

WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND

Form N-Q

September 26, 2013

**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: 800-222-8222**

Date of fiscal year end: Registrant is making a filing for Wells Fargo Advantage Multi-Sector Income Fund. The Fund has an October 31 fiscal year end.

**Date of reporting period: July 31, 2013**

ITEM 1. INVESTMENTS

## Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of investments July 31, 2013 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Agency Securities : 2.63%</b>				
<i>FHLMC</i>	8.50%	7-1-2028	\$ 89,904	\$ 104,207
<i>FHLMC</i>	8.50	3-1-2030	57,931	60,781
<i>FHLMC Series 0196 Class A ±</i>	0.99	12-15-2021	62,227	62,798
<i>FHLMC Series 1383 ±</i>	5.82	2-1-2037	836,697	879,036
<i>FHLMC Series 2011-K16 Class B ±144A</i>	4.59	11-25-2046	1,000,000	980,082
<i>FHLMC Series 2011-K701 Class B ±144A</i>	4.29	7-25-2048	165,000	168,368
<i>FHLMC Series 2011-K702 Class B ±144A</i>	4.77	4-25-2044	740,000	768,437
<i>FHLMC Series 2012-K17 Class B ±144A</i>	4.35	12-25-2044	675,000	643,826
<i>FHLMC Series 2012-K18 Class B ±144A</i>	4.26	1-25-2045	810,000	771,941
<i>FHLMC Series 2012-K19 Class B ±144A</i>	4.04	5-25-2045	1,000,000	934,955
<i>FHLMC Series 2012-K501 Class C ±144A</i>	3.49	11-25-2046	800,000	773,098
<i>FHLMC Series 2012-K705 Class B ±144A</i>	4.16	9-25-2044	1,000,000	1,004,276
<i>FHLMC Series 2012-K706 Class B ±144A</i>	4.02	11-25-2044	500,000	498,187
<i>FHLMC Series 2012-K706 Class C ±144A</i>	4.02	11-25-2044	805,000	758,200
<i>FHLMC Series 2012-K707 Class B ±144A</i>	3.88	1-25-2047	930,000	913,365
<i>FHLMC Series 2012-K709 Class B ±144A</i>	3.74	4-25-2045	1,000,000	975,628
<i>FHLMC Series 2012-K711 Class B ±144A</i>	3.56	8-25-2045	264,000	252,958
<i>FHLMC Series 2013-K713 Class B ±144A</i>	3.17	4-25-2046	1,000,000	914,706
<i>FHLMC Series 2390 Class FD ±</i>	0.64	12-15-2031	51,080	51,367
<i>FHLMC Series 2567 Class FH ±</i>	0.59	2-15-2033	154,459	154,331
<i>FHLMC Series K007 Class XI ±(c)</i>	1.22	4-25-2020	1,029,664	62,588
<i>FHLMC Series K016 Class XI ±(c)</i>	1.58	10-25-2021	390,590	39,171
<i>FHLMC Series K020 Class XI ±(c)</i>	1.48	5-25-2022	6,950,280	684,547
<i>FHLMC Series K021 Class XI ±(c)</i>	1.51	6-25-2022	9,258,175	949,926
<i>FNMA ±</i>	4.66	9-1-2032	1,632,717	1,747,009
<i>FNMA</i>	6.00	4-1-2033	71,200	78,703
<i>FNMA ±</i>	6.44	9-1-2037	1,113,474	1,206,374
<i>FNMA</i>	6.50	11-1-2032	63,433	65,420
<i>FNMA</i>	7.50	7-1-2017	66,936	71,156
<i>FNMA</i>	7.50	10-1-2028	9,346	9,376
<i>FNMA</i>	7.50	11-1-2028	156,483	169,291
<i>FNMA</i>	7.50	2-1-2030	39,479	40,099
<i>FNMA</i>	7.50	9-1-2030	93,169	99,790
<i>FNMA</i>	8.00	6-1-2030	27,772	28,298
<i>FNMA</i>	12.00	1-1-2016	6,430	6,593
<i>FNMA Series 1996-46 Class FA ±</i>	0.69	8-25-2021	33,694	33,808
<i>FNMA Series 2001-25 Class Z</i>	6.00	6-25-2031	309,651	344,479
<i>FNMA Series 2001-35 Class F ±</i>	0.79	7-25-2031	13,195	13,323
<i>FNMA Series 2001-57 Class F ±</i>	0.69	6-25-2031	13,284	13,389
<i>FNMA Series 2002-77 Class FH ±</i>	0.59	12-18-2032	102,220	102,610
<i>FNMA Series 2002-97 Class FR ±</i>	0.74	1-25-2033	27,149	27,276
<i>FNMA Series G91-16 Class F ±</i>	0.64	6-25-2021	41,018	41,115
<i>FNMA Series G92-17 Class F ±</i>	1.24	3-25-2022	93,030	94,485
<i>GNMA</i>	6.50	6-15-2028	55,869	62,377
<i>GNMA</i>	7.25	7-15-2017	18,999	20,678

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GNMA	7.25	8-15-2017	42,212	45,299
GNMA	7.25	8-15-2017	21,643	22,150
GNMA	7.25	9-15-2017	32,172	34,595
GNMA	7.25	10-15-2017	58,600	62,669
GNMA	7.25	10-15-2017	32,514	34,735
GNMA	7.25	11-15-2017	25,867	27,637
GNMA	7.25	1-15-2018	9,688	9,721
GNMA	7.25	1-15-2018	14,193	15,678
GNMA	7.25	2-15-2018	24,347	25,097
GNMA	7.25	5-15-2018	12,801	12,846
<b>Total Agency Securities (Cost \$17,556,361)</b>				<b>17,972,855</b>

**Asset-Backed Securities : 0.12%**

*Bear Stearns Asset Backed Securities Series*

<i>2006 Class 1A2 ±</i>	0.41	12-25-2035	117,867	117,251
<i>CVS Pass-Through Trust Series T</i>	6.04	12-10-2028	616,840	687,600

<b>Total Asset-Backed Securities (Cost \$808,394)</b>				<b>804,851</b>
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Portfolio of investments July 31, 2013 (unaudited)

Wells Fargo Advantage Multi-Sector Income Fund

Security name	Shares	Value
<b>Common Stocks : 0.09%</b>		
<b>Consumer Discretionary : 0.00%</b>		
<b>Hotels, Restaurants &amp; Leisure : 0.00%</b>		
<i>Trump Entertainment Resorts Incorporated (a)(i)</i>	1,161	\$ 0
<b>Telecommunication Services : 0.09%</b>		
<b>Diversified Telecommunication Services : 0.09%</b>		
<i>Fairpoint Communications Incorporated</i>	70,442	617,072
<b>Total Common Stocks (Cost \$1,617,838)</b>		617,072

	Interest rate	Maturity date	Principal	
<b>Corporate Bonds and Notes : 64.19%</b>				
<b>Consumer Discretionary : 14.58%</b>				
<b>Auto Components : 1.32%</b>				
<i>Allison Transmission Incorporated 144A</i>	7.13%	5-15-2019	\$ 3,790,000	4,045,825
<i>Cooper Tire &amp; Rubber Company</i>	7.63	3-15-2027	1,805,000	1,746,338
<i>Cooper Tire &amp; Rubber Company</i>	8.00	12-15-2019	450,000	474,750
<i>Goodyear Tire &amp; Rubber Company</i>	7.00	5-15-2022	400,000	425,000
<i>Goodyear Tire &amp; Rubber Company</i>	8.75	8-15-2020	468,000	552,240
<i>United Rentals North America Incorporated</i>	5.75	7-15-2018	1,685,000	1,802,922
				9,047,075
<b>Distributors : 0.28%</b>				
<i>LKQ Corporation 144A</i>	4.75	5-15-2023	1,975,000	1,893,531
<b>Diversified Consumer Services : 1.33%</b>				
<i>Ceridian Corporation 144A</i>	11.00	3-15-2021	50,000	57,250
<i>Service Corporation International 144A</i>	5.38	1-15-2022	100,000	100,625
<i>Service Corporation International</i>	6.75	4-1-2016	475,000	517,750
<i>Service Corporation International</i>	7.00	6-15-2017	1,410,000	1,561,575
<i>Service Corporation International</i>	7.00	5-15-2019	650,000	699,563
<i>Service Corporation International</i>	7.50	4-1-2027	2,993,000	3,262,370
<i>Service Corporation International</i>	7.63	10-1-2018	680,000	780,300
<i>Service Corporation International</i>	8.00	11-15-2021	475,000	553,969
<i>Sotheby's 144A</i>	5.25	10-1-2022	1,615,000	1,558,475
				9,091,877

**Hotels, Restaurants & Leisure : 4.57%**

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<i>Ameristar Casinos Incorporated</i>	7.50	4-15-2021	2,580,000	2,754,150
<i>Burger King Corporation</i>	9.88	10-15-2018	850,000	959,438
<i>CCM Merger Incorporated 144A</i>	9.13	5-1-2019	6,270,000	6,646,200
<i>CityCenter Holdings LLC</i>	7.63	1-15-2016	600,000	636,000
<i>CityCenter Holdings LLC ¥</i>	10.75	1-15-2017	3,636,822	3,927,768
<i>DineEquity Incorporated</i>	9.50	10-30-2018	3,475,000	3,918,097
<i>Greektown Superholdings Incorporated Series A</i>	13.00	7-1-2015	6,235,000	6,562,338
<i>NAI Entertainment Holdings LLC 144A%%</i>	5.00	8-1-2018	2,200,000	2,205,500
<i>NAI Entertainment Holdings LLC 144A</i>	8.25	12-15-2017	297,000	322,542
<i>Penn National Gaming Incorporated</i>	8.75	8-15-2019	250,000	274,375
<i>Ruby Tuesday Incorporated</i>	7.63	5-15-2020	2,025,000	2,014,875
<i>Scientific Games Corporation</i>	9.25	6-15-2019	485,000	527,438
<i>Speedway Motorsports Incorporated</i>	6.75	2-1-2019	525,000	553,875
				31,302,596

**Household Durables : 0.10%**

<i>American Greetings Corporation</i>	7.38	12-1-2021	475,000	471,438
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## Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of investments July 31, 2013 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Household Durables (continued)</b>				
<i>Tempur-Pedic International Incorporated 144A</i>	6.88%	12-15-2020	\$ 200,000	\$ 212,000
				683,438
<b>Internet &amp; Catalog Retail : 0.12%</b>				
<i>Expedia Incorporated</i>	5.95	8-15-2020	750,000	786,256
<b>Media : 5.21%</b>				
<i>Allbritton Communications Company</i>	8.00	5-15-2018	1,275,000	1,378,594
<i>Cablevision Systems Corporation</i>	8.63	9-15-2017	1,310,000	1,509,775
<i>CBS Corporation</i>	8.88	5-15-2019	750,000	972,309
<i>CCO Holdings LLC</i>	5.75	1-15-2024	170,000	158,950
<i>CCO Holdings LLC</i>	6.50	4-30-2021	1,400,000	1,438,500
<i>CCO Holdings LLC</i>	8.13	4-30-2020	450,000	489,375
<i>Cinemark USA Incorporated</i>	5.13	12-15-2022	575,000	554,156
<i>Cinemark USA Incorporated</i>	7.38	6-15-2021	775,000	844,750
<i>CSC Holdings LLC</i>	7.63	7-15-2018	625,000	718,750
<i>CSC Holdings LLC</i>	7.88	2-15-2018	1,100,000	1,262,250
<i>CSC Holdings LLC</i>	8.50	4-15-2014	400,000	419,600
<i>CSC Holdings LLC</i>	8.63	2-15-2019	383,000	448,110
<i>DIRECTV Holdings LLC</i>	3.80	3-15-2022	750,000	721,553
<i>DISH DBS Corporation 144A</i>	5.13	5-1-2020	350,000	343,875
<i>DISH DBS Corporation</i>	7.88	9-1-2019	480,000	546,000
<i>EchoStar DBS Corporation</i>	7.13	2-1-2016	125,000	136,875
<i>EchoStar DBS Corporation</i>	7.75	5-31-2015	350,000	380,625
<i>Gray Television Incorporated</i>	7.50	10-1-2020	3,610,000	3,799,525
<i>Interpublic Group of Companies</i>	4.00	3-15-2022	750,000	729,609
<i>Lamar Media Corporation</i>	5.88	2-1-2022	690,000	710,700
<i>Lamar Media Corporation</i>	7.88	4-15-2018	2,250,000	2,424,375
<i>Lamar Media Corporation Series C</i>	9.75	4-1-2014	315,000	330,750
<i>LIN Television Corporation</i>	6.38	1-15-2021	275,000	286,000
<i>LIN Television Corporation</i>	8.38	4-15-2018	1,625,000	1,746,875
<i>Local TV Finance LLC 144A</i>	9.25	6-15-2015	4,775,000	4,846,625
<i>Lynx I Corporation 144A</i>	5.38	4-15-2021	365,000	369,563
<i>Lynx II Corporation 144A</i>	6.38	4-15-2023	365,000	374,581
<i>National CineMedia LLC</i>	6.00	4-15-2022	1,860,000	1,943,700
<i>National CineMedia LLC</i>	7.88	7-15-2021	650,000	708,500
<i>Nexstar Broadcasting Group Incorporated 144A</i>	6.88	11-15-2020	1,000,000	1,035,000
<i>Regal Cinemas Corporation</i>	8.63	7-15-2019	2,650,000	2,875,250
<i>Regal Entertainment Group</i>	5.75	6-15-2023	400,000	389,500
<i>Time Warner Cable Incorporated</i>	4.00	1-15-2022	750,000	767,714
				35,662,314

**Multiline Retail : 0.09%**



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<i>Macy's Retail Holdings Incorporated</i>	3.88	1-15-2022	600,000	608,140
<b>Specialty Retail : 1.56%</b>				
<i>ABC Supply Company Incorporated 144A</i>	5.63	4-15-2021	450,000	448,875
<i>Advance Auto Parts Incorporated</i>	4.50	1-15-2022	600,000	590,390
<i>Ahern Rentals Incorporated 144A</i>	9.50	6-15-2018	1,200,000	1,227,000
<i>Hot Topic Incorporated 144A</i>	9.25	6-15-2021	50,000	52,000
<i>Limited Brands Incorporated</i>	6.63	4-1-2021	800,000	880,000
<i>Penske Auto Group Incorporated</i>	5.75	10-1-2022	1,155,000	1,189,650
<i>RadioShack Corporation</i>	6.75	5-15-2019	2,160,000	1,501,200
<i>Rent-A-Center Incorporated</i>	6.63	11-15-2020	1,651,000	1,766,570
<i>Sonic Automotive Incorporated</i>	5.00	5-15-2023	190,000	183,350
<i>Toys R Us Property Company I LLC</i>	10.75	7-15-2017	795,000	840,720
<i>Toys R Us Property Company II LLC</i>	8.50	12-1-2017	1,905,000	2,012,156
				10,691,911

Portfolio of investments July 31, 2013 (unaudited)

Wells Fargo Advantage Multi-Sector Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Consumer Staples : 0.43%</b>				
<b>Food &amp; Staples Retailing : 0.09%</b>				
<i>SABMiller Holdings Incorporated 144A</i>	3.75%	1-15-2022	\$ 600,000	\$ 611,671
<b>Food Products : 0.23%</b>				
<i>B&amp;G Foods Incorporated</i>	4.63	6-1-2021	875,000	845,469
<i>Kraft Foods Group Incorporated</i>	3.50	6-6-2022	750,000	751,566
				1,597,035
<b>Tobacco : 0.11%</b>				
<i>Lorillard Tobacco Company</i>	6.88	5-1-2020	650,000	749,761
<b>Energy : 11.76%</b>				
<b>Energy Equipment &amp; Services : 3.60%</b>				
<i>Cleaver Brooks Incorporated 144A</i>	8.75	12-15-2019	275,000	295,625
<i>Dresser-Rand Group Incorporated</i>	6.50	5-1-2021	1,155,000	1,230,075
<i>Era Group Incorporated</i>	7.75	12-15-2022	2,565,000	2,565,000
<i>Gulfmark Offshore Incorporated</i>	6.38	3-15-2022	4,490,000	4,591,025
<i>Hornbeck Offshore Services Incorporated 144A</i>	5.00	3-1-2021	3,030,000	2,908,800
<i>Hornbeck Offshore Services Incorporated</i>	5.88	4-1-2020	505,000	513,838
<i>NGPL PipeCo LLC 144A</i>	7.77	12-15-2037	5,130,000	4,565,700
<i>Northern Tier Energy LLC 144A</i>	7.13	11-15-2020	1,435,000	1,438,588
<i>Oil States International Incorporated 144A</i>	5.13	1-15-2023	750,000	825,000
<i>Oil States International Incorporated</i>	6.50	6-1-2019	1,765,000	1,888,550
<i>PHI Incorporated</i>	8.63	10-15-2018	3,662,000	3,826,790
				24,648,991
<b>Oil, Gas &amp; Consumable Fuels : 8.16%</b>				
<i>CVR Refining LLC 144A</i>	6.50	11-1-2022	1,675,000	1,608,000
<i>Denbury Resources Incorporated</i>	6.38	8-15-2021	50,000	52,500
<i>Denbury Resources Incorporated</i>	8.25	2-15-2020	1,010,000	1,111,000
<i>El Paso Corporation</i>	6.50	9-15-2020	445,000	478,120
<i>El Paso Corporation</i>	7.00	6-15-2017	850,000	947,372
<i>El Paso Corporation</i>	7.25	6-1-2018	1,585,000	1,802,697
<i>El Paso Corporation</i>	7.42	2-15-2037	800,000	777,233
<i>El Paso Corporation</i>	7.80	8-1-2031	1,850,000	1,954,601
<i>El Paso Pipeline Partners LP</i>	6.50	4-1-2020	750,000	873,710
<i>Energy Transfer Equity LP</i>	7.50	10-15-2020	3,100,000	3,491,375
<i>Energy Transfer Partners LP</i>	5.20	2-1-2022	750,000	802,787
<i>Exterran Partners LP 144A</i>	6.00	4-1-2021	2,300,000	2,334,500
<i>Ferrellgas LP</i>	9.13	10-1-2017	1,145,000	1,202,250
<i>Inergy Midstream LP 144A</i>	6.00	12-15-2020	1,100,000	1,105,500

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<i>Kinder Morgan Energy Partners LP</i>	3.95	9-1-2022	750,000	748,174
<i>Nabors Industries Incorporated</i>	4.63	9-15-2021	750,000	750,623
<i>Petrohawk Energy Corporation</i>	7.88	6-1-2015	790,000	803,825
<i>Petrohawk Energy Corporation</i>	10.50	8-1-2014	495,000	520,369
<i>Phillips 66</i>	4.30	4-1-2022	625,000	644,027
<i>Pioneer Natural Resources Company</i>	3.95	7-15-2022	750,000	744,298
<i>Pioneer Natural Resources Company</i>	7.50	1-15-2020	1,220,000	1,507,111
<i>Plains Exploration &amp; Production Company</i>	8.63	10-15-2019	2,885,000	3,195,495
<i>Rockies Express Pipeline LLC 144A</i>	5.63	4-15-2020	3,625,000	3,208,125
<i>Rockies Express Pipeline LLC 144A</i>	6.00	1-15-2019	360,000	335,250
<i>Rockies Express Pipeline LLC 144A</i>	6.88	4-15-2040	6,123,000	5,082,090
<i>Rockies Express Pipeline LLC 144A</i>	7.50	7-15-2038	2,350,000	2,053,313
<i>Sabine Pass Liquefaction LLC 144A</i>	5.63	2-1-2021	850,000	838,313
<i>Sabine Pass Liquefaction LLC 144A</i>	5.63	4-15-2023	850,000	828,750
<i>Sabine Pass LNG LP 144A</i>	6.50	11-1-2020	4,180,000	4,347,200
<i>Sabine Pass LNG LP</i>	7.50	11-30-2016	4,085,000	4,493,500
<i>Semgroup LP 144A</i>	7.50	6-15-2021	2,525,000	2,556,563
<i>Suburban Propane Partners LP</i>	7.38	3-15-2020	790,000	845,300
<i>Suburban Propane Partners LP</i>	7.38	8-1-2021	309,000	332,175

## Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of investments July 31, 2013 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Oil, Gas &amp; Consumable Fuels (continued)</b>				
<i>Suburban Propane Partners LP</i>	7.50%	10-1-2018	\$ 422,000	\$ 455,760
<i>Tesoro Corporation</i>	9.75	6-1-2019	945,000	1,039,500
<i>Weatherford International Incorporated</i>	6.35	6-15-2017	650,000	734,844
<i>Western Gas Partners</i>	5.38	6-1-2021	503,000	544,974
<i>Williams Partners LP</i>	3.35	8-15-2022	750,000	692,797
				55,844,021
<b>Financials : 14.24%</b>				
<b>Capital Markets : 0.25%</b>				
<i>Ace Securities Corporation ±</i>	0.59	8-25-2045	208,244	207,249
<i>Ace Securities Corporation ±</i>	2.82	6-25-2033	651,529	647,124
<i>Goldman Sachs Group Incorporated</i>	5.75	1-24-2022	750,000	835,405
				1,689,778
<b>Commercial Banks : 1.11%</b>				
<i>CIT Group Incorporated</i>	5.00	5-15-2017	250,000	263,750
<i>CIT Group Incorporated</i>	5.25	3-15-2018	500,000	531,250
<i>CIT Group Incorporated 144A</i>	5.50	2-15-2019	1,275,000	1,337,156
<i>CIT Group Incorporated 144A</i>	6.63	4-1-2018	550,000	607,750
<i>City National Bank</i>	5.38	7-15-2022	500,000	535,640
<i>Emigrant Bancorp Incorporated 144A</i>	6.25	6-15-2014	3,650,000	3,587,950
<i>HSBC Bank USA</i>	6.00	8-9-2017	650,000	738,667
				7,602,163
<b>Consumer Finance : 7.21%</b>				
<i>Ally Financial Incorporated</i>	5.50	2-15-2017	750,000	793,166
<i>Ally Financial Incorporated</i>	7.50	9-15-2020	1,160,000	1,347,050
<i>Ally Financial Incorporated</i>	8.00	3-15-2020	940,000	1,106,850
<i>Ally Financial Incorporated</i>	8.30	2-12-2015	2,055,000	2,216,831
<i>American General Finance Corporation</i>	5.40	12-1-2015	1,625,000	1,641,250
<i>American General Finance Corporation</i>	5.75	9-15-2016	1,100,000	1,108,250
<i>American General Finance Corporation</i>	6.50	9-15-2017	200,000	200,000
<i>Clearwire Communications Finance Corporation 144A</i>	12.00	12-1-2015	940,000	996,400
<i>Clearwire Communications Finance Corporation 144A</i>	12.00	12-1-2015	1,450,000	1,537,000
<i>Discover Financial Services</i>	5.20	4-27-2022	750,000	787,390
<i>First Data Corporation 144A</i>	11.75	8-15-2021	2,390,000	2,282,450
<i>Ford Motor Credit Company LLC</i>	5.00	5-15-2018	650,000	704,979
<i>Ford Motor Credit Company LLC</i>	8.00	12-15-2016	250,000	293,319
<i>General Motors Financial Company Incorporated 144A</i>	4.75	8-15-2017	275,000	288,406

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<i>General Motors Financial Company Incorporated</i>	6.75	6-1-2018	1,415,000	1,577,725
<i>GMAC LLC</i>	6.75	12-1-2014	998,000	1,055,385
<i>GMAC LLC</i>	7.50	12-31-2013	3,620,000	3,701,450
<i>Homer City Funding LLC ¥</i>	9.23	10-1-2026	1,351,973	1,419,572
<i>International Lease Finance Corporation 144A</i>	6.75	9-1-2016	100,000	110,000
<i>International Lease Finance Corporation 144A</i>	7.13	9-1-2018	75,000	84,563
<i>International Lease Finance Corporation</i>	8.63	9-15-2015	900,000	996,750
<i>JBS USA Finance Incorporated</i>	11.63	5-1-2014	3,745,000	3,980,186
<i>Level 3 Financing Incorporated</i>	10.00	2-1-2018	2,010,000	2,170,800
<i>Nielsen Finance LLC Company</i>	7.75	10-15-2018	5,350,000	5,818,125
<i>SLM Corporation</i>	7.25	1-25-2022	745,000	789,700
<i>SLM Corporation</i>	8.00	3-25-2020	3,290,000	3,668,350
<i>SLM Corporation</i>	8.45	6-15-2018	1,675,000	1,926,451
<i>Springleaf Finance Corporation 144A</i>	6.00	6-1-2020	2,285,000	2,107,913
<i>Springleaf Finance Corporation</i>	6.90	12-15-2017	4,620,000	4,643,100
				49,353,411

**Diversified Financial Services : 2.24%**

<i>Bank of America Corporation</i>	3.70	9-1-2015	650,000	679,977
<i>Bank of America Corporation</i>	5.70	1-24-2022	250,000	281,002

Portfolio of investments July 31, 2013 (unaudited)

Wells Fargo Advantage Multi-Sector Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Diversified Financial Services (continued)</b>				
<i>Blackstone Holdings Finance Company LLC 144A</i>				
	5.88%	3-15-2021	\$ 750,000	\$ 834,593
<i>Citigroup Incorporated</i>	4.50	1-14-2022	250,000	263,605
<i>Citigroup Incorporated</i>	6.00	8-15-2017	650,000	737,144
<i>General Electric Capital Corporation</i>	4.65	10-17-2021	650,000	693,683
<i>HUB International Limited Company 144A</i>	8.13	10-15-2018	2,895,000	3,075,938
<i>ING US Incorporated 144A</i>	5.50	7-15-2022	750,000	810,329
<i>JPMorgan Chase &amp; Company</i>	3.38	5-1-2023	750,000	696,830
<i>LTS Buyer LLC</i>	8.00	4-12-2021	50,000	50,313
<i>Moody s Corporation</i>	5.50	9-1-2020	1,302,000	1,397,848
<i>MPH Intermediate Holding Company 144A</i>	8.38	8-1-2018	325,000	331,906
<i>Neuberger Berman Group LLC 144A</i>	5.63	3-15-2020	500,000	521,250
<i>Neuberger Berman Group LLC 144A</i>	5.88	3-15-2022	650,000	672,750
<i>Nuveen Investments Incorporated</i>	5.50	9-15-2015	3,560,000	3,515,500
<i>Nuveen Investments Incorporated 144A</i>	9.13	10-15-2017	730,000	739,125
				15,301,793
<b>Insurance : 0.59%</b>				
<i>American International Group Incorporated</i>				
	4.88	6-1-2022	750,000	816,256
<i>Fidelity &amp; Guaranty Life Holdings Incorporated 144A</i>				
	6.38	4-1-2021	610,000	619,150
<i>Hartford Financial Services Group Incorporated</i>	5.13	4-15-2022	650,000	716,671
<i>Liberty Mutual Group Incorporated 144A</i>	4.95	5-1-2022	750,000	777,850
<i>Prudential Covered Trust Company 144A</i>	3.00	9-30-2015	432,000	446,736
<i>WR Berkley Corporation</i>	4.63	3-15-2022	650,000	681,645
				4,058,308
<b>Real Estate Management &amp; Development : 0.82%</b>				
<i>Ashtead Capital Incorporated 144A</i>				
	6.50	7-15-2022	3,285,000	3,490,313
<i>Onex Corporation 144A</i>	7.75	1-15-2021	2,100,000	2,110,500
				5,600,813
<b>REITs : 2.02%</b>				
<i>Alexandria Real Estate Company</i>				
	4.60	4-1-2022	650,000	666,769
<i>American Tower Corporation</i>	5.90	11-1-2021	650,000	715,215
<i>Dupont Fabros Technology Incorporated</i>	8.50	12-15-2017	5,560,000	5,907,500
<i>Essex Portfolio LP</i>	3.63	8-15-2022	750,000	724,331
<i>Health Care Incorporated</i>	5.25	1-15-2022	650,000	708,604
<i>Omega Healthcare Investors Incorporated</i>	6.75	10-15-2022	1,775,000	1,925,875
<i>Sabra Health Care Incorporated</i>	5.38	6-1-2023	850,000	828,750
<i>Sabra Health Care Incorporated</i>	8.13	11-1-2018	943,000	1,013,725

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<i>Ventas Realty LP</i>	4.25	3-1-2022	650,000	659,945
<i>WEA Finance LLC 144A</i>	4.63	5-10-2021	650,000	687,883
				13,838,597

**Health Care : 2.98%**

**Biotechnology : 0.11%**

<i>Amgen Incorporated</i>	3.63	5-15-2022	750,000	744,569
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**Health Care Equipment & Supplies : 0.36%**

<i>Boston Scientific Corporation</i>	6.00	1-15-2020	750,000	855,839
<i>Hologic Incorporated</i>	6.25	8-1-2020	1,530,000	1,619,888
				2,475,727

**Health Care Providers & Services : 2.28%**

<i>Aviv HealthCare Properties LP</i>	7.75	2-15-2019	1,350,000	1,451,250
<i>Centene Corporation</i>	5.75	6-1-2017	1,000,000	1,056,250
<i>Community Health Systems Incorporated</i>	5.13	8-15-2018	425,000	433,500
<i>Community Health Systems Incorporated</i>	7.13	7-15-2020	775,000	793,406

## Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of investments July 31, 2013 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Health Care Providers &amp; Services (continued)</b>				
<i>Coventry Health Care Incorporated</i>	5.45%	6-15-2021	\$ 750,000	\$ 842,486
<i>DaVita HealthCare Partners Incorporated</i>	5.75	8-15-2022	525,000	531,563
<i>Express Scripts Holding Company</i>	3.90	2-15-2022	665,000	677,478
<i>HCA Incorporated</i>	6.50	2-15-2020	1,875,000	2,067,188
<i>HCA Incorporated</i>	7.50	11-15-2095	800,000	722,000
<i>HCA Incorporated</i>	8.50	4-15-2019	740,000	801,050
<i>Health Management Associates Incorporated</i>	6.13	4-15-2016	175,000	193,156
<i>HealthSouth Corporation</i>	5.75	11-1-2024	410,000	403,338
<i>HealthSouth Corporation</i>	7.25	10-1-2018	360,000	387,900
<i>HealthSouth Corporation</i>	8.13	2-15-2020	495,000	542,025
<i>Humana Incorporated</i>	7.20	6-15-2018	750,000	895,901
<i>MPT Operating Partnership LP</i>	6.38	2-15-2022	475,000	499,938
<i>MPT Operating Partnership LP</i>	6.88	5-1-2021	775,000	827,313
<i>Multiplan Incorporated 144A</i>	9.88	9-1-2018	1,440,000	1,594,800
<i>Select Medical Corporation 144A</i>	6.38	6-1-2021	940,000	911,800
				15,632,342
<b>Life Sciences Tools &amp; Services : 0.12%</b>				
<i>Life Technologies Corporation</i>	6.00	3-1-2020	750,000	850,646
<b>Pharmaceuticals : 0.11%</b>				
<i>Watson Pharmaceuticals Incorporated</i>	3.25	10-1-2022	750,000	716,540
<b>Industrials : 3.31%</b>				
<b>Aerospace &amp; Defense : 0.20%</b>				
<i>TransDigm Group Incorporated 144A</i>	5.50	10-15-2020	550,000	537,625
<i>TransDigm Group Incorporated</i>	7.75	12-15-2018	750,000	799,688
				1,337,313
<b>Air Freight &amp; Logistics : 0.42%</b>				
<i>Bristow Group Incorporated</i>	6.25	10-15-2022	2,740,000	2,849,600
<b>Airlines : 0.43%</b>				
<i>Aviation Capital Group Corporation 144A</i>	6.75	4-6-2021	1,320,000	1,412,768
<i>Aviation Capital Group Corporation 144A</i>	7.13	10-15-2020	720,000	799,365
<i>Delta Air Lines Incorporated</i>	4.75	11-7-2021	713,576	763,526
				2,975,659
<b>Commercial Services &amp; Supplies : 1.27%</b>				
<i>ADT Corporation</i>	3.50	7-15-2022	750,000	627,563
<i>Covanta Holding Corporation</i>	6.38	10-1-2022	225,000	231,639
<i>Covanta Holding Corporation</i>	7.25	12-1-2020	230,000	248,721



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<i>Geo Group Incorporated 144A</i>	5.13	4-1-2023	1,775,000	1,717,313
<i>Geo Group Incorporated</i>	6.63	2-15-2021	365,000	388,725
<i>Geo Group Incorporated</i>	7.75	10-15-2017	2,250,000	2,356,875
<i>Interface Incorporated</i>	7.63	12-1-2018	125,000	133,750
<i>Iron Mountain Incorporated</i>	8.38	8-15-2021	1,385,000	1,500,994
<i>Penske Truck Leasing Company 144A</i>	3.75	5-11-2017	750,000	779,873
<i>Republic Services Incorporated</i>	3.55	6-1-2022	750,000	731,524

8,716,977

**Machinery : 0.51%**

<i>Columbus McKinnon Corporation</i>	7.88	2-1-2019	725,000	772,125
<i>H&amp;E Equipment Services Incorporated</i>	7.00	9-1-2022	2,565,000	2,744,550

3,516,675

Portfolio of investments July 31, 2013 (unaudited)

Wells Fargo Advantage Multi-Sector Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Professional Services : 0.29%</b>				
<i>Interactive Data Corporation</i>	10.25%	8-1-2018	\$ 1,250,000	\$ 1,400,000
<i>Verisk Analytics Incorporated</i>	5.80	5-1-2021	530,000	591,729
				1,991,729
<b>Transportation Infrastructure : 0.19%</b>				
<i>Florida East Coast Railway Corporation</i>	8.13	2-1-2017	885,000	938,100
<i>Watco Companies LLC 144A</i>	6.38	4-1-2023	345,000	344,138
				1,282,238
<b>Information Technology : 3.87%</b>				
<b>Communications Equipment : 0.30%</b>				
<i>Avaya Incorporated</i>	9.75	11-1-2015	575,000	563,500
<i>CyrusOne LP</i>	6.38	11-15-2022	300,000	315,000
<i>Lucent Technologies Incorporated</i>	6.45	3-15-2029	1,285,000	1,015,150
<i>SBA Communications Corporation</i>	5.63	10-1-2019	160,000	161,200
				2,054,850
<b>Computers &amp; Peripherals : 0.24%</b>				
<i>Hewlett-Packard Company</i>	4.05	9-15-2022	750,000	731,436
<i>NCR Corporation</i>	5.00	7-15-2022	920,000	890,100
				1,621,536
<b>Electronic Equipment, Instruments &amp; Components : 1.12%</b>				
<i>CDW Financial Corporation</i>	12.54	10-12-2017	592,000	624,560
<i>Jabil Circuit Incorporated</i>	8.25	3-15-2018	5,275,000	6,237,688
<i>L-3 Communications Corporation</i>	4.95	2-15-2021	750,000	794,315
				7,656,563
<b>Internet Software &amp; Services : 0.06%</b>				
<i>Equinix Incorporated</i>	4.88	4-1-2020	170,000	168,300
<i>Equinix Incorporated</i>	7.00	7-15-2021	75,000	82,125
<i>Verisign Incorporated 144A</i>	4.63	5-1-2023	170,000	163,200
				413,625
<b>IT Services : 1.90%</b>				
<i>Audatex North America Incorporated 144A</i>	6.00	6-15-2021	1,400,000	1,424,500
<i>Audatex North America Incorporated</i>	6.75	6-15-2018	750,000	800,625
<i>Fidelity National Information Services Incorporated</i>	7.88	7-15-2020	1,000,000	1,105,171

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<i>First Data Corporation 144A</i>	7.38	6-15-2019	625,000	656,250
<i>First Data Corporation</i>	11.25	3-31-2016	3,489,000	3,471,555
<i>SunGard Data Systems Incorporated</i>	7.38	11-15-2018	5,007,000	5,307,420
<i>SunGard Data Systems Incorporated</i>	7.63	11-15-2020	250,000	271,250
				13,036,771

**Software : 0.25%**

<i>CA Incorporated</i>	5.38	12-1-2019	750,000	829,929
<i>Nuance Communications Incorporated 144A</i>	5.38	8-15-2020	925,000	901,875
				1,731,804

**Materials : 1.11%**

**Chemicals : 0.33%**

<i>Chemtura Corporation</i>	5.75	7-15-2021	575,000	572,125
<i>Dow Chemical Company</i>	4.13	11-15-2021	750,000	775,544

## Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of investments July 31, 2013 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Chemicals (continued)</b>				
<i>Tronox Finance LLC 144A</i>	6.38%	8-15-2020	\$ 925,000	\$ 885,688
				2,233,357
<b>Containers &amp; Packaging : 0.48%</b>				
<i>Crown Cork &amp; Seal Company Incorporated</i>	7.38	12-15-2026	185,000	205,350
<i>Crown Cork &amp; Seal Company Incorporated (i)</i>	7.50	12-15-2096	600,000	570,000
<i>Owens-Illinois Incorporated</i>	7.80	5-15-2018	1,295,000	1,492,488
<i>Sealed Air Corporation 144A</i>	6.88	7-15-2033	1,075,000	1,021,250
				3,289,088
<b>Metals &amp; Mining : 0.08%</b>				
<i>Freeport-McMoRan Copper &amp; Gold Incorporated</i>	3.55	3-1-2022	600,000	542,587
<i>Indalex Holdings Corporation (a)(i)(s)</i>	11.50	2-1-2014	3,170,000	0
				542,587
<b>Paper &amp; Forest Products : 0.22%</b>				
<i>Georgia-Pacific LLC</i>	8.88	5-15-2031	1,080,000	1,500,233
<b>Telecommunication Services : 8.27%</b>				
<b>Diversified Telecommunication Services : 3.41%</b>				
<i>CenturyLink Incorporated</i>	5.80	3-15-2022	600,000	597,000
<i>Citizens Communications Company</i>	7.88	1-15-2027	1,805,000	1,739,569
<i>Frontier Communications Corporation</i>	8.13	10-1-2018	845,000	942,175
<i>Frontier Communications Corporation</i>	8.25	5-1-2014	4,000	4,160
<i>Frontier Communications Corporation</i>	8.25	4-15-2017	1,040,000	1,175,200
<i>Frontier Communications Corporation</i>	8.50	4-15-2020	525,000	582,750
<i>GCI Incorporated</i>	6.75	6-1-2021	2,330,000	2,190,200
<i>GCI Incorporated</i>	8.63	11-15-2019	5,625,000	5,835,938
<i>Qwest Corporation</i>	7.13	11-15-2043	795,000	805,383
<i>Qwest Corporation</i>	7.25	9-15-2025	1,040,000	1,166,734
<i>Qwest Corporation</i>	7.63	8-3-2021	230,000	251,850
<i>Syniverse Holdings Incorporated</i>	9.13	1-15-2019	5,005,000	5,405,400
<i>Windstream Corporation</i>	7.88	11-1-2017	2,330,000	2,609,600
				23,305,959
<b>Wireless Telecommunication Services : 4.86%</b>				
<i>Cricket Communications Incorporated</i>	7.75	10-15-2020	1,930,000	2,195,375
<i>Crown Castle International Corporation</i>	5.25	1-15-2023	1,225,000	1,179,063
<i>Crown Castle International Corporation</i>	7.13	11-1-2019	75,000	80,813
<i>Crown Castle Towers LLC 144A</i>	6.11	1-15-2040	750,000	852,151

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<i>MetroPCS Wireless Incorporated 144A</i>	6.25	4-1-2021	170,000	173,400
<i>MetroPCS Wireless Incorporated</i>	6.63	11-15-2020	3,300,000	3,465,000
<i>MetroPCS Wireless Incorporated 144A</i>	6.63	4-1-2023	160,000	163,200
<i>MetroPCS Wireless Incorporated</i>	7.88	9-1-2018	1,950,000	2,115,750
<i>Motorola Solutions Incorporated</i>	3.75	5-15-2022	750,000	731,754
<i>SBA Telecommunications Corporation</i>	5.75	7-15-2020	2,000,000	2,045,000
<i>SBA Telecommunications Corporation</i>	8.25	8-15-2019	15,000	16,238
<i>Sprint Capital Corporation</i>	6.88	11-15-2028	13,360,000	12,291,200
<i>Sprint Capital Corporation</i>	8.75	3-15-2032	1,855,000	1,957,025
<i>Sprint Nextel Corporation 144A</i>	9.00	11-15-2018	325,000	385,125
<i>Sprint Nextel Corporation</i>	11.50	11-15-2021	625,000	831,250
<i>TW Telecommunications Holdings Incorporated</i>	5.38	10-1-2022	3,275,000	3,291,375
<i>TW Telecommunications Holdings Incorporated</i>	8.00	3-1-2018	1,400,000	1,489,250
				33,262,969

Portfolio of investments July 31, 2013 (unaudited)

Wells Fargo Advantage Multi-Sector Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Utilities : 3.64%</b>				
<b>Electric Utilities : 1.57%</b>				
<i>Energy Future Intermediate Holding Company LLC 144A</i>				
	6.88%	8-15-2017	\$ 500,000	\$ 510,000
<i>Great Plains Energy Incorporated</i>	4.85	6-1-2021	750,000	807,980
<i>IPALCO Enterprises Incorporated</i>	5.00	5-1-2018	1,075,000	1,118,000
<i>IPALCO Enterprises Incorporated 144A</i>	7.25	4-1-2016	1,925,000	2,122,313
<i>Mirant Mid-Atlantic LLC Series C</i>	10.06	12-30-2028	3,614,632	4,030,315
<i>Otter Tail Corporation</i>	9.00	12-15-2016	1,835,000	2,124,013
<i>PNM Resources Incorporated</i>	9.25	5-15-2015	9,000	10,103
				10,722,724
<b>Gas Utilities : 0.41%</b>				
<i>AmeriGas Finance LLC</i>	6.50	5-20-2021	45,000	46,800
<i>AmeriGas Finance LLC</i>	6.75	5-20-2020	1,775,000	1,885,938
<i>AmeriGas Finance LLC</i>	7.00	5-20-2022	795,000	846,675
				2,779,413
<b>Independent Power Producers &amp; Energy Traders : 1.44%</b>				
<i>Calpine Construction Finance Corporation 144A</i>	7.25	10-15-2017	4,433,000	4,632,485
<i>NRG Energy Incorporated</i>	8.50	6-15-2019	1,615,000	1,744,200
<i>NSG Holdings LLC 144A</i>	7.75	12-15-2025	2,175,000	2,294,625
<i>Reliant Energy Incorporated</i>	9.24	7-2-2017	759,521	786,104
<i>Reliant Energy Incorporated</i>	9.68	7-2-2026	410,000	430,500
				9,887,914
<b>Multi-Utilities : 0.22%</b>				
<i>Ameren Illinois Company</i>	9.75	11-15-2018	500,000	674,283
<i>CMS Energy Corporation</i>	5.05	3-15-2022	750,000	817,588
				1,491,871
<b>Total Corporate Bonds and Notes (Cost \$425,322,237)</b>				439,284,759
<b>Foreign Corporate Bonds and Notes @: 3.86%</b>				
<b>Consumer Discretionary : 0.48%</b>				
<b>Automobiles : 0.09%</b>				
<i>Jaguar Land Rover plc (GBP)</i>	8.25	3-15-2020	300,000	504,294
<i>Servus Luxembourg Holding SCA (EUR) 144A</i>	7.75	6-15-2018	100,000	133,700
				637,994

**Hotels, Restaurants & Leisure : 0.11%**

<i>Casino Guichard Perrachon SA (EUR)</i>	4.73	5-26-2021	500,000	737,736
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**Media : 0.28%**

<i>Arqiva Broadcast Finance plc (GBP) 144A</i>	9.50	3-31-2020	100,000	163,154
<i>Telenet Finance V Luxemburg SCA (EUR)</i>	6.25	8-15-2022	400,000	548,104
<i>Unitymedia Hessen GmbH &amp; Company (EUR) 144A</i>	5.13	1-21-2023	500,000	641,229
<i>Ziggo Holding BV (EUR)</i>	3.63	3-27-2020	400,000	526,153
				1,878,640

**Consumer Staples : 0.34%****Food & Staples Retailing : 0.17%**

<i>Foodcorp Limited (EUR)</i>	8.75	3-1-2018	820,000	1,180,885
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## Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of investments July 31, 2013 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Food Products : 0.17%</b>				
<i>BRF SA 144A (BRL)</i>	7.75%	5-22-2018	\$ 3,100,000	\$ 1,153,659
<b>Financials : 2.28%</b>				
<b>Commercial Banks : 1.96%</b>				
<i>Eurofima (AUD)</i>	6.25	12-28-2018	2,450,000	2,400,039
<i>European Investment Bank (AUD)</i>	6.13	1-23-2017	4,930,000	4,801,766
<i>International Bank for Reconstruction &amp; Development (AUD)</i>	5.75	10-1-2020	950,000	934,264
<i>KfW (AUD)</i>	6.25	5-19-2021	1,210,000	1,214,123
<i>KfW (AUD)</i>	6.38	2-17-2015	3,319,000	2,760,562
<i>Sberbank Rossii (NZD)</i>	7.00	1-31-2016	44,000,000	1,334,891
				13,445,645
<b>Consumer Finance : 0.09%</b>				
<i>Fiat Industrial SpA (EUR)</i>	6.25	3-9-2018	400,000	588,387
<b>Diversified Financial Services : 0.23%</b>				
<i>General Electric Capital Corporation (NZD)</i>	4.25	1-17-2018	2,000,000	1,545,176
<b>Industrials : 0.39%</b>				
<b>Building Products : 0.08%</b>				
<i>Heidelbergcement AG (EUR)</i>	8.50	10-31-2019	330,000	554,257
<b>Commercial Services &amp; Supplies : 0.05%</b>				
<i>Iron Mountain Incorporated (EUR)</i>	6.75	10-15-2018	250,000	339,605
<b>Trading Companies &amp; Distributors : 0.04%</b>				
<i>Rexel SA (EUR)</i>	7.00	12-17-2018	200,000	290,681
<b>Transportation Infrastructure : 0.22%</b>				
<i>Heathrow Funding Limited (EUR)</i>	4.60	2-15-2020	1,000,000	1,498,663
<b>Information Technology : 0.04%</b>				
<b>Software : 0.04%</b>				
<i>Teamsystem Holdings SpA (EUR) 144A</i>	7.38	5-15-2020	200,000	256,758
<b>Materials : 0.08%</b>				
<b>Paper &amp; Forest Products : 0.08%</b>				
<i>Smurfit Kappa Funding plc (EUR)</i>	7.25	11-15-2017	400,000	558,747
<b>Telecommunication Services : 0.15%</b>				



**Diversified Telecommunication Services :****0.11 %**

<i>Telefonica Emisiones Company (EUR)</i>	4.69	11-11-2019	300,000	429,796
<i>Virgin Media Finance plc (GBP)</i>	8.88	10-15-2019	201,000	334,055
				763,851

**Wireless Telecommunication Services : 0.04%**

<i>Interxion Holding NV (EUR) 144A</i>	6.00	7-15-2020	200,000	268,731
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**Utilities : 0.10%****Water Utilities : 0.10%**

<i>Befesa Zinc Aser SA (EUR)</i>	8.88	5-15-2018	500,000	708,411
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**Total Foreign Corporate Bonds and Notes (Cost  
\$25,271,923)**

26,407,826

**Foreign Government Bonds @: 25.81%**

<i>Australia (AUD)</i>	3.25	4-21-2025	3,350,000	2,811,598
<i>Brazil (BRL)</i>	8.50	1-5-2024	14,580,000	5,959,563

Portfolio of investments July 31, 2013 (unaudited)

Wells Fargo Advantage Multi-Sector Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Foreign Government Bonds @</b>				
(continued)				
<i>Brazil (BRL)</i>	10.00%	1-1-2017	31,000,000	\$ 13,452,181
<i>Chile (CLP)</i>	5.50	8-5-2020	1,700,000,000	3,357,984
<i>Colombia (COP)</i>	7.75	4-14-2021	5,250,000,000	3,231,323
<i>Hungary (HUF)</i>	6.75	11-24-2017	2,165,000,000	10,130,834
<i>Indonesia (IDR)</i>	7.38	9-15-2016	83,100,000,000	8,112,678
<i>Korea (KRW)</i>	5.25	3-10-2027	2,830,000,000	2,968,373
<i>Malaysia (MYR)</i>	3.26	3-1-2018	16,250,000	4,912,304
<i>Malaysia (MYR)</i>	4.26	9-15-2016	21,100,000	6,638,988
<i>Mexico (MXN)</i>	7.25	12-15-2016	163,040,000	13,777,922
<i>Mexico (MXN)</i>	7.75	11-13-2042	111,390,000	9,323,952
<i>New Zealand (NZD)</i>	5.50	4-15-2023	5,625,000	4,935,260
<i>Nigeria (NGN)</i>	15.10	4-27-2017	500,000,000	3,230,386
<i>Poland (PLN) ☒</i>	0.00	7-25-2015	11,800,000	3,494,368
<i>Poland (PLN)</i>	4.00	10-25-2023	22,850,000	7,099,071
<i>Republic of South Africa (ZAR)</i>	2.00	1-31-2025	9,990,884	1,024,193
<i>Republic of South Africa (ZAR)</i>	2.60	3-31-2028	70,088,640	7,536,793
<i>Republic of South Africa (ZAR)</i>	6.50	2-28-2041	67,200,000	5,019,957
<i>Romania (RON)</i>	6.00	4-30-2016	11,750,000	3,650,387
<i>Russia (RUB)</i>	7.00	1-25-2023	579,000,000	17,118,016
<i>Russia (RUB)</i>	7.50	3-15-2018	172,600,000	5,461,133
<i>State of New South Wales Australia (AUD)</i>	6.00	3-1-2022	3,600,000	3,642,765
<i>State of Queensland Australia (AUD)</i>	6.00	7-21-2022	4,000,000	3,982,134
<i>Thailand (THB)</i>	3.25	6-16-2017	216,500,000	6,912,928
<i>Turkey (TRY)</i>	6.30	2-14-2018	20,525,000	9,573,633
<i>Turkey (TRY)</i>	9.00	3-8-2017	18,000,000	9,297,761
<b>Total Foreign Government Bonds (Cost \$194,574,599)</b>				176,656,485

**Municipal Obligations : 0.05%****New York : 0.05%**

<i>Build New York City Resource Corporation Bronx Charter School for Excellence Project Series B (Education Revenue)</i>	5.00	4-1-2018	\$ 345,000	336,437
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<b>Total Municipal Obligations (Cost \$345,000)</b>				336,437
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**Non-Agency Mortgage Backed****Securities : 7.56%**

<i>American General Mortgage Loan Series 2009 Class 1-A6 ±144A</i>	5.75	9-25-2048	1,000,000	1,007,738
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<i>American General Mortgage Loan Series</i>				
<i>2010 Class 1A-A3 ±144A</i>	5.65	3-25-2058	460,000	481,689
<i>American Home Mortgage Assets Series</i>				
<i>2006-2 Class 1A1 ±</i>	1.12	9-25-2046	3,782,637	2,562,722
<i>Argent Securities Incorporated Series</i>				
<i>2004-W5 Class AV3B ±</i>	1.09	4-25-2034	98,417	94,624
<i>Asset Backed Funding Certificates Series</i>				
<i>2003-AHL1 Class A1</i>	4.18	3-25-2033	300,922	295,420
<i>Banc of America Commercial Mortgage Securities Incorporated Series 2006-03 Class AM ±</i>	5.86	7-10-2044	1,340,000	1,397,383
<i>Banc of America Commercial Mortgage Securities Incorporated Series 2008-1 Class AM ±</i>	6.25	2-10-2051	550,000	603,076
<i>Banc of America Funding Corporation Series 2005 Class 5-1A1</i>	5.50	9-25-2035	622,270	643,426
<i>Banc of America Funding Corporation Series 2009 Class R6-3A1 ±144A</i>	2.38	1-26-2037	68,365	68,263
<i>Banc of America Mortgage Securities Series 2003 Class A-3A1 ±</i>	3.01	2-25-2033	185,532	176,082
<i>Bayview Financial Acquisition Trust Series 2005-B Class 1A6</i>	5.21	4-28-2039	21,760	21,845
<i>Bear Stearns Commercial Mortgage Series 2007-PW17 Class AM ±</i>	5.89	6-11-2050	318,000	357,144
<i>Bear Stearns Commercial Mortgage Series 2007-PW18 Class AM ±</i>	6.08	6-11-2050	100,000	112,514
<i>Carrington Mortgage Loan Trust Series 2005-FRE1 Class A5 ±</i>	0.47	12-25-2035	46,558	46,162
<i>Centex Home Equity Series 2002-A Class AF6</i>	5.54	1-25-2032	381,252	382,870
<i>Centex Home Equity Series 2002-D Class AF6 ±</i>	4.66	12-25-2032	133,183	135,729
<i>Centex Home Equity Series 2003-C Class AF4</i>	5.46	4-25-2032	57,297	57,815
<i>Centex Home Equity Series 2004-B Class AF6</i>	4.69	3-25-2034	305,000	305,229
<i>Chase Funding Mortgage Loan Series 2003 Class 5-1A4</i>	4.40	2-25-2030	138,370	138,466
<i>Citigroup Commercial Mortgage Trust Series 2006 Class C4 ±</i>	5.75	3-15-2049	680,000	739,784
<i>Citigroup Commercial Mortgage Trust Series 2006 Class C5</i>	5.46	10-15-2049	325,000	355,565
<i>Citigroup Commercial Mortgage Trust Series 2007-C6 Class AM ±</i>	5.70	12-10-2049	450,000	497,854
<i>Citigroup Commercial Mortgage Trust Series 2012-GC8 Class C ±144A</i>	4.88	9-10-2045	1,000,000	987,784

## Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of investments July 31, 2013 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Non-Agency Mortgage Backed Securities</b>				
(continued)				
<i>Citigroup Mortgage Loan Trust Incorporated Series 2003-HE3 Class A3 ±</i>	0.57%	12-25-2033	\$ 112,446	\$ 105,618
<i>Commercial Mortgage Pass Through Trust Series 2006-C8 Class AM</i>	5.35	12-10-2046	595,000	646,128
<i>Commercial Mortgage Pass Through Trust Series 2012-CR2 Class C ±</i>	4.86	8-15-2045	1,000,000	981,334
<i>Countrywide Asset Backed Certificates Series 2003-5 Class AF5</i>	5.82	2-25-2034	97,099	100,853
<i>Countrywide Home Loans Series 2003-48 Class 2A2 ±</i>	0.69	10-25-2033	201,756	202,001
<i>Credit Based Asset Servicing Series 2005-CB2 Class M1 ±</i>	0.85	4-25-2036	319,160	309,906
<i>Credit Suisse First Boston Mortgage Securities Series 2002-AR5 Class 1A1 ±</i>	2.22	9-25-2032	665,776	653,237
<i>Credit Suisse First Boston Mortgage Securities Series 2003-AR15 Class 3A1 ±</i>	2.80	6-25-2033	281,445	273,609
<i>Credit Suisse First Boston Mortgage Securities Series 2003-AR9 Class 2A2 ±</i>	2.38	3-25-2033	55,747	55,330
<i>Credit Suisse Mortgage Capital Certificate Series 2006 ±</i>	5.80	6-15-2038	1,045,000	1,147,487
<i>Credit Suisse Mortgage Capital Certificate Series 2006-C4 Class AM</i>	5.51	9-15-2039	1,000,000	1,061,784
<i>Equity One Asset Backed Securities Series 2004-2 Class AF4 ±</i>	4.62	7-25-2034	423,501	434,262
<i>First Franklin Mortgage Loan Assets Series 2005-FT9 Class A3 ±</i>	0.47	10-25-2035	65,653	65,591
<i>First Horizon Mortgage Pass Through Series 2004-AR1 Class 1A1 ±</i>	2.59	2-25-2034	482,763	468,434
<i>First Horizon Mortgage Pass Through Series 2004-AR4 Class 3A1 ±</i>	2.59	8-25-2034	19,409	18,325
<i>Global Mortgage Securitization Limited Series 2004-A Class A2 ±144A</i>	0.51	11-25-2032	583,230	550,283
<i>GMAC Mortgage Corporation Loan Series 2003-GH1 Class A5</i>	5.60	7-25-2034	17,333	17,635
<i>Greenpoint Mortgage Funding Trust Series 2005-HE4 Class 1A1 ±</i>	0.63	7-25-2030	44,567	42,441
<i>Greenwich Capital Commercial Funding Corporation Series 2006-GG7 Class AM ±</i>	5.86	7-10-2038	2,570,000	2,816,720
<i>Greenwich Capital Commercial Funding Corporation Series 2007-GG11 Class A4</i>	5.74	12-10-2049	475,000	533,685
<i>GS Mortgage Securities Trust Series 2006-GG6 Class AM ±</i>	5.62	4-10-2038	835,000	904,598
	5.80	8-10-2045	1,000,000	1,113,602

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<i>GS Mortgage Securities Trust Series 2007-GG10 Class A4 ±</i>				
<i>GS Mortgage Securities Trust Series 2010-C1 Class X ±144A(c)</i>	1.53	8-10-2043	6,548,591	482,271
<i>GS Mortgage Securities Trust Series 2012-GCJ7 Class XA ±(c)</i>	2.61	5-10-2045	4,929,293	673,011
<i>GSAA Home Equity Trust Series 2004-5 Class AF5 ±</i>	5.55	6-25-2034	66,500	68,060
<i>GSMPS Mortgage Loan Trust Series 2005-AHL Class M1 ±</i>	0.62	4-25-2035	23,069	22,271
<i>GSMPS Mortgage Loan Trust Series 2006-1 Class A1 ±144A</i>	0.49	3-25-2035	232,466	221,890
<i>GSMPS Mortgage Loan Trust Series 2006-SEA1 Class A ±144A</i>	0.49	5-25-2036	363,265	355,633
<i>Home Equity Asset Trust Series 2006-3 Class 2A3 ±</i>	0.37	7-25-2036	12,132	12,087
<i>JPMorgan Chase Commercial Mortgage Trust Series 2006-LDP9 Class AM</i>	5.37	5-15-2047	1,000,000	1,060,711
<i>JPMorgan Chase Commercial Mortgage Trust Series 2007-CB18 Class AM ±</i>	5.47	6-12-2047	875,000	966,143
<i>JPMorgan Chase Commercial Mortgage Trust Series 2007-CB20 Class AM ±</i>	5.87	2-12-2051	785,000	883,221
<i>JPMorgan Mortgage Trust Series 2004-A3 Class 2A1 ±</i>	2.72	7-25-2034	150,880	148,729
<i>JPMorgan Mortgage Trust Series 2004-A3 Series 3A3 ±</i>	4.85	7-25-2034	165,118	160,885
<i>JPMorgan Mortgage Trust Series 2005-A3 Class 11A2 ±</i>	4.15	6-25-2035	566,005	553,554
<i>JPMorgan Mortgage Trust Series 2005-A5 Class 3A2 ±</i>	2.46	8-25-2035	37,034	37,008
<i>JPMorgan Mortgage Trust Series 2009-7 Class 2A1 ±144A</i>	6.00	2-27-2037	92,290	92,807
<i>JPMorgan Mortgage Trust Series 2009-7 Class 5A1 ±144A</i>	6.00	2-27-2037	506,440	515,427
<i>LB-UBS Commercial Mortgage Trust Series 2007-C1 Class AM</i>	5.46	2-15-2040	750,000	821,351
<i>LB-UBS Commercial Mortgage Trust Series 2008-C1 ClassAM ±</i>	6.15	4-15-2041	820,000	925,749
<i>Lehman XS Trust Series 2006-18N Class A5A ±(i)</i>	0.36	12-25-2036	3,222,532	2,090,040
<i>MASTR Adjustable Rate Mortgage Trust Series 2003-6 Class 3A1 ±</i>	2.84	12-25-2033	886,888	868,050
<i>MASTR Adjustable Rate Mortgage Trust Series 2003-6 Class 4A2 ±</i>	4.79	1-25-2034	41,946	41,764
<i>MASTR Adjustable Rate Mortgage Trust Series 2004-13 Class 3A7 ±</i>	2.62	11-21-2034	53,001	54,076
<i>MASTR Alternative Loans Trust Series 2005-1 Class 5A1</i>	5.50	1-25-2020	110,550	112,704
<i>Merrill Lynch Countrywide Commercial Mortgage Trust Series 2006-4 Class AM ±</i>	5.20	12-12-2049	340,000	369,187
<i>Merrill Lynch Countrywide Commercial Mortgage Trust Series 2007-7 Class A4 ±</i>	5.74	6-12-2050	470,000	526,169

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<i>Merrill Lynch Countrywide Commercial Mortgage Trust Series 2007-9 Class A4</i>	5.70	9-12-2049	829,000	929,050
<i>Merrill Lynch Mortgage Trust Series 2005-A8 Class A1B3 ±</i>	5.25	8-25-2036	120,000	120,686
<i>Merrill Lynch Mortgage Trust Series 2006-C1 Class AM ±</i>	5.68	5-12-2039	565,000	616,595
<i>Mid State Trust Series 11 Class A1</i>	4.86	7-15-2038	285,661	305,121
<i>MLCC Mortgage Investors Incorporated Series 2003-G Class A2 ±</i>	1.10	1-25-2029	218,822	211,072

Portfolio of investments July 31, 2013 (unaudited)

Wells Fargo Advantage Multi-Sector Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Non-Agency Mortgage Backed Securities</b>				
(continued)				
<i>Morgan Stanley Bank of America Merrill Lynch Trust Series 2012-C5 Class XA ±144A(c)</i>	1.90%	8-15-2045	\$ 5,926,878	\$ 600,357
<i>Morgan Stanley Bank of America Merrill Lynch Trust Series 2012-C6 Class C ±</i>	4.54	11-15-2045	1,000,000	957,273
<i>Morgan Stanley Capital I Trust Series 2004-NC1 Class M1 ±</i>	1.24	12-27-2033	793,536	758,619
<i>Morgan Stanley Capital I Trust Series 2005-HQ6 Class A4B</i>	5.04	8-13-2042	650,000	685,192
<i>Morgan Stanley Capital I Trust Series 2006-HQ10 Class AM</i>	5.36	11-12-2041	500,000	545,715
<i>Morgan Stanley Capital I Trust Series 2006-HQ9 Class AJ ±</i>	5.79	7-12-2044	1,000,000	1,085,887
<i>Morgan Stanley Capital I Trust Series 2006-HQ9 Class AM ±</i>	5.77	7-12-2044	25,000	27,340
<i>Morgan Stanley Capital I Trust Series 2006-IQ12 Class AM</i>	5.37	12-15-2043	500,000	544,823
<i>Morgan Stanley Capital I Trust Series 2007-HQ11 Class AM ±</i>	5.48	2-12-2044	500,000	551,309
<i>Morgan Stanley Capital I Trust Series 2010-GG10 Class A4B ±144A</i>	5.80	8-15-2045	615,000	676,030
<i>Morgan Stanley Capital I Trust Series 2010-R5 Class 3A ±144A</i>	0.49	3-26-2037	64,893	64,617
<i>Morgan Stanley Capital I Trust Series 2012-C4 Class C ±144A</i>	5.53	3-15-2045	900,000	932,141
<i>New Century Home Equity Loan Trust Series 2004-3 Class M1 ±</i>	1.12	11-25-2034	1,165,049	1,049,241
<i>New Century Home Equity Loan Trust Series 2005-1 Class A1MZ ±</i>	0.48	3-25-2035	62,015	60,381
<i>Provident Funding Mortgage Loan Series 2005-1 Class 2A1 ±</i>	2.75	5-25-2035	87,002	87,106
<i>RBSSP Resecuritization Trust Series 2010-3 Class 4A1 ±144A</i>	3.32	12-26-2035	55,248	55,653
<i>Renaissance Home Equity Loan Trust Series 2004-4 Class AF4</i>	4.88	2-25-2035	801,585	814,050
<i>Residential Asset Mortgage Products Incorporated Series 2006-EFC1 Class A2 ±</i>	0.39	2-25-2036	220,797	218,666
<i>Residential Asset Securities Series 2004-KS3 Class A14 ±</i>	3.77	1-25-2032	296,354	298,393
<i>Residential Funding Mortgage Securities I Series 2004-S9 Class 1A19</i>	5.50	12-25-2034	200,000	200,093
<i>Saxon Asset Securities Trust Series 2002-1 Class AF5 ±</i>	6.23	12-25-2030	200,085	198,335
	4.03	6-25-2033	762,374	773,290

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<i>Saxon Asset Securities Trust Series 2003-1 Class AF7</i>				
<i>Sequoia Mortgage Trust Series 2003-1 Class 1A ±</i>	0.95	4-20-2033	38,463	36,942
<i>Structured Adjustable Rate Mortgage Loan Trust Series 2004-2 Class 2A ±</i>	2.69	3-25-2034	81,387	80,012
<i>Structured Asset Investment Loan Trust Series 2005-4 Class M1 ±</i>	0.79	5-25-2035	55,874	55,593
<i>Structured Asset Securities Corporation Series 2002-9 Class A2 ±</i>	0.49	10-25-2027	128,958	126,562
<i>Terwin Mortgage Trust Series 2003-6HE Class A3 ±</i>	1.33	11-25-2033	350,972	348,839
<i>Wachovia Bank Commercial Mortgage Trust Series 2006-C23 Class AM ±</i>	5.47	1-15-2045	1,220,000	1,320,291
<i>Washington Mutual Mortgage Trust Series 2004-RA4 Class 3A</i>	7.50	7-25-2034	374,527	392,408
<b>Total Non-Agency Mortgage Backed Securities (Cost \$49,411,020)</b>				51,762,527

	Dividend yield		Shares	
<b>Preferred Stocks : 0.17%</b>				
<b>Financials : 0.17%</b>				
<b>Diversified Financial Services : 0.17%</b>				
<i>GMAC Capital Trust I ±</i>	8.13		44,400	1,178,820
<b>Total Preferred Stocks (Cost \$1,130,339)</b>				1,178,820

<b>Term Loans : 18.76%</b>				
<i>ADS Waste Holdings Incorporated</i>	4.25	10-9-2019	1,079,690	1,087,097
<i>Advantage Sales &amp; Marketing LLC</i>	8.25	6-17-2018	452,143	462,316
<i>Albertson's LLC</i>	4.25	3-21-2016	301,824	302,579
<i>Albertson's LLC</i>	4.75	3-21-2019	196,926	197,788
<i>Alliance Laundry Systems LLC</i>	4.50	12-7-2018	1,794,923	1,811,382
<i>Alliance Laundry Systems LLC</i>	9.50	12-10-2019	2,028,122	2,063,614
<i>Allison Transmission Incorporated</i>	3.20	8-7-2017	968,013	974,054
<i>Allison Transmission Incorporated</i>	4.25	8-23-2019	2,447,434	2,465,252
<i>American Capital Holdings Incorporated</i>	5.50	8-22-2016	315,167	316,481
<i>Ameristar Casinos Incorporated</i>	4.00	4-14-2018	992,686	993,570
<i>Applied Systems Incorporated</i>	4.25	12-8-2016	585,431	587,995
<i>Applied Systems Incorporated</i>	8.25	6-8-2017	420,000	422,100
<i>Arris Group Incorporated</i>	3.50	4-17-2020	897,750	895,129
<i>Barrington Broadcasting Group LLC</i>	7.50	6-14-2017	3,000,875	3,004,626
<i>Capital Automotive LP</i>	4.00	4-5-2019	3,258,516	3,279,892



## Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of investments July 31, 2013 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Term Loans (continued)</b>				
<i>Capital Automotive LP</i>	6.00%	4-30-2020	\$ 1,460,000	\$ 1,501,975
<i>CBAC Borrower LLC</i>	8.25	7-2-2020	1,200,000	1,236,000
<i>CCC Information Services Incorporated</i>	4.00	12-20-2019	597,997	598,733
<i>CCM Merger Incorporated</i>	5.00	3-1-2017	2,886,697	2,908,347
<i>CDW LLC &lt;</i>	3.50	4-29-2020	898,000	892,199
<i>Centaur LLC</i>	5.25	2-20-2019	99,750	100,373
<i>Centaur LLC</i>	8.75	2-20-2020	1,325,000	1,334,938
<i>Charter Communications Operating LLC</i>	3.00	1-4-2021	1,856,250	1,846,969
<i>Covanta Energy Holdings</i>	3.50	3-28-2019	2,567,500	2,585,164
<i>Cricket Communications Incorporated</i>	4.75	10-10-2019	298,500	300,864
<i>Crown Castle International Corporation</i>	3.25	1-31-2019	6,550,458	6,552,488
<i>DaVita HealthCare Partners Incorporated</i>	4.00	11-1-2019	1,135,407	1,140,675
<i>DineEquity Incorporated</i>	3.75	10-19-2017	1,409,152	1,426,330
<i>Dunkin Brands Incorporated</i>	3.75	2-11-2020	3,111,007	3,125,007
<i>Entercom Radio LLC</i>	5.01	11-23-2018	1,399,255	1,413,682
<i>Federal-Mogul Corporation</i>	2.14	12-27-2014	3,393,350	3,344,588
<i>Federal-Mogul Corporation</i>	2.14	12-27-2015	3,920,145	3,863,812
<i>Focus Brands Incorporated</i>	4.27	2-21-2018	850,950	852,813
<i>Focus Brands Incorporated</i>	10.25	8-21-2018	2,023,863	2,054,221
<i>Genesys Telecommunication Holdings U.S. Incorporated</i>	4.00	2-8-2020	623,438	624,996
<i>Getty Images Incorporated</i>	4.75	10-18-2019	759,629	759,470
<i>Goodyear Tire &amp; Rubber Company</i>	4.75	4-30-2019	6,200,000	6,243,338
<i>HHI Holdings LLC</i>	5.00	10-5-2018	1,572,900	1,582,731
<i>Hub International Limited</i>	3.69	6-13-2017	698,250	701,448
<i>Interactive Data Corporation</i>	3.75	2-11-2018	3,349,546	3,355,843
<i>Kronos Incorporated</i>	4.50	10-30-2019	492,153	495,229
<i>Level 3 Financing Incorporated</i>	4.75	2-1-2016	1,730,781	1,738,137
<i>LIN Television Corporation</i>	4.00	12-21-2018	744,340	747,444
<i>Local TV Finance LLC</i>	4.19	5-7-2015	3,038,233	3,041,484
<i>LPL Holdings Incorporated</i>	3.25	3-29-2019	3,727,907	3,720,153
<i>MedAssets Incorporated</i>	4.00	12-13-2019	317,678	319,133
<i>MGM Resorts International</i>	3.50	12-20-2019	1,369,060	1,369,635
<i>Mission Broadcasting Incorporated</i>	4.25	12-3-2019	286,612	289,479
<i>Nexstar Broadcasting Incorporated</i>	4.25	12-3-2019	677,949	684,728
<i>Nielsen Finance LLC</i>	2.94	5-2-2016	483,528	485,946
<i>Novelis Incorporated</i>	3.75	3-10-2017	982,471	987,383
<i>nTelos Incorporated</i>	5.75	11-9-2019	1,325,457	1,321,321
<i>Nusil Technology LLC</i>	5.25	4-7-2017	396,730	396,532
<i>Penn National Gaming Incorporated</i>	3.75	7-14-2018	1,809,722	1,817,268
<i>Philadelphia Energy Solutions LLC</i>	6.25	4-4-2018	2,867,813	2,846,304
<i>Phillips Van Heusen Corporation</i>	3.25	2-13-2020	507,908	509,655
<i>Prestige Brands Incorporated</i>	3.78	1-31-2019	219,129	220,910
<i>Progressive Waste Solutions Limited</i>	3.50	10-24-2019	1,600,486	1,612,490

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<i>Riverbed Technology Incorporated</i>	4.00	12-18-2019	149,768	150,985
<i>SBA Senior Finance II LLC</i>	3.75	6-30-2018	725,744	727,559
<i>SBA Senior Finance II LLC</i>	3.75	9-20-2019	150,097	150,660
<i>Sedgwick CMS Holdings Incorporated</i>	8.00	12-12-2018	500,000	507,500
<i>Spin Holdco Incorporated</i>	4.25	11-14-2019	1,110,000	1,115,894
<i>Springleaf Finance Corporation</i>	5.50	5-10-2017	336,000	336,212
<i>Starwood Property Trust Incorporated</i>	3.50	4-17-2020	349,125	349,125
<i>Syniverse Holdings Incorporated</i>	5.00	4-23-2019	990,000	994,128
<i>Syniverse Holdings, Incorporated</i>	4.00	4-23-2019	175,000	175,292
<i>Tallgrass Energy Partners LP</i>	5.25	11-13-2018	1,739,630	1,754,851
<i>Telesat Holdings Incorporated</i>	3.50	3-28-2019	2,623,550	2,630,922
<i>Tempur-Pedic International Incorporated</i>	3.50	3-18-2020	943,725	939,714
<i>Texas Competitive Electric Holdings LLC</i>	3.72	10-10-2014	20,096,983	14,258,809
<i>The Weather Channel LLC</i>	7.00	6-26-2020	200,000	204,500
<i>Total Safety US Incorporated</i>	9.25	8-21-2020	289,275	294,337
<i>Transdigm Group Incorporated</i>	3.75	2-28-2020	3,473,459	3,486,484
<i>United Surgical Partners International Incorporated</i>	4.25	4-19-2017	1,921,978	1,924,381
<i>United Surgical Partners International Incorporated</i>	4.75	4-3-2019	1,607,754	1,616,468
<i>Valeant Pharmaceuticals International Incorporated Series C</i>	3.50	12-11-2019	201,574	203,400
<i>Valeant Pharmaceuticals International Incorporated Series D</i>	3.50	2-13-2019	1,687,271	1,701,326
<i>Washington Multifamily Laundry Systems LLC</i>	5.25	2-21-2019	1,665,825	1,669,990

Portfolio of investments July 31, 2013 (unaudited)

Wells Fargo Advantage Multi-Sector Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Term Loans (continued)</b>				
<i>Wendy s International Incorporated</i>	3.25%	5-15-2019	\$ 1,354,889	\$ 1,359,130
<b>Total Term Loans (Cost \$131,484,585)</b>				128,365,777
<b>Yankee Corporate Bonds and Notes : 7.75%</b>				
<b>Consumer Discretionary : 0.58%</b>				
<b>Diversified Consumer Services : 0.10%</b>				
<i>Anglo American Capital Company 144A</i>	4.13	9-27-2022	750,000	704,266
<b>Media : 0.48%</b>				
<i>Grupo Televisa SA</i>	6.00	5-15-2018	750,000	847,500
<i>Myriad International Holdings BV 144A</i>	6.00	7-18-2020	500,000	516,250
<i>Myriad International Holdings BV 144A</i>	6.38	7-28-2017	750,000	809,025
<i>Videotron Limited</i>	9.13	4-15-2018	363,000	381,150
<i>WPP Finance 2010 Company</i>	3.63	9-7-2022	750,000	712,119
				3,266,044
<b>Consumer Staples : 0.33%</b>				
<b>Beverages : 0.11%</b>				
<i>Pernod Ricard SA 144A</i>	4.45	1-15-2022	760,000	789,152
<b>Food Products : 0.11%</b>				
<i>BRF SA 144A</i>	5.88	6-6-2022	750,000	761,250
<b>Tobacco : 0.11%</b>				
<i>BAT International Finance plc 144A</i>	3.25	6-7-2022	750,000	739,651
<b>Energy : 0.92%</b>				
<b>Energy Equipment &amp; Services : 0.12%</b>				
<i>Ensco plc</i>	4.70	3-15-2021	750,000	804,373
<b>Oil, Gas &amp; Consumable Fuels : 0.80%</b>				
<i>Griffin Coal Mining Company Limited 144A(s)</i>	9.50	12-1-2016	1,685,411	1,474,735
<i>Griffin Coal Mining Company Limited (s)</i>	9.50	12-1-2016	137,792	120,568
<i>Petrobras International Finance Company</i>	5.38	1-27-2021	670,000	667,672
<i>Petroleos Mexicanos</i>	4.88	1-24-2022	750,000	770,625
<i>Petroplus Finance Limited</i>	5.75	1-20-2020	650,000	671,832
<i>TNK BP Finance SA</i>	6.63	3-20-2017	1,150,000	1,260,630
<i>Woodside Finance Limited 144A</i>	8.75	3-1-2019	405,000	519,312
				5,485,374

**Financials : 1.59%****Commercial Banks : 0.88%**

<i>Banco de Brasil 144A</i>	5.88	1-26-2022	750,000	720,000
<i>Banco del Estado de Chile 144A</i>	3.88	2-8-2022	650,000	631,755
<i>Export Import Bank of Korea</i>	5.00	4-11-2022	750,000	814,151
<i>ITAU Unibanco Holding SA</i>	5.13	5-13-2023	1,650,000	1,524,600
<i>Macquarie Bank Limited 144A</i>	5.00	2-22-2017	750,000	808,682
<i>Royal Bank of Scotland plc</i>	4.38	3-16-2016	750,000	799,620
<i>Standard Chartered Bank 144A</i>	6.40	9-26-2017	650,000	739,440
				6,038,248

**Consumer Finance : 0.57%**

<i>Wind Acquisition Finance SpA 144A</i>	11.75	7-15-2017	3,660,000	3,861,300
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## Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of investments July 31, 2013 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Diversified Financial Services : 0.14%</b>				
<i>Corporación Andina de Fomento</i>	4.38%	6-15-2022	\$ 958,000	\$ 968,704
<i>Preferred Term Securities XII Limited (i)(s)</i>	0.00	12-24-2033	635,000	6
				968,710
<b>Health Care : 0.29%</b>				
<b>Pharmaceuticals : 0.29%</b>				
<i>VPPI Escrow Corporation 144A</i>	6.75	8-15-2018	680,000	717,400
<i>VPPI Escrow Corporation 144A</i>	7.50	7-15-2021	1,210,000	1,297,725
				2,015,125
<b>Industrials : 0.28%</b>				
<b>Airlines : 0.08%</b>				
<i>Aguila 3 SA</i>	7.88	1-31-2018	500,000	517,500
<b>Commercial Services &amp; Supplies : 0.09%</b>				
<i>Tyco Electronics Group SA</i>	3.50	2-3-2022	625,000	605,664
<b>Road &amp; Rail : 0.11%</b>				
<i>Canadian Pacific Railway Company</i>	4.50	1-15-2022	750,000	786,947
<b>Information Technology : 0.65%</b>				
<b>Computers &amp; Peripherals : 0.53%</b>				
<i>Seagate Technology HDD Holdings 144A</i>	4.75	6-1-2023	650,000	620,750
<i>Seagate Technology HDD Holdings</i>	6.80	10-1-2016	650,000	722,313
<i>Seagate Technology HDD Holdings</i>	6.88	5-1-2020	1,035,000	1,122,975
<i>Seagate Technology HDD Holdings</i>	7.00	11-1-2021	1,050,000	1,141,875
				3,607,913
<b>Internet Software &amp; Services : 0.12%</b>				
<i>Tencent Holdings Limited 144A</i>	4.63	12-12-2016	750,000	805,113
<b>Materials : 0.78%</b>				
<b>Metals &amp; Mining : 0.60%</b>				
<i>ArcelorMittal</i>	5.00	2-25-2017	725,000	746,750
<i>Novelis Incorporated</i>	8.38	12-15-2017	550,000	592,625
<i>Novelis Incorporated</i>	8.75	12-15-2020	725,000	799,313
<i>Vale Overseas Limited</i>	4.38	1-11-2022	750,000	711,015
<i>Vedanta Resources plc 144A</i>	6.00	1-31-2019	1,300,000	1,267,500
				4,117,203

**Paper & Forest Products : 0.18%**

<i>Sappi Limited 144A</i>	7.50	6-15-2032	1,560,000	1,232,400
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**Telecommunication Services : 2.23%****Diversified Telecommunication Services :****2.01%**

<i>Ericsson LM</i>	4.13	5-15-2022	750,000	743,047
<i>Intelsat Bermuda Limited 144A</i>	7.75	6-1-2021	1,195,000	1,257,738
<i>Intelsat Bermuda Limited 144A</i>	8.13	6-1-2023	530,000	569,750
<i>Intelsat Jackson Holdings Limited 144A</i>	5.50	8-1-2023	2,900,000	2,784,000
<i>Intelsat Jackson Holdings Limited</i>	7.25	4-1-2019	2,055,000	2,221,969
<i>Intelsat Jackson Holdings Limited</i>	7.50	4-1-2021	525,000	571,594
<i>Intelsat Jackson Holdings Limited</i>	8.50	11-1-2019	1,400,000	1,545,250
<i>Intelsat Jackson Holdings SA</i>	7.25	10-15-2020	1,775,000	1,921,438
<i>Qtel International Finance Limited</i>	5.00	10-19-2025	300,000	303,750
<i>Sable International Finance Limited</i>	7.75	2-15-2017	350,000	371,000

Portfolio of investments July 31, 2013 (unaudited)

Wells Fargo Advantage Multi-Sector Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Diversified Telecommunication Services</b>				
(continued)				
<i>Virgin Media Finance plc</i>	6.50%	1-15-2018	\$ 650,000	\$ 677,625
<i>Vivendi SA 144A</i>	4.75	4-12-2022	750,000	758,903
				13,726,064
<b>Wireless Telecommunication Services :</b>				
<b>0.22%</b>				
<i>Globo Comunicacoes Participacoes SA 144A</i>	4.88	4-11-2022	750,000	740,625
<i>Telesat Canada Incorporated 144A</i>	6.00	5-15-2017	775,000	790,500
				1,531,125
<b>Utilities : 0.10%</b>				
<b>Electric Utilities : 0.10%</b>				
<i>Comision Federal de Electricidad 144A</i>	4.88	5-26-2021	650,000	679,250
<b>Total Yankee Corporate Bonds and Notes</b>				
<b>(Cost \$52,279,303)</b>				53,042,672
	<b>Yield</b>		<b>Shares</b>	
<b>Short-Term Investments : 1.44%</b>				
<b>Investment Companies : 1.44%</b>				
<i>Wells Fargo Advantage Cash Investment Money Market Fund, Select Class (l)(u)##</i>	0.08		9,850,043	9,850,043
<b>Total Short-Term Investments</b>				
<b>(Cost \$9,850,043)</b>				9,850,043
<b>Total investments in securities</b>				
<b>(Cost \$909,651,642)*</b>	132.43%			906,280,124
<i>Other assets and liabilities, net</i>	(32.43)			(221,910,462)
<b>Total net assets</b>	100.00%			\$ 684,369,662

± Variable rate investment. The rate shown is the rate in effect at period end.

144A Security that may be resold to qualified institutional buyers under Rule 144A or security offered pursuant to Section 4(2) of the Securities Act of 1933, as amended.

(c) Interest-only securities entitle holders to receive only the interest payments on the underlying mortgages. The principal amount shown is the notional amount of the underlying mortgages. Interest rate disclosed represents

*the coupon rate.*

*Non-income-earning security*

(a) *Security is fair valued by the Management Valuation Team, and in certain instances by the Board of Trustees, in accordance with procedures approved by the Board of Trustees.*

(i) *Illiquid security*

¥ *A payment-in-kind (PIK) security is a security in which the issuer may make interest or dividend payments in cash or additional securities. These additional securities generally have the same terms as the original holdings.*

%% *Security issued on a when-issued basis.*

(s) *Security is currently in default with regards to scheduled interest and/or principal payments. The Fund has stopped accruing interest on this security.*

@ *Foreign bond principal is denominated in local currency.*

⊠ *Security issued in zero coupon form with no periodic interest payments.*

< *All or a portion of the position represents an unfunded loan commitment.*

(l) *Investment in an affiliate*

(u) *Rate shown is the 7-day annualized yield at period end.*

## *All or a portion of this security has been segregated for when-issued securities and unfunded loans.*

\* *Cost for federal income tax purposes is \$913,930,661 and unrealized appreciation (depreciation) consists of:*

<i>Gross unrealized appreciation</i>	<i>\$ 31,474,964</i>
<i>Gross unrealized depreciation</i>	<i>(39,125,501)</i>
<i>Net unrealized depreciation</i>	<i>\$ (7,650,537)</i>



**Wells Fargo Advantage Multi-Sector Income Fund (the Fund )**

**Notes to Portfolio of investments July 31, 2013 (unaudited)**

**Securities valuation**

All investments are valued each business day as of the close of regular trading on the New York Stock Exchange (normally 4 p.m. Eastern Time).

Fixed income securities acquired with maturities exceeding 60 days are valued based on evaluated bid prices received from an independent pricing service which may utilize both transaction data and market information such as yield, prices of securities of comparable quality, coupon rate, maturity, type of issue, trading characteristics and other market data. If valuations are not available from the independent pricing service or values received are deemed not representative of market value, values will be obtained from a broker-dealer or otherwise determined based on the Fund's Valuation Procedures.

Short-term securities with maturities of 60 days or less generally are valued at amortized cost which approximates fair value. The amortized cost method involves valuing a security at its cost, plus accretion of discount or minus amortization of premium over the period until maturity.

Equity securities that are listed on a foreign or domestic exchange, except for The Nasdaq Stock Market, Inc. ( Nasdaq ), are valued at the official closing price or, if none, the last sales price. Securities listed on Nasdaq are valued at the Nasdaq Official Closing Price ( NOCP ). If no NOCP is available, securities are valued at the last sales price. If no sales price is shown on the Nasdaq, the bid price will be used. If no sale occurs on the primary exchange or market for the security that day or if no sale occurs and no bid price is shown on Nasdaq, the prior day's price will be deemed stale and fair values will be determined in accordance with the Fund's Valuation Procedures.

Securities denominated in foreign currencies are translated into U.S. dollars using the rates of exchange in effect on the day of valuation at a time specified by the Management Valuation Team of Wells Fargo Funds Management, LLC ( Funds Management ).

Investments in registered open-end investment companies are valued at net asset value.

Investments which are not valued using any of the methods discussed above are valued at their fair value, as determined by procedures established in good faith and approved by the Board of Trustees. The Board of Trustees has established a Valuation Committee comprised of the Trustees and has delegated to it the authority to take any actions regarding the valuation of portfolio securities that the Valuation Committee deems necessary or appropriate, including determining the fair value of portfolio securities, unless the determination has been delegated to the Management Valuation Team. The Board of Trustees retains the authority to make or ratify any valuation decisions or approve any changes to the Valuation Procedures as it deems appropriate. On a quarterly basis, the Board of Trustees receives reports on any valuation actions taken by the Valuation Committee or the Management Valuation Team which may include items for ratification.

Valuations of fair valued securities are compared to the next actual sales price when available, or other appropriate market information to assess the continued appropriateness of the fair valuation methodology used. These securities are fair valued on a day-to-day basis, taking into consideration changes to appropriate market information and any significant changes to the input factors considered in the valuation process until there is a readily available price provided on the exchange or by an independent pricing service. Valuations received from an independent pricing

service or broker quotes are periodically validated by comparisons to most recent trades and valuations provided by other independent pricing services in addition to the review of prices by the adviser and/or subadviser. Unobservable inputs used in determining fair valuations are identified based on the type of security, taking into consideration factors utilized by market participants in valuing the investment, knowledge about the issuer and the current market environment.

### **Foreign currency translation**

The accounting records of the Fund are maintained in U.S. dollars. Assets, including investment securities, and liabilities denominated in foreign currency are translated into U.S. dollars at the rates of exchange at a time specified by the Management Valuation Team on the date of valuation. Purchases and sales of securities, and income and expenses are converted at the rate of exchange on the respective dates of such transactions. Reported net realized foreign exchange gains or losses arise from sales of foreign currencies, currency gains or losses realized between the trade and settlement dates on securities transactions, and the difference between the amounts of dividends, interest and foreign withholding taxes recorded and the U.S. dollar equivalent of the amounts actually paid or received. Net unrealized foreign exchange gains and losses arise from changes in the fair value of assets and liabilities other than investments in securities resulting in changes in exchange rates.

The changes in net assets arising from changes in exchange rates and the changes in net assets resulting from changes in market prices of securities are not separately presented. Such changes are recorded with net realized and unrealized gains or losses from investments. Gains and losses from certain foreign currency transactions are treated as ordinary income for U.S. federal income tax purposes.

### **Forward foreign currency contracts**

The Fund may be subject to foreign currency exchange rate risk in the normal course of pursuing its investment objectives. A forward foreign currency contract is an agreement between two parties to purchase or sell a specific currency for an agreed-upon price at a future date. The Fund enters into forward foreign currency contracts to facilitate transactions in foreign-denominated securities and to attempt to minimize the risk to the Fund from adverse changes in the relationship between currencies. Forward foreign currency contracts are recorded at the forward rate and marked-to-market daily. When the contracts are closed, realized gains and losses arising from such transactions are recorded as realized gains or losses on forward foreign currency contract transactions. The Fund could be exposed to risks if the counterparties to the contracts are unable to meet the terms of their contracts or if the value of the foreign currency changes unfavorably. The Fund's maximum risk of loss from counterparty credit risk is the unrealized gains on the contracts. This risk may be mitigated if there is a master netting arrangement between the Fund and the counterparty.

### **When-issued transactions**

The Fund may purchase securities on a forward commitment or when-issued basis. The Fund records a when-issued transaction on the trade date and will segregate assets in an amount at least equal in value to the Fund's commitment to purchase when-issued securities. Securities purchased on a when-issued basis are marked-to-market daily and the Fund begins earning interest on the settlement date. Losses may arise due to changes in the market value of the underlying securities or if the counterparty does not perform under the contract.

### **Term loans**

The Fund may invest in term loans. The Fund begins earning interest when the loans are funded. The loans pay interest at rates which are periodically reset by reference to a base lending rate plus a spread. The Fund assumes the credit risk of the borrower and there could be potential loss to the Fund in the event of default by the borrower.

As of July 31, 2013, the Fund had unfunded loan commitments of \$99,250.

### **Fair valuation measurements**

Fair value measurements of investments are determined within a framework that has established a fair value hierarchy based upon the various data inputs utilized in determining the value of the Fund's investments. The three-level hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to significant unobservable inputs (Level 3). The Fund's investments are classified within the fair value hierarchy based on the lowest level of input that is significant to the fair value measurement. The inputs are summarized into three broad levels as follows:

- Level 1 quoted prices in active markets for identical securities
- Level 2 other significant observable inputs (including quoted prices for similar securities, interest rates, prepayment speeds, credit risk, use of amortized cost, etc.)
- Level 3 significant unobservable inputs (including the Fund's own assumptions in determining the fair value of investments)

The inputs or methodologies used for valuing investments in securities are not necessarily an indication of the risk associated with investing in those securities.

As of July 31, 2013, the inputs used in valuing investments in securities were as follows:

	Quoted prices (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total
<b>Investments in securities</b>				
<b>Agency securities</b>	\$ 0	\$ 17,972,855	\$ 0	\$ 17,972,855
<b>Asset-backed securities</b>	0	804,851	0	804,851
<b>Equity securities</b>				
<i>Common stocks</i>	617,072	0	0	617,072
<i>Preferred stocks</i>	1,178,820	0	0	1,178,820
<b>Corporate bonds and notes</b>	0	439,284,759	0	439,284,759
<b>Foreign corporate bonds and notes</b>	0	26,407,826	0	26,407,826
<b>Foreign government bonds</b>	0	176,656,485	0	176,656,485
<b>Municipal obligations</b>	0	336,437	0	336,437
<b>Non agency mortgage-backed securities</b>	0	51,762,527	0	51,762,527
<b>Term loans</b>	0	117,751,104	10,614,673	128,365,777
<b>Yankee corporate bonds and notes</b>	0	53,042,672	0	53,042,672
<b>Short-term investments</b>				
<i>Investment companies</i>	9,850,043	0	0	9,850,043
	\$ 11,645,935	\$ 884,019,516	\$ 10,614,673	\$ 906,280,124

As of July 31, 2013, the inputs used in valuing the Fund's other financial instruments were as follows:

Other financial instruments	Significant unobservable inputs			Total
	Quoted prices (Level 1)	other observable inputs (Level 2)	inputs (Level 3)	
Forward foreign currency contracts+	\$ 0	\$ (943,008)	\$ 0	\$ (943,008)

+ Forward foreign currency contracts are presented at the unrealized losses on the instrument. Transfers in and transfers out are recognized at the end of the reporting period. For the nine months ended July 31, 2013, the Fund did not have any transfers into/out of **Level 1 or Level 2**.

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

	Common stocks	Term loans	Total
<b>Balance as of October 31, 2012</b>	\$ 2,322	\$ 16,839,203	\$ 16,841,525
Accrued discounts (premiums)	0	6,512	6,512
Realized gains (losses)	0	(7,637)	(7,637)
Change in unrealized gains (losses)	(2,322)	(85,247)	(87,569)
Purchases	0	10,691,589	10,691,589
Sales	0	(16,829,747)	(16,829,747)
Transfers into Level 3	0	0	0
Transfers out of Level 3	0	0	0
<b>Balance as of July 31, 2013</b>	\$ 0	\$ 10,614,673	\$ 10,614,673
<b>Change in unrealized gains (losses) relating to securities still held at July 31, 2013</b>	\$ (2,322)	\$ 33,759	\$ 31,437

The investments types categorized above were valued using indicative broker quotes and are therefore considered Level 3 inputs.

Quantitative unobservable inputs used by the brokers are often proprietary and not provided to the Fund and therefore the disclosure that would address these inputs is not included above.

### Derivative transactions

As of July 31, 2013, the Fund entered into forward foreign currency exchange contracts for economic hedging purposes. At July 31, 2013, the Fund had forward foreign currency contracts outstanding as follows:

Forward foreign currency contracts to buy:

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Exchange date	Counterparty	Contracts to receive	U.S. value at July 31, 2013	In exchange for U.S. \$	Unrealized gains (losses)
8-7-2013	State Street Bank	235,000,000 THB	\$ 7,505,805	\$ 7,963,132	\$ (457,327)
8-28-2013	State Street Bank	23,150,000 MYR	7,125,900	7,599,383	(473,483)
9-24-2013	State Street Bank	195,000,000 HUF	862,621	851,454	11,167

Forward foreign currency contracts to sell:

Exchange Date	Counterparty	Contracts to deliver	U.S. value at July 31, 2013	In exchange for U.S. \$	Unrealized gains (losses)
9-24-2013	State Street Bank	1,400,000,000 HUF	\$ 6,193,177	\$ 6,119,149	\$ (74,028)
10-30-2013	State Street Bank	14,500,000 TRY	7,363,138	7,394,941	31,803
10-31-2013	State Street Bank	18,500,000 ZAR	1,851,300	1,870,160	18,860

The following is a list of common abbreviations for terms and entities that may have appeared in this report.

ACA	ACA Financial Guaranty Corporation
ADR	American depositary receipt
ADS	American depositary shares
AGC	Assured Guaranty Corporation
AGM	Assured Guaranty Municipal
Ambac	Ambac Financial Group Incorporated
AMT	Alternative minimum tax
AUD	Australian dollar
BAN	Bond anticipation notes
BHAC	Berkshire Hathaway Assurance Corporation
BRL	Brazilian real
CAB	Capital appreciation bond
CAD	Canadian dollar
CCAB	Convertible capital appreciation bond
CDA	Community Development Authority
CDO	Collateralized debt obligation
CHF	Swiss franc
COP	Certificate of participation
DKK	Danish krone
DRIVER	Derivative inverse tax-exempt receipts
DW&P	Department of Water & Power
DWR	Department of Water Resources
ECFA	Educational & Cultural Facilities Authority
EDA	Economic Development Authority

EDFA Economic Development Finance Authority

ETF Exchange-traded fund

EUR Euro

FDIC Federal Deposit Insurance Corporation

FFCB Federal Farm Credit Banks

FGIC Financial Guaranty Insurance Corporation

FHA Federal Housing Administration

FHLB Federal Home Loan Bank

FHLMC Federal Home Loan Mortgage Corporation

FICO The Financing Corporation

FNMA Federal National Mortgage Association

FSA Farm Service Agency

GBP Great British pound

GDR Global depositary receipt

GNMA Government National Mortgage Association

GO General obligation

HCFR Healthcare facilities revenue

HEFA Health & Educational Facilities Authority

HEFAR Higher education facilities authority revenue

HFA Housing Finance Authority

HFFA Health Facilities Financing Authority

HKD Hong Kong dollar

HUD Department of Housing and Urban Development

HUF Hungarian forint

IDA Industrial Development Authority

IDAG Industrial Development Agency



IDR Industrial development revenue

IEP Irish pound

JPY Japanese yen

KRW Republic of Korea won

LIBOR London Interbank Offered Rate

LIQ Liquidity agreement

LLC Limited liability company

LLP Limited liability partnership

LOC Letter of credit

LP Limited partnership

MBIA Municipal Bond Insurance Association

MFHR Multifamily housing revenue

MSTR Municipal securities trust receipts

MTN Medium-term note

MUD Municipal Utility District

MXN Mexican peso

MYR Malaysian ringgit

National National Public Finance Guarantee Corporation

NOK Norwegian krone

NZD New Zealand dollar

PCFA Pollution Control Financing Authority

PCL Public Company Limited

PCR Pollution control revenue

PFA Public Finance Authority

PFFA Public Facilities Financing Authority

PFOTER Puttable floating option tax-exempt receipts

plc Public limited company

PLN Polish zloty

PUTTER Puttable tax-exempt receipts

R&D Research & development

Radian Radian Asset Assurance

RAN Revenue anticipation notes

RDA Redevelopment Authority

RDFA Redevelopment Finance Authority

REIT Real estate investment trust

ROC Reset option certificates

SAVRS Select auction variable rate securities

SBA Small Business Authority

SEK Swedish krona

SFHR Single-family housing revenue

SFMR Single-family mortgage revenue

SGD Singapore dollar

SKK Slovakian koruna

SPA Standby purchase agreement

SPDR Standard & Poor's Depository Receipts

STRIPS Separate trading of registered interest and principal securities

TAN Tax anticipation notes

TBA To be announced

TIPS Treasury inflation-protected securities

TRAN Tax revenue anticipation notes

TRY Turkish lira

TTFA Transportation Trust Fund Authority

TVA Tennessee Valley Authority

ZAR South African rand

ITEM 2. CONTROLS AND PROCEDURES

(a) The President and Treasurer have concluded that the Wells Fargo Advantage Multi-Sector Income Fund (the Trust ) disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940) provide reasonable assurances that material information relating to the Trust is made known to them by the appropriate persons based on their evaluation of these controls and procedures as of a date within 90 days of the filing of this report.

(b) There were no significant changes in the Trust s internal controls over financial reporting (as defined in Rule 30a-3(d) under the Investment Company Act of 1940) that occurred during the second fiscal quarter of the period covered by this report that materially affected, or is reasonably likely to materially affect, the registrant s internal control over financial reporting.

**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.

Wells Fargo Advantage Multi-Sector Income  
Fund

By: /s/ Karla M. Rabusch

Karla M. Rabusch  
President

Date: September 25, 2013

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

Wells Fargo Advantage Multi-Sector Income  
Fund

By: /s/ Karla M. Rabusch

Karla M. Rabusch  
President

Date: September 25, 2013

By: /s/ Jeremy DePalma

Jeremy DePalma  
Treasurer

Date: September 25, 2013