

WELLS FARGO ADVANTAGE UTILITIES & HIGH INCOME FUND

Form N-Q

July 27, 2012

**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: August 31, 2011**

**Date of reporting period: May 31, 2012**

ITEM 1.    SCHEDULE OF INVESTMENTS

## WELLS FARGO ADVANTAGE UTILITIES AND HIGH INCOME FUND

PORTFOLIO OF INVESTMENTS May 31, 2012 (UNAUDITED)

Security Name	Shares	Value
<b>Common Stocks : 67.18%</b>		
<b>Consumer Discretionary : 7.64%</b>		
<b>Media : 7.64%</b>		
<i>Comcast Corporation Class A</i>	40,300	\$ 1,165,073
<i>Dish Network Corporation</i>	50,000	1,402,000
<i>Mediaset SpA</i>	1,310,000	2,034,488
<i>Vivendi SA</i>	196,333	3,170,522
		7,772,083
<b>Energy : 7.55%</b>		
<b>Oil, Gas &amp; Consumable Fuels : 7.55%</b>		
<i>EQT Corporation</i>	15,000	695,700
<i>Kinder Morgan Incorporated</i>	10,578	361,645
<i>Southwestern Energy Company</i>	25,000	700,750
<i>Spectra Energy Corporation</i>	100,000	2,871,000
<i>The Williams Companies Incorporated</i>	100,000	3,053,000
		7,682,095
<b>Industrials : 5.54%</b>		
<b>Air Freight &amp; Logistics : 3.24%</b>		
<i>Deutsche Post AG</i>	200,000	3,294,037
<b>Building Products : 0.09%</b>		
<i>Ameresco Incorporated Class A</i>	9,000	96,750
<b>Machinery : 2.21%</b>		
<i>Kaydon Corporation</i>	100,600	2,244,386
<b>Information Technology : 0.03%</b>		
<b>Internet Software &amp; Services : 0.03%</b>		
<i>Facebook Incorporated Class A</i>	1,000	29,630
<b>Telecommunication Services : 9.10%</b>		
<b>Diversified Telecommunication Services : 7.39%</b>		
<i>BCE Incorporated</i>	16,000	638,240
<i>France Telecom SA</i>	150,000	1,884,427
<i>Shenandoah Telecommunications Company</i>	40,000	426,400
<i>Tele2 AB Series B</i>	50,000	742,653
<i>Telecom Italia SpA</i>	3,574,400	2,444,120
<i>Telefonica Brasil ADR</i>	18,600	439,332
<i>Windstream Corporation</i>	100,000	936,000
		7,511,172
<b>Wireless Telecommunication Services : 1.71%</b>		
<i>Turkcell Iletisim Hizmetleri AS ADR</i>	80,000	866,400

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<i>Vimpelcom Limited ADR</i>	100,000	737,000
<i>Vodafone Group plc ADR</i>	5,000	133,950
		1,737,350

**Utilities : 37.32%**

<b>Electric Utilities : 30.11%</b>		
<i>American Electric Power Company Incorporated</i>	75,000	2,888,250

1

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PORTFOLIO OF INVESTMENTS May 31, 2012 (UNAUDITED)

WELLS FARGO ADVANTAGE UTILITIES AND HIGH INCOME FUND

Security Name	Shares	Value
<b>Electric Utilities (continued)</b>		
<i>CenterPoint Energy Incorporated</i>	50,000	\$ 1,011,500
<i>CH Energy Group Incorporated</i>	500	32,815
<i>Chesapeake Utilities Corporation</i>	200	8,452
<i>China Hydroelectric Company ADR</i>	10,000	10,200
<i>Duke Energy Corporation</i>	500	10,990
<i>Edison International</i>	2,000	89,920
<i>Enel SpA</i>	350,000	996,248
<i>Entergy Corporation</i>	1,000	64,530
<i>Fortum Corporation</i>	75,000	1,361,387
<i>Great Plains Energy Incorporated</i>	150,000	2,988,000
<i>Hawaiian Electric Industries Incorporated</i>	100,000	2,761,000
<i>Hera Group SpA</i>	1,391,000	1,953,888
<i>ITC Holdings Corporation</i>	60,000	4,137,000
<i>Nextera Energy Incorporated</i>	70,000	4,573,800
<i>Northeast Utilities</i>	101,312	3,648,245
<i>NV Energy Incorporated</i>	75,000	1,297,500
<i>Pepco Holdings Incorporated</i>	100	1,906
<i>Progress Energy Incorporated</i>	400	21,928
<i>South Jersey Industries Incorporated</i>	200	9,682
<i>The Southern Company</i>	60,000	2,754,600
		30,621,841
<b>Gas Utilities : 2.15%</b>		
<i>MDU Resources Group Incorporated</i>	500	11,235
<i>National Fuel Gas Company</i>	50,000	2,161,500
<i>New Jersey Resources Corporation</i>	200	8,396
		2,181,131
<b>Multi-Utilities : 2.93%</b>		
<i>Dominion Resources Incorporated</i>	300	15,618
<i>Public Service Enterprise Group Incorporated</i>	50,000	1,559,500
<i>Sempra Energy</i>	19,900	1,293,699
<i>Wisconsin Energy Corporation</i>	3,000	113,520
		2,982,337
<b>Water Utilities : 2.13%</b>		
<i>American Water Works Company Incorporated</i>	50,000	1,710,500
<i>Middlesex Water Company</i>	25,000	455,500
		2,166,000
<b>Total Common Stocks (Cost \$71,418,839)</b>		68,318,812

	Interest Rate	Maturity Date	Principal
<b>Corporate Bonds and Notes : 31.05%</b>			
<b>Consumer Discretionary : 7.14%</b>			

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**Auto Components : 0.61%**

<i>Allison Transmission Incorporated 144A</i>	7.13	05/15/2019	\$ 250,000	261,250
<i>Cooper Tire &amp; Rubber Company</i>	7.63	03/15/2027	215,000	212,850
<i>Goodyear Tire &amp; Rubber Company</i>	7.00	05/15/2022	25,000	24,500
<i>UR Financing Escrow Company 144A</i>	5.75	07/15/2018	125,000	127,188
				625,788

**Diversified Consumer Services : 0.85%**

<i>Carriage Services Incorporated</i>	7.88	01/15/2015	185,000	186,388
<i>Service Corporation International</i>	6.75	04/01/2016	100,000	108,250
<i>Service Corporation International</i>	7.50	04/01/2027	465,000	467,325

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PORTFOLIO OF INVESTMENTS May 31, 2012 (UNAUDITED)

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Diversified Consumer Services (continued)</b>				
<i>Service Corporation International</i>	7.63%	10/01/2018	\$ 25,000	\$ 28,000
<i>Service Corporation International</i>	8.00	11/15/2021	40,000	44,800
<i>Service Corporation International Series WI</i>	7.00	06/15/2017	25,000	27,813
				862,576

**Hotels, Restaurants & Leisure : 2.23%**

<i>Ameristar Casinos Incorporated</i>	7.50	04/15/2021	225,000	233,438
<i>Burger King Corporation</i>	9.88	10/15/2018	75,000	84,656
<i>CCM Merger Incorporated 144A</i>	9.13	05/01/2019	125,000	125,000
<i>Chukchansi EDA 144A±(i)</i>	4.23	11/15/2012	100,000	74,000
<i>Cinemark USA Incorporated</i>	7.38	06/15/2021	75,000	80,250
<i>Cinemark USA Incorporated</i>	8.63	06/15/2019	50,000	54,375
<i>CityCenter Finance Corporation</i>	7.63	01/15/2016	25,000	25,875
<i>CityCenter Finance Corporation 144A</i>	7.63	01/15/2016	125,000	129,063
<i>CityCenter Finance Corporation ¥</i>	11.50	01/15/2017	139,533	149,300
<i>DineEquity Incorporated</i>	9.50	10/30/2018	350,000	380,188
<i>Greektown Superholdings Incorporated</i>	13.00	07/01/2015	450,000	490,500
<i>Penn National Gaming Incorporated</i>	8.75	08/15/2019	75,000	82,688
<i>Ruby Tuesday Incorporated 144A</i>	7.63	05/15/2020	150,000	138,750
<i>Scientific Games Corporation</i>	9.25	06/15/2019	60,000	66,000
<i>Speedway Motorsports Incorporated</i>	6.75	02/01/2019	25,000	25,688
<i>Speedway Motorsports Incorporated</i>	8.75	06/01/2016	120,000	129,000
				2,268,771

**Household Durables : 0.03%**

<i>American Greetings Corporation</i>	7.38	12/01/2021	25,000	26,000
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**Media : 2.85%**

<i>Cablevision Systems Corporation</i>	8.63	09/15/2017	145,000	158,413
<i>CCH II Capital Corporation</i>	13.50	11/30/2016	605,000	677,600
<i>CSC Holdings LLC</i>	7.63	07/15/2018	25,000	27,000
<i>CSC Holdings LLC</i>	7.88	02/15/2018	75,000	81,375
<i>DISH DBS Corporation</i>	7.88	09/01/2019	115,000	127,938
<i>Gray Television Incorporated</i>	10.50	06/29/2015	350,000	360,500
<i>Interactive Data Corporation</i>	10.25	08/01/2018	150,000	166,125
<i>Lamar Media Corporation 144A</i>	5.88	02/01/2022	25,000	25,156
<i>Lamar Media Corporation</i>	7.88	04/15/2018	75,000	80,625
<i>Lamar Media Corporation Series C</i>	9.75	04/01/2014	25,000	28,063
<i>LIN Television Corporation</i>	8.38	04/15/2018	100,000	102,500
<i>Local TV Finance LLC 144A¥</i>	9.25	06/15/2015	275,000	280,156
<i>NAI Entertainment Holdings LLC 144A</i>	8.25	12/15/2017	150,000	163,500
<i>National CineMedia LLC 144A</i>	6.00	04/15/2022	75,000	74,813
<i>National CineMedia LLC</i>	7.88	07/15/2021	50,000	52,250
<i>Regal Cinemas Corporation</i>	8.63	07/15/2019	250,000	271,875
<i>Salem Communications Corporation</i>	9.63	12/15/2016	202,000	221,190

2,899,079

**Specialty Retail : 0.36%**



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<i>Gap Incorporated</i>	5.95	04/12/2021	50,000	51,662
<i>Limited Brands Incorporated</i>	6.63	04/01/2021	25,000	26,813
<i>Radioshack Corporation</i>	6.75	05/15/2019	150,000	110,813
<i>Rent A Center Incorporated</i>	6.63	11/15/2020	25,000	26,250
<i>Toys R Us Property Company II LLC</i>	8.50	12/01/2017	150,000	154,285
				369,823

**Textiles, Apparel & Luxury Goods : 0.21%**

<i>Oxford Industries Incorporated</i>	11.38	07/15/2015	200,000	213,252
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PORTFOLIO OF INVESTMENTS May 31, 2012 (UNAUDITED)

WELLS FARGO ADVANTAGE UTILITIES AND HIGH INCOME  
FUND

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Consumer Staples : 0.20%</b>				
<b>Food Products : 0.20%</b>				
<i>Dole Food Company Incorporated</i>	13.88%	03/15/2014	\$ 181,000	\$ 206,340
<b>Energy : 4.70%</b>				
<b>Energy Equipment &amp; Services : 1.10%</b>				
<i>Bristow Group Incorporated</i>	7.50	09/15/2017	135,000	139,725
<i>Dresser Rand Group Incorporated</i>	6.50	05/01/2021	75,000	76,500
<i>Gulfmark Offshore Incorporated 144A</i>	6.38	03/15/2022	175,000	175,875
<i>Hornbeck Offshore Services Incorporated 144A</i>	5.88	04/01/2020	25,000	24,500
<i>Hornbeck Offshore Services Incorporated Series B</i>	8.00	09/01/2017	55,000	57,613
<i>NGPL PipeCo LLC 144A</i>	7.12	12/15/2017	25,000	23,875
<i>NGPL PipeCo LLC 144A</i>	7.77	12/15/2037	175,000	151,375
<i>NGPL PipeCo LLC 144A</i>	9.63	06/01/2019	125,000	129,063
<i>Oil States International Incorporated</i>	6.50	06/01/2019	125,000	129,063
<i>PHI Incorporated</i>	8.63	10/15/2018	200,000	205,000
<i>Pride International Incorporated</i>	8.50	06/15/2019	10,000	13,077
				1,125,666
<b>Oil, Gas &amp; Consumable Fuels : 3.60%</b>				
<i>Coffeyville Resources Energy Incorporated 144A</i>	9.00	04/01/2015	95,000	101,175
<i>Coffeyville Resources Energy Incorporated 144A</i>	10.88	04/01/2017	100,000	112,500
<i>Crestwood Midstream Partnership Company</i>	7.75	04/01/2019	50,000	50,375
<i>Denbury Resources Incorporated</i>	6.38	08/15/2021	25,000	25,938
<i>Denbury Resources Incorporated</i>	8.25	02/15/2020	100,000	108,000
<i>El Paso Corporation</i>	6.50	09/15/2020	45,000	49,622
<i>El Paso Corporation</i>	7.00	06/15/2017	50,000	56,136
<i>El Paso Corporation</i>	7.25	06/01/2018	175,000	198,429
<i>El Paso Corporation</i>	7.42	02/15/2037	90,000	98,954
<i>El Paso Corporation</i>	7.80	08/01/2031	100,000	114,149
<i>Encore Acquisition Company</i>	9.50	05/01/2016	50,000	54,500
<i>Energy Transfer Equity LP</i>	7.50	10/15/2020	300,000	324,000
<i>Ferrellgas LP</i>	9.13	10/01/2017	200,000	207,000
<i>Forest Oil Corporation</i>	8.50	02/15/2014	65,000	68,250
<i>Holly Corporation</i>	9.88	06/15/2017	220,000	243,100
<i>Inergy LP / Inergy Finance Corporation</i>	6.88	08/01/2021	37,000	37,000
<i>Inergy LP / Inergy Finance Corporation</i>	7.00	10/01/2018	50,000	51,000
<i>Overseas Shipholding Group Incorporated</i>	7.50	02/15/2024	75,000	45,000
<i>Petrohawk Energy Corporation</i>	7.88	06/01/2015	95,000	99,264
<i>Petrohawk Energy Corporation</i>	10.50	08/01/2014	60,000	66,665
<i>Pioneer Natural Resource Company</i>	7.50	01/15/2020	145,000	179,406
<i>Plains Exploration &amp; Production Company</i>	8.63	10/15/2019	325,000	352,625
<i>Regency Energy Partners LP</i>	6.88	12/01/2018	25,000	26,125
<i>Rockies Express Pipeline LLC 144A</i>	5.63	04/15/2020	25,000	22,125
<i>Rockies Express Pipeline LLC 144A</i>	6.88	04/15/2040	75,000	61,875
<i>Rockies Express Pipeline LLC 144A</i>	7.50	07/15/2038	75,000	65,625
<i>Sabine Pass LNG LP</i>	7.25	11/30/2013	250,000	260,625
<i>Sabine Pass LNG LP</i>	7.50	11/30/2016	300,000	317,250
<i>Suburban Propane Partners LP</i>	7.38	03/15/2020	25,000	26,250
<i>Susser Holdings LLC</i>	8.50	05/15/2016	125,000	134,219
<i>Tesoro Corporation</i>	9.75	06/01/2019	90,000	101,250

**Financials : 7.21%**

**Capital Markets : 0.70%**

<i>E*TRADE Financial Corporation</i>	12.50	11/30/2017	68,000	78,030
<i>Nuveen Investments Incorporated</i>	5.50	09/15/2015	225,000	202,500
<i>Nuveen Investments Incorporated</i>	10.50	11/15/2015	300,000	303,000

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WELLS FARGO ADVANTAGE UTILITIES AND HIGH INCOME FUND PORTFOLIO OF INVESTMENTS May 31, 2012 (UNAUDITED)

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Capital Markets (continued)</b>				
<i>Oppenheimer Holdings Incorporated</i>	8.75%	04/15/2018	\$ 125,000	\$ 126,250
				709,780
<b>Commercial Banks : 0.64%</b>				
<i>CIT Group Incorporated 144A</i>	4.75	02/15/2015	200,000	199,000
<i>CIT Group Incorporated</i>	5.00	05/15/2017	25,000	24,563
<i>CIT Group Incorporated 144A</i>	5.25	04/01/2014	100,000	101,750
<i>CIT Group Incorporated</i>	5.25	03/15/2018	25,000	24,625
<i>CIT Group Incorporated 144A</i>	5.50	02/15/2019	100,000	97,250
<i>Emigrant Bancorp Incorporated 144A(i)</i>	6.25	06/15/2014	225,000	205,204
				652,392
<b>Consumer Finance : 4.66%</b>				
<i>Ally Financial Incorporated Company</i>	5.50	02/15/2017	50,000	50,061
<i>Ally Financial Incorporated Company</i>	8.30	02/12/2015	825,000	882,750
<i>American General Finance Corporation</i>	5.40	12/01/2015	150,000	122,250
<i>American General Finance Corporation</i>	5.75	09/15/2016	50,000	39,750
<i>American General Finance Corporation</i>	6.50	09/15/2017	50,000	39,125
<i>Calpine Construction Finance Corporation 144A</i>	7.25	10/15/2017	400,000	422,000
<i>Calpine Construction Finance Corporation 144A</i>	8.00	06/01/2016	125,000	134,063
<i>Clearwire Communications Finance Corporation 144A</i>	12.00	12/01/2015	130,000	113,425
<i>Ford Motor Credit Company LLC</i>	8.00	12/15/2016	25,000	30,223
<i>General Motors Financial Company</i>	6.75	06/01/2018	100,000	107,400
<i>GMAC LLC</i>	6.75	12/01/2014	36,000	37,440
<i>GMAC LLC</i>	6.88	08/28/2012	146,000	147,278
<i>Homer City Funding LLC</i>	8.73	10/01/2026	136,276	132,188
<i>International Lease Finance Corporation 144A</i>	6.75	09/01/2016	50,000	53,625
<i>International Lease Finance Corporation 144A</i>	7.13	09/01/2018	25,000	27,500
<i>International Lease Finance Corporation</i>	8.63	09/15/2015	75,000	81,750
<i>JBS USA Finance Incorporated</i>	11.63	05/01/2014	420,000	476,700
<i>Nielsen Finance LLC</i>	7.75	10/15/2018	500,000	537,500
<i>Nielsen Finance LLC</i>	11.50	05/01/2016	49,000	55,370
<i>Springleaf Finance Corporation</i>	6.90	12/15/2017	250,000	196,250
<i>Sprint Capital Corporation</i>	6.88	11/15/2028	1,175,000	872,438
<i>Sprint Capital Corporation</i>	8.75	03/15/2032	220,000	185,350
				4,744,436
<b>Insurance : 0.44%</b>				
<i>HUB International Holdings Incorporated 144A</i>	10.25	06/15/2015	275,000	278,094
<i>USI Holdings Corporation 144A±</i>	4.34	11/15/2014	50,000	45,625
<i>USI Holdings Corporation 144A</i>	9.75	05/15/2015	125,000	124,063
				447,782
<b>REITs : 0.77%</b>				
<i>Dupont Fabros Technology Incorporated</i>	8.50	12/15/2017	565,000	615,850
<i>Host Marriott Corporation</i>	9.00	05/15/2017	30,000	33,225
<i>Omega Healthcare Investors</i>	6.75	10/15/2022	125,000	131,875
				780,950

**Health Care : 1.23%**

**Health Care Equipment & Supplies : 0.06%**

<i>Biomet Incorporated</i> ¥	10.38	10/15/2017	60,000	63,863
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**Health Care Providers & Services : 0.95%**

<i>Apria Healthcare Group</i>	11.25	11/01/2014	70,000	71,838
<i>Aviv Healthcare Properties LP</i>	7.75	02/15/2019	100,000	104,000

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PORTFOLIO OF INVESTMENTS May 31, 2012 (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>Centene Corporation</i>	5.75%	06/01/2017	\$ 75,000	\$ 75,563
<i>Emergency Medical Services</i>	8.13	06/01/2019	25,000	25,500
<i>HCA Incorporated</i>	5.88	03/15/2022	25,000	24,813
<i>HCA Incorporated</i>	6.50	02/15/2020	175,000	184,844
<i>HCA Incorporated</i>	7.50	11/15/2095	50,000	38,500
<i>Health Management Associates Incorporated</i>	6.13	04/15/2016	50,000	52,375
<i>HealthSouth Corporation</i>	7.25	10/01/2018	25,000	26,063
<i>HealthSouth Corporation</i>	7.75	09/15/2022	25,000	26,250
<i>MPT Operating Partnership LP</i>	6.38	02/15/2022	25,000	24,875
<i>MPT Operating Partnership LP</i>	6.88	05/01/2021	125,000	128,750
<i>PSS World Medical Incorporated 144A</i>	6.38	03/01/2022	25,000	25,250
<i>Sabra Health Care Corporation</i>	8.13	11/01/2018	150,000	158,250
				966,871
<b>Life Sciences Tools &amp; Services : 0.03%</b>				
<i>Community Health Systems Incorporated Series WI</i>	8.88	07/15/2015	30,000	30,769
<b>Pharmaceuticals : 0.19%</b>				
<i>Mylan Incorporated 144A</i>	6.00	11/15/2018	75,000	77,438
<i>Mylan Incorporated 144A</i>	7.63	07/15/2017	25,000	27,281
<i>Mylan Incorporated 144A</i>	7.88	07/15/2020	75,000	82,500
				187,219
<b>Industrials : 1.87%</b>				
<b>Aerospace &amp; Defense : 0.53%</b>				
<i>Alliant Techsystems Incorporated</i>	6.75	04/01/2016	225,000	229,500
<i>Geoeye Incorporated</i>	9.63	10/01/2015	55,000	60,775
<i>Hexcel Corporation</i>	6.75	02/01/2015	48,000	48,480
<i>L-3 Communications Holdings Incorporated</i>	6.38	10/15/2015	167,000	170,758
<i>Transdigm Incorporated</i>	7.75	12/15/2018	25,000	26,563
				536,076
<b>Commercial Services &amp; Supplies : 0.79%</b>				
<i>Casella Waste Systems Incorporated</i>	11.00	07/15/2014	220,000	231,550
<i>Corrections Corporation of America</i>	7.75	06/01/2017	95,000	102,363
<i>Covanta Holding Corporation</i>	6.38	10/01/2022	50,000	51,876
<i>Geo Group Incorporated</i>	7.75	10/15/2017	125,000	133,438
<i>Iron Mountain Incorporated</i>	8.38	08/15/2021	155,000	165,463
<i>KAR Holdings Incorporated ±</i>	4.47	05/01/2014	125,000	124,375
				809,065
<b>Industrial Conglomerates : 0.23%</b>				
<i>Otter Tail Corporation</i>	9.00	12/15/2016	215,000	232,200
<b>Machinery : 0.31%</b>				

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<i>Cleaver-Brooks Incorporated 144A</i>	12.25	05/01/2016	55,000	58,163
<i>Columbus McKinnon Corporation</i>	7.88	02/01/2019	75,000	79,125
<i>CPM Holdings Incorporated</i>	10.63	09/01/2014	150,000	159,000
<i>Titan International Incorporated</i>	7.88	10/01/2017	25,000	25,875
				322,163

**Road & Rail : 0.01%**

<i>RailAmerica Incorporated</i>	9.25	07/01/2017	6,000	6,201
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WELLS FARGO ADVANTAGE UTILITIES AND HIGH INCOME FUND

PORTFOLIO OF INVESTMENTS May 31, 2012 (UNAUDITED)

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Information Technology : 2.62%</b>				
<b>Communications Equipment : 0.35%</b>				
<i>Avaya Incorporated</i>	9.75%	11/01/2015	\$ 50,000	\$ 41,250
<i>EchoStar DBS Corporation</i>	7.13	02/01/2016	50,000	53,500
<i>Lucent Technologies Incorporated</i>	6.45	03/15/2029	155,000	106,563
<i>Lucent Technologies Incorporated Series B</i>	2.88	06/15/2025	160,000	157,400
				358,713
<b>Computers &amp; Peripherals : 0.19%</b>				
<i>Seagate Technology HDD Holdings</i>	6.80	10/01/2016	50,000	55,125
<i>Seagate Technology HDD Holdings</i>	6.88	05/01/2020	25,000	26,063
<i>Seagate Technology HDD Holdings</i>	7.75	12/15/2018	100,000	107,750
				188,938
<b>Electronic Equipment, Instruments &amp; Components : 0.84%</b>				
<i>CDW LLC / CDW Financial Corporation</i>	12.54	10/12/2017	125,000	133,750
<i>Jabil Circuit Incorporated</i>	8.25	03/15/2018	620,000	719,200
				852,950
<b>Internet Software &amp; Services : 0.10%</b>				
<i>Equinix Incorporated</i>	8.13	03/01/2018	95,000	103,788
<b>IT Services : 1.14%</b>				
<i>Audatex North America Incorporated 144A</i>	6.75	06/15/2018	50,000	51,500
<i>Fidelity National Information Services Incorporated 144A</i>	5.00	03/15/2022	25,000	24,281
<i>Fidelity National Information Services Incorporated</i>	7.63	07/15/2017	25,000	27,219
<i>Fidelity National Information Services Incorporated 144A</i>	7.63	07/15/2017	25,000	27,094
<i>Fidelity National Information Services Incorporated</i>	7.88	07/15/2020	100,000	110,750
<i>First Data Corporation 144A</i>	7.38	06/15/2019	50,000	50,000
<i>First Data Corporation</i>	11.25	03/31/2016	375,000	326,250
<i>SunGard Data Systems Incorporated</i>	7.38	11/15/2018	50,000	50,875
<i>SunGard Data Systems Incorporated</i>	7.63	11/15/2020	25,000	25,625
<i>SunGard Data Systems Incorporated</i>	10.25	08/15/2015	325,000	333,938
<i>TW Telecommunications Holdings Incorporated</i>	8.00	03/01/2018	75,000	81,375
<i>Unisys Corporation 144A</i>	12.75	10/15/2014	47,000	51,700
				1,160,607
<b>Materials : 0.80%</b>				
<b>Chemicals : 0.20%</b>				
<i>Huntsman International LLC</i>	5.50	06/30/2016	140,000	140,000
<i>Solutia Incorporated</i>	7.88	03/15/2020	50,000	58,500
				198,500
<b>Commercial Services &amp; Supplies : 0.04%</b>				
<i>Crown Cork &amp; Seal Company Incorporated (i)</i>	7.50	12/15/2096	50,000	42,750



**Containers & Packaging : 0.15%**

<i>Ball Corporation</i>	5.00	03/15/2022	25,000	25,250
<i>Crown Americas LLC</i>	7.63	05/15/2017	25,000	27,000
<i>Owens Brockway Glass Container Incorporated</i>	7.38	05/15/2016	50,000	55,250
<i>Silgan Holdings Incorporated 144A</i>	5.00	04/01/2020	50,000	49,875
				157,375

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PORTFOLIO OF INVESTMENTS May 31, 2012 (UNAUDITED)

WELLS FARGO ADVANTAGE UTILITIES AND HIGH INCOME FUND

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Metals &amp; Mining : 0.16%</b>				
<i>Novelis Incorporated</i>	8.38%	12/15/2017	\$ 100,000	\$ 105,500
<i>Novelis Incorporated</i>	8.75	12/15/2020	50,000	52,875
				158,375
<b>Paper &amp; Forest Products : 0.25%</b>				
<i>Clearwater Paper Corporation</i>	10.63	06/15/2016	70,000	78,050
<i>Georgia-Pacific Corporation</i>	8.88	05/15/2031	125,000	176,175
				254,225
<b>Telecommunication Services : 2.96%</b>				
<b>Diversified Telecommunication Services : 1.84%</b>				
<i>Citizens Communications Company</i>	7.88	01/15/2027	200,000	172,750
<i>Frontier Communications Corporation</i>	8.13	10/01/2018	60,000	61,050
<i>Frontier Communications Corporation</i>	8.25	05/01/2014	140,000	153,300
<i>GCI Incorporated</i>	6.75	06/01/2021	75,000	73,875
<i>GCI Incorporated</i>	8.63	11/15/2019	200,000	212,500
<i>Intelsat Jackson Holdings Company 144A</i>	7.25	10/15/2020	75,000	74,438
<i>Intelsat Jackson Holdings Company</i>	7.25	10/15/2020	75,000	74,625
<i>Intelsat Jackson Holdings Company</i>	9.50	06/15/2016	300,000	310,200
<i>Qwest Corporation</i>	7.50	06/15/2023	180,000	179,550
<i>Qwest Corporation</i>	7.63	08/03/2021	20,000	21,854
<i>SBA Telecommunications Incorporated</i>	8.00	08/15/2016	32,000	34,160
<i>SBA Telecommunications Incorporated</i>	8.25	08/15/2019	32,000	34,720
<i>Telesat Canada Incorporated 144A</i>	6.00	05/15/2017	50,000	49,125
<i>U.S. West Communications Incorporated</i>	7.25	09/15/2025	125,000	135,325
<i>Windstream Corporation</i>	7.88	11/01/2017	265,000	282,225
				1,869,697
<b>Wireless Telecommunication Services : 1.12%</b>				
<i>Allbritton Communications Company</i>	8.00	05/15/2018	150,000	155,250
<i>CC Holdings GS V LLC 144A</i>	7.75	05/01/2017	50,000	53,750
<i>Cricket Communications Incorporated</i>	7.75	10/15/2020	150,000	137,250
<i>Cricket Communications Incorporated Series I</i>	7.75	05/15/2016	125,000	131,875
<i>Crown Castle International Corporation</i>	7.13	11/01/2019	10,000	10,775
<i>MetroPCS Communications Incorporated</i>	6.63	11/15/2020	200,000	193,500
<i>MetroPCS Communications Incorporated</i>	7.88	09/01/2018	50,000	50,500
<i>Sprint Nextel Corporation 144A</i>	9.00	11/15/2018	25,000	27,063
<i>Sprint Nextel Corporation 144A</i>	11.50	11/15/2021	25,000	26,375
<i>Syniverse Holdings Incorporation</i>	9.13	01/15/2019	325,000	348,563
				1,134,901
<b>Utilities : 2.32%</b>				
<b>Electric Utilities : 1.95%</b>				
<i>Aquila Incorporated Step Bond</i>	11.88	07/01/2012	794,000	799,727
<i>Dolphin Subsidiary Incorporated 144A</i>	7.25	10/15/2021	200,000	217,500

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<i>Ipalco Enterprises Incorporated</i>	5.00	05/01/2018	75,000	73,875
<i>Mirant Mid-Atlantic LLC Series C</i>	10.06	12/30/2028	438,432	447,201
<i>NRG Energy Incorporated</i>	7.38	01/15/2017	250,000	258,125
<i>NRG Energy Incorporated</i>	8.50	06/15/2019	185,000	185,000
				1,981,428

**Gas Utilities : 0.22%**

<i>AmeriGas Finance LLC</i>	6.75	05/20/2020	175,000	172,375
<i>AmeriGas Finance LLC</i>	7.00	05/20/2022	50,000	49,000
				221,375

**WELLS FARGO ADVANTAGE UTILITIES AND HIGH INCOME FUND** **PORTFOLIO OF INVESTMENTS** **May 31, 2012 (UNAUDITED)**

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Independent Power Producers &amp; Energy Traders : 0.15%</b>				
<i>Reliant Energy Incorporated</i>	9.24%	07/02/2017	\$ 95,082	\$ 93,181
<i>Reliant Energy Incorporated</i>	9.68	07/02/2026	10,000	9,500
<i>RRI Energy Incorporated</i>	7.63	06/15/2014	50,000	50,250
				152,931

**Total Corporate Bonds and Notes (Cost \$30,623,724)** 31,582,047

	Dividend Yield	Shares
<b>Preferred Stocks : 10.52%</b>		

**Financials : 0.05%****Consumer Finance : 0.05%**

<i>GMAC Capital Trust I ±</i>	8.13	2,200	50,424
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**Utilities : 10.47%****Electric Utilities : 5.90%**

<i>Great Plains Energy Incorporated</i>	12.00	50,000	2,979,500
<i>Indianapolis Power &amp; Light Company</i>	4.20	20,000	2,003,750
<i>Southern California Edison</i>	6.50	5,000	527,813
<i>Wisconsin Public Service</i>	5.08	4,804	485,805
			5,996,868

**Multi-Utilities : 4.57%**

<i>Scana Corporation</i>	7.70	165,000	4,648,050
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**Total Preferred Stocks (Cost \$10,534,755)** 10,695,342

	Interest Rate	Maturity Date	Principal	
<b>Term Loans : 3.58%</b>				
<i>Capital Automotive LP</i>	5.25	03/10/2017	\$ 278,701	273,476
<i>CCM Merger Incorporated</i>	6.00	03/01/2017	309,078	306,606
<i>Coinmach Corporation</i>	3.24	11/20/2014	270,507	251,571
<i>Energy Transfer Equity LP</i>	3.75	03/21/2017	100,000	97,083
<i>Fairpoint Communications Incorporated</i>	6.50	01/22/2016	374,063	312,148
<i>Federal Mogul Corporation</i>	2.18	12/29/2014	82,047	77,124
<i>Federal Mogul Corporation</i>	2.18	12/28/2015	41,861	39,349
<i>First Data Corporation B1</i>	2.99	09/24/2014	164,254	155,309
<i>First Data Corporation B2</i>	2.99	09/24/2014	240,789	227,676
<i>First Data Corporation B3</i>	2.99	09/24/2014	70,394	66,561
<i>Focus Brands Incorporated</i>	10.25	08/22/2018	125,000	125,625
<i>Gray Television Incorporated</i>	3.74	12/31/2014	70,890	70,181
<i>HHI Holdings LLC</i>	7.00	03/21/2017	99,000	98,629
<i>Merisant Company (i)</i>	7.50	01/08/2014	70,698	69,755
<i>Newsday LLC</i>	10.50	08/01/2013	365,000	372,074
<i>Panolam Industries International (i)</i>	8.25	12/31/2013	20,545	20,135
<i>Springleaf Finance Corporation</i>	5.50	05/10/2017	100,000	92,208
<i>Texas Competitive Electric Holdings Company LLC</i>	3.74	10/10/2014	1,371,940	836,033
<i>United Surgical Partners International Incorporated</i>	6.00	03/19/2019	100,000	99,000

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<i>WASH Multifamily Laundry Systems LLC</i>	7.00	08/28/2014	49,361	48,908
<b>Total Term Loans (Cost \$4,047,037)</b>				3,639,451

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PORTFOLIO OF INVESTMENTS May 31, 2012 (UNAUDITED)

WELLS FARGO ADVANTAGE UTILITIES AND HIGH INCOME FUND

Security Name	Shares	Value		
<b>Warrants : 0.04%</b>				
<b>Utilities : 0.04%</b>				
<b>Electric Utilities : 0.00%</b>				
<i>China Hydroelectric Company ADR</i>	10,000	\$ 200		
<b>Gas Utilities : 0.04%</b>				
<i>Kinder Morgan Incorporated</i>	16,000	36,480		
<b>Total Warrants (Cost \$42,480)</b>		<b>36,680</b>		
	Interest Rate	Maturity Date	Principal	
<b>Yankee Corporate Bonds and Notes : 0.94%</b>				
<b>Consumer Discretionary : 0.10%</b>				
<b>Media : 0.10%</b>				
<i>Vidéotron GP 144A</i>	5.00%	07/15/2022	\$ 25,000	24,375
<i>Vidéotron GP</i>	9.13	04/15/2018	75,000	81,938
				106,313
<b>Energy : 0.17%</b>				
<b>Oil, Gas &amp; Consumable Fuels : 0.17%</b>				
<i>Griffin Coal Mining Company Limited 144A(s)</i>	9.50	12/01/2016	209,550	173,665
<b>Financials : 0.19%</b>				
<b>Consumer Finance : 0.09%</b>				
<i>Wind Acquisition Finance SA 144A</i>	11.75	07/15/2017	110,000	93,500
<b>Diversified Financial Services : 0.10%</b>				
<i>Ship Finance International Limited</i>	8.50	12/15/2013	105,000	103,950
<b>Information Technology : 0.03%</b>				
<b>Computers &amp; Peripherals : 0.03%</b>				
<i>Seagate HDD Cayman Company</i>	7.00	11/01/2021	25,000	26,250
<b>Materials : 0.11%</b>				
<b>Metals &amp; Mining : 0.03%</b>				
<i>Teck Resources Limited</i>	10.75	05/15/2019	27,000	32,826
<b>Paper &amp; Forest Products : 0.08%</b>				
<i>Sappi Limited 144A</i>	7.50	06/15/2032	100,000	81,000
<b>Telecommunication Services : 0.34%</b>				
<b>Diversified Telecommunication Services : 0.17%</b>				

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<i>Intelsat Jackson Holding Company</i>	7.25	04/01/2019	125,000	124,844
<i>Intelsat Jackson Holding Company</i>	7.50	04/01/2021	50,000	50,000
				174,844

**Wireless Telecommunication Services : 0.17%**

<i>Digicel Group Limited 144A</i>	12.00	04/01/2014	20,000	22,000
<i>Intelsat Limited</i>	11.25	06/15/2016	116,000	121,075
<i>Intelsat Limited ¥</i>	11.50	02/04/2017	25,000	24,563
				167,638

WELLS FARGO ADVANTAGE UTILITIES AND HIGH INCOME FUND

PORTFOLIO OF INVESTMENTS May 31, 2012 (UNAUDITED)

	Yield	Shares	Value
<b>Total Yankee Corporate Bonds and Notes (Cost \$947,268)</b>			\$ 959,986
<b>Short-Term Investments : 5.51%</b>			
<b>Investment Companies : 5.51%</b>			
<i>Wells Fargo Advantage Cash Investment Money Market Fund, Select Class (l)(u)</i>	0.10%	5,607,230	5,607,230
			5,607,230
<b>Total Short-Term Investments (Cost \$5,607,230)</b>			
<b>Total Investments in Securities</b>			
<b>(Cost \$123,221,333)*</b>	118.82%		120,839,548
<i>Other Assets and Liabilities, Net</i>	(18.82)		(19,143,383)
<b>Total Net Assets</b>	100.00%		\$ 101,696,165

- 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.*
- ± *Variable rate investment*
- (i) *Illiquid security*
- ¥ *A payment-in-kind (PIK) security is a security in which the issuer may make interest or dividend payments in cash or additional securities. These additional securities generally have the same terms as the original holdings.*
- (s) *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*
- (u) *Rate shown is the 7-day annualized yield at period end.*
- \* *Cost for federal income tax purposes is \$123,905,949 and net unrealized appreciation (depreciation) consists of:*

<i>Gross unrealized appreciation</i>	\$ 11,578,456
<i>Gross unrealized depreciation</i>	(14,644,857)
<b><i>Net unrealized depreciation</i></b>	<b>\$ (3,066,401)</b>



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**WELLS FARGO ADVANTAGE UTILITIES AND HIGH INCOME FUND**

NOTES TO PORTFOLIO OF INVESTMENTS May 31, 2012 (UNAUDITED)

The following notes are to be read in conjunction with the Portfolio of Investments for Wells Fargo Advantage Utilities and High Income Fund (the Fund).

**Securities valuation**

Investments in equity securities are valued each business day as of the close of regular trading on the New York Stock Exchange, which is usually 4:00 p.m. (Eastern Time). Securities which are traded on a national or foreign securities exchange are valued at the last reported sales price, except that securities listed on The Nasdaq Stock Market, Inc. ( Nasdaq ) are valued at the Nasdaq Official Closing Price ( NOCP ), and if no NOCP is available, then at the last reported sales price. If no sales price is shown on the Nasdaq, the bid price will be used. In the absence of any sale of securities listed on the Nasdaq, and in the case of other securities (including U.S. Government obligations, but excluding debt securities maturing in 60 days or less), the price will be deemed stale and the valuations will be determined in accordance with the Fund's Valuation Procedures.

Securities denominated in foreign currencies are translated into U.S. dollars using the closing rates of exchange in effect on the day of valuation.

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 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. As a result of the fair value pricing procedures, these securities which are normally categorized as Level 1 in the fair value hierarchy will represent a transfer from a Level 1 to a Level 2 security and will be categorized as 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 closing price or latest quoted bid price. On May 31, 2012, fair value pricing was not used in pricing foreign securities.

Fixed income securities with original maturities exceeding 60 days are valued based on evaluated prices received from an independent pricing service approved by the Board of Trustees 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 pricing service or values received are deemed not representative of market value, values will be obtained from a third party broker-dealer or determined based on the Fund's Valuation Procedures.

Debt securities of sufficient credit quality with original 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 open-end mutual funds and non-registered investment companies are fair 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 in determining the fair value of portfolio securities, unless the responsibility has been delegated to the Management Valuation Team of Wells Fargo Funds Management, LLC ( Funds Management ). The Board of Trustees retains the authority to make or ratify any valuation decisions or approve any changes to the Fair Value Procedures as it deems appropriate. On a quarterly basis, the Board of Trustees considers for ratification any valuation actions taken by the Valuation Committee or the Management Valuation Team.

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

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pricing services in addition to the review of prices by the adviser and/or sub-adviser. 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 prevailing rates of exchange at the date of valuation. Purchases and sales of securities, and income and expenses are translated at the prevailing 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 loans are marked-to-market daily and 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.

#### 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, 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 securities are not necessarily an indication of the risk associated with investing in those securities.

As of May 31, 2012, the inputs used in valuing the Fund's assets, which are carried at fair value, were as follows:

	Quoted Prices (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Total
<b>Investments in Securities</b>				
<b>Equity securities</b>				
<i>Common stocks</i>	\$ 68,318,812	\$ 0	\$ 0	\$ 68,318,812
<i>Preferred stocks</i>	7,677,974	3,017,368	0	10,695,342
<b>Corporate bonds and notes</b>	0	31,582,047	0	31,582,047
<b>Term loans</b>	0	3,395,062	244,389	3,639,451
<b>Warrants</b>	36,480	200	0	36,680
<b>Yankee corporate bonds and notes</b>	0	959,986	0	959,986
<b>Short-term investments</b>				
<i>Investment companies</i>	5,607,230	0	0	5,607,230
	\$ 81,640,496	\$ 38,954,663	\$ 244,389	\$ 120,839,548

Transfers in and transfers out are recognized at the end of the reporting period. For the nine months ended May 31, 2012, the Fund did not have any significant transfers into/out of Level 1 and Level 2.

**Derivative transactions**

During the nine months ended May 31, 2012, the Fund entered into written options for economic hedging purposes.

During the nine months ended May 31, 2012, the Fund had written call option activities as follows:

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	Number of Contracts	Premiums Received
Options outstanding at August 31, 2011	0	\$ 0
Options written	396	10,939
Options expired	(320)	(7,844)
Options closed	0	0
Options exercised	(76)	(3,095)
 Options outstanding at May 31, 2012	 0	 \$ 0

As of May 31, 2012, the Fund did not have any open written options but had total premiums received that averaged \$1,148 during the nine months ended May 31, 2012.

The following is a list of common abbreviations for terms and entities which may have appeared in the portfolio of investments.

ACB Agricultural Credit Bank

ADR American Depository Receipt

ADS American Depository Shares

AGC-ICC Assured Guaranty Corporation - Insured Custody Certificates

AGM Assured Guaranty Municipal

AMBAC American Municipal Bond Assurance Corporation

AMT Alternative Minimum Tax

AUD Australian Dollar

BAN Bond Anticipation Notes

BHAC Berkshire Hathaway Assurance Corporation

BRL Brazil 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

CR Custody Receipts

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

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EUR Euro

FFCB Federal Farm Credit Bank

FGIC Financial Guaranty Insurance Corporation

FGLMC Federal Government Loan Mortgage Company

FHA Federal Housing Authority

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 Depository 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

HUF Hungarian Forint

IBC Insured Bond Certificate

IDA Industrial Development Authority

IDAG Industrial Development Agency

IDR Industrial Development Revenue

IEP Irish Pound

JPY Japanese Yen

KRW Republic of Korea Won

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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 Multi-Family Housing Revenue

MSTR Municipal Securities Trust Receipts

MTN Medium Term Note

MUD Municipal Utility District

MXN Mexican Peso



MYR Malaysian Ringgit

NATL-RE National Public Finance Guarantee Corporation

NOK Norwegian Krone

NZD New Zealand Dollar

PCFA Pollution Control Finance Authority

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

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

TCR Transferable Custody Receipts

TRY Turkish Lira

TTFA Transportation Trust Fund Authority

TVA Tennessee Valley Authority

XLCA XL Capital Assurance

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 registrant s last fiscal quarter that has materially affected or is reasonably likely to materially affect, the registrant s internal control over financial reporting.

**SIGNATURES**

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

Wells Fargo Advantage Utilities and High Income Fund

By: /s/ Karla M. Rabusch

Karla M. Rabusch

President

Date: July 27, 2012

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 27, 2012

By: /s/ Kasey L. Phillips

Kasey L. Phillips

Treasurer

Date: July 27, 2012