

WELLS FARGO ADVANTAGE UTILITIES & HIGH INCOME FUND

Form N-Q

January 29, 2015

**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**

**Date of reporting period: November 30, 2014**

ITEM 1. INVESTMENTS

## Wells Fargo Advantage Utilities and High Income Fund

Portfolio of investments November 30, 2014  
(unaudited)

Security name	Shares	Value
<b>Common Stocks : 67.19%</b>		
<b>Energy : 9.05%</b>		
<b>Oil, Gas &amp; Consumable Fuels : 9.05%</b>		
<i>Energen Corporation</i>	15,000	\$ 895,800
<i>EQT Corporation</i>	15,000	1,364,700
<i>Spectra Energy Corporation</i>	75,000	2,841,000
<i>The Williams Companies Incorporated</i>	100,000	5,175,000
<i>Veresen Incorporated</i>	75,000	1,180,173
		11,456,673
<b>Industrials : 3.99%</b>		
<b>Air Freight &amp; Logistics : 3.94%</b>		
<i>Deutsche Post AG</i>	150,000	4,986,219
<b>Construction &amp; Engineering : 0.05%</b>		
<i>Ameresco Incorporated Class A</i>	9,000	69,390
<b>Telecommunication Services : 8.88%</b>		
<b>Diversified Telecommunication Services : 5.47%</b>		
<i>BCE Incorporated</i>	16,000	750,720
<i>CenturyLink Incorporated</i>	100,000	4,077,000
<i>Verizon Communications Incorporated</i>	41,291	2,088,912
		6,916,632
<b>Wireless Telecommunication Services : 3.41%</b>		
<i>Shenandoah Telecommunications Company</i>	40,000	1,185,200
<i>Vodafone Group plc ADR</i>	85,636	3,129,996
		4,315,196
<b>Utilities : 45.27%</b>		
<b>Electric Utilities : 31.13%</b>		
<i>American Electric Power Company Incorporated</i>	100,000	5,755,000
<i>Chesapeake Utilities Corporation</i>	300	13,479
<i>Duke Energy Corporation</i>	30,514	2,468,583
<i>Edison International</i>	75,000	4,767,000
<i>Endesa SA</i>	80,000	1,547,411
<i>Enel SpA</i>	200,000	965,576
<i>Energy Corporation</i>	1,000	83,900
<i>Exelon Corporation</i>	16,000	578,720
<i>Great Plains Energy Incorporated</i>	175,000	4,579,750
<i>IDACORP Incorporated</i>	25,000	1,552,750
<i>ITC Holdings Corporation</i>	135,000	5,128,650

Edgar Filing: WELLS FARGO ADVANTAGE UTILITIES & HIGH INCOME FUND - Form N-Q

<i>NextEra Energy Incorporated</i>	50,000	5,219,500
<i>Northeast Utilities</i>	90,000	4,557,600
<i>Pepco Holdings Incorporated</i>	100	2,750
<i>PNM Resources Incorporated</i>	75,000	2,172,000
		39,392,669

**Gas Utilities : 0.86%**

<i>New Jersey Resources Corporation</i>	200	11,580
<i>SNAM SpA</i>	200,000	1,061,139
<i>South Jersey Industries Incorporated</i>	200	11,416
		1,084,135

**Multi-Utilities : 11.19%**

<i>Alliant Energy Corporation</i>	4,000	251,480
<i>CenterPoint Energy Incorporated</i>	50,000	1,197,000

**Portfolio of investments    November 30, 2014 (unaudited)    Wells Fargo Advantage Utilities and High Income Fund**

Security name	Shares	Value
<b>Multi-Utilities (continued)</b>		
<i>Dominion Resources Incorporated</i>	300	\$ 21,765
<i>MDU Resources Group Incorporated</i>	500	12,260
<i>Public Service Enterprise Group Incorporated</i>	50,000	2,089,000
<i>Sempra Energy</i>	19,900	2,223,427
<i>Suez Environnement Company SA</i>	275,000	4,879,521
<i>TECO Energy Incorporated</i>	50,000	991,500
<i>Veolia Environnement SA</i>	137,000	2,499,928
		14,165,881

**Water Utilities : 2.09%**

<i>American Water Works Company Incorporated</i>	50,000	2,652,500
--	--------	-----------

**Total Common Stocks (Cost \$60,143,814)** 85,039,295

	Interest rate	Maturity date	Principal	
<b>Corporate Bonds and Notes : 29.22%</b>				
<b>Consumer Discretionary : 4.56%</b>				
<b>Auto Components : 0.46%</b>				
<i>Allison Transmission Incorporated 144A</i>	7.13%	5-15-2019	\$ 340,000	357,000
<i>Cooper Tire &amp; Rubber Company</i>	7.63	3-15-2027	190,000	200,450
<i>Goodyear Tire &amp; Rubber Company</i>	7.00	5-15-2022	25,000	27,063
				584,513

**Distributors : 0.06%**

<i>LKQ Corporation</i>	4.75	5-15-2023	75,000	72,750
------------------------	------	-----------	--------	--------

**Diversified Consumer Services : 0.48%**

<i>Service Corporation International</i>	6.75	4-1-2016	100,000	105,250
<i>Service Corporation International</i>	7.00	6-15-2017	25,000	27,188
<i>Service Corporation International</i>	7.50	4-1-2027	351,000	396,630
<i>Service Corporation International</i>	7.63	10-1-2018	25,000	28,063
<i>Service Corporation International</i>	8.00	11-15-2021	40,000	46,900
				604,031

**Hotels, Restaurants & Leisure : 1.32%**

<i>Burger King Corporation</i>	9.88	10-15-2018	75,000	78,750
<i>CCM Merger Incorporated 144A</i>	9.13	5-1-2019	465,000	499,875
<i>Greektown Holdings LLC 144A</i>	8.88	3-15-2019	565,000	574,888
<i>Hilton Worldwide Finance LLC 144A</i>	5.63	10-15-2021	15,000	15,750
<i>Pinnacle Entertainment Incorporated</i>	7.50	4-15-2021	355,000	375,413
<i>Speedway Motorsports Incorporated</i>	6.75	2-1-2019	120,000	124,800

1,669,476

**Household Durables : 0.14%**

<i>American Greetings Corporation</i>	7.38	12-1-2021	150,000	157,875
<i>Tempur Sealy International Incorporated</i>	6.88	12-15-2020	25,000	26,813
				184,688

**Media : 1.72%**

<i>Cablevision Systems Corporation</i>	8.63	9-15-2017	145,000	164,213
<i>CBS Outdoor Americas Capital LLC 144A</i>	5.25	2-15-2022	15,000	15,375
<i>CBS Outdoor Americas Capital LLC 144A</i>	5.88	3-15-2025	65,000	67,275
<i>CCOH Safari LLC</i>	5.50	12-1-2022	35,000	35,394
<i>CCOH Safari LLC</i>	5.75	12-1-2024	125,000	125,781
<i>Cinemark USA Incorporated</i>	7.38	6-15-2021	75,000	80,156
<i>CSC Holdings LLC</i>	7.63	7-15-2018	45,000	51,019
<i>CSC Holdings LLC</i>	7.88	2-15-2018	75,000	85,031
<i>CSC Holdings LLC</i>	8.63	2-15-2019	125,000	145,469
<i>DISH DBS Corporation 144A</i>	5.88	11-15-2024	15,000	15,113
<i>DISH DBS Corporation</i>	7.88	9-1-2019	115,000	131,388

## Wells Fargo Advantage Utilities and High Income Fund

Portfolio of investments November 30, 2014  
(unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Media (continued)</b>				
<i>EchoStar DBS Corporation</i>	7.13%	2-1-2016	\$ 50,000	\$ 53,125
<i>Gray Television Incorporated</i>	7.50	10-1-2020	500,000	517,500
<i>Lamar Media Corporation</i>	5.88	2-1-2022	75,000	78,375
<i>LIN Television Corporation</i>	6.38	1-15-2021	25,000	25,625
<i>LIN Television Corporation</i>	8.38	4-15-2018	150,000	156,000
<i>Live Nation Entertainment Incorporated 144A</i>	7.00	9-1-2020	35,000	37,275
<i>National CineMedia LLC</i>	6.00	4-15-2022	155,000	155,388
<i>National CineMedia LLC</i>	7.88	7-15-2021	60,000	63,300
<i>Nexstar Broadcasting Group Incorporated</i>	6.88	11-15-2020	145,000	150,800
<i>Regal Entertainment Group</i>	5.75	6-15-2023	20,000	19,000
				2,172,602
<b>Specialty Retail : 0.38%</b>				
<i>ABC Supply Company Incorporated 144A</i>	5.63	4-15-2021	40,000	40,400
<i>Ahern Rentals Incorporated 144A</i>	9.50	6-15-2018	85,000	90,525
<i>Century Intermediate Holding Company (PIK at 10.50%) 144A</i>	9.75	2-15-2019	15,000	15,881
<i>Penske Auto Group Incorporated</i>	5.38	12-1-2024	85,000	85,213
<i>Penske Auto Group Incorporated</i>	5.75	10-1-2022	80,000	83,000
<i>Sonic Automotive Incorporated</i>	5.00	5-15-2023	70,000	68,250
<i>Toys R Us Property Company II LLC</i>	8.50	12-1-2017	100,000	99,500
				482,769
<b>Consumer Staples : 0.20%</b>				
<b>Food Products : 0.20%</b>				
<i>B&amp;G Foods Incorporated</i>	4.63	6-1-2021	30,000	28,875
<i>Darling Ingredients Incorporated</i>	5.38	1-15-2022	15,000	15,150
<i>Hearthside Group Holdings LLC 144A</i>	6.50	5-1-2022	10,000	9,875
<i>Prestige Brands Incorporated 144A</i>	5.38	12-15-2021	50,000	49,250
<i>Simmons Foods Incorporated 144A</i>	7.88	10-1-2021	150,000	152,625
				255,775
<b>Energy : 6.14%</b>				
<b>Energy Equipment &amp; Services : 2.47%</b>				
<i>Bristow Group Incorporated</i>	6.25	10-15-2022	265,000	267,650
<i>Cleaver Brooks Incorporated 144A</i>	8.75	12-15-2019	110,000	118,800
<i>Compressco Partners LP 144A</i>	7.25	8-15-2022	95,000	86,450
<i>Era Group Incorporated</i>	7.75	12-15-2022	334,000	347,360
<i>Forum Energy Technologies Incorporated</i>	6.25	10-1-2021	15,000	15,225
<i>Gulfmark Offshore Incorporated</i>	6.38	3-15-2022	510,000	423,300
<i>Hornbeck Offshore Services Incorporated</i>	5.00	3-1-2021	190,000	155,800
<i>Hornbeck Offshore Services Incorporated</i>	5.88	4-1-2020	275,000	242,000



Edgar Filing: WELLS FARGO ADVANTAGE UTILITIES & HIGH INCOME FUND - Form N-Q

<i>NGPL PipeCo LLC 144A</i>	7.12	12-15-2017	450,000	465,750
<i>NGPL PipeCo LLC 144A</i>	7.77	12-15-2037	515,000	579,375
<i>NGPL PipeCo LLC 144A</i>	9.63	6-1-2019	35,000	37,538
<i>Northern Tier Energy LLC 144A</i>	7.13	11-15-2020	75,000	78,000
<i>PHI Incorporated</i>	5.25	3-15-2019	325,000	300,625
<i>Pride International Incorporated</i>	8.50	6-15-2019	10,000	12,315
				3,130,188

**Oil, Gas & Consumable Fuels : 3.67%**

<i>Crestwood Midstream Partners LP</i>	6.00	12-15-2020	76,000	75,620
<i>Crestwood Midstream Partners LP</i>	6.13	3-1-2022	25,000	24,875
<i>CVR Refining LLC</i>	6.50	11-1-2022	68,000	67,830
<i>Denbury Resources Incorporated</i>	4.63	7-15-2023	145,000	119,625
<i>Denbury Resources Incorporated</i>	5.50	5-1-2022	5,000	4,688
<i>Denbury Resources Incorporated</i>	6.38	8-15-2021	25,000	25,125
<i>El Paso LLC</i>	6.50	9-15-2020	45,000	51,272
<i>El Paso LLC</i>	7.00	6-15-2017	50,000	55,938
<i>El Paso LLC (i)</i>	7.42	2-15-2037	90,000	108,450
<i>El Paso LLC</i>	7.80	8-1-2031	100,000	125,322
<i>Energy Transfer Equity LP</i>	7.50	10-15-2020	300,000	344,250

**Portfolio of investments**    **November 30, 2014 (unaudited)**    **Wells Fargo Advantage Utilities and High Income Fund**

<b>Security name</b>	<b>Interest rate</b>	<b>Maturity date</b>	<b>Principal</b>	<b>Value</b>
<b>Oil, Gas &amp; Consumable Fuels (continued)</b>				
<i>Energy XXI Gulf Coast Incorporated 144A</i>	6.88%	3-15-2024	\$ 150,000	\$ 112,500
<i>Energy XXI Gulf Coast Incorporated</i>	7.75	6-15-2019	50,000	40,000
<i>Exterran Partners LP</i>	6.00	4-1-2021	225,000	202,500
<i>Northern Tier Energy LLC</i>	7.13	11-15-2020	140,000	145,600
<i>Overseas Shipholding Group</i>	7.50	2-15-2021	150,000	142,125
<i>Overseas Shipholding Group</i>	8.13	3-30-2018	175,000	177,625
<i>Pioneer Natural Resources Company</i>	7.50	1-15-2020	145,000	174,889
<i>Rockies Express Pipeline LLC 144A</i>	5.63	4-15-2020	260,000	269,100
<i>Rockies Express Pipeline LLC 144A</i>	6.88	4-15-2040	330,000	376,448
<i>Rockies Express Pipeline LLC 144A</i>	7.50	7-15-2038	205,000	242,925
<i>Sabine Pass Liquefaction LLC</i>	5.63	2-1-2021	75,000	76,688
<i>Sabine Pass Liquefaction LLC</i>	5.63	4-15-2023	90,000	91,800
<i>Sabine Pass Liquefaction LLC</i>	5.75	5-15-2024	50,000	50,563
<i>Sabine Pass Liquefaction LLC</i>	6.25	3-15-2022	200,000	212,000
<i>Sabine Pass LNG LP</i>	6.50	11-1-2020	395,000	409,813
<i>Sabine Pass LNG LP</i>	7.50	11-30-2016	370,000	393,125
<i>SemGroup Corporation</i>	7.50	6-15-2021	220,000	234,300
<i>Suburban Propane Partners LP</i>	5.50	6-1-2024	20,000	19,400
<i>Suburban Propane Partners LP</i>	7.38	3-15-2020	60,000	62,400
<i>Suburban Propane Partners LP</i>	7.38	8-1-2021	26,000	27,430
<i>Ultra Petroleum Corporation 144A</i>	5.75	12-15-2018	85,000	82,556
<i>Ultra Petroleum Corporation 144A</i>	6.13	10-1-2024	110,000	100,100
				4,646,882
<b>Financials : 5.43%</b>				
<b>Banks : 0.14%</b>				
<i>CIT Group Incorporated 144A</i>	5.50	2-15-2019	100,000	106,000
<i>CIT Group Incorporated 144A</i>	6.63	4-1-2018	65,000	70,850
				176,850
<b>Consumer Finance : 2.31%</b>				
<i>Ally Financial Incorporated</i>	5.50	2-15-2017	50,000	52,563
<i>Ally Financial Incorporated</i>	6.75	12-1-2014	36,000	36,000
<i>Ally Financial Incorporated</i>	7.50	9-15-2020	72,000	84,420
<i>Ally Financial Incorporated</i>	8.00	3-15-2020	53,000	62,805
<i>Ally Financial Incorporated</i>	8.30	2-12-2015	825,000	835,313
<i>Ford Motor Credit Company LLC</i>	8.00	12-15-2016	25,000	28,208
<i>General Motors Financial Company Incorporated</i>	6.75	6-1-2018	95,000	107,231
<i>Homer City Funding LLC</i>	8.73	10-1-2026	146,599	152,646
<i>Navient Corporation</i>	8.00	3-25-2020	330,000	372,488
<i>SLM Corporation</i>	6.13	3-25-2024	140,000	140,000
<i>SLM Corporation</i>	7.25	1-25-2022	70,000	76,825
<i>SLM Corporation</i>	8.45	6-15-2018	125,000	141,250

Edgar Filing: WELLS FARGO ADVANTAGE UTILITIES & HIGH INCOME FUND - Form N-Q

<i>Springleaf Finance Corporation</i>	5.40	12-1-2015	140,000	144,200
<i>Springleaf Finance Corporation</i>	5.75	9-15-2016	50,000	52,375
<i>Springleaf Finance Corporation</i>	6.00	6-1-2020	175,000	180,688
<i>Springleaf Finance Corporation</i>	6.50	9-15-2017	50,000	53,750
<i>Springleaf Finance Corporation</i>	6.90	12-15-2017	243,000	265,478
<i>Springleaf Finance Corporation</i>	7.75	10-1-2021	37,000	41,625
<i>Springleaf Finance Corporation</i>	8.25	10-1-2023	85,000	96,900
				2,924,765

**Diversified Financial Services : 0.87%**

<i>Denali Borrower LLC 144A</i>	5.63	10-15-2020	330,000	346,005
<i>Infinity Acquisition LLC 144A</i>	7.25	8-1-2022	185,000	169,275
<i>Jefferies Finance LLC 144A</i>	6.88	4-15-2022	135,000	126,225
<i>Jefferies Finance LLC 144A</i>	7.38	4-1-2020	245,000	236,425
<i>Jefferies Finance LLC 144A</i>	7.50	4-15-2021	225,000	216,563
				1,094,493

**Insurance : 0.18%**

<i>Hub Holdings LLC (PIK at 8.88%) 144A</i>	8.13	7-15-2019	225,000	224,438
---	------	-----------	---------	---------

## Wells Fargo Advantage Utilities and High Income Fund

Portfolio of investments November 30, 2014  
(unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Real Estate Management &amp; Development : 0.35%</b>				
<i>Hockey Merger Sub 2 Incorporated 144A</i>	7.88%	10-1-2021	\$ 140,000	\$ 145,250
<i>Onex Corporation 144A</i>	7.75	1-15-2021	300,000	303,750
				449,000
<b>REITs : 1.58%</b>				
<i>Crown Castle International Corporation</i>	5.25	1-15-2023	75,000	76,313
<i>DuPont Fabros Technology Incorporated LP</i>	5.88	9-15-2021	340,000	352,750
<i>Iron Mountain Incorporated</i>	5.75	8-15-2024	400,000	405,500
<i>Iron Mountain Incorporated</i>	6.00	8-15-2023	205,000	214,738
<i>Iron Mountain Incorporated</i>	7.75	10-1-2019	30,000	32,175
<i>Iron Mountain Incorporated</i>	8.38	8-15-2021	249,000	258,960
<i>Omega Healthcare Investors Incorporated</i>	6.75	10-15-2022	125,000	132,813
<i>Sabra Health Care Incorporated</i>	5.38	6-1-2023	50,000	51,000
<i>Sabra Health Care Incorporated</i>	5.50	2-1-2021	105,000	109,725
<i>The Geo Group Incorporated</i>	5.13	4-1-2023	100,000	98,000
<i>The Geo Group Incorporated</i>	5.88	1-15-2022	205,000	211,663
<i>The Geo Group Incorporated</i>	5.88	10-15-2024	35,000	35,700
<i>The Geo Group Incorporated</i>	6.63	2-15-2021	20,000	20,900
				2,000,237
<b>Health Care : 2.77%</b>				
<b>Health Care Equipment &amp; Supplies : 0.29%</b>				
<i>Crimson Merger Sub Incorporated 144A</i>	6.63	5-15-2022	270,000	251,775
<i>Hologic Incorporated</i>	6.25	8-1-2020	110,000	113,919
				365,694
<b>Health Care Providers &amp; Services : 1.70%</b>				
<i>Aviv Healthcare Properties LP</i>	6.00	10-15-2021	40,000	42,600
<i>Aviv Healthcare Properties LP</i>	7.75	2-15-2019	150,000	157,500
<i>Capella Healthcare Incorporated</i>	9.25	7-1-2017	330,000	344,197
<i>Centene Corporation</i>	5.75	6-1-2017	75,000	79,313
<i>Community Health Systems Incorporated</i>	6.88	2-1-2022	95,000	100,581
<i>DaVita HealthCare Partners Incorporated</i>	5.75	8-15-2022	55,000	58,094
<i>HCA Incorporated</i>	5.88	3-15-2022	25,000	27,188
<i>HCA Incorporated</i>	6.50	2-15-2020	175,000	193,594
<i>HealthSouth Corporation</i>	5.75	11-1-2024	25,000	26,000
<i>HealthSouth Corporation</i>	8.13	2-15-2020	60,000	62,850
<i>MPH Acquisition Holdings LLC 144A</i>	6.63	4-1-2022	225,000	234,563
<i>MPT Operating Partnership LP</i>	6.38	2-15-2022	70,000	74,900
<i>MPT Operating Partnership LP</i>	6.88	5-1-2021	125,000	133,750
<i>Select Medical Corporation</i>	6.38	6-1-2021	455,000	464,100
<i>Tenet Healthcare Corporation</i>	6.00	10-1-2020	50,000	53,188
<i>Tenet Healthcare Corporation</i>	8.13	4-1-2022	90,000	100,575

2,152,993

**Health Care Technology : 0.40%**

<i>Emdeon Incorporated</i>	11.00	12-31-2019	455,000	501,638
----------------------------	-------	------------	---------	---------

**Pharmaceuticals : 0.38%**

<i>Endo Finance LLC 144A</i>	5.75	1-15-2022	65,000	66,463
------------------------------	------	-----------	--------	--------

<i>Endo Finance LLC 144A</i>	7.25	1-15-2022	160,000	171,200
------------------------------	------	-----------	---------	---------

<i>Par Pharmaceutical Company</i>	7.38	10-15-2020	159,000	167,348
-----------------------------------	------	------------	---------	---------

<i>Pinnacle Incorporated 144A</i>	9.50	10-1-2023	21,000	23,048
-----------------------------------	------	-----------	--------	--------

<i>Salix Pharmaceuticals Incorporated 144A</i>	6.00	1-15-2021	50,000	51,000
--	------	-----------	--------	--------

479,059

**Industrials : 1.75%****Aerospace & Defense : 0.03%**

<i>TransDigm Group Incorporated</i>	5.50	10-15-2020	35,000	34,563
-------------------------------------	------	------------	--------	--------

**Portfolio of investments    November 30, 2014 (unaudited)    Wells Fargo Advantage Utilities and High Income Fund**

Security name	Interest rate	Maturity date	Principal	Value
<b>Airlines : 0.14%</b>				
<i>Aviation Capital Group Corporation 144A</i>	6.75%	4-6-2021	\$ 100,000	\$ 114,000
<i>Aviation Capital Group Corporation 144A</i>	7.13	10-15-2020	50,000	57,707
				171,707
<b>Commercial Services &amp; Supplies : 0.57%</b>				
<i>ADT Corporation</i>	4.13	6-15-2023	85,000	77,138
<i>ADT Corporation</i>	6.25	10-15-2021	230,000	240,925
<i>Covanta Holding Corporation</i>	5.88	3-1-2024	80,000	82,000
<i>Covanta Holding Corporation</i>	6.38	10-1-2022	195,000	207,188
<i>Covanta Holding Corporation</i>	7.25	12-1-2020	110,000	116,875
				724,126
<b>Construction &amp; Engineering : 0.18%</b>				
<i>AECOM Technology Corporation 144A</i>	5.75	10-15-2022	15,000	15,713
<i>AECOM Technology Corporation 144A</i>	5.88	10-15-2024	200,000	211,500
				227,213
<b>Machinery : 0.22%</b>				
<i>Columbus McKinnon Corporation</i>	7.88	2-1-2019	270,000	282,150
<b>Trading Companies &amp; Distributors : 0.57%</b>				
<i>Ashtead Capital Incorporated 144A</i>	6.50	7-15-2022	290,000	311,025
<i>H&amp;E Equipment Services Incorporated</i>	7.00	9-1-2022	235,000	249,688
<i>International Lease Finance Corporation 144A</i>	7.13	9-1-2018	35,000	39,725
<i>International Lease Finance Corporation</i>	8.63	9-15-2015	75,000	78,750
<i>Light Tower Rentals Incorporated 144A</i>	8.13	8-1-2019	45,000	40,950
				720,138
<b>Transportation Infrastructure : 0.04%</b>				
<i>Watco Companies LLC 144A</i>	6.38	4-1-2023	50,000	50,875
<b>Information Technology : 2.39%</b>				
<b>Electronic Equipment, Instruments &amp; Components : 0.68%</b>				
<i>Jabil Circuit Incorporated</i>	8.25	3-15-2018	620,000	716,100
<i>Zebra Technologies Corporation 144A</i>	7.25	10-15-2022	135,000	144,281
				860,381
<b>Internet Software &amp; Services : 0.11%</b>				
<i>Sophia Holding Finance LP (PIK at 10.38%) 144A</i>	9.63	12-1-2018	140,000	143,150
<b>IT Services : 1.15%</b>				
<i>Audatex North America Incorporated 144A</i>	6.00	6-15-2021	155,000	160,813

Edgar Filing: WELLS FARGO ADVANTAGE UTILITIES & HIGH INCOME FUND - Form N-Q

<i>Audatex North America Incorporated 144A</i>	6.13	11-1-2023	60,000	62,250
<i>First Data Corporation 144A</i>	6.75	11-1-2020	52,000	55,380
<i>First Data Corporation 144A</i>	7.38	6-15-2019	110,000	115,775
<i>First Data Corporation</i>	11.75	8-15-2021	300,000	347,250
<i>First Data Holdings Incorporated (PIK at 14.50%) 144A¥</i>	14.50	9-24-2019	284,242	299,875
<i>SunGard Data Systems Incorporated</i>	6.63	11-1-2019	100,000	102,000
<i>SunGard Data Systems Incorporated</i>	7.38	11-15-2018	253,000	263,120
<i>SunGard Data Systems Incorporated</i>	7.63	11-15-2020	50,000	53,250
				1,459,713

**Semiconductors & Semiconductor Equipment :**  
**0.10%**

<i>Micron Technology Incorporated 144A</i>	5.88	2-15-2022	115,000	121,613
--	------	-----------	---------	---------

**Software : 0.11%**

<i>Activision Blizzard Incorporated 144A</i>	5.63	9-15-2021	45,000	48,038
<i>Activision Blizzard Incorporated 144A</i>	6.13	9-15-2023	10,000	10,875

**Wells Fargo Advantage Utilities and High Income Fund** **Portfolio of investments** **November 30, 2014**  
(unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Software (continued)</b>				
<i>BMC Software Finance Incorporated 144A</i>	8.13%	7-15-2021	\$ 80,000	\$ 75,000
				133,913
<b>Technology Hardware, Storage &amp; Peripherals :</b>				
<b>0.24%</b>				
<i>NCR Corporation</i>	5.88	12-15-2021	15,000	15,300
<i>NCR Corporation</i>	6.38	12-15-2023	283,000	294,320
				309,620
<b>Materials : 0.54%</b>				
<b>Chemicals : 0.02%</b>				
<i>Celanese US Holdings LLC</i>	5.88	6-15-2021	20,000	21,550
<b>Containers &amp; Packaging : 0.34%</b>				
<i>Crown Americas LLC</i>	6.25	2-1-2021	20,000	21,025
<i>Crown Cork &amp; Seal Company Incorporated</i>	7.38	12-15-2026	5,000	5,538
<i>Crown Cork &amp; Seal Company Incorporated (i)</i>	7.50	12-15-2096	50,000	47,750
<i>Owens-Illinois Incorporated</i>	7.80	5-15-2018	60,000	67,200
<i>Sealed Air Corporation 144A</i>	8.38	9-15-2021	215,000	241,875
<i>Silgan Holdings Incorporated</i>	5.00	4-1-2020	50,000	50,875
				434,263
<b>Metals &amp; Mining : 0.03%</b>				
<i>Cliffs Natural Resources</i>	6.25	10-1-2040	60,000	38,925
<b>Paper &amp; Forest Products : 0.15%</b>				
<i>Georgia-Pacific LLC</i>	8.88	5-15-2031	125,000	192,725
<b>Telecommunication Services : 3.39%</b>				
<b>Diversified Telecommunication Services :</b>				
<b>1.57%</b>				
<i>Citizens Communications Company</i>	7.88	1-15-2027	200,000	204,000
<i>Frontier Communications Corporation</i>	8.13	10-1-2018	60,000	67,500
<i>GCI Incorporated</i>	6.75	6-1-2021	170,000	170,850
<i>GCI Incorporated</i>	8.63	11-15-2019	428,000	447,474
<i>Level 3 Financing Incorporated</i>	8.13	7-1-2019	25,000	26,625
<i>Qwest Corporation</i>	7.25	9-15-2025	125,000	149,039
<i>Qwest Corporation</i>	7.63	8-3-2021	20,000	22,300
<i>Syniverse Holdings Incorporated</i>	9.13	1-15-2019	365,000	381,425
<i>TW Telecommunications Holdings Incorporated</i>	5.38	10-1-2022	169,000	191,393
<i>TW Telecommunications Holdings Incorporated</i>	5.38	10-1-2022	26,000	29,445
<i>Windstream Corporation</i>	7.88	11-1-2017	265,000	292,328



1,982,379

**Wireless Telecommunication Services : 1.82%**

<i>MetroPCS Wireless Incorporated</i>	6.63	11-15-2020	240,000	248,400
<i>SBA Telecommunications Corporation</i>	5.63	10-1-2019	10,000	10,350
<i>SBA Telecommunications Corporation</i>	5.75	7-15-2020	100,000	103,000
<i>Sprint Capital Corporation</i>	6.88	11-15-2028	1,100,000	1,031,219
<i>Sprint Capital Corporation</i>	8.75	3-15-2032	105,000	110,381
<i>Sprint Communications Incorporated 144A</i>	9.00	11-15-2018	25,000	28,938
<i>Sprint Communications Incorporated</i>	11.50	11-15-2021	25,000	31,063
<i>Sprint Corporation</i>	7.13	6-15-2024	70,000	69,213
<i>Sprint Corporation</i>	7.25	9-15-2021	10,000	10,200
<i>Sprint Corporation</i>	7.88	9-15-2023	10,000	10,475
<i>T-Mobile USA Incorporated</i>	6.00	3-1-2023	10,000	10,150
<i>T-Mobile USA Incorporated</i>	6.13	1-15-2022	5,000	5,088
<i>T-Mobile USA Incorporated</i>	6.25	4-1-2021	35,000	35,875
<i>T-Mobile USA Incorporated</i>	6.38	3-1-2025	85,000	86,275
<i>T-Mobile USA Incorporated</i>	6.46	4-28-2019	10,000	10,375
<i>T-Mobile USA Incorporated</i>	6.50	1-15-2024	5,000	5,113
<i>T-Mobile USA Incorporated</i>	6.54	4-28-2020	10,000	10,375

**Portfolio of investments    November 30, 2014 (unaudited)    Wells Fargo Advantage Utilities and High Income Fund**

Security name	Interest rate	Maturity date	Principal	Value
<b>Wireless Telecommunication Services</b>				
(continued)				
<i>T-Mobile USA Incorporated</i>	6.63%	4-1-2023	\$ 35,000	\$ 36,313
<i>T-Mobile USA Incorporated</i>	6.63	4-28-2021	65,000	66,950
<i>T-Mobile USA Incorporated</i>	6.73	4-28-2022	305,000	315,675
<i>T-Mobile USA Incorporated</i>	6.84	4-28-2023	65,000	67,600
				2,303,028
<b>Utilities : 2.05%</b>				
<b>Electric Utilities : 1.40%</b>				
<i>ComEd Financing III</i>	6.35	3-15-2033	1,340,000	1,370,150
<i>IPALCO Enterprises Incorporated 144A</i>	7.25	4-1-2016	145,000	154,063
<i>Otter Tail Corporation (i)</i>	9.00	12-15-2016	215,000	245,478
				1,769,691
<b>Gas Utilities : 0.21%</b>				
<i>AmeriGas Finance LLC</i>	6.75	5-20-2020	175,000	183,750
<i>AmeriGas Finance LLC</i>	7.00	5-20-2022	75,000	79,125
				262,875
<b>Independent Power &amp; Renewable Electricity Producers :</b>				
<b>0.44%</b>				
<i>Calpine Corporation 144A</i>	5.88	1-15-2024	20,000	21,250
<i>Calpine Corporation 144A</i>	6.00	1-15-2022	40,000	42,700
<i>Calpine Corporation 144A</i>	7.88	1-15-2023	48,000	53,160
<i>NSG Holdings LLC 144A</i>	7.75	12-15-2025	350,000	378,875
<i>Reliant Energy Incorporated</i>	9.24	7-2-2017	49,955	52,953
<i>Reliant Energy Incorporated</i>	9.68	7-2-2026	10,000	10,800
				559,738
<b>Total Corporate Bonds and Notes (Cost \$35,607,750)</b>				36,977,177
<b>Loans : 2.52%</b>				
<i>Accellent Incorporated ±</i>	7.50	3-11-2022	25,000	24,229
<i>Alliance Laundry Systems LLC ±</i>	9.50	12-10-2019	159,122	158,923
<i>Applied Systems Incorporated ±</i>	7.50	1-22-2022	25,000	24,969
<i>Asurion LLC ±</i>	8.50	3-3-2021	95,000	95,654
<i>CCM Merger Incorporated ±</i>	4.50	8-8-2021	44,082	44,045
<i>Centaur Acquisition LLC ±</i>	8.75	2-20-2020	135,000	137,025
<i>Focus Brands Incorporated ±</i>	10.25	8-21-2018	176,935	177,156
<i>Four Seasons Holdings Incorporated ±</i>	6.25	12-27-2020	25,000	25,125
<i>HGIM Corporation ±</i>	5.50	6-18-2020	84,361	76,347
<i>Interactive Data Corporation ±</i>	4.50	5-2-2021	139,650	140,244

Edgar Filing: WELLS FARGO ADVANTAGE UTILITIES & HIGH INCOME FUND - Form N-Q

<i>Learfield Communications Incorporated &lt;%%±</i>	8.75	10-9-2021	212,434	211,372
<i>LM U.S. Corp Acquisition Incorporated ±</i>	8.25	1-25-2021	10,000	9,875
<i>Neff Rental LLC ±</i>	7.25	6-9-2021	49,983	50,170
<i>Peak 10 Incorporated ±</i>	8.25	6-17-2022	30,000	28,950
<i>Philadelphia Energy Solutions LLC ±</i>	6.25	4-4-2018	221,625	209,159
<i>Sedgwick Claims Management Services Incorporated ±</i>	6.75	2-28-2022	45,000	43,950
<i>Spin Holdco Incorporated ±</i>	4.25	11-14-2019	118,902	118,060
<i>Tallgrass Operations LLC ±</i>	4.25	11-13-2018	84,844	84,844
<i>Texas Competitive Electric Holdings Company LLC (s)±</i>	4.65	10-10-2015	1,471,940	1,058,413
<i>TGI Friday s Incorporated ±</i>	9.25	7-15-2021	45,000	44,325
<i>TWCC Holdings Corporation ±</i>	7.00	6-26-2020	275,000	267,094
<i>Vertafore Incorporated ±</i>	9.75	10-29-2017	35,000	35,000
<i>W3 Company (i)±</i>	9.25	9-13-2020	19,950	19,352
<i>WASH Multifamily Laundry Systems LLC ±</i>	4.50	2-21-2019	108,350	106,725
<b>Total Loans (Cost \$3,643,526)</b>				<b>3,191,006</b>

<b>Wells Fargo Advantage Utilities and High Income Fund</b>	<b>Portfolio of investments</b>	<b>November 30, 2014</b>
		<b>(unaudited)</b>

Security name	Dividend yield	Shares	Value
<b>Preferred Stocks : 9.23%</b>			
<b>Financials : 0.07%</b>			
<b>Banks : 0.07%</b>			
<i>GMAC Capital Trust I ±</i>	7.68%	3,457	\$ 91,403
<b>Utilities : 9.16%</b>			
<b>Electric Utilities : 9.16%</b>			
<i>Alabama Power Company</i>	6.45	27,104	725,880
<i>Duke Energy Corporation</i>	5.13	130,000	3,222,700
<i>Entergy Arkansas Incorporated</i>	4.75	65,000	1,477,450
<i>Entergy Louisiana LLC</i>	4.70	70,483	1,584,458
<i>Entergy Texas Incorporated</i>	5.63	43,000	1,110,690
<i>Indianapolis Power &amp; Light Company</i>	5.65	20,000	1,984,376
<i>NextEra Energy Capital Holding Incorporated Series I</i>	5.13	44,000	1,009,800
<i>Wisconsin Public Service</i>	5.08	4,804	475,896
			11,591,250
<b>Total Preferred Stocks (Cost \$11,087,027)</b>			<b>11,682,653</b>

	Expiration date	Shares	Value
<b>Warrants : 0.05%</b>			
<b>Utilities : 0.05%</b>			
<b>Gas Utilities : 0.05%</b>			
<i>Kinder Morgan Incorporated</i>	5-25-2017	16,000	60,960
<b>Total Warrants (Cost \$30,480)</b>			<b>60,960</b>

	Interest rate	Maturity date	Principal	Value
<b>Yankee Corporate Bonds and Notes : 1.88%</b>				
<b>Consumer Discretionary : 0.00%</b>				
<b>Media : 0.00%</b>				
<i>Videotron Limited</i>	9.13	4-15-2018	\$ 3,000	3,105
<b>Energy : 0.35%</b>				
<b>Oil, Gas &amp; Consumable Fuels : 0.35%</b>				

Edgar Filing: WELLS FARGO ADVANTAGE UTILITIES & HIGH INCOME FUND - Form N-Q

<i>Griffin Coal Mining Company Limited 144A(s)</i>	9.50	12-1-2016	93,118	60,178
<i>Teekay Corporation</i>	8.50	1-15-2020	335,000	378,550
				438,728

**Financials : 0.02%**

**Diversified Financial Services : 0.02%**

<i>Nielsen Holding and Finance BV 144A</i>	5.50	10-1-2021	30,000	30,825
--	------	-----------	--------	--------

**Health Care : 0.12%**

**Pharmaceuticals : 0.12%**

<i>Valeant Pharmaceuticals International Incorporated 144A</i>	6.75	8-15-2018	50,000	53,438
<i>Valeant Pharmaceuticals International Incorporated 144A</i>	5.63	12-1-2021	5,000	5,050
<i>Valeant Pharmaceuticals International Incorporated 144A</i>	7.50	7-15-2021	85,000	91,800
				150,288

**Information Technology : 0.04%**

**Technology Hardware, Storage & Peripherals : 0.04%**

<i>Seagate Technology HDD Holdings</i>	6.80	10-1-2016	50,000	55,284
--	------	-----------	--------	--------

**Portfolio of investments    November 30, 2014 (unaudited)    Wells Fargo Advantage Utilities and High Income Fund**

Security name	Interest rate	Maturity date	Principal	Value
<b>Materials : 0.46%</b>				
<b>Containers &amp; Packaging : 0.24%</b>				
<i>Ardagh Finance Holdings (PIK at 8.63%) 144A</i>	8.63%	6-15-2019	\$ 90,000	\$ 92,700
<i>Ardagh Packaging Finance 144A</i>	9.13	10-15-2020	200,000	215,500
				308,200
<b>Metals &amp; Mining : 0.15%</b>				
<i>Novelis Incorporated</i>	8.38	12-15-2017	100,000	104,250
<i>Novelis Incorporated</i>	8.75	12-15-2020	75,000	81,375
				185,625
<b>Paper &amp; Forest Products : 0.07%</b>				
<i>Sappi Limited 144A</i>	7.50	6-15-2032	100,000	92,500
<b>Telecommunication Services : 0.89%</b>				
<b>Diversified Telecommunication Services : 0.85%</b>				
<i>Intelsat Jackson Holdings SA</i>	5.50	8-1-2023	180,000	177,300
<i>Intelsat Jackson Holdings SA</i>	7.25	4-1-2019	240,000	251,100
<i>Intelsat Jackson Holdings SA</i>	7.25	10-15-2020	150,000	159,188
<i>Intelsat Jackson Holdings SA</i>	7.50	4-1-2021	50,000	53,625
<i>Intelsat Luxembourg SA</i>	7.75	6-1-2021	150,000	155,438
<i>Intelsat Luxembourg SA</i>	8.13	6-1-2023	225,000	235,125
<i>Virgin Media Finance plc 144A</i>	5.38	4-15-2021	10,000	10,313
<i>Virgin Media Finance plc 144A</i>	6.38	4-15-2023	25,000	26,625
				1,068,714
<b>Wireless Telecommunication Services : 0.04%</b>				
<i>Telesat Canada Incorporated 144A</i>	6.00	5-15-2017	50,000	51,500
<b>Total Yankee Corporate Bonds and Notes (Cost \$2,341,312)</b>				2,384,769
<b>Short-Term Investments : 6.91%</b>				
	<b>Yield</b>		<b>Shares</b>	
<b>Investment Companies : 6.91%</b>				
<i>Wells Fargo Advantage Cash Investment Money Market Fund, Select Class (l)(u)##</i>	0.08		8,739,611	8,739,611
<b>Total Short-Term Investments (Cost \$8,739,611)</b>				8,739,611
<b>Total investments in securities (Cost \$121,593,520)*</b>		117.00%		148,075,471

<i>Other assets and liabilities, net</i>	(17.00)	(21,518,889)
<b>Total net assets</b>	100.00%	\$ 126,556,582

*Non-income-earning security*

*144A* The security may be resold in transactions exempt from registration, normally to qualified institutional buyers, pursuant to Rule 144A under the Securities Act of 1933.

(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.

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

%% *The security is issued on a when-issued basis.*

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

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

(l) *The security represents an affiliate of the Fund as defined in the Investment Company Act of 1940.*

(u) *The rate represents the 7-day annualized yield at period end.*

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

**Wells Fargo Advantage Utilities and High Income Fund****Portfolio of investments    November 30, 2014  
(unaudited)**

\* *Cost for federal income tax purposes is \$122,051,160 and unrealized gains (losses) consists of:*

<i>Gross unrealized gains</i>	<i>\$ 31,308,779</i>
<i>Gross unrealized losses</i>	<i>(5,284,468)</i>
<i>Net unrealized gains</i>	<i>\$ 26,024,311</i>



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

**Notes to Portfolio of investments November 30, 2014 (unaudited)**

**Securities valuation**

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

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

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

Many securities markets and exchanges outside the U.S. close prior to the close of the New York Stock Exchange and therefore may not fully reflect trading or events that occur after the close of the principal exchange in which the foreign securities are traded, but before the close of the New York Stock Exchange. If such trading or events are expected to materially affect the value of such securities, then fair value pricing procedures approved by the Board of Trustees of the Fund are applied. These procedures take into account multiple factors including movements in U.S. securities markets after foreign exchanges close. Foreign securities that are fair valued under these procedures are categorized as Level 2 and the application of these procedures may result in transfers between Level 1 and Level 2. Depending on market activity, such fair valuations may be frequent. Such fair value pricing may result in net asset values that are higher or lower than net asset values based on the last reported sales price or latest quoted bid price. On November 30, 2014, such fair value pricing was not used in pricing foreign securities.

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

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

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

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

ratification.

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

### **Foreign currency translation**

The accounting records of the Fund are maintained in U.S. dollars. The values of other assets and liabilities denominated in foreign currencies are translated into U.S. dollars at rates provided by an independent foreign currency pricing source at a time each business day specified by the Management Valuation Team. Purchases and sales of securities, and income and expenses are converted at the rate of exchange on the respective dates of such transactions. 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 from 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 included in net realized and unrealized gains or losses from investments.

### 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.

### Loans

The Fund may invest in direct debt instruments which are interests in amounts owed to lenders by corporate or other borrowers. The loans pay interest at rates which are periodically reset by reference to a base lending rate plus a spread. Investments in loans may be in the form of participations in loans or assignments of all or a portion of loans from third parties. When the Fund purchases participations, it generally has no rights to enforce compliance with terms of the loan agreement with the borrower. As a result, the Fund assumes the credit risk of both the borrower and the lender that is selling the participation. When the Fund purchases assignments from lenders, it acquires direct rights against the borrower on the loan and may enforce compliance by the borrower with the terms of the loan agreement. Loans may include fully funded term loans or unfunded loan commitments, which are contractual obligations for future funding.

As of November 30, 2014, the Fund had unfunded loan commitments of \$90,000.

### Fair valuation measurements

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

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

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

The following is a summary of the inputs used in valuing the Fund's assets and liabilities as of November 30, 2014:

	Quoted prices (Level 1)	Other significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total
<b>Assets</b>				

**Investments in :****Common stocks**

Energy	\$ 11,456,673	\$ 0	\$ 0	\$ 11,456,673
--------	---------------	------	------	---------------

Industrials	5,055,609	0	0	5,055,609
-------------	-----------	---	---	-----------

Telecommunication services	11,231,828	0	0	11,231,828
----------------------------	------------	---	---	------------

Utilities	57,295,185	0	0	57,295,185
-----------	------------	---	---	------------

<b>Corporate bonds and notes</b>	0	36,977,177	0	36,977,177
----------------------------------	---	------------	---	------------

<b>Loans</b>	0	2,419,078	771,928	3,191,006
--------------	---	-----------	---------	-----------

**Preferred stocks**

Financials	91,403	0	0	91,403
------------	--------	---	---	--------

Utilities	8,405,098	3,186,152	0	11,591,250
-----------	-----------	-----------	---	------------

**Warrants**

Utilities	0	60,960	0	60,960
-----------	---	--------	---	--------

**Yankee corporate bonds and notes**

	0	2,384,769	0	2,384,769
--	---	-----------	---	-----------

**Short-term investments**

Investment companies	8,739,611	0	0	8,739,611
----------------------	-----------	---	---	-----------

<b>Total assets</b>	\$ 102,275,407	\$ 45,028,136	\$ 771,928	\$ 148,075,471
---------------------	----------------	---------------	------------	----------------

Transfers in and transfers out are recognized at the end of the reporting period. At November 30, 2014, the Fund did not have any transfers into/out of Level 1, Level 2, or Level 3.

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

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

EDA Economic Development Authority

EDFA Economic Development Finance Authority

ETF Exchange-traded fund

EUR Euro

FDIC Federal Deposit Insurance Corporation

FFCB Federal Farm Credit Banks

FGIC Financial Guaranty Insurance Corporation

FHA Federal Housing Administration

FHLB Federal Home Loan Bank

FHLMC Federal Home Loan Mortgage Corporation

FICO The Financing Corporation

FNMA Federal National Mortgage Association

FSA Farm Service Agency

GBP Great British pound

GDR Global depositary receipt

GNMA Government National Mortgage Association

GO General obligation

HCFR Healthcare facilities revenue

HEFA Health & Educational Facilities Authority

HEFAR Higher education facilities authority revenue

HFA Housing Finance Authority

HFFA Health Facilities Financing Authority

HKD Hong Kong dollar

HUD Department of Housing and Urban Development

HUF Hungarian forint

IDA Industrial Development Authority

IDAG Industrial Development Agency

IDR Indonesian rupiah

IEP Irish pound

JPY Japanese yen

KRW Republic of Korea won

LIBOR London Interbank Offered Rate

LIQ Liquidity agreement

LLC Limited liability company

LLLP Limited liability limited partnership

LLP Limited liability partnership

LOC Letter of credit

LP Limited partnership

MBIA Municipal Bond Insurance Association

MFHR Multifamily housing revenue

MSTR Municipal securities trust receipts

MTN Medium-term note

MUD Municipal Utility District

MXN Mexican peso

MYR Malaysian ringgit

National National Public Finance Guarantee Corporation



NGN Nigerian naira

NOK Norwegian krone

NZD New Zealand dollar

PCFA Pollution Control Financing Authority

PCL Public Company Limited

PCR Pollution control revenue

PFA Public Finance Authority

PFFA Public Facilities Financing Authority

PFOTER Puttable floating option tax-exempt receipts

plc Public limited company

PLN Polish zloty

PUTTER Puttable tax-exempt receipts

R&D Research & development

Radian Radian Asset Assurance

RAN Revenue anticipation notes

RDA Redevelopment Authority

RDFA Redevelopment Finance Authority

REIT Real estate investment trust

ROC Reset option certificates

RON Romanian lei

RUB Russian ruble

SAVRS Select auction variable rate securities

SBA Small Business Authority

SEK Swedish krona

SFHR Single-family housing revenue

SFMR Single-family mortgage revenue

SGD Singapore dollar

SPA Standby purchase agreement

SPDR Standard & Poor's Depositary Receipts

STRIPS Separate trading of registered interest and principal securities

TAN Tax anticipation notes

TBA To be announced

THB Thai baht

TIPS Treasury inflation-protected securities

TRAN Tax revenue anticipation notes

TRY Turkish lira

TTFA Transportation Trust Fund Authority

TVA Tennessee Valley Authority

ZAR South African rand

ITEM 2. CONTROLS AND PROCEDURES

(a) The President and Treasurer have concluded that the Wells Fargo Advantage Utilities and High Income Fund (the Fund ) 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 Fund 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 Fund s internal controls over financial reporting (as defined in Rule 30a-3(d) under the Investment Company Act of 1940) that occurred during the 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: January 27, 2015

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

Wells Fargo Advantage Utilities and High  
Income Fund

By: /s/ Karla M. Rabusch  
Karla M. Rabusch  
President

Date: January 27, 2015

By: /s/ Nancy Wiser  
Nancy Wiser  
Treasurer

Date: January 27, 2015