,000  | 2,662,078 |
| FRN, 4.53%, 06/18/2007 CAD                             | 5,000,000  | 4,422,253 |

51,729,284

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**EVERGREEN MANAGED INCOME FUND  
SCHEDULE OF INVESTMENTS** continued

July 31, 2006 (unaudited)

|   | Principal Amount | Value        |
|---|------------------|--------------|
| <b>FOREIGN BONDS-CORPORATE (PRINCIPAL AMOUNT DENOMINATED IN CURRENCY INDICATED) continued</b> |                  |              |
| <b>FINANCIALS continued</b>   |                  |              |
| <b>Consumer Finance 1.4%</b>  |                  |              |
| ABB International Finance, Ltd., 6.50%, 11/30/2011 EUR  | 2,360,000        | \$ 3,299,852 |
| General Electric Capital Corp., 5.25%, 12/10/2013 GBP   | 780,000          | 1,457,920    |

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|  |               |             |
|--|---------------|-------------|
| HSBC Finance Corp., 7.00%, 03/27/2012 GBP  | 370,000       | 747,219     |
| KfW International Finance, Inc., 6.25%, 12/17/2007   |               |             |
| NZD  | 9,160,000     | 5,566,780   |
|  |               | 11,071,771  |
| <b>Diversified Financial Services 0.2%</b>   |               |             |
| Lighthouse Group plc, 8.00%, 04/30/2014 EUR  | 1,000,000     | 1,365,924   |
| <b>Insurance 0.1%</b>  |               |             |
| Travelers Insurance Co., 6.00%, 04/07/2009 AUD   | 1,000,000     | 755,530     |
| <b>Thriffs &amp; Mortgage Finance 2.5%</b>   |               |             |
| Canada Housing Trust, Ser. 5, 3.70%, 09/15/2008  |               |             |
| CAD  | 6,280,000     | 5,485,198   |
| Nykredit, 5.00%, 10/01/2035 DKK  | 78,312,986    | 13,238,282  |
| Totalkredit, FRN, 3.71%, 01/01/2015 DKK  | 2,162,548     | 371,931     |
|  |               | 19,095,411  |
| <b>INDUSTRIALS 0.3%</b>  |               |             |
| <b>Machinery 0.3%</b>  |               |             |
| Harsco Corp., 7.25%, 10/27/2010 GBP  | 1,000,000     | 1,999,895   |
| Savcio Holdings, 8.00%, 02/15/2013 EUR   | 250,000       | 322,943     |
|  |               | 2,322,838   |
| <b>INFORMATION TECHNOLOGY 0.3%</b>   |               |             |
| <b>Office Electronics 0.3%</b>   |               |             |
| Xerox Corp., 9.75%, 01/15/2009 EUR   | 1,800,000     | 2,549,946   |
| <b>TELECOMMUNICATION SERVICES 0.4%</b>   |               |             |
| <b>Diversified Telecommunication Services 0.4%</b>   |               |             |
| Deutsche Telekom AG, 6.25%, 12/09/2010 GBP   | 1,700,000     | 3,277,238   |
| <i>Total Foreign Bonds-Corporate (Principal Amount Denominated in Currency Indicated) (cost \$104,285,173)</i> |               | 107,495,240 |
| <b>FOREIGN BONDS-GOVERNMENT (PRINCIPAL AMOUNT DENOMINATED IN CURRENCY INDICATED) 19.7%</b>                     |               |             |
| Australia, 5.25%, 03/15/2019 AUD   | 19,465,000    | 14,121,038  |
| Canada:  |               |             |
| 4.25%, 12/01/2026 CAD  | 11,114,943    | 13,976,804  |
| 4.50%, 04/17/2008 CAD  | 5,250,000     | 4,647,541   |
| 5.75%, 03/03/2008 NZD  | 5,000,000     | 3,017,522   |
| Denmark, 7.00%, 11/10/2024 DKK   | 60,650,000    | 14,010,849  |
| France, 4.25%, 04/25/2019 EUR  | 6,290,000     | 8,216,949   |
| Hong Kong, 4.23%, 03/21/2011 HKD   | 72,250,000    | 9,239,602   |
| Korea, 5.25%, 09/10/2015 KRW   | 2,850,000,000 | 3,029,072   |

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|   |             |             |
|---|-------------|-------------|
| Mexico, 10.00%, 12/05/2024 MXN  | 83,950,000  | 8,534,945   |
| <b>New Zealand:</b>   |             |             |
| 6.00%, 04/15/2015 NZD   | 50,000      | 31,142      |
| 6.50%, 04/15/2013 NZD   | 6,606,000   | 4,194,195   |
| Norway, 4.25%, 05/19/2017 NOK   | 94,400,000  | 15,223,432  |
| Singapore, 3.625%, 07/01/2014 SGD   | 14,100,000  | 9,041,756   |
| <b>Sweden:</b>  |             |             |
| 3.00%, 07/12/2016 SEK   | 95,830,000  | 12,408,135  |
| 5.50%, 10/08/2012 SEK   | 102,910,000 | 15,650,103  |
| United Kingdom, 1.27%, 11/22/2017 GBP   | 9,635,000   | 17,522,174  |
| <i>Total Foreign Bonds-Government (Principal Amount Denominated in Currency Indicated) (cost \$152,731,618)</i> |             | 152,865,259 |

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**EVERGREEN MANAGED INCOME FUND**  
**SCHEDULE OF INVESTMENTS** continued

July 31, 2006 (unaudited)

|  | Principal<br>Amount | Value        |
|--|---------------------|--------------|
| <b>U.S. TREASURY OBLIGATIONS 2.1%</b>                      |                     |              |
| <b>U.S. Treasury Notes:</b>                                |                     |              |
| 2.00%, 01/15/2016 ##                                       | \$ 8,972,656        | \$ 8,661,071 |
| 4.50%, 02/15/2036 ##                                       | 8,162,000           | 7,452,290    |
| <i>Total U.S. Treasury Obligations (cost \$16,216,145)</i> |                     | 16,113,361   |
| <b>YANKEE OBLIGATIONS-CORPORATE 5.0%</b>                   |                     |              |
| <b>CONSUMER DISCRETIONARY 0.8%</b>                         |                     |              |
| <b>Media 0.8%</b>  |                     |              |
| IMAX Corp., 9.625%, 12/01/2010 p                           | 6,000,000           | 6,300,000    |
| <b>FINANCIALS 0.4%</b>                                     |                     |              |
| <b>Capital Markets 0.0%</b>                                |                     |              |
| UBS Luxembourg SA, FRN, 6.86%, 10/24/2006                  | 260,000             | 261,638      |
| <b>Diversified Financial Services 0.4%</b>                 |                     |              |
| Ship Finance International, Ltd., 8.50%, 12/15/2013        | 3,455,000           | 3,264,975    |
| <b>INFORMATION TECHNOLOGY 0.6%</b>                         |                     |              |
| <b>Electronic Equipment &amp; Instruments 0.6%</b>         |                     |              |
| <b>Celestica, Inc.:</b>                                    |                     |              |
| 7.625%, 07/01/2013 p                                       | 1,250,000           | 1,225,000    |
| 7.875%, 07/01/2011 p                                       | 3,175,000           | 3,159,125    |



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|  |               |                |
|--|---------------|----------------|
|  |               | 4,384,125      |
| <b>MATERIALS 1.2%</b>  |               |                |
| <b>Chemicals 0.4%</b>  |               |                |
| Ineos Group Holdings plc, 8.50%, 02/15/2016 144A<br>p                      | 3,250,000     | 3,063,125      |
| <b>Metals &amp; Mining 0.8%</b>  |               |                |
| Novelis, Inc., 8.00%, 02/15/2015 144A                                      | 6,300,000     | 6,126,750      |
| <b>TELECOMMUNICATION SERVICES 2.0%</b>                                     |               |                |
| <b>Diversified Telecommunication Services 0.3%</b>                         |               |                |
| Northern Telecom, Ltd., 6.875%, 09/01/2023                                 | 3,000,000     | 2,400,000      |
| <b>Wireless Telecommunication Services 1.7%</b>                            |               |                |
| Intelsat, Ltd.:  |               |                |
| 9.25%, 06/15/2016 144A   | 5,750,000     | 5,908,125      |
| 11.25%, 06/15/2016 144A  | 2,000,000     | 2,030,000      |
| Rogers Wireless, Inc.:   |               |                |
| 7.50%, 03/15/2015  | 1,750,000     | 1,802,500      |
| 9.625%, 05/01/2011   | 3,000,000     | 3,330,000      |
|  |               | 13,070,625     |
| <i>Total Yankee Obligations-Corporate</i><br><i>(cost \$39,737,413)</i>    |               | 38,871,238     |
| <b>DEBT OBLIGATIONS 0.7%</b>   |               |                |
| Blue Grass Energy Corp. Loan, 10.40%, 12/30/2013<br># (cost \$5,200,000)   | 5,200,000     | 5,238,896      |
|  |               |                |
|  |               |                |
|  | <b>Shares</b> | <b>Value</b>   |
| <b>SHORT-TERM INVESTMENTS 15.0%</b>  |               |                |
| <b>MUTUAL FUND SHARES 15.0%</b>  |               |                |
| Evergreen Institutional Money Market Fund ø ##                             | 6,829,629     | 6,829,629      |
| Navigator Prime Portfolio pp   | 109,587,240   | 109,587,240    |
| <i>Total Short-Term Investments (cost</i><br><i>\$116,416,869)</i>         |               | 116,416,869    |
| <b>Total Investments (cost \$1,283,369,572)</b><br><b>164.8%</b>           |               | 1,275,331,496  |
| <b>Other Assets and Liabilities and Preferred</b><br><b>Shares (64.8%)</b> |               | (501,540,124)  |
| <b>Net Assets Applicable to Common</b><br><b>Shareholders 100.0%</b>       |               | \$ 773,791,372 |

**EVERGREEN MANAGED INCOME FUND**  
**SCHEDULE OF INVESTMENTS** continued

July 31, 2006 (unaudited)

- # When-issued or delayed delivery security  
 p All or a portion of this security is on loan.  
 144A Security that may be sold to qualified institutional buyers under Rule 144A of the Securities Act of 1933, as amended. This security has been determined to be liquid under guidelines established by the Board of Trustees, unless otherwise noted.  
 □ Security initially issued in zero coupon form which converts to coupon form at a specified rate and date. An effective interest rate is applied to recognize interest income daily for the bond. This rate is based on total expected interest to be earned over the life of the bond which consists of the aggregate coupon-interest payments and discount at acquisition. The rate shown is the stated rate at the current period end.  
 ## All or a portion of this security has been segregated for when-issued or delayed delivery securities.  
 ø Evergreen Investment Management Company, LLC is the investment advisor to both the Fund and the money market fund.  
 pp Represents investment of cash collateral received from securities on loan.

**Summary of Abbreviations**

|       |  |
|-------|--|
| AUD   | Australian Dollar                        |
| CAD   | Canadian Dollar                          |
| DKK   | Danish Krone                             |
| EUR   | Euro                                     |
| FHLMC | Federal Home Loan Mortgage Corp.         |
| FNMA  | Federal National Mortgage Association    |
| FRN   | Floating Rate Note                       |
| GBP   | Great British Pound                      |
| GNMA  | Government National Mortgage Association |
| HKD   | Hong Kong Dollar                         |
| JPY   | Japanese Yen                             |
| KRW   | Republic of Korea Won                    |
| MXN   | Mexican Peso                             |
| NOK   | Norwegian Krone                          |
| NZD   | New Zealand Dollar                       |
| SEK   | Swedish Krona                            |
| SGD   | Singapore Dollar                         |
| TBA   | To Be Announced                          |
| ZAR   | South African Rand                       |

At July 31, 2006, the Fund had the following open interest rate swap agreements:

| Expiration | Notional Amount | Counterparty         | Cash Flows Paid by the Fund | Cash Flows Received by the Fund | Unrealized Gain |
|------------|-----------------|----------------------|-----------------------------|---------------------------------|-----------------|
| 11/27/2006 | \$168,000,000   | JPMorgan Chase & Co. | Fixed-2.79%                 | Floating-5.39% <sup>1</sup>     | \$1,547,225     |
| 11/26/2008 | 112,000,000     | JPMorgan Chase & Co. | Fixed-3.582%                | Floating-5.39% <sup>1</sup>     | 4,353,872       |

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<sup>1</sup> This rate represents the 1 month USD London InterBank Offered Rate (LIBOR) effective for the period of July 26, 2006 through August 28, 2006.

At July 31, 2006, the Fund had forward foreign currency exchange contracts outstanding as follows:

Forward Foreign Currency Exchange Contracts to Buy:

| Exchange Date | Contracts to Receive | U.S. Value at July 31, 2006 | In Exchange for U.S. \$ | Unrealized Gain |
|---------------|----------------------|-----------------------------|-------------------------|-----------------|
| 10/10/2006    | 9,026,000 EUR        | \$11,582,139                | \$11,578,914            | \$ 3,225        |
| 10/10/2006    | 2,690,319,504 JPY    | 23,694,117                  | 23,572,000              | 122,117         |

Forward Foreign Currency Exchange Contracts to Buy:

| Exchange Date | Contracts to Receive | U.S. Value at July 31, 2006 | In Exchange for | U.S. Value at July 31, 2006 | Unrealized Loss |
|---------------|----------------------|-----------------------------|-----------------|-----------------------------|-----------------|
| 09/26/2006    | 4,812,150,000 JPY    | \$42,301,182                | 22,964,538 GBP  | \$42,951,558                | \$ 650,376      |
| 09/26/2006    | 197,600,000 JPY      | 1,737,002                   | 940,214 GBP     | 1,758,522                   | 21,520          |
| 09/29/2006    | 3,200,000,000 JPY    | 28,140,203                  | 38,300,419 AUD  | 29,296,896                  | 1,156,693       |
| 09/29/2006    | 136,274,000 JPY      | 1,198,368                   | 1,609,282 AUD   | 1,230,978                   | 32,610          |
| 09/29/2006    | 1,555,291,000 JPY    | 13,676,939                  | 22,855,121 NZD  | 14,042,526                  | 365,587         |

On July 31, 2006, the aggregate cost of securities for federal income tax purposes was \$1,283,917,350. The gross unrealized appreciation and depreciation on securities based on tax cost was \$14,313,426 and \$22,899,280, respectively, with a net unrealized depreciation of \$8,585,854.

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### Item 2 Controls and Procedures

- (a) The registrant's principal executive officer and principal financial officer have evaluated the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940) within 90 days of this filing and have concluded that the registrant's disclosure controls and procedures were effective, as of that date, in ensuring that information required to be disclosed by the registrant in this Form N-Q was recorded, processed, summarized, and reported timely.
- (b) There has been no change in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the Investment Company Act of 1940) that occurred during the registrant's last fiscal quarter that has materially affected, or is reasonable likely to materially affect, the registrant's internal control over financial reporting.

### Item 3 Exhibits

File the exhibits listed below as part of this Form. Letter or number the exhibits in the sequence indicated.

- (a) Separate certifications for the registrant's principal executive officer and principal financial officer, as required by Rule 30a-2(a) under the Investment Company Act of 1940, are attached as EX-99.CERT.

### SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

SIGNATURES

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Evergreen Managed Income Fund

By: /s/ Dennis H. Ferro  
Dennis H. Ferro,  
Principal Executive Officer

Date: September 27, 2006

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

By: /s/ Dennis H. Ferro  
Dennis H. Ferro,  
Principal Executive Officer

Date: September 27, 2006

By: /s/ Kasey Phillips  
Kasey Phillips  
Principal Financial Officer

Date: September 27, 2006