

WELLS FARGO ADVANTAGE INCOME OPPORTUNITIES FUND

Form N-Q

September 26, 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: 811-21269**

**Wells Fargo Advantage Income Opportunities 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: April 30, 2012**

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

ITEM 1. PORTFOLIO OF INVESTMENTS

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WELLS FARGO ADVANTAGE INCOME OPPORTUNITIES FUND

PORTFOLIO OF INVESTMENTS July 31, 2012 (UNAUDITED)

Security Name	Shares	Value
<b>Common Stocks : 0.12%</b>		
<b>Consumer Discretionary : 0.00%</b>		
<b>Hotels, Restaurants &amp; Leisure : 0.00%</b>		
<i>Trump Entertainment Resorts Incorporated (i)</i>	2,149	\$ 8,596
<b>Telecommunication Services : 0.12%</b>		
<b>Diversified Telecommunication Services : 0.12%</b>		
<i>Fairpoint Communications Incorporated</i>	134,375	821,032
<b>Total Common Stocks (Cost \$3,109,765)</b>		829,628

	Interest Rate	Maturity Date	Principal	
<b>Corporate Bonds and Notes : 111.42%</b>				
<b>Consumer Discretionary : 25.33%</b>				
<b>Auto Components : 2.08%</b>				
<i>Allison Transmission Incorporated 144A</i>	7.13%	05/15/2019	\$ 6,075,000	6,386,344
<i>Cooper Tire &amp; Rubber Company</i>	7.63	03/15/2027	4,455,000	4,393,744
<i>Cooper Tire &amp; Rubber Company</i>	8.00	12/15/2019	150,000	160,688
<i>Goodyear Tire &amp; Rubber Company</i>	7.00	05/15/2022	700,000	714,875
<i>United Rentals Financing Escrow Corporation 144A</i>	5.75	07/15/2018	2,675,000	2,795,375
				14,451,026

<b>Diversified Consumer Services : 2.89%</b>				
<i>Carriage Services Incorporated</i>	7.88	01/15/2015	4,055,000	4,095,550
<i>Service Corporation International</i>	6.75	04/01/2016	1,250,000	1,381,250
<i>Service Corporation International</i>	7.00	05/15/2019	1,125,000	1,223,438
<i>Service Corporation International</i>	7.50	04/01/2027	9,376,000	9,797,920
<i>Service Corporation International</i>	7.63	10/01/2018	1,000,000	1,160,000
<i>Service Corporation International</i>	8.00	11/15/2021	880,000	1,036,200
<i>Service Corporation International</i>	7.00	06/15/2017	1,250,000	1,421,875
				20,116,233

<b>Hotels, Restaurants &amp; Leisure : 7.71%</b>				
<i>Ameristar Casinos Incorporated</i>	7.50	04/15/2021	5,502,000	5,928,405
<i>Burger King Corporation</i>	9.88	10/15/2018	1,600,000	1,834,000
<i>CCM Merger Incorporated 144A</i>	9.13	05/01/2019	6,890,000	6,993,350
<i>Chukchansi Economic Development Authority 144A ±</i>	9.75	05/30/2020	2,399,000	1,775,260
<i>CityCenter Holdings LLC</i>	7.63	01/15/2016	350,000	368,813
<i>CityCenter Holdings LLC 144A</i>	7.63	01/15/2016	1,700,000	1,787,125
<i>CityCenter Holdings LLC ¥</i>	10.75	01/15/2017	3,471,305	3,657,888
<i>Dineequity Incorporated</i>	9.50	10/30/2018	8,475,000	9,364,875
<i>Greektown Superholdings Incorporated Series A</i>	13.00	07/01/2015	6,812,000	7,408,050
<i>Greektown Superholdings Incorporated Series B</i>	13.00	07/01/2015	1,475,000	1,604,063
<i>NAI Entertainment Holdings LLC 144A</i>	8.25	12/15/2017	3,510,000	3,904,875
<i>Penn National Gaming Incorporated</i>	8.75	08/15/2019	1,499,000	1,658,269
<i>Ruby Tuesday Incorporated 144A</i>	7.63	05/15/2020	3,700,000	3,325,375
<i>Scientific Games Corporation</i>	9.25	06/15/2019	1,130,000	1,245,825
<i>Speedway Motorsports Incorporated</i>	6.75	02/01/2019	450,000	473,625
<i>Speedway Motorsports Incorporated</i>	8.75	06/01/2016	2,075,000	2,251,375
				53,581,173

<b>Household Durables : 0.15%</b>				
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*American Greetings Corporation*

7.38

12/01/2021

950,000

1,007,000

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PORTFOLIO OF INVESTMENTS July 31, 2012 (UNAUDITED)

WELLS FARGO ADVANTAGE INCOME OPPORTUNITIES FUND

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Media : 10.89%</b>				
<i>Cablevision Systems Corporation</i>	8.63%	09/15/2017	\$ 2,975,000	\$ 3,398,938
<i>CCH II Capital Corporation</i>	13.50	11/30/2016	12,981,015	14,376,474
<i>CCO Holdings LLC</i>	6.50	04/30/2021	1,525,000	1,650,813
<i>CCO Holdings LLC</i>	7.00	01/15/2019	2,075,000	2,277,313
<i>CCO Holdings LLC</i>	7.88	04/30/2018	300,000	327,375
<i>CCO Holdings LLC</i>	8.13	04/30/2020	746,000	842,980
<i>Cinemark USA Incorporated</i>	7.38	06/15/2021	1,525,000	1,692,750
<i>Cinemark USA Incorporated</i>	8.63	06/15/2019	1,100,000	1,226,500
<i>CSC Holdings LLC</i>	7.63	07/15/2018	650,000	736,125
<i>CSC Holdings LLC</i>	7.88	02/15/2018	1,650,000	1,885,125
<i>CSC Holdings LLC</i>	8.50	04/15/2014	200,000	220,500
<i>DISH DBS Corporation</i>	7.88	09/01/2019	2,260,000	2,627,250
<i>EchoStar DBS Corporation</i>	7.13	02/01/2016	1,160,000	1,280,350
<i>EchoStar DBS Corporation</i>	7.75	05/31/2015	650,000	727,188
<i>Gray Television Incorporated</i>	10.50	06/29/2015	9,133,000	9,680,980
<i>Lamar Media Corporation</i>	5.88	02/01/2022	1,175,000	1,239,625
<i>Lamar Media Corporation</i>	7.88	04/15/2018	3,925,000	4,356,750
<i>Lamar Media Corporation Series C</i>	9.75	04/01/2014	925,000	1,037,156
<i>LIN Television Corporation</i>	8.38	04/15/2018	3,475,000	3,605,313
<i>Local TV Finance LLC 144A</i>	9.25	06/15/2015	7,825,000	7,981,500
<i>National CineMedia LLC 144A</i>	6.00	04/15/2022	1,725,000	1,785,375
<i>National CineMedia LLC</i>	7.88	07/15/2021	1,150,000	1,239,125
<i>Regal Cinemas Corporation</i>	8.63	07/15/2019	5,500,000	6,146,250
<i>Salem Communications Corporation</i>	9.63	12/15/2016	4,573,000	5,064,598
<i>Sirius XM Radio Incorporated 144A</i>	9.75	09/01/2015	250,000	263,594
				7,669,947
<b>Specialty Retail : 1.62%</b>				
<i>Gap Incorporated</i>	5.95	04/12/2021	1,175,000	1,242,121
<i>Limited Brands Incorporated</i>	6.63	04/01/2021	925,000	1,027,906
<i>RadioShack Corporation</i>	6.75	05/15/2019	3,925,000	2,512,000
<i>Rent-A-Center Incorporated</i>	6.63	11/15/2020	700,000	755,125
<i>Toys R Us Property Company LLC</i>	10.75	07/15/2017	1,225,000	1,353,625
<i>Toys R Us Property Company LLC</i>	8.50	12/01/2017	4,025,000	4,347,000
				11,237,777
<b>Consumer Staples : 1.32%</b>				
<b>Food Products : 1.32%</b>				
<i>B&amp;G Foods Incorporated</i>	7.63	01/15/2018	405,000	437,400
<i>Dole Food Company Incorporated</i>	13.88	03/15/2014	3,075,000	3,474,750
<i>Smithfield Foods Incorporated</i>	10.00	07/15/2014	4,465,000	5,257,538
				9,169,688
<b>Energy : 17.94%</b>				
<b>Energy Equipment &amp; Services : 6.74%</b>				
<i>Bristow Group Incorporated</i>	7.50	09/15/2017	3,210,000	3,330,375
<i>Dresser Rand Group Incorporated</i>	6.50	05/01/2021	1,825,000	1,916,250
<i>Gulfmark Offshore Incorporated 144A</i>	6.38	03/15/2022	3,475,000	3,553,188
<i>Hornbeck Offshore Services Incorporated Series B 144A</i>	5.88	04/01/2020	750,000	750,000
<i>Hornbeck Offshore Services Incorporated Series B</i>	8.00	09/01/2017	4,920,000	5,264,400
<i>NGPL PipeCo LLC 144A</i>	7.12	12/15/2017	625,000	642,188
<i>NGPL PipeCo LLC 144A</i>	7.77	12/15/2037	4,575,000	4,483,500

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<i>NGPL PipeCo LLC 144A</i>	9.63	06/01/2019	4,250,000	4,621,875
<i>Oil States International Incorporated</i>	6.50	06/01/2019	3,354,000	3,530,085
<i>PHI Incorporated</i>	8.63	10/15/2018	5,725,000	5,911,063
<i>Pride International Incorporated</i>	8.50	06/15/2019	210,000	276,199
<i>Rockies Express Pipeline LLC 144A</i>	3.90	04/15/2015	3,475,000	3,388,125
<i>Rockies Express Pipeline LLC 144A</i>	5.63	04/15/2020	700,000	665,000

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WELLS FARGO ADVANTAGE INCOME OPPORTUNITIES FUND

PORTFOLIO OF INVESTMENTS July 31, 2012 (UNAUDITED)

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Energy Equipment &amp; Services (continued)</b>				
Rockies Express Pipeline LLC 144A	6.88%	04/15/2040	\$ 8,035,000	\$ 7,251,588
Rockies Express Pipeline LLC 144A	7.50	07/15/2038	1,350,000	1,279,125
				46,862,961
<b>Oil, Gas &amp; Consumable Fuels : 11.20%</b>				
Coffeyville Resources Incorporated 144A	9.00	04/01/2015	1,947,000	2,068,688
Crestwood Midstream Partners LP	7.75	04/01/2019	1,350,000	1,370,250
Denbury Resources Incorporated	6.38	08/15/2021	700,000	750,750
Denbury Resources Incorporated	8.25	02/15/2020	2,975,000	3,346,875
El Paso Corporation	6.50	09/15/2020	1,155,000	1,295,863
El Paso Corporation	7.00	06/15/2017	2,938,000	3,367,280
El Paso Corporation	7.25	06/01/2018	3,149,000	3,633,467
El Paso Corporation	7.42	02/15/2037	1,820,000	1,952,787
El Paso Corporation	7.80	08/01/2031	3,050,000	3,551,127
Encore Acquisition Company	9.50	05/01/2016	700,000	766,500
Energy Transfer Equity LP	7.50	10/15/2020	5,950,000	6,797,875
Ferrellgas Finance Corporation	9.13	10/01/2017	4,925,000	5,269,750
Griffin Coal Mining Company Limited (s)	9.50	12/01/2016	652,804	554,067
Holly Corporation	9.88	06/15/2017	4,265,000	4,723,488
Inergy LP	6.88	08/01/2021	824,000	846,660
Inergy LP	7.00	10/01/2018	950,000	980,875
Petrohawk Energy Corporation	7.88	06/01/2015	2,045,000	2,126,800
Petrohawk Energy Corporation	10.50	08/01/2014	1,065,000	1,174,333
Pioneer Natural Resource Company	7.50	01/15/2020	3,170,000	3,941,955
Plains Exploration & Production Company	8.63	10/15/2019	6,380,000	7,177,500
Regency Energy Partners	6.88	12/01/2018	475,000	508,250
Sabine Pass LNG LP	7.25	11/30/2013	4,940,000	5,137,600
Sabine Pass LNG LP	7.50	11/30/2016	8,525,000	8,983,219
Ship Finance International Limited	8.50	12/15/2013	2,250,000	2,238,750
Suburban Propane Partners LP	7.38	03/15/2020	575,000	603,750
Susser Holdings LLC	8.50	05/15/2016	2,000,000	2,180,000
Tesoro Corporation	9.75	06/01/2019	2,185,000	2,479,975
				77,828,434
<b>Financials : 26.68%</b>				
<b>Capital Markets : 1.96%</b>				
E*TRADE Financial Corporation	12.50	11/30/2017	9,741,000	11,153,445
Oppenheimer Holdings Incorporated	8.75	04/15/2018	2,500,000	2,437,500
				13,590,945
<b>Commercial Banks : 2.90%</b>				
CIT Group Incorporated 144A	4.75	02/15/2015	3,475,000	3,614,372
CIT Group Incorporated	5.00	05/15/2017	425,000	444,125
CIT Group Incorporated 144A	5.25	04/01/2014	7,275,000	7,584,188
CIT Group Incorporated	5.25	03/15/2018	875,000	926,406
CIT Group Incorporated 144A	5.50	02/15/2019	2,225,000	2,347,375
Emigrant Bancorp Incorporated 144A(i)	6.25	06/15/2014	5,725,000	5,262,620
				20,179,086
<b>Consumer Finance : 14.49%</b>				
Ally Financial Incorporated	5.50	02/15/2017	1,325,000	1,380,673
Ally Financial Incorporated	6.75	12/01/2014	2,344,000	2,528,590



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<i>Ally Financial Incorporated</i>	6.88	08/28/2012	2,862,000	2,867,724
<i>Ally Financial Incorporated</i>	7.50	12/31/2013	6,855,000	7,376,254
<i>Ally Financial Incorporated</i>	8.30	02/12/2015	8,820,000	9,801,225
<i>American General Finance Corporation</i>	5.40	12/01/2015	2,800,000	2,408,000
<i>American General Finance Corporation</i>	5.75	09/15/2016	2,325,000	1,918,125
<i>American General Finance Corporation</i>	6.50	09/15/2017	550,000	446,875

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PORTFOLIO OF INVESTMENTS July 31, 2012 (UNAUDITED)

WELLS FARGO ADVANTAGE INCOME OPPORTUNITIES FUND

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Consumer Finance (continued)</b>				
<i>Clearwire Communications Finance Corporation 144A</i>	12.00%	12/01/2015	\$ 5,420,000	\$ 5,110,500
<i>Ford Motor Credit Company LLC</i>	7.00	10/01/2013	500,000	531,889
<i>Ford Motor Credit Company LLC</i>	8.00	12/15/2016	200,000	236,446
<i>General Motors Financial Company</i>	6.75	06/01/2018	2,325,000	2,560,506
<i>Homer City Funding LLC</i>	8.73	10/01/2026	2,817,836	2,712,167
<i>International Lease Finance Corporation</i>	6.38	03/25/2013	865,000	886,625
<i>International Lease Finance Corporation 144A</i>	6.75	09/01/2016	2,200,000	2,414,500
<i>International Lease Finance Corporation 144A</i>	7.13	09/01/2018	300,000	339,375
<i>International Lease Finance Corporation</i>	8.63	09/15/2015	1,700,000	1,916,750
<i>JBS USA Finance Incorporated</i>	11.63	05/01/2014	8,465,000	9,597,194
<i>Level 3 Financing Incorporated</i>	10.00	02/01/2018	4,555,000	4,976,338
<i>Nielsen Finance LLC Company</i>	11.50	05/01/2016	1,170,000	1,316,250
<i>Nielson Finance LLC Company</i>	7.75	10/15/2018	11,270,000	12,678,750
<i>Springleaf Finance Corporation</i>	6.90	12/15/2017	7,050,000	5,745,750
<i>Sprint Capital Corporation</i>	6.88	11/15/2028	16,375,000	14,696,563
<i>Sprint Capital Corporation</i>	8.75	03/15/2032	6,270,000	6,254,325
				100,701,394
<b>Diversified Financial Services : 4.38%</b>				
<i>Dolphin Subsidiary II Incorporated 144A</i>	7.25	10/15/2021	4,700,000	5,346,250
<i>Hub International Holdings Incorporated 144A</i>	10.25	06/15/2015	6,650,000	6,683,250
<i>Neuberger Berman Group 144A</i>	5.63	03/15/2020	900,000	942,750
<i>Neuberger Berman Group 144A</i>	5.88	03/15/2022	1,125,000	1,189,688
<i>Nuveen Investments Incorporated</i>	5.50	09/15/2015	5,800,000	5,220,000
<i>Nuveen Investments Incorporated</i>	10.50	11/15/2015	7,795,000	7,911,925
<i>USI Holdings Corporation ±144A</i>	4.34	11/15/2014	1,175,000	1,104,500
<i>USI Holdings Corporation 144A</i>	9.75	05/15/2015	2,055,000	2,075,550
				30,473,913
<b>Real Estate Management &amp; Development : 0.45%</b>				
<i>Ashtead Capital Incorporated 144A</i>	6.50	07/15/2022	3,025,000	3,146,000
<b>REITs : 2.50%</b>				
<i>Dupont Fabros Technology Incorporated</i>	8.50	12/15/2017	11,580,000	12,766,950
<i>Host Hotels &amp; Resorts Incorporated</i>	9.00	05/15/2017	490,000	540,225
<i>Omega Healthcare Investors Incorporated 144A</i>	5.88	03/15/2024	325,000	347,750
<i>Omega Healthcare Investors Incorporated</i>	6.75	10/15/2022	3,375,000	3,729,375
				17,384,300
<b>Health Care : 5.39%</b>				
<b>Health Care Equipment &amp; Supplies : 0.53%</b>				
<i>Biomet Incorporated ¥</i>	10.38	10/15/2017	1,215,000	1,300,050
<i>Fresenius Medical Care Incorporated</i>	6.88	07/15/2017	700,000	796,250
<i>Hologic Incorporated 144A</i>	6.25	08/01/2020	1,495,000	1,580,963
				3,677,263
<b>Health Care Providers &amp; Services : 4.17%</b>				
<i>Apria Healthcare Group Incorporated</i>	11.25	11/01/2014	1,340,000	1,400,300
<i>Aviv Healthcare Incorporated</i>	7.75	02/15/2019	3,725,000	3,850,719
<i>Centene Corporation</i>	5.75	06/01/2017	1,925,000	2,018,844
<i>Community Health Systems Incorporated</i>	7.13	07/15/2020	1,325,000	1,387,938
<i>Community Health Systems Incorporated</i>	8.88	07/15/2015	765,000	780,300

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<i>Emergency Medical Services Corporation</i>	8.13	06/01/2019	800,000	851,000
<i>HCA Incorporated</i>	5.88	03/15/2022	750,000	807,188
<i>HCA Incorporated</i>	6.50	02/15/2020	5,675,000	6,341,813
<i>HCA Incorporated</i>	7.50	11/15/2095	1,350,000	1,100,250
<i>HCA Incorporated</i>	8.50	04/15/2019	375,000	422,578

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WELLS FARGO ADVANTAGE INCOME OPPORTUNITIES FUND

PORTFOLIO OF INVESTMENTS July 31, 2012 (UNAUDITED)

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Health Care Providers &amp; Services (continued)</b>				
<i>Health Management Associates Incorporated</i>	6.13%	04/15/2016	\$ 475,000	\$ 510,031
<i>HealthSouth Corporation</i>	7.25	10/01/2018	750,000	812,813
<i>HealthSouth Corporation</i>	7.75	09/15/2022	750,000	815,625
<i>MPT Operating Partnership LP</i>	6.38	02/15/2022	775,000	802,125
<i>MPT Operating Partnership LP</i>	6.88	05/01/2021	3,175,000	3,373,438
<i>PSS World Medical Incorporated</i>	6.38	03/01/2022	450,000	470,250
<i>Sabra Health Care LP</i>	8.13	11/01/2018	2,850,000	3,063,750
<i>Tenet Healthcare Corporation</i>	10.00	05/01/2018	150,000	174,000
				28,982,962
<b>Pharmaceuticals : 0.69%</b>				
<i>Mylan Incorporated 144A</i>	6.00	11/15/2018	1,300,000	1,400,750
<i>Mylan Incorporated 144A</i>	7.63	07/15/2017	1,400,000	1,561,875
<i>Mylan Incorporated 144A</i>	7.88	07/15/2020	1,625,000	1,848,438
				4,811,063
<b>Industrials : 5.67%</b>				
<b>Aerospace &amp; Defense : 1.25%</b>				
<i>Alliant Techsystems Incorporated</i>	6.75	04/01/2016	4,470,000	4,581,750
<i>GeoEye Incorporated</i>	9.63	10/01/2015	1,140,000	1,262,550
<i>L-3 Communications Holdings Incorporated</i>	6.38	10/15/2015	1,338,000	1,366,433
<i>TransDigm Group Incorporated</i>	7.75	12/15/2018	1,300,000	1,449,500
				8,660,233
<b>Commercial Services &amp; Supplies : 2.78%</b>				
<i>Casella Waste Systems Incorporated</i>	11.00	07/15/2014	4,385,000	4,648,100
<i>Corrections Corporation of America</i>	7.75	06/01/2017	2,110,000	2,285,394
<i>Covanta Holding Corporation</i>	6.38	10/01/2022	900,000	966,596
<i>Crown Cork &amp; Seal Company Incorporated (i)</i>	7.50	12/15/2096	1,225,000	1,058,094
<i>Geo Group Incorporated</i>	7.75	10/15/2017	2,955,000	3,184,013
<i>Interface Incorporated</i>	7.63	12/01/2018	300,000	321,000
<i>Iron Mountain Incorporated</i>	8.38	08/15/2021	3,520,000	3,898,400
<i>KAR Holdings Incorporated ±</i>	4.47	05/01/2014	3,013,000	3,001,701
				19,363,298
<b>Machinery : 1.03%</b>				
<i>Cleaver-Brooks Incorporated 144A</i>	12.25	05/01/2016	1,440,000	1,537,200
<i>Columbus McKinnon Corporation</i>	7.88	02/01/2019	1,575,000	1,669,500
<i>CPM Holdings Incorporated</i>	10.63	09/01/2014	3,025,000	3,206,500
<i>Titan International Incorporated</i>	7.88	10/01/2017	700,000	724,500
				7,137,700
<b>Professional Services : 0.52%</b>				
<i>Affinia Group Incorporated 144A</i>	10.75	08/15/2016	184,000	199,410
<i>Interactive Data Corporation</i>	10.25	08/01/2018	3,005,000	3,403,163
				3,602,573
<b>Transportation Infrastructure : 0.09%</b>				
<i>Overseas Shipholding Group</i>	7.50	02/15/2024	1,250,000	625,000
<b>Information Technology : 9.20%</b>				

**Communications Equipment : 0.96%**

<i>Allbritton Communications Company</i>	8.00	05/15/2018	3,274,000	3,478,625
<i>Lucent Technologies Incorporated</i>	6.45	03/15/2029	3,100,000	1,767,000

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PORTFOLIO OF INVESTMENTS July 31, 2012 (UNAUDITED)

WELLS FARGO ADVANTAGE INCOME OPPORTUNITIES FUND

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Communications Equipment (continued)</b>				
<i>Seagate Technology Holdings</i>	6.80%	10/01/2016	\$ 1,275,000	\$ 1,418,438
				6,664,063
<b>Computers &amp; Peripherals : 0.50%</b>				
<i>Seagate HDD Cayman</i>	6.88	05/01/2020	650,000	701,188
<i>Seagate HDD Cayman</i>	7.75	12/15/2018	2,500,000	2,768,750
				3,469,938
<b>Electronic Equipment, Instruments &amp; Components : 2.78%</b>				
<i>CDW Financial Corporation</i>	12.54	10/12/2017	2,900,000	3,110,250
<i>Jabil Circuit Incorporated</i>	8.25	03/15/2018	13,532,000	16,238,400
				19,348,650
<b>Internet Software &amp; Services : 0.36%</b>				
<i>Equinix Incorporated</i>	7.00	07/15/2021	125,000	139,063
<i>Equinix Incorporated</i>	8.13	03/01/2018	2,125,000	2,353,438
				2,492,501
<b>IT Services : 4.60%</b>				
<i>Audatex North America Incorporated 144A</i>	6.75	06/15/2018	1,375,000	1,467,813
<i>Fidelity National Information Services Incorporated 144A</i>	5.00	03/15/2022	500,000	527,500
<i>Fidelity National Information Services Incorporated</i>	7.63	07/15/2017	550,000	607,750
<i>Fidelity National Information Services Incorporated 144A</i>	7.63	07/15/2017	325,000	357,500
<i>Fidelity National Information Services Incorporated</i>	7.88	07/15/2020	2,450,000	2,762,375
<i>First Data Corporation 144A</i>	7.38	06/15/2019	1,325,000	1,382,969
<i>First Data Corporation</i>	11.25	03/31/2016	10,125,000	9,644,063
<i>SunGard Data Systems Incorporated</i>	7.38	11/15/2018	3,750,000	3,984,375
<i>SunGard Data Systems Incorporated</i>	7.63	11/15/2020	550,000	590,563
<i>SunGard Data Systems Incorporated</i>	10.25	08/15/2015	7,664,750	7,846,788
<i>TW Telecommunications Holdings Incorporated</i>	8.00	03/01/2018	1,272,000	1,421,460
<i>Unisys Corporation</i>	12.50	01/15/2016	185,000	197,025
<i>Unisys Corporation 144A</i>	12.75	10/15/2014	1,068,000	1,153,440
				31,943,621
<b>Materials : 1.91%</b>				
<b>Chemicals : 0.60%</b>				
<i>Huntsman International LLC</i>	5.50	06/30/2016	2,855,000	2,862,138
<i>Solutia Incorporated</i>	7.88	03/15/2020	989,000	1,169,493
<i>Solutia Incorporated</i>	8.75	11/01/2017	100,000	113,250
				4,144,881
<b>Containers &amp; Packaging : 0.61%</b>				
<i>Ball Corporation</i>	5.00	03/15/2022	475,000	502,313
<i>Ball Corporation</i>	6.75	09/15/2020	375,000	415,313
<i>Crown Americas LLC</i>	7.63	05/15/2017	950,000	1,030,750
<i>Owens Brockway Glass Container Incorporated</i>	7.38	05/15/2016	740,000	834,350
<i>Silgan Holdings Incorporated 144A</i>	5.00	04/01/2020	1,450,000	1,497,125
				4,279,851
<b>Metals &amp; Mining : 0.00%</b>				

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<i>Indalex Holdings Corporation (s)(i)(a)</i>	11.50	02/01/2014	5,985,000	1
<b>Paper &amp; Forest Products : 0.70%</b>				
<i>Clearwater Paper Corporation</i>	10.63	06/15/2016	1,175,000	1,310,125

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WELLS FARGO ADVANTAGE INCOME OPPORTUNITIES FUND

PORTFOLIO OF INVESTMENTS July 31, 2012 (UNAUDITED)

Security Name	Interest Rate	Maturity Date	Principal	Value
<b>Paper &amp; Forest Products (continued)</b>				
<i>Georgia-Pacific Corporation</i>	8.88%	05/15/2031	\$ 2,430,000	\$ 3,566,671
				4,876,796
<b>Telecommunication Services : 11.07%</b>				
<b>Diversified Telecommunication Services : 7.18%</b>				
<i>Avaya Incorporated</i>	9.75	11/01/2015	1,150,000	897,000
<i>Citizens Communications Company</i>	7.88	01/15/2027	4,205,000	3,773,988
<i>FairPoint Communications Incorporated 144A</i>	10.88	04/01/2017	2,550,000	2,836,875
<i>Frontier Communications Corporation</i>	8.13	10/01/2018	1,980,000	2,158,200
<i>Frontier Communications Corporation</i>	8.25	04/15/2017	2,380,000	2,606,100
<i>Frontier Communications Corporation</i>	8.50	04/15/2020	1,000,000	1,082,500
<i>GCI Incorporated</i>	6.75	06/01/2021	1,075,000	1,042,750
<i>GCI Incorporated</i>	8.63	11/15/2019	8,675,000	9,217,188
<i>Intelsat Jackson Holdings Company</i>	7.25	10/15/2020	1,700,000	1,814,750
<i>Intelsat Jackson Holdings Company 144A</i>	7.25	10/15/2020	1,525,000	1,620,313
<i>Qwest Corporation</i>	7.63	08/03/2021	440,000	470,981
<i>SBA Telecommunications Incorporated 144A</i>	5.75	07/15/2020	250,000	263,125
<i>SBA Telecommunications Incorporated</i>	8.00	08/15/2016	709,000	754,376
<i>SBA Telecommunications Incorporated</i>	8.25	08/15/2019	543,000	604,088
<i>Syniverse Holdings Incorporated</i>	9.13	01/15/2019	7,875,000	8,603,438
<i>Telesat Canada Incorporated 144A</i>	6.00	05/15/2017	1,225,000	1,267,875
<i>U.S. West Communications Incorporated</i>	7.13	11/15/2043	1,810,000	1,814,525
<i>U.S. West Communications Incorporated</i>	7.25	09/15/2025	2,755,000	3,165,906
<i>Windstream Corporation</i>	7.88	11/01/2017	5,380,000	5,911,275
				49,905,253
<b>Wireless Telecommunication Services : 3.89%</b>				
<i>CC Holdings LLC 144A</i>	7.75	05/01/2017	650,000	704,438
<i>Cricket Communications Incorporated</i>	7.75	05/15/2016	3,355,000	3,556,300
<i>Cricket Communications Incorporated</i>	7.75	10/15/2020	3,200,000	3,056,000
<i>Crown Castle International Corporation</i>	7.13	11/01/2019	165,000	181,088
<i>Crown Castle International Corporation</i>	9.00	01/15/2015	650,000	708,906
<i>Intelsat Limited</i>	11.25	06/15/2016	4,265,000	4,488,913
<i>iPCS Incorporated ¥</i>	3.72	05/01/2014	2,607,559	2,561,927
<i>MetroPCS Communications Incorporated</i>	6.63	11/15/2020	4,975,000	5,024,750
<i>MetroPCS Communications Incorporated</i>	7.88			