

WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND

Form N-Q

March 25, 2015

**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: October 31**

**Registrant is making a filing for Wells Fargo Multi-Sector Income Fund.**

**Date of reporting period: January 31, 2015**

ITEM 1. INVESTMENTS

## Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of investments  
January 31, 2015  
(unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Agency Securities : 2.42%</b>				
<i>FHLMC ±</i>	4.65%	9-1-2032	\$ 1,349,238	\$ 1,452,272
<i>FHLMC</i>	8.50	7-1-2028	65,778	79,766
<i>FHLMC</i>	8.50	3-1-2030	44,042	45,422
<i>FHLMC Series 1383 ±</i>	2.38	2-1-2037	514,869	550,608
<i>FHLMC Series 196 Class A ±</i>	0.97	12-15-2021	39,147	39,665
<i>FHLMC Series 2011-K16 Class B 144A±</i>	4.59	11-25-2046	1,000,000	1,102,721
<i>FHLMC Series 2011-K701 Class B 144A±</i>	4.29	7-25-2048	165,000	173,862
<i>FHLMC Series 2011-K702 Class B 144A±</i>	4.77	4-25-2044	740,000	794,031
<i>FHLMC Series 2012-K17 Class B 144A±</i>	4.35	12-25-2044	675,000	734,442
<i>FHLMC Series 2012-K18 Class B 144A±</i>	4.26	1-25-2045	810,000	877,165
<i>FHLMC Series 2012-K501 Class C 144A±</i>	3.44	11-25-2046	800,000	814,283
<i>FHLMC Series 2012-K705 Class B 144A±</i>	4.16	9-25-2044	1,000,000	1,057,319
<i>FHLMC Series 2012-K706 Class B 144A±</i>	4.03	11-25-2044	500,000	527,060
<i>FHLMC Series 2012-K706 Class C 144A±</i>	4.03	11-25-2044	805,000	836,608
<i>FHLMC Series 2012-K707 Class B 144A±</i>	3.88	1-25-2047	930,000	976,174
<i>FHLMC Series 2012-K709 Class B 144A±</i>	3.74	4-25-2045	1,000,000	1,044,655
<i>FHLMC Series 2012-K711 Class B 144A±</i>	3.56	8-25-2045	264,000	274,468
<i>FHLMC Series 2013-K30 Class B 144A±</i>	3.56	6-25-2045	700,000	721,268
<i>FHLMC Series 2013-K713 Class B 144A±</i>	3.16	4-25-2046	1,000,000	1,020,792
<i>FHLMC Series 2390 Class FD ±</i>	0.62	12-15-2031	32,103	32,446
<i>FHLMC Series 2567 Class FH ±</i>	0.57	2-15-2033	92,973	93,791
<i>FHLMC Series K007 Class XI ±(c)</i>	1.18	4-25-2020	965,881	44,801
<i>FHLMC Series K016 Class XI ±(c)</i>	1.56	10-25-2021	383,136	32,941
<i>FHLMC Series K020 Class XI ±(c)</i>	1.46	5-25-2022	6,827,532	591,892
<i>FNMA ±</i>	2.02	9-1-2037	705,570	747,870
<i>FNMA</i>	6.00	4-1-2033	68,113	75,245
<i>FNMA</i>	6.50	11-1-2032	60,657	62,688
<i>FNMA</i>	7.50	7-1-2017	18,994	19,227
<i>FNMA</i>	7.50	10-1-2028	5,523	5,574
<i>FNMA</i>	7.50	11-1-2028	122,526	131,979
<i>FNMA</i>	7.50	2-1-2030	34,991	35,653
<i>FNMA</i>	7.50	9-1-2030	84,522	89,899
<i>FNMA</i>	8.00	6-1-2030	18,058	18,403
<i>FNMA</i>	12.00	1-1-2016	477	481
<i>FNMA Series 1996-46 Class FA ±</i>	0.67	8-25-2021	22,479	22,670
<i>FNMA Series 1997-20 Class IO ±(c)</i>	1.84	3-25-2027	1,767,850	74,276
<i>FNMA Series 2001-25 Class Z</i>	6.00	6-25-2031	212,018	234,655
<i>FNMA Series 2001-35 Class F ±</i>	0.77	7-25-2031	8,760	8,891
<i>FNMA Series 2001-57 Class F ±</i>	0.67	6-25-2031	8,819	8,922
<i>FNMA Series 2002-77 Class FH ±</i>	0.57	12-18-2032	69,397	70,034
<i>FNMA Series 2002-97 Class FR ±</i>	0.72	1-25-2033	16,991	17,188
<i>FNMA Series G91-16 Class F ±</i>	0.62	6-25-2021	24,108	24,286

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

<i>FNMA Series G92-17 Class F ±</i>	1.22	3-25-2022	69,014	70,507
<i>GNMA</i>	6.50	6-15-2028	44,109	50,585
<i>GNMA</i>	7.25	7-15-2017	5,036	5,054
<i>GNMA</i>	7.25	8-15-2017	19,829	20,723
<i>GNMA</i>	7.25	8-15-2017	13,310	13,477
<i>GNMA</i>	7.25	9-15-2017	21,455	22,391
<i>GNMA</i>	7.25	10-15-2017	28,353	29,707
<i>GNMA</i>	7.25	10-15-2017	12,562	12,718
<i>GNMA</i>	7.25	11-15-2017	14,380	14,569
<i>GNMA</i>	7.25	1-15-2018	5,660	5,680
<i>GNMA</i>	7.25	1-15-2018	8,476	8,508
<i>GNMA</i>	7.25	2-15-2018	16,596	16,852
<i>GNMA</i>	7.25	5-15-2018	9,059	9,093
<b>Total Agency Securities (Cost \$14,615,866)</b>				15,846,257
<b>Asset-Backed Securities : 0.11%</b>				
<i>CVS Pass-Through Trust Series T</i>	6.04	12-10-2028	578,260	693,619
<b>Total Asset-Backed Securities (Cost \$647,339)</b>				693,619

**Portfolio of investments**    **January 31, 2015 (unaudited)**                      **Wells Fargo Advantage Multi-Sector Income Fund**

Security name	Shares	Value		
<b>Common Stocks : 0.16%</b>				
<b>Materials : 0.00%</b>				
<b>Chemicals : 0.00%</b>				
<i>LyondellBasell Industries NV Class A</i>	9	\$ 712		
<b>Telecommunication Services : 0.16%</b>				
<b>Diversified Telecommunication Services : 0.16%</b>				
<i>Fairpoint Communications Incorporated</i>	70,442	1,053,812		
<b>Total Common Stocks (Cost \$1,618,617)</b>		<b>1,054,524</b>		
	<b>Interest rate</b>	<b>Maturity date</b>	<b>Principal</b>	
<b>Corporate Bonds and Notes : 68.71%</b>				
<b>Consumer Discretionary : 11.19%</b>				
<b>Auto Components : 1.10%</b>				
<i>Allison Transmission Incorporated 144A</i>	7.13%	5-15-2019	\$ 3,790,000	3,951,075
<i>Cooper Tire &amp; Rubber Company (i)</i>	7.63	3-15-2027	1,680,000	1,780,800
<i>Cooper Tire &amp; Rubber Company</i>	8.00	12-15-2019	450,000	504,000
<i>Goodyear Tire &amp; Rubber Company</i>	7.00	5-15-2022	400,000	433,000
<i>Goodyear Tire &amp; Rubber Company</i>	8.75	8-15-2020	468,000	548,730
				<b>7,217,605</b>
<b>Distributors : 0.12%</b>				
<i>LKQ Corporation</i>	4.75	5-15-2023	800,000	778,000
<b>Diversified Consumer Services : 1.03%</b>				
<i>Service Corporation International</i>	6.75	4-1-2016	475,000	495,188
<i>Service Corporation International</i>	7.00	6-15-2017	1,410,000	1,529,850
<i>Service Corporation International</i>	7.50	4-1-2027	2,993,000	3,367,125
<i>Service Corporation International</i>	7.63	10-1-2018	680,000	765,000
<i>Service Corporation International</i>	8.00	11-15-2021	475,000	561,688
				<b>6,718,851</b>
<b>Hotels, Restaurants &amp; Leisure : 2.77%</b>				
<i>CCM Merger Incorporated 144A</i>	9.13	5-1-2019	6,270,000	6,771,600
<i>Greektown Holdings LLC 144A</i>	8.88	3-15-2019	7,425,000	7,480,688
<i>Hilton Worldwide Finance LLC</i>	5.63	10-15-2021	195,000	205,725
<i>Pinnacle Entertainment Incorporated</i>	7.50	4-15-2021	2,620,000	2,724,800
<i>Speedway Motorsports Incorporated 144A</i>	5.13	2-1-2023	425,000	432,438

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

<i>Speedway Motorsports Incorporated</i>	6.75	2-1-2019	525,000	544,425
				18,159,676

**Household Durables : 0.35%**

<i>American Greetings Corporation</i>	7.38	12-1-2021	1,950,000	2,067,000
<i>Tempur Sealy International Incorporated</i>	6.88	12-15-2020	200,000	214,500
				2,281,500

**Internet & Catalog Retail : 0.18%**

<i>Expedia Incorporated</i>	5.95	8-15-2020	750,000	844,260
<i>Priceline Group Incorporated</i>	2.38	9-23-2024	300,000	368,210
				1,212,470

**Media : 4.33%**

<i>Cablevision Systems Corporation</i>	8.63	9-15-2017	1,310,000	1,457,375
<i>CBS Outdoor Americas Capital LLC 144A</i>	5.63	2-15-2024	20,000	20,700
<i>CBS Outdoor Americas Capital LLC 144A</i>	5.88	3-15-2025	775,000	806,000
<i>CCO Holdings LLC</i>	7.38	6-1-2020	1,100,000	1,175,625
<i>CCO Holdings LLC</i>	5.13	2-15-2023	170,000	166,600

## Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of investments  
January 31, 2015  
(unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Media (continued)</b>				
<i>CCO Holdings LLC</i>	8.13%	4-30-2020	\$ 415,000	\$ 436,269
<i>CCOH Safari LLC</i>	5.50	12-1-2022	450,000	453,375
<i>CCOH Safari LLC</i>	5.75	12-1-2024	3,435,000	3,482,231
<i>Cequel Communications Holdings I LLC 144A</i>	5.13	12-15-2021	210,000	205,275
<i>Cequel Communications Holdings I LLC 144A</i>	5.13	12-15-2021	960,000	938,400
<i>Cinemark USA Incorporated</i>	7.38	6-15-2021	775,000	821,500
<i>CSC Holdings LLC</i>	7.63	7-15-2018	625,000	701,563
<i>CSC Holdings LLC</i>	7.88	2-15-2018	1,100,000	1,230,625
<i>CSC Holdings LLC</i>	8.63	2-15-2019	383,000	446,195
<i>DIRECTV Holdings LLC</i>	3.80	3-15-2022	750,000	787,136
<i>DISH DBS Corporation</i>	5.88	11-15-2024	190,000	190,950
<i>DISH DBS Corporation</i>	7.88	9-1-2019	480,000	544,800
<i>EchoStar DBS Corporation</i>	7.13	2-1-2016	125,000	131,250
<i>EchoStar DBS Corporation</i>	7.75	5-31-2015	350,000	355,250
<i>Gray Television Incorporated</i>	7.50	10-1-2020	6,380,000	6,555,450
<i>Interpublic Group of Companies</i>	4.00	3-15-2022	750,000	788,572
<i>Lamar Media Corporation</i>	5.88	2-1-2022	690,000	715,875
<i>LIN Television Corporation</i>	6.38	1-15-2021	275,000	279,125
<i>Live Nation Entertainment Incorporated 144A</i>	7.00	9-1-2020	200,000	213,500
<i>National CineMedia LLC</i>	6.00	4-15-2022	1,710,000	1,735,650
<i>National CineMedia LLC</i>	7.88	7-15-2021	1,000,000	1,058,700
<i>Nexstar Broadcasting Group Incorporated</i>	6.88	11-15-2020	1,750,000	1,822,188
<i>Time Warner Cable Incorporated</i>	4.00	1-15-2022	750,000	810,878
				28,331,057
<b>Multiline Retail : 0.10%</b>				
<i>Macy's Retail Holdings Incorporated</i>	3.88	1-15-2022	600,000	645,277
<b>Specialty Retail : 1.21%</b>				
<i>ABC Supply Company Incorporated 144A</i>	5.63	4-15-2021	450,000	454,500
<i>Advance Auto Parts Incorporated</i>	4.50	1-15-2022	600,000	655,025
<i>Ahern Rentals Incorporated 144A</i>	9.50	6-15-2018	1,200,000	1,230,000
<i>Century Intermediate Holding Company (PIK at 10.50%) 144A</i>	9.75	2-15-2019	175,000	185,500
<i>Chinos Intermediate Holdings A Incorporated 144A</i>	7.75	5-1-2019	450,000	378,000
<i>L Brands Incorporated</i>	6.63	4-1-2021	750,000	847,500
<i>Penske Auto Group Incorporated</i>	5.38	12-1-2024	1,130,000	1,149,775
<i>Penske Auto Group Incorporated</i>	5.75	10-1-2022	1,155,000	1,201,200
<i>Sonic Automotive Incorporated</i>	5.00	5-15-2023	1,174,000	1,153,455
<i>Sonic Automotive Incorporated</i>	7.00	7-15-2022	600,000	652,500
				7,907,455



**Consumer Staples : 0.69%****Beverages : 0.12%**

<i>Cott Beverages Incorporated 144A</i>	6.75	1-1-2020	790,000	780,125
---	------	----------	---------	---------

**Food & Staples Retailing : 0.10%**

SABMiller Holdings Incorporated 144A	3.75	1-15-2022	600,000	641,659
--------------------------------------	------	-----------	---------	---------

**Food Products : 0.35%**

<i>B&amp;G Foods Incorporated</i>	4.63	6-1-2021	300,000	298,500
-----------------------------------	------	----------	---------	---------

<i>Darling Ingredients Incorporated</i>	5.38	1-15-2022	180,000	179,550
---	------	-----------	---------	---------

<i>Kraft Foods Group Incorporated</i>	3.50	6-6-2022	750,000	787,343
---------------------------------------	------	----------	---------	---------

<i>Simmons Foods Incorporated 144A</i>	7.88	10-1-2021	1,100,000	1,067,000
--	------	-----------	-----------	-----------

2,332,393

**Tobacco : 0.12%**

<i>Lorillard Tobacco Company</i>	6.88	5-1-2020	650,000	781,242
----------------------------------	------	----------	---------	---------

**Energy : 14.38%****Energy Equipment & Services : 5.27%**

<i>Bristow Group Incorporated</i>	6.25	10-15-2022	3,540,000	3,371,850
-----------------------------------	------	------------	-----------	-----------

<i>Cleaver Brooks Incorporated 144A(i)</i>	8.75	12-15-2019	95,000	99,038
--	------	------------	--------	--------

## Portfolio of investments January 31, 2015 (unaudited)

## Wells Fargo Advantage Multi-Sector Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Energy Equipment &amp; Services (continued)</b>				
<i>Compressco Partners LP 144A</i>	7.25%	8-15-2022	\$ 1,205,000	\$ 1,000,150
<i>Era Group Incorporated</i>	7.75	12-15-2022	4,425,000	4,248,000
<i>Forum Energy Technologies Incorporated</i>	6.25	10-1-2021	200,000	189,500
<i>Gulfmark Offshore Incorporated</i>	6.38	3-15-2022	4,930,000	3,845,400
<i>Hilcorp Energy Company 144A</i>	5.00	12-1-2024	325,000	292,500
<i>Hornbeck Offshore Services Incorporated</i>	5.00	3-1-2021	2,835,000	2,253,825
<i>Hornbeck Offshore Services Incorporated</i>	5.88	4-1-2020	1,860,000	1,585,650
<i>NGPL PipeCo LLC 144A</i>	7.12	12-15-2017	3,475,000	3,371,098
<i>NGPL PipeCo LLC 144A</i>	7.77	12-15-2037	8,800,000	9,328,000
<i>NGPL PipeCo LLC 144A</i>	9.63	6-1-2019	435,000	425,756
<i>PHI Incorporated</i>	5.25	3-15-2019	5,175,000	4,502,250
				34,513,017
<b>Oil, Gas &amp; Consumable Fuels : 9.11%</b>				
<i>Arch Coal Incorporated</i>	7.00	6-15-2019	1,200,000	291,000
<i>CVR Refining LLC</i>	6.50	11-1-2022	1,249,000	1,186,550
<i>Denbury Resources Incorporated</i>	4.63	7-15-2023	535,000	456,088
<i>Denbury Resources Incorporated</i>	5.50	5-1-2022	80,000	70,400
<i>Denbury Resources Incorporated</i>	6.38	8-15-2021	50,000	46,500
<i>El Paso LLC</i>	6.50	9-15-2020	285,000	328,769
<i>El Paso LLC</i>	7.00	6-15-2017	530,000	584,325
<i>El Paso LLC (i)</i>	7.42	2-15-2037	800,000	978,998
<i>El Paso LLC</i>	7.80	8-1-2031	1,850,000	2,278,976
<i>El Paso Pipeline Partners Operating LLC</i>	6.50	4-1-2020	750,000	860,253
<i>Energy Transfer Partners LP</i>	5.20	2-1-2022	750,000	822,431
<i>Energy XXI Gulf Coast Incorporated 144A</i>	6.88	3-15-2024	2,165,000	952,600
<i>Energy XXI Gulf Coast Incorporated</i>	7.75	6-15-2019	575,000	268,813
<i>Exterran Partners LP</i>	6.00	4-1-2021	2,500,000	2,137,500
<i>Kinder Morgan Energy Partners LP</i>	3.95	9-1-2022	750,000	766,979
<i>Nabors Industries Incorporated</i>	4.63	9-15-2021	750,000	696,458
<i>Northern Tier Energy LLC</i>	7.13	11-15-2020	2,800,000	2,842,000
<i>Overseas Shipholding Group Incorporated</i>	7.50	2-15-2021	1,700,000	1,530,000
<i>Overseas Shipholding Group Incorporated</i>	8.13	3-30-2018	2,100,000	2,052,750
<i>Phillips 66</i>	4.30	4-1-2022	625,000	684,311
<i>Pioneer Natural Resources Company</i>	3.95	7-15-2022	750,000	765,291
<i>Pioneer Natural Resources Company</i>	7.50	1-15-2020	1,220,000	1,454,846
<i>Rockies Express Pipeline LLC 144A</i>	5.63	4-15-2020	3,625,000	3,598,229
<i>Rockies Express Pipeline LLC 144A</i>	6.88	4-15-2040	4,613,000	4,935,910
<i>Rockies Express Pipeline LLC 144A</i>	7.50	7-15-2038	2,350,000	2,585,000
<i>Sabine Pass Liquefaction LLC</i>	5.63	2-1-2021	850,000	851,063
<i>Sabine Pass Liquefaction LLC</i>	5.63	4-15-2023	1,020,000	1,020,000
<i>Sabine Pass Liquefaction LLC</i>	5.75	5-15-2024	1,625,000	1,635,156
<i>Sabine Pass Liquefaction LLC</i>	6.25	3-15-2022	3,550,000	3,678,688

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

<i>Sabine Pass LNG LP</i>	6.50	11-1-2020	4,245,000	4,308,675
<i>Sabine Pass LNG LP</i>	7.50	11-30-2016	4,635,000	4,878,338
<i>SemGroup Corporation</i>	7.50	6-15-2021	2,665,000	2,651,675
<i>Suburban Propane Partners LP</i>	7.38	3-15-2020	790,000	821,600
<i>Suburban Propane Partners LP</i>	7.38	8-1-2021	309,000	326,768
<i>Swift Energy Company</i>	7.13	6-1-2017	4,821,000	1,880,190
<i>Swift Energy Company</i>	8.88	1-15-2020	1,075,000	376,250
<i>Ultra Petroleum Corporation 144A</i>	5.75	12-15-2018	410,000	375,150
<i>Ultra Petroleum Corporation 144A</i>	6.13	10-1-2024	1,985,000	1,697,175
<i>Weatherford International Incorporated</i>	6.35	6-15-2017	650,000	657,166
<i>Western Gas Partners LP</i>	5.38	6-1-2021	503,000	561,821
<i>Williams Partners LP</i>	3.35	8-15-2022	750,000	719,702
				59,614,394

**Financials : 13.99%**

**Banks : 0.79%**

<i>Bank of America Corporation</i>	3.70	9-1-2015	650,000	661,430
<i>Bank of America Corporation</i>	5.70	1-24-2022	250,000	294,431
<i>CIT Group Incorporated 144A</i>	5.50	2-15-2019	1,275,000	1,352,648
<i>CIT Group Incorporated 144A</i>	6.63	4-1-2018	550,000	592,625
<i>Citigroup Incorporated</i>	4.50	1-14-2022	250,000	280,310
<i>Citigroup Incorporated</i>	6.00	8-15-2017	650,000	719,795

## Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of investments January 31, 2015  
(unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Banks (continued)</b>				
City National Bank	5.38%	7-15-2022	\$ 500,000	\$ 567,488
HSBC Bank USA	6.00	8-9-2017	650,000	719,008
				5,187,735
<b>Capital Markets : 1.11%</b>				
Ace Securities Corporation ±	2.79	6-25-2033	481,501	476,347
Blackstone Holdings Finance Company LLC 144A	5.88	3-15-2021	750,000	889,655
Goldman Sachs Group Incorporated	5.75	1-24-2022	750,000	888,941
Jefferies Finance LLC 144A	6.88	4-15-2022	3,560,000	3,212,900
Jefferies Finance LLC 144A	7.38	4-1-2020	200,000	188,000
Jefferies Finance LLC 144A	7.50	4-15-2021	425,000	399,500
Neuberger Berman Group LLC 144A	5.63	3-15-2020	500,000	521,875
Neuberger Berman Group LLC 144A	5.88	3-15-2022	650,000	689,813
				7,267,031
<b>Consumer Finance : 4.42%</b>				
Ally Financial Incorporated	7.50	9-15-2020	1,677,000	1,991,438
Ally Financial Incorporated	8.00	3-15-2020	755,000	900,338
Ally Financial Incorporated	8.30	2-12-2015	2,055,000	2,055,000
Discover Financial Services	5.20	4-27-2022	750,000	847,868
Ford Motor Credit Company LLC	5.00	5-15-2018	650,000	711,190
Ford Motor Credit Company LLC	8.00	12-15-2016	250,000	279,851
General Motors Financial Company Incorporated	6.75	6-1-2018	1,135,000	1,282,550
Homer City Generation (PIK at 9.23%) LLC 144A ¥	9.23	10-1-2026	1,328,854	1,355,431
Navient Corporation	8.00	3-25-2020	4,240,000	4,748,800
SLM Corporation	6.13	3-25-2024	1,220,000	1,189,500
SLM Corporation	7.25	1-25-2022	930,000	1,011,375
SLM Corporation	8.45	6-15-2018	1,675,000	1,893,772
Springleaf Finance Corporation	5.40	12-1-2015	1,535,000	1,569,538
Springleaf Finance Corporation	5.75	9-15-2016	1,100,000	1,145,375
Springleaf Finance Corporation	6.00	6-1-2020	1,735,000	1,743,675
Springleaf Finance Corporation	6.50	9-15-2017	200,000	211,000
Springleaf Finance Corporation	6.90	12-15-2017	4,550,000	4,868,500
Springleaf Finance Corporation	7.75	10-1-2021	475,000	527,250
Springleaf Finance Corporation	8.25	10-1-2023	525,000	593,250
				28,925,701

**Diversified Financial Services : 1.53%**

<i>Denali Borrower LLC 144A</i>	5.63	10-15-2020	3,510,000	3,755,700
<i>General Electric Capital Corporation</i>	4.65	10-17-2021	650,000	746,694
<i>Infinity Acquisition LLC 144A</i>	7.25	8-1-2022	2,615,000	2,346,963
<i>ING US Incorporated</i>	5.50	7-15-2022	750,000	870,392
<i>JPMorgan Chase &amp; Company</i>	3.38	5-1-2023	750,000	748,856
<i>Moody s Corporation</i>	5.50	9-1-2020	1,302,000	1,511,036
				9,979,641

**Insurance : 1.22%**

<i>American International Group Incorporated</i>	4.88	6-1-2022	750,000	862,253
<i>Endurance Specialty Holdings Limited</i>	7.00	7-15-2034	575,000	760,507
<i>Hartford Financial Services Group Incorporated</i>	5.13	4-15-2022	650,000	754,025
<i>Hub Holdings LLC (PIK at 8.88%) 144A ¥</i>	8.13	7-15-2019	2,900,000	2,842,000
<i>Liberty Mutual Group Incorporated 144A</i>	4.95	5-1-2022	750,000	836,468
<i>ProAssurance Corporation</i>	5.30	11-15-2023	750,000	846,666
<i>Prudential Covered Trust 144A</i>	3.00	9-30-2015	360,000	364,452
<i>W.R. Berkley Corporation</i>	4.63	3-15-2022	650,000	716,935
				7,983,306

**Real Estate Management & Development :  
0.91%**

<i>Hockey Merger Sub 2 Incorporated 144A</i>	7.88	10-1-2021	2,295,000	2,295,000
--	------	-----------	-----------	-----------

Portfolio of investments	January 31, 2015 (unaudited)		Wells Fargo Advantage Multi-Sector Income Fund	
Security name	Interest rate	Maturity date	Principal	Value
<b>Real Estate Management &amp; Development</b>				
(continued)				
<i>Onex Corporation 144A</i>	7.75%	1-15-2021	\$ 3,730,000	\$ 3,641,413
				5,936,413
<b>REITs : 4.01%</b>				
<i>Alexandria Real Estate Company</i>	4.60	4-1-2022	650,000	712,565
<i>American Tower Corporation</i>	5.90	11-1-2021	650,000	754,877
<i>Crown Castle International Corporation</i>	4.88	4-15-2022	460,000	465,980
<i>Crown Castle International Corporation</i>	5.25	1-15-2023	100,000	102,500
<i>DuPont Fabros Technology Incorporated LP</i>	5.88	9-15-2021	4,655,000	4,829,563
<i>Essex Portfolio LP</i>	3.63	8-15-2022	750,000	785,678
<i>Health Care REIT Incorporated</i>	5.25	1-15-2022	650,000	743,554
<i>Iron Mountain Incorporated</i>	5.75	8-15-2024	5,000,000	5,087,500
<i>Iron Mountain Incorporated</i>	6.00	8-15-2023	2,160,000	2,262,600
<i>Iron Mountain Incorporated</i>	7.75	10-1-2019	365,000	390,094
<i>Iron Mountain Incorporated</i>	8.38	8-15-2021	453,000	472,479
<i>Omega Healthcare Investors Incorporated</i>	6.75	10-15-2022	1,775,000	1,872,625
<i>Sabra Health Care Incorporated</i>	5.38	6-1-2023	850,000	894,625
<i>Sabra Health Care Incorporated</i>	5.50	2-1-2021	1,100,000	1,163,250
<i>The Geo Group Incorporated</i>	5.13	4-1-2023	1,400,000	1,393,000
<i>The Geo Group Incorporated</i>	5.88	1-15-2022	2,640,000	2,732,400
<i>The Geo Group Incorporated</i>	5.88	10-15-2024	465,000	478,950
<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	706,050
				26,231,540
<b>Health Care : 6.74%</b>				
<b>Biotechnology : 0.12%</b>				
<i>Amgen Incorporated</i>	3.63	5-15-2022	750,000	801,297
<b>Health Care Equipment &amp; Supplies : 0.69%</b>				
<i>Crimson Merger Sub Incorporated 144A</i>	6.63	5-15-2022	3,200,000	2,768,000
<i>Hologic Incorporated</i>	6.25	8-1-2020	1,660,000	1,730,550
				4,498,550
<b>Health Care Providers &amp; Services : 3.90%</b>				
<i>Aviv Healthcare Properties LP</i>	6.00	10-15-2021	515,000	538,175
<i>Aviv Healthcare Properties LP</i>	7.75	2-15-2019	1,625,000	1,691,625
<i>Capella Healthcare Incorporated</i>	9.25	7-1-2017	2,550,000	2,658,375
<i>Centene Corporation</i>	5.75	6-1-2017	1,000,000	1,058,750
<i>Community Health Systems Incorporated</i>	6.88	2-1-2022	1,960,000	2,084,950

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

<i>Coventry Health Care Incorporated</i>	5.45	6-15-2021	750,000	884,954
<i>DaVita HealthCare Partners Incorporated</i>	5.75	8-15-2022	525,000	556,500
<i>Express Scripts Holding Company</i>	3.90	2-15-2022	665,000	709,376
<i>HCA Incorporated</i>	6.50	2-15-2020	1,875,000	2,107,031
<i>HealthSouth Corporation</i>	5.75	11-1-2024	30,000	30,975
<i>HealthSouth Corporation</i>	7.75	9-15-2022	1,050,000	1,110,375
<i>HealthSouth Corporation</i>	8.13	2-15-2020	495,000	516,038
<i>Humana Incorporated</i>	7.20	6-15-2018	750,000	879,211
<i>MPT Operating Partnership LP</i>	6.38	2-15-2022	1,075,000	1,155,625
<i>MPT Operating Partnership LP</i>	6.88	5-1-2021	775,000	829,250
<i>Select Medical Corporation</i>	6.38	6-1-2021	6,215,000	6,253,067
<i>Tenet Healthcare Corporation</i>	6.00	10-1-2020	1,475,000	1,593,000
<i>Tenet Healthcare Corporation</i>	8.13	4-1-2022	765,000	862,538
				25,519,815

**Health Care Technology : 0.72%**

<i>Emdeon Incorporated</i>	11.00	12-31-2019	4,325,000	4,719,656
----------------------------	-------	------------	-----------	-----------

**Life Sciences Tools & Services : 0.14%**

<i>Life Technologies Corporation</i>	6.00	3-1-2020	750,000	873,780
--------------------------------------	------	----------	---------	---------

## Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of investments January 31, 2015  
(unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Pharmaceuticals : 1.17%</b>				
<i>Endo Finance LLC 144A</i>	5.75%	1-15-2022	\$ 715,000	\$ 725,725
<i>Endo Finance LLC 144A</i>	6.00	2-1-2025	775,000	791,953
<i>Endo Finance LLC 144A</i>	7.25	1-15-2022	2,385,000	2,534,063
<i>Par Pharmaceutical Company</i>	7.38	10-15-2020	850,000	894,625
<i>Pinnacle Incorporated 144A</i>	9.50	10-1-2023	300,000	333,000
<i>Salix Pharmaceuticals Incorporated 144A</i>	6.00	1-15-2021	1,450,000	1,540,625
<i>Valeant Pharmaceuticals International Incorporated 144A</i>	5.63	12-1-2021	85,000	87,763
<i>Watson Pharmaceuticals Incorporated</i>	3.25	10-1-2022	750,000	745,657
				7,653,411
<b>Industrials : 4.72%</b>				
<b>Aerospace &amp; Defense : 0.16%</b>				
<i>BAE Systems Holdings Incorporated 144A</i>	3.80	10-7-2024	1,000,000	1,071,417
<b>Airlines : 0.46%</b>				
<i>Aviation Capital Group Corporation 144A</i>	6.75	4-6-2021	1,320,000	1,485,000
<i>Aviation Capital Group Corporation 144A</i>	7.13	10-15-2020	720,000	829,344
<i>Delta Air Lines Incorporated</i>	4.75	11-7-2021	639,978	684,776
				2,999,120
<b>Commercial Services &amp; Supplies : 1.54%</b>				
<i>ADT Corporation</i>	3.50	7-15-2022	750,000	678,750
<i>ADT Corporation</i>	4.13	6-15-2023	1,075,000	1,007,813
<i>ADT Corporation</i>	6.25	10-15-2021	1,605,000	1,700,802
<i>Covanta Holding Corporation</i>	5.88	3-1-2024	1,885,000	1,939,194
<i>Covanta Holding Corporation</i>	6.38	10-1-2022	1,500,000	1,601,250
<i>Covanta Holding Corporation</i>	7.25	12-1-2020	1,480,000	1,572,500
<i>Penske Truck Leasing Company 144A</i>	3.75	5-11-2017	750,000	784,246
<i>Republic Services Incorporated</i>	3.55	6-1-2022	750,000	796,921
				10,081,476
<b>Construction &amp; Engineering : 0.45%</b>				
<i>AECOM 144A</i>	5.75	10-15-2022	215,000	224,944
<i>AECOM 144A</i>	5.88	10-15-2024	2,610,000	2,724,188
				2,949,132
<b>Machinery : 0.53%</b>				
<i>Columbus McKinnon Corporation</i>	7.88	2-1-2019	3,320,000	3,456,950



**Professional Services : 0.09%**

<i>Verisk Analytics Incorporated</i>	5.80	5-1-2021	530,000	614,030
--------------------------------------	------	----------	---------	---------

**Trading Companies & Distributors : 1.49%**

<i>Ashtead Capital Incorporated 144A</i>	6.50	7-15-2022	4,100,000	4,428,000
<i>H&amp;E Equipment Services Incorporated</i>	7.00	9-1-2022	4,065,000	3,882,075
<i>International Lease Finance Corporation 144A</i>	7.13	9-1-2018	75,000	84,469
<i>International Lease Finance Corporation</i>	8.63	9-15-2015	900,000	936,000
<i>Light Tower Rentals Incorporated 144A</i>	8.13	8-1-2019	590,000	405,625
				9,736,169

**Information Technology : 5.07%****Communications Equipment : 0.12%**

<i>Motorola Solutions Incorporated</i>	3.75	5-15-2022	750,000	778,756
--	------	-----------	---------	---------

**Electronic Equipment, Instruments & Components : 1.15%**

<i>Jabil Circuit Incorporated</i>	8.25	3-15-2018	5,275,000	6,066,250
<i>L-3 Communications Corporation</i>	4.95	2-15-2021	750,000	832,520

Portfolio of investments	January 31, 2015 (unaudited)		Wells Fargo Advantage Multi-Sector Income Fund	
Security name	Interest rate	Maturity date	Principal	Value
<b>Electronic Equipment, Instruments &amp; Components (continued)</b>				
<i>Zebra Technologies Corporation 144A</i>	7.25%	10-15-2022	\$600,000	\$ 643,500
				7,542,270
<b>Internet Software &amp; Services : 0.30%</b>				
<i>Sophia Holding Finance LP (PIK at 10.38%) 144A</i>	9.63	12-1-2018	1,930,000	1,930,000
<b>IT Services : 2.15%</b>				
<i>Audatex North America Incorporated 144A</i>	6.00	6-15-2021	1,780,000	1,851,200
<i>Audatex North America Incorporated 144A</i>	6.13	11-1-2023	800,000	834,000
<i>First Data Corporation 144A</i>	6.75	11-1-2020	585,000	625,950
<i>First Data Corporation 144A</i>	7.38	6-15-2019	1,555,000	1,630,806
<i>First Data Corporation 144A</i>	8.88	8-15-2020	225,000	241,313
<i>First Data Corporation</i>	11.75	8-15-2021	4,125,000	4,754,063
<i>SunGard Data Systems Incorporated</i>	6.63	11-1-2019	525,000	527,625
<i>SunGard Data Systems Incorporated</i>	7.38	11-15-2018	2,457,000	2,552,209
<i>SunGard Data Systems Incorporated</i>	7.63	11-15-2020	990,000	1,055,588
				14,072,754
<b>Semiconductors &amp; Semiconductor Equipment : 0.22%</b>				
<i>Micron Technology Incorporated 144A</i>	5.88	2-15-2022	1,400,000	1,470,000
<b>Software : 0.41%</b>				
<i>Activision Blizzard Incorporated 144A</i>	5.63	9-15-2021	705,000	755,231
<i>Activision Blizzard Incorporated 144A</i>	6.13	9-15-2023	175,000	190,750
<i>Boxer Parent Company Incorporated (PIK at 9.75%) 144A</i>	9.00	10-15-2019	1,095,000	892,425
<i>CA Incorporated</i>	5.38	12-1-2019	750,000	845,041
				2,683,447
<b>Technology Hardware, Storage &amp; Peripherals : 0.72%</b>				
<i>Hewlett-Packard Company</i>	4.05	9-15-2022	750,000	797,141
<i>NCR Corporation</i>	5.88	12-15-2021	230,000	237,475
<i>NCR Corporation</i>	6.38	12-15-2023	3,525,000	3,683,625
				4,718,241
<b>Materials : 1.28%</b>				
<b>Chemicals : 0.23%</b>				
<i>Albemarle Corporation</i>	1.88	12-8-2021	600,000	690,352

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

<i>Dow Chemical Company</i>	4.13	11-15-2021	750,000	817,339
				1,507,691

**Containers & Packaging : 0.70%**

<i>Crown Cork &amp; Seal Company Incorporated</i>	7.38	12-15-2026	35,000	38,850
<i>Crown Cork &amp; Seal Company Incorporated (i)</i>	7.50	12-15-2096	600,000	561,000
<i>Owens-Illinois Incorporated</i>	7.80	5-15-2018	1,295,000	1,456,875
<i>Sealed Air Corporation 144A</i>	8.38	9-15-2021	2,260,000	2,536,850
				4,593,575

**Metals & Mining : 0.08%**

<i>Freeport-McMoRan Copper &amp; Gold Incorporated</i>	3.55	3-1-2022	600,000	533,601
<i>Indalex Holdings Corporation (s)(a)(i)</i>	11.50	2-1-2020	3,170,000	0
				533,601

**Paper & Forest Products : 0.27%**

<i>Georgia-Pacific LLC</i>	8.88	5-15-2031	1,080,000	1,725,788
----------------------------	------	-----------	-----------	-----------

**Telecommunication Services : 8.49%**

**Diversified Telecommunication Services : 3.86%**

<i>CenturyLink Incorporated</i>	5.80	3-15-2022	600,000	631,500
---------------------------------	------	-----------	---------	---------

## Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of investments January 31, 2015  
(unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Diversified Telecommunication Services</b>				
(continued)				
<i>Citizens Communications Company</i>	7.88%	1-15-2027	\$ 1,805,000	\$ 1,835,459
<i>Frontier Communications Corporation</i>	8.13	10-1-2018	845,000	947,456
<i>Frontier Communications Corporation</i>	8.25	4-15-2017	1,040,000	1,149,200
<i>Frontier Communications Corporation</i>	8.50	4-15-2020	525,000	590,625
<i>GCI Incorporated</i>	6.75	6-1-2021	2,330,000	2,324,175
<i>GCI Incorporated</i>	8.63	11-15-2019	5,625,000	5,871,094
<i>Level 3 Financing Incorporated</i>	8.13	7-1-2019	700,000	742,875
<i>Level 3 Financing Incorporated 144A</i>	5.63	2-1-2023	350,000	356,020
<i>Level 3 Financing Incorporated</i>	6.13	1-15-2021	175,000	181,563
<i>Level 3 Financing Incorporated</i>	7.00	6-1-2020	180,000	191,700
<i>Qwest Corporation</i>	7.13	11-15-2043	795,000	815,719
<i>Qwest Corporation</i>	7.25	9-15-2025	1,040,000	1,239,761
<i>Qwest Corporation</i>	7.63	8-3-2021	230,000	247,825
<i>Syniverse Holdings Incorporated</i>	9.13	1-15-2019	5,005,000	5,217,713
<i>Verizon Communications Incorporated</i>	3.25	2-17-2026	300,000	403,943
<i>Windstream Corporation</i>	7.88	11-1-2017	2,330,000	2,513,488
				25,260,116
<b>Wireless Telecommunication Services : 4.63%</b>				
<i>Crown Castle Towers LLC 144A</i>	6.11	1-15-2040	750,000	868,051
<i>Level 3 Communications Incorporated 144A</i>	5.38	8-15-2022	200,000	203,500
<i>MetroPCS Wireless Incorporated</i>	6.63	11-15-2020	3,300,000	3,431,175
<i>SBA Communications Corporation 144A</i>	4.88	7-15-2022	640,000	622,400
<i>SBA Communications Corporation</i>	5.63	10-1-2019	160,000	166,400
<i>SBA Communications Corporation</i>	5.75	7-15-2020	2,000,000	2,065,000
<i>Sprint Capital Corporation</i>	6.88	11-15-2028	13,665,000	12,554,719
<i>Sprint Capital Corporation</i>	8.75	3-15-2032	515,000	526,588
<i>Sprint Communications Incorporated 144A</i>	9.00	11-15-2018	325,000	374,563
<i>Sprint Communications Incorporated</i>	11.50	11-15-2021	625,000	753,125
<i>Sprint Corporation</i>	7.13	6-15-2024	960,000	933,600
<i>Sprint Corporation</i>	7.25	9-15-2021	200,000	199,700
<i>Sprint Corporation</i>	7.88	9-15-2023	200,000	202,750
<i>T-Mobile USA Incorporated</i>	6.13	1-15-2022	85,000	87,444
<i>T-Mobile USA Incorporated</i>	6.38	3-1-2025	685,000	702,981
<i>T-Mobile USA Incorporated</i>	6.46	4-28-2019	160,000	165,800
<i>T-Mobile USA Incorporated</i>	6.50	1-15-2024	80,000	83,000
<i>T-Mobile USA Incorporated</i>	6.54	4-28-2020	165,000	170,930
<i>T-Mobile USA Incorporated</i>	6.63	4-1-2023	505,000	523,837
<i>T-Mobile USA Incorporated</i>	6.63	4-28-2021	920,000	955,190
<i>T-Mobile USA Incorporated</i>	6.73	4-28-2022	3,490,000	3,620,875

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

<i>T-Mobile USA Incorporated</i>	6.84	4-28-2023	1,060,000	1,105,050
				30,316,678

**Utilities : 2.16%**

**Electric Utilities : 0.73%**

<i>Great Plains Energy Incorporated</i>	4.85	6-1-2021	750,000	845,705
<i>IPALCO Enterprises Incorporated 144A</i>	7.25	4-1-2016	1,730,000	1,820,825
<i>Otter Tail Corporation (i)</i>	9.00	12-15-2016	1,835,000	2,078,070
<i>PNM Resources Incorporated</i>	9.25	5-15-2015	9,000	9,213
				4,753,813

**Gas Utilities : 0.41%**

<i>AmeriGas Finance LLC</i>	6.75	5-20-2020	1,775,000	1,859,313
<i>AmeriGas Finance LLC</i>	7.00	5-20-2022	795,000	832,763
				2,692,076

**Independent Power & Renewable Electricity**

**Producers : 0.79%**

<i>Calpine Corporation 144A</i>	6.00	1-15-2022	515,000	552,338
<i>Calpine Corporation 144A</i>	7.88	1-15-2023	642,000	719,040
<i>NSG Holdings LLC 144A</i>	7.75	12-15-2025	2,519,281	2,708,227
<i>Reliant Energy Incorporated (i)</i>	9.24	7-2-2017	563,039	585,560
<i>Reliant Energy Incorporated (i)</i>	9.68	7-2-2026	410,000	434,600

Portfolio of investments January 31, 2015 (unaudited)

Wells Fargo Advantage Multi-Sector Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Independent Power &amp; Renewable Electricity Producers (continued)</b>				
<i>TerraForm Power Operating LLC 144A</i>	5.88%	2-1-2023	\$ 165,000	\$ 168,506
				5,168,271
<b>Multi-Utilities : 0.23%</b>				
<i>Ameren Illinois Company</i>	9.75	11-15-2018	500,000	645,860
<i>CMS Energy Corporation</i>	5.05	3-15-2022	750,000	866,465
				1,512,325
<b>Total Corporate Bonds and Notes (Cost \$440,767,668)</b>				449,660,293
<b>Foreign Corporate Bonds and Notes @: 4.81%</b>				
<b>Consumer Discretionary : 0.22%</b>				
<b>Auto Components : 0.06%</b>				
<i>Gestamp Funding Luxembourg SA (EUR)</i>	5.88	5-31-2020	135,000	161,703
<i>Samvardhana Motherson Automotive Systems Group 144A (EUR)</i>	4.13	7-15-2021	100,000	111,541
<i>HP Pelzer Holdings 144A (EUR)</i>	7.50	7-15-2021	100,000	118,085
				391,329
<b>Automobiles : 0.08%</b>				
<i>Jaguar Land Rover plc (GBP)</i>	8.25	3-15-2020	300,000	499,303
<b>Distributors : 0.02%</b>				
<i>GHD Bondco plc (GBP)</i>	7.00	4-15-2020	100,000	134,052
<b>Diversified Consumer Services : 0.02%</b>				
<i>Brakes Capital 144A (GBP)</i>	7.13	12-15-2018	100,000	152,691
<b>Hotels, Restaurants &amp; Leisure : 0.02%</b>				
<i>Twinkle Pizza plc (GBP)</i>	6.63	8-1-2021	100,000	154,691
<b>Specialty Retail : 0.02%</b>				
<i>Brighthouse Group plc (GBP)</i>	7.88	5-15-2018	100,000	141,613
<b>Consumer Staples : 0.25%</b>				
<b>Beverages : 0.08%</b>				
<i>Bacardi Limited (EUR)</i>	2.75	7-3-2023	400,000	507,088
<b>Food &amp; Staples Retailing : 0.02%</b>				
<i>R&amp;R Ice Cream plc (GBP)</i>	5.50	5-15-2020	100,000	146,270

**Food Products : 0.15%**

<i>BRF SA 144A (BRL)</i>	7.75	5-22-2018	3,100,000	982,018
--------------------------	------	-----------	-----------	---------

**Energy : 0.30%****Oil, Gas & Consumable Fuels : 0.30%**

<i>Petroleos Mexicanos 144A (MXN)</i>	7.19	9-12-2024	28,200,000	1,937,756
---------------------------------------	------	-----------	------------	-----------

**Financials : 3.25%****Banks : 3.12%**

<i>Eurofima (AUD)</i>	6.25	12-28-2018	2,450,000	2,158,609
-----------------------	------	------------	-----------	-----------

<i>European Investment Bank (ZAR)</i>	9.00	3-31-2021	17,400,000	1,631,073
---------------------------------------	------	-----------	------------	-----------

<i>General Electric Capital Corporation (NZD)</i>	4.25	1-17-2018	2,000,000	1,464,306
---	------	-----------	-----------	-----------

<i>International Bank for Reconstruction &amp; Development (AUD)</i>	4.25	6-24-2025	5,600,000	4,848,444
--	------	-----------	-----------	-----------

<i>International Bank for Reconstruction &amp; Development (AUD)</i>	5.75	10-1-2020	950,000	859,801
--	------	-----------	---------	---------

<i>KfW (TRY)</i>	5.00	1-16-2017	11,400,000	4,484,954
------------------	------	-----------	------------	-----------

<i>KfW (AUD)</i>	5.00	3-19-2024	1,300,000	1,177,053
------------------	------	-----------	-----------	-----------

<i>KfW (NZD)</i>	6.38	2-17-2015	3,319,000	2,417,122
------------------	------	-----------	-----------	-----------

Wells Fargo Advantage Multi-Sector Income Fund	Portfolio of investments		January 31, 2015 (unaudited)	
Security name	Interest rate	Maturity date	Principal	Value
<b>Banks (continued)</b>				
<i>Landwirtschaftliche Rentenbank (ZAR)</i>	8.25%	5-23-2022	15,000,000	\$ 1,359,223
				20,400,585
<b>Diversified Financial Services : 0.13%</b>				
<i>AA Bond Company Limited (GBP)</i>	4.25	7-31-2043	200,000	325,220
<i>Schaeffler Finance BV (EUR)</i>	3.50	5-15-2022	200,000	235,040
<i>TES Finance plc (GBP)</i>	6.75	7-15-2020	200,000	289,191
				849,451
<b>Industrials : 0.34%</b>				
<b>Building Products : 0.07%</b>				
<i>Heidelbergcement AG (EUR)</i>	8.50	10-31-2019	330,000	493,593
<b>Commercial Services &amp; Supplies : 0.04%</b>				
<i>Iron Mountain Incorporated (EUR)</i>	6.75	10-15-2018	250,000	282,500
<b>Construction &amp; Engineering : 0.03%</b>				
<i>Grupo Isolux Corsan Finance BV 144A (EUR)</i>	6.63	4-15-2021	200,000	194,812
<b>Transportation Infrastructure : 0.20%</b>				
<i>Autoroutes Du Sud de la France (EUR)</i>	2.95	1-17-2024	500,000	654,825
<i>Heathrow Funding Limited (EUR)</i>	4.60	2-15-2020	500,000	634,958
				1,289,783
<b>Telecommunication Services : 0.36%</b>				
<b>Communications Equipment : 0.06%</b>				
<i>Telefonica Emisiones SA (GBP)</i>	5.60	3-12-2020	200,000	352,578
<b>Wireless Telecommunication Services : 0.30%</b>				
<i>America Movil SAB de CV (MXN)</i>	7.13	12-9-2024	28,850,000	1,981,844
<b>Utilities : 0.09%</b>				
<b>Water Utilities : 0.09%</b>				
<i>Befesa Zinc Aser SA (EUR)</i>	8.88	5-15-2018	500,000	592,346
<b>Total Foreign Corporate Bonds and Notes (Cost \$34,282,387)</b>				31,484,303



**Foreign Government Bonds @: 23.34%**

<i>Australia (AUD)</i>	3.25	4-21-2025	3,350,000	2,795,174
<i>Brazil (BRL)</i>	10.00	1-1-2017	44,075,000	15,917,947
<i>Colombia (COP)</i>	7.00	5-4-2022	18,650,000,000	7,930,989
<i>Colombia (COP)</i>	7.75	4-14-2021	5,250,000,000	2,397,572
<i>Hungary (HUF)</i>	6.75	11-24-2017	1,305,000,000	5,383,545
<i>Indonesia (IDR)</i>	7.88	4-15-2019	74,000,000,000	6,060,785
<i>Indonesia (IDR)</i>	8.38	3-15-2024	67,650,000,000	5,792,293
<i>Indonesia (IDR)</i>	10.00	7-15-2017	50,000,000,000	4,236,827
<i>Korea (KRW)</i>	5.25	3-10-2027	2,830,000,000	3,394,939
<i>Malaysia (MYR)</i>	3.26	3-1-2018	22,500,000	6,131,163
<i>Malaysia (MYR)</i>	4.18	7-15-2024	19,850,000	5,623,514
<i>Mexico (MXN)</i>	7.75	11-13-2042	75,000,000	6,250,699
<i>Mexico (MXN)</i>	10.00	12-5-2024	126,220,000	11,468,964
<i>New Zealand (NZD)</i>	5.50	4-15-2023	5,625,000	4,768,258
<i>Poland (PLN)</i>	3.25	7-25-2025	41,200,000	12,452,050
<i>Queensland Treasury (AUD)</i>	5.75	7-22-2024	4,100,000	3,969,058
<i>Republic of South Africa (ZAR)</i>	7.75	2-28-2023	73,000,000	6,607,299
<i>Republic of South Africa (ZAR)</i>	8.00	12-21-2018	101,000,000	9,153,497
<i>Romania (RON)</i>	5.85	4-26-2023	23,100,000	7,243,818
<i>State of New South Wales Australia (AUD)</i>	5.00	8-20-2024	3,900,000	3,614,857
<i>Thailand (THB)</i>	3.25	6-16-2017	276,500,000	8,675,139
<i>Turkey (TRY)</i>	9.00	3-8-2017	13,600,000	5,792,912

Portfolio of investments	January 31, 2015 (unaudited)		Wells Fargo Advantage Multi-Sector Income Fund	
Security name	Interest rate	Maturity date	Principal	Value
<b>Foreign Government Bonds @ (continued)</b>				
<i>Turkey (TRY)</i>	9.00%	7-24-2024	15,250,000	\$ 7,063,014
<b>Total Foreign Government Bonds (Cost \$163,581,564)</b>				152,724,313
<b>Loans : 16.19%</b>				
<i>Accellent Incorporated ±</i>	7.50	3-11-2022	\$ 310,000	282,875
<i>ADS Waste Holdings Incorporated ±</i>	3.75	10-9-2019	1,054,371	1,022,740
<i>Albertson s Holdings LLC ±</i>	4.50	8-25-2021	150,255	149,861
<i>Albertson s Holdings LLC ±</i>	5.50	8-25-2021	1,475,000	1,471,136
<i>Alliance Laundry Systems LLC ±</i>	4.25	12-10-2018	1,657,391	1,637,370
<i>Alliance Laundry Systems LLC ±</i>	9.50	12-10-2019	2,230,189	2,228,806
<i>Allison Transmission Incorporated ±</i>	3.75	8-23-2019	3,401,549	3,380,289
<i>American Capital Limited ±</i>	3.50	8-22-2017	1,387,362	1,380,425
<i>AMF Bowling Centers Incorporated ±</i>	7.25	9-18-2021	773,063	755,669
<i>Anchor Glass Container Corporation ±%%&lt;</i>	4.25	6-30-2021	175,000	174,563
<i>Applied Systems Incorporated ±</i>	7.50	1-22-2022	325,000	319,719
<i>Arris Group Incorporated ±</i>	3.25	4-17-2020	593,250	588,308
<i>Asurion LLC ±</i>	8.50	3-3-2021	360,000	355,500
<i>Avaya Incorporated ±%%&lt;</i>	0.00	10-26-2017	302,314	289,466
<i>Capella Healthcare Incorporated ±</i>	5.25	12-31-2021	375,000	375,000
<i>Capital Automotive LP ±</i>	4.00	4-10-2019	3,088,348	3,071,022
<i>Capital Automotive LP ±</i>	6.00	4-30-2020	1,849,333	1,837,775
<i>CCC Information Services Incorporated ±</i>	4.00	12-20-2019	588,982	579,411
<i>CCM Merger Incorporated ±</i>	4.50	8-8-2021	718,163	714,126
<i>CDW LLC ±</i>	3.25	4-29-2020	884,500	864,352
<i>Centaur Acquisition LLC ±</i>	8.75	2-20-2020	1,850,000	1,837,661
<i>Crown Castle Operating Company ±</i>	3.00	1-31-2021	6,452,475	6,341,428
<i>Dave &amp; Buster s Incorporated ±</i>	4.25	7-25-2020	498,962	496,093
<i>Dell Incorporated ±</i>	4.50	4-29-2020	8,344,375	8,347,880
<i>Doosan Infracore International Incorporated ±</i>	4.50	5-27-2021	201,977	201,472
<i>Entercom Radio LLC ±</i>	4.00	11-23-2018	1,131,751	1,127,031
<i>Focus Brands Incorporated ±</i>	4.25	2-21-2018	733,811	726,700
<i>Focus Brands Incorporated ±(i)</i>	10.25	8-21-2018	2,023,863	2,044,101
<i>Gates Global LLC ±</i>	4.25	7-3-2021	872,813	850,119
<i>Goodyear Tire &amp; Rubber Company ±</i>	4.75	4-30-2019	5,500,000	5,510,340
<i>HGIM Corporation ±%%&lt;</i>	5.50	6-18-2020	2,482,719	1,588,940
<i>Hub International Limited ±</i>	4.25	10-2-2020	275,523	266,797
<i>Interactive Data Corporation ±</i>	4.75	5-2-2021	1,850,700	1,841,909
<i>Ipreo Holdings LLC ±</i>	4.25	8-6-2021	144,638	141,986
<i>Kronos Incorporated ±</i>	4.50	10-30-2019	579,290	576,996
<i>Learfield Communications Incorporated ±</i>	8.75	10-9-2021	2,803,297	2,768,256
<i>Level 3 Financing Incorporated ±</i>	4.00	1-15-2020	1,700,000	1,683,714

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

<i>LM U.S. Corp Acquisition Incorporated ±(i)</i>	8.25	1-25-2021	105,000	101,456
<i>LPL Holdings Incorporated ±</i>	3.25	3-29-2019	1,212,138	1,188,659
<i>LTS Buyer LLC ±</i>	4.00	4-11-2020	746,212	728,863
<i>LTS Buyer LLC ±(i)</i>	8.00	4-12-2021	566,625	553,309
<i>MedAssets Incorporated ±</i>	4.00	12-12-2019	233,529	231,778
<i>MGM Resorts International ±</i>	3.50	12-20-2019	1,348,421	1,326,509
<i>Mission Broadcasting Incorporated ±</i>	3.75	10-1-2020	126,239	124,661
<i>Neff Rental LLC ±</i>	7.25	6-9-2021	683,096	667,726
<i>New Albertson s Incorporated ±</i>	4.75	6-27-2021	528,675	521,570
<i>Nexstar Broadcasting Incorporated ±</i>	3.75	10-1-2020	143,157	141,367
<i>Novelis Incorporated ±</i>	3.75	3-10-2017	967,382	957,708
<i>nTelos Incorporated ±</i>	5.75	11-9-2019	1,529,850	1,334,795
<i>Nusil Technology LLC ±</i>	5.25	4-7-2017	389,101	384,918
<i>OSG Bulk Ships Incorporated ±</i>	5.25	8-5-2019	89,550	88,543
<i>OSG International Incorporated ±</i>	5.75	8-5-2019	303,475	300,440
<i>Panda Power Funds Term Loan B1 ±</i>	6.50	11-10-2021	380,000	381,900
<i>Peak 10 Incorporated ±</i>	8.25	6-17-2022	430,000	413,875
<i>Philadelphia Energy Solutions LLC ±</i>	6.25	4-4-2018	346,185	311,566
<i>Prestige Brands Incorporated ±</i>	4.13	1-31-2019	116,951	116,541
<i>Prestige Brands Incorporated ±</i>	4.50	9-3-2021	226,667	226,313
<i>Salix Pharmaceuticals Limited ±</i>	4.25	1-2-2020	937,662	932,505
<i>Sedgwick Claims Management Services Incorporated ±%%&lt;</i>	3.75	3-1-2021	535,000	516,944
<i>Sedgwick Claims Management Services Incorporated ±</i>	6.75	2-28-2022	735,000	689,063
<i>Spin Holdco Incorporated ±</i>	4.25	11-14-2019	1,650,553	1,622,361
<i>Surgery Center Holdings Incorporated ±</i>	5.25	11-3-2020	185,000	180,144
<i>Syniverse Holdings Incorporated ±</i>	4.00	4-23-2019	169,666	163,835
<i>Syniverse Holdings Incorporated ±</i>	4.00	4-23-2019	959,826	927,432

## Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of investments January 31, 2015  
(unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Loans (continued)</b>				
<i>Tallgrass Operations LLC ±</i>	4.25%	11-13-2018	\$ 1,425,295	\$ 1,382,537
<i>Telesat Canada ±</i>	3.50	3-28-2019	2,584,098	2,555,027
<i>Tempur-Pedic International Incorporated ±</i>	3.50	3-18-2020	754,574	742,787
<i>Texas Competitive Electric Holdings Company LLC ±(s)</i>	4.66	10-10-2015	20,096,983	12,455,909
<i>TGI Friday s Incorporated ±</i>	5.25	7-15-2020	107,191	106,923
<i>TGI Friday s Incorporated ±</i>	9.25	7-15-2021	565,000	562,175
<i>TMFS Holdings LLC ±</i>	5.50	7-30-2021	1,231,913	1,194,955
<i>TransDigm Incorporated ±</i>	3.75	2-28-2020	3,421,095	3,369,231
<i>TWCC Holdings Corporation ±%%&lt;</i>	0.00	2-11-2017	425,000	415,506
<i>TWCC Holdings Corporation ±</i>	7.00	6-26-2020	3,565,000	3,313,953
<i>United Surgical Partners International Incorporated ±</i>	4.25	4-19-2017	1,892,784	1,883,320
<i>United Surgical Partners International Incorporated ±</i>	4.75	4-3-2019	1,038,467	1,034,136
<i>Valeant Pharmaceuticals International Incorporated ±</i>	3.50	2-13-2019	1,446,124	1,435,510
<i>Valeant Pharmaceuticals International Incorporated ±</i>	3.50	12-11-2019	172,765	171,433
<i>Vertafore Incorporated ±</i>	9.75	10-29-2017	510,000	510,638
<i>W3 Company ±(i)</i>	9.25	9-13-2020	289,275	274,811
<i>WASH Multifamily Laundry Systems LLC ±</i>	4.50	2-21-2019	1,640,775	1,599,756
<b>Total Loans (Cost \$115,233,586)</b>				105,973,224
<b>Municipal Obligations : 0.05%</b>				
<b>New York : 0.05%</b>				
<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	344,376
<b>Total Municipal Obligations (Cost \$345,000)</b>				344,376
<b>Non-Agency Mortgage-Backed Securities : 7.64%</b>				
<i>American General Mortgage Loan Series 2010 Class 1A-A3 144A±</i>	5.65	3-25-2058	460,000	471,034
<i>American Home Mortgage Assets Series 2006-2 Class 1A1 ±(i)</i>	1.07	9-25-2046	3,518,660	2,476,479
<i>Argent Securities Incorporated Series 2004-W5 Class AV3B ±</i>	1.07	4-25-2034	81,373	78,976

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

*Asset Backed Funding Certificates Series*

*2003-AHL1*

<i>Class A1</i>	4.18	3-25-2033	232,798	232,327
<i>Asset Backed Securities Corporation Home Equity Series 2002-HE3 Class M2 ±</i>	2.49	10-15-2032	217,499	214,895
<i>Banc of America Commercial Mortgage Securities Incorporated Series 2006-03 Class AM ±</i>	5.84	7-10-2044	1,340,000	1,387,220
<i>Banc of America Commercial Mortgage Securities Incorporated Series 2007-1 Class AMFX ±</i>	5.48	1-15-2049	500,000	526,463
<i>Banc of America Commercial Mortgage Securities Incorporated Series 2008-1 Class AM ±</i>	6.27	2-10-2051	550,000	610,653
<i>Banc of America Commercial Mortgage Trust Series 2006-5 Class AM</i>	5.45	9-10-2047	750,000	786,303
<i>Banc of America Commercial Mortgage Trust Series 2007-3 Class AM ±</i>	5.59	6-10-2049	430,000	466,166
<i>Banc of America Funding Corporation Series 2005 Class 5-1A1</i>	5.50	9-25-2035	467,604	488,019
<i>Banc of America Funding Corporation Series 2009 Class R6-3A1 144A±</i>	2.01	1-26-2037	124,621	124,853
<i>Banc of America Mortgage Securities Series 2003 Class A-3A1 ±</i>	2.62	2-25-2033	174,275	168,866
<i>Bear Stearns Commercial Mortgage Series 2007-PW17 Class AM ±</i>	5.90	6-11-2050	318,000	349,558
<i>Bear Stearns Commercial Mortgage Series 2007-PW18 Class AM ±</i>	6.08	6-11-2050	100,000	110,409
<i>Centex Home Equity Series 2002-A Class AF6</i>	5.54	1-25-2032	197,755	197,475
<i>Centex Home Equity Series 2002-D Class AF6 ±</i>	4.66	12-25-2032	61,209	61,966
<i>Centex Home Equity Series 2004-B Class AF6</i>	4.69	3-25-2034	256,555	262,676
<i>Citigroup Commercial Mortgage Trust Series 2006 Class C4 ±</i>	5.77	3-15-2049	680,000	717,530
<i>Citigroup Commercial Mortgage Trust Series 2007-C6 Class AM ±</i>	5.71	12-10-2049	450,000	482,187
<i>Citigroup Commercial Mortgage Trust Series 2012-GC8 Class C 144A±</i>	4.88	9-10-2045	1,000,000	1,102,002
<i>Citigroup Mortgage Loan Trust Incorporated Series 2003-HE3 Class A3 ±</i>	0.55	12-25-2033	77,949	74,564
<i>Commercial Mortgage Trust Series 2012-CR2 Class C ±</i>	4.86	8-15-2045	1,000,000	1,103,936
<i>Commercial Mortgage Trust Series 2013-FL3 Class B 144A±</i>	2.32	10-13-2028	1,000,000	1,012,966
<i>Countrywide Asset Backed Certificates Series 2003-5 Class AF5</i>	6.24	2-25-2034	97,099	102,214
<i>Countrywide Home Loans Series 2003-48 Class 2A2 ±</i>	2.58	10-25-2033	169,046	167,570
	5.81	6-15-2038	1,045,000	1,102,505

<i>Credit Suisse Commercial Mortgage Trust</i>				
<i>Series 2006-C3 Class AM ±</i>				
<i>Credit Suisse Commercial Mortgage Trust</i>				
<i>Series 2006-C4 Class AM</i>	5.51	9-15-2039	1,500,000	1,587,705
<i>Credit Suisse Commercial Mortgage Trust</i>				
<i>Series 2006-C5 Class AM</i>	5.34	12-15-2039	1,000,000	1,062,779

Portfolio of investments	January 31, 2015 (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>Credit Suisse First Boston Mortgage Securities Series 2002-AR25 Class 1A1 ±</i>	2.15%	9-25-2032	\$ 618,584	\$ 616,772	
<i>Credit Suisse First Boston Mortgage Securities Series 2003-AR15 Class 3A1 ±</i>	2.78	6-25-2033	179,159	177,953	
<i>Credit Suisse First Boston Mortgage Securities Series 2003-AR9 Class 2A2 ±</i>	2.24	3-25-2033	49,993	48,537	
<i>Credit-Based Asset Servicing &amp; Securitization LLC Series 2005-CB2 Class M1 ±</i>	0.83	4-25-2036	186,011	185,749	
<i>Equity One Asset Backed Securities Series 2004-2 Class AF4 ±</i>	4.62	7-25-2034	423,501	430,774	
<i>First Horizon Mortgage Pass Through Series 2004-AR1 Class 1A1 ±</i>	2.59	2-25-2034	455,864	451,303	
<i>First Horizon Mortgage Pass Through Series 2004-AR4 Class 3A1 ±</i>	2.59	8-25-2034	16,234	15,917	
<i>GCCFC Commercial Mortgage Trust Series 2007-GG9 Class AM</i>	5.48	3-10-2039	200,000	209,814	
<i>GCCFC Commercial Mortgage Trust Series 2007-GG9 Class AMFX</i>	5.48	3-10-2039	100,000	105,901	
<i>Global Mortgage Securitization Limited Series 2004-A Class A2 144A±</i>	0.49	11-25-2032	337,017	326,472	
<i>GMAC Mortgage Corporation Loan Series 2003-GH1 Class A5</i>	6.10	7-25-2034	92,536	94,351	
<i>Greenwich Capital Commercial Funding Corporation Series 2006-GG7 Class AM ±</i>	5.82	7-10-2038	2,600,000	2,739,696	
<i>Greenwich Capital Commercial Funding Corporation Series 2007-GG11 Class A4</i>	5.74	12-10-2049	475,000	515,288	
<i>GS Mortgage Securities Trust Series 2006-GG6 Class AM ±</i>	5.55	4-10-2038	835,000	865,601	
<i>GS Mortgage Securities Trust Series 2007-GG10 Class A4 ±</i>	5.80	8-10-2045	902,576	980,940	
<i>GS Mortgage Securities Trust Series 2010-C1 Class X 144A±(c)</i>	1.50	8-10-2043	5,908,496	370,327	
<i>GS Mortgage Securities Trust Series 2012-GCJ7 Class XA ±(c)</i>	2.56	5-10-2045	4,801,087	527,918	
<i>GS Mortgage Securities Trust Series 2014-New Class C 144A</i>	3.79	1-10-2031	1,000,000	1,026,940	
<i>GSAA Home Equity Trust Series 2004-5 Class AF5 ±</i>	5.61	6-25-2034	29,500	30,184	
<i>GSMPS Mortgage Loan Trust Series 2005-AHL Class M1 ±</i>	0.60	4-25-2035	16,429	16,153	
<i>GSMPS Mortgage Loan Trust Series 2006-1 Class A1 144A±</i>	0.47	3-25-2035	167,829	164,664	
<i>GSMPS Mortgage Loan Trust Series 2006-SEA1 Class A 144A±</i>	0.47	5-25-2036	184,400	182,209	

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

<i>JPMorgan Chase Commercial Mortgage Trust Series 2007-CB18 Class AM ±</i>	5.47	6-12-2047	875,000	934,275
<i>JPMorgan Chase Commercial Mortgage Trust Series 2007-LDPX Class AM ±</i>	5.46	1-15-2049	550,000	571,975
<i>JPMorgan Mortgage Trust Series 2004-A3 Class 2A1 ±</i>	2.52	7-25-2034	76,064	76,176
<i>JPMorgan Mortgage Trust Series 2004-A3 Series 3A3 ±</i>	2.52	7-25-2034	99,523	98,575
<i>JPMorgan Mortgage Trust Series 2005-A3 Class 11A2 ±</i>	2.56	6-25-2035	366,119	367,861
<i>JPMorgan Mortgage Trust Series 2009-7 Class 2A1 144A±</i>	6.00	2-27-2037	62,311	63,798
<i>JPMorgan Mortgage Trust Series 2009-7 Class 5A1 144A±</i>	6.00	2-27-2037	282,578	290,780
<i>Lehman Brothers-UBS Commercial Mortgage Trust Series 2007-C1 Class AM</i>	5.46	2-15-2040	750,000	803,709
<i>Lehman Brothers-UBS Commercial Mortgage Trust Series 2008-C1 Class AM ±</i>	6.16	4-15-2041	820,000	912,721
<i>Lehman XS Trust Series 2006-18N Class A5A ±(i)</i>	0.34	12-25-2036	2,972,375	2,322,002
<i>MASTR Adjustable Rate Mortgage Trust Series 2003-6 Class 3A1 ±</i>	2.48	12-25-2033	558,036	552,767
<i>MASTR Adjustable Rate Mortgage Trust Series 2003-6 Class 4A2 ±</i>	2.67	1-25-2034	23,052	22,424
<i>MASTR Adjustable Rate Mortgage Trust Series 2004-13 Class 3A7 ±</i>	2.64	11-21-2034	37,475	38,133
<i>MASTR Alternative Loans Trust Series 2005-1 Class 5A1</i>	5.50	1-25-2020	65,244	68,100
<i>Merrill Lynch Countrywide Commercial Mortgage Trust Series 2006-4 Class AM</i>	5.20	12-12-2049	340,000	362,503
<i>Merrill Lynch Countrywide Commercial Mortgage Trust Series 2007-9 Class A4</i>	5.70	9-12-2049	829,000	895,409
<i>Merrill Lynch Mortgage Trust Series 2005-A8 Class A1B3 ±</i>	5.25	8-25-2036	118,992	123,744
<i>Merrill Lynch Mortgage Trust Series 2006-C1 Class AM ±</i>	5.69	5-12-2039	565,000	592,695
<i>Merrill Lynch Mortgage Trust Series 2007-C1 Class A1A ±</i>	5.84	6-12-2050	632,639	676,858
<i>Mesa Trust Asset Backed Certificates Series 2001-5 Class A 144A±</i>	0.97	12-25-2031	20,693	18,823
<i>Mid State Trust Series 11 Class A1</i>	4.86	7-15-2038	257,699	273,836
<i>MLCC Mortgage Investors Incorporated Series 2003-G Class A2 ±</i>	1.01	1-25-2029	141,525	132,002
<i>Morgan Stanley Bank of America Merrill Lynch Trust Series 2012-C5 Class XA 144A±(c)</i>	1.85	8-15-2045	5,801,498	476,436
<i>Morgan Stanley Capital I Trust Series 2004-NC1 Class M1 ±</i>	1.22	12-27-2033	628,442	606,595
	5.04	8-13-2042	650,000	655,641



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

<i>Morgan Stanley Capital I Trust Series 2005-HQ6 Class A4B</i>				
<i>Morgan Stanley Capital I Trust Series 2006-HQ10 Class AM</i>	5.36	11-12-2041	500,000	532,501
<i>Morgan Stanley Capital I Trust Series 2006-HQ9 Class AJ ±</i>	5.79	7-12-2044	1,000,000	1,054,691
<i>Morgan Stanley Capital I Trust Series 2006-HQ9 Class AM ±</i>	5.77	7-12-2044	25,000	26,472
<i>Morgan Stanley Capital I Trust Series 2006-IQ12 Class AM</i>	5.37	12-15-2043	500,000	535,069
<i>Morgan Stanley Capital I Trust Series 2007-HQ13 Class A3</i>	5.57	12-15-2044	1,355,000	1,457,548
<i>Morgan Stanley Capital I Trust Series 2010-GG10 Class A4B 144A±</i>	5.80	8-15-2045	615,000	664,251
<i>Morgan Stanley Capital I Trust Series 2012-C4 Class C 144A±</i>	5.53	3-15-2045	900,000	1,022,570
<i>New Century Home Equity Loan Trust Series 2004-3 Class M1 ±</i>	1.10	11-25-2034	1,165,049	1,075,715
<i>New Century Home Equity Loan Trust Series 2005-1 Class AIMZ ±</i>	0.75	3-25-2035	62,015	61,905

## Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of investments January 31,  
2015 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Non-Agency Mortgage-Backed Securities</b>				
(continued)				
<i>Provident Funding Mortgage Loan Series</i>				
<i>2005-1</i>				
<i>Class 2A1 ±</i>	2.47%	5-25-2035	\$ 53,606	\$ 54,203
<i>RBSSP Resecuritization Trust Series 2010-3</i>				
<i>Class 4A1 144A±</i>	2.92	12-26-2035	37,697	37,677
<i>Renaissance Home Equity Loan Trust Series</i>				
<i>2004-4</i>				
<i>Class AF4</i>	4.88	2-25-2035	600,588	608,115
<i>Residential Asset Securities Corporation Series</i>				
<i>2004-KS3</i>				
<i>Class AI4 ±</i>	3.77	1-25-2032	64,413	64,410
<i>Residential Funding Mortgage Securities Trust</i>				
<i>Series 03-S12 Class 2A1</i>				
<i>Saxon Asset Securities Trust Series 2002-1 Class</i>	4.00	12-25-2032	77,215	78,707
<i>AF5 ±</i>	6.26	12-25-2030	165,452	172,265
<i>Saxon Asset Securities Trust Series 2003-1 Class</i>				
<i>AF7</i>				
<i>Sequoia Mortgage Trust Series 2003-1 Class 1A</i>	4.03	6-25-2033	646,096	654,080
<i>±</i>	0.93	4-20-2033	26,856	26,775
<i>Structured Adjustable Rate Mortgage Loan Trust</i>				
<i>Series</i>				
<i>2004-2 Class 2A ±</i>				
<i>Structured Asset Securities Corporation Series</i>	2.53	3-25-2034	79,042	78,225
<i>1998-2 Class A ±</i>	0.69	2-25-2028	278,530	274,819
<i>Structured Asset Securities Corporation Series</i>				
<i>2002-9 Class A2 ±</i>				
<i>Terwin Mortgage Trust Series 2003-6HE Class</i>	0.77	10-25-2027	100,438	98,299
<i>A3 ±</i>	1.31	11-25-2033	252,067	252,130
<i>Vendee Mortgage Trust Series 2003-2 Class IO</i>				
<i>±(c)</i>	0.78	5-15-2033	6,497,060	117,790
<i>Wachovia Bank Commercial Mortgage Trust</i>				
<i>Series 2006-C23 Class AM ±</i>				
<i>Washington Mutual Mortgage Trust Series</i>	5.47	1-15-2045	1,220,000	1,265,566
<i>2004-RA4 Class 3A</i>	7.50	7-25-2034	211,769	220,859
<b>Total Non-Agency Mortgage-Backed Securities</b>				
<b>(Cost \$47,969,731)</b>				49,986,239

Dividend yield

Shares

**Preferred Stocks : 0.18%****Financials : 0.18%****Banks : 0.18%**

<i>GMAC Capital Trust I ±</i>	7.72		44,400	1,167,720
-------------------------------	------	--	--------	-----------

<b>Total Preferred Stocks (Cost \$1,130,339)</b>				1,167,720
--	--	--	--	-----------

**Interest  
rate****Principal****Yankee Corporate Bonds and Notes : 8.01%****Consumer Discretionary : 0.58%****Diversified Consumer Services : 0.11%**

<i>Anglo American Capital Company 144A</i>	4.13	9-27-2022	\$ 750,000	746,519
--	------	-----------	------------	---------

**Media : 0.47%**

<i>Grupo Televisa SA</i>	6.00	5-15-2018	750,000	843,773
--------------------------	------	-----------	---------	---------

<i>Myriad International Holdings BV</i>	6.00	7-18-2020	500,000	561,300
---	------	-----------	---------	---------

<i>Myriad International Holdings BV 144A</i>	6.38	7-28-2017	750,000	822,750
--	------	-----------	---------	---------

<i>Videotron Limited</i>	9.13	4-15-2018	40,000	41,200
--------------------------	------	-----------	--------	--------

<i>WPP Finance 2010</i>	3.63	9-7-2022	750,000	790,679
-------------------------	------	----------	---------	---------

3,059,702

**Consumer Staples : 0.37%****Beverages : 0.13%**

<i>Pernod Ricard SA 144A</i>	4.45	1-15-2022	760,000	837,354
------------------------------	------	-----------	---------	---------

**Food Products : 0.12%**

<i>BRF SA 144A</i>	5.88	6-6-2022	750,000	808,298
--------------------	------	----------	---------	---------

**Tobacco : 0.12%**

<i>BAT International Finance plc 144A</i>	3.25	6-7-2022	750,000	780,983
---	------	----------	---------	---------

**Energy : 1.10%****Energy Equipment & Services : 0.11%**

<i>Ensco plc</i>	4.70	3-15-2021	750,000	756,503
------------------	------	-----------	---------	---------

**Oil, Gas & Consumable Fuels : 0.99%**

<i>Griffin Coal Mining Company Limited 144A(s)</i>	9.50	12-1-2016	1,685,411	1,028,101
--	------	-----------	-----------	-----------

<b>Portfolio of investments</b>	<b>January 31, 2015 (unaudited)</b>	<b>Wells Fargo Advantage Multi-Sector Income Fund</b>
---------------------------------	-------------------------------------	---

Security name	Interest rate	Maturity date	Principal	Value
<b>Oil, Gas &amp; Consumable Fuels (continued)</b>				
<i>Griffin Coal Mining Company Limited (s)(i)</i>	9.50%	12-1-2016	\$ 137,792	\$ 84,053
<i>Petrobras International Finance Company</i>	5.38	1-27-2021	670,000	601,955
<i>Petroleos Mexicanos</i>	4.88	1-24-2022	750,000	782,250
<i>Petroplus International Finance Company</i>	5.75	1-20-2020	650,000	602,804
<i>Teekay Corporation</i>	8.50	1-15-2020	2,570,000	2,852,700
<i>Woodside Finance Limited 144A</i>	8.75	3-1-2019	405,000	504,881
				6,456,744

**Financials : 1.16%****Banks : 1.06%**

<i>Banco del Estado de Chile 144A</i>	3.88	2-8-2022	650,000	664,797
<i>Corporación Andina de Fomento</i>	4.38	6-15-2022	958,000	1,062,395
<i>Export Import Bank of Korea</i>	5.00	4-11-2022	750,000	871,174
<i>ITAU Unibanco Holding SA</i>	5.13	5-13-2023	1,650,000	1,626,818
<i>Macquarie Bank Limited 144A</i>	5.00	2-22-2017	750,000	804,373
<i>Nielsen Holding and Finance BV 144A</i>	5.50	10-1-2021	415,000	426,413
<i>Preferred Term Securities XII Limited (s)(a)(i)</i>	0.00	12-24-2033	635,000	0
<i>Royal Bank of Scotland plc</i>	4.38	3-16-2016	750,000	778,204
<i>Standard Chartered Bank 144A</i>	6.40	9-26-2017	650,000	717,004
				6,951,178

**Diversified Financial Services : 0.10%**

<i>Tyco Electronics Group SA</i>	3.50	2-3-2022	625,000	664,650
----------------------------------	------	----------	---------	---------

**Health Care : 0.74%****Pharmaceuticals : 0.74%**

<i>Perrigo Finance plc</i>	3.90	12-15-2024	1,000,000	1,047,731
<i>Valeant Pharmaceuticals International Incorporated 144A</i>	6.75	8-15-2018	680,000	723,350
<i>Valeant Pharmaceuticals International Incorporated 144A</i>	5.50	3-1-2023	295,000	301,084
<i>Valeant Pharmaceuticals International Incorporated 144A</i>	7.50	7-15-2021	2,505,000	2,742,975
				4,815,140

**Industrials : 0.13%****Road & Rail : 0.13%**

<i>Canadian Pacific Railway Company</i>	4.50	1-15-2022	750,000	845,828
---	------	-----------	---------	---------

**Information Technology : 0.25%**

**Communications Equipment : 0.13%**

<i>Ericsson LM</i>	4.13	5-15-2022	750,000	808,958
--------------------	------	-----------	---------	---------

**Internet Software & Services : 0.12%**

<i>Tencent Holdings Limited 144A</i>	4.63	12-12-2016	750,000	788,204
--------------------------------------	------	------------	---------	---------

**Materials : 1.24%****Containers & Packaging : 0.35%**

<i>Ardagh Finance Holdings SA (PIK at 8.63%)</i>				
<i>144A¥</i>	8.63	6-15-2019	1,233,303	1,228,678
<i>Ardagh Packaging Finance plc 144A</i>	9.13	10-15-2020	1,020,000	1,081,200
				2,309,878

**Metals & Mining : 0.67%**

<i>ArcelorMittal SA</i>	5.00	2-25-2017	725,000	753,638
<i>Novelis Incorporated</i>	8.38	12-15-2017	550,000	571,313
<i>Novelis Incorporated</i>	8.75	12-15-2020	1,075,000	1,152,938
<i>Vale Overseas Limited</i>	4.38	1-11-2022	750,000	713,085
<i>Vedanta Resources plc 144A</i>	6.00	1-31-2019	1,300,000	1,163,500
				4,354,474

Wells Fargo Advantage Multi-Sector Income Fund		Portfolio of investments		January 31, 2015 (unaudited)	
Security name	Interest rate	Maturity date	Principal	Value	
<b>Paper &amp; Forest Products : 0.22%</b>					
<i>Sappi Limited 144A</i>	7.50%	6-15-2032	\$ 1,560,000	\$	1,450,800
<b>Telecommunication Services : 2.33%</b>					
<b>Diversified Telecommunication Services : 2.09%</b>					
<i>Intelsat Jackson Holdings SA</i>	5.50	8-1-2023	3,700,000		3,653,750
<i>Intelsat Jackson Holdings SA</i>	7.25	4-1-2019	1,820,000		1,890,525
<i>Intelsat Jackson Holdings SA</i>	7.25	10-15-2020	2,150,000		2,257,500
<i>Intelsat Jackson Holdings SA</i>	7.50	4-1-2021	1,025,000		1,086,500
<i>Intelsat Luxembourg SA</i>	7.75	6-1-2021	1,435,000		1,422,444
<i>Intelsat Luxembourg SA</i>	8.13	6-1-2023	2,450,000		2,477,563
<i>Qtel International Finance Limited</i>	5.00	10-19-2025	300,000		335,625
<i>Virgin Media Finance plc 144A</i>	5.38	4-15-2021	180,000		186,750
<i>Virgin Media Finance plc 144A</i>	6.38	4-15-2023	365,000		388,725
					13,699,382
<b>Wireless Telecommunication Services : 0.24%</b>					
<i>Globo Comunicacoes Participacoes SA 144A</i>	4.88	4-11-2022	750,000		778,125
<i>Telesat Canada Incorporated 144A</i>	6.00	5-15-2017	775,000		786,625
					1,564,750
<b>Utilities : 0.11%</b>					
<b>Electric Utilities : 0.11%</b>					
<i>Comision Federal de Electricidad 144A</i>	4.88	5-26-2021	650,000		698,750
<b>Total Yankee Corporate Bonds and Notes (Cost \$51,882,724)</b>					52,398,095
	<b>Yield</b>		<b>Shares</b>		
<b>Short-Term Investments : 2.35%</b>					
<b>Investment Companies : 2.35%</b>					
<i>Wells Fargo Advantage Cash Investment Money Market Fund, Select Class (l)(u)##</i>	0.10		15,401,509		15,401,509
					15,401,509

**Total Short-Term Investments**  
**(Cost \$15,401,509)**

<b>Total investments in securities</b> <b>(Cost \$887,476,330)*</b>	133.97%	876,734,472
<i>Other assets and liabilities, net</i>	(33.97)	(222,297,882)
<b>Total net assets</b>	100.00%	\$ 654,436,590

± *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*

(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.*

(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.*

(a) *The security is fair valued in accordance with procedures approved by the Board of Trustees.*

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

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

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

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

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

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

Portfolio of investments January 31, 2015 (unaudited)

Wells Fargo Advantage Multi-Sector Income Fund

\* Cost for federal income tax purposes is \$891,463,083 and unrealized gains (losses) consists of:

Gross unrealized gains	\$ 25,459,269
Gross unrealized losses	(40,187,880)
Net unrealized losses	\$(14,728,611)

Abbreviations:

AUD	Australian dollar
BRL	Brazilian real
COP	Columbian Peso
EUR	Euro
FHLMC	Federal Home Loan Mortgage Corporation
FNMA	Federal National Mortgage Association
GBP	Great British pound
GNMA	Government National Mortgage Association
HUF	Hungarian forint
IDR	Indonesian rupiah
KRW	Republic of Korea won
LLC	Limited liability company
LP	Limited partnership
MXN	Mexican peso
MYR	Malaysian ringgit
NZD	New Zealand dollar
plc	Public limited company
PLN	Polish zloty
REIT	Real estate investment trust
RON	Romanian lei
SBA	Small Business Authority
THB	Thai baht
TRY	Turkish lira
ZAR	South African rand



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

**Notes to Portfolio of investments January 31, 2015 (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 January 31, 2015, the Fund had unfunded loan commitments of \$2,198,635.

### **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.

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

The following is a summary of the inputs used in valuing the Fund's assets and liabilities as of January 31, 2015:

	Quoted prices (Level 1)	Other significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total
<b>Assets</b>				
<b>Investments in :</b>				
Agency securities	\$ 0	\$ 15,846,257	\$ 0	\$ 15,846,257
Asset-backed securities	0	693,619	0	693,619
<b>Common stocks</b>				
Materials	712	0	0	712
Telecommunication services	1,053,812	0	0	1,053,812
Corporate bonds and notes	0	449,660,293	0	449,660,293
Foreign corporate bonds and notes	0	31,484,303	0	31,484,303
Foreign government bonds	0	152,724,313	0	152,724,313
Loans	0	89,769,846	16,203,378	105,973,224
Municipal obligations	0	344,376	0	344,376
Non-agency mortgage back securities	0	49,986,239	0	49,986,239
<b>Preferred stocks</b>				
Financials	1,167,720	0	0	1,167,720
Yankee corporate bonds and notes	0	52,398,095	0	52,398,095
<b>Short-term investments</b>				
Investment companies	15,401,509	0	0	15,401,509
	17,623,753	842,907,341	16,203,378	876,734,472
Forward foreign currency contracts	0	3,378,578	0	3,378,578
<b>Total assets</b>	<b>\$ 17,623,753</b>	<b>\$ 846,285,919</b>	<b>\$ 16,203,378</b>	<b>\$ 880,113,050</b>
<b>Liabilities</b>				
Forward foreign currency contracts	\$ 0	\$ 1,288,577	\$ 0	\$ 1,288,577
<b>Total liabilities</b>	<b>\$ 0</b>	<b>\$ 1,288,577</b>	<b>\$ 0</b>	<b>\$ 1,288,577</b>

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.

The Fund recognizes transfers between levels within the fair value hierarchy at the end of the reporting period. At January 31, 2015, 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:

	<b>Loans</b>
<b>Balance as of October 31, 2014</b>	<b>\$ 14,853,033</b>
Accrued discounts (premiums)	1,860
Realized gains (losses)	1,192
Change in unrealized gains (losses)	(77,721)
Purchases	1,596,250
Sales	(310,137)
Transfers into Level 3	3,682,716
Transfers out of Level 3	(3,543,815)
<b>Balance as of January 31, 2015</b>	<b>\$ 16,203,378</b>
<b>Change in unrealized gains (losses) relating to securities still held at January 31, 2015</b>	<b>\$ (69,712)</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

During the three months ended January 31, 2015, the Fund entered into forward foreign currency exchange contracts for economic hedging purposes.

At January 31, 2015, 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 January 31, 2015	In exchange for U.S. \$	Unrealized gains (losses)
2-12-2015	State Street Bank	21,500,000 MYR	\$ 5,922,518	\$ 6,413,124	\$ (490,606)
2-27-2015	State Street Bank	148,100,000 ZAR	12,669,505	12,790,396	(120,891)
3-9-2015	State Street Bank	19,500,000 PLN	5,257,749	5,249,187	8,562

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

3-17-2015	State Street Bank	34,100,000 MXN	2,268,805	2,324,820	(56,015)
4-20-2015	State Street Bank	130,000,000 THB	3,957,174	3,941,783	15,391
4-20-2015	State Street Bank	12,250,000 BRL	4,469,253	4,641,558	(172,305)
4-24-2015	State Street Bank	29,000,000 TRY	11,660,152	12,099,971	(439,819)

## Forward foreign currency contracts to sell:

Exchange date	Counterparty	Contracts to deliver	U.S. value at January 31, 2015	In exchange for U.S. \$	Unrealized gains (losses)
2-17-2015	State Street Bank	2,780,000,000 COP	\$ 1,137,654	\$ 1,152,570	\$ 14,916
2-27-2015	State Street Bank	14,100,000 ZAR	1,206,212	1,197,271	(8,941)
2-27-2015	State Street Bank	134,000,000 ZAR	11,463,293	11,989,013	525,720
3-9-2015	State Street Bank	9,900,000 RON	2,520,949	2,751,223	230,274
3-9-2015	State Street Bank	17,145,000 RON	4,365,825	4,751,150	385,325
3-9-2015	State Street Bank	42,500,000 PLN	11,459,197	12,529,924	1,070,727
3-9-2015	State Street Bank	1,470,000,000 HUF	5,339,356	5,881,717	542,361
3-17-2015	State Street Bank	34,100,000 MXN	2,268,805	2,288,437	19,632
4-20-2015	State Street Bank	12,250,000 BRL	4,469,253	4,569,531	100,278
4-24-2015	State Street Bank	29,000,000 TRY	11,660,152	12,122,986	462,834
5-4-2015	State Street Bank	94,450,000 MXN	6,266,233	6,268,791	2,558



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

LIFER Long Inverse Floating Exempt Receipts

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

SPEAR Short Puttable Exempt Adjustable 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: March 25, 2015

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: March 25, 2015

By: /s/ Jeremy DePalma

Jeremy DePalma  
Treasurer

Date: March 25, 2015