

WELLS FARGO ADVANTAGE MULTI-SECTOR INCOME FUND
Form N-CSR
January 04, 2011

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549
FORM N-CSR
CERTIFIED SHAREHOLDER REPORT OF REGISTERED
MANAGEMENT INVESTMENT COMPANIES
Investment Company Act file number: 811- 21331
Wells Fargo Advantage Multi-Sector Income Fund
(Exact name of registrant as specified in charter)
525 Market St., San Francisco, CA 94105
(Address of principal executive offices) (Zip code)
C. David Messman
Wells Fargo Funds Management, LLC
525 Market St., San Francisco, CA 94105
(Name and address of agent for service)**

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

Date of fiscal year end: October 31, 2010

Date of reporting period: October 31, 2010

ITEM 1. REPORT TO SHAREHOLDERS

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The views expressed are as of October 31, 2010. Any reference to a specific security in this report is not a recommendation to purchase or sell any specific security or adopt any investment strategy. The views are subject to change at any time in response to changing circumstances in the market and are not intended to predict or guarantee the future performance of any individual security, market sector or the markets generally, or the *Wells Fargo Advantage Multi-Sector Income Fund*.

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Letter to Shareholders

Karla M. Rabusch,

President

Wells Fargo Advantage Funds

During the period, investors had to weigh positive earnings from companies against more questionable macroeconomic news.

Dear Valued Shareholder,

We are pleased to provide you with this annual report for the *Wells Fargo Advantage Multi-Sector Income Fund* for the 12-month period that ended October 31, 2010. Leading up to the beginning of the period, a series of extraordinary financial and economic events affected markets in the United States and throughout the world. During the period, investors had to weigh positive earnings from companies against more questionable macroeconomic news. High unemployment in developed nations and rising sovereign debt in many countries created concerns that economies could once again slip into recession. However, the equity markets ended the period with a strong rally in September and October that sent most indexes higher than when the period began.

Concerns shifted from corporate to sovereign debt.

After hitting their lows in March 2009 due to the continued effects of the financial crisis, stock markets around the world staged a recovery. In the fourth quarter of 2009, however, developments in the sovereign debt sector threatened to bring the rally to a halt, as the credit crisis spread from financial institutions to countries. In the United States and parts of Europe and Asia, governments were able to bail out companies that overextended themselves, providing a necessary backstop that staved off default and, even worse, financial collapse. A few countries, however, found themselves overextended, and questions surfaced regarding their solvency. The government of Dubai was rescued by a \$10 billion infusion from Abu Dhabi, while speculation attended every bond offering from Greece, Ireland, Spain, and even Great Britain showed signs of financial stress, with investors concerned about whether those countries would be able to repay their debts. Beyond solvency, the question was about what effects this sovereign debt overhang would have on future growth, given that economic recovery in many parts of the world was strongly dependent on continued government backing. While the overall amount of potentially affected debt was small, it does show that investors were becoming concerned about the potential shortfall between government spending and tax receipts.

After a setback in January, the market recovery resumed, only to falter again in April.

In spite of the sovereign debt troubles, the markets still continued the general upward swing that began with the rally in March 2009. That rally was partially spurred on by the promise of continued government support of world economies in a time of crisis. With the crisis largely over by the end of 2009, the question became about whether or not economies could achieve a sustainable growth rate in the absence of government stimulus. This question was made all the more tangible by China's withdrawal of several stimulus measures in the first quarter of 2010, especially in its automobile and housing markets. The markets reacted negatively to the prospect of China tightening up on its potentially overheating economy. Combined with the sovereign debt problems and weakened currencies, especially the euro, stock markets fell throughout January, with the MSCI EAFE[®] Index¹ down more than 8% by the first week of February 2010.

1. The Morgan Stanley Capital International Europe, Australasia, and Far East (MSCI EAFE) Index is an unmanaged group of securities widely regarded by investors to be representations of the stock markets of Europe, Australasia, and the Far East. You cannot invest directly in an index.

Letter to Shareholders

Wells Fargo Advantage Multi-Sector Income Fund 3

In what would become a pattern, growing optimism at the corporate level was repeatedly displaced by unease over the macroeconomic picture. Investors became more optimistic on expectations of corporate earnings growth and improving economic indicators. Increased merger and acquisition activity, as well as the recovery of financing for complex deals, also spoke to a growing optimism at the corporate level. Countering the more positive, company-specific news, unemployment remained high in the United States and in European countries, and sovereign debt problems escalated in the spring of 2010. Because of the heightened focus on fiscal deficits, many euro zone countries announced austerity programs to begin to address their long-term issues. However, the immediate effect eroded economic growth expectations, causing investors to price in a probability of a double-dip recession and leading to a market correction in the second quarter of 2010. Sovereign debt markets finally stabilized in May 2010 after long and difficult negotiations between the International Monetary Fund (IMF) and the healthy central banks within the euro zone led to a \$1 trillion backstop fund for Greece and the region.

The equity markets rallied to close the period.

After a volatile summer, the markets broke out of a narrow trading range in September and October and finished the 12-month period on a strong note. In effect, the worst-case scenario of a double-dip recession failed to happen, as corporate earnings reports continued to show strength and the global economy maintained a modest growth rate. It seemed investors became resigned to a prolonged period of slow growth, and many regained a risk appetite for higher-yielding securities.

Economies will likely continue to grow, with clear differences between developed nations and the faster-growing emerging markets.

Questions remain about whether the sustainability of a global economic recovery will continue if unemployment remains high and if governments withdraw their fiscal and monetary stimulus programs. Unemployment is still stubbornly high in the United States and the euro area, at 9.6% and 10.1%, respectively, as of October 31, 2010, putting burdens on consumers and governments. The slower growth rate of developed nations, meanwhile, may make it difficult to establish solid employment gains. Additionally, some economies especially the more overheated Asian economies of China and India are showing signs of increasing inflation. China has already signaled that government stimulus programs supporting its economy will need to be withdrawn or at least scaled back, which will be a test of whether the recovery has reached a sustainable footing.

By the end of the reporting period, the consensus shifted from expectations of a double-dip recession to resignation that several of the major world economies are likely in for a prolonged period of slow growth. The IMF projected that advanced economies will grow only 2.2% in 2011, due to tight fiscal constraints and high unemployment. Emerging markets, by contrast, are expected to grow at

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Letter to Shareholders

All in all, investors should be prepared for more subdued economic growth, given the headwinds faced by many countries and consumers. Balancing that, many companies are holding up well, with solid earnings that we feel can support their valuations.

a more robust rate of 7.1% in 2011. All in all, investors should be prepared for more subdued economic growth, given the headwinds faced by many countries and consumers. Balancing that, many companies are holding up well, with solid earnings that we feel can support their valuations.

Maximize value by focusing on sustainable growth and higher quality.

For the *Wells Fargo Advantage Multi-Sector Income Fund*, our global strategic view continues to favor an underweight of the debt and currencies of the old, industrialized, lower-yielding economies with structural problems and being overweight in those economies with higher yields but that also have healthier, more sustainable growth, lower deficits, and central banks that may have the ability to maneuver freely.

Within the high-yield sleeve, positioning remains higher in quality, with a focus on companies that generate free cash flow and have the ability to deleverage absent market liquidity conditions. The current environment has been very supportive of lower-quality issues, as liquidity has been abundant and refinancing debt has been easy. We believe that the risks of weaker credits are no longer being appropriately compensated and, with interest rates at extremely low levels, interest-rate sensitivity is not being fully compensated for the risk either. Therefore, the holdings have been gradually positioned away from interest-rate-sensitive issues and instead positioned into issues that we feel are higher in quality.

Don't let short-term volatility derail long-term investment goals.

The period saw renewed volatility and a correction across the global financial markets. However, we believe that the significant rebound experienced over the past 18 months underscores the importance of maintaining a focus on long-term investment goals through periods of volatility so investors don't miss potential periods of strong recovery. Thank you for choosing *Wells Fargo Advantage Funds*. We appreciate your confidence in us. Through each market cycle, we are committed to helping you meet your financial needs. Please visit us at wellsfargo.com/advantagefunds for more information about our funds and other investment products available to you. Thank you for your continued support of *Wells Fargo Advantage Funds*.

Sincerely,

Karla M. Rabusch

President

Wells Fargo Advantage Funds

Portfolio of Investments October 31, 2010

Wells Fargo Advantage Multi-Sector Income Fund 5

Principal	Security Name	Interest Rate	Maturity Date	Value
Agency Securities: 30.61%				
Federal Home Loan Bank: 1.84%				
\$ 7,877,457	<i>FHLB</i> ±	2.63%	12/01/2034	\$ 8,234,837
3,588,837	<i>FHLB</i> ±	2.74	06/01/2035	3,773,234
563,453	<i>FHLB</i> ±	2.84	11/01/2030	589,212
295,709	<i>FHLB</i> ±	2.99	07/01/2033	297,098
				12,894,381
Federal Home Loan Mortgage Corporation: 10.07%				
2,053,799	<i>FHLMC</i> ±	2.60	08/01/2035	2,151,077
5,861,681	<i>FHLMC</i> ±	2.63	09/01/2035	6,126,340
5,969,300	<i>FHLMC</i> ±	2.63	08/01/2035	6,283,235
560,913	<i>FHLMC</i> ±	2.70	09/01/2032	587,532
15,881,885	<i>FHLMC</i> ±	2.70	04/01/2034	16,591,527
205,553	<i>FHLMC</i> ±	2.71	10/01/2033	215,270
460,245	<i>FHLMC</i> ±	2.74	07/01/2032	465,021
365,561	<i>FHLMC</i> ±	2.76	10/01/2030	384,021
3,772,336	<i>FHLMC</i> ±	2.82	01/01/2038	3,947,703
5,384,018	<i>FHLMC</i> ±	2.86	01/01/2036	5,606,530
444,549	<i>FHLMC</i> ±	2.95	08/01/2030	465,581
241,096	<i>FHLMC</i> ±	2.98	06/01/2033	241,820
7,125,941	<i>FHLMC</i> ±	3.05	09/01/2038	7,454,095
22,202	<i>FHLMC</i> ±	3.12	10/01/2030	22,900
84,680	<i>FHLMC</i> ±	3.15	12/01/2026	85,824
3,874,575	<i>FHLMC</i> ±	3.23	06/01/2036	4,039,853
75,893	<i>FHLMC</i> ±	3.59	10/01/2022	77,911
4,338	<i>FHLMC</i> ±	3.70	05/01/2019	4,371
3,136,530	<i>FHLMC</i> ±	4.22	10/01/2037	3,215,840
59,174	<i>FHLMC</i> ±	4.24	06/01/2018	59,288
3,265,500	<i>FHLMC</i> ±	4.34	12/01/2035	3,422,767
150,173	<i>FHLMC</i> ±	4.64	01/01/2027	157,811
572,271	<i>FHLMC</i> ±	5.05	07/01/2035	605,599
69,959	<i>FHLMC</i>	8.50	04/01/2015	72,618
155,920	<i>FHLMC</i>	8.50	07/01/2028	181,905
89,508	<i>FHLMC</i>	8.50	03/01/2030	99,854
108,082	<i>FHLMC Series 0196 Class A</i> ±	1.11	12/15/2021	108,167
2,675,333	<i>FHLMC Series 1383</i> ±	5.84	02/01/2037	2,853,453
107,244	<i>FHLMC Series 2390 Class FD</i> ±	0.71	12/15/2031	107,596
135,751	<i>FHLMC Series 2411 Class F</i> ±	0.81	02/15/2032	136,504
4,587,448	<i>FHLMC Series 2431 Class F</i> ±	0.76	03/15/2032	4,608,381
231,431	<i>FHLMC Series 2567 Class FH</i> ±	0.66	02/15/2033	231,864

70,612,258

Federal National Mortgage Association: 18.58%

110,593	<i>FNMA±</i>	1.35	04/01/2028	113,481
298,125	<i>FNMA±</i>	1.68	10/01/2034	304,469
8,369	<i>FNMA±</i>	2.13	04/01/2019	8,430
1,847,628	<i>FNMA±</i>	2.35	10/01/2035	1,897,353
2,349,578	<i>FNMA±±</i>	2.39	12/01/2035	2,415,171
71,441	<i>FNMA±</i>	2.45	12/01/2031	74,391
4,000,000	<i>FNMA±</i>	2.49	06/01/2035	4,176,890
118,789	<i>FNMA±</i>	2.50	12/01/2026	124,662
6,158,427	<i>FNMA±±</i>	2.53	03/01/2035	6,420,464
160,507	<i>FNMA±</i>	2.54	06/01/2024	167,976
3,024,165	<i>FNMA±</i>	2.55	01/01/2036	3,155,385
3,019,100	<i>FNMA±±</i>	2.55	08/01/2036	3,117,333

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Portfolio of Investments October 31, 2010

Principal	Security Name	Interest Rate	Maturity Date	Value
Federal National Mortgage Association (continued)				
\$ 5,251,996	FNMA±±	2.57%	04/01/2034	\$ 5,494,134
191,354	FNMA±	2.57	06/01/2029	200,222
250,416	FNMA±	2.60	07/01/2038	261,073
2,680,529	FNMA±±	2.60	07/01/2038	2,810,747
37,613	FNMA±	2.61	07/01/2026	39,479
45,199	FNMA±	2.62	12/01/2028	45,553
385,916	FNMA±	2.62	02/01/2035	405,146
78,867	FNMA±	2.63	07/01/2033	78,998
101,205	FNMA±	2.67	06/01/2031	105,689
6,804,775	FNMA±±	2.67	08/01/2039	7,124,569
351,423	FNMA	2.68	07/01/2048	367,823
59,084	FNMA±	2.70	12/01/2029	62,016
251,528	FNMA±	2.71	08/01/2030	264,144
241,192	FNMA±	2.73	05/01/2030	252,515
168,044	FNMA±	2.73	03/01/2033	176,020
11,881,812	FNMA±±	2.77	10/01/2034	12,416,812
260,320	FNMA±	2.81	01/01/2026	271,872
203,528	FNMA±	2.86	09/01/2032	214,097
1,885,392	FNMA±±	2.88	07/01/2036	1,979,962
2,380,790	FNMA±±	2.90	04/01/2036	2,482,634
3,662,932	FNMA±±	2.93	05/01/2035	3,854,750
4,487,775	FNMA±	3.02	10/01/2033	4,713,886
187,485	FNMA±	3.03	09/01/2027	197,394
2,092,441	FNMA±	3.03	04/01/2017	2,156,972
12,263,713	FNMA±	3.04	05/01/2036	12,875,645
137,295	FNMA±	3.04	04/01/2033	144,053
3,148,173	FNMA±	3.06	08/01/2035	3,314,791
747,095	FNMA±	3.10	12/01/2017	769,796
3,963,688	FNMA±±	3.10	01/01/2038	4,025,508
1,024,470	FNMA±	3.21	05/01/2036	1,051,371
50,260	FNMA±	3.25	01/01/2017	51,997
1,732,569	FNMA±	3.33	02/01/2017	1,787,997
104,918	FNMA±	3.42	07/01/2030	109,882
603,574	FNMA±	3.48	03/01/2034	631,039
111,331	FNMA±	3.60	10/01/2029	116,069
26,681	FNMA±	3.60	01/01/2015	27,495
74,759	FNMA±	3.62	08/01/2028	77,947
9,488	FNMA±	3.75	12/01/2016	9,732
69,561	FNMA±	3.82	01/01/2030	72,350
2,658,786	FNMA±±	3.85	07/01/2038	2,795,048
3,003,546	FNMA%%±	4.07	07/01/2035	3,129,787
6,377,348	FNMA±±	4.41	02/01/2035	6,590,791
17,971	FNMA±	4.50	03/01/2034	18,773

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693,471	<i>FNMA</i> ±	4.61	04/01/2031	728,515
49,223	<i>FNMA</i> ±	4.65	12/01/2036	51,406
3,467,278	<i>FNMA</i> ±	4.87	04/01/2034	3,564,511
1,518,956	<i>FNMA</i> ±	4.88	12/01/2034	1,583,049
480,587	<i>FNMA</i> ±	4.95	01/01/2034	494,913
14,048	<i>FNMA</i> ±	5.11	12/01/2022	14,816
235,685	<i>FNMA</i> ±	5.21	11/01/2024	249,183
113,413	<i>FNMA</i> ±	5.28	04/01/2025	113,692
1,606,945	<i>FNMA</i> ±	5.39	02/01/2036	1,691,265
228,926	<i>FNMA</i> ±	5.62	08/01/2027	230,064
5,754	<i>FNMA</i> ±	6.00	05/01/2021	6,037
9,960	<i>FNMA</i> ±	6.00	08/01/2021	10,551
196,583	<i>FNMA</i>	6.00	04/01/2033	218,440

Portfolio of Investments October 31, 2010

Wells Fargo Advantage Multi-Sector Income Fund 7

Principal	Security Name	Interest Rate	Maturity Date	Value
Federal National Mortgage Association (continued)				
\$ 267,776	FNMA±	6.11%	12/01/2013	\$ 271,685
2,310,236	FNMA±	6.13	09/01/2037	2,495,203
106,954	FNMA±	6.14	12/01/2020	113,937
2,962,438	FNMA±	6.16	09/01/2032	3,076,580
67,844	FNMA	6.50	11/01/2032	76,692
188,618	FNMA	7.50	07/01/2017	207,506
14,661	FNMA	7.50	10/01/2028	14,734
169,858	FNMA	7.50	11/01/2028	197,508
46,433	FNMA	7.50	02/01/2030	53,196
107,616	FNMA	7.50	09/01/2030	120,349
23,277	FNMA	7.50	07/01/2032	26,658
20,962	FNMA	8.00	12/01/2024	21,333
130,968	FNMA	8.00	06/01/2030	148,877
25,318	FNMA	12.00	01/01/2016	28,438
61,703	FNMA Series 1996-46 Class FA±	0.78	08/25/2021	62,163
764,031	FNMA Series 2001-25 Class Z	6.00	06/25/2031	852,725
37,231	FNMA Series 2001-35 Class F±	0.86	07/25/2031	37,557
37,483	FNMA Series 2001-57 Class F±	0.76	06/25/2031	37,682
291,052	FNMA Series 2001-T10 Class A2	7.50	12/25/2041	334,801
239,206	FNMA Series 2002-77 Class FH±	0.66	12/18/2032	239,952
5,604,390	FNMA Series 2002-95 Class FK±	0.76	01/25/2033	5,636,819
83,511	FNMA Series 2002-97 Class FR±	0.81	01/25/2033	83,973
1,438,416	FNMA Series 2003-W8 Class 3F2±	0.61	05/25/2042	1,439,841
73,556	FNMA Series G91-16 Class F±	0.73	06/25/2021	73,986
140,144	FNMA Series G92-17 Class F±	1.33	03/25/2022	143,373
				130,304,593

Government National Mortgage Association: 0.12%

84,329	GNMA	6.50	06/15/2028	96,052
43,997	GNMA	7.25	07/15/2017	48,663
136,030	GNMA	7.25	08/15/2017	149,813
66,855	GNMA	7.25	09/15/2017	73,946
212,702	GNMA	7.25	10/15/2017	234,489
46,036	GNMA	7.25	11/15/2017	50,406
68,820	GNMA	7.25	01/15/2018	76,410
36,058	GNMA	7.25	02/15/2018	39,880
18,623	GNMA	7.25	05/15/2018	20,330
26,093	GNMA Series 2001-61 Class FA±	0.76	09/20/2030	26,102
				816,091

Total Agency Securities (Cost \$209,324,916)				214,627,323
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Collateralized Mortgage Obligations: 1.51%

4,616,143	<i>American Home Mortgage Assets Series 2006-2 Class 1A1</i>	1.31	09/25/2046	2,434,980
1,340,000	<i>Banc of America Commercial Mortgage Incorporated Series 2006-03 Class AM</i>	5.81	07/10/2044	1,232,831
1,820,000	<i>Greenwich Capital Commercial Funding Corporation Series 2006-GG7 Class AM</i>	5.88	07/10/2038	1,827,603
3,570,000	<i>Lehman XS Trust Series 2006-18N Class A5A±</i>	0.43	12/25/2036	1,320,061
1,866,000	<i>Morgan Stanley Capital I Trust Series 2006-IQ12 Class AM</i>	5.37	12/15/2043	1,801,703
810,000	<i>Morgan Stanley Capital I Trust Series 2006-IQ12 Class AMFX</i>	5.37	12/15/2043	784,077
1,220,000	<i>Wachovia Bank Commercial Mortgage Trust Series 2006-C23 Class AM(l)</i>	5.47	01/15/2045	1,220,946

Total Collateralized Mortgage Obligations (Cost \$11,316,162)				10,622,201
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8 Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of Investments October 31, 2010

Principal	Security Name	Interest Rate	Maturity Date	Value
Corporate Bonds and Notes: 53.89%				
Consumer Discretionary: 8.67%				
Auto Components: 0.82%				
\$ 1,895,000	Cooper Tire & Rubber Company	7.63%	03/15/2027	\$ 1,781,300
468,000	Goodyear Tire & Rubber Company	8.75	08/15/2020	512,460
3,010,000	Goodyear Tire & Rubber Company	10.50	05/15/2016	3,446,450
				5,740,210
Diversified Consumer Services: 1.48%				
1,795,000	Carriage Services Incorporated	7.88	01/15/2015	1,812,950
900,000	Service Corporation International	7.00	06/15/2017	958,500
3,965,000	Service Corporation International	7.50	04/01/2027	3,915,438
475,000	Service Corporation International	8.00	11/15/2021	517,750
2,890,000	StoneMor Partners LP	10.25	12/01/2017	3,200,675
				10,405,313
Hotels, Restaurants & Leisure: 1.72%				
650,000	AMC Entertainment Incorporated	8.75	06/01/2019	696,313
1,025,000	Ameristar Casinos Incorporated	9.25	06/01/2014	1,109,563
135,000	Boyd Gaming Corporation	7.75	12/15/2012	135,675
1,375,000	Chukchansi Economic Development Authority ±	4.12	11/15/2012	873,125
525,000	DineEquity Incorporated	9.50	10/30/2018	559,125
3,375,000	Greektown Superholdings	13.00	07/01/2015	3,720,938
1,250,000	Pinnacle Entertainment Incorporated	7.50	06/15/2015	1,243,750
485,000	Scientific Games Corporation	9.25	06/15/2019	529,256
335,000	Shingle Springs Tribal Gaming Authority	9.38	06/15/2015	227,800
950,000	Speedway Motorsports Incorporated	8.75	06/01/2016	1,035,500
1,750,000	Yonkers Racing Corporation	11.38	07/15/2016	1,916,250
				12,047,295
Household Durables: 0.01%				
68,000	Sealy Corporation	10.88	04/15/2016	77,775
Internet & Catalog Retail: 0.06%				

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390,000	<i>QVC Incorporated</i>	7.50	10/01/2019	419,250
Media: 3.65%				
1,310,000	<i>Cablevision Systems Corporation</i>	8.63	09/15/2017	1,478,663
8,410,929	<i>CCH II LLC</i>	13.50	11/30/2016	10,072,087
500,000	<i>CCO Holdings LLC</i>	8.13	04/30/2020	540,000
904,000	<i>Charter Communications Incorporated Step Bond ^{oo}</i>	8.00	04/30/2012	961,630
5,140,000	<i>Charter Communications Incorporated Step Bond ^{oo}</i>	10.88	09/15/2014	5,859,600
480,000	<i>DISH DBS Corporation</i>	7.88	09/01/2019	526,200
675,000	<i>Gray Television Incorporated</i>	10.50	06/29/2015	704,531
300,000	<i>Interactive Data Corporation</i>	10.25	08/01/2018	328,125
525,000	<i>Lin Television Corporation</i>	8.38	04/15/2018	562,406
2,475,000	<i>Regal Cinemas Corporation</i>	8.63	07/15/2019	2,642,063
1,315,000	<i>Salem Communications</i>	9.63	12/15/2016	1,436,638
425,000	<i>XM Satellite Radio Holdings Incorporated</i>	13.00	08/01/2013	506,813
1,526,000	<i>Young Broadcasting Incorporated^{^^}</i>	8.75	01/15/2014	15
940,000	<i>Young Broadcasting Incorporated^{^^}</i>	10.00	03/01/2011	9
				25,618,780

Portfolio of Investments October 31, 2010

Wells Fargo Advantage Multi-Sector Income Fund 9

Principal	Security Name	Interest Rate	Maturity Date	Value
Multiline Retail: 0.09%				
\$ 585,000	<i>Saks Incorporated</i>	9.88%	10/01/2011	\$ 617,175
Specialty Retail: 0.54%				
3,175,000	<i>American Achievement Corporation</i>	8.25	04/01/2012	3,175,000
205,000	<i>American Achievement Corporation Senior Discount Note Step Bond^{oo}</i>	10.25	10/01/2012	204,488
375,000	<i>Rent-A-Center Incorporated</i>	6.63	11/15/2020	378,750
				3,758,238
Textiles, Apparel & Luxury Goods: 0.30%				
1,865,000	<i>Oxford Industries Incorporated</i>	11.38	07/15/2015	2,121,438
Consumer Staples: 0.96%				
Beverages: 0.26%				
1,475,000	<i>Anheuser-Busch InBev</i>	6.88	11/15/2019	1,843,390
Food Products: 0.70%				
1,452,000	<i>Dole Food Company Incorporated</i>	13.88	03/15/2014	1,791,405
1,490,000	<i>Smithfield Foods Incorporated</i>	7.00	08/01/2011	1,540,288
1,370,000	<i>Smithfield Foods Incorporated</i>	10.00	07/15/2014	1,578,925
				4,910,618
Energy: 7.09%				
Energy Equipment & Services: 1.73%				
110,000	<i>Bristow Group Incorporated</i>	6.13	06/15/2013	111,100
985,000	<i>Bristow Group Incorporated</i>	7.50	09/15/2017	1,021,938
630,000	<i>Cleaver-Brooks Incorporated</i>	12.25	05/01/2016	661,500
1,625,000	<i>GulfMark Offshore Incorporated</i>	7.75	07/15/2014	1,653,438
1,810,000	<i>Hercules Offshore Incorporated</i>	10.50	10/15/2017	1,402,750
2,345,000	<i>Hornbeck Offshore Services Incorporated Series B</i>	6.13	12/01/2014	2,345,000
2,230,000	<i>Hornbeck Offshore Services Incorporated Series B</i>	8.00	09/01/2017	2,260,663
460,000	<i>Parker Drilling Company</i>	9.13	04/01/2018	483,000

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2,200,000	<i>PHI Incorporated</i>	8.63	10/15/2018	2,216,500
				12,155,889

Oil, Gas & Consumable Fuels: 5.36%

615,000	<i>Alon Refining Krotz Springs Incorporated</i>	13.50	10/15/2014	599,625
2,250,000	<i>Chesapeake Energy Corporation</i>	9.50	02/15/2015	2,610,000
125,000	<i>Cloud Peak Energy Resources</i>	8.25	12/15/2017	135,938
225,000	<i>Cloud Peak Energy Resources</i>	8.50	12/15/2019	247,500
675,000	<i>Coffeyville Resources</i>	9.00	04/01/2015	723,938
1,350,000	<i>Coffeyville Resources</i>	10.88	04/01/2017	1,437,750
825,000	<i>Consol Energy Incorporated</i>	8.25	04/01/2020	919,875
445,000	<i>El Paso Corporation</i>	6.50	09/15/2020	464,242
175,000	<i>El Paso Corporation</i>	6.88	06/15/2014	189,617
175,000	<i>El Paso Corporation</i>	7.00	06/15/2017	190,757
250,000	<i>El Paso Corporation</i>	7.25	06/01/2018	277,388
800,000	<i>El Paso Corporation</i>	7.42	02/15/2037	783,851
1,000,000	<i>El Paso Corporation</i>	7.75	01/15/2032	1,070,872
1,850,000	<i>El Paso Corporation</i>	7.80	08/01/2031	1,979,330
1,700,000	<i>Energy Transfer Equity LP</i>	7.50	10/15/2020	1,853,000
725,000	<i>Ferrellgas Partners LP</i>	9.13	10/01/2017	801,125
770,000	<i>Forest Oil Corporation</i>	7.25	06/15/2019	809,463
535,000	<i>Forest Oil Corporation</i>	8.50	02/15/2014	592,513
1,895,000	<i>Holly Corporation</i>	9.88	06/15/2017	2,075,025
3,435,000	<i>Peabody Energy Corporation</i>	7.88	11/01/2026	3,881,550

10 Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of Investments October 31, 2010

Principal	Security Name	Interest Rate	Maturity Date	Value
Oil, Gas & Consumable Fuels (continued)				
\$ 790,000	<i>Petrohawk Energy Corporation</i>	7.88%	06/01/2015	\$ 837,400
495,000	<i>Petrohawk Energy Corporation</i>	10.50	08/01/2014	565,538
1,220,000	<i>Pioneer Natural Resources Company</i>	7.50	01/15/2020	1,374,085
2,885,000	<i>Plains Exploration & Production Company</i>	8.63	10/15/2019	3,202,350
250,000	<i>Regency Energy Partners</i>	6.88	12/01/2018	261,875
2,265,000	<i>Sabine Pass LNG LP</i>	7.25	11/30/2013	2,180,063
2,200,000	<i>Sabine Pass LNG LP</i>	7.50	11/30/2016	2,032,250
2,640,000	<i>SandRidge Energy Incorporated</i>	8.75	01/15/2020	2,745,600
635,000	<i>Stallion Oilfield Holdings Incorporated</i>	10.50	02/15/2015	666,750
990,000	<i>Tesoro Corporation</i>	7.50	07/17/2012	987,802
945,000	<i>Tesoro Corporation</i>	9.75	06/01/2019	1,048,950
				37,546,022

Financials: 12.11%**Capital Markets: 1.18%**

800,000	<i>E*TRADE Financial Corporation</i>	7.38	09/15/2013	795,000
4,291,000	<i>E*TRADE Financial Corporation</i>	12.50	11/30/2017	4,966,833
2,200,000	<i>Nuveen Investments Incorporated</i>	5.50	09/15/2015	1,870,000
675,000	<i>Nuveen Investments Incorporated</i>	10.50	11/15/2015	705,375
				8,337,208

Commercial Banks: 0.32%

1,925,000	<i>CapitalSource Incorporated</i>	12.75	07/15/2014	2,271,500
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Consumer Finance: 8.37%

1,600,000	<i>American General Finance Corporation</i>	5.40	12/01/2015	1,300,000
125,000	<i>American General Finance Corporation</i>	5.75	09/15/2016	100,313
125,000	<i>American General Finance Corporation</i>	6.50	09/15/2017	99,688
1,550,000	<i>American General Finance Corporation</i>	6.90	12/15/2017	1,290,375
850,000	<i>Blue Acquisition Incorporated</i>	9.88	10/15/2018	915,875
1,000,000	<i>Calpine Construction Finance Corporation</i>	8.00	06/01/2016	1,082,500
7,935,000	<i>CIT Group Incorporated</i>	7.00	05/01/2013	8,034,188
1,245,000	<i>CIT Group Incorporated</i>	7.00	05/01/2014	1,251,225
1,000,000	<i>CIT Group Incorporated</i>	7.00	05/01/2016	996,250
2,390,000	<i>Clearwire Communications Finance Corporation</i>	12.00	12/01/2015	2,649,275
2,815,000	<i>Ford Motor Credit Company LLC</i>	9.88	08/10/2011	2,983,855

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2,000,000	<i>General Electric Capital Corporation</i>	7.63	12/10/2014	1,614,559
1,298,000	<i>GMAC LLC</i>	6.75	12/01/2014	1,359,655
59,000	<i>GMAC LLC</i>	6.88	09/15/2011	60,918
1,244,000	<i>GMAC LLC</i>	6.88	08/28/2012	1,306,200
3,620,000	<i>GMAC LLC</i>	7.50	12/31/2013	3,873,400
810,000	<i>GMAC LLC</i>	8.00	11/01/2031	881,463
2,055,000	<i>GMAC LLC</i>	8.30	02/12/2015	2,239,950
1,312,551	<i>Homer City Funding LLC</i>	8.73	10/01/2026	1,187,859
370,000	<i>HSBC Finance Corporation</i>	7.00	03/27/2012	626,541
1,265,000	<i>International Lease Finance Corporation</i>	4.75	01/13/2012	1,279,231
1,800,000	<i>International Lease Finance Corporation</i>	5.30	05/01/2012	1,827,000
705,000	<i>International Lease Finance Corporation</i>	5.75	06/15/2011	712,931
460,000	<i>International Lease Finance Corporation</i>	6.38	03/25/2013	473,800
900,000	<i>International Lease Finance Corporation</i>	8.63	09/15/2015	1,012,500
3,745,000	<i>JBS USA Finance Incorporated</i>	11.63	05/01/2014	4,423,781
2,800,000	<i>LBI Escrow Corporation</i>	8.00	11/01/2017	3,066,000
2,010,000	<i>Level 3 Financing Incorporated</i>	10.00	02/01/2018	1,924,575
350,000	<i>Nielsen Finance LLC</i>	7.75	10/15/2018	362,688

Portfolio of Investments October 31, 2010

Wells Fargo Advantage Multi-Sector Income Fund 11

Principal	Security Name	Interest Rate	Maturity Date	Value
Consumer Finance (continued)				
\$ 925,000	Nielsen Finance LLC	11.50%	05/01/2016	\$ 1,063,750
55,000	Nielsen Finance LLC Senior Discount Note Step Bond ^{oo}	12.25	08/01/2016	56,031
350,000	Sable International Finance Limited	7.75	02/15/2017	375,813
5,985,000	Sprint Capital Corporation	6.88	11/15/2028	5,640,863
2,420,000	Sprint Capital Corporation	8.38	03/15/2012	2,586,375
				58,659,427
Diversified Financial Services: 0.41%				
2,655,000	Leucadia National Corporation	8.13	09/15/2015	2,897,269
Insurance: 0.21%				
875,000	Emigrant Bancorp Incorporated	6.25	06/15/2014	728,928
725,000	Hub International Holdings Incorporated	10.25	06/15/2015	726,813
				1,455,741
Real Estate Investment Trusts: 1.36%				
5,560,000	Dupont Fabros Technology Incorporated	8.50	12/15/2017	6,018,700
235,000	Host Hotels & Resorts LP	9.00	05/15/2017	264,963
800,000	Omega Healthcare Investors Incorporated	6.75	10/15/2022	828,000
965,000	Omega Healthcare Investors Incorporated	7.00	04/01/2014	984,300
500,000	Omega Healthcare Investors Incorporated	7.00	01/15/2016	517,500
859,000	Ventas Incorporated	9.00	05/01/2012	916,859
				9,530,322
Thriffs & Mortgage Finance: 0.26%				
1,740,000	Provident Funding Associates LP	10.25	04/15/2017	1,809,600
Health Care: 2.28%				
Health Care Equipment & Supplies: 0.44%				
540,000	Biomet Incorporated	10.38	10/15/2017	602,100
2,200,000	Biomet Incorporated	11.63	10/15/2017	2,477,750
				3,079,850

Health Care Providers & Services: 1.56%

1,090,000	<i>Apria Healthcare Group Incorporated</i>	11.25	11/01/2014	1,203,088
800,000	<i>Community Health Systems Incorporated</i>	8.88	07/15/2015	856,000
820,000	<i>HCA Incorporated</i>	7.88	02/01/2011	830,250
150,000	<i>HCA Incorporated</i>	8.50	04/15/2019	168,750
225,000	<i>HCA Incorporated</i>	9.13	11/15/2014	235,828
2,945,000	<i>HCA Incorporated</i>	9.25	11/15/2016	3,187,963
2,156,000	<i>HCA Incorporated</i>	9.63	11/15/2016	2,344,650
400,000	<i>Healthsouth Corporation</i>	7.25	10/01/2018	417,000
400,000	<i>Healthsouth Corporation</i>	7.75	09/15/2022	422,500
525,000	<i>Omnicare Incorporated</i>	6.88	12/15/2015	538,125
700,000	<i>Sabra Healthcare Corporation</i>	8.13	11/01/2018	724,500
				10,928,654

Pharmaceuticals: 0.28%

375,000	<i>Mylan Incorporated</i>	7.63	07/15/2017	412,500
450,000	<i>Mylan Incorporated</i>	7.88	07/15/2020	501,750
900,000	<i>Pfizer Incorporated</i>	5.35	03/15/2015	1,043,842
				1,958,092

12 Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of Investments October 31, 2010

Principal	Security Name	Interest Rate	Maturity Date	Value
Industrials: 4.50%				
Aerospace & Defense: 1.69%				
\$ 1,980,000	<i>Alliant Techsystems Incorporated</i>	6.75%	04/01/2016	\$ 2,054,250
340,000	<i>Digitalglobe Incorporated</i>	10.50	05/01/2014	384,200
475,000	<i>GenCorp Incorporated</i>	9.50	08/15/2013	484,500
485,000	<i>Geoeye Incorporated</i>	9.63	10/01/2015	540,169
1,440,000	<i>Hexcel Corporation</i>	6.75	02/01/2015	1,465,200
1,140,000	<i>Kratos Defense & Security Solutions Incorporated</i>	10.00	06/01/2017	1,265,400
2,115,000	<i>L-3 Communications Holdings Incorporated</i>	5.88	01/15/2015	2,157,300
2,784,000	<i>L-3 Communications Holdings Incorporated</i>	6.38	10/15/2015	2,867,520
635,000	<i>Wyle Services Corporation</i>	10.50	04/01/2018	630,238
				11,848,777
Commercial Services & Supplies: 1.82%				
275,000	<i>Brickman Group Holdings</i>	9.13	11/01/2018	283,250
1,945,000	<i>Casella Waste Systems Incorporated</i>	11.00	07/15/2014	2,151,656
815,000	<i>Corrections Corporation of America</i>	6.25	03/15/2013	823,150
1,270,000	<i>Corrections Corporation of America</i>	7.75	06/01/2017	1,381,125
125,000	<i>Energy Solutions Incorporated LLC</i>	10.75	08/15/2018	136,563
1,200,000	<i>Geo Group Incorporated</i>	7.75	10/15/2017	1,309,500
295,000	<i>Interface Incorporated Class A</i>	11.38	11/01/2013	342,200
400,000	<i>Iron Mountain Incorporated</i>	6.75	10/15/2018	545,586
1,385,000	<i>Iron Mountain Incorporated</i>	8.38	08/15/2021	1,552,931
1,150,000	<i>Kar Holdings Incorporated±</i>	4.47	05/01/2014	1,075,250
225,000	<i>Kar Holdings Incorporated</i>	10.00	05/01/2015	237,938
1,800,000	<i>NCO Group Incorporated</i>	11.88	11/15/2014	1,530,000
1,355,000	<i>SGS International Incorporated</i>	12.00	12/15/2013	1,415,975
				12,785,124
Machinery: 0.64%				
500,000	<i>Commercial Vehicle Group Incorporated</i>	8.00	07/01/2013	455,000
2,152,365	<i>Commercial Vehicle Group Incorporated¥</i>	13.00	02/15/2013	2,206,174
1,315,000	<i>CPM Holdings Incorporated</i>	10.63	09/01/2014	1,420,200
375,000	<i>Titan International Incorporated</i>	7.88	10/01/2017	390,000
				4,471,374

Road & Rail: 0.27%

55,000	<i>Kansas City Southern</i>	8.00	06/01/2015	59,400
349,000	<i>Kansas City Southern</i>	13.00	12/15/2013	422,290
1,275,000	<i>RailAmerica Incorporated</i>	9.25	07/01/2017	1,412,063
				1,893,753

Transportation Infrastructure: 0.08%

520,000	<i>United Maritime LLC</i>	11.75	06/15/2015	519,350
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Information Technology: 3.94%**Communications Equipment: 0.15%**

1,285,000	<i>Lucent Technologies Incorporated</i>	6.45	03/15/2029	1,072,975
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Electronic Equipment & Instruments: 1.97%

2,490,000	<i>GCI Incorporated</i>	7.25	02/15/2014	2,539,800
625,000	<i>GCI Incorporated</i>	8.63	11/15/2019	687,500
1,240,000	<i>Intcomex Incorporated</i>	13.25	12/15/2014	1,312,850
5,275,000	<i>Jabil Circuit Incorporated</i>	8.25	03/15/2018	6,184,938
1,485,000	<i>Kemet Corporation</i>	10.50	05/01/2018	1,633,500
1,285,000	<i>Viasystem Group Incorporated</i>	12.00	01/15/2015	1,437,594
				13,796,182

Portfolio of Investments October 31, 2010

Wells Fargo Advantage Multi-Sector Income Fund 13

Principal	Security Name	Interest Rate	Maturity Date	Value
Internet Software & Services: 0.45%				
\$ 1,010,000	<i>Equinix Incorporated</i>	8.13%	03/01/2018	\$ 1,070,600
1,805,000	<i>Terremark Worldwide Incorporated</i>	12.00	06/15/2017	2,071,238
				3,141,838
IT Services: 1.23%				
430,000	<i>First Data Corporation</i>	9.88	09/24/2015	363,350
2,381,885	<i>First Data Corporation</i> ¥	10.55	09/24/2015	2,012,693
775,000	<i>First Data Corporation</i>	11.25	03/31/2016	563,813
1,230,000	<i>iPayment Incorporated</i>	9.75	05/15/2014	1,162,350
2,430,000	<i>SunGard Data Systems Incorporated</i>	10.25	08/15/2015	2,560,613
460,000	<i>Unisys Corporation</i>	12.50	01/15/2016	515,200
650,000	<i>Unisys Corporation</i>	12.75	10/15/2014	783,250
510,000	<i>Unisys Corporation</i>	14.25	09/15/2015	614,550
				8,575,819
Semiconductors & Semiconductor Equipment: 0.14%				
975,000	<i>Advanced Micro Devices Incorporated</i>	5.75	08/15/2012	996,938
Materials: 4.07%				
Chemicals: 1.86%				
250,000	<i>Chemtura Corporation</i>	7.88	09/01/2018	270,000
1,260,000	<i>Huntsman International LLC</i>	5.50	06/30/2016	1,252,125
8,981,937	<i>Lyondell Chemical Company</i>	11.00	05/01/2018	10,059,770
400,000	<i>Rockwood Specialties Group Incorporated</i>	7.63	11/15/2014	567,854
670,000	<i>Solutia Incorporated</i>	7.88	03/15/2020	739,513
125,000	<i>Vertellus Specialties</i>	9.38	10/01/2015	134,531
				13,023,793
Construction Materials: 0.61%				
620,000	<i>CPG International Incorporated</i> ±	7.50	07/01/2012	620,000
1,900,000	<i>CPG International Incorporated</i>	10.50	07/01/2013	1,947,500
1,635,000	<i>Headwaters Incorporated</i>	11.38	11/01/2014	1,733,100
				4,300,600

Containers & Packaging: 0.64%

2,760,000	<i>Exopack Holding Corporation</i>	11.25	02/01/2014	2,870,400
95,000	<i>Graham Packaging Company</i>	8.25	01/01/2017	98,563
1,450,000	<i>Graham Packaging Company</i>	9.88	10/15/2014	1,504,375
				4,473,338

Metals & Mining: 0.53%

905,000	<i>California Steel Industries Incorporated</i>	6.13	03/15/2014	898,213
2,485,000	<i>Freeport-McMoRan Copper & Gold Incorporated</i>	8.38	04/01/2017	2,811,156
3,170,000	<i>Indalex Holdings Corporation^^</i>	11.50	02/01/2014	24,726
				3,734,095

Paper & Forest Products: 0.43%

545,000	<i>Clearwater Paper Corporation</i>	10.63	06/15/2016	628,113
1,000,000	<i>Georgia Pacific Corporation</i>	7.00	01/15/2015	1,043,750
1,080,000	<i>Georgia Pacific Corporation</i>	8.88	05/15/2031	1,352,700
				3,024,563

14 Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of Investments October 31, 2010

Principal	Security Name	Interest Rate	Maturity Date	Value
Telecommunication Services: 4.95%				
Diversified Telecommunication Services: 2.78%				
\$ 210,000	<i>Cincinnati Bell Incorporated</i>	8.25%	10/15/2017	\$ 213,150
4,155,000	<i>Citizens Communications Company</i>	7.88	01/15/2027	4,341,975
845,000	<i>Frontier Communications Corporation</i>	8.13	10/01/2018	963,300
200,000	<i>Frontier Communications Corporation</i>	8.25	05/01/2014	225,000
1,965,000	<i>Frontier Communications Corporation</i>	8.25	04/15/2017	2,240,100
525,000	<i>Frontier Communications Corporation</i>	8.50	04/15/2020	606,375
350,000	<i>Intelsat Corporation</i>	9.25	06/15/2016	374,500
795,000	<i>Qwest Corporation</i>	7.13	11/15/2043	789,038
1,040,000	<i>Qwest Corporation</i>	7.25	09/15/2025	1,133,600
1,370,000	<i>Qwest Corporation</i>	7.50	06/15/2023	1,376,850
230,000	<i>Qwest Corporation</i>	7.63	08/03/2021	240,350
2,875,000	<i>Qwest Corporation</i>	8.88	03/15/2012	3,155,313
700,000	<i>SBA Telecommunications Incorporated</i>	8.00	08/15/2016	771,750
465,000	<i>West Corporation</i>	9.50	10/15/2014	487,088
2,330,000	<i>Windstream Corporation</i>	7.88	11/01/2017	2,545,525
				19,463,914
Wireless Telecommunication Services: 2.17%				
225,000	<i>CCO Holdings LLC</i>	7.75	05/01/2017	252,563
630,000	<i>Cricket Communications Incorporated</i>	7.75	05/15/2016	678,825
1,455,000	<i>Cricket Communications Incorporated</i>	9.38	11/01/2014	1,524,113
75,000	<i>Crown Castle International Corporation</i>	7.13	11/01/2019	82,500
325,000	<i>Crown Castle International Corporation</i>	9.00	01/15/2015	363,188
1,357,019	<i>iPCS Incorporated±</i>	3.72	05/01/2014	1,309,523
675,000	<i>MetroPCS Communications Incorporated</i>	7.88	09/01/2018	723,938
1,439,000	<i>MetroPCS Communications Incorporated</i>	9.25	11/01/2014	1,507,353
1,055,000	<i>Sprint Nextel Corporation</i>	6.90	05/01/2019	1,078,738
4,085,000	<i>Sprint Nextel Corporation Series D</i>	7.38	08/01/2015	4,100,319
2,335,000	<i>Sprint Nextel Corporation Series F</i>	5.95	03/15/2014	2,343,756
1,135,000	<i>Telesat Canada Incorporated</i>	11.00	11/01/2015	1,274,038
				15,238,854
Utilities: 5.32%				
Electric Utilities: 1.76%				
6,545,000	<i>Aquila Incorporated Step Bond^{oo}</i>	11.88	07/01/2012	7,526,534
60,000	<i>Edison Mission Energy</i>	7.00	05/15/2017	44,250

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1,260,000	<i>Edison Mission Energy</i>	7.20	05/15/2019	907,200
853,267	<i>Energy Future Holdings Corporation</i> ‡	12.00	11/01/2017	550,357
1,835,000	<i>Otter Tail Corporation</i>	9.00	12/15/2016	1,988,681
15,000	<i>PNM Resources Incorporated</i>	9.25	05/15/2015	16,238
1,226,246	<i>Reliant Energy Incorporated</i>	9.24	07/02/2017	1,293,689
				12,326,949

Gas Utilities: 0.11%

275,000	<i>Amerigas Partners LP</i>	7.13	05/20/2016	286,688
257,000	<i>Amerigas Partners LP</i>	7.25	05/20/2015	265,353
200,000	<i>Suburban Propane Partners LP</i>	7.38	03/15/2020	212,750
				764,791

Independent Power Producers & Energy Traders: 3.45%

1,145,000	<i>AES Corporation</i>	8.88	02/15/2011	1,160,744
3,775,000	<i>Calpine Construction Finance Corporation</i>	7.25	10/15/2017	3,926,000
2,165,000	<i>Dynegy Holdings Incorporated</i>	7.63	10/15/2026	1,299,000

Portfolio of Investments October 31, 2010

Wells Fargo Advantage Multi-Sector Income Fund 15

Principal	Security Name	Interest Rate	Maturity Date	Value
Independent Power Producers & Energy Traders (continued)				
\$ 3,614,632	<i>Mirant Mid-Atlantic LLC Series C</i>	10.06%	12/30/2028	\$ 4,021,278
2,325,000	<i>Mirant North America LLC</i>	7.38	12/31/2013	2,386,031
640,000	<i>NRG Energy Incorporated</i>	7.25	02/01/2014	655,200
2,025,000	<i>NRG Energy Incorporated</i>	7.38	02/01/2016	2,108,531
2,525,000	<i>NRG Energy Incorporated</i>	7.38	01/15/2017	2,632,313
1,615,000	<i>NRG Energy Incorporated</i>	8.50	06/15/2019	1,728,050
3,309,000	<i>RRI Incorporated</i>	6.75	12/15/2014	3,379,316
450,000	<i>RRI Incorporated</i>	7.63	06/15/2014	453,375
410,000	<i>RRI Incorporated</i>	9.68	07/02/2026	438,700
				24,188,538
Total Corporate Bonds and Notes (Cost \$353,318,793)				377,830,621
Foreign Corporate Bonds@: 10.65%				
Consumer Discretionary: 0.32%				
Hotels, Restaurants & Leisure: 0.02%				
100,000	<i>R&R Ice Cream plc (EUR)%(i)</i>	8.38	11/15/2017	139,180
Media: 0.18%				
470,000	<i>UPC Holding BV (EUR)</i>	9.63	12/01/2019	706,478
400,000	<i>Ziggo Bond Company BV (EUR)(i)</i>	8.00	05/15/2018	576,205
				1,282,683
Multiline Retail: 0.12%				
500,000	<i>Marks & Spencer Group plc (GBP)</i>	6.38	11/07/2011	829,274
Consumer Staples: 0.44%				
Food & Staples Retailing: 0.19%				
750,000	<i>Tesco plc (GBP)</i>	5.50	12/13/2019	1,333,564
Tobacco: 0.25%				

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1,025,000	<i>Imperial Tobacco Group plc (EUR)</i>	8.38	02/17/2016	1,770,991
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Financials: 8.15%

Capital Markets: 0.14%

560,000	<i>Morgan Stanley (GBP)</i>	5.38	11/14/2013	949,281
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Commercial Banks: 5.31%

1,200,000	<i>Bank Nederlandse Gemeenten (EUR)</i>	3.88	11/04/2019	1,791,883
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1,250,000	<i>Deutsche Telekom International Finance (EUR)</i>	4.25	07/13/2022	1,751,742
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2,450,000	<i>Eurofima (AUD)</i>	6.25	12/28/2018	2,415,636
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1,900,000	<i>European Investment Bank (EUR)</i>	3.13	04/15/2014	2,762,705
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2,330,000	<i>European Investment Bank (EUR)</i>	3.13	03/03/2017	3,369,224
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2,300,000	<i>European Investment Bank (EUR)</i>	4.25	10/15/2014	3,493,702
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8,530,000	<i>European Investment Bank (AUD)</i>	6.13	01/23/2017	8,435,532
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1,800,000	<i>Instituto de Credito Oficial (EUR)</i>	4.38	05/23/2012	2,576,191
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950,000	<i>International Bank for Reconstruction & Development (AUD)</i>	5.75	10/01/2020	916,150
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910,000	<i>Kreditanstalt fur Wiederaufbau Bankengruppe (EUR)</i>	3.88	01/21/2019	1,375,768
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1,225,000	<i>Kreditanstalt fur Wiederaufbau Bankengruppe (AUD)</i>	6.25	12/04/2019	1,217,128
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4,139,000	<i>Kreditanstalt fur Wiederaufbau Bankengruppe (NZD)</i>	6.38	02/17/2015	3,340,029
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725,000	<i>Rabobank Australia Limited (NZD)</i>	6.25	11/22/2011	564,746
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2,150,000	<i>Rabobank Nederland (EUR)</i>	4.25	01/16/2017	3,193,203
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37,203,639

16 Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of Investments October 31, 2010

Principal	Security Name	Interest Rate	Maturity Date	Value
Consumer Finance: 0.84%				
400,000	<i>Ardagh Glass Finance (EUR)</i>	8.75%	02/01/2020	\$ 552,545
1,100,000	<i>British American Tobacco Finance plc (EUR)</i>	5.38	06/29/2017	1,728,945
335,000	<i>Cemex Finance LLC (EUR)</i>	9.63	12/14/2017	444,106
550,000	<i>Inaer Aviation Finance Limited (EUR)</i>	9.50	08/01/2017	782,714
350,000	<i>ISS Financing plc (EUR)</i>	11.00	06/15/2014	535,843
400,000	<i>Smurfit Kappa Funding plc (EUR)</i>	7.25	11/15/2017	580,381
300,000	<i>Virgin Media Finance plc (GBP)</i>	8.88	10/15/2019	543,197
300,000	<i>Wind Acquisition Finance SpA (EUR)</i>	11.00	12/01/2015	438,417
200,000	<i>Wind Acquisition Finance SpA (EUR)</i>	11.75	07/15/2017	311,763
				5,917,911
Thriffs & Mortgage Finance: 1.86%				
700,000	<i>Nationwide Building Society (EUR)±</i>	3.75	01/20/2015	982,755
35,965,912	<i>Nykredit (DKK)</i>	4.00	10/01/2041	6,523,147
30,380,178	<i>Realkredit Danmark (DKK)</i>	4.00	10/01/2041	5,526,787
				13,032,689
Health Care: 0.13%				
Pharmaceuticals: 0.13%				
600,000	<i>Pfizer Incorporated (EUR)</i>	4.75	06/03/2016	921,850
Industrials: 0.33%				
Aerospace & Defense: 0.08%				
380,000	<i>Bombardier Incorporated (EUR)</i>	7.25	11/15/2016	552,023
Building Products: 0.08%				
350,000	<i>HeidelbergCement AG (EUR)</i>	8.00	01/31/2017	517,576
Commercial Services & Supplies: 0.08%				
350,000	<i>Exova (GBP)(a)</i>	10.50	10/15/2018	560,823
Machinery: 0.05%				

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250,000	<i>Savcio Holdings Limited (EUR)</i>	8.00	02/15/2013	344,471
Trading Companies & Distributors: 0.04%				
200,000	<i>Rexel SA (EUR)</i>	8.25	12/15/2016	301,325
Materials: 0.26%				
Chemicals: 0.08%				
400,000	<i>Kerling plc (EUR)</i>	10.63	02/01/2017	591,515
Containers & Packaging: 0.08%				
400,000	<i>Owens-Illinois European Group BV (EUR)</i>	6.88	03/31/2017	570,638
Metals & Mining: 0.10%				
500,000	<i>New World Resources NV (EUR)</i>	7.38	05/15/2015	691,203
Telecommunication Services: 0.43%				
Diversified Telecommunication Services: 0.43%				
1,275,000	<i>France Telecom (EUR)</i>	4.75	02/21/2017	1,943,925
725,000	<i>Telstra Corporation Limited (EUR)</i>	4.75	03/21/2017	1,097,408
				3,041,333
Utilities: 0.59%				
Independent Power Producers & Energy Traders: 0.08%				
335,000	<i>Infinis plc (GBP)</i>	9.13	12/15/2014	568,995

Portfolio of Investments October 31, 2010

Wells Fargo Advantage Multi-Sector Income Fund 17

Principal	Security Name	Interest Rate	Maturity Date	Value
Multi-Utilities: 0.51%				
1,225,000	National Grid plc (EUR)	4.38%	03/10/2020	\$ 1,773,441
1,200,000	Veolia Environnement SA (EUR)	4.00	02/12/2016	1,761,461
				3,534,902
Total Foreign Corporate Bonds (Cost \$68,836,194)				74,655,866

Foreign Government Bonds@: 19.87%

3,900,000	Australia Series 124 (AUD)	5.75	05/15/2021	3,974,850
6,650,000	Australia Series 25CI (AUD)	3.10	09/20/2025	7,084,699
8,500,000	Brazil (BRL)	12.50	01/05/2022	6,038,934
1,125,000	Caisse d Amortissement de la Dette Sociale (EUR)	3.38	04/25/2021	1,606,657
700,000	Caisse d Amortissement de la Dette Sociale (EUR)	4.25	04/25/2020	1,073,777
6,900,000	Canada (CAD)	3.75	06/01/2019	7,304,840
6,250,000	Canada (CAD)	4.00	06/01/2041	6,825,240
8,150,000	Canada Series 23 (CAD)	4.10	12/15/2018	8,708,729
98,350,000	Czech Republic (CZK)	5.00	04/11/2019	6,139,610
3,750,000	France (EUR)	3.50	04/25/2020	5,497,228
10,675,000	Germany (EUR)	4.25	07/04/2017	16,826,823
2,850,000,000	Korea (KRW)	5.25	09/10/2015	2,686,008
4,635,000,000	Korea (KRW)	5.25	03/10/2027	4,445,736
20,250,000	Malaysia (MYR)	3.84	08/12/2015	6,615,323
69,905,000	Mexico (MXN)	9.50	12/18/2014	6,542,028
1,475,000	Netherlands (EUR)	3.75	01/15/2023	2,231,508
7,805,000	New Zealand (NZD)	6.00	12/15/2017	6,302,868
28,730,000	Norway (NOK)	4.25	05/19/2017	5,314,177
16,950,000	Poland (PLN)	5.50	04/25/2015	6,010,341
1,425,000	Slovenia (EUR)	4.63	09/09/2024	2,160,465
67,650,000	Sweden (SEK)	4.50	08/12/2015	11,126,071
8,125,000	United Kingdom (GBP)	4.75	03/07/2020	14,775,378

Total Foreign Government Bonds (Cost \$130,382,458) 139,291,290

Yankee Corporate Bonds and Notes: 7.58%

Energy: 2.48%

Oil, Gas & Consumable Fuels: 2.48%

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\$	2,550,000	<i>Connacher Oil & Gas Limited</i>	10.25	12/15/2015	2,543,625
	620,000	<i>Connacher Oil & Gas Limited</i>	11.75	07/15/2014	669,600
	2,905,000	<i>General Maritime Corp</i>	12.00	11/15/2017	2,984,888
	475,000	<i>Griffin Coal Mining Company Limited^^</i>	9.50	12/01/2016	287,375
	5,810,000	<i>Griffin Coal Mining Company Limited ^^</i>	9.50	12/31/2049	3,515,050
	2,420,000	<i>OPTI Canada Incorporated</i>	7.88	12/15/2014	1,815,000
	1,405,000	<i>RDS Ultra-Deepwater Limited</i>	11.88	03/15/2017	1,475,250
	4,020,000	<i>Ship Finance International Limited</i>	8.50	12/15/2013	4,085,325
					17,376,113

Financials: 2.51%

Commercial Banks: 0.92%

	4,000,000	<i>Kreditanstalt fur Wiederaufbau</i>			
		<i>Bankengruppe</i>	4.88	06/17/2019	4,673,828
	1,800,000	<i>Landwirtsch Rentenbank</i>	2.38	09/13/2017	1,813,064
					6,486,892

Consumer Finance: 0.87%

	1,650,000	<i>Petroplus Finance Limited</i>	5.75	01/20/2020	1,845,763
	100,000	<i>Virgin Media Finance plc</i>	9.13	08/15/2016	106,875
	3,660,000	<i>Wind Acquisition Finance SpA</i>	11.75	07/15/2017	4,172,400
					6,125,038

18 Wells Fargo Advantage Multi-Sector Income Fund

Portfolio of Investments October 31, 2010

Principal	Security Name	Interest Rate	Maturity Date	Value
Diversified Financial Services: 0.72%				
\$ 3,405,000	<i>FMG Finance Property Limited</i>	10.63%	09/01/2016	\$ 5,022,215
635,000	<i>Preferred Term Securities XII Limited(i)^±</i>	1.17	12/24/2033	191
				5,022,406
Materials: 1.49%				
Metals & Mining: 0.53%				
1,030,000	<i>Novelis Incorporated</i>	7.25	02/15/2015	1,062,188
2,050,000	<i>Teck Resources Limited</i>	10.75	05/15/2019	2,618,875
				3,681,063
Paper & Forest Products: 0.96%				
1,170,000	<i>PE Paper Escrow GmbH</i>	12.00	08/01/2014	1,357,001