

WELLS FARGO ADVANTAGE UTILITIES & HIGH INCOME FUND

Form N-Q

January 28, 2014

**UNITED STATES**

**SECURITIES AND EXCHANGE COMMISSION**

**Washington, D.C. 20549**

**FORM N-Q**

**QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS**

**OF REGISTERED MANAGEMENT INVESTMENT COMPANY**

**Investment Company Act file number: 811-21507**

**Wells Fargo Advantage Utilities and High Income Fund**

**(Exact name of registrant as specified in charter)**

**525 Market Street, 12<sup>th</sup> Floor, San Francisco, CA 94105**

**(Address of principal executive offices) (Zip code)**

**C. David Messman**

**Wells Fargo Funds Management, LLC**

**525 Market Street, 12<sup>th</sup> Floor, San Francisco, CA 94105**

**(Name and address of agent for service)**

**Registrant's telephone number, including area code: 800-222-8222**

**Date of fiscal year end: Registrant is making a filing for Wells Fargo Advantage Utilities and High Income Fund. The Fund had an August 31 fiscal year end.**

**Date of reporting period: November 30, 2013**

ITEM 1. INVESTMENTS

**Wells Fargo Advantage Utilities and High Income Fund**      **Portfolio of investments**      **November 30, 2013 (unaudited)**

Security name	Shares	Value
<b>Common Stocks : 66.12%</b>		
<b>Energy : 7.41%</b>		
<b>Oil, Gas &amp; Consumable Fuels : 7.41%</b>		
<i>Energen Corporation</i>	13,200	\$ 952,644
<i>EQT Corporation</i>	15,000	1,276,650
<i>Kinder Morgan Incorporated</i>	10,577	375,907
<i>Spectra Energy Corporation</i>	75,000	2,516,250
<i>The Williams Companies Incorporated</i>	100,000	3,522,000
		8,643,451
<b>Industrials : 4.62%</b>		
<b>Air Freight &amp; Logistics : 4.55%</b>		
<i>Deutsche Post AG</i>	150,000	5,304,263
<b>Construction &amp; Engineering : 0.07%</b>		
<i>Ameresco Incorporated Class A</i>	9,000	82,620
<b>Telecommunication Services : 15.59%</b>		
<b>Diversified Telecommunication Services : 8.16%</b>		
<i>BCE Incorporated</i>	16,000	707,040
<i>CenturyLink Incorporated</i>	100,000	3,070,000
<i>Telefonica Brasil ADR</i>	212,500	4,135,250
<i>Windstream Holdings Incorporated</i>	200,000	1,614,000
		9,526,290
<b>Wireless Telecommunication Services : 7.43%</b>		
<i>Shenandoah Telecommunications Company</i>	40,000	999,200
<i>Tele2 AB Class B</i>	79,200	965,832
<i>VimpelCom Limited ADR</i>	100,000	1,228,000
<i>Vodafone Group plc ADR</i>	147,500	5,470,775
		8,663,807
<b>Utilities : 38.50%</b>		
<b>Electric Utilities : 26.67%</b>		

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<i>American Electric Power Company Incorporated</i>	100,000	4,706,000
<i>Chesapeake Utilities Corporation</i>	200	11,636
<i>Duke Energy Corporation</i>	30,514	2,134,759
<i>Edison International</i>	75,000	3,465,750
<i>Enel SpA</i>	200,000	909,652
<i>Entergy Corporation</i>	1,000	61,890
<i>Great Plains Energy Incorporated</i>	175,000	4,154,500
<i>IDACORP Incorporated</i>	25,000	1,292,000
<i>ITC Holdings Corporation</i>	45,000	4,071,600
<i>NextEra Energy Incorporated</i>	50,000	4,229,500
<i>Northeast Utilities</i>	90,000	3,697,200
<i>NV Energy Incorporated</i>	75,000	1,773,750
<i>Pepco Holdings Incorporated</i>	100	1,908
<i>The Southern Company</i>	15,000	609,450
		31,119,595

**Gas Utilities : 0.02%**

<i>New Jersey Resources Corporation</i>	200	9,138
<i>South Jersey Industries Incorporated</i>	200	11,340
		20,478

**Portfolio of investments**    **November 30, 2013 (unaudited)**    **Wells Fargo Advantage Utilities and High Income Fund**

Security name	Shares	Value
<b>Multi-Utilities : 10.00%</b>		
<i>CenterPoint Energy Incorporated</i>	50,000	\$ 1,171,500
<i>Dominion Resources Incorporated</i>	300	19,473
<i>MDU Resources Group Incorporated</i>	500	14,835
<i>Public Service Enterprise Group Incorporated</i>	50,000	1,634,500
<i>Sempra Energy</i>	19,900	1,759,956
<i>Suez Environnement Company SA</i>	275,000	4,725,882
<i>Veolia Environnement SA</i>	137,000	2,218,485
<i>Wisconsin Energy Corporation</i>	3,000	125,310
		11,669,941
<b>Water Utilities : 1.81%</b>		
<i>American Water Works Company Incorporated</i>	50,000	2,117,500
<b>Total Common Stocks (Cost \$59,610,423)</b>		<b>77,147,945</b>

	Interest rate	Maturity date	Principal	
<b>Corporate Bonds and Notes : 28.40%</b>				
<b>Consumer Discretionary : 6.33%</b>				
<b>Auto Components : 0.62%</b>				
<i>Allison Transmission Incorporated 144A</i>	7.13%	5-15-2019	\$ 340,000	366,350
<i>Cooper Tire &amp; Rubber Company</i>	7.63	3-15-2027	205,000	194,238
<i>Goodyear Tire &amp; Rubber Company</i>	7.00	5-15-2022	25,000	26,938
<i>United Rentals North America Incorporated</i>	5.75	7-15-2018	125,000	134,219
				721,745
<b>Diversified Consumer Services : 0.60%</b>				
<i>Ceridian HCM Holding Incorporated 144A</i>	11.00	3-15-2021	10,000	11,550
<i>Service Corporation International 144A</i>	5.38	1-15-2022	10,000	10,100
<i>Service Corporation International</i>	6.75	4-1-2016	100,000	108,750
<i>Service Corporation International</i>	7.00	6-15-2017	25,000	28,063
<i>Service Corporation International</i>	7.50	4-1-2027	351,000	372,938
<i>Service Corporation International</i>	7.63	10-1-2018	25,000	28,813
<i>Service Corporation International</i>	8.00	11-15-2021	40,000	45,850
<i>Sotheby's 144A</i>	5.25	10-1-2022	95,000	90,250
				696,314

**Hotels, Restaurants & Leisure : 1.99%**

<i>Burger King Corporation</i>	9.88	10-15-2018	75,000	83,531
<i>CCM Merger Incorporated 144A</i>	9.13	5-1-2019	465,000	488,250
<i>DineEquity Incorporated</i>	9.50	10-30-2018	350,000	388,500
<i>Greektown Superholdings Incorporated Series A</i>	13.00	7-1-2015	580,000	595,950
<i>Greektown Superholdings Incorporated Series B</i>	13.00	7-1-2015	150,000	154,125
<i>Hilton Worldwide Finance LLC 144A</i>	5.63	10-15-2021	15,000	15,300
<i>Pinnacle Entertainment Incorporated</i>	7.50	4-15-2021	260,000	282,100
<i>Ruby Tuesday Incorporated</i>	7.63	5-15-2020	135,000	126,900
<i>Scientific Games Corporation</i>	9.25	6-15-2019	60,000	64,650
<i>Speedway Motorsports Incorporated</i>	6.75	2-1-2019	120,000	127,500
				2,326,806

**Household Durables : 0.04%**

<i>American Greetings Corporation</i>	7.38	12-1-2021	25,000	25,125
<i>Tempur Sealy International Incorporated</i>	6.88	12-15-2020	25,000	27,000
				52,125

**Media : 2.64%**

<i>Allbritton Communications Company</i>	8.00	5-15-2018	150,000	160,125
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**Wells Fargo Advantage Utilities and High Income Fund**      **Portfolio of investments**      **November 30, 2013 (unaudited)**

Security name	Interest rate	Maturity date	Principal	Value
<b>Media (continued)</b>				
<i>Cablevision Systems Corporation</i>	8.63%	9-15-2017	\$ 145,000	\$ 167,838
<i>Cinemark USA Incorporated</i>	7.38	6-15-2021	75,000	81,938
<i>CSC Holdings LLC</i>	7.63	7-15-2018	45,000	51,863
<i>CSC Holdings LLC</i>	7.88	2-15-2018	75,000	86,438
<i>CSC Holdings LLC</i>	8.63	2-15-2019	125,000	147,500
<i>DISH DBS Corporation</i>	5.13	5-1-2020	25,000	25,188
<i>DISH DBS Corporation</i>	7.88	9-1-2019	115,000	133,113
<i>DreamWorks Animation SKG Incorporated 144A</i>	6.88	8-15-2020	115,000	122,188
<i>EchoStar DBS Corporation</i>	7.13	2-1-2016	50,000	55,250
<i>Gray Television Incorporated</i>	7.50	10-1-2020	305,000	321,013
<i>Gray Television Incorporated 144A</i>	7.50	10-1-2020	80,000	84,200
<i>Lamar Media Corporation</i>	5.88	2-1-2022	75,000	77,344
<i>Lamar Media Corporation</i>	7.88	4-15-2018	130,000	138,288
<i>Lamar Media Corporation Series C</i>	9.75	4-1-2014	25,000	25,758
<i>LIN Television Corporation</i>	6.38	1-15-2021	25,000	25,656
<i>LIN Television Corporation</i>	8.38	4-15-2018	150,000	159,750
<i>Live Nation Entertainment Incorporated 144A</i>	7.00	9-1-2020	15,000	16,200
<i>Local TV Finance LLC 144A</i>	9.25	6-15-2015	425,000	429,250
<i>Lynx I Corporation 144A</i>	5.38	4-15-2021	25,000	25,438
<i>Lynx II Corporation 144A</i>	6.38	4-15-2023	25,000	25,813
<i>National CineMedia LLC</i>	6.00	4-15-2022	170,000	175,950
<i>National CineMedia LLC</i>	7.88	7-15-2021	50,000	55,000
<i>Nexstar Broadcasting Group</i>	6.88	11-15-2020	145,000	153,338
<i>Regal Cinemas Corporation</i>	8.63	7-15-2019	285,000	306,375
<i>Regal Entertainment Group</i>	5.75	6-15-2023	30,000	29,513
				3,080,327

**Specialty Retail : 0.44%**

<i>ABC Supply Company Incorporated 144A</i>	5.63	4-15-2021	40,000	40,500
<i>Ahern Rentals Incorporated 144A</i>	9.50	6-15-2018	85,000	91,375
<i>L Brands Incorporated</i>	6.63	4-1-2021	25,000	27,531
<i>Neiman Marcus Group Limited 144A</i>	8.00	10-15-2021	15,000	15,413
<i>Penske Auto Group Incorporated</i>	5.75	10-1-2022	80,000	80,800
<i>Rent-A-Center Incorporated</i>	6.63	11-15-2020	145,000	153,338
<i>Toys R Us Property Company II LLC</i>	8.50	12-1-2017	100,000	103,625
				512,582

**Consumer Staples : 0.08%**



**Food Products : 0.08%**

<i>Hawk Acquisition Incorporated 144A</i>	4.25	10-15-2020	100,000	96,250
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**Energy : 5.61%****Energy Equipment & Services : 1.54%**

<i>Cleaver Brooks Incorporated 144A</i>	8.75	12-15-2019	25,000	27,313
<i>Dresser-Rand Group Incorporated</i>	6.50	5-1-2021	90,000	95,400
<i>Era Group Incorporated</i>	7.75	12-15-2022	185,000	189,625
<i>Forum Energy Technologies Incorporated 144A</i>	6.25	10-1-2021	15,000	15,638
<i>Gulfmark Offshore Incorporated</i>	6.38	3-15-2022	330,000	334,950
<i>Hornbeck Offshore Services Incorporated</i>	5.00	3-1-2021	190,000	187,150
<i>Hornbeck Offshore Services Incorporated</i>	5.88	4-1-2020	40,000	41,200
<i>NGPL PipeCo LLC 144A</i>	7.77	12-15-2037	350,000	306,250
<i>Oil States International Incorporated</i>	6.50	6-1-2019	164,000	174,455
<i>PHI Incorporated</i>	8.63	10-15-2018	380,000	408,500
<i>Pride International Incorporated</i>	8.50	6-15-2019	10,000	12,800
				1,793,281

**Oil, Gas & Consumable Fuels : 4.07%**

<i>Crestwood Midstream Partners LP 144A</i>	6.13	3-1-2022	25,000	25,563
<i>CVR Refining LLC</i>	6.50	11-1-2022	100,000	99,000

**Portfolio of investments**    **November 30, 2013 (unaudited)**    **Wells Fargo Advantage Utilities and High Income Fund**

<b>Security name</b>	<b>Interest rate</b>	<b>Maturity date</b>	<b>Principal</b>	<b>Value</b>
<b>Oil, Gas &amp; Consumable Fuels (continued)</b>				
<i>Denbury Resources Incorporated</i>	4.63%	7-15-2023	\$ 25,000	\$ 22,563
<i>Denbury Resources Incorporated</i>	6.38	8-15-2021	25,000	26,688
<i>Denbury Resources Incorporated</i>	8.25	2-15-2020	140,000	154,525
<i>El Paso Corporation</i>	6.50	9-15-2020	45,000	48,579
<i>El Paso Corporation</i>	7.00	6-15-2017	75,000	84,864
<i>El Paso Corporation</i>	7.25	6-1-2018	175,000	199,001
<i>El Paso Corporation</i>	7.42	2-15-2037	90,000	86,400
<i>El Paso Corporation</i>	7.80	8-1-2031	100,000	102,247
<i>Energy Transfer Equity LP</i>	7.50	10-15-2020	300,000	342,000
<i>Exterran Partners LP 144A</i>	6.00	4-1-2021	225,000	223,875
<i>Inergy Midstream LP 144A</i>	6.00	12-15-2020	76,000	77,805
<i>Kinder Morgan Energy 144A</i>	6.00	1-15-2018	25,000	27,483
<i>Murphy Oil USA Incorporated 144A</i>	6.00	8-15-2023	30,000	30,600
<i>Northern Tier Energy LLC</i>	7.13	11-15-2020	140,000	144,550
<i>Petrohawk Energy Corporation</i>	7.88	6-1-2015	95,000	97,375
<i>Petrohawk Energy Corporation</i>	10.50	8-1-2014	60,000	61,080
<i>Pioneer Natural Resources Company</i>	7.50	1-15-2020	145,000	177,595
<i>Plains Exploration &amp; Production Company</i>	8.63	10-15-2019	325,000	358,615
<i>Rockies Express Pipeline LLC 144A</i>	5.63	4-15-2020	260,000	239,200
<i>Rockies Express Pipeline LLC 144A</i>	6.00	1-15-2019	25,000	23,750
<i>Rockies Express Pipeline LLC 144A</i>	6.88	4-15-2040	435,000	365,400
<i>Rockies Express Pipeline LLC 144A</i>	7.50	7-15-2038	205,000	180,400
<i>Sabine Pass Liquefaction LLC 144A</i>	5.63	4-15-2023	75,000	71,063
<i>Sabine Pass Liquefaction LLC 144A</i>	6.25	3-15-2022	125,000	124,688
<i>Sabine Pass LNG LP 144A</i>	5.63	2-1-2021	75,000	74,063
<i>Sabine Pass LNG LP</i>	6.50	11-1-2020	390,000	403,650
<i>Sabine Pass LNG LP</i>	7.50	11-30-2016	370,000	418,100
<i>Semgroup LP 144A</i>	7.50	6-15-2021	210,000	220,500
<i>Suburban Propane Partners LP</i>	7.38	3-15-2020	60,000	64,350
<i>Suburban Propane Partners LP</i>	7.38	8-1-2021	26,000	28,113
<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	98,100
				4,746,883

**Financials : 5.35%****Commercial Banks : 0.40%**

<i>CIT Group Incorporated</i>	5.25	3-15-2018	25,000	26,938
<i>CIT Group Incorporated 144A</i>	5.50	2-15-2019	100,000	107,750
<i>CIT Group Incorporated 144A</i>	6.63	4-1-2018	50,000	56,500

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<i>Emigrant Bancorp Incorporated 144A</i>	6.25	6-15-2014	275,000	279,125
				470,313

**Consumer Finance : 3.13%**

<i>Ally Financial Incorporated</i>	5.50	2-15-2017	50,000	54,095
<i>Ally Financial Incorporated</i>	6.75	12-1-2014	36,000	37,845
<i>Ally Financial Incorporated</i>	7.50	9-15-2020	90,000	105,525
<i>Ally Financial Incorporated</i>	8.00	3-15-2020	65,000	78,000
<i>Ally Financial Incorporated</i>	8.30	2-12-2015	825,000	891,000
<i>BMC Software Finance Incorporated</i>	8.13	7-15-2021	45,000	47,700
<i>Clearwire Communications Finance Corporation 144A</i>	12.00	12-1-2015	130,000	133,900
<i>Ford Motor Credit Company LLC</i>	8.00	12-15-2016	25,000	29,717
<i>General Motors Financial Company Incorporated</i>	6.75	6-1-2018	120,000	135,900
<i>Homer City Funding LLC (PIK at 9.23%) ¥</i>	8.73	10-1-2026	149,149	153,251
<i>International Lease Finance Corporation 144A</i>	7.13	9-1-2018	35,000	40,469
<i>International Lease Finance Corporation</i>	8.63	9-15-2015	75,000	83,531
<i>Nielsen Finance LLC</i>	4.50	10-1-2020	15,000	14,588
<i>Nielsen Finance LLC</i>	7.75	10-15-2018	515,000	560,063
<i>SLM Corporation</i>	7.25	1-25-2022	70,000	74,200
<i>SLM Corporation</i>	8.00	3-25-2020	330,000	374,550
<i>SLM Corporation</i>	8.45	6-15-2018	125,000	145,625
<i>Springleaf Finance Corporation 144A</i>	6.00	6-1-2020	175,000	172,375

**Wells Fargo Advantage Utilities and High Income Fund**      **Portfolio of investments**      **November 30, 2013 (unaudited)**

Security name	Interest rate	Maturity date	Principal	Value
<b>Consumer Finance (continued)</b>				
<i>Springleaf Finance Corporation</i>	5.40%	12-1-2015	\$ 140,000	\$ 146,825
<i>Springleaf Finance Corporation</i>	5.75	9-15-2016	50,000	52,844
<i>Springleaf Finance Corporation</i>	6.50	9-15-2017	50,000	53,188
<i>Springleaf Finance Corporation</i>	6.90	12-15-2017	243,000	262,440
<i>Springleaf Finance Corporation 144A</i>	7.75	10-1-2021	7,000	7,438
				3,655,069
<b>Diversified Financial Services : 0.58%</b>				
<i>Denali Borrower/Finance Corporation 144A</i>	5.63	10-15-2020	315,000	310,275
<i>MPH Intermediate Holding Company (PIK at 9.13%) 144A</i>	8.38	8-1-2018	25,000	25,875
<i>Nuveen Investments Incorporated</i>	5.50	9-15-2015	275,000	275,000
<i>Nuveen Investments Incorporated 144A</i>	9.13	10-15-2017	50,000	49,625
<i>Sophia Holding Finance LP (PIK at 9.64%) 144A</i>	9.63	12-1-2018	10,000	10,075
				670,850
<b>Insurance : 0.04%</b>				
<i>Fidelity &amp; Guaranty Life Holdings Incorporated 144A</i>	6.38	4-1-2021	45,000	46,800
<b>Real Estate Management &amp; Development : 0.36%</b>				
<i>Hockey Incorporated 144A</i>	7.88	10-1-2021	230,000	237,763
<i>Onex Corporation 144A</i>	7.75	1-15-2021	175,000	178,938
				416,701
<b>REITs : 0.84%</b>				
<i>DuPont Fabros Technology Incorporated 144A</i>	5.88	9-15-2021	340,000	350,200
<i>Omega Healthcare Investors Incorporated</i>	6.75	10-15-2022	125,000	135,938
<i>Sabra Health Care Incorporated</i>	5.38	6-1-2023	50,000	48,750
<i>Sabra Health Care Incorporated</i>	8.13	11-1-2018	98,000	106,085
<i>The Geo Group Incorporated</i>	5.13	4-1-2023	125,000	116,563
<i>The Geo Group Incorporated 144A</i>	5.88	1-15-2022	200,000	200,000
<i>The Geo Group Incorporated</i>	6.63	2-15-2021	20,000	21,200
				978,736

**Health Care : 1.50%**

**Health Care Equipment & Supplies : 0.10%**

<i>Hologic Incorporated</i>	6.25	8-1-2020	110,000	116,050
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**Health Care Providers & Services : 1.34%**

<i>Aviv Healthcare Properties LP 144A</i>	6.00	10-15-2021	40,000	41,000
<i>Aviv Healthcare Properties LP</i>	7.75	2-15-2019	100,000	107,500
<i>Capella Healthcare Incorporated</i>	9.25	7-1-2017	65,000	69,713
<i>Centene Corporation</i>	5.75	6-1-2017	75,000	80,063
<i>DaVita HealthCare Partners Incorporated</i>	5.75	8-15-2022	55,000	56,100
<i>DaVita HealthCare Partners Incorporated</i>	6.38	11-1-2018	5,000	5,250
<i>HCA Incorporated</i>	5.88	3-15-2022	25,000	25,938
<i>HCA Incorporated</i>	6.50	2-15-2020	175,000	193,156
<i>HCA Incorporated</i>	7.50	11-15-2095	50,000	44,500
<i>HCA Incorporated</i>	8.50	4-15-2019	275,000	293,906
<i>Health Management Associates Incorporated</i>	6.13	4-15-2016	50,000	55,375
<i>HealthSouth Corporation</i>	5.75	11-1-2024	25,000	24,813
<i>HealthSouth Corporation</i>	7.25	10-1-2018	20,000	21,450
<i>HealthSouth Corporation</i>	8.13	2-15-2020	60,000	66,000
<i>MPT Operating Partnership LP</i>	6.38	2-15-2022	50,000	51,500
<i>MPT Operating Partnership LP</i>	6.88	5-1-2021	125,000	134,063
<i>Multiplan Incorporated 144A</i>	9.88	9-1-2018	165,000	182,325
<i>Select Medical Corporation</i>	6.38	6-1-2021	70,000	67,200
<i>Tenet Healthcare Corporation 144A</i>	6.00	10-1-2020	15,000	15,675

**Portfolio of investments    November 30, 2013 (unaudited)    Wells Fargo Advantage Utilities and High Income Fund**

Security name	Interest rate	Maturity date	Principal	Value
<b>Health Care Providers &amp; Services (continued)</b>				
<i>Tenet Healthcare Corporation</i>	8.13%	4-1-2022	\$ 25,000	\$ 27,125
				1,562,652
<b>Health Care Technology : 0.03%</b>				
<i>Healthcare Technology Intermediate Incorporated (PIK at 8.13%) 144A</i>	7.38	9-1-2018	35,000	35,963
<b>Pharmaceuticals : 0.03%</b>				
<i>Pinnacle Incorporated 144A</i>	9.50	10-1-2023	35,000	37,363
<b>Industrials : 1.52%</b>				
<b>Aerospace &amp; Defense : 0.13%</b>				
<i>TransDigm Group Incorporated</i>	5.50	10-15-2020	70,000	69,125
<i>TransDigm Group Incorporated</i>	7.75	12-15-2018	75,000	80,625
				149,750
<b>Air Freight &amp; Logistics : 0.18%</b>				
<i>Bristow Group Incorporated</i>	6.25	10-15-2022	195,000	206,213
<b>Airlines : 0.14%</b>				
<i>Aviation Capital Group Corporation 144A</i>	6.75	4-6-2021	100,000	108,271
<i>Aviation Capital Group Corporation 144A</i>	7.13	10-15-2020	50,000	55,853
				164,124
<b>Commercial Services &amp; Supplies : 0.38%</b>				
<i>ADT Corporation 144A</i>	6.25	10-15-2021	45,000	46,969
<i>Covanta Holding Corporation</i>	6.38	10-1-2022	50,000	51,509
<i>Covanta Holding Corporation</i>	7.25	12-1-2020	10,000	10,921
<i>Iron Mountain Incorporated</i>	5.75	8-15-2024	25,000	23,375
<i>Iron Mountain Incorporated</i>	6.00	8-15-2023	205,000	209,100
<i>Iron Mountain Incorporated</i>	8.38	8-15-2021	99,000	106,920
				448,794
<b>Machinery : 0.25%</b>				

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<i>Columbus McKinnon Corporation</i>	7.88	2-1-2019	75,000	80,250
<i>H&amp;E Equipment Services Incorporated</i>	7.00	9-1-2022	195,000	213,038
				293,288

**Professional Services : 0.14%**

<i>Interactive Data Corporation</i>	10.25	8-1-2018	150,000	164,625
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**Trading Companies & Distributors : 0.22%**

<i>Ashtead Capital Incorporated 144A</i>	6.50	7-15-2022	235,000	251,450
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**Transportation Infrastructure : 0.08%**

<i>Florida East Coast Railway Corporation</i>	8.13	2-1-2017	65,000	68,006
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<i>Watco Companies LLC 144A</i>	6.38	4-1-2023	30,000	29,925
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97,931

**Information Technology : 1.97%**

**Communications Equipment : 0.18%**

<i>Avaya Incorporated</i>	9.75	11-1-2015	50,000	50,000
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<i>CyrusOne LP</i>	6.38	11-15-2022	25,000	25,625
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<i>Lucent Technologies Incorporated</i>	6.45	3-15-2029	155,000	134,075
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209,700

**Wells Fargo Advantage Utilities and High Income Fund**      **Portfolio of investments**      **November 30, 2013 (unaudited)**

Security name	Interest rate	Maturity date	Principal	Value
<b>Electronic Equipment, Instruments &amp; Components : 0.64%</b>				
<i>CDW Financial Corporation</i>	12.54%	10-12-2017	\$ 16,000	\$ 16,760
<i>Jabil Circuit Incorporated</i>	8.25	3-15-2018	620,000	734,700
				751,460
<b>Internet Software &amp; Services : 0.01%</b>				
<i>Verisign Incorporated</i>	4.63	5-1-2023	10,000	9,575
<b>IT Services : 1.05%</b>				
<i>Audatex North America Incorporated 144A</i>	6.00	6-15-2021	125,000	130,625
<i>Audatex North America Incorporated 144A</i>	6.13	11-1-2023	30,000	30,975
<i>Fidelity National Information Services Incorporated</i>	7.88	7-15-2020	100,000	109,746
<i>First Data Corporation 144A</i>	7.38	6-15-2019	50,000	53,500
<i>First Data Corporation</i>	11.25	3-31-2016	168,000	170,310
<i>First Data Corporation 144A</i>	11.75	8-15-2021	155,000	160,813
<i>SunGard Data Systems Incorporated</i>	7.38	11-15-2018	515,000	545,256
<i>SunGard Data Systems Incorporated</i>	7.63	11-15-2020	25,000	27,188
				1,228,413
<b>Software : 0.09%</b>				
<i>Activision Blizzard Incorporated 144A</i>	5.63	9-15-2021	45,000	46,744
<i>Activision Blizzard Incorporated 144A</i>	6.13	9-15-2023	10,000	10,475
<i>Nuance Communications Incorporated 144A</i>	5.38	8-15-2020	50,000	47,125
				104,344
<b>Materials : 0.44%</b>				
<b>Chemicals : 0.06%</b>				
<i>Celanese US Holdings LLC</i>	5.88	6-15-2021	20,000	21,350
<i>Chemtura Corporation</i>	5.75	7-15-2021	50,000	50,625
				71,975
<b>Containers &amp; Packaging : 0.23%</b>				
<i>Crown Americas LLC</i>	6.25	2-1-2021	20,000	21,600
<i>Crown Cork &amp; Seal Company Incorporated</i>	7.38	12-15-2026	15,000	16,500



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<i>Crown Cork &amp; Seal Company Incorporated (i)</i>	7.50	12-15-2096	50,000	46,000
<i>Owens-Illinois Incorporated</i>	7.80	5-15-2018	60,000	69,600
<i>Sealed Air Corporation 144A</i>	6.88	7-15-2033	70,000	65,800
<i>Silgan Holdings Incorporated</i>	5.00	4-1-2020	50,000	49,750
				269,250

**Paper & Forest Products : 0.15%**

<i>Georgia-Pacific LLC</i>	8.88	5-15-2031	125,000	174,646
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**Telecommunication Services : 3.96%**

**Diversified Telecommunication Services : 1.85%**

<i>Citizens Communications Company</i>	7.88	1-15-2027	200,000	195,250
<i>Frontier Communications Corporation</i>	8.13	10-1-2018	60,000	69,300
<i>GCI Incorporated</i>	6.75	6-1-2021	170,000	163,200
<i>GCI Incorporated</i>	8.63	11-15-2019	368,000	391,000
<i>Qwest Corporation</i>	7.25	9-15-2025	125,000	133,293
<i>Qwest Corporation</i>	7.63	8-3-2021	20,000	21,200
<i>Syniverse Holdings Incorporated</i>	9.13	1-15-2019	365,000	398,763
<i>TW Telecommunications Holdings Incorporated 144A</i>	5.38	10-1-2022	40,000	39,850
<i>TW Telecommunications Holdings Incorporated</i>	5.38	10-1-2022	445,000	443,331
<i>Windstream Corporation</i>	7.88	11-1-2017	265,000	304,088
				2,159,275

**Portfolio of investments    November 30, 2013 (unaudited)    Wells Fargo Advantage Utilities and High Income Fund**

Security name	Interest rate	Maturity date	Principal	Value
<b>Wireless Telecommunication Services : 2.11%</b>				
<i>Cricket Communications Incorporated</i>	7.75%	10-15-2020	\$ 180,000	\$ 206,325
<i>Crown Castle International Corporation</i>	5.25	1-15-2023	75,000	74,063
<i>Crown Castle International Corporation</i>	7.13	11-1-2019	10,000	10,829
<i>MetroPCS Wireless Incorporated 144A</i>	6.25	4-1-2021	10,000	10,400
<i>MetroPCS Wireless Incorporated</i>	6.63	11-15-2020	240,000	254,100
<i>MetroPCS Wireless Incorporated 144A</i>	6.63	4-1-2023	35,000	36,050
<i>MetroPCS Wireless Incorporated</i>	7.88	9-1-2018	130,000	140,075
<i>SBA Telecommunications Corporation</i>	5.63	10-1-2019	10,000	10,275
<i>SBA Telecommunications Corporation</i>	5.75	7-15-2020	100,000	104,250
<i>SBA Telecommunications Corporation</i>	8.25	8-15-2019	7,000	7,560
<i>Sprint Capital Corporation</i>	6.88	11-15-2028	1,100,000	1,045,000
<i>Sprint Capital Corporation</i>	8.75	3-15-2032	220,000	236,500
<i>Sprint Corporation 144A</i>	7.25	9-15-2021	10,000	10,825
<i>Sprint Corporation 144A</i>	7.88	9-15-2023	10,000	10,950
<i>Sprint Nextel Corporation 144A</i>	9.00	11-15-2018	25,000	30,250
<i>Sprint Nextel Corporation</i>	11.50	11-15-2021	25,000	32,750
<i>T-Mobile USA Incorporated</i>	6.13	1-15-2022	5,000	5,094
<i>T-Mobile USA Incorporated</i>	6.46	4-28-2019	10,000	10,650
<i>T-Mobile USA Incorporated</i>	6.50	1-15-2024	5,000	5,063
<i>T-Mobile USA Incorporated</i>	6.54	4-28-2020	10,000	10,600
<i>T-Mobile USA Incorporated</i>	6.63	4-28-2021	65,000	68,088
<i>T-Mobile USA Incorporated</i>	6.73	4-28-2022	95,000	99,038
<i>T-Mobile USA Incorporated</i>	6.84	4-28-2023	35,000	36,400
				2,455,135

**Utilities : 1.64%****Electric Utilities : 0.90%**

<i>Energy Future Intermediate Holding Company LLC 144A</i>				
	6.88	8-15-2017	25,000	25,625
<i>IPALCO Enterprises Incorporated</i>	5.00	5-1-2018	100,000	105,250
<i>IPALCO Enterprises Incorporated 144A</i>	7.25	4-1-2016	160,000	176,400
<i>Mirant Mid-Atlantic LLC Series C</i>	10.06	12-30-2028	438,432	486,660
<i>Otter Tail Corporation</i>	9.00	12-15-2016	215,000	258,633
				1,052,568

**Gas Utilities : 0.24%**

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<i>AmeriGas Finance LLC</i>	6.50	5-20-2021	5,000	5,300
<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	81,188
				277,238

**Independent Power Producers & Energy Traders : 0.50%**

<i>Calpine Corporation 144A</i>	6.00	1-15-2022	35,000	35,963
<i>NRG Energy Incorporated</i>	8.50	6-15-2019	185,000	201,188
<i>NSG Holdings LLC 144A</i>	7.75	12-15-2025	245,000	260,925
<i>Reliant Energy Incorporated</i>	9.24	7-2-2017	67,388	69,410
<i>Reliant Energy Incorporated</i>	9.68	7-2-2026	10,000	10,300
				577,786

**Total Corporate Bonds and Notes (Cost \$31,536,892)**

33,134,350

**Dividend yield**

**Shares**

**Preferred Stocks : 15.41%**

**Financials : 0.08%**

**Diversified Financial Services : 0.08%**

<i>GMAC Capital Trust I</i>	8.13		3,457	92,786
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**Wells Fargo Advantage Utilities and High Income Fund**      **Portfolio of investments**      **November 30, 2013 (unaudited)**

Security name	Dividend yield	Shares	Value
<b>Telecommunication Services : 1.88%</b>			
<b>Diversified Telecommunication Services : 1.88%</b>			
<i>Qwest Corporation</i>	7.00%	90,000	\$ 2,196,000
<b>Utilities : 13.45%</b>			
<b>Electric Utilities : 9.77%</b>			
<i>Duke Energy Corporation</i>	5.13	130,000	2,752,100
<i>Entergy Arkansas Incorporated</i>	4.75	15,000	288,300
<i>Entergy Louisiana LLC</i>	4.70	45,483	865,996
<i>Indianapolis Power &amp; Light Company</i>	5.65	20,000	2,004,376
<i>Interstate Power &amp; Light Company</i>	5.10	50,000	1,070,000
<i>SCE Trust I</i>	5.63	23,000	482,310
<i>Southern California Edison</i>	6.50	34,908	3,453,710
<i>Wisconsin Public Service</i>	5.08	4,804	481,751
			11,398,543
<b>Multi-Utilities : 3.68%</b>			
<i>DTE Energy Company Series Q</i>	5.25	100,000	2,005,900
<i>Integrus Energy Group</i>	6.00	95,000	2,284,750
			4,290,650
<b>Total Preferred Stocks (Cost \$19,698,099)</b>			17,977,979

	Interest rate	Maturity date	Principal	
<b>Term Loans ±: 3.27%</b>				
<i>Alliance Laundry Systems LLC</i>	9.50	12-10-2019	\$ 144,122	145,383
<i>Applied Systems Incorporated</i>	8.25	6-8-2017	20,000	20,125
<i>Capital Automotive LP</i>	4.00	4-10-2019	198,596	199,527
<i>Capital Automotive LP</i>	6.00	4-30-2020	110,000	113,300
<i>CBAC Borrower LLC</i>	8.25	7-2-2020	85,000	87,550
<i>CCM Merger Incorporated</i>	5.00	3-1-2017	158,118	158,711
<i>Centaur LLC</i>	8.75	2-20-2020	135,000	137,700
<i>Dell International LLC</i>	4.50	4-29-2020	690,000	682,790
<i>Federal-Mogul Corporation</i>	2.11	12-27-2014	65,520	64,668

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<i>Federal-Mogul Corporation</i>	2.11	12-27-2015	36,218	35,747
<i>Focus Brands Incorporated</i>	10.25	8-21-2018	176,935	179,146
<i>Four Seasons Holdings Incorporated</i>	6.25	12-24-2020	25,000	25,594
<i>Learfield Communications Incorporated</i>	8.75	10-9-2021	10,000	10,200
<i>Level 3 Financing Incorporated</i>	4.00	1-15-2020	250,000	251,563
<i>Philadelphia Energy Solutions LLC</i>	6.25	4-4-2018	223,875	199,994
<i>Spin Holdco Incorporated &lt;</i>	4.25	11-14-2019	120,000	120,076
<i>Springleaf Finance Corporation</i>	4.75	9-30-2019	35,000	35,350
<i>Tallgrass Energy Partners LP</i>	5.25	11-13-2018	103,074	103,117
<i>Texas Competitive Electric Holdings LLC</i>	3.73	10-10-2014	1,471,940	1,057,924
<i>TWCC Holdings Corporation</i>	7.00	6-26-2020	15,000	15,356
<i>Vertafore Incorporated &lt;</i>	0.00	10-29-2017	35,000	35,554
<i>W3 Company</i>	9.25	9-13-2020	19,950	20,150
<i>WASH Multifamily Laundry Systems LLC</i>	4.50	2-21-2019	109,450	109,587
<b>Total Term Loans (Cost \$4,145,488)</b>				<b>3,809,112</b>

**Expiration date      Shares**

**Warrants : 0.06%**

**Utilities : 0.06%**

**Electric Utilities : 0.00%**

China Hydroelectric Company ADR	1-25-2014	10,000	250
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**Portfolio of investments**    **November 30, 2013 (unaudited)**    **Wells Fargo Advantage Utilities and High Income Fund**

Security name	Expiration date	Shares	Value
<b>Gas Utilities : 0.06%</b>			
<i>Kinder Morgan Incorporated</i>	5-25-2017	16,000	\$ 70,400
<b>Total Warrants (Cost \$42,480)</b>			70,650

	Interest rate	Maturity date	Principal	
<b>Yankee Corporate Bonds and Notes : 1.71%</b>				
<b>Consumer Discretionary : 0.04%</b>				
<b>Media : 0.04%</b>				
<i>Videotron Limited</i>	5.00%	7-15-2022	\$ 35,000	34,300
<i>Videotron Limited</i>	9.13	4-15-2018	15,000	15,806
				50,106

<b>Energy : 0.06%</b>				
<b>Oil, Gas &amp; Consumable Fuels : 0.06%</b>				
<i>Griffin Coal Mining Company Limited (s)144A</i>	9.50	12-1-2016	93,118	74,727

<b>Financials : 0.13%</b>				
<b>Consumer Finance : 0.10%</b>				
<i>Wind Acquisition Finance SpA 144A</i>	11.75	7-15-2017	110,000	116,875
<b>Diversified Financial Services : 0.03%</b>				
<i>Nielsen Holding and Finance BV 144A</i>	5.50	10-1-2021	30,000	30,675

<b>Health Care : 0.13%</b>				
<b>Pharmaceuticals : 0.13%</b>				
<i>Valeant Pharmaceuticals Company 144A%%</i>	5.63	12-1-2021	5,000	5,025
<i>VPII Escrow Corporation 144A</i>	6.75	8-15-2018	50,000	55,063
<i>VPII Escrow Corporation 144A</i>	7.50	7-15-2021	85,000	93,500
				153,588

<b>Information Technology : 0.31%</b>				
<b>Computers &amp; Peripherals : 0.31%</b>				

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<i>Seagate Technology HDD Holdings 144A</i>	4.75	6-1-2023	150,000	142,500
<i>Seagate Technology HDD Holdings</i>	6.80	10-1-2016	50,000	56,438
<i>Seagate Technology HDD Holdings</i>	6.88	5-1-2020	80,000	87,000
<i>Seagate Technology HDD Holdings</i>	7.00	11-1-2021	65,000	71,988
				357,926

**Materials : 0.23%**

**Metals & Mining : 0.16%**

<i>Novelis Incorporated</i>	8.38	12-15-2017	100,000	106,750
<i>Novelis Incorporated</i>	8.75	12-15-2020	75,000	84,000
				190,750

**Paper & Forest Products : 0.07%**

<i>Sappi Limited 144A</i>	7.50	6-15-2032	100,000	78,000
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**Telecommunication Services : 0.81%**

**Diversified Telecommunication Services : 0.77%**

<i>Intelsat Bermuda Limited 144A</i>	7.75	6-1-2021	95,000	99,513
<i>Intelsat Bermuda Limited 144A</i>	8.13	6-1-2023	40,000	42,200

<b>Wells Fargo Advantage Utilities and High Income Fund</b>	<b>Portfolio of investments</b>	<b>November 30, 2013</b>
		<b>(unaudited)</b>

Security name	Interest rate	Maturity date	Principal	Value
<b>Diversified Telecommunication Services (continued)</b>				
<i>Intelsat Jackson Holdings SA 144A</i>	5.50%	8-1-2023	\$ 200,000	\$ 191,500
<i>Intelsat Jackson Holdings SA</i>	7.25	4-1-2019	275,000	297,344
<i>Intelsat Jackson Holdings SA</i>	7.25	10-15-2020	150,000	163,875
<i>Intelsat Jackson Holdings SA</i>	7.50	4-1-2021	50,000	54,938
<i>Intelsat Jackson Holdings SA</i>	8.50	11-1-2019	40,000	43,850
				893,220
<b>Wireless Telecommunication Services : 0.04%</b>				
<i>Telesat Canada Incorporated 144A</i>	6.00	5-15-2017	50,000	52,125
<b>Total Yankee Corporate Bonds and Notes (Cost \$1,921,994)</b>				1,997,992
	<b>Yield</b>		<b>Shares</b>	
<b>Short-Term Investments : 3.37%</b>				
<b>Investment Companies : 3.37%</b>				
<i>Wells Fargo Advantage Cash Investment Money Market Fund, Select Class (l)(u)##</i>	0.08		3,934,035	3,934,035
<b>Total Short-Term Investments (Cost \$3,934,035)</b>				3,934,035
<b>Total investments in securities (Cost \$120,889,411)*</b>				
	118.34%			138,072,063
<i>Other assets and liabilities, net</i>	(18.34)			(21,393,090)
<b>Total net assets</b>				\$ 116,678,973

(i) *Illiquid security*  
 < *All or a portion of the position represents an unfunded term loan commitment.*  
 ¥



*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.*

*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.*

*Non-income-earning security*

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

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

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

*(l) Investment in an affiliate*

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

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

*\* Cost for federal income tax purposes is \$121,601,425 and unrealized appreciation (depreciation) consists of:*

<i>Gross unrealized appreciation</i>	<i>\$ 21,313,374</i>
<i>Gross unrealized depreciation</i>	<i>(4,842,736)</i>

<i>Net unrealized appreciation</i>	<i>\$ 16,470,638</i>
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**Wells Fargo Advantage Utilities and High Income Fund (the Fund )**

**Notes to Portfolio of investments November 30, 2013 (unaudited)**

**Securities valuation**

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

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

The values of securities denominated in foreign currencies will be converted to U.S. dollars at rates provided by an independent foreign currency pricing source at a time each business day specified by the Management Valuation Team of Wells Fargo Funds Management, LLC ( Funds Management ).

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 of the Fund 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 November 30, 2013, fair value pricing was not used in pricing foreign securities.

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

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

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

Valuations of fair valued securities are compared to the next actual sales price when available, or other appropriate market values, to assess the continued appropriateness of the fair valuation methodologies used. These securities are

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

### **Foreign currency translation**

The accounting records of the Fund are maintained in U.S. dollars. 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.

**When-issued transactions**

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

**Term loans**

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

As of November 30, 2013, the Fund had unfunded loan commitments of \$75,553.

**1. 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 November 30, 2013, the inputs used in valuing investments in securities were as follows:

<b>Investments in securities</b>	<b>Quoted prices (Level 1)</b>	<b>Other significant observable inputs (Level 2)</b>	<b>Significant unobservable inputs (Level 3)</b>	<b>Total</b>
<b>Equity securities</b>				
<i>Common stocks</i>	\$ 77,147,945	\$ 0	\$ 0	\$ 77,147,945
<i>Preferred stocks</i>	12,038,142	5,939,837	0	17,977,979
<i>Warrants</i>	0	70,650	0	70,650
<b>Corporate bonds and notes</b>	0	33,134,350	0	33,134,350
<b>Term loans</b>	0	3,281,992	527,120	3,809,112
	0	1,997,992	0	1,997,992

**Yankee corporate bonds and notes**

**Short-term investments**

<i>Investment companies</i>	3,934,035	0	0	3,934,035
	\$ 93,120,122	\$ 44,424,821	\$ 527,120	\$ 138,072,063

Transfers in and transfers out are recognized at the end of the reporting period. For the three months ended November 30, 2013, the Fund did not have any transfers into/out of Level 1, Level 2, or Level 3.

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

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

EDFA Economic Development Finance Authority

ETF Exchange-traded fund

EUR Euro

FDIC Federal Deposit Insurance Corporation

FFCB Federal Farm Credit Banks

FGIC Financial Guaranty Insurance Corporation

FHA Federal Housing Administration

FHLB Federal Home Loan Bank

FHLMC Federal Home Loan Mortgage Corporation

FICO The Financing Corporation

FNMA Federal National Mortgage Association

FSA Farm Service Agency

GBP Great British pound

GDR Global depositary receipt

GNMA Government National Mortgage Association

GO General obligation

HCFR Healthcare facilities revenue

HEFA Health & Educational Facilities Authority

HEFAR Higher education facilities authority revenue

HFA Housing Finance Authority

HFFA Health Facilities Financing Authority

HKD Hong Kong dollar

HUD Department of Housing and Urban Development

HUF Hungarian forint

IDA Industrial Development Authority

IDAG Industrial Development Agency

IDR Industrial development revenue

IEP Irish pound

JPY Japanese yen

KRW Republic of Korea won

LIBOR London Interbank Offered Rate

LIQ Liquidity agreement

LLC Limited liability company

LLP Limited liability partnership

LOC Letter of credit

LP Limited partnership

MBIA Municipal Bond Insurance Association

MFHR Multifamily housing revenue

MSTR Municipal securities trust receipts

MTN Medium-term note

MUD Municipal Utility District

MXN Mexican peso

MYR Malaysian ringgit



National National Public Finance Guarantee Corporation

NGN Nigerian naira

NOK Norwegian krone

NZD New Zealand dollar

PCFA Pollution Control Financing Authority

PCL Public Company Limited

PCR Pollution control revenue

PFA Public Finance Authority

PFFA Public Facilities Financing Authority

PFOTER Puttable floating option tax-exempt receipts

plc Public limited company

PLN Polish zloty

PUTTER Puttable tax-exempt receipts

R&D Research & development

Radian Radian Asset Assurance

RAN Revenue anticipation notes

RDA Redevelopment Authority

RDFA Redevelopment Finance Authority

REIT Real estate investment trust

ROC Reset option certificates

RON Romanian lei

RUB Russian ruble

SAVRS Select auction variable rate securities

SBA Small Business Authority

SEK Swedish krona

SFHR Single-family housing revenue

SFMR Single-family mortgage revenue

SGD Singapore dollar

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

TBA To be announced

THB Thai baht

TIPS Treasury inflation-protected securities

TRAN Tax revenue anticipation notes

TRY Turkish lira

TTFA Transportation Trust Fund Authority

TVA Tennessee Valley Authority

ZAR South African rand

ITEM 2. CONTROLS AND PROCEDURES

(a) The President and Treasurer have concluded that the Wells Fargo Advantage 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: January 28, 2014

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

Wells Fargo Advantage Utilities and High  
Income Fund

By: /s/ Karla M. Rabusch

Karla M. Rabusch  
President

Date: January 28, 2014

By: /s/ Nancy Wiser

Nancy Wiser  
Treasurer

Date: January 28, 2014