

WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND

Form N-Q

September 26, 2014

**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, 2014**

ITEM 1. INVESTMENTS

## Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of investments July 31, 2014 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Agency Securities : 2.31%</b>				
<i>FHLMC ±</i>	4.67%	9-1-2032	\$ 1,395,080	\$ 1,491,876
<i>FHLMC</i>	8.50	7-1-2028	72,483	86,482
<i>FHLMC</i>	8.50	3-1-2030	48,877	50,806
<i>FHLMC Series 1383 ±</i>	2.38	2-1-2037	579,470	620,270
<i>FHLMC Series 196 Class A ±</i>	0.95	12-15-2021	48,742	49,343
<i>FHLMC Series 2011-K16 Class B 144A±</i>	4.59	11-25-2046	1,000,000	1,064,960
<i>FHLMC Series 2011-K701 Class B 144A±</i>	4.29	7-25-2048	165,000	173,659
<i>FHLMC Series 2011-K702 Class B 144A±</i>	4.77	4-25-2044	740,000	792,757
<i>FHLMC Series 2012-K17 Class B 144A±</i>	4.35	12-25-2044	675,000	707,519
<i>FHLMC Series 2012-K18 Class B 144A±</i>	4.26	1-25-2045	810,000	844,089
<i>FHLMC Series 2012-K501 Class C 144A±</i>	3.49	11-25-2046	800,000	815,265
<i>FHLMC Series 2012-K705 Class B 144A±</i>	4.16	9-25-2044	1,000,000	1,048,787
<i>FHLMC Series 2012-K706 Class B 144A±</i>	4.02	11-25-2044	500,000	521,695
<i>FHLMC Series 2012-K706 Class C 144A±</i>	4.02	11-25-2044	805,000	827,439
<i>FHLMC Series 2012-K707 Class B 144A±</i>	3.88	1-25-2047	930,000	964,781
<i>FHLMC Series 2012-K709 Class B 144A±</i>	3.74	4-25-2045	1,000,000	1,030,412
<i>FHLMC Series 2012-K711 Class B 144A±</i>	3.56	8-25-2045	264,000	270,009
<i>FHLMC Series 2013-K30 Class B 144A±</i>	3.56	6-25-2045	700,000	687,126
<i>FHLMC Series 2013-K713 Class B 144A±</i>	3.17	4-25-2046	1,000,000	997,436
<i>FHLMC Series 2390 Class FD ±</i>	0.60	12-15-2031	36,291	36,658
<i>FHLMC Series 2567 Class FH ±</i>	0.55	2-15-2033	118,794	119,635
<i>FHLMC Series K007 Class XI ±(c)</i>	1.19	4-25-2020	988,841	50,033
<i>FHLMC Series K016 Class XI ±(c)</i>	1.57	10-25-2021	385,806	35,151
<i>FHLMC Series K020 Class XI ±(c)</i>	1.47	5-25-2022	6,877,353	622,229
<i>FNMA ±</i>	4.11	9-1-2037	710,772	725,544
<i>FNMA</i>	6.00	4-1-2033	69,178	75,863
<i>FNMA</i>	6.50	11-1-2032	61,616	63,397
<i>FNMA</i>	7.50	7-1-2017	30,185	30,584
<i>FNMA</i>	7.50	10-1-2028	7,062	7,085
<i>FNMA</i>	7.50	11-1-2028	150,866	161,989
<i>FNMA</i>	7.50	2-1-2030	36,547	37,039
<i>FNMA</i>	7.50	9-1-2030	87,520	92,886
<i>FNMA</i>	8.00	6-1-2030	21,454	21,744
<i>FNMA</i>	12.00	1-1-2016	2,596	2,620
<i>FNMA Series 1996-46 Class FA ±</i>	0.66	8-25-2021	26,634	26,832
<i>FNMA Series 2001-25 Class Z</i>	6.00	6-25-2031	238,475	263,272
<i>FNMA Series 2001-35 Class F ±</i>	0.76	7-25-2031	9,849	9,983
<i>FNMA Series 2001-57 Class F ±</i>	0.66	6-25-2031	9,916	10,014
<i>FNMA Series 2002-77 Class FH ±</i>	0.56	12-18-2032	77,203	77,752
<i>FNMA Series 2002-97 Class FR ±</i>	0.71	1-25-2033	19,345	19,533
<i>FNMA Series G91-16 Class F ±</i>	0.61	6-25-2021	28,112	28,289
<i>FNMA Series G92-17 Class F ±</i>	1.21	3-25-2022	76,878	78,502
<i>GNMA</i>	6.50	6-15-2028	48,789	55,601
<i>GNMA</i>	7.25	7-15-2017	13,864	14,044
<i>GNMA</i>	7.25	8-15-2017	32,068	33,805

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<i>GNMA</i>	7.25	8-15-2017	16,217	16,456
<i>GNMA</i>	7.25	9-15-2017	25,166	26,627
<i>GNMA</i>	7.25	10-15-2017	42,999	45,278
<i>GNMA</i>	7.25	10-15-2017	15,179	15,384
<i>GNMA</i>	7.25	11-15-2017	17,241	17,706
<i>GNMA</i>	7.25	1-15-2018	7,085	7,110
<i>GNMA</i>	7.25	1-15-2018	9,793	9,828
<i>GNMA</i>	7.25	2-15-2018	19,267	19,632
<i>GNMA</i>	7.25	5-15-2018	10,358	10,395
<b>Total Agency Securities (Cost \$14,891,026)</b>				15,913,211
<b>Asset-Backed Securities : 0.10%</b>				
<i>CVS Pass-Through Trust Series T</i>	6.04	12-10-2028	591,509	679,362
<b>Total Asset-Backed Securities (Cost \$662,171)</b>				679,362

Portfolio of investments July 31, 2014 (unaudited)

Wells Fargo Advantage Multi-Sector Income Fund

Security name	Shares	Value
<b>Common Stocks : 0.15%</b>		
<b>Telecommunication Services : 0.15%</b>		
<b>Diversified Telecommunication Services : 0.15%</b>		
<i>Fairpoint Communications Incorporated</i>	70,442	\$ 1,028,453
<b>Total Common Stocks (Cost \$1,617,838)</b>		1,028,453

	Interest rate	Maturity date	Principal	
<b>Corporate Bonds and Notes : 65.99%</b>				
<b>Consumer Discretionary : 11.23%</b>				
<b>Auto Components : 1.06%</b>				
<i>Allison Transmission Incorporated 144A</i>	7.13%	5-15-2019	\$ 3,790,000	4,017,400
<i>Cooper Tire &amp; Rubber Company</i>	7.63	3-15-2027	1,680,000	1,772,400
<i>Cooper Tire &amp; Rubber Company</i>	8.00	12-15-2019	450,000	508,500
<i>Goodyear Tire &amp; Rubber Company</i>	7.00	5-15-2022	400,000	434,000
<i>Goodyear Tire &amp; Rubber Company</i>	8.75	8-15-2020	468,000	553,410
				7,285,710

<b>Distributors : 0.11%</b>				
<i>LKQ Corporation</i>	4.75	5-15-2023	800,000	772,000

<b>Diversified Consumer Services : 1.03%</b>				
<i>Ceridian HCM Holding Incorporated 144A</i>	11.00	3-15-2021	50,000	57,000
<i>Service Corporation International</i>	6.75	4-1-2016	475,000	509,438
<i>Service Corporation International</i>	7.00	6-15-2017	1,410,000	1,561,575
<i>Service Corporation International</i>	7.50	4-1-2027	2,993,000	3,307,265
<i>Service Corporation International</i>	7.63	10-1-2018	680,000	790,500
<i>Service Corporation International</i>	8.00	11-15-2021	475,000	556,938
<i>Sotheby's 144A</i>	5.25	10-1-2022	315,000	307,913
				7,090,629

<b>Hotels, Restaurants &amp; Leisure : 3.19%</b>				
<i>Burger King Corporation</i>	9.88	10-15-2018	850,000	898,875
<i>CCM Merger Incorporated 144A</i>	9.13	5-1-2019	6,270,000	6,614,850
<i>DineEquity Incorporated</i>	9.50	10-30-2018	4,200,000	4,477,200
<i>Greentown Holdings LLC 144A</i>	8.88	3-15-2019	6,500,000	6,467,500
<i>Hilton Worldwide Finance LLC 144A</i>	5.63	10-15-2021	195,000	204,263
<i>Pinnacle Entertainment Incorporated</i>	7.50	4-15-2021	2,620,000	2,770,650

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<i>Speedway Motorsports Incorporated</i>	6.75	2-1-2019	525,000	548,625
				21,981,963

**Household Durables : 0.22%**

<i>American Greetings Corporation</i>	7.38	12-1-2021	1,230,000	1,291,500
<i>Tempur Sealy International Incorporated</i>	6.88	12-15-2020	200,000	212,750
				1,504,250

**Internet & Catalog Retail : 0.12%**

<i>Expedia Incorporated</i>	5.95	8-15-2020	750,000	845,097
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**Media : 4.38%**

<i>Cablevision Systems Corporation</i>	8.63	9-15-2017	1,310,000	1,493,400
<i>CBS Corporation</i>	8.88	5-15-2019	750,000	958,114
<i>CBS Outdoor Americas Capital LLC 144A</i>	5.63	2-15-2024	20,000	19,975
<i>CCO Holdings LLC</i>	8.13	4-30-2020	415,000	442,494
<i>Cinemark USA Incorporated</i>	7.38	6-15-2021	775,000	838,938
<i>CSC Holdings LLC</i>	7.63	7-15-2018	625,000	710,938

## Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of investments July 31, 2014 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Media (continued)</b>				
<i>CSC Holdings LLC</i>	7.88%	2-15-2018	\$ 1,100,000	\$ 1,248,500
<i>CSC Holdings LLC</i>	8.63	2-15-2019	383,000	450,025
<i>DIRECTV Holdings LLC</i>	3.80	3-15-2022	750,000	768,263
<i>DISH DBS Corporation</i>	7.88	9-1-2019	480,000	552,000
<i>DreamWorks Animation SKG Incorporated 144A</i>	6.88	8-15-2020	2,350,000	2,455,750
<i>EchoStar DBS Corporation</i>	7.13	2-1-2016	125,000	133,125
<i>EchoStar DBS Corporation</i>	7.75	5-31-2015	350,000	366,625
<i>Gray Television Incorporated</i>	7.50	10-1-2020	6,040,000	6,319,350
<i>Interpublic Group of Companies</i>	4.00	3-15-2022	750,000	766,618
<i>Lamar Media Corporation</i>	5.88	2-1-2022	690,000	729,675
<i>LIN Television Corporation</i>	6.38	1-15-2021	275,000	285,313
<i>LIN Television Corporation</i>	8.38	4-15-2018	1,625,000	1,694,063
<i>Live Nation Entertainment Incorporated 144A</i>	7.00	9-1-2020	200,000	215,500
<i>Lynx II Corporation 144A</i>	6.38	4-15-2023	365,000	383,250
<i>National CineMedia LLC</i>	6.00	4-15-2022	1,860,000	1,920,450
<i>National CineMedia LLC</i>	7.88	7-15-2021	760,000	820,800
<i>Nexstar Broadcasting Group Incorporated</i>	6.88	11-15-2020	1,750,000	1,855,000
<i>Regal Entertainment Group</i>	5.75	6-15-2023	400,000	402,000
<i>Regal Entertainment Group</i>	5.75	3-15-2022	3,425,000	3,493,500
<i>Time Warner Cable Incorporated</i>	4.00	1-15-2022	750,000	783,217
				30,106,883
<b>Multiline Retail : 0.09%</b>				
<i>Macy's Retail Holdings Incorporated</i>	3.88	1-15-2022	600,000	626,901
<b>Specialty Retail : 1.03%</b>				
<i>ABC Supply Company Incorporated 144A</i>	5.63	4-15-2021	450,000	451,125
<i>Advance Auto Parts Incorporated</i>	4.50	1-15-2022	600,000	633,842
<i>Ahern Rentals Incorporated 144A</i>	9.50	6-15-2018	1,200,000	1,302,000
<i>Century Intermediate Holding Company (PIK at 9.75%) 144A</i>	9.75	2-15-2019	175,000	184,625
<i>L Brands Incorporated</i>	6.63	4-1-2021	750,000	836,250
<i>Penske Auto Group Incorporated</i>	5.75	10-1-2022	1,155,000	1,192,538
<i>Sonic Automotive Incorporated</i>	5.00	5-15-2023	1,174,000	1,127,040
<i>Toys 'R Us Property Company II LLC</i>	8.50	12-1-2017	1,335,000	1,346,748
				7,074,168
<b>Consumer Staples : 0.62%</b>				
<b>Food &amp; Staples Retailing : 0.09%</b>				



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<i>SABMiller Holdings Incorporated 144A</i>	3.75	1-15-2022	600,000	621,162
<b>Food Products : 0.42%</b>				
<i>Darling International Incorporated 144A</i>	5.38	1-15-2022	180,000	184,950
<i>Hearthside Group Holdings LLC 144A</i>	6.50	5-1-2022	120,000	118,500
<i>Kraft Foods Group Incorporated</i>	3.50	6-6-2022	750,000	763,205
<i>Simmons Foods Incorporated 144A</i>	10.50	11-1-2017	1,695,000	1,803,056
				2,869,711

**Tobacco : 0.11%**

<i>Lorillard Tobacco Company</i>	6.88	5-1-2020	650,000	765,651
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**Energy : 14.14%**

**Energy Equipment & Services : 4.99%**

<i>Bristow Group Incorporated</i>	6.25	10-15-2022	3,540,000	3,734,700
<i>Cleaver Brooks Incorporated 144A</i>	8.75	12-15-2019	275,000	305,250
<i>Compressco Partners LP 144A%%</i>	7.25	8-15-2022	1,205,000	1,189,938
<i>Dresser-Rand Group Incorporated</i>	6.50	5-1-2021	1,155,000	1,247,400
<i>Era Group Incorporated</i>	7.75	12-15-2022	4,425,000	4,706,342
<i>Forum Energy Technologies Incorporated 144A</i>	6.25	10-1-2021	200,000	210,000
<i>Gulfmark Offshore Incorporated</i>	6.38	3-15-2022	4,930,000	4,930,000

Portfolio of investments July 31, 2014 (unaudited)

Wells Fargo Advantage Multi-Sector Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Energy Equipment &amp; Services (continued)</b>				
<i>Hornbeck Offshore Services Incorporated</i>	5.00%	3-1-2021	\$ 2,375,000	\$ 2,327,500
<i>Hornbeck Offshore Services Incorporated</i>	5.88	4-1-2020	505,000	510,050
<i>NGPL PipeCo LLC 144A</i>	7.12	12-15-2017	3,585,000	3,611,888
<i>NGPL PipeCo LLC 144A</i>	7.77	12-15-2037	6,975,000	6,835,500
<i>NGPL PipeCo LLC 144A</i>	9.63	6-1-2019	435,000	470,888
<i>PHI Incorporated 144A</i>	5.25	3-15-2019	4,250,000	4,271,250
				34,350,706
<b>Oil, Gas &amp; Consumable Fuels : 9.15%</b>				
<i>Crestwood Midstream Partners LP</i>	6.00	12-15-2020	1,075,000	1,107,250
<i>Crestwood Midstream Partners LP 144A</i>	6.13	3-1-2022	275,000	283,938
<i>CVR Refining LLC</i>	6.50	11-1-2022	1,249,000	1,292,715
<i>Denbury Resources Incorporated</i>	4.63	7-15-2023	535,000	500,225
<i>Denbury Resources Incorporated</i>	6.38	8-15-2021	50,000	52,250
<i>El Paso LLC</i>	6.50	9-15-2020	445,000	489,500
<i>El Paso LLC</i>	7.00	6-15-2017	820,000	904,050
<i>El Paso LLC</i>	7.25	6-1-2018	1,585,000	1,783,125
<i>El Paso LLC</i>	7.42	2-15-2037	800,000	802,000
<i>El Paso LLC</i>	7.80	8-1-2031	1,850,000	2,035,000
<i>El Paso Pipeline Partners Operating LLC</i>	6.50	4-1-2020	750,000	871,392
<i>Energy Transfer Equity LP</i>	7.50	10-15-2020	3,100,000	3,464,250
<i>Energy Transfer Partners LP</i>	5.20	2-1-2022	750,000	825,237
<i>Exterran Partners LP</i>	6.00	4-1-2021	2,500,000	2,500,000
<i>Kinder Morgan Energy Partners LP</i>	3.95	9-1-2022	750,000	753,859
<i>Nabors Industries Incorporated</i>	4.63	9-15-2021	750,000	809,629
<i>Northern Tier Energy LLC</i>	7.13	11-15-2020	1,975,000	2,103,375
<i>Phillips 66</i>	4.30	4-1-2022	625,000	664,853
<i>Pioneer Natural Resources Company</i>	3.95	7-15-2022	750,000	782,729
<i>Pioneer Natural Resources Company</i>	7.50	1-15-2020	1,220,000	1,498,903
<i>Plains Exploration &amp; Production Company</i>	8.63	10-15-2019	2,885,000	3,043,675
<i>Rockies Express Pipeline LLC 144A</i>	5.63	4-15-2020	3,625,000	3,724,688
<i>Rockies Express Pipeline LLC 144A</i>	6.88	4-15-2040	6,123,000	6,061,770
<i>Rockies Express Pipeline LLC 144A</i>	7.50	7-15-2038	2,350,000	2,361,750
<i>Rose Rock Midstream LP 144A</i>	5.63	7-15-2022	215,000	215,538
<i>Sabine Pass Liquefaction LLC</i>	5.63	2-1-2021	850,000	879,750
<i>Sabine Pass Liquefaction LLC</i>	5.63	4-15-2023	1,020,000	1,035,300
<i>Sabine Pass Liquefaction LLC 144A</i>	5.75	5-15-2024	1,625,000	1,649,375
<i>Sabine Pass Liquefaction LLC 144A</i>	6.25	3-15-2022	3,550,000	3,736,375
<i>Sabine Pass LNG LP</i>	6.50	11-1-2020	4,245,000	4,457,250
<i>Sabine Pass LNG LP</i>	7.50	11-30-2016	4,635,000	5,052,150

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<i>SemGroup Corporation</i>	7.50	6-15-2021	2,665,000	2,871,538
<i>Suburban Propane Partners LP</i>	7.38	3-15-2020	790,000	823,575
<i>Suburban Propane Partners LP</i>	7.38	8-1-2021	309,000	331,403
<i>Ultra Petroleum Corporation 144A</i>	5.75	12-15-2018	1,135,000	1,180,400
<i>Weatherford International Incorporated</i>	6.35	6-15-2017	650,000	733,499
<i>Western Gas Partners LP</i>	5.38	6-1-2021	503,000	565,409
<i>Williams Partners LP</i>	3.35	8-15-2022	750,000	742,527
				62,990,252

**Financials : 12.27%**

**Banks : 1.04%**

<i>Bank of America Corporation</i>	3.70	9-1-2015	650,000	670,251
<i>Bank of America Corporation</i>	5.70	1-24-2022	250,000	287,409
<i>CIT Group Incorporated 144A</i>	5.50	2-15-2019	1,275,000	1,361,063
<i>CIT Group Incorporated 144A</i>	6.63	4-1-2018	550,000	606,375
<i>Citigroup Incorporated</i>	4.50	1-14-2022	250,000	269,078
<i>Citigroup Incorporated</i>	6.00	8-15-2017	650,000	731,346
<i>City National Bank</i>	5.38	7-15-2022	500,000	542,372
<i>HSBC Bank USA</i>	6.00	8-9-2017	650,000	729,284
<i>JPMorgan Chase &amp; Company</i>	3.38	5-1-2023	750,000	728,453
<i>Neuberger Berman Group LLC 144A</i>	5.63	3-15-2020	500,000	523,750

## Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of investments July 31, 2014 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Banks (continued)</b>				
<i>Neuberger Berman Group LLC 144A</i>	5.88%	3-15-2022	\$ 650,000	\$ 695,500
				7,144,881
<b>Capital Markets : 0.97%</b>				
<i>Ace Securities Corporation ±</i>	0.56	8-25-2045	5,960	5,942
<i>Ace Securities Corporation ±</i>	2.78	6-25-2033	515,507	510,457
<i>Blackstone Holdings Finance Company LLC 144A</i>	5.88	3-15-2021	750,000	875,310
<i>Goldman Sachs Group Incorporated</i>	5.75	1-24-2022	750,000	860,422
<i>Nuveen Investments Incorporated</i>	5.50	9-15-2015	3,560,000	3,657,900
<i>Nuveen Investments Incorporated 144A</i>	9.13	10-15-2017	730,000	786,575
				6,696,606
<b>Consumer Finance : 4.33%</b>				
<i>Ally Financial Incorporated</i>	5.50	2-15-2017	750,000	798,750
<i>Ally Financial Incorporated</i>	6.75	12-1-2014	998,000	1,009,228
<i>Ally Financial Incorporated</i>	7.50	9-15-2020	1,160,000	1,336,900
<i>Ally Financial Incorporated</i>	8.00	3-15-2020	940,000	1,099,800
<i>Ally Financial Incorporated</i>	8.30	2-12-2015	2,055,000	2,116,650
<i>Discover Financial Services</i>	5.20	4-27-2022	750,000	826,385
<i>Ford Motor Credit Company LLC</i>	5.00	5-15-2018	650,000	715,943
<i>Ford Motor Credit Company LLC</i>	8.00	12-15-2016	250,000	288,271
<i>General Motors Financial Company Incorporated</i>	6.75	6-1-2018	1,135,000	1,282,550
<i>Homer City Funding LLC (PIK at 9.23%) ¥</i>	8.73	10-1-2026	1,351,973	1,446,611
<i>SLM Corporation</i>	6.13	3-25-2024	1,220,000	1,189,500
<i>SLM Corporation</i>	7.25	1-25-2022	930,000	1,018,350
<i>SLM Corporation</i>	8.00	3-25-2020	3,940,000	4,452,200
<i>SLM Corporation</i>	8.45	6-15-2018	1,675,000	1,934,625
<i>Springleaf Finance Corporation</i>	5.40	12-1-2015	1,535,000	1,592,563
<i>Springleaf Finance Corporation</i>	5.75	9-15-2016	1,100,000	1,163,250
<i>Springleaf Finance Corporation</i>	6.00	6-1-2020	1,735,000	1,761,025
<i>Springleaf Finance Corporation</i>	6.50	9-15-2017	200,000	213,500
<i>Springleaf Finance Corporation</i>	6.90	12-15-2017	4,550,000	4,925,375
<i>Springleaf Finance Corporation</i>	7.75	10-1-2021	265,000	296,800
<i>Springleaf Finance Corporation</i>	8.25	10-1-2023	295,000	336,300
				29,804,576

**Diversified Financial Services : 1.73%**

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<i>Denali Borrower 144A</i>	5.63	10-15-2020	4,510,000	4,645,300
<i>General Electric Capital Corporation</i>	4.65	10-17-2021	650,000	719,258
<i>Infinity Acquisition LLC 144A%%</i>	7.25	8-1-2022	1,800,000	1,800,000
<i>ING US Incorporated</i>	5.50	7-15-2022	750,000	847,501
<i>Jefferies Finance LLC 144A</i>	6.88	4-15-2022	1,360,000	1,358,300
<i>Jefferies Finance LLC 144A</i>	7.38	4-1-2020	1,030,000	1,078,925
<i>Moody s Corporation</i>	5.50	9-1-2020	1,302,000	1,470,522
				11,919,806

**Insurance : 0.76%**

<i>American International Group Incorporated</i>	4.88	6-1-2022	750,000	829,823
<i>Endurance Specialty Holdings Limited</i>	7.00	7-15-2034	575,000	689,387
<i>Hartford Financial Services Group Incorporated</i>	5.13	4-15-2022	650,000	733,138
<i>Hub Holdings LLC/Hub Holdings Finance Incorporated 144A</i>	8.13	7-15-2019	230,000	227,125
<i>Liberty Mutual Group Incorporated 144A</i>	4.95	5-1-2022	750,000	814,478
<i>ProAssurance Corporation</i>	5.30	11-15-2023	750,000	811,977
<i>Prudential Covered Trust 144A</i>	3.00	9-30-2015	384,000	393,273
<i>W.R. Berkley Corporation</i>	4.63	3-15-2022	650,000	695,629
				5,194,830

Portfolio of investments July 31, 2014 (unaudited)

Wells Fargo Advantage Multi-Sector Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Real Estate Management &amp; Development : 1.04%</b>				
<i>Hockey Merger Sub 2 Incorporated 144A</i>	7.88%	10-1-2021	\$ 3,360,000	\$ 3,444,000
<i>Onex Corporation 144A</i>	7.75	1-15-2021	3,730,000	3,702,025
				7,146,025
<b>REITs : 2.40%</b>				
<i>Alexandria Real Estate Company</i>	4.60	4-1-2022	650,000	684,004
<i>American Tower Corporation</i>	5.90	11-1-2021	650,000	746,345
<i>Crown Castle International Corporation</i>	5.25	1-15-2023	100,000	101,000
<i>DuPont Fabros Technology Incorporated LP</i>	5.88	9-15-2021	4,655,000	4,748,100
<i>Essex Portfolio LP</i>	3.63	8-15-2022	750,000	755,166
<i>Health Care REIT Incorporated</i>	5.25	1-15-2022	650,000	722,020
<i>Omega Healthcare Investors Incorporated</i>	6.75	10-15-2022	1,775,000	1,908,125
<i>Sabra Health Care Incorporated</i>	5.38	6-1-2023	850,000	847,875
<i>Sabra Health Care Incorporated</i>	5.50	2-1-2021	525,000	535,500
<i>The Geo Group Incorporated</i>	5.13	4-1-2023	1,775,000	1,717,313
<i>The Geo Group Incorporated</i>	5.88	1-15-2022	2,640,000	2,719,200
<i>The Geo Group Incorporated</i>	6.63	2-15-2021	365,000	383,250
<i>Ventas Realty LP</i>	4.25	3-1-2022	650,000	684,982
				16,552,880
<b>Health Care : 6.28%</b>				
<b>Biotechnology : 0.11%</b>				
<i>Amgen Incorporated</i>	3.63	5-15-2022	750,000	768,980
<b>Health Care Equipment &amp; Supplies : 0.62%</b>				
<i>Boston Scientific Corporation</i>	6.00	1-15-2020	750,000	868,286
<i>Crimson Merger Sub Incorporated 144A</i>	6.63	5-15-2022	1,905,000	1,790,700
<i>Hologic Incorporated</i>	6.25	8-1-2020	1,530,000	1,595,025
				4,254,011
<b>Health Care Providers &amp; Services : 3.43%</b>				
<i>Aviv Healthcare Properties LP</i>	6.00	10-15-2021	515,000	540,750
<i>Aviv Healthcare Properties LP</i>	7.75	2-15-2019	1,625,000	1,706,250
<i>Capella Healthcare Incorporated</i>	9.25	7-1-2017	1,375,000	1,436,875
<i>Centene Corporation</i>	5.75	6-1-2017	1,000,000	1,072,500
<i>Community Health Systems Incorporated 144A</i>	6.88	2-1-2022	1,340,000	1,370,150
<i>Coventry Health Care Incorporated</i>	5.45	6-15-2021	750,000	872,834
<i>DaVita HealthCare Partners Incorporated</i>	5.75	8-15-2022	525,000	553,875

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<i>Express Scripts Holding Company</i>	3.90	2-15-2022	665,000	694,408
<i>HCA Incorporated</i>	6.50	2-15-2020	1,875,000	2,036,719
<i>HealthSouth Corporation</i>	5.75	11-1-2024	30,000	31,350
<i>HealthSouth Corporation</i>	7.25	10-1-2018	324,000	335,340
<i>HealthSouth Corporation</i>	8.13	2-15-2020	495,000	522,225
<i>Humana Incorporated</i>	7.20	6-15-2018	750,000	886,483
<i>MPH Acquisition Holdings LLC 144A</i>	6.63	4-1-2022	425,000	435,625
<i>MPT Operating Partnership LP</i>	6.38	2-15-2022	1,075,000	1,144,875
<i>MPT Operating Partnership LP</i>	6.88	5-1-2021	775,000	833,125
<i>Select Medical Corporation</i>	6.38	6-1-2021	6,215,000	6,370,375
<i>Tenet Healthcare Corporation</i>	6.00	10-1-2020	1,475,000	1,548,750
<i>Tenet Healthcare Corporation</i>	8.13	4-1-2022	1,090,000	1,218,075
				23,610,584

**Health Care Technology : 0.84%**

<i>Emdeon Incorporated</i>	11.00	12-31-2019	5,150,000	5,793,750
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**Life Sciences Tools & Services : 0.13%**

<i>Life Technologies Corporation</i>	6.00	3-1-2020	750,000	867,916
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## Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of investments July 31, 2014 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Pharmaceuticals : 1.15%</b>				
<i>Endo Finance Company 144A</i>	5.75%	1-15-2022	\$ 715,000	\$ 711,425
<i>Endo Finance Company 144A</i>	7.25	1-15-2022	2,175,000	2,300,063
<i>Par Pharmaceutical Company</i>	7.38	10-15-2020	2,150,000	2,295,125
<i>Pinnacle Incorporated 144A</i>	9.50	10-1-2023	500,000	550,000
<i>Salix Pharmaceuticals Incorporated 144A</i>	6.00	1-15-2021	1,185,000	1,238,325
<i>Valeant Pharmaceuticals International Incorporated 144A</i>	5.63	12-1-2021	85,000	84,150
<i>Watson Pharmaceuticals Incorporated</i>	3.25	10-1-2022	750,000	734,514
				7,913,602
<b>Industrials : 4.94%</b>				
<b>Aerospace &amp; Defense : 0.01%</b>				
<i>TransDigm Group Incorporated 144A</i>	6.50	7-15-2024	105,000	106,050
<b>Airlines : 0.44%</b>				
<i>Aviation Capital Group Corporation 144A</i>	6.75	4-6-2021	1,320,000	1,486,428
<i>Aviation Capital Group Corporation 144A</i>	7.13	10-15-2020	720,000	828,341
<i>Delta Air Lines Incorporated</i>	4.75	11-7-2021	663,626	723,352
				3,038,121
<b>Commercial Services &amp; Supplies : 2.64%</b>				
<i>ADT Corporation</i>	3.50	7-15-2022	750,000	663,750
<i>ADT Corporation</i>	4.13	6-15-2023	1,075,000	972,875
<i>ADT Corporation</i>	6.25	10-15-2021	735,000	760,725
<i>Covanta Holding Corporation</i>	5.88	3-1-2024	1,885,000	1,885,000
<i>Covanta Holding Corporation</i>	6.38	10-1-2022	1,500,000	1,593,750
<i>Covanta Holding Corporation</i>	7.25	12-1-2020	1,480,000	1,583,600
<i>Interface Incorporated</i>	7.63	12-1-2018	113,000	118,368
<i>Iron Mountain Incorporated</i>	5.75	8-15-2024	4,525,000	4,525,000
<i>Iron Mountain Incorporated</i>	6.00	8-15-2023	2,160,000	2,251,800
<i>Iron Mountain Incorporated</i>	7.75	10-1-2019	365,000	392,375
<i>Iron Mountain Incorporated</i>	8.38	8-15-2021	1,759,000	1,834,637
<i>Penske Truck Leasing Company 144A</i>	3.75	5-11-2017	750,000	793,428
<i>Republic Services Incorporated</i>	3.55	6-1-2022	750,000	770,984
				18,146,292
<b>Machinery : 0.30%</b>				
<i>Columbus McKinnon Corporation</i>	7.88	2-1-2019	1,950,000	2,067,000
<b>Professional Services : 0.09%</b>				
<i>Verisk Analytics Incorporated</i>	5.80	5-1-2021	530,000	594,345



**Trading Companies & Distributors : 1.34%**

<i>Ashtead Capital Incorporated 144A</i>	6.50	7-15-2022	4,010,000	4,260,625
<i>H&amp;E Equipment Services Incorporated</i>	7.00	9-1-2022	3,085,000	3,339,513
<i>International Lease Finance Corporation 144A</i>	7.13	9-1-2018	75,000	85,875
<i>International Lease Finance Corporation</i>	8.63	9-15-2015	900,000	957,375
<i>Light Tower Rentals Incorporated 144A</i>	8.13	8-1-2019	590,000	600,325
				9,243,713

**Transportation Infrastructure : 0.12%**

<i>Watco Companies LLC 144A</i>	6.38	4-1-2023	835,000	847,525
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**Information Technology : 4.25%****Communications Equipment : 0.33%**

<i>CyrusOne LP</i>	6.38	11-15-2022	300,000	316,500
<i>Lucent Technologies Incorporated</i>	6.45	3-15-2029	1,285,000	1,240,025

Portfolio of investments July 31, 2014 (unaudited)

Wells Fargo Advantage Multi-Sector Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Communications Equipment (continued)</b>				
<i>Motorola Solutions Incorporated</i>	3.75%	5-15-2022	\$ 750,000	\$ 744,803
				2,301,328
<b>Electronic Equipment, Instruments &amp; Components : 1.02%</b>				
<i>Jabil Circuit Incorporated</i>	8.25	3-15-2018	5,275,000	6,211,313
<i>L-3 Communications Corporation</i>	4.95	2-15-2021	750,000	821,519
				7,032,832
<b>Internet Software &amp; Services : 0.03%</b>				
<i>Equinix Incorporated</i>	7.00	7-15-2021	75,000	81,563
<i>Sophia Holding Finance LP (PIK at 9.63%) 144A</i>	9.63	12-1-2018	105,000	106,050
				187,613
<b>IT Services : 1.60%</b>				
<i>Audatex North America Incorporated 144A</i>	6.00	6-15-2021	1,400,000	1,466,500
<i>Audatex North America Incorporated 144A</i>	6.13	11-1-2023	420,000	438,900
<i>First Data Corporation 144A</i>	6.75	11-1-2020	585,000	618,638
<i>First Data Corporation 144A</i>	7.38	6-15-2019	1,555,000	1,636,638
<i>First Data Corporation</i>	11.75	8-15-2021	1,534,000	1,790,945
<i>First Data Holdings Incorporated (PIK at 14.50%) 144A</i>	14.50	9-24-2019	133,447	150,795
<i>SunGard Data Systems Incorporated</i>	6.63	11-1-2019	2,000,000	2,050,000
<i>SunGard Data Systems Incorporated</i>	7.38	11-15-2018	2,457,000	2,566,029
<i>SunGard Data Systems Incorporated</i>	7.63	11-15-2020	250,000	264,375
				10,982,820
<b>Semiconductors &amp; Semiconductor Equipment : 0.21%</b>				
<i>Micron Technology Incorporated 144A</i>	5.88	2-15-2022	1,400,000	1,470,000
<b>Software : 0.49%</b>				
<i>Activision Blizzard Incorporated 144A</i>	5.63	9-15-2021	705,000	740,250
<i>Activision Blizzard Incorporated 144A</i>	6.13	9-15-2023	175,000	188,563
<i>BMC Software Finance Incorporated 144A</i>	8.13	7-15-2021	1,095,000	1,089,525
<i>CA Incorporated</i>	5.38	12-1-2019	750,000	836,535
<i>Nuance Communications Incorporated 144A</i>	5.38	8-15-2020	530,000	535,300

3,390,173

**Technology Hardware, Storage & Peripherals****: 0.57%**

<i>Hewlett-Packard Company</i>	4.05	9-15-2022	750,000	780,863
<i>NCR Corporation</i>	5.88	12-15-2021	230,000	238,050
<i>NCR Corporation</i>	6.38	12-15-2023	2,725,000	2,888,500
				3,907,413

**Materials : 1.10%****Chemicals : 0.11%**

<i>Dow Chemical Company</i>	4.13	11-15-2021	750,000	797,072
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**Containers & Packaging : 0.67%**

<i>Crown Cork &amp; Seal Company Incorporated</i>	7.38	12-15-2026	35,000	38,763
<i>Crown Cork &amp; Seal Company Incorporated (i)</i>	7.50	12-15-2096	600,000	565,500
<i>Owens-Illinois Incorporated</i>	7.80	5-15-2018	1,295,000	1,476,300
<i>Sealed Air Corporation 144A</i>	8.38	9-15-2021	2,260,000	2,525,550
				4,606,113

**Metals & Mining : 0.09%**

<i>Freeport-McMoRan Copper &amp; Gold Incorporated</i>	3.55	3-1-2022	600,000	591,428
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## Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of investments July 31, 2014 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Metals &amp; Mining (continued)</b>				
<i>Indalex Holdings Corporation (a)(i)(s)</i>	11.50%	2-1-2020	\$ 3,170,000	\$ 0
				591,428
<b>Paper &amp; Forest Products : 0.23%</b>				
<i>Georgia-Pacific LLC</i>	8.88	5-15-2031	1,080,000	1,611,759
<b>Telecommunication Services : 8.69%</b>				
<b>Diversified Telecommunication Services : 3.79%</b>				
<i>CenturyLink Incorporated</i>	5.80	3-15-2022	600,000	615,000
<i>Citizens Communications Company</i>	7.88	1-15-2027	1,805,000	1,850,125
<i>Frontier Communications Corporation</i>	8.13	10-1-2018	845,000	967,525
<i>Frontier Communications Corporation</i>	8.25	4-15-2017	1,040,000	1,185,600
<i>Frontier Communications Corporation</i>	8.50	4-15-2020	525,000	605,063
<i>GCI Incorporated</i>	6.75	6-1-2021	2,330,000	2,335,825
<i>GCI Incorporated</i>	8.63	11-15-2019	5,625,000	5,878,125
<i>Qwest Corporation</i>	7.13	11-15-2043	795,000	782,297
<i>Qwest Corporation</i>	7.25	9-15-2025	1,040,000	1,208,546
<i>Qwest Corporation</i>	7.63	8-3-2021	230,000	258,750
<i>Syniverse Holdings Incorporated</i>	9.13	1-15-2019	5,005,000	5,255,250
<i>TW Telecommunications Holdings Incorporated</i>	5.38	10-1-2022	1,270,000	1,377,950
<i>TW Telecommunications Holdings Incorporated</i>	5.38	10-1-2022	600,000	651,000
<i>Verizon Communications Incorporated</i>	3.25	2-17-2026	300,000	440,241
<i>Windstream Corporation</i>	7.88	11-1-2017	2,330,000	2,662,025
				26,073,322
<b>Wireless Telecommunication Services : 4.90%</b>				
<i>Crown Castle Towers LLC 144A</i>	6.11	1-15-2040	750,000	873,217
<i>MetroPCS Wireless Incorporated</i>	6.63	11-15-2020	3,300,000	3,465,000
<i>MetroPCS Wireless Incorporated</i>	7.88	9-1-2018	1,950,000	2,033,558
<i>SBA Telecommunications Corporation</i>	5.63	10-1-2019	160,000	166,000
<i>SBA Telecommunications Corporation</i>	5.75	7-15-2020	2,000,000	2,075,000
<i>SBA Telecommunications Corporation</i>	8.25	8-15-2019	15,000	15,642
<i>Sprint Capital Corporation</i>	6.88	11-15-2028	13,665,000	13,323,375
<i>Sprint Capital Corporation</i>	8.75	3-15-2032	515,000	571,650
<i>Sprint Communications Incorporated</i>	7.00	8-15-2020	1,340,000	1,417,050
<i>Sprint Communications Incorporated 144A</i>	9.00	11-15-2018	325,000	381,063
<i>Sprint Communications Incorporated</i>	11.50	11-15-2021	625,000	826,563
<i>Sprint Corporation 144A</i>	7.13	6-15-2024	960,000	979,200

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<i>Sprint Corporation 144A</i>	7.25	9-15-2021	200,000	213,000
<i>Sprint Corporation 144A</i>	7.88	9-15-2023	200,000	214,500
<i>T-Mobile USA Incorporated</i>	6.13	1-15-2022	85,000	87,444
<i>T-Mobile USA Incorporated</i>	6.25	4-1-2021	505,000	527,725
<i>T-Mobile USA Incorporated</i>	6.46	4-28-2019	160,000	166,800
<i>T-Mobile USA Incorporated</i>	6.50	1-15-2024	80,000	83,200
<i>T-Mobile USA Incorporated</i>	6.54	4-28-2020	165,000	172,425
<i>T-Mobile USA Incorporated</i>	6.63	4-1-2023	505,000	528,988
<i>T-Mobile USA Incorporated</i>	6.63	4-28-2021	920,000	966,000
<i>T-Mobile USA Incorporated</i>	6.73	4-28-2022	3,490,000	3,655,775
<i>T-Mobile USA Incorporated</i>	6.84	4-28-2023	945,000	999,338
				33,742,513

**Utilities : 2.47%**

**Electric Utilities : 1.29%**

<i>Great Plains Energy Incorporated</i>	4.85	6-1-2021	750,000	825,598
<i>IPALCO Enterprises Incorporated 144A</i>	7.25	4-1-2016	1,730,000	1,842,450
<i>Mirant Mid-Atlantic LLC Series C</i>	10.06	12-30-2028	3,614,632	4,080,016
<i>Otter Tail Corporation (i)</i>	9.00	12-15-2016	1,835,000	2,128,044

Portfolio of investments July 31, 2014 (unaudited)

Wells Fargo Advantage Multi-Sector Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Electric Utilities (continued)</b>				
<i>PNM Resources Incorporated</i>	9.25%	5-15-2015	\$ 9,000	\$ 9,574
				8,885,682
<b>Gas Utilities : 0.39%</b>				
<i>AmeriGas Finance LLC</i>	6.75	5-20-2020	1,775,000	1,868,188
<i>AmeriGas Finance LLC</i>	7.00	5-20-2022	795,000	850,650
				2,718,838
<b>Independent Power &amp; Renewable Electricity Producers : 0.57%</b>				
<i>Calpine Corporation 144A</i>	6.00	1-15-2022	515,000	543,325
<i>NSG Holdings LLC 144A</i>	7.75	12-15-2025	2,175,000	2,349,000
<i>Reliant Energy Incorporated</i>	9.24	7-2-2017	563,039	591,191
<i>Reliant Energy Incorporated</i>	9.68	7-2-2026	410,000	445,875
				3,929,391
<b>Multi-Utilities : 0.22%</b>				
<i>Ameren Illinois Company</i>	9.75	11-15-2018	500,000	653,009
<i>CMS Energy Corporation</i>	5.05	3-15-2022	750,000	845,567
				1,498,576
<b>Total Corporate Bonds and Notes (Cost \$436,053,844)</b>				454,323,449
<b>Foreign Corporate Bonds and Notes @ : 5.11%</b>				
<b>Consumer Discretionary : 0.35%</b>				
<b>Auto Components : 0.07%</b>				
<i>Samvardhana Motherson Automotive Systems Group (EUR) 144A</i>				
	4.13	7-15-2021	100,000	131,528
<i>HP Pelzer Holdings (EUR) 144A</i>	7.50	7-15-2021	100,000	136,650
<i>Gestamp Funding Luxembourg SA (EUR)</i>	5.88	5-31-2020	135,000	189,810
				457,988
<b>Automobiles : 0.08%</b>				
<i>Jaguar Land Rover plc (GBP)</i>	8.25	3-15-2020	300,000	558,405

**Distributors : 0.02%**

<i>GHD Bondco plc (GBP)</i>	7.00	4-15-2020	100,000	167,800
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**Diversified Consumer Services : 0.03%**

<i>Brakes Capital (GBP) 144A</i>	7.13	12-15-2018	100,000	169,691
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**Hotels, Restaurants & Leisure : 0.02%**

<i>Twinkle Pizza plc (GBP) 144A</i>	6.63	8-1-2021	100,000	166,086
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**Media : 0.13%**

<i>Altice SA (EUR) 144A</i>	7.25	5-15-2022	100,000	138,926
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<i>Cable Communications Systems NV (EUR)</i>	7.50	11-1-2020	500,000	723,087
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862,013

**Consumer Staples : 0.37%****Beverages : 0.08%**

<i>Bacardi Limited (EUR)</i>	2.75	7-3-2023	400,000	566,600
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**Food & Staples Retailing : 0.12%**

<i>Casino Guichard Perrachon SA (EUR)</i>	4.73	5-26-2021	500,000	796,617
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## Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of investments July 31, 2014 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Food Products : 0.17%</b>				
<i>BRF SA (BRL) 144A</i>	7.75%	5-22-2018	3,100,000	\$ 1,188,760
<b>Energy : 0.32%</b>				
<b>Oil, Gas &amp; Consumable Fuels : 0.32%</b>				
<i>Petroleos Mexicanos (MXN)144A</i>	7.19	9-12-2024	28,200,000	2,175,184
<b>Financials : 3.08%</b>				
<b>Banks : 3.08%</b>				
<i>Eurofima (AUD)</i>	6.25	12-28-2018	2,450,000	2,526,261
<i>European Investment Bank (ZAR)</i>	9.00	3-31-2021	17,400,000	1,679,474
<i>General Electric Capital Corporation (NZD)</i>	4.25	1-17-2018	2,000,000	1,672,550
<i>International Bank for Reconstruction &amp; Development (AUD)</i>	4.25	6-24-2025	5,600,000	5,221,507
<i>International Bank for Reconstruction &amp; Development (AUD)</i>	5.75	10-1-2020	950,000	984,411
<i>KfW (TRY)</i>	5.00	1-16-2017	11,400,000	4,992,953
<i>KfW (AUD)</i>	5.00	3-19-2024	1,300,000	1,290,460
<i>KfW (AUD)</i>	6.38	2-17-2015	3,319,000	2,854,875
				21,222,491
<b>Industrials : 0.38%</b>				
<b>Building Products : 0.08%</b>				
<i>Heidelbergcement AG (EUR)</i>	8.50	10-31-2019	330,000	574,333
<b>Commercial Services &amp; Supplies : 0.05%</b>				
<i>Iron Mountain Incorporated (EUR)</i>	6.75	10-15-2018	250,000	335,633
<b>Construction &amp; Engineering : 0.04%</b>				
<i>Grupo Isolux Corsan Finance BV (EUR) 144A</i>	6.63	4-15-2021	200,000	269,216
<b>Transportation Infrastructure : 0.21%</b>				
<i>Autoroutes Du Sud de la France (EUR)</i>	2.95	1-17-2024	500,000	722,675
<i>Heathrow Funding Limited (EUR)</i>	4.60	2-15-2020	500,000	755,240
				1,477,915
<b>Information Technology : 0.08%</b>				
<b>IT Services : 0.04%</b>				
<i>Interxion Holding NV (EUR) 144A</i>	6.00	7-15-2020	200,000	283,879



**Software : 0.04%**

<i>Teamsystem Holdings SpA (EUR) 144A</i>	7.38	5-15-2020	200,000	280,866
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**Materials : 0.04%****Metals & Mining : 0.04%**

<i>Ovako AB (EUR) 144A</i>	6.50	6-1-2019	200,000	273,836
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**Telecommunication Services : 0.39%****Diversified Telecommunication Services : 0.07%**

<i>Telefonica Emisiones Company (EUR)</i>	4.69	11-11-2019	300,000	466,766
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**Wireless Telecommunication Services : 0.32%**

<i>America Movil SAB de CV (MXN)</i>	7.13	12-9-2024	28,850,000	2,199,103
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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	709,529
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Portfolio of investments July 31, 2014 (unaudited)

Wells Fargo Advantage Multi-Sector Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Total Foreign Corporate Bonds and Notes (Cost \$34,110,771)</b>				\$ 35,202,711

**Foreign Government Bonds @: 24.55%**

<i>Australia (AUD)</i>	3.25%	4-21-2025	3,350,000	3,018,172
<i>Brazil (BRL)</i>	10.00	1-1-2019	20,300,000	8,508,821
<i>Brazil (BRL)</i>	10.00	1-1-2025	26,000,000	10,247,937
<i>Colombia (COP)</i>	7.75	4-14-2021	5,250,000,000	3,140,637
<i>Columbia (COP)</i>	7.00	5-4-2022	12,500,000,000	6,785,552
<i>Hungary (HUF)</i>	5.50	6-24-2025	1,110,000,000	5,195,343
<i>Hungary (HUF)</i>	6.75	11-24-2017	1,305,000,000	6,169,390
<i>Indonesia (IDR)</i>	7.88	4-15-2019	74,000,000,000	6,388,512
<i>Indonesia (IDR)</i>	8.38	3-15-2024	67,650,000,000	5,980,546
<i>Korea (KRW)</i>	5.25	3-10-2027	2,830,000,000	3,357,599
<i>Malaysia (MYR)</i>	3.26	3-1-2018	22,500,000	6,973,043
<i>Malaysia (MYR)</i>	4.26	9-15-2016	21,100,000	6,726,312
<i>Mexico (MXN)</i>	7.75	11-13-2042	67,350,000	5,656,473
<i>Mexico (MXN)</i>	10.00	12-5-2024	62,120,000	6,198,570
<i>New Zealand (NZD)</i>	5.50	4-15-2023	5,625,000	5,198,176
<i>Nigeria (NGN)</i>	15.10	4-27-2017	500,000,000	3,375,540
<i>Poland (PLN)</i>	3.25	7-25-2019	51,600,000	16,768,354
<i>Queensland Treasury (AUD)</i>	5.75	7-22-2024	4,100,000	4,347,266
<i>Republic of South Africa (ZAR)</i>	7.75	2-28-2023	76,500,000	6,987,518
<i>Republic of South Africa (ZAR)</i>	8.00	12-21-2018	101,000,000	9,615,015
<i>Romania (RON)</i>	5.85	4-26-2023	15,000,000	5,132,105
<i>Russia (RUB)</i>	7.00	1-25-2023	50,500,000	1,234,120
<i>Russia (RUB)</i>	7.50	3-15-2018	172,600,000	4,582,055
<i>Russia (RUB)</i>	7.60	7-20-2022	188,400,000	4,803,867
<i>State of New South Wales Australia (AUD)</i>	5.00	8-20-2024	3,900,000	3,951,802
<i>Thailand (THB)</i>	3.25	6-16-2017	276,500,000	8,768,477
<i>Turkey (TRY)</i>	6.30	2-14-2018	675,000	295,557
<i>Turkey (TRY)</i>	8.30	6-20-2018	18,200,000	8,451,092
<i>Turkey (TRY)</i>	9.00	3-8-2017	2,500,000	1,184,782

**Total Foreign Government Bonds (Cost \$174,052,938)**

169,042,633

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

<i>Build New York City Resource Corporation</i>				
<i>Bronx Charter School for Excellence</i>				
<i>Project Series B (Education Revenue)</i>	5.00	4-1-2018	\$ 345,000	338,869

**Total Municipal Obligations (Cost \$345,000)** 338,869

<b>Non-Agency Mortgage Backed Securities : 7.48%</b>				
<i>American General Mortgage Loan Series 2010 Class 1A-A3 144A±</i>	5.65	3-25-2058	460,000	473,396
<i>American Home Mortgage Assets Series 2006-2 Class 1A1 ±</i>	1.08	9-25-2046	3,565,333	2,603,798
<i>Argent Securities Incorporated Series 2004-W5 Class AV3B ±</i>	1.05	4-25-2034	84,394	81,972
<i>Asset Backed Funding Certificates Series 2003-AHL1 Class A1</i>	4.18	3-25-2033	232,798	232,333
<i>Banc of America Commercial Mortgage Securities Incorporated Series 2006-03 Class AM ±</i>	5.85	7-10-2044	1,340,000	1,416,208
<i>Banc of America Commercial Mortgage Securities Incorporated Series 2007-1 Class AMFX ±</i>	5.48	1-15-2049	500,000	527,883
<i>Banc of America Commercial Mortgage Securities Incorporated Series 2008-1 Class AM ±</i>	6.28	2-10-2051	550,000	620,990
<i>Banc of America Commercial Mortgage Trust Series 2006-5 Class AM</i>	5.45	9-10-2047	750,000	802,709
<i>Banc of America Commercial Mortgage Trust Series 2007-3 Class AM ±</i>	5.56	6-10-2049	430,000	470,816
<i>Banc of America Funding Corporation Series 2005 Class 5-1A1</i>	5.50	9-25-2035	548,787	573,452
<i>Banc of America Funding Corporation Series 2009 Class R6-3A1 144A±</i>	2.09	1-26-2037	149,078	149,684
<i>Banc of America Mortgage Securities Series 2003 Class A-3A1 ±</i>	2.69	2-25-2033	178,134	177,286
<i>Bayview Financial Acquisition Trust Series 2005-B Class 1A6</i>	5.21	4-28-2039	45	45
<i>Bear Stearns Commercial Mortgage Series 2007-PW17 Class AM ±</i>	5.89	6-11-2050	318,000	353,314
<i>Bear Stearns Commercial Mortgage Series 2007-PW18 Class AM ±</i>	6.08	6-11-2050	100,000	112,146
<i>Centex Home Equity Series 2002-A Class AF6</i>	5.54	1-25-2032	259,840	259,771

## Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of investments July 31, 2014 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<i>Centex Home Equity Series 2002-D Class AF6 ±</i>	4.66%	12-25-2032	\$ 82,715	\$ 83,746
<i>Centex Home Equity Series 2004-B Class AF6</i>	4.69	3-25-2034	236,080	242,511
<i>Citigroup Commercial Mortgage Trust Series 2006 Class C4 ±</i>	5.78	3-15-2049	680,000	727,612
<i>Citigroup Commercial Mortgage Trust Series 2007-C6 Class AM ±</i>	5.71	12-10-2049	450,000	493,036
<i>Citigroup Commercial Mortgage Trust Series 2012-GC8 Class C 144A±</i>	4.88	9-10-2045	1,000,000	1,064,883
<i>Citigroup Mortgage Loan Trust Incorporated Series 2003-HE3 Class A3 ±</i>	0.54	12-25-2033	89,113	85,267
<i>Commercial Mortgage Trust Series 2012-CR2 Class C ±</i>	4.86	8-15-2045	1,000,000	1,068,223
<i>Commercial Mortgage Trust Series 2013-FL3 Class B 144A±</i>	2.30	10-13-2028	1,000,000	1,008,118
<i>Countrywide Asset Backed Certificates Series 2003-5 Class AF5</i>	5.68	2-25-2034	97,099	100,667
<i>Countrywide Home Loans Series 2003-48 Class 2A2 ±</i>	2.68	10-25-2033	176,395	176,136
<i>Credit Suisse Commercial Mortgage Trust Series 2006-C3 Class AM ±</i>	5.79	6-15-2038	1,045,000	1,126,922
<i>Credit Suisse Commercial Mortgage Trust Series 2006-C4 Class AM</i>	5.51	9-15-2039	1,500,000	1,609,661
<i>Credit Suisse Commercial Mortgage Trust Series 2006-C5 Class AM</i>	5.34	12-15-2039	1,000,000	1,078,924
<i>Credit Suisse First Boston Mortgage Securities Series 2002-AR25 Class 1A1 ±</i>	2.16	9-25-2032	634,055	635,551
<i>Credit Suisse First Boston Mortgage Securities Series 2003-AR15 Class 3A1 ±</i>	2.73	6-25-2033	205,763	206,175
<i>Credit Suisse First Boston Mortgage Securities Series 2003-AR9 Class 2A2 ±</i>	2.23	3-25-2033	52,961	51,786
<i>Credit-Based Asset Servicing &amp; Securitization LLC Series 2005-CB2 Class M1 ±</i>	0.82	4-25-2036	229,801	227,235
<i>Equity One Asset Backed Securities Series 2004-2 Class AF4 ±</i>	4.62	7-25-2034	423,501	431,621
<i>First Horizon Mortgage Pass Through Series 2004-AR1 Class 1A1 ±</i>	2.59	2-25-2034	464,964	463,875
<i>First Horizon Mortgage Pass Through Series 2004-AR4 Class 3A1 ±</i>	2.59	8-25-2034	17,989	17,752
<i>GCCFC Commercial Mortgage Trust Series 2007-GG9 Class AM</i>	5.48	3-10-2039	200,000	214,314
	5.48	3-10-2039	100,000	107,286

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*GCCFC Commercial Mortgage Trust Series  
2007-GG9 Class AMFX*

<i>Global Mortgage Securitization Limited Series 2004-A Class A2 144A±</i>	0.48	11-25-2032	407,575	394,679
<i>GMAC Mortgage Corporation Loan Series 2003-GH1 Class A5</i>	5.58	7-25-2034	106,212	107,400
<i>Greenpoint Mortgage Funding Trust Series 2005-HE4 Class 1A1 ±</i>	0.60	7-25-2030	17,061	16,595
<i>Greenwich Capital Commercial Funding Corporation Series 2006-GG7 Class AM ±</i>	5.82	7-10-2038	2,600,000	2,806,633
<i>Greenwich Capital Commercial Funding Corporation Series 2007-GG11 Class A4</i>	5.74	12-10-2049	475,000	526,096
<i>GS Mortgage Securities Trust Series 2006-GG6 Class AM ±</i>	5.60	4-10-2038	835,000	885,933
<i>GS Mortgage Securities Trust Series 2007-GG10 Class A4 ±</i>	5.80	8-10-2045	907,733	1,000,573
<i>GS Mortgage Securities Trust Series 2010-C1 Class X 144A±(c)</i>	1.51	8-10-2043	6,090,031	398,593
<i>GS Mortgage Securities Trust Series 2012-GCJ7 Class XA ±(c)</i>	2.58	5-10-2045	4,845,256	586,848
<i>GSAA Home Equity Trust Series 2004-5 Class AF5 ±</i>	5.61	6-25-2034	40,075	42,488
<i>GSMPS Mortgage Loan Trust Series 2005-AHL Class M1 ±</i>	0.59	4-25-2035	18,635	18,330
<i>GSMPS Mortgage Loan Trust Series 2006-1 Class A1 144A±</i>	0.46	3-25-2035	188,894	183,980
<i>GSMPS Mortgage Loan Trust Series 2006-SEA1 Class A 144A±</i>	0.45	5-25-2036	243,282	240,572
<i>JPMorgan Chase Commercial Mortgage Trust Series 2007-CB18 Class AM ±</i>	5.47	6-12-2047	875,000	951,260
<i>JPMorgan Chase Commercial Mortgage Trust Series 2007-CB20 Class AM ±</i>	5.88	2-12-2051	785,000	875,562
<i>JPMorgan Chase Commercial Mortgage Trust Series 2007-LDPX Class AM ±</i>	5.46	1-15-2049	500,000	529,181
<i>JPMorgan Mortgage Trust Series 2004-A3 Class 2A1 ±</i>	2.52	7-25-2034	77,547	78,226
<i>JPMorgan Mortgage Trust Series 2004-A3 Series 3A3 ±</i>	2.47	7-25-2034	101,115	100,715
<i>JPMorgan Mortgage Trust Series 2005-A3 Class 11A2 ±</i>	2.86	6-25-2035	450,572	453,540
<i>JPMorgan Mortgage Trust Series 2009-7 Class 2A1 144A±</i>	6.00	2-27-2037	73,989	75,910
<i>JPMorgan Mortgage Trust Series 2009-7 Class 5A1 144A±</i>	6.00	2-27-2037	328,353	338,453
<i>Lehman Brothers-UBS Commercial Mortgage Trust Series 2007-C1 Class AM</i>	5.46	2-15-2040	750,000	815,468
<i>Lehman Brothers-UBS Commercial Mortgage Trust Series 2008-C1 Class AM ±</i>	6.15	4-15-2041	820,000	928,122
<i>Lehman XS Trust Series 2006-18N Class A5A ±(i)</i>	0.33	12-25-2036	3,023,949	2,236,743
	2.51	12-25-2033	661,935	661,117

<i>MASTR Adjustable Rate Mortgage Trust Series</i>				
<i>2003-6 Class 3A1 ±</i>				
<i>MASTR Adjustable Rate Mortgage Trust Series</i>				
<i>2003-6 Class 4A2 ±</i>	2.67	1-25-2034	32,495	32,081
<i>MASTR Adjustable Rate Mortgage Trust Series</i>				
<i>2004-13 Class 3A7 ±</i>	2.64	11-21-2034	40,986	41,821
<i>MASTR Alternative Loans Trust Series 2005-1</i>				
<i>Class 5A1</i>	5.50	1-25-2020	79,155	82,885
<i>Merrill Lynch Countrywide Commercial</i>				
<i>Mortgage Trust Series 2006-4 Class AM</i>	5.20	12-12-2049	340,000	365,492
<i>Merrill Lynch Countrywide Commercial</i>				
<i>Mortgage Trust Series 2007-9 Class A4</i>	5.70	9-12-2049	829,000	914,558

Portfolio of investments July 31, 2014 (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>Merrill Lynch Mortgage Trust Series 2005-A8 Class A1B3 ±</i>	5.25%	8-25-2036	\$ 120,000	\$ 123,899
<i>Merrill Lynch Mortgage Trust Series 2006-C1 Class AM ±</i>	5.67	5-12-2039	565,000	604,454
<i>Merrill Lynch Mortgage Trust Series 2007-C1 Class A1A ±</i>	5.84	6-12-2050	695,684	748,355
<i>Mesa Trust Asset Backed Certificates Series 2001-5 Class A 144A±</i>	0.96	12-25-2031	21,729	19,661
<i>Mid State Trust Series 11 Class A1</i>	4.86	7-15-2038	267,519	285,108
<i>MLCC Mortgage Investors Incorporated Series 2003-G Class A2 ±</i>	1.00	1-25-2029	164,825	166,001
<i>Morgan Stanley Bank of America Merrill Lynch Trust Series 2012-C5 Class XA 144A±(c)</i>	1.87	8-15-2045	5,846,244	518,234
<i>Morgan Stanley Capital I Trust Series 2004-NC1 Class M1 ±</i>	1.21	12-27-2033	676,962	653,032
<i>Morgan Stanley Capital I Trust Series 2005-HQ6 Class A4B</i>	5.04	8-13-2042	650,000	668,283
<i>Morgan Stanley Capital I Trust Series 2006-HQ10 Class AM</i>	5.36	11-12-2041	500,000	540,639
<i>Morgan Stanley Capital I Trust Series 2006-HQ9 Class AJ ±</i>	5.79	7-12-2044	1,000,000	1,072,850
<i>Morgan Stanley Capital I Trust Series 2006-HQ9 Class AM ±</i>	5.77	7-12-2044	25,000	27,050
<i>Morgan Stanley Capital I Trust Series 2006-IQ12 Class AM</i>	5.37	12-15-2043	500,000	541,298
<i>Morgan Stanley Capital I Trust Series 2007-HQ13 Class A3</i>	5.57	12-15-2044	1,355,000	1,452,204
<i>Morgan Stanley Capital I Trust Series 2010-GG10 Class A4B 144A±</i>	5.80	8-15-2045	615,000	670,145
<i>Morgan Stanley Capital I Trust Series 2012-C4 Class C 144A±</i>	5.53	3-15-2045	900,000	999,940
<i>New Century Home Equity Loan Trust Series 2004-3 Class M1 ±</i>	1.09	11-25-2034	1,165,049	1,075,960
<i>New Century Home Equity Loan Trust Series 2005-1 Class A1MZ ±</i>	0.74	3-25-2035	62,015	61,902
<i>Provident Funding Mortgage Loan Series 2005-1 Class 2A1 ±</i>	2.50	5-25-2035	62,786	63,920
	2.99	12-26-2035	40,257	40,267

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<i>RBSSP Resecuritization Trust Series 2010-3 Class 4A1 144A±</i>				
<i>Renaissance Home Equity Loan Trust Series 2004-4 Class AF4</i>				
	4.88	2-25-2035	664,489	671,751
<i>Residential Asset Mortgage Products Incorporated Series 2006-EFC1 Class A2 ±</i>				
	0.36	2-25-2036	34,928	34,858
<i>Residential Asset Securities Corporation Series 2004-KS3 Class A14 ±</i>				
	3.77	1-25-2032	145,145	145,458
<i>Residential Funding Mortgage Securities Trust Series 03-S12 Class 2A1</i>				
	4.00	12-25-2032	84,643	86,274
<i>Saxon Asset Securities Trust Series 2002-1 Class AF5 ±</i>				
	6.26	12-25-2030	178,328	185,963
<i>Saxon Asset Securities Trust Series 2003-1 Class AF7</i>				
	4.03	6-25-2033	701,849	710,709
<i>Sequoia Mortgage Trust Series 2003-1 Class 1A ±</i>				
	0.92	4-20-2033	30,384	30,468
<i>Structured Adjustable Rate Mortgage Loan Trust Series 2004-2 Class 2A ±</i>				
	2.57	3-25-2034	88,056	87,846
<i>Structured Asset Investment Loan Trust Series 2005-4 Class M1 ±</i>				
	0.76	5-25-2035	15,596	15,593
<i>Structured Asset Securities Corporation Series 1998-2 Class A ±</i>				
	0.68	2-25-2028	321,219	316,752
<i>Structured Asset Securities Corporation Series 2002-9 Class A2 ±</i>				
	0.76	10-25-2027	109,329	107,506
<i>Terwin Mortgage Trust Series 2003-6HE Class A3 ±</i>				
	1.30	11-25-2033	273,650	272,789
<i>Vendee Mortgage Trust Series 2003-2 Class IO ±(c)</i>				
	0.80	5-15-2033	7,059,660	181,814
<i>Wachovia Bank Commercial Mortgage Trust Series 2006-C23 Class AM ±</i>				
	5.47	1-15-2045	1,220,000	1,290,750
<i>Washington Mutual Mortgage Trust Series 2004-RA4 Class 3A</i>				
	7.50	7-25-2034	258,425	269,915
<b>Total Non-Agency Mortgage Backed Securities (Cost \$48,927,498)</b>				<b>51,508,606</b>

**Dividend yield**

**Shares**

**Preferred Stocks : 0.18%**

**Financials : 0.18%**

**Banks : 0.18%**

<i>GMAC Capital Trust I ±</i>	7.48		44,400	1,206,792
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**Total Preferred Stocks (Cost \$1,130,339)** 1,206,792

**Interest rate**

**Principal**

**Loans ±: 16.10%**

<i>Accellent Incorporated</i>	7.50	3-11-2022	\$ 620,000	612,250
<i>ADS Waste Holdings Incorporated</i>	3.75	10-9-2019	1,068,839	1,061,122
<i>Advantage Sales &amp; Marketing LLC</i>	7.50	7-25-2022	110,000	109,918
<i>Alliance Laundry Systems LLC</i>	4.25	12-10-2018	1,719,212	1,722,083



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<i>Alliance Laundry Systems LLC</i>	9.50	12-10-2019	2,218,122	2,236,155
<i>Allison Transmission Incorporated</i>	3.75	8-23-2019	3,418,729	3,406,763
<i>American Capital Holdings Incorporated</i>	3.50	8-22-2017	1,401,375	1,397,003
<i>Applied Systems Incorporated</i>	7.50	1-22-2022	325,000	328,088
<i>Arris Group Incorporated</i>	3.50	4-17-2020	593,250	590,135

## Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of investments July 31, 2014 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Loans ± (continued)</b>				
<i>Asurion LLC</i>	8.50%	3-3-2021	\$ 1,235,000	\$ 1,264,850
<i>Capital Automotive LP</i>	4.00	4-10-2019	3,107,810	3,106,505
<i>Capital Automotive LP</i>	6.00	4-30-2020	1,460,000	1,491,478
<i>CBAC Borrower LLC</i>	8.25	7-2-2020	1,200,000	1,248,000
<i>CCC Information Services Incorporated</i>	4.00	12-20-2019	591,987	588,844
<i>CCM Merger Incorporated</i>	6.00	3-1-2017	2,744,043	2,730,322
<i>CDW LLC</i>	3.25	4-29-2020	889,000	876,634
<i>Centaur Acquisition LLC</i>	8.75	2-20-2020	1,850,000	1,870,813
<i>Crown Castle Operating Company</i>	3.00	1-31-2021	6,485,063	6,430,523
<i>Dave &amp; Busters Incorporated %&lt;</i>	0.00	7-25-2020	95,000	94,941
<i>Dell Incorporated</i>	4.50	4-29-2020	8,386,625	8,363,562
<i>DineEquity Incorporated</i>	3.75	10-19-2017	1,391,148	1,389,409
<i>Dunkin Brands Incorporated</i>	3.25	2-7-2021	1,551,844	1,520,155
<i>Entercom Radio LLC</i>	4.04	11-23-2018	1,169,656	1,170,627
<i>Focus Brands Incorporated</i>	4.25	2-21-2018	768,736	767,452
<i>Focus Brands Incorporated</i>	10.25	8-21-2018	2,023,863	2,051,792
<i>Gates Global LLC</i>	4.25	7-3-2021	650,000	643,910
<i>Goodyear Tire &amp; Rubber Company</i>	4.75	4-30-2019	5,500,000	5,515,455
<i>HGIM Corporation</i>	5.50	6-18-2020	1,218,860	1,210,864
<i>HHI Holdings LLC</i>	5.00	10-5-2018	2,335,191	2,343,948
<i>Hub International Limited</i>	4.25	10-2-2020	276,911	275,576
<i>Kronos Incorporated</i>	4.50	10-30-2019	585,895	586,774
<i>Learfield Communications Incorporated</i>	8.75	10-9-2021	150,000	151,875
<i>Level 3 Financing Incorporated</i>	4.00	1-15-2020	1,700,000	1,693,268
<i>LIN Television Corporation</i>	4.00	12-21-2018	736,797	735,567
<i>LM U.S. Acquisition Incorporated %&lt;</i>	0.00	10-26-2020	105,000	105,525
<i>LPL Holdings Incorporated</i>	3.25	3-29-2019	1,218,306	1,212,593
<i>LTS Buyer LLC</i>	8.00	4-12-2021	566,625	569,458
<i>MedAssets Incorporated</i>	4.00	12-12-2019	235,486	234,603
<i>MGM Resorts International</i>	3.50	12-20-2019	1,355,301	1,344,404
<i>Mission Broadcasting Incorporated</i>	3.75	10-1-2020	126,743	126,347
<i>Neff Rental LLC</i>	7.25	6-9-2021	820,000	815,900
<i>New Albertsons Incorporated</i>	4.75	6-27-2021	530,000	532,311
<i>Nexstar Broadcasting Incorporated</i>	3.75	10-1-2020	143,728	143,280
<i>Novelis Incorporated</i>	3.75	3-10-2017	972,412	971,682
<i>nTelos Incorporated</i>	5.75	11-9-2019	1,312,102	1,309,911
<i>Nusil Technology LLC</i>	5.25	4-7-2017	391,281	383,455
<i>OSG Bulk Ships Incorporated %&lt;</i>	0.00	7-22-2019	90,000	90,412
<i>OSG International Incorporated %&lt;</i>	0.00	7-22-2019	305,000	305,573
<i>Peak 10 Incorporated</i>	8.25	6-17-2022	420,000	420,000
<i>Philadelphia Energy Solutions LLC</i>	6.25	4-4-2018	2,839,063	2,707,756

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<i>Prestige Brands Incorporated</i>	3.75	1-31-2019	141,572	141,484
<i>Sedgwick Incorporated</i>	6.75	2-28-2022	620,000	618,190
<i>Spin Holdco Incorporated</i>	4.25	11-14-2019	1,658,889	1,648,521
<i>Surgery Center Holdings Incorporated %&lt;</i>	0.00	7-9-2020	185,000	185,000
<i>Syniverse Holdings Incorporated</i>	4.00	4-23-2019	1,129,492	1,123,207
<i>Tallgrass Operations LLC</i>	4.25	11-13-2018	1,731,544	1,731,007
<i>Telesat Canada</i>	3.50	3-28-2019	2,597,248	2,582,964
<i>Tempur-Pedic International Incorporated</i>	3.50	3-18-2020	918,022	914,295
<i>Texas Competitive Electric Holdings LLC (s)</i>	4.65	10-10-2014	20,096,983	15,298,828
<i>TGI Fridays Incorporated</i>	5.25	7-15-2020	400,000	399,500
<i>TGI Fridays Incorporated</i>	9.25	7-15-2021	220,000	219,450
<i>Tmfs Holdings LLC %&lt;</i>	0.00	7-29-2021	1,235,000	1,228,825
<i>TransDigm Group Incorporated</i>	3.75	2-28-2020	3,438,550	3,418,606
<i>TWCC Holdings Corporation</i>	7.00	6-26-2020	3,565,000	3,502,613
<i>United Surgical Partners International Incorporated</i>	4.25	4-19-2017	1,902,515	1,888,246
<i>United Surgical Partners International Incorporated</i>	4.75	4-3-2019	1,043,751	1,038,533
<i>Valeant Pharmaceuticals International Incorporated</i>	3.75	2-13-2019	1,446,124	1,441,613
<i>Valeant Pharmaceuticals International Incorporated</i>	3.75	12-11-2019	172,765	172,160
<i>Vertafore Incorporated</i>	9.75	10-29-2017	510,000	516,375
<i>W3 Company (i)</i>	9.25	9-13-2020	289,275	288,552
<i>WASH Multifamily Laundry Systems LLC</i>	4.50	2-21-2019	1,649,125	1,645,002
<b>Total Loans (Cost \$115,613,405)</b>				110,862,842

Portfolio of investments July 31, 2014 (unaudited)

Wells Fargo Advantage Multi-Sector Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Yankee Corporate Bonds and Notes : 7.18%</b>				
<b>Consumer Discretionary : 0.55%</b>				
<b>Diversified Consumer Services : 0.11%</b>				
<i>Anglo American Capital Company 144A</i>	4.13%	9-27-2022	\$ 750,000	\$ 756,427
<b>Media : 0.44%</b>				
<i>Grupo Televisa SA</i>	6.00	5-15-2018	750,000	843,150
<i>Myriad International Holdings BV</i>	6.00	7-18-2020	500,000	551,250
<i>Myriad International Holdings BV 144A</i>	6.38	7-28-2017	750,000	826,875
<i>Videotron Limited</i>	9.13	4-15-2018	40,000	41,300
<i>WPP Finance 2010</i>	3.63	9-7-2022	750,000	762,186
				3,024,761
<b>Consumer Staples : 0.34%</b>				
<b>Beverages : 0.11%</b>				
<i>Pernod Ricard SA 144A</i>	4.45	1-15-2022	760,000	805,241
<b>Food Products : 0.12%</b>				
<i>BRF SA 144A</i>	5.88	6-6-2022	750,000	806,250
<b>Tobacco : 0.11%</b>				
<i>BAT International Finance plc 144A</i>	3.25	6-7-2022	750,000	746,212
<b>Energy : 1.07%</b>				
<b>Energy Equipment &amp; Services : 0.12%</b>				
<i>Ensco plc</i>	4.70	3-15-2021	750,000	813,123
<b>Oil, Gas &amp; Consumable Fuels : 0.95%</b>				
<i>Griffin Coal Mining Company Limited 144A(s)</i>	9.50	12-1-2016	1,685,411	1,247,204
<i>Griffin Coal Mining Company Limited (s)</i>	9.50	12-1-2016	137,792	101,966
<i>Petrobras International Finance Company</i>	5.38	1-27-2021	670,000	690,140
<i>Petroleos Mexicanos</i>	4.88	1-24-2022	750,000	802,875
<i>Petroplus International Finance Company</i>	5.75	1-20-2020	650,000	691,925
<i>Teekay Corporation</i>	8.50	1-15-2020	2,203,000	2,516,928
<i>Woodside Finance Limited 144A</i>	8.75	3-1-2019	405,000	510,679
				6,561,717
<b>Financials : 1.10%</b>				

**Banks : 1.01%**

<i>Banco del Estado de Chile 144A</i>	3.88	2-8-2022	650,000	653,908
<i>Corporación Andina de Fomento</i>	4.38	6-15-2022	958,000	1,021,634
<i>Export Import Bank of Korea</i>	5.00	4-11-2022	750,000	840,017
<i>ITAU Unibanco Holding SA</i>	5.13	5-13-2023	1,650,000	1,643,813
<i>Macquarie Bank Limited 144A</i>	5.00	2-22-2017	750,000	813,659
<i>Nielsen Holding and Finance BV 144A</i>	5.50	10-1-2021	415,000	422,263
<i>Preferred Term Securities XII Limited (a)(i)(s)</i>	1.00	12-24-2033	635,000	0
<i>Royal Bank of Scotland plc</i>	4.38	3-16-2016	750,000	790,092
<i>Standard Chartered Bank 144A</i>	6.40	9-26-2017	650,000	731,880
				6,917,266

**Diversified Financial Services : 0.09%**

<i>Tyco Electronics Group SA</i>	3.50	2-3-2022	625,000	635,181
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**Health Care : 0.29%****Pharmaceuticals : 0.29%**

<i>Valeant Pharmaceuticals International Incorporated 144A</i>	6.75	8-15-2018	680,000	710,600
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## Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of investments July 31, 2014 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Pharmaceuticals (continued)</b>				
<i>Valeant Pharmaceuticals International Incorporated 144A</i>	7.50%	7-15-2021	\$ 1,210,000	\$ 1,306,800
				2,017,400
<b>Industrials : 0.12%</b>				
<b>Road &amp; Rail : 0.12%</b>				
<i>Canadian Pacific Railway Company</i>	4.50	1-15-2022	750,000	822,276
<b>Information Technology : 0.48%</b>				
<b>Communications Equipment : 0.11%</b>				
<i>Ericsson LM</i>	4.13	5-15-2022	750,000	779,917
<b>Internet Software &amp; Services : 0.12%</b>				
<i>Tencent Holdings Limited 144A</i>	4.63	12-12-2016	750,000	800,261
<b>Technology Hardware, Storage &amp; Peripherals : 0.25%</b>				
<i>Seagate Technology HDD Holdings</i>	6.80	10-1-2016	650,000	718,250
<i>Seagate Technology HDD Holdings</i>	6.88	5-1-2020	940,000	1,001,100
				1,719,350
<b>Materials : 1.14%</b>				
<b>Containers &amp; Packaging : 0.33%</b>				
<i>Ardagh Finance Holdings (PIK at 8.63%) 144A</i>	8.63	6-15-2019	1,230,000	1,239,225
<i>Ardagh Packaging Finance 144A</i>	9.13	10-15-2020	945,000	1,020,600
				2,259,825
<b>Metals &amp; Mining : 0.61%</b>				
<i>ArcelorMittal SA</i>	5.00	2-25-2017	725,000	746,750
<i>Novelis Incorporated</i>	8.38	12-15-2017	550,000	578,188
<i>Novelis Incorporated</i>	8.75	12-15-2020	725,000	783,000
<i>Vale Overseas Limited</i>	4.38	1-11-2022	750,000	764,415
<i>Vedanta Resources plc 144A</i>	6.00	1-31-2019	1,300,000	1,335,750
				4,208,103
<b>Paper &amp; Forest Products : 0.20%</b>				
<i>Sappi Limited 144A</i>	7.50	6-15-2032	1,560,000	1,384,500

**Telecommunication Services : 1.99%****Diversified Telecommunication Services : 1.76%**

<i>Intelsat Jackson Holdings SA</i>	5.50	8-1-2023	1,265,000	1,214,400
<i>Intelsat Jackson Holdings SA</i>	6.63	12-15-2022	590,000	592,950
<i>Intelsat Jackson Holdings SA</i>	7.25	4-1-2019	1,820,000	1,911,000
<i>Intelsat Jackson Holdings SA</i>	7.25	10-15-2020	1,775,000	1,872,625
<i>Intelsat Jackson Holdings SA</i>	7.50	4-1-2021	525,000	560,438
<i>Intelsat Jackson Holdings SA</i>	8.50	11-1-2019	1,400,000	1,477,000
<i>Intelsat Luxembourg SA</i>	7.75	6-1-2021	1,195,000	1,221,888
<i>Intelsat Luxembourg SA</i>	8.13	6-1-2023	2,450,000	2,541,875
<i>Qtel International Finance Limited</i>	5.00	10-19-2025	300,000	321,000
<i>Virgin Media Secured Finance plc 144A</i>	5.38	4-15-2021	365,000	368,650
				12,081,826

**Wireless Telecommunication Services : 0.23%**

<i>Globo Comunicacoes Participacoes SA 144A</i>	4.88	4-11-2022	750,000	781,875
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Portfolio of investments July 31, 2014 (unaudited)

Wells Fargo Advantage Multi-Sector Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Wireless Telecommunication Services (continued)</b>				
<i>Telesat Canada 144A</i>	6.00%	5-15-2017	\$ 775,000	\$ 794,375
				1,576,250
<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	685,750
<b>Total Yankee Corporate Bonds and Notes (Cost \$48,250,720)</b>				49,401,636
<b>Short-Term Investments : 3.40%</b>				
	<b>Yield</b>		<b>Shares</b>	
<b>Investment Companies : 3.40%</b>				
<i>Wells Fargo Advantage Cash Investment Money Market Fund, Select Class (u)(l)##</i>	0.07		23,384,654	23,384,654
<b>Total Short-Term Investments (Cost \$23,384,654)</b>				23,384,654
<b>Total investments in securities (Cost \$899,040,204)*</b>				
	132.60%			912,893,218
<i>Other assets and liabilities, net</i>	(32.60)			(224,422,198)
<b>Total net assets</b>	100.00%			\$ 688,471,020

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

144A The security may be resold in transactions exempt from registration, normally to qualified institutional buyers, pursuant to Rule 144A under the Securities Act of 1933.

(c) Investment in an interest-only security entitles holders to receive only the interest payments on the underlying mortgages. The principal amount shown is the notional amount of the underlying mortgages. The rate represents the coupon rate.

Non-income-earning 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.



%% *The security is issued on a when-issued basis.*

(a) *The 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*

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

@ *Foreign bond principal is denominated in the local currency of the issuer.*

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

(u) *The rate represents the 7-day annualized yield at period end.*

(l) *The security represents an affiliate of the Fund as defined in the Investment Company Act of 1940.*

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

\* *Cost for federal income tax purposes is \$903,328,832 and unrealized gains (losses) consists of:*

<i>Gross unrealized gains</i>	<i>\$ 33,850,513</i>
<i>Gross unrealized losses</i>	<i>(24,286,127)</i>

<i>Net unrealized gains</i>	<i>\$ 9,564,386</i>
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**Wells Fargo Advantage Multi-Sector Income Fund (the Fund )**

**Notes to Portfolio of investments July 31, 2014 (unaudited)**

**Securities valuation**

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

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

Equity securities that are listed on a foreign or domestic exchange or market are valued at the official closing price or, if none, the last sales price. If no sale occurs on the primary exchange or market for the security that day, the prior day's price will be deemed stale and fair values will be determined in accordance with the Fund's Valuation Procedures.

Short-term securities, with maturities of 60 days or less at time of purchase, 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.

The values of securities denominated in foreign currencies are translated into U.S. dollars at rates provided by an independent foreign currency pricing source at a time each business day 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 in good faith by the Board of Trustees of the Fund. 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 values, to assess the continued appropriateness of the fair valuation methodologies 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 inputs considered in the valuation process until there is a readily available price provided on an exchange or by an independent pricing service. Valuations received from an independent pricing service or independent broker-dealer 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. The values of other assets and liabilities denominated in foreign currencies are translated into U.S. dollars at rates provided by an independent foreign currency pricing source at a time each business day specified by the Management Valuation Team. Purchases and sales of securities, and income and expenses are converted at the rate of exchange on the respective dates of such transactions. 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 from 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 included in net realized and unrealized gains or losses from investments.

### **Forward foreign currency contracts**

The Fund is 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.

**Loans**

The Fund may invest in direct debt instruments which are interests in amounts owed to lenders by corporate or other borrowers. The loans pay interest at rates which are periodically reset by reference to a base lending rate plus a spread. Investments in loans may be in the form of participations in loans or assignments of all or a portion of loans from third parties. When the Fund purchases participations, it generally has no rights to enforce compliance with terms of the loan agreement with the borrower. As a result, the Fund assumes the credit risk of both the borrower and the lender that is selling the participation. When the Fund purchases assignments from lenders, it acquires direct rights against the borrower on the loan and may enforce compliance by the borrower with the terms of the loan agreement. Loans may include fully funded term loans or unfunded loan commitments, which are contractual obligations for future funding.

As of July 31, 2014, the Fund had unfunded loan commitments of \$1,997,275.

**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.

The following is a summary of the inputs used in valuing the Fund's assets and liabilities as of July 31, 2014:

<b>Quoted prices (Level 1)</b>	<b>Other significant observable inputs (Level 2)</b>	<b>Significant unobservable inputs (Level 3)</b>	<b>Total</b>
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2)

<b>Assets</b>								
<b>Investments in :</b>								
<b>Agency securities</b>	\$	0	\$	15,913,211	\$	0	\$	15,913,211
<b>Asset-backed securities</b>		0		679,362		0		679,362
<b>Common stocks</b>								
Telecommunication Services		1,028,453		0		0		1,028,453
<b>Corporate bonds and notes</b>		0		454,323,449		0		454,323,449
<b>Foreign corporate bonds and notes</b>		0		35,202,711		0		35,202,711
<b>Foreign government bonds</b>		0		169,042,633		0		169,042,633
<b>Municipal obligations</b>		0		338,869		0		338,869
<b>Non-agency mortgage back securities</b>		0		51,508,606		0		51,508,606
<b>Preferred stocks</b>								
Financials		1,206,792		0		0		1,206,792
<b>Loans</b>		0		95,163,058		15,699,784		110,862,842
<b>Yankee corporate bonds and notes</b>		0		49,401,636		0		49,401,636
<b>Short-term investments</b>								
Investment companies		23,384,654		0		0		23,384,654
		25,619,899		871,573,535		15,699,784		912,893,218
<b>Forward foreign currency contracts</b>		0		255,477		0		255,477
<b>Total assets</b>	\$	25,619,899	\$	871,829,012	\$	15,699,784	\$	913,148,695

**Liabilities**

<b>Forward foreign currency contracts</b>	\$ 0	\$ 352,084	\$ 0	\$ 352,084
<b>Total liabilities</b>	\$ 0	\$ 352,084	\$ 0	\$ 352,084

Forward foreign currency contracts are reported at their unrealized gains (losses) at measurement date, which represents the change in the contract's value from trade date. All other assets and liabilities are reported at their market value at measurement date.

Transfers in and transfers out are recognized at the end of the reporting period. For the nine months ended July 31, 2014, the Fund did not have any transfers between Level 1 and Level 2.

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

	<b>Loans</b>
<b>Balance as of October 31, 2013</b>	\$ 13,055,687
Accrued discounts (premiums)	7,697
Realized gains (losses)	36,334
Change in unrealized gains (losses)	52,605
Purchases	6,949,525
Sales	(4,570,908)
Transfers into Level 3	5,162,934
Transfers out of Level 3	(4,994,090)
<b>Balance as of July 31, 2014</b>	<b>\$ 15,699,784</b>
<b>Change in unrealized gains (losses) relating to securities still held at July 31, 2014</b>	<b>\$ 181,187</b>

The investment type categorized above was valued using indicative broker quotes. These indicative broker quotes are 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, 2014, the Fund entered into forward foreign currency exchange contracts for economic hedging purposes.

At July 31, 2014, the Fund had forward foreign currency contracts outstanding as follows:

Forward foreign currency contracts to buy:

Exchange date	Counterparty	Contracts to receive	U.S. value at July 31, 2014	In exchange for U.S. \$	Unrealized gains (losses)
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8-11-2014	State Street Bank	11,000,000 MYR	\$ 3,439,870	\$ 3,469,484	\$ (29,614)
8-11-2014	State Street Bank	11,000,000 MYR	3,439,870	3,415,990	23,880
9-8-2014	State Street Bank	7,750,000 BRL	3,381,400	3,386,054	(4,654)
9-8-2014	State Street Bank	500,000 MXN	37,724	38,004	(280)
9-8-2014	State Street Bank	44,400,000 MXN	3,349,866	3,405,637	(55,771)
9-9-2014	State Street Bank	750,000 PLN	239,813	244,416	(4,603)
9-9-2014	State Street Bank	10,350,000 PLN	3,309,425	3,395,480	(86,055)
10-24-2014	State Street Bank	71,000,000 THB	2,202,928	2,230,600	(27,672)
10-24-2014	State Street Bank	94,500,000 THB	2,932,067	2,968,897	(36,830)
10-31-2014	State Street Bank	36,000,000,000 IDR	3,059,447	3,094,113	(34,666)

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Forward foreign currency contracts to sell:

Exchange date	Counterparty	Contracts to deliver	U.S. value at July 31, 2014	In exchange for U.S. \$	Unrealized gains (losses)
8-29-2014	State Street Bank	32,900,000 ZAR	\$ 3,055,647	\$ 3,071,137	\$ 15,490
9-8-2014	State Street Bank	7,750,000 BRL	3,381,400	3,314,657	(66,743)
9-9-2014	State Street Bank	11,100,000 PLN	3,549,238	3,603,218	53,980
9-25-2014	State Street Bank	770,000,000 HUF	3,278,245	3,366,856	88,611
9-30-2014	State Street Bank	7,180,000 TRY	3,308,077	3,302,881	(5,196)
10-27-2014	State Street Bank	7,650,000 BRL	3,293,561	3,367,077	73,516



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	Columbian Peso
CLP	Chilean peso
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 Indonesian rupiah

IEP Irish pound

JPY Japanese yen

KRW Republic of Korea won

LIBOR London Interbank Offered Rate

LIQ Liquidity agreement

LLC Limited liability company

LLLP Limited liability limited partnership

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

NGN Nigerian naira

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

RON Romanian lei

RUB Russian ruble

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

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

THB Thai baht

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 Fund ) 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 Fund 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 Fund s internal controls over financial reporting (as defined in Rule 30a-3(d) under the Investment Company Act of 1940) that occurred during the last fiscal quarter that has 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 24, 2014

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 24, 2014

By: /s/ Jeremy DePalma

Jeremy DePalma

Treasurer

Date: September 24, 2014