

WELLS FARGO ADVANTAGE UTILITIES & HIGH INCOME FUND

Form N-Q

July 29, 2013

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS
OF REGISTERED MANAGEMENT INVESTMENT COMPANY

Investment Company Act file number: 811-21507

Wells Fargo Advantage Utilities and High Income Fund

(Exact name of registrant as specified in charter)

525 Market Street, 12th Floor, San Francisco, CA 94105

(Address of principal executive offices) (Zip code)

C. David Messman

Wells Fargo Funds Management, LLC

525 Market Street, 12th 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: August 31

Date of reporting period: May 31, 2013

ITEM 1. INVESTMENTS

Wells Fargo Advantage Utilities and High Income Fund

Portfolio of investments May 31, 2013 (unaudited)

| Security name | Shares | Value |
|---|---------|--------------|
| Common Stocks : 54.06% | | |
| Consumer Discretionary : 1.68% | | |
| Media : 1.68% | | |
| <i>DISH Network Corporation</i> | 50,000 | \$ 1,927,000 |
| Energy : 7.12% | | |
| Oil, Gas & Consumable Fuels : 7.12% | | |
| <i>EQT Corporation</i> | 15,000 | 1,198,200 |
| <i>Kinder Morgan Incorporated</i> | 10,577 | 401,714 |
| <i>Spectra Energy Corporation</i> | 100,000 | 3,057,000 |
| <i>The Williams Companies Incorporated</i> | 100,000 | 3,518,000 |
| | | 8,174,914 |
| Industrials : 7.54% | | |
| Air Freight & Logistics : 4.39% | | |
| <i>Deutsche Post AG</i> | 200,000 | 5,039,972 |
| Building Products : 0.07% | | |
| <i>Ameresco Incorporated Class A</i> | 9,000 | 74,340 |
| Commercial Services & Supplies : 3.08% | | |
| <i>Suez Environnement Company SA</i> | 275,000 | 3,541,072 |
| Information Technology : 0.59% | | |
| Internet Software & Services : 0.28% | | |
| <i>AOL Incorporated</i> | 9,200 | 318,872 |
| IT Services : 0.31% | | |
| <i>SAIC Incorporated</i> | 25,000 | 362,500 |
| Telecommunication Services : 4.39% | | |
| Diversified Telecommunication Services : 1.02% | | |
| <i>BCE Incorporated</i> | 16,000 | 714,880 |
| <i>Telefonica Brasil ADR</i> | 18,600 | 459,606 |
| | | 1,174,486 |
| Wireless Telecommunication Services : 3.37% | | |
| <i>Shenandoah Telecommunications Company</i> | 40,000 | 665,600 |
| <i>Tele2 AB-B Redemption Shares</i> | 254,200 | 1,070,784 |
| <i>Tele2 AB-B Shares</i> | 79,200 | 986,768 |
| <i>VimpelCom Limited ADR</i> | 100,000 | 995,000 |
| <i>Vodafone Group plc ADR</i> | 5,000 | 144,750 |
| | | 3,862,902 |
| Utilities : 32.74% | | |
| Electric Utilities : 25.06% | | |

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| | | |
|---|---------|-----------|
| <i>American Electric Power Company Incorporated</i> | 25,000 | 1,145,500 |
| <i>Chesapeake Utilities Corporation</i> | 200 | 10,590 |
| <i>Duke Energy Corporation</i> | 30,514 | 2,042,302 |
| <i>Edison International</i> | 2,000 | 91,880 |
| <i>Enel SpA</i> | 350,000 | 1,317,369 |
| <i>Entergy Corporation</i> | 1,000 | 68,880 |
| <i>Great Plains Energy Incorporated</i> | 175,000 | 3,949,750 |

Portfolio of investments May 31, 2013 (unaudited)

Wells Fargo Advantage Utilities and High Income Fund

| Security name | Shares | Value |
|---|-----------|--------------|
| Electric Utilities (continued) | | |
| <i>Hera SpA</i> | 1,467,400 | \$ 3,149,051 |
| <i>IDACORP Incorporated</i> | 25,000 | 1,180,750 |
| <i>ITC Holdings Corporation</i> | 45,000 | 3,895,650 |
| <i>Nextera Energy Incorporated</i> | 50,000 | 3,781,000 |
| <i>Northeast Utilities</i> | 90,000 | 3,750,300 |
| <i>NV Energy Incorporated</i> | 75,000 | 1,758,000 |
| <i>Pepco Holdings Incorporated</i> | 100 | 2,077 |
| <i>The Southern Company</i> | 60,000 | 2,634,000 |
| | | 28,777,099 |
| Gas Utilities : 0.02% | | |
| <i>New Jersey Resources</i> | 200 | 9,076 |
| <i>South Jersey Industries Incorporated</i> | 200 | 11,684 |
| | | 20,760 |
| Multi-Utilities : 4.02% | | |
| <i>CenterPoint Energy Incorporated</i> | 50,000 | 1,159,000 |
| <i>CH Energy Group Incorporated</i> | 500 | 32,365 |
| <i>Dominion Resources Incorporated</i> | 300 | 16,965 |
| <i>MDU Resources Group Incorporated</i> | 500 | 12,930 |
| <i>Public Service Enterprise Group Incorporated</i> | 50,000 | 1,652,000 |
| <i>Sempra Energy</i> | 19,900 | 1,617,870 |
| <i>Wisconsin Energy Corporation</i> | 3,000 | 122,430 |
| | | 4,613,560 |
| Water Utilities : 3.64% | | |
| <i>American Water Works Company Incorporated</i> | 50,000 | 1,997,000 |
| <i>Veolia Environnement SA</i> | 175,400 | 2,190,639 |
| | | 4,187,639 |
| Total Common Stocks (Cost \$47,675,618) | | 62,075,116 |

| | Interest rate | Maturity date | Principal | |
|--|---------------|---------------|------------|---------|
| Corporate Bonds and Notes : 30.45% | | | | |
| Consumer Discretionary : 7.61% | | | | |
| Auto Components : 0.75% | | | | |
| <i>Allison Transmission Incorporated 144A</i> | 7.13% | 5-15-2019 | \$ 340,000 | 365,500 |
| <i>Cooper Tire & Rubber Company</i> | 7.63 | 3-15-2027 | 215,000 | 233,006 |
| <i>Goodyear Tire & Rubber Company</i> | 7.00 | 5-15-2022 | 25,000 | 26,938 |
| <i>Penske Automotive Group Incorporated 144A</i> | 5.75 | 10-1-2022 | 80,000 | 84,300 |
| <i>Sonic Automotive Incorporated 144A</i> | 5.00 | 5-15-2023 | 20,000 | 19,850 |
| <i>United Rentals North America Incorporated</i> | 5.75 | 7-15-2018 | 125,000 | 133,438 |
| | | | | 863,032 |

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Distributors : 0.17%

| | | | | |
|-----------------------------|------|-----------|---------|---------|
| <i>LKQ Corporation 144A</i> | 4.75 | 5-15-2023 | 190,000 | 189,525 |
|-----------------------------|------|-----------|---------|---------|

Diversified Consumer Services : 0.65%

| | | | | |
|--|-------|------------|---------|---------|
| <i>Ceridian Corporation 144A</i> | 11.00 | 3-15-2021 | 10,000 | 11,425 |
| <i>Service Corporation International</i> | 6.75 | 4-1-2016 | 100,000 | 111,000 |
| <i>Service Corporation International</i> | 7.00 | 6-15-2017 | 25,000 | 28,563 |
| <i>Service Corporation International</i> | 7.50 | 4-1-2027 | 351,000 | 394,875 |
| <i>Service Corporation International</i> | 7.63 | 10-1-2018 | 25,000 | 29,500 |
| <i>Service Corporation International</i> | 8.00 | 11-15-2021 | 40,000 | 49,200 |

Wells Fargo Advantage Utilities and High Income Fund

Portfolio of investments May 31, 2013 (unaudited)

| Security name | Interest rate | Maturity date | Principal | Value |
|--|---------------|---------------|------------|------------|
| Diversified Consumer Services (continued) | | | | |
| <i>Sotheby's 144A</i> | 5.25% | 10-1-2022 | \$ 125,000 | \$ 125,938 |
| | | | | 750,501 |
| Hotels, Restaurants & Leisure : 2.60% | | | | |
| <i>Ameristar Casinos Incorporated</i> | 7.50 | 4-15-2021 | 225,000 | 245,250 |
| <i>Burger King Corporation</i> | 9.88 | 10-15-2018 | 75,000 | 84,750 |
| <i>CCM Merger Incorporated 144A</i> | 9.13 | 5-1-2019 | 465,000 | 509,175 |
| <i>CityCenter Holdings LLC</i> | 7.63 | 1-15-2016 | 100,000 | 106,250 |
| <i>CityCenter Holdings LLC ¥</i> | 10.75 | 1-15-2017 | 245,431 | 267,520 |
| <i>DineEquity Incorporated</i> | 9.50 | 10-30-2018 | 350,000 | 393,750 |
| <i>Greektown Superholdings Incorporated Series A</i> | 13.00 | 7-1-2015 | 300,000 | 321,750 |
| <i>Greektown Superholdings Incorporated Series B</i> | 13.00 | 7-1-2015 | 150,000 | 160,875 |
| <i>NAI Entertainment Holdings LLC 144A</i> | 8.25 | 12-15-2017 | 330,000 | 356,400 |
| <i>Penn National Gaming Incorporated</i> | 8.75 | 8-15-2019 | 75,000 | 83,438 |
| <i>Ruby Tuesday Incorporated</i> | 7.63 | 5-15-2020 | 135,000 | 135,844 |
| <i>Scientific Games Corporation</i> | 9.25 | 6-15-2019 | 60,000 | 66,000 |
| <i>Speedway Motorsports Incorporated</i> | 6.75 | 2-1-2019 | 120,000 | 127,800 |
| <i>Speedway Motorsports Incorporated</i> | 8.75 | 6-1-2016 | 120,000 | 125,250 |
| | | | | 2,984,052 |
| Household Durables : 0.05% | | | | |
| <i>American Greetings Corporation</i> | 7.38 | 12-1-2021 | 25,000 | 25,344 |
| <i>Tempur-Pedic International Incorporated 144A</i> | 6.88 | 12-15-2020 | 25,000 | 26,969 |
| | | | | 52,313 |
| Media : 2.87% | | | | |
| <i>Allbritton Communications Company</i> | 8.00 | 5-15-2018 | 150,000 | 162,000 |
| <i>Cablevision Systems Corporation</i> | 8.63 | 9-15-2017 | 145,000 | 168,925 |
| <i>CCO Holdings LLC</i> | 5.75 | 1-15-2024 | 10,000 | 10,100 |
| <i>CCO Holdings LLC</i> | 6.50 | 4-30-2021 | 200,000 | 215,000 |
| <i>Cinemark USA Incorporated 144A</i> | 4.88 | 6-1-2023 | 50,000 | 49,813 |
| <i>Cinemark USA Incorporated</i> | 7.38 | 6-15-2021 | 75,000 | 83,813 |
| <i>Cinemark USA Incorporated</i> | 8.63 | 6-15-2019 | 165,000 | 185,130 |
| <i>CSC Holdings LLC</i> | 7.63 | 7-15-2018 | 45,000 | 52,875 |
| <i>CSC Holdings LLC</i> | 7.88 | 2-15-2018 | 75,000 | 88,125 |
| <i>CSC Holdings LLC</i> | 8.63 | 2-15-2019 | 125,000 | 149,063 |
| <i>DISH DBS Corporation 144A</i> | 4.25 | 4-1-2018 | 50,000 | 48,750 |
| <i>DISH DBS Corporation 144A</i> | 5.13 | 5-1-2020 | 25,000 | 24,375 |
| <i>DISH DBS Corporation</i> | 7.88 | 9-1-2019 | 115,000 | 128,944 |
| <i>EchoStar DBS Corporation</i> | 7.13 | 2-1-2016 | 50,000 | 54,750 |
| <i>Gray Television Incorporated</i> | 7.50 | 10-1-2020 | 260,000 | 278,200 |
| <i>Lamar Media Corporation</i> | 5.88 | 2-1-2022 | 75,000 | 81,000 |
| <i>Lamar Media Corporation</i> | 7.88 | 4-15-2018 | 130,000 | 140,725 |
| <i>Lamar Media Corporation Series C</i> | 9.75 | 4-1-2014 | 25,000 | 26,438 |
| <i>LIN Television Corporation</i> | 6.38 | 1-15-2021 | 25,000 | 26,625 |
| <i>LIN Television Corporation</i> | 8.38 | 4-15-2018 | 150,000 | 161,250 |
| <i>Local TV Finance LLC 144A</i> | 9.25 | 6-15-2015 | 425,000 | 425,000 |
| <i>Lynx I Corporation 144A</i> | 5.38 | 4-15-2021 | 25,000 | 26,000 |

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| | | | | |
|---|------|------------|---------|-----------|
| <i>Lynx II Corporation 144A</i> | 6.38 | 4-15-2023 | 25,000 | 26,063 |
| <i>National CineMedia LLC</i> | 6.00 | 4-15-2022 | 170,000 | 182,325 |
| <i>National CineMedia LLC</i> | 7.88 | 7-15-2021 | 50,000 | 56,000 |
| <i>Nexstar Broadcasting Group Incorporated 144A</i> | 6.88 | 11-15-2020 | 95,000 | 101,175 |
| <i>Regal Cinemas Corporation</i> | 8.63 | 7-15-2019 | 285,000 | 316,350 |
| <i>Regal Entertainment Group</i> | 5.75 | 6-15-2023 | 30,000 | 30,038 |
| | | | | 3,298,852 |

Specialty Retail : 0.52%

| | | | | |
|---|------|-----------|--------|--------|
| <i>ABC Supply Company Incorporated 144A</i> | 5.63 | 4-15-2021 | 40,000 | 40,500 |
|---|------|-----------|--------|--------|

Portfolio of investments May 31, 2013 (unaudited)

Wells Fargo Advantage Utilities and High Income Fund

| Security name | Interest rate | Maturity date | Principal | Value |
|--|---------------|---------------|-----------|-----------|
| Specialty Retail (continued) | | | | |
| <i>CST Brands Incorporated 144A</i> | 5.00% | 5-1-2023 | \$ 10,000 | \$ 10,100 |
| <i>Limited Brands Incorporated</i> | 6.63 | 4-1-2021 | 25,000 | 28,563 |
| <i>RadioShack Corporation</i> | 6.75 | 5-15-2019 | 165,000 | 129,113 |
| <i>Rent-A-Center Incorporated 144A</i> | 4.75 | 5-1-2021 | 20,000 | 19,600 |
| <i>Rent-A-Center Incorporated</i> | 6.63 | 11-15-2020 | 145,000 | 155,513 |
| <i>Toys R Us Property Company I LLC</i> | 10.75 | 7-15-2017 | 55,000 | 58,300 |
| <i>Toys R Us Property Company II LLC</i> | 8.50 | 12-1-2017 | 150,000 | 158,813 |
| | | | | 600,502 |

Consumer Staples : 0.24%**Food Products : 0.24%**

| | | | | |
|---|------|------------|---------|---------|
| <i>B&G Foods Incorporated</i> | 4.63 | 6-1-2021 | 75,000 | 75,000 |
| <i>B&G Foods Incorporated</i> | 7.63 | 1-15-2018 | 50,000 | 53,813 |
| <i>Hawk Acquisition Incorporated 144A</i> | 4.25 | 10-15-2020 | 150,000 | 148,875 |
| | | | | 277,688 |

Energy : 5.54%**Energy Equipment & Services : 1.63%**

| | | | | |
|---|------|------------|---------|-----------|
| <i>Cleaver Brooks Incorporated 144A</i> | 8.75 | 12-15-2019 | 25,000 | 27,188 |
| <i>Dresser-Rand Group Incorporated</i> | 6.50 | 5-1-2021 | 90,000 | 97,425 |
| <i>Era Group Incorporated 144A</i> | 7.75 | 12-15-2022 | 110,000 | 114,400 |
| <i>Gulfmark Offshore Incorporated</i> | 6.38 | 3-15-2022 | 305,000 | 317,200 |
| <i>Hornbeck Offshore Services Incorporated 144A</i> | 5.00 | 3-1-2021 | 220,000 | 218,900 |
| <i>NGPL PipeCo LLC 144A</i> | 7.12 | 12-15-2017 | 25,000 | 26,250 |
| <i>NGPL PipeCo LLC 144A</i> | 7.77 | 12-15-2037 | 270,000 | 271,350 |
| <i>NGPL PipeCo LLC 144A</i> | 9.63 | 6-1-2019 | 115,000 | 128,225 |
| <i>Northern Tier Energy LLC 144A</i> | 7.13 | 11-15-2020 | 100,000 | 105,250 |
| <i>Oil States International Incorporated 144A</i> | 5.13 | 1-15-2023 | 45,000 | 48,488 |
| <i>Oil States International Incorporated</i> | 6.50 | 6-1-2019 | 164,000 | 176,710 |
| <i>PHI Incorporated</i> | 8.63 | 10-15-2018 | 305,000 | 331,688 |
| <i>Pride International Incorporated</i> | 8.50 | 6-15-2019 | 10,000 | 13,149 |
| | | | | 1,876,223 |

Oil, Gas & Consumable Fuels : 3.91%

| | | | | |
|---------------------------------------|------|------------|---------|---------|
| <i>CVR Refining LLC 144A</i> | 6.50 | 11-1-2022 | 100,000 | 103,500 |
| <i>Denbury Resources Incorporated</i> | 4.63 | 7-15-2023 | 25,000 | 24,188 |
| <i>Denbury Resources Incorporated</i> | 6.38 | 8-15-2021 | 25,000 | 27,500 |
| <i>Denbury Resources Incorporated</i> | 8.25 | 2-15-2020 | 140,000 | 156,800 |
| <i>El Paso Corporation</i> | 6.50 | 9-15-2020 | 45,000 | 50,854 |
| <i>El Paso Corporation</i> | 7.00 | 6-15-2017 | 75,000 | 85,482 |
| <i>El Paso Corporation</i> | 7.25 | 6-1-2018 | 175,000 | 203,341 |
| <i>El Paso Corporation</i> | 7.42 | 2-15-2037 | 90,000 | 91,942 |
| <i>El Paso Corporation</i> | 7.80 | 8-1-2031 | 100,000 | 111,701 |
| <i>Energy Transfer Equity LP</i> | 7.50 | 10-15-2020 | 300,000 | 344,250 |
| <i>Exterran Partners LP 144A</i> | 6.00 | 4-1-2021 | 150,000 | 153,750 |
| <i>Ferrellgas LP</i> | 9.13 | 10-1-2017 | 95,000 | 100,700 |
| <i>HollyFrontier Corporation</i> | 9.88 | 6-15-2017 | 220,000 | 231,264 |

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|--|-------|------------|---------|---------|
| <i>Inergy Midstream LP 144A</i> | 6.00 | 12-15-2020 | 55,000 | 57,475 |
| <i>Kinder Morgan Energy 144A</i> | 6.00 | 1-15-2018 | 25,000 | 27,619 |
| <i>Petrohawk Energy Corporation</i> | 7.88 | 6-1-2015 | 95,000 | 97,090 |
| <i>Petrohawk Energy Corporation</i> | 10.50 | 8-1-2014 | 60,000 | 63,570 |
| <i>Pioneer Natural Resources Company</i> | 7.50 | 1-15-2020 | 145,000 | 182,461 |
| <i>Plains Exploration & Production Company</i> | 8.63 | 10-15-2019 | 325,000 | 366,438 |
| <i>Rockies Express Pipeline LLC 144A</i> | 5.63 | 4-15-2020 | 185,000 | 177,600 |
| <i>Rockies Express Pipeline LLC 144A</i> | 6.00 | 1-15-2019 | 25,000 | 24,688 |
| <i>Rockies Express Pipeline LLC 144A</i> | 6.88 | 4-15-2040 | 510,000 | 469,200 |
| <i>Rockies Express Pipeline LLC 144A</i> | 7.50 | 7-15-2038 | 205,000 | 191,675 |
| <i>Sabine Pass Liquefaction LLC 144A</i> | 5.63 | 2-1-2021 | 75,000 | 75,281 |
| <i>Sabine Pass Liquefaction LLC 144A</i> | 5.63 | 4-15-2023 | 75,000 | 75,000 |

Wells Fargo Advantage Utilities and High Income Fund

Portfolio of investments May 31, 2013 (unaudited)

| Security name | Interest rate | Maturity date | Principal | Value |
|---|---------------|---------------|------------|------------|
| Oil, Gas & Consumable Fuels (continued) | | | | |
| <i>Sabine Pass LNG LP 144A</i> | 6.50% | 11-1-2020 | \$ 390,000 | \$ 408,525 |
| <i>Sabine Pass LNG LP</i> | 7.50 | 11-30-2016 | 300,000 | 334,500 |
| <i>Suburban Propane Partners LP</i> | 7.38 | 3-15-2020 | 60,000 | 64,200 |
| <i>Suburban Propane Partners LP</i> | 7.38 | 8-1-2021 | 36,000 | 38,790 |
| <i>Suburban Propane Partners LP</i> | 7.50 | 10-1-2018 | 42,000 | 45,098 |
| <i>Tesoro Corporation</i> | 9.75 | 6-1-2019 | 90,000 | 99,900 |
| | | | | 4,484,382 |
| Financials : 5.33% | | | | |
| Commercial Banks : 0.53% | | | | |
| <i>CIT Group Incorporated 144A</i> | 4.75 | 2-15-2015 | 120,000 | 125,100 |
| <i>CIT Group Incorporated</i> | 5.00 | 5-15-2017 | 25,000 | 26,625 |
| <i>CIT Group Incorporated</i> | 5.25 | 3-15-2018 | 25,000 | 26,875 |
| <i>CIT Group Incorporated 144A</i> | 5.50 | 2-15-2019 | 100,000 | 108,250 |
| <i>CIT Group Incorporated 144A</i> | 6.63 | 4-1-2018 | 50,000 | 56,250 |
| <i>Emigrant Bancorp Incorporated 144A</i> | 6.25 | 6-15-2014 | 275,000 | 267,829 |
| | | | | 610,929 |
| Consumer Finance : 3.12% | | | | |
| <i>Ahern Rentals Incorporated 144A</i> | 9.50 | 6-15-2018 | 85,000 | 85,000 |
| <i>Ally Financial Incorporated</i> | 5.50 | 2-15-2017 | 50,000 | 53,532 |
| <i>Ally Financial Incorporated</i> | 8.30 | 2-12-2015 | 825,000 | 907,500 |
| <i>American General Finance Corporation</i> | 5.40 | 12-1-2015 | 150,000 | 154,500 |
| <i>American General Finance Corporation</i> | 5.75 | 9-15-2016 | 50,000 | 51,125 |
| <i>American General Finance Corporation</i> | 6.50 | 9-15-2017 | 50,000 | 51,000 |
| <i>Clearwire Communications Finance Corporation 144A</i> | 12.00 | 12-1-2015 | 130,000 | 138,944 |
| <i>First Data Corporation 144A</i> | 11.75 | 8-15-2021 | 80,000 | 77,400 |
| <i>Ford Motor Credit Company LLC</i> | 8.00 | 12-15-2016 | 25,000 | 30,019 |
| <i>General Motors Financial Company Incorporated 144A</i> | 3.25 | 5-15-2018 | 15,000 | 14,869 |
| <i>General Motors Financial Company Incorporated 144A</i> | 4.25 | 5-15-2023 | 15,000 | 14,625 |
| <i>General Motors Financial Company Incorporated</i> | 6.75 | 6-1-2018 | 120,000 | 136,800 |
| <i>GMAC LLC</i> | 6.75 | 12-1-2014 | 36,000 | 38,520 |
| <i>Homer City Funding LLC ¥</i> | 9.23 | 10-1-2026 | 149,149 | 158,471 |
| <i>International Lease Finance Corporation 144A</i> | 6.75 | 9-1-2016 | 50,000 | 56,563 |
| <i>International Lease Finance Corporation 144A</i> | 7.13 | 9-1-2018 | 35,000 | 41,256 |
| <i>International Lease Finance Corporation</i> | 8.63 | 9-15-2015 | 75,000 | 84,469 |
| <i>JBS USA Finance Incorporated</i> | 11.63 | 5-1-2014 | 420,000 | 451,500 |
| <i>Nielsen Finance LLC Company 144A</i> | 4.50 | 10-1-2020 | 40,000 | 40,100 |
| <i>Nielsen Finance LLC Company</i> | 7.75 | 10-15-2018 | 515,000 | 566,500 |
| <i>Springleaf Finance Corporation 144A</i> | 6.00 | 6-1-2020 | 175,000 | 168,875 |
| <i>Springleaf Finance Corporation</i> | 6.90 | 12-15-2017 | 250,000 | 259,063 |
| | | | | 3,580,631 |
| Diversified Financial Services : 0.48% | | | | |
| <i>HUB International Limited Company 144A</i> | 8.13 | 10-15-2018 | 210,000 | 225,750 |
| <i>Nuveen Investments Incorporated</i> | 5.50 | 9-15-2015 | 275,000 | 276,375 |

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|--|------|------------|---------|---------|
| <i>Nuveen Investments Incorporated 144A</i> | 9.13 | 10-15-2017 | 50,000 | 52,500 |
| | | | | 554,625 |
| Insurance : 0.04% | | | | |
| <i>Fidelity & Guaranty Life Holdings Incorporated 144A</i> | 6.38 | 4-1-2021 | 45,000 | 46,350 |
| Real Estate Management & Development : 0.38% | | | | |
| <i>Ashtead Capital Incorporated 144A</i> | 6.50 | 7-15-2022 | 235,000 | 253,800 |
| <i>Onex Corporation 144A</i> | 7.75 | 1-15-2021 | 170,000 | 174,675 |
| | | | | 428,475 |

Portfolio of investments May 31, 2013 (unaudited)

Wells Fargo Advantage Utilities and High Income Fund

| Security name | Interest rate | Maturity date | Principal | Value |
|---|---------------|---------------|------------|------------|
| REITs : 0.78% | | | | |
| <i>Dupont Fabros Technology Incorporated</i> | 8.50% | 12-15-2017 | \$ 565,000 | \$ 604,550 |
| <i>Omega Healthcare Investors Incorporated</i> | 6.75 | 10-15-2022 | 125,000 | 136,250 |
| <i>Sabra Health Care Incorporated</i> | 5.38 | 6-1-2023 | 50,000 | 50,813 |
| <i>Sabra Health Care Incorporated</i> | 8.13 | 11-1-2018 | 98,000 | 106,575 |
| | | | | 898,188 |
| Health Care : 1.35% | | | | |
| Health Care Equipment & Supplies : 0.10% | | | | |
| <i>Hologic Incorporated</i> | 6.25 | 8-1-2020 | 110,000 | 117,563 |
| Health Care Providers & Services : 1.14% | | | | |
| <i>Aviv HealthCare Properties LP</i> | 7.75 | 2-15-2019 | 100,000 | 109,250 |
| <i>Centene Corporation</i> | 5.75 | 6-1-2017 | 75,000 | 80,438 |
| <i>Community Health Systems Incorporated</i> | 5.13 | 8-15-2018 | 40,000 | 41,700 |
| <i>Community Health Systems Incorporated</i> | 7.13 | 7-15-2020 | 50,000 | 54,875 |
| <i>DaVita HealthCare Partners Incorporated</i> | 5.75 | 8-15-2022 | 55,000 | 58,575 |
| <i>DaVita HealthCare Partners Incorporated</i> | 6.38 | 11-1-2018 | 5,000 | 5,313 |
| <i>HCA Incorporated</i> | 4.75 | 5-1-2023 | 25,000 | 24,938 |
| <i>HCA Incorporated</i> | 5.88 | 3-15-2022 | 25,000 | 27,438 |
| <i>HCA Incorporated</i> | 6.50 | 2-15-2020 | 175,000 | 197,313 |
| <i>HCA Incorporated</i> | 7.50 | 11-15-2095 | 50,000 | 47,250 |
| <i>HCA Incorporated</i> | 8.50 | 4-15-2019 | 250,000 | 272,500 |
| <i>Health Management Associates Incorporated</i> | 6.13 | 4-15-2016 | 50,000 | 54,750 |
| <i>HealthSouth Corporation</i> | 5.75 | 11-1-2024 | 50,000 | 51,750 |
| <i>HealthSouth Corporation</i> | 7.25 | 10-1-2018 | 22,000 | 23,733 |
| <i>HealthSouth Corporation</i> | 7.75 | 9-15-2022 | 22,000 | 24,310 |
| <i>MPT Operating Partnership LP</i> | 6.38 | 2-15-2022 | 25,000 | 27,375 |
| <i>MPT Operating Partnership LP</i> | 6.88 | 5-1-2021 | 125,000 | 138,125 |
| <i>Select Medical Corporation 144A</i> | 6.38 | 6-1-2021 | 70,000 | 69,694 |
| | | | | 1,309,327 |
| Pharmaceuticals : 0.11% | | | | |
| <i>Mylan Incorporated 144A</i> | 6.00 | 11-15-2018 | 115,000 | 125,080 |
| Industrials : 1.55% | | | | |
| Aerospace & Defense : 0.13% | | | | |
| <i>TransDigm Group Incorporated 144A</i> | 5.50 | 10-15-2020 | 70,000 | 72,450 |
| <i>TransDigm Group Incorporated</i> | 7.75 | 12-15-2018 | 75,000 | 81,844 |
| | | | | 154,294 |
| Air Freight & Logistics : 0.18% | | | | |
| <i>Bristow Group Incorporated</i> | 6.25 | 10-15-2022 | 195,000 | 211,575 |
| Airlines : 0.17% | | | | |
| <i>Aviation Capital Group Corporation 144A</i> | 4.63 | 1-31-2018 | 25,000 | 25,846 |

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| | | | | |
|--|------|------------|---------|---------|
| <i>Aviation Capital Group Corporation 144A</i> | 6.75 | 4-6-2021 | 100,000 | 111,065 |
| <i>Aviation Capital Group Corporation 144A</i> | 7.13 | 10-15-2020 | 50,000 | 56,938 |
| | | | | 193,849 |

Commercial Services & Supplies : 0.55%

| | | | | |
|------------------------------------|------|------------|---------|---------|
| <i>Covanta Holding Corporation</i> | 6.38 | 10-1-2022 | 50,000 | 53,971 |
| <i>Covanta Holding Corporation</i> | 7.25 | 12-1-2020 | 10,000 | 10,930 |
| <i>Geo Group Incorporated 144A</i> | 5.13 | 4-1-2023 | 125,000 | 127,500 |
| <i>Geo Group Incorporated</i> | 6.63 | 2-15-2021 | 20,000 | 21,800 |
| <i>Geo Group Incorporated</i> | 7.75 | 10-15-2017 | 160,000 | 169,000 |
| <i>Iron Mountain Incorporated</i> | 5.75 | 8-15-2024 | 25,000 | 25,313 |
| <i>Iron Mountain Incorporated</i> | 8.00 | 6-15-2020 | 25,000 | 26,038 |

Wells Fargo Advantage Utilities and High Income Fund

Portfolio of investments May 31, 2013 (unaudited)

| Security name | Interest rate | Maturity date | Principal | Value |
|---|---------------|---------------|------------|------------|
| Commercial Services & Supplies (continued) | | | | |
| <i>Iron Mountain Incorporated</i> | 8.38% | 8-15-2021 | \$ 180,000 | \$ 195,525 |
| | | | | 630,077 |
| Machinery : 0.25% | | | | |
| <i>Columbus McKinnon Corporation</i> | 7.88 | 2-1-2019 | 75,000 | 80,625 |
| <i>H&E Equipment Services Incorporated</i> | 7.00 | 9-1-2022 | 195,000 | 210,600 |
| | | | | 291,225 |
| Marine : 0.04% | | | | |
| <i>Hornbeck Offshore Services Incorporated</i> | 5.88 | 4-1-2020 | 40,000 | 41,700 |
| Professional Services : 0.15% | | | | |
| <i>Interactive Data Corporation</i> | 10.25 | 8-1-2018 | 150,000 | 168,375 |
| Transportation Infrastructure : 0.08% | | | | |
| <i>Florida East Coast Railway Corporation</i> | 8.13 | 2-1-2017 | 65,000 | 69,225 |
| <i>Watco Companies LLC 144A</i> | 6.38 | 4-1-2023 | 20,000 | 21,050 |
| | | | | 90,275 |
| Information Technology : 2.28% | | | | |
| Communications Equipment : 0.15% | | | | |
| <i>Avaya Incorporated</i> | 9.75 | 11-1-2015 | 50,000 | 49,250 |
| <i>Lucent Technologies Incorporated</i> | 6.45 | 3-15-2029 | 155,000 | 124,388 |
| | | | | 173,638 |
| Computers & Peripherals : 0.18% | | | | |
| <i>NCR Corporation</i> | 5.00 | 7-15-2022 | 205,000 | 206,538 |
| Electronic Equipment, Instruments & Components : 0.75% | | | | |
| <i>CDW Financial Corporation</i> | 12.54 | 10-12-2017 | 99,000 | 106,425 |
| <i>Jabil Circuit Incorporated</i> | 8.25 | 3-15-2018 | 620,000 | 750,200 |
| | | | | 856,625 |
| Internet Software & Services : 0.02% | | | | |
| <i>Equinix Incorporated</i> | 4.88 | 4-1-2020 | 10,000 | 10,175 |
| <i>Verisign Incorporated 144A</i> | 4.63 | 5-1-2023 | 10,000 | 10,050 |
| | | | | 20,225 |
| IT Services : 1.11% | | | | |
| <i>Audatex North American Incorporated 144A</i> | 6.75 | 6-15-2018 | 50,000 | 53,188 |
| <i>CyrusOne LLC 144A</i> | 6.38 | 11-15-2022 | 25,000 | 26,688 |
| <i>Fidelity National Information Services Incorporated</i> | 7.88 | 7-15-2020 | 100,000 | 112,077 |
| <i>First Data Corporation 144A</i> | 7.38 | 6-15-2019 | 50,000 | 52,750 |
| <i>First Data Corporation</i> | 11.25 | 3-31-2016 | 392,000 | 393,960 |

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| | | | | |
|---|------|------------|---------|-----------|
| <i>SunGard Data Systems Incorporated 144A</i> | 6.63 | 11-1-2019 | 100,000 | 105,250 |
| <i>SunGard Data Systems Incorporated</i> | 7.38 | 11-15-2018 | 475,000 | 505,875 |
| <i>SunGard Data Systems Incorporated</i> | 7.63 | 11-15-2020 | 25,000 | 27,500 |
| | | | | 1,277,288 |

Software : 0.07%

| | | | | |
|--|------|-----------|--------|--------|
| <i>Nuance Communications Incorporated 144A</i> | 5.38 | 8-15-2020 | 85,000 | 86,063 |
|--|------|-----------|--------|--------|

Portfolio of investments May 31, 2013 (unaudited)

Wells Fargo Advantage Utilities and High Income Fund

| Security name | Interest rate | Maturity date | Principal | Value |
|---|---------------|---------------|-----------|-----------|
| Materials : 0.53% | | | | |
| Chemicals : 0.10% | | | | |
| <i>Celanese US Holdings LLC</i> | 5.88% | 6-15-2021 | \$ 20,000 | \$ 22,050 |
| <i>Tronox Finance LLC 144A</i> | 6.38 | 8-15-2020 | 90,000 | 88,425 |
| | | | | 110,475 |
| Containers & Packaging : 0.27% | | | | |
| <i>Crown Americas LLC 144A</i> | 4.50 | 1-15-2023 | 50,000 | 48,875 |
| <i>Crown Americas LLC</i> | 6.25 | 2-1-2021 | 20,000 | 21,850 |
| <i>Crown Cork & Seal Company Incorporated (i)</i> | 7.50 | 12-15-2096 | 50,000 | 49,250 |
| <i>Owens-Illinois Incorporated</i> | 7.80 | 5-15-2018 | 60,000 | 70,800 |
| <i>Sealed Air Corporation 144A</i> | 6.88 | 7-15-2033 | 70,000 | 71,400 |
| <i>Silgan Holdings Incorporated</i> | 5.00 | 4-1-2020 | 50,000 | 51,125 |
| | | | | 313,300 |
| Paper & Forest Products : 0.16% | | | | |
| <i>Georgia-Pacific LLC</i> | 8.88 | 5-15-2031 | 125,000 | 184,888 |
| Telecommunication Services : 3.97% | | | | |
| Diversified Telecommunication Services : 1.89% | | | | |
| <i>Citizens Communications Company</i> | 7.88 | 1-15-2027 | 200,000 | 201,000 |
| <i>Frontier Communications Corporation</i> | 8.13 | 10-1-2018 | 60,000 | 68,925 |
| <i>Frontier Communications Corporation</i> | 8.25 | 5-1-2014 | 3,000 | 3,158 |
| <i>GCI Incorporated</i> | 6.75 | 6-1-2021 | 170,000 | 166,175 |
| <i>GCI Incorporated</i> | 8.63 | 11-15-2019 | 368,000 | 392,840 |
| <i>Qwest Corporation</i> | 7.25 | 9-15-2025 | 125,000 | 145,657 |
| <i>Qwest Corporation</i> | 7.63 | 8-3-2021 | 20,000 | 22,207 |
| <i>SBA Telecommunications Incorporated</i> | 8.25 | 8-15-2019 | 7,000 | 7,665 |
| <i>Syniverse Holdings Incorporated</i> | 9.13 | 1-15-2019 | 365,000 | 398,763 |
| <i>TW Telecommunications Holdings Incorporated</i> | 5.38 | 10-1-2022 | 445,000 | 460,575 |
| <i>Windstream Corporation</i> | 7.88 | 11-1-2017 | 265,000 | 304,750 |
| | | | | 2,171,715 |
| Wireless Telecommunication Services : 2.08% | | | | |
| <i>Cricket Communications Incorporated</i> | 7.75 | 10-15-2020 | 180,000 | 179,550 |
| <i>Crown Castle International Corporation</i> | 5.25 | 1-15-2023 | 100,000 | 101,250 |
| <i>Crown Castle International Corporation</i> | 7.13 | 11-1-2019 | 10,000 | 10,850 |
| <i>MetroPCS Wireless Incorporated 144A</i> | 6.25 | 4-1-2021 | 10,000 | 10,475 |
| <i>MetroPCS Wireless Incorporated</i> | 6.63 | 11-15-2020 | 240,000 | 256,800 |
| <i>MetroPCS Wireless Incorporated 144A</i> | 6.63 | 4-1-2023 | 10,000 | 10,575 |
| <i>MetroPCS Wireless Incorporated</i> | 7.88 | 9-1-2018 | 130,000 | 141,700 |
| <i>SBA Telecommunications Incorporated 144A</i> | 5.63 | 10-1-2019 | 10,000 | 10,300 |
| <i>SBA Telecommunications Incorporated 144A</i> | 5.75 | 7-15-2020 | 100,000 | 104,000 |
| <i>Sprint Capital Corporation</i> | 6.88 | 11-15-2028 | 1,100,000 | 1,100,000 |
| <i>Sprint Capital Corporation</i> | 8.75 | 3-15-2032 | 220,000 | 256,300 |
| <i>Sprint Nextel Corporation 144A</i> | 9.00 | 11-15-2018 | 25,000 | 30,313 |
| <i>Sprint Nextel Corporation</i> | 11.50 | 11-15-2021 | 25,000 | 34,500 |
| <i>TW Telecommunications Holdings Incorporated</i> | 8.00 | 3-1-2018 | 130,000 | 139,750 |

2,386,363

Utilities : 2.05%**Electric Utilities : 0.94%**

| | | | | |
|--|-------|------------|---------|---------|
| <i>Energy Future Intermediate Holding Company LLC 144A</i> | 6.88 | 8-15-2017 | 25,000 | 26,500 |
| <i>IPALCO Enterprises Incorporated</i> | 5.00 | 5-1-2018 | 100,000 | 107,500 |
| <i>IPALCO Enterprises Incorporated 144A</i> | 7.25 | 4-1-2016 | 160,000 | 178,800 |
| <i>Mirant Mid-Atlantic LLC Series C</i> | 10.06 | 12-30-2028 | 438,432 | 506,389 |

8

Wells Fargo Advantage Utilities and High Income Fund

Portfolio of investments May 31, 2013 (unaudited)

| Security name | Interest rate | Maturity date | Principal | Value |
|---|-----------------------|---------------|---------------|------------|
| Electric Utilities (continued) | | | | |
| <i>Otter Tail Corporation</i> | 9.00% | 12-15-2016 | \$ 215,000 | \$ 251,550 |
| | | | | 1,070,739 |
| Gas Utilities : 0.24% | | | | |
| <i>AmeriGas Finance LLC</i> | 6.50 | 5-20-2021 | 5,000 | 5,325 |
| <i>AmeriGas Finance LLC</i> | 6.75 | 5-20-2020 | 175,000 | 190,750 |
| <i>AmeriGas Finance LLC</i> | 7.00 | 5-20-2022 | 75,000 | 81,375 |
| | | | | 277,450 |
| Independent Power Producers & Energy Traders : 0.87% | | | | |
| <i>Calpine Construction Finance Corporation 144A</i> | 7.25 | 10-15-2017 | 360,000 | 376,200 |
| <i>Calpine Construction Finance Corporation 144A</i> | 8.00 | 6-1-2016 | 125,000 | 130,000 |
| <i>NRG Energy Incorporated</i> | 8.50 | 6-15-2019 | 185,000 | 202,113 |
| <i>NSG Holdings LLC 144A</i> | 7.75 | 12-15-2025 | 125,000 | 135,625 |
| <i>Reliant Energy Incorporated</i> | 7.63 | 6-15-2014 | 50,000 | 53,480 |
| <i>Reliant Energy Incorporated</i> | 9.24 | 7-2-2017 | 84,017 | 92,419 |
| <i>Reliant Energy Incorporated</i> | 9.68 | 7-2-2026 | 10,000 | 10,900 |
| | | | | 1,000,737 |
| Total Corporate Bonds and Notes (Cost \$32,720,458) | | | | 34,965,652 |
| | Dividend yield | | Shares | |
| Preferred Stocks : 15.02% | | | | |
| Financials : 0.05% | | | | |
| Diversified Financial Services : 0.05% | | | | |
| <i>GMAC Capital Trust I ±</i> | 8.13 | | 2,200 | 58,564 |
| Telecommunication Services : 2.05% | | | | |
| Diversified Telecommunication Services : 2.05% | | | | |
| <i>Qwest Corporation</i> | 7.00 | | 90,000 | 2,358,000 |
| Utilities : 12.92% | | | | |
| Electric Utilities : 6.84% | | | | |
| <i>Duke Energy Corporation</i> | 5.13 | | 130,000 | 3,239,600 |
| <i>Indianapolis Power & Light Company</i> | 5.65 | | 20,000 | 2,024,376 |
| <i>Interstate Power & Light Company</i> | 5.10 | | 50,000 | 1,272,000 |
| <i>SCE Trust I</i> | 5.63 | | 23,000 | 586,500 |
| <i>Southern California Edison</i> | 6.50 | | 2,260 | 241,891 |
| <i>Wisconsin Public Service</i> | 5.08 | | 4,804 | 485,054 |
| | | | | 7,849,421 |
| Multi-Utilities : 6.08% | | | | |
| <i>DTE Energy Company</i> | 5.25 | | 100,000 | 2,530,000 |

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| | | | | |
|---|------|---------|-----------|------------|
| <i>SCANA Corporation</i> | 7.70 | 165,000 | 4,455,000 | 6,985,000 |
| Total Preferred Stocks (Cost \$16,886,708) | | | | 17,250,985 |

| | Interest rate | | Principal | |
|-------------------------------------|----------------------|------------|------------------|---------|
| Term Loans : 2.75% | | | | |
| <i>Alliance Laundry Systems LLC</i> | 9.50 | 12-10-2019 | \$ 114,122 | 116,405 |

9

Portfolio of investments May 31, 2013 (unaudited)

Wells Fargo Advantage Utilities and High Income Fund

| Security name | Interest rate | Maturity date | Principal | Value |
|---|---------------|---------------|-----------|------------------|
| Term Loans (continued) | | | | |
| <i>Applied Systems Incorporated</i> | 8.25% | 6-8-2017 | \$ 20,000 | \$ 20,192 |
| <i>Capital Automotive LP</i> | 4.00 | 4-5-2019 | 206,286 | 207,575 |
| <i>Capital Automotive LP</i> | 6.00 | 4-30-2020 | 110,000 | 113,850 |
| <i>CBAC Borrower LLC <</i> | 0.00 | 4-24-2020 | 85,000 | 87,444 |
| <i>CCM Merger Incorporated</i> | 5.00 | 3-1-2017 | 165,306 | 166,256 |
| <i>Centaur LLC</i> | 8.75 | 2-20-2020 | 125,000 | 126,979 |
| <i>Energy Transfer Equity LP</i> | 3.75 | 3-23-2017 | 33,750 | 34,045 |
| <i>Federal-Mogul Corporation</i> | 2.14 | 12-27-2014 | 81,190 | 79,363 |
| <i>Federal-Mogul Corporation</i> | 2.14 | 12-27-2015 | 41,423 | 40,491 |
| <i>Focus Brands Incorporated</i> | 10.25 | 8-21-2018 | 176,935 | 180,473 |
| <i>Level 3 Financing Incorporated</i> | 4.75 | 2-1-2016 | 238,650 | 240,739 |
| <i>Philadelphia Energy Solutions LLC</i> | 6.25 | 4-4-2018 | 225,000 | 228,938 |
| <i>Spin Holdco Incorporated</i> | 4.25 | 11-15-2019 | 80,000 | 80,400 |
| <i>Springleaf Finance Corporation</i> | 5.50 | 5-10-2017 | 54,268 | 54,427 |
| <i>Tallgrass Energy Partners LP</i> | 5.25 | 11-13-2018 | 109,060 | 109,605 |
| <i>Texas Competitive Electric Holdings LLC</i> | 3.72 | 10-10-2014 | 1,471,940 | 1,137,977 |
| <i>Total Safety US Incorporated</i> | 9.25 | 8-21-2020 | 19,950 | 20,249 |
| <i>Washington Multifamily Laundry Systems LLC</i> | 5.25 | 2-21-2019 | 110,000 | 110,550 |
| Total Term Loans (Cost \$3,328,732) | | | | 3,155,958 |

| | Expiration date | Shares | |
|--|-----------------|--------|---------------|
| Warrants : 0.08% | | | |
| Utilities : 0.08% | | | |
| Electric Utilities : 0.00% | | | |
| <i>China Hydroelectric Company ADR</i> | 1-25-2014 | 10,000 | 230 |
| Gas Utilities : 0.08% | | | |
| <i>Kinder Morgan Incorporated</i> | 05-25-2017 | 16,000 | 90,080 |
| Total Warrants (Cost \$42,480) | | | 90,310 |

| | Interest rate | Maturity date | Principal | |
|--|---------------|---------------|-----------|---------|
| Yankee Corporate Bonds and Notes : 1.68% | | | | |
| Consumer Discretionary : 0.10% | | | | |
| Media : 0.10% | | | | |
| <i>Videotron Limited</i> | 5.00 | 7-15-2022 | \$ 35,000 | 35,875 |
| <i>Videotron Limited</i> | 9.13 | 4-15-2018 | 75,000 | 78,750 |
| | | | | 114,625 |
| Energy : 0.07% | | | | |
| Oil, Gas & Consumable Fuels : 0.07% | | | | |
| <i>Griffin Coal Mining Company Limited 144A(s)</i> | 9.50 | 12-1-2016 | 93,118 | 79,616 |

Financials : 0.10%

Consumer Finance : 0.10%

| | | | | |
|--|-------|-----------|---------|---------|
| <i>Wind Acquisition Finance SpA 144A</i> | 11.75 | 7-15-2017 | 110,000 | 115,775 |
|--|-------|-----------|---------|---------|

Information Technology : 0.39%

Computers & Peripherals : 0.39%

| | | | | |
|---|------|-----------|---------|---------|
| <i>Seagate Technology HDD Holdings 144A</i> | 4.75 | 6-1-2023 | 150,000 | 145,500 |
| <i>Seagate Technology HDD Holdings</i> | 6.80 | 10-1-2016 | 50,000 | 57,188 |
| <i>Seagate Technology HDD Holdings</i> | 6.88 | 5-1-2020 | 25,000 | 26,750 |
| <i>Seagate Technology HDD Holdings</i> | 7.00 | 11-1-2021 | 25,000 | 27,500 |

Wells Fargo Advantage Utilities and High Income Fund

Portfolio of investments May 31, 2013 (unaudited)

| Security name | Interest rate | Maturity date | Principal | Value |
|---|---------------|---------------|------------|----------------|
| Computers & Peripherals (continued) | | | | |
| <i>Seagate Technology HDD Holdings</i> | 7.75% | 12-15-2018 | \$ 170,000 | \$ 189,550 |
| | | | | 446,488 |
| Materials : 0.24% | | | | |
| Metals & Mining : 0.17% | | | | |
| <i>Novelis Incorporated</i> | 8.38 | 12-15-2017 | 100,000 | 108,000 |
| <i>Novelis Incorporated</i> | 8.75 | 12-15-2020 | 75,000 | 83,813 |
| | | | | 191,813 |
| Paper & Forest Products : 0.07% | | | | |
| <i>Sappi Limited 144A</i> | 7.50 | 6-15-2032 | 100,000 | 85,000 |
| Telecommunication Services : 0.78% | | | | |
| Diversified Telecommunication Services : 0.74% | | | | |
| <i>Intelsat Bermuda Limited 144A</i> | 7.75 | 6-1-2021 | 95,000 | 99,869 |
| <i>Intelsat Bermuda Limited 144A</i> | 8.13 | 6-1-2023 | 30,000 | 32,100 |
| <i>Intelsat Bermuda Limited</i> | 11.25 | 2-4-2017 | 54,000 | 57,132 |
| <i>Intelsat Jackson Holdings Limited 144A</i> | 5.50 | 8-1-2023 | 200,000 | 196,000 |
| <i>Intelsat Jackson Holdings Limited</i> | 7.25 | 4-1-2019 | 225,000 | 242,438 |
| <i>Intelsat Jackson Holdings Limited</i> | 7.50 | 4-1-2021 | 50,000 | 54,938 |
| <i>Intelsat Jackson Holdings SA</i> | 7.25 | 10-15-2020 | 150,000 | 162,750 |
| | | | | 845,227 |
| Wireless Telecommunication Services : 0.04% | | | | |
| <i>Telesat Canada Incorporated 144A</i> | 6.00 | 5-15-2017 | 50,000 | 52,250 |
| Total Yankee Corporate Bonds and Notes (Cost \$1,840,930) | | | | 1,930,794 |
| Short-Term Investments : 7.01% | | | | |
| Investment Companies : 7.01% | | | | |
| <i>Wells Fargo Advantage Cash Investment Money Market Fund, Select Class (l)(u)##</i> | | | Yield | Shares |
| | | | 0.10 | 8,054,140 |
| | | | | 8,054,140 |
| Total Short-Term Investments (Cost \$8,054,140) | | | | 8,054,140 |
| Total investments in securities | | | | |
| (Cost \$110,549,066)* | | | 111.05% | 127,522,955 |
| <i>Other assets and liabilities, net</i> | | | (11.05) | (12,692,578) |
| Total net assets | | | 100.00% | \$ 114,830,377 |

Non-income-earning security

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

¥ 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.

(i) Illiquid security

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

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

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

(l) Investment in an affiliate

Portfolio of investments May 31, 2013 (unaudited)

Wells Fargo Advantage Utilities and High Income Fund

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

All or a portion of this security has been segregated for unfunded loans.

* Cost for federal income tax purposes is \$111,236,960 and unrealized appreciation (depreciation) consists of:

| | |
|-------------------------------|---------------|
| Gross unrealized appreciation | \$ 19,722,073 |
| Gross unrealized depreciation | (3,436,078) |
| Net unrealized appreciation | \$ 16,285,995 |

Wells Fargo Advantage Utilities and High Income Fund (the Fund)

Notes to Portfolio of Investments May 31, 2013 (unaudited)

Securities valuation

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

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

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

Many securities markets and exchanges outside the U.S. close prior to the close of the New York Stock Exchange and therefore may not fully reflect trading or events that occur after the close of the principal exchange in which the foreign securities are traded, but before the close of the New York Stock Exchange. If such trading or events are expected to materially affect the value of such securities, then fair value pricing procedures approved by the Board of Trustees are applied. These procedures take into account multiple factors including movements in U.S. securities markets after foreign exchanges close. Foreign securities that are fair valued under these procedures are categorized as Level 2 and the application of these procedures may result in transfers between Level 1 and Level 2. Depending on market activity, such fair valuations may be frequent. Such fair value pricing may result in NAVs that are higher or lower than NAVs based on the last reported sales price or latest quoted bid price. On May 31, 2013, fair value pricing was used in pricing foreign securities.

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

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

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

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

Valuations of fair valued securities are compared to the next actual sales price when available, or other appropriate market information to assess the continued appropriateness of the fair valuation methodology used. These securities are fair valued on a day-to-day basis, taking into consideration changes to appropriate market information and any significant changes to the input factors considered in the valuation process until there is a readily available price provided on the exchange or by an independent pricing service. Valuations received from an independent pricing service or broker quotes are periodically validated by comparisons to most recent trades and valuations provided by other independent pricing services in addition to the review of prices by the adviser and/or subadviser. Unobservable inputs used in determining fair valuations are identified based on the type of security, taking into consideration factors utilized by market participants in valuing the investment, knowledge about the issuer and the current market environment.

Foreign currency translation

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

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

Term loans

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

As of May 31, 2013 the Fund had unfunded loan commitments of \$87,525.

Fair valuation measurements

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

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

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

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

| | Quoted prices (Level 1) | Significant other observable inputs (Level 2) | Significant unobservable inputs (Level 3) | Total |
|---|-------------------------------|---|--|----------------|
| Investments in securities | | | | |
| Equity securities | | | | |
| <i>Common stocks</i> | \$ 45,850,245 | \$ 16,224,871 | \$ 0 | \$ 62,075,116 |
| <i>Preferred stocks</i> | 14,499,664 | 2,751,321 | 0 | 17,250,985 |
| <i>Warrants</i> | 0 | 90,310 | 0 | 90,310 |
| Corporate bonds and notes | 0 | 34,965,652 | 0 | 34,965,652 |
| Term loans | 0 | 2,385,493 | 770,465 | 3,155,958 |
| Yankee corporate bonds and notes | 0 | 1,930,794 | 0 | 1,930,794 |
| Short-term investments | | | | |
| <i>Investment companies</i> | 8,054,140 | 0 | 0 | 8,054,140 |
| | \$ 68,404,049 | \$ 58,348,441 | \$ 770,465 | \$ 127,522,955 |

Transfers in and transfers out are recognized at the end of the reporting period.

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

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

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FDIC Federal Deposit Insurance Corporation

FFCB Federal Farm Credit Banks

FGIC Financial Guaranty Insurance Corporation

FHA Federal Housing Administration

FHLB Federal Home Loan Bank

FHLMC Federal Home Loan Mortgage Corporation

FICO The Financing Corporation

FNMA Federal National Mortgage Association

FSA Farm Service Agency

GBP Great British pound

GDR Global depositary receipt

GNMA Government National Mortgage Association

GO General obligation

HCFR Healthcare facilities revenue

HEFA Health & Educational Facilities Authority

HEFAR Higher education facilities authority revenue

HFA Housing Finance Authority

HFFA Health Facilities Financing Authority

HKD Hong Kong dollar

HUD Department of Housing and Urban Development

HUF Hungarian forint

IDA Industrial Development Authority

IDAG Industrial Development Agency

IDR Industrial development revenue

IEP Irish pound

JPY Japanese yen

KRW Republic of Korea won

LIBOR London Interbank Offered Rate

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LIQ Liquidity agreement

LLC Limited liability company

LLP Limited liability partnership

LOC Letter of credit

LP Limited partnership

MBIA Municipal Bond Insurance Association

MFHR Multifamily housing revenue

MSTR Municipal securities trust receipts

MTN Medium-term note

MUD Municipal Utility District

MXN Mexican peso

MYR Malaysian ringgit

National National Public Finance Guarantee Corporation

NOK Norwegian krone

NZD New Zealand dollar

PCFA Pollution Control Financing Authority

PCL Public Company Limited

PCR Pollution control revenue

PFA Public Finance Authority

PFFA Public Facilities Financing Authority

PFOTER Puttable floating option tax-exempt receipts

plc Public limited company

PLN Polish zloty

PUTTER Puttable tax-exempt receipts

R&D Research & development

Radian Radian Asset Assurance

RAN Revenue anticipation notes

RDA Redevelopment Authority

RDFA Redevelopment Finance Authority

REIT Real estate investment trust

ROC Reset option certificates

SAVRS Select auction variable rate securities

SBA Small Business Authority

SEK Swedish krona

SFHR Single-family housing revenue

SFMR Single-family mortgage revenue

SGD Singapore dollar

SKK Slovakian koruna

SPA Standby purchase agreement

SPDR Standard & Poor's Depositary Receipts

STRIPS Separate trading of registered interest and
principal securities

TAN Tax anticipation notes

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TBA To be announced

TIPS Treasury inflation-protected securities

TRAN Tax revenue anticipation notes

TRY Turkish lira

TTFA Transportation Trust Fund Authority

TVA Tennessee Valley Authority

ZAR South African rand

ITEM 2. CONTROLS AND PROCEDURES

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

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

SIGNATURES

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

Wells Fargo Advantage Utilities and High Income Fund

By: /s/ Karla M. Rabusch

Karla M. Rabusch
President

Date: July 26, 2013

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

Wells Fargo Advantage Utilities and High Income Fund

By: /s/ Karla M. Rabusch

Karla M. Rabusch
President

Date: July 26, 2013

By: /s/ Nancy Wiser

Nancy Wiser
Treasurer

Date: July 26, 2013