

EATON VANCE MUNICIPAL INCOME TRUST  
Form N-CSR  
January 26, 2015

**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**  
**Washington, D.C. 20549**

**Form N-CSR**

**CERTIFIED SHAREHOLDER REPORT OF REGISTERED**  
**MANAGEMENT INVESTMENT COMPANIES**  
**Investment Company Act File Number: 811-09141**

**Eaton Vance Municipal Income Trust**  
**(Exact Name of Registrant as Specified in Charter)**

**Two International Place, Boston, Massachusetts 02110**  
**(Address of Principal Executive Offices)**

**Maureen A. Gemma**

**Two International Place, Boston, Massachusetts 02110**

**(Name and Address of Agent for Services)**

**(617) 482-8260**

**(Registrant's Telephone Number)**

**November 30**

**Date of Fiscal Year End**

**November 30, 2014**

**Date of Reporting Period**

**Item 1. Reports to Stockholders**

Eaton Vance

Municipal Income Trust (EVN)

Annual Report

November 30, 2014

**Commodity Futures Trading Commission Registration.** Effective December 31, 2012, the Commodity Futures Trading Commission ( CFTC ) adopted certain regulatory changes that subject registered investment companies and advisers to regulation by the CFTC if a fund invests more than a prescribed level of its assets in certain CFTC-regulated instruments (including futures, certain options and swap agreements) or markets itself as providing investment exposure to such instruments. The Fund has claimed an exclusion from the definition of the term commodity pool operator under the Commodity Exchange Act. Accordingly, neither the Fund nor the adviser with respect to the operation of the Fund is subject to CFTC regulation. Because of its management of other strategies, the Fund's adviser is registered with the CFTC as a commodity pool operator and a commodity trading advisor.

**Fund shares are not insured by the FDIC and are not deposits or other obligations of, or guaranteed by, any depository institution. Shares are subject to investment risks, including possible loss of principal invested.**

**Annual Report** November 30, 2014

Eaton Vance

## Municipal Income Trust

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## Eaton Vance

### Municipal Income Trust

November 30, 2014

#### Management's Discussion of Fund Performance

##### Economic and Market Conditions

As the fiscal year began on December 1, 2013, the municipal market was at the tail end of a selloff that had started the previous May, after then-U.S. Federal Reserve (the Fed) Chairman Ben Bernanke surprised the markets by indicating that the Fed's \$85 billion in monthly asset purchases could be tapered sooner than most investors had expected. Although selling of municipals abated somewhat in September of last year, the municipal market continued to experience outflows through December 2013.

But as 2014 began, municipals turned a corner. From January 1 through November 30, 2014, municipals rallied back from 2013 lows, as investors moved money back into the municipal market. Contrary to what many investors had expected, Treasury rates declined with municipal rates following. As the U.S. economy continued to experience moderate but below trend growth and low inflation, fixed income investors became increasingly concerned about the much weaker growth rates of European and other international economies. As a result, global interest rates fell, creating strong demand for U.S. Treasuries and putting downward pressure on U.S. interest rates, despite the end of the Fed's asset purchase program in October 2014.

As investors searched for yield in a low-interest-rate environment, longer dated and lower credit quality bonds were the best performers. During the last two months of the period, municipal bonds, which had outperformed Treasuries since the beginning of 2014, underperformed Treasuries but still delivered positive returns, as measured by the Barclays Municipal Bond Index<sup>2</sup>, a measure of the overall U.S. municipal bond market. For the one-year period as a whole, the municipal yield curve flattened, as long-term municipal rates declined while short-term rates were essentially flat.

##### Fund Performance

For the fiscal year ended November 30, 2014, Eaton Vance Municipal Income Trust (the Fund) shares at net asset value (NAV) had a total return of 32.67%, outperforming the 13.49% return of the Barclays Long (22+) Year Municipal Bond Index (the Index).

The Fund's overall strategy is to invest primarily in bonds with maturities of 10 years or more in order to capture their typically higher yields and a greater income stream compared

with shorter-maturity issues. Management may hedge to various degrees against the greater potential risk of volatility at the long end of the yield curve by using Treasury futures in seeking to provide downside protection.

In managing the Fund, management employs leverage through Residual Interest Bond (RIB) financing and Auction Preferred Shares (APS)<sup>6</sup> to seek to enhance the Fund's tax-exempt income. The use of leverage has the effect of achieving additional exposure to the municipal market, and thus magnifying the Fund's exposure to its underlying investments in both up and down market environments. During this period of falling rates and strong performance by municipal bonds, the use of leverage was a significant contributor to Fund performance versus the Index, which does not employ leverage.

Additional contributors to Fund performance versus the Index during the period included security selection and an overweight in zero-coupon bonds, as well as security selection and an overweight in the transportation sector, which was one of the strongest-performing sectors in the Index during the one-year period.

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In contrast, security selection in electric utility bonds detracted from Fund performance relative to the Index during the period, as did an underweight in general obligation bonds and an underweight in bonds from California issuers.

*See Endnotes and Additional Disclosures in this report.*

*Past performance is no guarantee of future results. Returns are historical and are calculated by determining the percentage change in net asset value (NAV) or market price (as applicable) with all distributions reinvested and includes management fees and other expenses. Fund performance at market price will differ from its results at NAV due to factors such as changing perceptions about the Fund, market conditions, fluctuations in supply and demand for Fund shares, or changes in Fund distributions. Investment return and principal value will fluctuate so that shares, when sold, may be worth more or less than their original cost. Performance less than one year is cumulative. Performance is for the stated time period only; due to market volatility, current Fund performance may be lower or higher than the quoted return. For performance as of the most recent month-end, please refer to [eatonvance.com](http://eatonvance.com).*



## Eaton Vance

## Municipal Income Trust

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Performance<sup>2,3</sup>**Portfolio Manager** Thomas M. Metzold, CFA

<b>% Average Annual Total Returns</b>	<b>Inception Date</b>	<b>One Year</b>	<b>Five Years</b>	<b>Ten Years</b>
Fund at NAV	01/29/1999	32.67%	12.19%	6.86%
Fund at Market Price		36.79	11.58	5.62
Barclays Long (22+) Year Municipal Bond Index		13.49%	7.05%	5.50%

**% Premium/Discount to NAV<sup>4</sup>**

+3.01%

**Distributions<sup>5</sup>**

Total Distributions per share for the period	\$ 0.900
Distribution Rate at NAV	6.94%
Taxable-Equivalent Distribution Rate at NAV	12.26%
Distribution Rate at Market Price	6.74%
Taxable-Equivalent Distribution Rate at Market Price	11.91%

**% Total Leverage<sup>6</sup>**

Auction Preferred Shares (APS)	21.35%
Residual Interest Bond (RIB) Financing	24.09

## Fund Profile

Credit Quality (% of total investments)<sup>7,8</sup>

See Endnotes and Additional Disclosures in this report.

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## Eaton Vance

### Municipal Income Trust

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#### Endnotes and Additional Disclosures

- <sup>1</sup> The views expressed in this report are those of the portfolio manager(s) and are current only through the date stated at the top of this page. These views are subject to change at any time based upon market or other conditions, and Eaton Vance and the Fund(s) disclaim any responsibility to update such views. These views may not be relied upon as investment advice and, because investment decisions are based on many factors, may not be relied upon as an indication of trading intent on behalf of any Eaton Vance fund. This commentary may contain statements that are not historical facts, referred to as forward looking statements. The Fund's actual future results may differ significantly from those stated in any forward looking statement, depending on factors such as changes in securities or financial markets or general economic conditions, the volume of sales and purchases of Fund shares, the continuation of investment advisory, administrative and service contracts, and other risks discussed from time to time in the Fund's filings with the Securities and Exchange Commission.
- <sup>2</sup> Barclays Municipal Bond Index is an unmanaged index of municipal bonds traded in the U.S. Barclays Long (22+) Year Municipal Bond Index is an unmanaged index of municipal bonds traded in the U.S. with maturities of 22 years or more. Unless otherwise stated, index returns do not reflect the effect of any applicable sales charges, commissions, expenses, taxes or leverage, as applicable. It is not possible to invest directly in an index.
- <sup>3</sup> Performance results reflect the effects of leverage. Performance since inception for an index, if presented, is the performance since the Fund's or oldest share class inception, as applicable.
- <sup>4</sup> The shares of the Fund often trade at a discount or premium from their net asset value. The discount or premium of the Fund may vary over time and may be higher or lower than what is quoted in this report. For up-to-date premium/discount information, please refer to <http://eatonvance.com/closedend>.
- <sup>5</sup> The Distribution Rate is based on the Fund's last regular distribution per share in the period (annualized) divided by the Fund's NAV or market price at the end of the period. The Fund's distributions may be comprised of amounts characterized for federal income tax purposes as tax-exempt income, qualified and non-qualified ordinary dividends, capital gains and nondividend distributions, also known as return of capital. The Fund will determine the federal income tax character of distributions paid to a shareholder after the end of the calendar year. This is reported on the IRS form 1099-DIV and provided to the shareholder shortly after each year-end. For information about the tax character of distributions made in prior calendar years, please refer to Performance-Tax Character of Distributions on the Fund's webpage available at [www.eatonvance.com](http://www.eatonvance.com). The Fund's distributions are determined by the investment adviser based on its current assessment of the Fund's long-term return potential. As portfolio and market conditions change, the rate of distributions paid by the Fund could change. Taxable-equivalent performance is based on the highest combined federal and state income tax rates, where applicable. Lower tax rates would result in lower tax-equivalent performance. Actual tax rates will vary depending on your income, exemptions and deductions. Rates do not include local taxes.
- <sup>6</sup> Fund employs RIB financing and/or APS leverage. The leverage created by RIB investments and APS provides an opportunity for increased income but, at the same time, creates special risks (including the likelihood of greater price volatility). The cost of leverage rises and falls with changes in short-term interest rates. See Floating Rate Notes Issued in Conjunction with Securities Held in the notes to the financial statements for more information about RIB financing. RIB leverage represents the amount of Floating Rate Notes outstanding at period end as a percentage of Fund net assets applicable to common shares plus APS and Floating Rate Notes. APS leverage represents the liquidation value of the Fund's APS outstanding at period end as a percentage of Fund net assets applicable to common shares plus APS and Floating Rate Notes. The Fund may be required to maintain prescribed asset coverage for its leverage and may be required to reduce its leverage at an inopportune time.
- <sup>7</sup> Ratings are based on Moody's, S&P or Fitch, as applicable. If securities are rated differently by the ratings agencies, the higher rating is applied. Ratings, which are subject to change, apply to the creditworthiness of the issuers of the underlying securities and not to the Fund or its shares. Credit ratings measure the quality of a bond based on the issuer's creditworthiness, with ratings ranging from AAA, being the highest, to D, being the lowest based on S&P's measures. Ratings of BBB or higher by S&P or Fitch (Baa or higher by Moody's) are considered to be investment-grade quality. Credit ratings are based largely on the ratings agency's analysis at the time of rating. The rating assigned to any particular security is not necessarily a reflection of the issuer's current financial condition and does not necessarily reflect its assessment of the volatility of a security's market value or of the liquidity of an investment in the security. Holdings designated as

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Not Rated are not rated by the national ratings agencies stated above.

<sup>8</sup> The chart includes the municipal bonds held by a trust that issues residual interest bonds, consistent with the Portfolio of Investments.

Fund profile subject to change due to active management.

## Eaton Vance

## Municipal Income Trust

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## Portfolio of Investments

Tax-Exempt Municipal Securities 177.2%

Security	Principal Amount (000 s omitted)	Value
<b>Cogeneration 0.1%</b>		
Northampton County, PA, Industrial Development Authority, (Northampton Generating), 5.00%, 12/31/23 <sup>(1)</sup>	\$ 252	\$ 225,718
		<b>\$ 225,718</b>
<b>Education 12.8%</b>		
California Educational Facilities Authority, (Stanford University), 5.00%, 5/1/45 <sup>(2)(3)</sup>	\$ 10,000	\$ 13,213,400
Massachusetts Development Finance Agency, (Boston University), 6.00%, 5/15/59	5,580	6,967,634
Massachusetts Health and Educational Facilities Authority, (Harvard University), 5.00%, 10/1/38 <sup>(2)</sup>	2,490	2,760,738
New York Dormitory Authority, (Cornell University), 5.00%, 7/1/39 <sup>(2)</sup>	10,500	11,952,045
New York Dormitory Authority, (The New School), 5.75%, 7/1/50	4,000	4,530,360
		<b>\$ 39,424,177</b>
<b>Electric Utilities 4.5%</b>		
Apache County, AZ, Industrial Development Authority, (Tucson Electric Power Co.), 4.50%, 3/1/30	\$ 1,685	\$ 1,795,890
Hawaii Department of Budget and Finance, (Hawaiian Electric Co.), 6.50%, 7/1/39	2,540	2,954,706
Indiana Financing Authority, (Duke Energy Indiana, Inc.), 6.00%, 8/1/39	1,000	1,143,550
South Carolina Public Service Authority, 5.50%, 12/1/54	7,000	7,987,210
		<b>\$ 13,881,356</b>
<b>General Obligations 14.7%</b>		
California, 5.00%, 12/1/43	\$ 6,090	\$ 6,893,636
California, (AMT), 5.05%, 12/1/36	460	466,412
Frisco, TX, Independent School District, (PSF Guaranteed), 5.00%, 8/15/37 <sup>(2)</sup>	9,000	10,527,210
Illinois, 5.00%, 5/1/33	5,000	5,346,700
Illinois, 5.25%, 7/1/30	935	1,023,152
Illinois, 5.25%, 7/1/31	130	141,662
Klein, TX, Independent School District, (PSF Guaranteed), 5.00%, 2/1/36 <sup>(2)</sup>	3,250	3,685,273
Leander, TX, Independent School District, 0.00%, 8/15/39	31,930	10,511,995
New York, 5.00%, 2/15/34 <sup>(2)</sup>	2,500	2,880,550
Port of Houston Authority of Harris County, TX, (AMT), 5.625%, 10/1/38 <sup>(2)</sup>	2,340	2,640,526

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Santa Clara County, CA, (Election of 2008), 3.375%, 8/1/37	1,075	1,012,070
		<b>\$ 45,129,186</b>

### Principal

### Amount

Security	(000 s omitted)	Value
<b>Health Care Miscellaneous 0.1%</b>		
Tax Revenue Exempt Securities Trust, Community Health Provider, (Pooled Loan Program Various States Trust Certificates), 6.00%, 12/1/36 <sup>(4)</sup>	\$ 95	\$ 95,516
Tax Revenue Exempt Securities Trust, Community Health Provider, (Pooled Loan Program Various States Trust Certificates), 6.25%, 12/1/36 <sup>(4)</sup>	252	252,178
Tax Revenue Exempt Securities Trust, Community Health Provider, (Pooled Loan Program Various States Trust Certificates), 7.20%, 12/1/36 <sup>(4)</sup>	96	95,731
		<b>\$ 443,425</b>

### Hospital 24.1%

California Health Facilities Financing Authority, (Providence Health System), 5.50%, 10/1/39 <sup>(2)(3)</sup>	\$ 10,000	\$ 11,569,700
California Health Facilities Financing Authority, (St. Joseph Health System), 5.00%, 7/1/37	440	498,186
California Health Facilities Financing Authority, (Sutter Health Obligation Group), 5.00%, 8/15/52 <sup>(2)(3)</sup>	10,000	11,074,100
California Statewide Communities Development Authority, (John Muir Health), 5.00%, 8/15/34	3,255	3,446,231
Camden County, NJ, Improvement Authority, (Cooper Health System), 5.75%, 2/15/42	1,335	1,530,297
Hawaii Department of Budget and Finance, (Hawaii Pacific Health Obligated Group), 5.50%, 7/1/40	1,870	2,067,378
Illinois Finance Authority, (Provena Healthcare), 7.75%, 8/15/34	3,280	4,099,902
Massachusetts Development Finance Agency, (Childrens Hospital), 5.00%, 10/1/46 <sup>(2)(3)</sup>	10,000	11,341,800
Massachusetts Development Finance Agency, (Tufts Medical Center), 6.75%, 1/1/36	1,535	1,824,087
Monroe County, PA, Hospital Authority, (Pocono Medical Center), 5.25%, 1/1/43	2,715	2,831,419
New York Dormitory Authority, (Orange Regional Medical Center), 6.125%, 12/1/29	1,465	1,571,667
New York Dormitory Authority, (Orange Regional Medical Center), 6.25%, 12/1/37	2,930	3,117,784
North Carolina Medical Care Commission, (North Carolina Baptist Hospital), 5.25%, 6/1/29 <sup>(2)(3)</sup>	11,400	12,937,974
Onondaga Civic Development Corp., NY, (St. Joseph s Hospital Health Center), 5.00%, 7/1/42	1,675	1,678,065
South Lake County Hospital District, FL, (South Lake Hospital), 6.25%, 4/1/39	1,570	1,763,267
St. Paul, MN, Housing and Redevelopment Authority, (HealthPartners Obligated Group), 5.25%, 5/15/36	1,500	1,568,700
West Virginia Hospital Finance Authority, (West Virginia United Health System Obligated Group), 5.375%, 6/1/38	1,000	1,134,580
		<b>\$ 74,055,137</b>

## Eaton Vance

## Municipal Income Trust

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## Portfolio of Investments continued

	<b>Principal</b>	
	<b>Amount</b>	
<b>Security</b>	<b>(000 s omitted)</b>	<b>Value</b>
<b>Housing 3.7%</b>		
Centerline Equity Issuer Trust, TN, 6.00%, 10/31/52 <sup>(4)</sup>	\$ 4,000	\$ 4,603,880
Texas Student Housing Corp., (University of Northern Texas), 6.75%, 7/1/16	1,465	1,452,357
Texas Student Housing Corp., (University of Northern Texas), 6.85%, 7/1/31	180	157,496
Virginia Housing Development Authority, 3.625%, 1/1/31	5,000	5,147,950
		<b>\$ 11,361,683</b>
<b>Industrial Development Revenue 7.1%</b>		
Clayton County, GA, Development Authority, (Delta Airlines, Inc.), 8.75%, 6/1/29	\$ 400	\$ 499,604
Clayton County, GA, Development Authority, (Delta Airlines, Inc.), (AMT), 9.00%, 6/1/35	2,205	2,274,436
Denver City and County, CO, (United Airlines), (AMT), 5.75%, 10/1/32	1,370	1,421,772
Luzerne County, PA, Industrial Development Authority, (Pennsylvania-American Water Co.), 5.50%, 12/1/39	1,600	1,790,640
Maine Finance Authority, Solid Waste Disposal, (Casella Waste Systems, Inc.), (AMT), 6.25% to 2/1/17 (Put Date), 1/1/25	1,660	1,707,974
New Jersey Economic Development Authority, (Continental Airlines), (AMT), 5.25%, 9/15/29	4,680	4,971,330
New Jersey Economic Development Authority, (Continental Airlines), (AMT), Series 2000 A, 5.625%, 11/15/30	1,005	1,092,515
New Jersey Economic Development Authority, (Continental Airlines), (AMT), Series 2000 B, 5.625%, 11/15/30	1,715	1,865,697
New York Liberty Development Corp., (Goldman Sachs Group, Inc.), 5.50%, 10/1/37	5,000	6,180,400
		<b>\$ 21,804,368</b>
<b>Insured Electric Utilities 0.7%</b>		
Puerto Rico Electric Power Authority, (AGM), 0.678%, 7/1/29 <sup>(5)</sup>	\$ 3,000	\$ 2,263,140
		<b>\$ 2,263,140</b>
<b>Insured General Obligations 1.1%</b>		
Arcadia, CA, Unified School District, (Election of 2006), (AGM), 0.00%, 8/1/38	\$ 10,000	\$ 3,241,400
		<b>\$ 3,241,400</b>
<b>Insured Hospital 6.5%</b>		
Indiana Health and Educational Facility Finance Authority, (Sisters of St. Francis Health Services), (AGM), 5.25%, 5/15/41 <sup>(2)</sup>	\$ 3,250	\$ 3,503,305
Iowa Finance Authority, Health Facilities, (Iowa Health System), (AGC), 5.625%, 8/15/37	2,625	3,002,186

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	Principal	
	Amount	
Security	(000 s omitted)	Value
<b>Insured Hospital (continued)</b>		
Maryland Health and Higher Educational Facilities Authority, (LifeBridge Health), (AGC), 4.75%, 7/1/47 <sup>(2)</sup>	\$ 2,500	\$ 2,539,250
New Jersey Health Care Facilities Financing Authority, (Meridian Health System), Series I, (AGC), 5.00%, 7/1/38 <sup>(2)</sup>	9,615	10,236,223
New Jersey Health Care Facilities Financing Authority, (Meridian Health System), Series V, (AGC), 5.00%, 7/1/38 <sup>(2)</sup>	700	745,227
		<b>\$ 20,026,191</b>
<b>Insured Housing 0.4%</b>		
Broward County, FL, Housing Finance Authority, MFMR, (Venice Homes Apartments), (AGM), (AMT), 5.70%, 1/1/32	\$ 1,100	\$ 1,105,016
		<b>\$ 1,105,016</b>
<b>Insured Lease Revenue / Certificates of Participation 1.1%</b>		
San Diego County, CA, Water Authority, Certificates of Participation, (AGM), 5.00%, 5/1/38 <sup>(2)</sup>	\$ 3,000	\$ 3,320,130
		<b>\$ 3,320,130</b>
<b>Insured Other Revenue 2.5%</b>		
Harris County-Houston Sports Authority, TX, (NPF), 0.00%, 11/15/34	\$ 4,210	\$ 1,542,923
New York, NY, Industrial Development Agency, (Yankee Stadium), (AGC), 0.00%, 3/1/36	7,090	2,856,419
New York, NY, Industrial Development Agency, (Yankee Stadium), (AGC), 0.00%, 3/1/37	8,500	3,238,670
		<b>\$ 7,638,012</b>
<b>Insured Special Tax Revenue 6.1%</b>		
Miami-Dade County, FL, Professional Sports Franchise Facilities, (AGC), 0.00%, 10/1/37	\$ 34,950	\$ 12,737,527
Puerto Rico Sales Tax Financing Corp., (NPF), 0.00%, 8/1/43	29,510	4,546,606
Puerto Rico Sales Tax Financing Corp., (NPF), 0.00%, 8/1/45	10,510	1,464,148
		<b>\$ 18,748,281</b>
<b>Insured Student Loan 2.7%</b>		
Maine Educational Loan Authority, (AGC), 5.625%, 12/1/27	\$ 2,090	\$ 2,340,570
Massachusetts Educational Financing Authority, (AGC), (AMT), 6.35%, 1/1/30	465	491,431
Massachusetts Educational Financing Authority, (AMBAC), (AMT), 4.70%, 1/1/33	3,235	3,300,703



## Eaton Vance

## Municipal Income Trust

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## Portfolio of Investments continued

	<b>Principal</b>	
	<b>Amount</b>	
<b>Security</b>	<b>(000 s omitted)</b>	<b>Value</b>
<b>Insured Student Loan (continued)</b>		
New Jersey Higher Education Student Assistance Authority, (AGC), (AMT), 6.125%, 6/1/30	\$ 1,845	\$ 2,010,275
		<b>\$ 8,142,979</b>
<b>Insured Transportation 14.6%</b>		
Alameda Corridor Transportation Authority, CA, (NPF), 0.00%, 10/1/33	\$ 12,425	\$ 5,625,667
Chicago, IL, (O Hare International Airport), (AGM), 5.50%, 1/1/43	935	1,038,953
Clark County, NV, (Las Vegas-McCarran International Airport), (AGM), 5.25%, 7/1/39	3,850	4,342,338
Miami-Dade County, FL, (Miami International Airport), (AGM), (AMT), 5.25%, 10/1/41	1,990	2,193,418
North Carolina Turnpike Authority, (AGC), 0.00%, 1/1/34	15,000	7,121,700
Puerto Rico Highway and Transportation Authority, (AGC), (CIFG), 5.25%, 7/1/41	9,820	9,833,552
Puerto Rico Highway and Transportation Authority, (AGM), 5.50%, 7/1/31	2,370	2,499,686
San Jose, CA, Airport, (AGM), (AMBAC), (BHAC), (AMT), 5.00%, 3/1/37	2,425	2,605,081
San Jose, CA, Airport, (AMBAC), (AMT), 5.50%, 3/1/32	8,805	9,545,853
		<b>\$ 44,806,248</b>
<b>Insured Water and Sewer 12.4%</b>		
Austin, TX, Water and Wastewater System, (AGM), (BHAC), 5.00%, 11/15/33	\$ 1,465	\$ 1,576,369
DeKalb, GA, Water and Sewer, (AGM), 5.00%, 10/1/35 <sup>(2)(3)</sup>	17,985	20,798,573
Jefferson County, AL, Sewer Revenue, (AGM), 0.00%, 10/1/34	6,000	1,989,360
Jefferson County, AL, Sewer Revenue, (AGM), 0.00%, 10/1/35	6,680	2,067,928
Jefferson County, AL, Sewer Revenue, (AGM), 0.00%, 10/1/36	7,000	2,000,180
Jefferson County, AL, Sewer Revenue, (AGM), 5.00%, 10/1/44	3,750	4,061,625
Puerto Rico Aqueduct and Sewer Authority, (AGC), 5.00%, 7/1/28	3,640	3,660,384
Puerto Rico Aqueduct and Sewer Authority, (AGC), 5.125%, 7/1/47	2,000	1,979,260
		<b>\$ 38,133,679</b>
<b>Lease Revenue / Certificates of Participation 3.1%</b>		
Hudson Yards Infrastructure Corp., NY, 5.75%, 2/15/47	\$ 2,135	\$ 2,457,983
Mohave County, AZ, Industrial Development Authority, (Mohave Prison LLC), 8.00%, 5/1/25	4,400	5,065,324
<b>Security</b>	<b>Principal</b>	<b>Value</b>
	<b>Amount</b>	

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(000 s omitted)

### Lease Revenue / Certificates of Participation (continued)

New Jersey Health Care Facilities Financing Authority, (Hospital Asset Transformation Program), 5.75%, 10/1/31	\$	1,735	\$ 1,985,881
			<b>\$ 9,509,188</b>

### Other Revenue 6.3%

Brooklyn Arena Local Development Corp., NY, (Barclays Center), 6.00%, 7/15/30	\$	785	\$ 914,030
Brooklyn Arena Local Development Corp., NY, (Barclays Center), 6.25%, 7/15/40		880	1,035,162
Brooklyn Arena Local Development Corp., NY, (Barclays Center), 6.375%, 7/15/43		800	944,144
Central Falls Detention Facility Corp., RI, 7.25%, 7/15/35 <sup>(6)</sup>		1,925	1,058,885
Mohegan Tribe of Indians Gaming Authority, CT, (Public Improvements), 6.25%, 1/1/21 <sup>(4)</sup>		1,500	1,499,925
New Mexico Municipal Energy Acquisition Authority, 0.855%, Variable to 8/1/19 (Put Date), 11/1/39 <sup>(5)</sup>		1,000	1,005,990
New York Liberty Development Corp., (3 World Trade Center), 5.00%, 11/15/44 <sup>(4)</sup>		5,600	5,714,464
Otero County, NM, Jail Project Revenue, 5.75%, 4/1/18		215	208,827
Salt Verde Financial Corp., AZ, Senior Gas Revenue, 5.00%, 12/1/37		5,000	5,714,750
White Earth Band of Chippewa Indians, MN, 6.375%, 12/1/26 <sup>(4)</sup>		1,225	1,244,453
			<b>\$ 19,340,630</b>

### Senior Living / Life Care 5.6%

Cliff House Trust, (AMT), 6.625%, 6/1/27 <sup>(7)</sup>	\$	3,210	\$ 1,232,865
Douglas County, NE, Hospital Authority No. 2, (Immanuel Obligated Group), 5.50%, 1/1/30		535	597,970
Douglas County, NE, Hospital Authority No. 2, (Immanuel Obligated Group), 5.625%, 1/1/40		1,075	1,193,357
Logan County, CO, (TLC Care Choices, Inc.), 6.875%, 12/1/23 <sup>(6)</sup>		3,109	761,435
Multnomah County, OR, Hospital Facilities Authority, (Mirabella at South Waterfront), 5.40%, 10/1/44		1,480	1,554,118
Palm Beach County Health Facilities Authority, FL, (Sinai Residences of Boca Raton), 7.25%, 6/1/39		740	836,940
Palm Beach County Health Facilities Authority, FL, (Sinai Residences of Boca Raton), 7.50%, 6/1/49		3,650	4,157,204
Savannah, GA, Economic Development Authority (Marshes Skidaway), 7.125%, 1/1/38		4,960	5,566,112
Tempe, AZ, Industrial Development Authority, (Friendship Village of Tempe), 6.00%, 12/1/32		335	360,748
Tempe, AZ, Industrial Development Authority, (Friendship Village of Tempe), 6.25%, 12/1/42		985	1,058,245
			<b>\$ 17,318,994</b>

Eaton Vance

Municipal Income Trust

November 30, 2014

Portfolio of Investments continued

	<b>Principal</b>	
	<b>Amount</b>	
<b>Security</b>	<b>(000 s omitted)</b>	<b>Value</b>
<b>Special Tax Revenue 7.8%</b>		
Covington Park Community Development District, (Capital Improvements), FL, 5.00%, 5/1/31	\$ 500	\$ 502,755
Dupree Lakes Community Development District, FL, 5.375%, 5/1/37	315	297,177
Dupree Lakes Community Development District, FL, 6.83%, 11/1/15	5	5,026
Heritage Harbor South Community Development District, FL, (Capital Improvements), 6.20%, 5/1/35	260	263,263
New River Community Development District, (Capital Improvements), FL, 5.00%, 5/1/13 <sup>(7)</sup>	90	0
New River Community Development District, (Capital Improvements), FL, 5.35%, 5/1/38 <sup>(7)</sup>	35	0
New River Community Development District, (Capital Improvements), FL, Series 2010A-1, 5.75%, 5/1/38	65	65,149
New River Community Development District, (Capital Improvements), FL, Series 2010A-2, 5.75%, 5/1/38	165	135,249
New River Community Development District, (Capital Improvements), FL, Series 2010B-1, 5.00%, 5/1/15	75	74,651
New River Community Development District, (Capital Improvements), FL, Series 2010B-2, 5.00%, 5/1/18	130	105,726
New York, NY, Transitional Finance Authority, Future Tax Revenue, 5.50%, 11/1/35	1,500	1,784,205
New York, NY, Transitional Finance Authority, Future Tax Revenue, 5.50%, 11/1/35 <sup>(2)(3)</sup>	5,000	5,947,350
Southern Hills Plantation I, Community Development District, FL, Series A1, 5.80%, 5/1/35	268	260,315
Southern Hills Plantation I, Community Development District, FL, Series A2, 5.80%, 5/1/35	195	172,261
Sterling Hill Community Development District, FL, 6.20%, 5/1/35	600	468,738
Texas Transportation Commission, 5.00%, 4/1/33 <sup>(2)(3)</sup>	10,000	11,855,700
Virgin Islands Public Finance Authority, 6.75%, 10/1/37	1,780	2,035,484
		<b>\$ 23,973,049</b>
<b>Transportation 35.4%</b>		
Augusta, GA, (AMT), 5.35%, 1/1/28	\$ 1,000	\$ 1,001,000
Central Texas Regional Mobility Authority, 5.75%, 1/1/31	435	502,969
Chicago, IL, Midway International Airport, (AMT), 5.00%, 1/1/41	9,200	9,913,276
Dallas and Fort Worth, TX, (Dallas/Fort Worth International Airport), 5.25%, 11/1/30	1,030	1,202,793
Dallas and Fort Worth, TX, (Dallas/Fort Worth International Airport), 5.25%, 11/1/31	1,735	2,012,843
Dallas and Fort Worth, TX, (Dallas/Fort Worth International Airport), (AMT), 5.00%, 11/1/38	3,200	3,427,328
Los Angeles Department of Airports, CA, (Los Angeles International Airport), (AMT), 5.375%, 5/15/33	1,000	1,111,010
	<b>Principal</b>	
	<b>Amount</b>	
<b>Security</b>	<b>(000 s omitted)</b>	<b>Value</b>

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### Transportation (continued)

Memphis-Shelby County, TN, Airport Authority, (AMT), 5.75%, 7/1/24	\$ 400	\$ 463,816
Metropolitan Washington, D.C., Airports Authority, 5.00%, 10/1/53	1,715	1,813,235
Miami-Dade County, FL, (Miami International Airport), 5.50%, 10/1/36	3,715	4,252,040
New Jersey Transportation Trust Fund Authority, (Transportation Program), 1.24% to 12/15/21 (Put Date), 6/15/34	7,250	7,253,842
New York Liberty Development Corp., (1 World Trade Center Port Authority Construction), 5.00%, 12/15/41 <sup>(2)</sup>	7,880	8,882,257
North Texas Tollway Authority, 5.75%, 1/1/38	1,515	1,676,060
Pennsylvania Economic Development Financing Authority, (Amtrak), (AMT), 5.00%, 11/1/41	3,910	4,218,655
Pennsylvania Turnpike Commission, 5.375%, (0.00% until 12/1/17), 12/1/38	2,500	2,684,900
Philadelphia, PA, Airport Revenue, (AMT), 5.00%, 6/15/27	5,370	5,969,561
Port Authority of New York and New Jersey, (AMT), 4.00%, 9/1/33	10	10,364
Port Authority of New York and New Jersey, (AMT), 4.00%, 9/1/33 <sup>(2)</sup>	7,200	7,461,936
Port Authority of New York and New Jersey, (AMT), 4.50%, 4/1/37 <sup>(2)</sup>	8,500	9,003,370
Port Authority of New York and New Jersey, (AMT), 5.75%, 3/15/35 <sup>(2)</sup>	7,290	8,150,657
San Joaquin Hills, CA, Transportation Corridor Agency, 5.00%, 1/15/50	12,500	13,138,375
Texas Private Activity Bond Surface Transportation Corp., (LBJ Express Managed Lanes Project), 7.00%, 6/30/34	1,885	2,290,256
Texas Private Activity Bond Surface Transportation Corp., (North Tarrant Express Managed Lanes Project), 6.875%, 12/31/39	1,725	2,042,435
Triborough Bridge & Tunnel Authority, NY, 5.00%, 11/15/37 <sup>(2)(3)</sup>	9,300	10,232,697

**\$ 108,715,675**

### Water and Sewer 3.8%

Detroit, MI, Sewage Disposal System, 5.25%, 7/1/39	\$ 1,860	\$ 1,997,640
Detroit, MI, Water Supply System, 5.25%, 7/1/41	4,730	5,025,767
Michigan Finance Authority, (Detroit Water and Sewerage Department), 5.00%, 7/1/34	4,130	4,478,448

**\$ 11,501,855**

**Total Tax-Exempt Municipal Securities 177.2%**  
(identified cost \$496,514,003)

**\$ 544,109,517**

## Eaton Vance

## Municipal Income Trust

November 30, 2014

## Portfolio of Investments continued

## Taxable Municipal Securities 1.4%

Security	Principal Amount (000 s omitted)	Value
<b>Insured Transportation 0.2%</b>		
Alameda Corridor Transportation Authority, CA, (AMBAC), 0.00%, 10/1/32	\$ 1,285	\$ 440,613
Alameda Corridor Transportation Authority, CA, (AMBAC), 0.00%, 10/1/33	1,000	319,990
		<b>\$ 760,603</b>
<b>Special Tax Revenue 1.2%</b>		
Puerto Rico Sales Tax Financing Corp., 6.05%, 8/1/37	\$ 5,000	\$ 3,742,200
		<b>\$ 3,742,200</b>
<b>Total Taxable Municipal Securities 1.4%</b> (identified cost \$4,190,668)		<b>\$ 4,502,803</b>

## Corporate Bonds &amp; Notes 1.9%

Security	Principal Amount (000 s omitted)	Value
<b>Hospital 1.9%</b>		
Dignity Health, 5.267%, 11/1/64	\$ 5,555	\$ 5,820,790
		<b>\$ 5,820,790</b>
<b>Transportation 0.0%</b>		
Las Vegas Monorail Co., Jr. Subordinated Notes, 3.00% to 12/31/15, 5.50%, 7/15/55 <sup>(1)(6)(9)</sup>	\$ 39	\$ 5,223
Las Vegas Monorail Co., Sr. Secured Notes, 5.50%, 7/15/19 <sup>(1)(9)</sup>	145	26,072
		<b>\$ 31,295</b>

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Total Corporate Bonds & Notes 1.9% (identified cost \$5,569,674)	\$ 5,852,085
Total Investments 180.5% (identified cost \$506,274,345)	\$ 554,464,405
Auction Preferred Shares Plus Cumulative Unpaid Dividends (39.1)%	\$ (120,151,326)
Other Assets, Less Liabilities (41.4)%	\$ (127,239,337)
Net Assets Applicable to Common Shares 100.0%	\$ 307,073,742

The percentage shown for each investment category in the Portfolio of Investments is based on net assets applicable to common shares.

AGC	Assured Guaranty Corp.
AGM	Assured Guaranty Municipal Corp.
AMBAC	AMBAC Financial Group, Inc.
AMT	Interest earned from these securities may be considered a tax preference item for purposes of the Federal Alternative Minimum Tax.
BHAC	Berkshire Hathaway Assurance Corp.
CIFG	CIFG Assurance North America, Inc.
MFMR	Multi-Family Mortgage Revenue
NPFG	National Public Finance Guaranty Corp.
PSF	Permanent School Fund

The Trust invests primarily in debt securities issued by municipalities. The ability of the issuers of the debt securities to meet their obligations may be affected by economic developments in a specific industry or municipality. In order to reduce the risk associated with such economic developments, at November 30, 2014, 26.6% of total investments are backed by bond insurance of various financial institutions and financial guaranty assurance agencies. The aggregate percentage insured by an individual financial institution or financial guaranty assurance agency ranged from 0.8% to 11.3% of total investments.

At November 30, 2014, the concentration of the Trust's investments in the various states, determined as a percentage of total investments, is as follows:

New York	18.1%
California	16.9%
Texas	10.3%
Others, representing less than 10% individually	54.7%

(1) Represents a payment-in-kind security which may pay interest in additional principal at the issuer's discretion.

(2) Security represents the municipal bond held by a trust that issues residual interest bonds (see Note 1H).

(3) Security (or a portion thereof) has been pledged as collateral for residual interest bond transactions. The aggregate value of such collateral is \$39,656,294.

(4) Security exempt from registration pursuant to Rule 144A under the Securities Act of 1933. These securities may be sold in certain transactions (normally to qualified institutional buyers) and remain exempt from registration. At November 30, 2014, the aggregate value of these securities is \$13,506,147 or 4.4% of the Trust's net assets applicable to common shares.

(5) Variable rate security. The stated interest rate represents the rate in effect at November 30, 2014.

(6) Security is in default and making only partial interest payments.

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(7) Defaulted bond.

(8) Amount is less than 0.05%.

(9) For fair value measurement disclosure purposes, security is categorized as Level 3 (see Note 8).

## Eaton Vance

## Municipal Income Trust

November 30, 2014

## Statement of Assets and Liabilities

Assets	November 30, 2014
Investments, at value (identified cost, \$506,274,345)	\$ 554,464,405
Interest receivable	6,663,724
Receivable for investments sold	6,973,588
Deferred debt issuance costs	37,504
<b>Total assets</b>	<b>\$ 568,139,221</b>
Liabilities	
Payable for floating rate notes issued	\$ 135,605,000
Due to custodian	4,605,744
Payable to affiliates:	
Investment adviser fee	242,490
Administration fee	77,597
Trustees fees	3,457
Interest expense and fees payable	225,747
Accrued expenses	154,118
<b>Total liabilities</b>	<b>\$ 140,914,153</b>
<b>Auction preferred shares at liquidation value plus cumulative unpaid dividends</b>	<b>\$ 120,151,326</b>
<b>Net assets applicable to common shares</b>	<b>\$ 307,073,742</b>
Sources of Net Assets	
Common shares, \$0.01 par value, unlimited number of shares authorized	\$ 237,037
Additional paid-in capital	308,786,077
Accumulated net realized loss	(50,540,587)
Accumulated undistributed net investment income	401,155
Net unrealized appreciation	48,190,060
<b>Net assets applicable to common shares</b>	<b>\$ 307,073,742</b>
Auction Preferred Shares Issued and Outstanding	
(Liquidation preference of \$25,000 per share)	4,806
Common Shares Outstanding	23,703,711
Net Asset Value Per Common Share	
<b>Net assets applicable to common shares ÷ common shares issued and outstanding</b>	<b>\$ 12.95</b>



## Eaton Vance

## Municipal Income Trust

November 30, 2014

## Statement of Operations

	<b>Year Ended</b>
	<b>November 30, 2014</b>
<b>Investment Income</b>	
Interest	\$ 26,049,069
<b>Total investment income</b>	<b>\$ 26,049,069</b>
<b>Expenses</b>	
Investment adviser fee	\$ 2,806,138
Administration fee	889,555
Trustees' fees and expenses	19,833
Custodian fee	120,368
Transfer and dividend disbursing agent fees	19,940
Legal and accounting services	158,671
Printing and postage	39,298
Interest expense and fees	835,838
Preferred shares service fee	174,298
Miscellaneous	103,979
<b>Total expenses</b>	<b>\$ 5,167,918</b>
Deduct	
Reduction of custodian fee	\$ 470
<b>Total expense reductions</b>	<b>\$ 470</b>
<b>Net expenses</b>	<b>\$ 5,167,448</b>
<b>Net investment income</b>	<b>\$ 20,881,621</b>
<b>Realized and Unrealized Gain (Loss)</b>	
Net realized gain (loss)	
Investment transactions	\$ 13,685,714
<b>Net realized gain</b>	<b>\$ 13,685,714</b>
Change in unrealized appreciation (depreciation)	
Investments	\$ 43,387,263
<b>Net change in unrealized appreciation (depreciation)</b>	<b>\$ 43,387,263</b>
<b>Net realized and unrealized gain</b>	<b>\$ 57,072,977</b>
<b>Distributions to preferred shareholders</b>	
From net investment income	\$ (129,479)
<b>Net increase in net assets from operations</b>	<b>\$ 77,825,119</b>

## Eaton Vance

## Municipal Income Trust

November 30, 2014

## Statements of Changes in Net Assets

	<b>Year Ended November 30,</b>	
	<b>2014</b>	<b>2013</b>
<b>Increase (Decrease) in Net Assets</b>		
From operations		
Net investment income	\$ 20,881,621	\$ 20,264,886
Net realized gain (loss) from investment transactions, extinguishment of debt and financial futures contracts	13,685,714	(4,642,492)
Net change in unrealized appreciation (depreciation) from investments and financial future contracts	43,387,263	(58,669,812)
Distributions to preferred shareholders		
From net investment income	(129,479)	(204,140)
<b>Net increase (decrease) in net assets from operations</b>	<b>\$ 77,825,119</b>	<b>\$ (43,251,558)</b>
Distributions to common shareholders		
From net investment income	\$ (21,200,790)	\$ (21,291,731)
<b>Total distributions to common shareholders</b>	<b>\$ (21,200,790)</b>	<b>\$ (21,291,731)</b>
Capital share transactions		
Proceeds from shelf offering, net of offering costs (see Note 6)	\$ 3,863,738	\$ 5,802,111
Reinvestment of distributions to common shareholders	290,702	310,248
<b>Net increase in net assets from capital share transactions</b>	<b>\$ 4,154,440</b>	<b>\$ 6,112,359</b>
<b>Net increase (decrease) in net assets</b>	<b>\$ 60,778,769</b>	<b>\$ (58,430,930)</b>
<b>Net Assets Applicable to Common Shares</b>		
At beginning of year	\$ 246,294,973	\$ 304,725,903
<b>At end of year</b>	<b>\$ 307,073,742</b>	<b>\$ 246,294,973</b>
<b>Accumulated undistributed net investment income included in net assets applicable to common shares</b>		
<b>At end of year</b>	<b>\$ 401,155</b>	<b>\$ 705,554</b>

## Eaton Vance

## Municipal Income Trust

November 30, 2014

## Statement of Cash Flows

	<b>Year Ended</b>
	<b>November 30, 2014</b>
<b>Cash Flows From Operating Activities</b>	
Net increase in net assets from operations	\$ 77,825,119
Distributions to preferred shareholders	129,479
Net increase in net assets from operations excluding distributions to preferred shareholders	\$ 77,954,598
Adjustments to reconcile net increase in net assets from operations to net cash used in operating activities:	
Investments purchased	(208,730,068)
Investments sold	181,573,729
Net amortization/accretion of premium (discount)	(3,267,502)
Amortization of deferred debt issuance costs	5,937
Increase in interest receivable	(359,798)
Increase in payable to affiliate for investment adviser fee	25,654
Increase in payable to affiliate for administration fee	9,836
Increase in payable to affiliate for Trustees' fees	579
Increase in interest expense and fees payable	20,671
Decrease in accrued expenses	(10,372)
Net realized gain from investments	(13,685,714)
Net change in unrealized (appreciation) depreciation from investments	(43,387,263)
<b>Net cash used in operating activities</b>	<b>\$ (9,849,713)</b>
<b>Cash Flows From Financing Activities</b>	
Distributions paid to common shareholders, net of reinvestments	\$ (20,910,088)
Cash distributions paid to preferred shareholders	(129,066)
Proceeds from secured borrowings	36,900,000
Repayment of secured borrowings	(13,290,000)
Increase in due to custodian	3,415,129
Proceeds from shelf offering, net of offering costs	3,863,738
<b>Net cash provided by financing activities</b>	<b>\$ 9,849,713</b>
<b>Cash at beginning of year</b>	<b>\$</b>
<b>Cash at end of year</b>	<b>\$</b>
<b>Supplemental disclosure of cash flow information:</b>	
Noncash financing activities not included herein consist of:	
Reinvestment of dividends and distributions	\$ 290,702
Cash paid for interest and fees	809,230

## Eaton Vance

## Municipal Income Trust

November 30, 2014

## Financial Highlights

Selected data for a common share outstanding during the periods stated

	Year Ended November 30,				
	2014	2013	2012	2011	2010
Net asset value Beginning of year (Common shares)	\$ 10.540	\$ 13.360	\$ 10.710	\$ 11.080	\$ 10.840
<b>Income (Loss) From Operations</b>					
Net investment income <sup>(1)</sup>	\$ 0.886	\$ 0.885	\$ 0.905	\$ 0.988	\$ 1.036
Net realized and unrealized gain (loss)	2.423	(2.778)	2.715	(0.352)	0.169
Distributions to preferred shareholders					
From net investment income <sup>(1)</sup>	(0.005)	(0.009)	(0.013)	(0.016)	(0.022)
<b>Total income (loss) from operations</b>	<b>\$ 3.304</b>	<b>\$ (1.902)</b>	<b>\$ 3.607</b>	<b>\$ 0.620</b>	<b>\$ 1.183</b>
<b>Less Distributions to Common Shareholders</b>					
From net investment income	\$ (0.900)	\$ (0.930)	\$ (0.957)	\$ (0.990)	\$ (0.943)
<b>Total distributions to common shareholders</b>	<b>\$ (0.900)</b>	<b>\$ (0.930)</b>	<b>\$ (0.957)</b>	<b>\$ (0.990)</b>	<b>\$ (0.943)</b>
<b>Premium of common shares sold through shelf offering (see Note 6)<sup>(1)</sup></b>	<b>\$ 0.006</b>	<b>\$ 0.012</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>
Net asset value End of year (Common shares)	\$ 12.950	\$ 10.540	\$ 13.360	\$ 10.710	\$ 11.080
Market value End of year (Common shares)	\$ 13.350	\$ 10.530	\$ 14.310	\$ 12.270	\$ 11.980
<b>Total Investment Return on Net Asset Value<sup>(2)</sup></b>	<b>32.67%</b>	<b>(14.69)%</b>	<b>34.28%</b>	<b>5.66%</b>	<b>10.74%</b>
<b>Total Investment Return on Market Value<sup>(2)</sup></b>	<b>36.79%</b>	<b>(20.43)%</b>	<b>25.54%</b>	<b>11.96%</b>	<b>13.06%</b>

## Eaton Vance

## Municipal Income Trust

November 30, 2014

## Financial Highlights continued

Selected data for a common share outstanding during the periods stated

Ratios/Supplemental Data	Year Ended November 30,				
	2014	2013	2012	2011	2010
Net assets applicable to common shares, end of year (000 shares omitted)	\$ 307,074	\$ 246,295	\$ 304,726	\$ 243,936	\$ 250,731
Ratios (as a percentage of average daily net assets applicable to common shares): <sup>(3)</sup>					
Expenses excluding interest and fees <sup>(4)</sup>	1.55%	1.63%	1.68%	1.88%	1.73%
Interest and fee expense <sup>(5)</sup>	0.30%	0.33%	0.34%	0.39%	0.34%
Total expenses <sup>(4)</sup>	1.85%	1.96%	2.02%	2.27%	2.07%
Net investment income	7.49%	7.49%	7.44%	9.46%	9.00%
Portfolio Turnover	36%	42%	25%	15%	16%
Senior Securities:					
Total preferred shares outstanding	4,806	4,806	4,806	4,806	4,806
Asset coverage per preferred share <sup>(6)</sup>	\$ 88,894	\$ 76,248	\$ 88,406	\$ 75,757	\$ 77,172
Involuntary liquidation preference per preferred share <sup>(7)</sup>	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000
Approximate market value per preferred share <sup>(7)</sup>	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000

(1) Computed using average common shares outstanding.

(2) Returns are historical and are calculated by determining the percentage change in net asset value or market value with all distributions reinvested. Distributions are assumed to be reinvested at prices obtained under the Trust's dividend reinvestment plan.

(3) Ratios do not reflect the effect of dividend payments to preferred shareholders.

(4) Excludes the effect of custody fee credits, if any, of less than 0.005%.

(5) Interest and fee expense relates to the liability for floating rate notes issued in conjunction with residual interest bond transactions (see Note 1H).

(6) Calculated by subtracting the Trust's total liabilities (not including the preferred shares) from the Trust's total assets, and dividing the result by the number of preferred shares outstanding.

(7) Plus accumulated and unpaid dividends.

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Ratios based on net assets applicable to common shares plus preferred shares are presented below. Ratios do not reflect the effect of dividend payments to preferred shareholders and exclude the effect of custody fee credits, if any.

	<b>Year Ended November 30,</b>				
	<b>2014</b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>
Expenses excluding interest and fees	1.08%	1.13%	1.17%	1.25%	1.19%
Interest and fee expense	0.21%	0.23%	0.24%	0.26%	0.23%
Total expenses	1.29%	1.36%	1.41%	1.51%	1.42%
Net investment income	5.23%	5.18%	5.19%	6.28%	6.15%

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*See Notes to Financial Statements.*

## Eaton Vance

### Municipal Income Trust

November 30, 2014

#### Notes to Financial Statements

##### 1 Significant Accounting Policies

Eaton Vance Municipal Income Trust (the Trust) is a Massachusetts business trust registered under the Investment Company Act of 1940, as amended (the 1940 Act), as a diversified, closed-end management investment company. The Trust seeks to provide current income exempt from regular federal income tax.

The following is a summary of significant accounting policies of the Trust. The policies are in conformity with accounting principles generally accepted in the United States of America (U.S. GAAP). The Trust is an investment company and follows accounting and reporting guidance in the Financial Accounting Standards Board (FASB) Accounting Standards Codification Topic 946.

**A Investment Valuation** The following methodologies are used to determine the market value or fair value of investments.

**Debt Obligations.** Debt obligations (including short-term obligations with a remaining maturity of more than sixty days) are generally valued on the basis of valuations provided by third party pricing services, as derived from such services' pricing models. Inputs to the models may include, but are not limited to, reported trades, executable bid and asked prices, broker/dealer quotations, prices or yields of securities with similar characteristics, benchmark curves or information pertaining to the issuer, as well as industry and economic events. The pricing services may use a matrix approach, which considers information regarding securities with similar characteristics to determine the valuation for a security. Short-term obligations purchased with a remaining maturity of sixty days or less are generally valued at amortized cost, which approximates market value.

**Derivatives.** Financial futures contracts are valued at the closing settlement price established by the board of trade or exchange on which they are traded.

**Fair Valuation.** Investments for which valuations or market quotations are not readily available or are deemed unreliable are valued at fair value using methods determined in good faith by or at the direction of the Trustees of the Trust in a manner that fairly reflects the security's value, or the amount that the Trust might reasonably expect to receive for the security upon its current sale in the ordinary course. Each such determination is based on a consideration of relevant factors, which are likely to vary from one pricing context to another. These factors may include, but are not limited to, the type of security, the existence of any contractual restrictions on the security's disposition, the price and extent of public trading in similar securities of the issuer or of comparable entities, quotations or relevant information obtained from broker/dealers or other market participants, information obtained from the issuer, analysts, and/or the appropriate stock exchange (for exchange-traded securities), an analysis of the entity's financial condition, and an evaluation of the forces that influence the issuer and the market(s) in which the security is purchased and sold.

**B Investment Transactions and Related Income** Investment transactions for financial statement purposes are accounted for on a trade date basis. Realized gains and losses on investments sold are determined on the basis of identified cost. Interest income is recorded on the basis of interest accrued, adjusted for amortization of premium or accretion of discount.

**C Federal Taxes** The Trust's policy is to comply with the provisions of the Internal Revenue Code applicable to regulated investment companies and to distribute to shareholders each year substantially all of its taxable, if any, and tax-exempt net investment income, and all or substantially all of its net realized capital gains. Accordingly, no provision for federal income or excise tax is necessary. The Trust intends to satisfy conditions which will enable it to designate distributions from the interest income generated by its investments in municipal obligations, which are exempt from regular federal income tax when received by the Trust, as exempt-interest dividends. The portion of such interest, if any, earned on private activity bonds issued after August 7, 1986, may be considered a tax preference item to shareholders.

As of November 30, 2014, the Trust had no uncertain tax positions that would require financial statement recognition, de-recognition, or disclosure. The Trust files a U.S. federal income tax return annually after its fiscal year-end, which is subject to examination by the Internal Revenue Service for a period of three years from the date of filing.

**D Expense Reduction** State Street Bank and Trust Company (SSBT) serves as custodian of the Trust. Pursuant to the custodian agreement, SSBT receives a fee reduced by credits, which are determined based on the average daily cash balance the Trust maintains with SSBT. All credit balances, if any, used to reduce the

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Trust's custodian fees are reported as a reduction of expenses in the Statement of Operations.

**E Legal Fees** Legal fees and other related expenses incurred as part of negotiations of the terms and requirement of capital infusions, or that are expected to result in the restructuring of, or a plan of reorganization for, an investment are recorded as realized losses. Ongoing expenditures to protect or enhance an investment are treated as operating expenses.

**F Use of Estimates** The preparation of the financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of income and expense during the reporting period. Actual results could differ from those estimates.

**G Indemnifications** Under the Trust's organizational documents, its officers and Trustees may be indemnified against certain liabilities and expenses arising out of the performance of their duties to the Trust. Under Massachusetts law, if certain conditions prevail, shareholders of a Massachusetts business trust (such as the Trust) could be deemed to have personal liability for the obligations of the Trust. However, the Trust's Declaration of Trust contains an express disclaimer of liability on the part of Trust shareholders and the By-laws provide that the Trust shall assume the defense on behalf of any Trust shareholders. Moreover, the By-laws also provide for indemnification out of Trust property of any shareholder held personally liable solely by reason of being or having been a shareholder for all loss or expense arising from such liability. Additionally, in the normal course of business, the Trust enters into



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### Municipal Income Trust

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#### Notes to Financial Statements continued

agreements with service providers that may contain indemnification clauses. The Trust's maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Trust that have not yet occurred.

**H Floating Rate Notes Issued in Conjunction with Securities Held** The Trust may invest in residual interest bonds, also referred to as inverse floating rate securities, whereby the Trust may sell a variable or fixed rate bond to a broker for cash. At the same time, the Trust buys a residual interest in the assets and cash flows of a Special-Purpose Vehicle (the SPV), (which is generally organized as a trust), set up by the broker. The broker deposits a bond into the SPV with the same CUSIP number as the bond sold to the broker by the Trust, and which may have been, but is not required to be, the bond purchased from the Trust (the Bond). The SPV also issues floating rate notes (Floating Rate Notes) which are sold to third-parties. The residual interest bond held by the Trust gives the Trust the right (1) to cause the holders of the Floating Rate Notes to generally tender their notes at par, and (2) to have the broker transfer the Bond held by the SPV to the Trust, thereby terminating the SPV. Should the Trust exercise such right, it would generally pay the broker the par amount due on the Floating Rate Notes and exchange the residual interest bond for the underlying Bond. Pursuant to generally accepted accounting principles for transfers and servicing of financial assets and extinguishment of liabilities, the Trust accounts for the transaction described above as a secured borrowing by including the Bond in its Portfolio of Investments and the Floating Rate Notes as a liability under the caption "Payable for floating rate notes issued" in its Statement of Assets and Liabilities. The Floating Rate Notes have interest rates that generally reset weekly and their holders have the option to tender their notes to the broker for redemption at par at each reset date. Accordingly, the fair value of the payable for floating rates notes issued approximates its carrying value. If measured at fair value, the payable for floating rate notes would have been considered as Level 2 in the fair value hierarchy (see Note 8) at November 30, 2014. Interest expense related to the Trust's liability with respect to Floating Rate Notes is recorded as incurred. The SPV may be terminated by the Trust, as noted above, or by the broker upon the occurrence of certain termination events as defined in the trust agreement, such as a downgrade in the credit quality of the underlying Bond, bankruptcy of or payment failure by the issuer of the underlying Bond, the inability to remarket Floating Rate Notes that have been tendered due to insufficient buyers in the market, or the failure by the SPV to obtain renewal of the liquidity agreement under which liquidity support is provided for the Floating Rate Notes up to one year. Structuring fees paid to the liquidity provider upon the creation of an SPV have been recorded as debt issuance costs and are being amortized as interest expense to the expected maturity of the related trust. Unamortized structuring fees related to a terminated SPV are recorded as a realized loss on extinguishment of debt. At November 30, 2014, the amount of the Trust's Floating Rate Notes outstanding and the related collateral were \$135,605,000 and \$197,259,991, respectively. The range of interest rates on the Floating Rate Notes outstanding at November 30, 2014 was 0.04% to 0.36%. For the year ended November 30, 2014, the Trust's average Floating Rate Notes outstanding and the average interest rate including fees and amortization of deferred debt issuance costs were \$127,485,384 and 0.66%, respectively.

The Trust may enter into shortfall and forbearance agreements with the broker by which the Trust agrees to reimburse the broker, in certain circumstances, for the difference between the liquidation value of the Bond held by the SPV and the liquidation value of the Floating Rate Notes, as well as any shortfalls in interest cash flows. The Trust had no shortfalls as of November 30, 2014.

The Trust may also purchase residual interest bonds from brokers in a secondary market transaction without first owning the underlying bond. Such transactions are not required to be treated as secured borrowings. Shortfall agreements, if any, related to residual interest bonds purchased in a secondary market transaction are disclosed in the Portfolio of Investments.

The Trust's investment policies and restrictions expressly permit investments in residual interest bonds. Such bonds typically offer the potential for yields exceeding the yields available on fixed rate bonds with comparable credit quality and maturity. These securities tend to underperform the market for fixed rate bonds in a rising long-term interest rate environment, but tend to outperform the market for fixed rate bonds when long-term interest rates decline. The value and income of residual interest bonds are generally more volatile than that of a fixed rate bond. The Trust's investment policies do not allow the Trust to borrow money except as permitted by the 1940 Act. Management believes that the Trust's restrictions on borrowing money and issuing senior securities (other than as specifically permitted) do not apply to Floating Rate Notes issued by the SPV and included as a liability in the Trust's Statement of Assets and Liabilities. As secured indebtedness issued by an SPV, Floating Rate Notes are distinct from the borrowings and senior securities to which the Trust's restrictions apply. Residual interest bonds held by the Trust are securities exempt from registration under Rule 144A of the Securities Act of 1933.

On December 10, 2013, five U.S. federal agencies published final rules implementing section 619 of the Dodd-Frank Wall Street Reform and Consumer Protection Act (the "Volcker Rule"). The Volcker Rule prohibits banking entities from engaging in proprietary trading of certain instruments and limits such entities' investments in, and relationships with, covered funds (such as SPVs), as defined in the rules. The compliance date for the Volcker Rule for certain covered funds is July 21, 2015 while for other covered funds the compliance date is July 21, 2016. The Volcker Rule may preclude banking entities and their affiliates from

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(i) sponsoring residual interest bond programs (as such programs are presently structured) and (ii) continuing relationships with or services for existing residual interest bond programs. As a result, residual interest bond trusts may need to be restructured or unwound. There can be no assurances that residual interest bond trusts can be restructured, that new sponsors of residual interest bond programs will develop, or that alternative forms of leverage will be available to the Trust. The effects of the Volcker Rule may make it more difficult for the Trust to maintain current or desired levels of leverage and may cause the Trust to incur additional expenses to maintain its leverage.

**I Financial Futures Contracts** Upon entering into a financial futures contract, the Trust is required to deposit with the broker, either in cash or securities, an amount equal to a certain percentage of the contract amount (initial margin). Subsequent payments, known as variation margin, are made or received by the Trust each business day, depending on the daily fluctuations in the value of the underlying security, and are recorded as unrealized gains or losses by the Trust. Gains (losses) are realized upon the expiration or closing of the financial futures contracts. Should market conditions change unexpectedly, the Trust may not achieve the anticipated benefits of the financial futures contracts and may realize a loss. Futures contracts have minimal counterparty risk as they are exchange traded and the clearinghouse for the exchange is substituted as the counterparty, guaranteeing counterparty performance.

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## Municipal Income Trust

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Notes to Financial Statements continued

**J Statement of Cash Flows** The cash amount shown in the Statement of Cash Flows of the Trust is the amount included in the Trust's Statement of Assets and Liabilities and represents the unrestricted cash on hand at its custodian and does not include any short-term investments.

### 2 Auction Preferred Shares

The Trust issued 2,620 Series A and Series B Auction Preferred Shares (APS) on March 1, 1999 in a public offering. The underwriting discount and other offering costs incurred in connection with the offering were recorded as a reduction of the paid-in capital of the common shares. The Trust issued 806 Series C APS on May 28, 2009 in connection with the acquisition of Eaton Vance National Municipal Income Trust. Dividends on the APS, which accrue daily, are cumulative at rates which are reset every seven days by an auction, unless a special dividend period has been set. If the APS auctions do not successfully clear, the dividend payment rate over the next period for the APS holders is set at a specified maximum applicable rate until such time as the APS auctions are successful. The maximum applicable rate on the APS is 110% (150% for taxable distributions) of the greater of the 1) AA Financial Composite Commercial Paper Rate or 2) Taxable Equivalent of the Short-Term Municipal Obligation Rate on the date of the auction. The stated spread over the reference benchmark rate is determined based on the credit rating of the APS. Series of APS are identical in all respects except for the reset dates of the dividend rates.

The number of APS issued and outstanding as of November 30, 2014 is as follows: