

WELLS FARGO MULTI-SECTOR INCOME FUND

Form N-Q

September 25, 2017

**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 Multi-Sector 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: October 31**

**Registrant is making a filing for Wells Fargo Multi-Sector Income Fund.**

**Date of reporting period: July 31, 2017**

**ITEM 1. INVESTMENTS**

## Wells Fargo Multi-Sector Income Fund

Portfolio of investments July 31, 2017 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Agency Securities: 1.75%</b>				
<i>FHLMC ±</i>	3.77%	9-1-2032	\$ 1,042,234	\$ 1,081,684
<i>FHLMC</i>	8.50	7-1-2028	41,662	48,408
<i>FHLMC Series 1383 ±</i>	2.90	2-1-2037	243,815	256,711
<i>FHLMC Series 196 Class A ±</i>	2.03	12-15-2021	12,851	12,959
<i>FHLMC Series 2011-K16 Class B 144A±</i>	4.60	11-25-2046	1,000,000	1,077,413
<i>FHLMC Series 2011-K701 Class B 144A±</i>	4.24	7-25-2048	165,000	165,329
<i>FHLMC Series 2012-K17 Class B 144A±</i>	4.34	12-25-2044	675,000	718,940
<i>FHLMC Series 2012-K18 Class B 144A±</i>	4.26	1-25-2045	810,000	859,575
<i>FHLMC Series 2012-K706 Class B 144A±</i>	4.03	11-25-2044	500,000	509,831
<i>FHLMC Series 2012-K706 Class C 144A±</i>	4.03	11-25-2044	805,000	818,539
<i>FHLMC Series 2012-K707 Class B 144A±</i>	3.88	1-25-2047	930,000	949,412
<i>FHLMC Series 2012-K711 Class B 144A±</i>	3.56	8-25-2045	264,000	270,262
<i>FHLMC Series 2013-K30 Class B 144A±</i>	3.56	6-25-2045	700,000	724,380
<i>FHLMC Series 2390 Class FD ±</i>	1.68	12-15-2031	20,188	20,269
<i>FHLMC Series 2567 Class FH ±</i>	1.63	2-15-2033	63,498	63,548
<i>FHLMC Series K007 Class XI ±(c)</i>	1.22	4-25-2020	783,570	18,465
<i>FHLMC Series K016 Class XI ±(c)</i>	1.69	10-25-2021	367,524	19,533
<i>FHLMC Series K020 Class XI ±(c)</i>	1.57	5-25-2022	6,513,569	368,219
<i>FNMA ±</i>	3.00	9-1-2037	478,899	504,419
<i>FNMA</i>	6.00	4-1-2033	62,182	64,461
<i>FNMA</i>	7.50	2-1-2030	26,210	26,412
<i>FNMA</i>	7.50	9-1-2030	33,647	34,055
<i>FNMA Series 1996-46 Class FA ±</i>	1.73	8-25-2021	8,039	8,046
<i>FNMA Series 1997-20 Class IO ±(c)</i>	1.84	3-25-2027	704,806	19,811
<i>FNMA Series 2001-25 Class Z</i>	6.00	6-25-2031	112,680	125,047
<i>FNMA Series 2001-35 Class F ±</i>	1.83	7-25-2031	5,282	5,362
<i>FNMA Series 2001-57 Class F ±</i>	1.73	6-25-2031	5,318	5,347
<i>FNMA Series 2002-77 Class FH ±</i>	1.63	12-18-2032	39,097	39,124
<i>FNMA Series 2002-97 Class FR ±</i>	1.78	1-25-2033	9,132	9,249
<i>FNMA Series G91-16 Class F ±</i>	1.68	6-25-2021	7,625	7,663
<i>FNMA Series G92-17 Class F ±</i>	2.28	3-25-2022	34,896	35,373
<i>GNMA</i>	6.50	6-15-2028	26,573	29,101
<i>GNMA</i>	7.25	9-15-2017	472	472
<i>GNMA</i>	7.25	1-15-2018	1,074	1,076
<i>GNMA</i>	7.25	2-15-2018	1,147	1,149
<i>GNMA</i>	7.25	5-15-2018	1,781	1,784
<b>Total Agency Securities (Cost \$8,425,725)</b>				8,901,428
<b>Asset-Backed Securities: 0.24%</b>				
<i>CVS Pass-Through Trust Series T</i>	6.04	12-10-2028	505,690	573,346
<i>Montana Higher Education Student Assistance Corporation Series 2012-1 Class A2 ±</i>	2.21	5-20-2030	647,746	650,872

**Total Asset-Backed Securities (Cost \$1,215,414)**

1,224,218

	<b>Shares</b>	
<b>Common Stocks: 0.31%</b>		
<b>Energy: 0.04%</b>		
<b>Oil, Gas &amp; Consumable Fuels: 0.04%</b>		
<i>SilverBow Resources Incorporated (i)</i>	8,665	216,885
<b>Materials: 0.00%</b>		
<b>Chemicals: 0.00%</b>		
<i>LyondellBasell Industries NV Class A</i>	9	811

Portfolio of investments July 31, 2017 (unaudited)

Wells Fargo Multi-Sector Income Fund

Security name	Shares	Value
<b>Utilities: 0.27%</b>		
<b>Independent Power &amp; Renewable Electricity Producers: 0.27%</b>		
<i>Vistra Energy Corporation</i>	84,651	\$ 1,390,816
<b>Total Common Stocks (Cost \$6,853,438)</b>		1,608,512

	Interest rate	Maturity date	Principal	
<b>Corporate Bonds and Notes: 70.78%</b>				
<b>Consumer Discretionary: 11.57%</b>				
<b>Auto Components: 1.06%</b>				
<i>Allison Transmission Incorporated 144A</i>	5.00%	10-1-2024	\$ 2,250,000	2,328,750
<i>Cooper Tire &amp; Rubber Company (i)</i>	7.63	3-15-2027	1,710,000	1,915,200
<i>Cooper Tire &amp; Rubber Company</i>	8.00	12-15-2019	550,000	613,250
<i>Goodyear Tire &amp; Rubber Company</i>	8.75	8-15-2020	468,000	547,560
				5,404,760
<b>Distributors: 0.18%</b>				
<i>LKQ Corporation</i>	4.75	5-15-2023	900,000	911,250
<b>Diversified Consumer Services: 1.13%</b>				
<i>Service Corporation International</i>	7.50	4-1-2027	3,400,000	4,046,000
<i>Service Corporation International</i>	7.63	10-1-2018	680,000	722,500
<i>Service Corporation International</i>	8.00	11-15-2021	850,000	1,007,250
				5,775,750
<b>Hotels, Restaurants &amp; Leisure: 0.50%</b>				
<i>CCM Merger Incorporated 144A</i>	6.00	3-15-2022	2,450,000	2,567,233
<b>Internet &amp; Direct Marketing Retail: 0.16%</b>				
<i>Expedia Incorporated</i>	5.95	8-15-2020	750,000	821,519
<b>Leisure Products: 0.01%</b>				
<i>Vista Outdoor Incorporated</i>	5.88	10-1-2023	25,000	25,625
<b>Media: 6.92%</b>				
<i>Altice US Finance I Corporation 144A</i>	5.38	7-15-2023	1,395,000	1,464,750
<i>Altice US Finance I Corporation 144A</i>	5.50	5-15-2026	1,275,000	1,351,500
<i>AMC Entertainment Holdings Incorporated</i>	5.88	11-15-2026	925,000	943,500
<i>Cablevision Systems Corporation</i>	8.63	9-15-2017	582,000	585,638
<i>CBS Radio Incorporated 144A</i>	7.25	11-1-2024	45,000	47,419
<i>CCO Holdings LLC</i>	5.13	2-15-2023	100,000	103,500
<i>CCO Holdings LLC 144A</i>	5.13	5-1-2027	450,000	465,188

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<i>CCO Holdings LLC</i>	5.25	9-30-2022	1,250,000	1,289,063
<i>CCO Holdings LLC 144A</i>	5.38	5-1-2025	4,150,000	4,414,563
<i>CCO Holdings LLC 144A</i>	5.50	5-1-2026	215,000	228,506
<i>CCO Holdings LLC 144A</i>	5.75	2-15-2026	3,375,000	3,628,125
<i>CCO Holdings LLC 144A</i>	5.88	4-1-2024	1,250,000	1,342,585
<i>Cequel Communications Holdings I LLC 144A</i>	7.75	7-15-2025	2,030,000	2,265,988
<i>Cinemark USA Incorporated</i>	4.88	6-1-2023	325,000	330,281
<i>CSC Holdings LLC</i>	7.88	2-15-2018	1,000,000	1,028,750
<i>CSC Holdings LLC</i>	8.63	2-15-2019	383,000	419,385
<i>EMI Music Publishing 144A</i>	7.63	6-15-2024	525,000	582,750
<i>Gray Television Incorporated 144A</i>	5.13	10-15-2024	450,000	460,688
<i>Gray Television Incorporated 144A</i>	5.88	7-15-2026	3,875,000	4,010,625
<i>Interpublic Group of Companies</i>	4.00	3-15-2022	750,000	790,136
<i>Lamar Media Corporation</i>	5.88	2-1-2022	690,000	712,425
<i>Live Nation Entertainment Incorporated 144A</i>	4.88	11-1-2024	1,400,000	1,435,000
<i>National CineMedia LLC</i>	5.75	8-15-2026	575,000	552,000

## Wells Fargo Multi-Sector Income Fund

Portfolio of investments July 31, 2017 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Media (continued)</b>				
<i>National CineMedia LLC</i>	6.00%	4-15-2022	\$ 1,725,000	\$ 1,772,438
<i>Nexstar Broadcasting Group Incorporated 144A</i>	5.63	8-1-2024	850,000	878,688
<i>Nexstar Broadcasting Group Incorporated 144A</i>	6.13	2-15-2022	950,000	992,750
<i>Outfront Media Capital Corporation</i>	5.63	2-15-2024	20,000	20,875
<i>Outfront Media Capital Corporation</i>	5.88	3-15-2025	775,000	812,781
<i>Salem Media Group Incorporated 144A</i>	6.75	6-1-2024	1,500,000	1,556,250
<i>Time Warner Cable Incorporated</i>	4.00	1-15-2022	750,000	794,227
				35,280,374
<b>Multiline Retail: 0.12%</b>				
<i>Macy's Retail Holdings Incorporated</i>	3.88	1-15-2022	600,000	602,537
<b>Specialty Retail: 1.39%</b>				
<i>Advance Auto Parts Incorporated</i>	4.50	1-15-2022	600,000	638,959
<i>Asbury Automotive Group Incorporated</i>	6.00	12-15-2024	1,175,000	1,201,438
<i>Lithia Motors Incorporated 144A</i>	5.25	8-1-2025	265,000	272,950
<i>Penske Auto Group Incorporated</i>	5.38	12-1-2024	2,150,000	2,158,063
<i>Penske Auto Group Incorporated</i>	5.75	10-1-2022	1,155,000	1,195,425
<i>Sonic Automotive Incorporated</i>	5.00	5-15-2023	849,000	823,530
<i>Sonic Automotive Incorporated</i>	6.13	3-15-2027	775,000	778,875
				7,069,240
<b>Textiles, Apparel &amp; Luxury Goods: 0.10%</b>				
<i>Wolverine World Wide Company 144A</i>	5.00	9-1-2026	500,000	496,500
<b>Consumer Staples: 1.57%</b>				
<b>Beverages: 0.27%</b>				
<i>Anheuser-Busch InBev SA</i>	3.75	1-15-2022	600,000	637,450
<i>Cott Beverages Incorporated 144A</i>	5.50	4-1-2025	675,000	709,594
				1,347,044
<b>Food Products: 1.16%</b>				
<i>B&amp;G Foods Incorporated</i>	4.63	6-1-2021	300,000	307,125
<i>B&amp;G Foods Incorporated</i>	5.25	4-1-2025	1,050,000	1,094,625
<i>Darling Ingredients Incorporated</i>	5.38	1-15-2022	180,000	187,200
<i>Kraft Foods Group Incorporated</i>	3.50	6-6-2022	750,000	778,491
<i>Pilgrim's Pride Corporation 144A</i>	5.75	3-15-2025	1,130,000	1,158,250
<i>Pinnacle Foods Incorporated 144A</i>	5.63	5-1-2024	325,000	337,188
<i>Pinnacle Foods Incorporated</i>	5.88	1-15-2024	75,000	80,438
<i>Post Holdings Incorporated 144A</i>	5.00	8-15-2026	700,000	718,375
<i>Post Holdings Incorporated 144A</i>	5.50	3-1-2025	525,000	553,875



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<i>Post Holdings Incorporated 144A</i>	5.75	3-1-2027	525,000	556,500
<i>Prestige Brands Incorporated 144A</i>	6.38	3-1-2024	130,000	139,588
				5,911,655

**Tobacco: 0.14%**

<i>Reynolds American Incorporated</i>	6.88	5-1-2020	650,000	731,457
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**Energy: 18.71%**

**Energy Equipment & Services: 5.68%**

<i>Bristow Group Incorporated</i>	6.25	10-15-2022	3,330,000	2,156,175
<i>Era Group Incorporated</i>	7.75	12-15-2022	2,350,000	2,138,500
<i>Hilcorp Energy Company 144A</i>	5.00	12-1-2024	1,450,000	1,376,775
<i>Hilcorp Energy Company 144A</i>	5.75	10-1-2025	1,525,000	1,486,875
<i>Hornbeck Offshore Services Incorporated</i>	1.50	9-1-2019	4,750,000	3,776,250
<i>Hornbeck Offshore Services Incorporated</i>	5.00	3-1-2021	150,000	82,500

Portfolio of investments July 31, 2017 (unaudited)

Wells Fargo Multi-Sector Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Energy Equipment &amp; Services (continued)</b>				
<i>Hornbeck Offshore Services Incorporated</i>	5.88%	4-1-2020	\$ 1,860,000	\$ 1,120,650
<i>NGPL PipeCo LLC 144A%%&lt;</i>	4.38	8-15-2022	350,000	360,063
<i>NGPL PipeCo LLC 144A%%&lt;</i>	4.88	8-15-2027	550,000	566,500
<i>NGPL PipeCo LLC 144A</i>	7.12	12-15-2017	2,060,000	2,096,050
<i>NGPL PipeCo LLC 144A</i>	7.77	12-15-2037	7,660,000	9,498,400
<i>PHI Incorporated</i>	5.25	3-15-2019	4,425,000	4,270,125
				28,928,863
<b>Oil, Gas &amp; Consumable Fuels: 13.03%</b>				
<i>Carrizo Oil &amp; Gas Incorporated</i>	8.25	7-15-2025	800,000	843,000
<i>Continental Resources Incorporated</i>	3.80	6-1-2024	700,000	647,500
<i>Continental Resources Incorporated</i>	5.00	9-15-2022	875,000	867,344
<i>DCP Midstream Operating Company</i>	2.70	4-1-2019	725,000	720,469
<i>Denbury Resources Incorporated</i>	4.63	7-15-2023	1,650,000	841,500
<i>Denbury Resources Incorporated</i>	6.38	8-15-2021	3,209,000	1,869,243
<i>El Paso LLC</i>	6.50	4-1-2020	750,000	826,067
<i>Enable Midstream Partner LP</i>	2.40	5-15-2019	2,350,000	2,344,130
<i>Enable Midstream Partner LP</i>	3.90	5-15-2024	1,750,000	1,746,430
<i>Enable Midstream Partner LP</i>	4.40	3-15-2027	775,000	785,757
<i>Enable Oklahoma Intrastate Transmission LLC 144A</i>	6.25	3-15-2020	250,000	269,005
<i>Energy Transfer Partners LP</i>	5.20	2-1-2022	750,000	814,160
<i>EnLink Midstream LLC</i>	4.15	6-1-2025	2,350,000	2,356,155
<i>EnLink Midstream LLC</i>	4.40	4-1-2024	3,200,000	3,286,445
<i>Exterran Partners LP</i>	6.00	4-1-2021	3,100,000	3,069,000
<i>Gulfport Energy Corporation 144A</i>	6.38	5-15-2025	800,000	799,000
<i>Gulfport Energy Corporation</i>	6.63	5-1-2023	1,900,000	1,919,000
<i>Kinder Morgan Energy Partners LP</i>	3.95	9-1-2022	750,000	778,258
<i>Kinder Morgan Incorporated</i>	6.50	9-15-2020	285,000	317,345
<i>Kinder Morgan Incorporated (i)</i>	7.42	2-15-2037	800,000	920,721
<i>Matador Resources Company</i>	6.88	4-15-2023	300,000	318,000
<i>Murphy Oil Corporation</i>	4.70	12-1-2022	975,000	957,938
<i>Murphy Oil Corporation</i>	6.88	8-15-2024	850,000	903,125
<i>Nabors Industries Limited</i>	0.75	1-15-2024	400,000	316,500
<i>Nabors Industries Limited</i>	4.63	9-15-2021	750,000	718,125
<i>Overseas Shipholding Group Incorporated</i>	8.13	3-30-2018	2,275,000	2,326,188
<i>Phillips 66</i>	4.30	4-1-2022	625,000	671,546
<i>Pioneer Natural Resources Company</i>	3.95	7-15-2022	750,000	790,012
<i>Rockies Express Pipeline LLC 144A</i>	5.63	4-15-2020	3,500,000	3,702,370
<i>Rockies Express Pipeline LLC 144A</i>	6.88	4-15-2040	3,524,000	3,883,008
<i>Rockies Express Pipeline LLC 144A</i>	7.50	7-15-2038	1,465,000	1,666,438
<i>Rose Rock Midstream LP</i>	5.63	7-15-2022	1,200,000	1,191,000

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<i>Rose Rock Midstream LP</i>	5.63	11-15-2023	825,000	810,305
<i>Sabine Oil &amp; Gas Corporation (a)(i)(s)</i>	7.25	6-15-2019	520,000	0
<i>Sabine Oil &amp; Gas Corporation (a)(i)(s)</i>	7.50	9-15-2020	3,500,000	0
<i>Sabine Pass Liquefaction LLC</i>	5.63	2-1-2021	600,000	655,588
<i>Sabine Pass Liquefaction LLC</i>	5.63	4-15-2023	1,710,000	1,904,018
<i>Sabine Pass Liquefaction LLC</i>	5.63	3-1-2025	460,000	511,732
<i>Sabine Pass Liquefaction LLC</i>	5.75	5-15-2024	1,625,000	1,826,949
<i>Sabine Pass Liquefaction LLC</i>	6.25	3-15-2022	3,550,000	4,029,229
<i>SemGroup Corporation 144A</i>	6.38	3-15-2025	3,425,000	3,390,750
<i>Southern Star Central Corporation 144A</i>	5.13	7-15-2022	775,000	792,438
<i>Southwestern Energy Company</i>	4.10	3-15-2022	425,000	396,313
<i>Southwestern Energy Company</i>	6.70	1-23-2025	650,000	640,049
<i>Summit Midstream Holdings LLC</i>	5.75	4-15-2025	225,000	227,813
<i>Tallgrass Energy Partners LP 144A</i>	5.50	9-15-2024	4,600,000	4,709,250
<i>Tesoro Logistics LP</i>	6.13	10-15-2021	225,000	233,156
<i>Tesoro Logistics LP</i>	6.38	5-1-2024	450,000	491,625
<i>Ultra Resources Incorporated 144A</i>	6.88	4-15-2022	600,000	618,000
<i>Ultra Resources Incorporated 144A</i>	7.13	4-15-2025	505,000	514,974
<i>Western Gas Partners LP</i>	4.00	7-1-2022	175,000	180,530
<i>Western Gas Partners LP</i>	5.38	6-1-2021	225,000	242,308

## Wells Fargo Multi-Sector Income Fund

Portfolio of investments July 31, 2017 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Oil, Gas &amp; Consumable Fuels (continued)</b>				
<i>Williams Partners LP</i>	3.35%	8-15-2022	\$ 750,000	\$ 761,500
				66,401,306
<b>Financials: 9.23%</b>				
<b>Banks: 0.62%</b>				
<i>Bank of America Corporation</i>	5.70	1-24-2022	250,000	282,978
<i>Citigroup Incorporated</i>	4.50	1-14-2022	250,000	269,694
<i>Citigroup Incorporated</i>	6.00	8-15-2017	650,000	651,271
<i>City National Bank</i>	5.38	7-15-2022	500,000	557,309
<i>HSBC Bank USA</i>	6.00	8-9-2017	650,000	650,502
<i>JPMorgan Chase &amp; Company</i>	3.38	5-1-2023	750,000	765,098
				3,176,852
<b>Capital Markets: 0.39%</b>				
<i>ACE Securities Corporation ±</i>	3.86	6-25-2033	294,902	293,720
<i>Blackstone Holdings Finance Company LLC 144A</i>	5.88	3-15-2021	750,000	839,165
<i>Goldman Sachs Group Incorporated</i>	5.75	1-24-2022	750,000	845,933
				1,978,818
<b>Consumer Finance: 3.26%</b>				
<i>Ally Financial Incorporated</i>	8.00	12-31-2018	780,000	839,475
<i>Ally Financial Incorporated</i>	8.00	3-15-2020	755,000	856,925
<i>Discover Financial Services</i>	5.20	4-27-2022	750,000	821,093
<i>FirstCash Incorporated 144A</i>	5.38	6-1-2024	575,000	605,188
<i>Ford Motor Credit Company LLC</i>	5.00	5-15-2018	650,000	666,176
<i>General Motors Financial Company Incorporated</i>	3.70	5-9-2023	750,000	765,500
<i>Navient Corporation</i>	8.00	3-25-2020	930,000	1,028,580
<i>Navient Corporation</i>	8.45	6-15-2018	1,675,000	1,759,085
<i>OneMain Financial Group LLC 144A</i>	7.25	12-15-2021	3,425,000	3,604,813
<i>Springleaf Finance Corporation</i>	6.00	6-1-2020	825,000	870,375
<i>Springleaf Finance Corporation</i>	6.50	9-15-2017	200,000	200,750
<i>Springleaf Finance Corporation</i>	6.90	12-15-2017	4,550,000	4,623,938
				16,641,898
<b>Diversified Financial Services: 2.98%</b>				
<i>General Electric Capital Corporation</i>	4.65	10-17-2021	187,000	205,877
<i>Infinity Acquisition LLC 144A(i)</i>	7.25	8-1-2022	960,000	912,000
<i>ING US Incorporated</i>	5.50	7-15-2022	750,000	839,687
<i>Jefferies Finance LLC 144A%%&lt;</i>	7.25	8-15-2024	225,000	225,563

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<i>LPL Holdings Incorporated 144A</i>	5.75	9-15-2025	10,025,000	10,501,188
<i>NewStar Financial Incorporated</i>	7.25	5-1-2020	2,450,000	2,511,250
				15,195,565

**Insurance: 1.98%**

<i>American International Group Incorporated</i>	4.88	6-1-2022	750,000	828,839
<i>Endurance Specialty Holdings Limited</i>	7.00	7-15-2034	575,000	721,109
<i>Hartford Financial Services Group Incorporated</i>	5.13	4-15-2022	650,000	724,069
<i>Hub Holdings LLC (PIK at 8.88%) 144A</i>	8.13	7-15-2019	1,075,000	1,075,000
<i>HUB International Limited 144A</i>	7.88	10-1-2021	3,950,000	4,132,688
<i>Liberty Mutual Group Incorporated 144A</i>	4.95	5-1-2022	750,000	823,647
<i>ProAssurance Corporation</i>	5.30	11-15-2023	750,000	824,705
<i>USIS Merger Subordinate Incorporated 144A</i>	6.88	5-1-2025	225,000	232,875
<i>W.R. Berkley Corporation</i>	4.63	3-15-2022	650,000	706,365
				10,069,297

Portfolio of investments July 31, 2017 (unaudited)

Wells Fargo Multi-Sector Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Health Care: 6.08%</b>				
<b>Biotechnology: 0.15%</b>				
<i>Amgen Incorporated</i>	3.63%	5-15-2022	\$ 750,000	\$ 788,439
<b>Health Care Equipment &amp; Supplies: 1.15%</b>				
<i>Hill-Rom Holdings Incorporated 144A</i>	5.00	2-15-2025	400,000	411,000
<i>Hill-Rom Holdings Incorporated 144A</i>	5.75	9-1-2023	200,000	211,000
<i>Hologic Incorporated 144A</i>	5.25	7-15-2022	670,000	707,688
<i>Kinetics Concepts Incorporated 144A</i>	7.88	2-15-2021	1,425,000	1,506,938
<i>Surgery Center Holdings Incorporated 144A</i>	6.75	7-1-2025	1,050,000	1,078,875
<i>Surgery Center Holdings Incorporated 144A</i>	8.88	4-15-2021	1,800,000	1,953,000
				5,868,501
<b>Health Care Providers &amp; Services: 4.16%</b>				
<i>Acadia Healthcare Company Incorporated</i>	6.50	3-1-2024	190,000	204,250
<i>Community Health Systems Incorporated</i>	6.25	3-31-2023	390,000	399,263
<i>Coventry Health Care Incorporated</i>	5.45	6-15-2021	750,000	828,443
<i>DaVita HealthCare Partners Incorporated</i>	5.00	5-1-2025	495,000	502,326
<i>DaVita HealthCare Partners Incorporated</i>	5.13	7-15-2024	200,000	205,625
<i>DaVita HealthCare Partners Incorporated</i>	5.75	8-15-2022	525,000	542,063
<i>Express Scripts Holding Company</i>	3.90	2-15-2022	665,000	698,441
<i>HCA Incorporated</i>	6.50	2-15-2020	1,400,000	1,529,500
<i>HealthSouth Corporation</i>	5.75	9-15-2025	575,000	592,250
<i>Humana Incorporated</i>	7.20	6-15-2018	750,000	784,865
<i>Mednax Incorporated 144A</i>	5.25	12-1-2023	475,000	489,250
<i>MPH Acquisition Holdings LLC 144A</i>	7.13	6-1-2024	1,750,000	1,894,375
<i>MPT Operating Partnership LP</i>	5.25	8-1-2026	1,250,000	1,306,250
<i>MPT Operating Partnership LP</i>	6.38	2-15-2022	1,075,000	1,109,938
<i>MPT Operating Partnership LP</i>	6.38	3-1-2024	110,000	119,900
<i>Select Medical Corporation</i>	6.38	6-1-2021	3,050,000	3,141,500
<i>Tenet Healthcare Corporation 144A</i>	4.63	7-15-2024	1,169,000	1,163,155
<i>Tenet Healthcare Corporation</i>	6.00	10-1-2020	1,475,000	1,580,094
<i>Vizient Incorporated 144A</i>	10.38	3-1-2024	3,550,000	4,104,688
				21,196,176
<b>Health Care Technology: 0.29%</b>				
<i>Change Healthcare Holdings Incorporated 144A</i>	5.75	3-1-2025	1,200,000	1,240,500
<i>QuintilesIMS Holdings Incorporated 144A</i>	5.00	10-15-2026	225,000	235,688
				1,476,188
<b>Life Sciences Tools &amp; Services: 0.16%</b>				
<i>Life Technologies Corporation</i>	6.00	3-1-2020	750,000	819,491

**Pharmaceuticals: 0.17%**

*Valeant Pharmaceuticals International Incorporated*

<i>144A</i>	7.25	7-15-2022	75,000	70,688
<i>Watson Pharmaceuticals Incorporated</i>	3.25	10-1-2022	750,000	772,364
				843,052

**Industrials: 3.29%**

**Aerospace & Defense: 0.21%**

<i>BAE Systems Holdings Incorporated 144A</i>	3.80	10-7-2024	1,000,000	1,050,258
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**Airlines: 0.34%**

<i>Aviation Capital Group Corporation 144A</i>	6.75	4-6-2021	1,100,000	1,249,417
<i>Delta Air Lines Incorporated</i>	4.75	11-7-2021	469,889	493,384
				1,742,801

## Wells Fargo Multi-Sector Income Fund

Portfolio of investments July 31, 2017 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Commercial Services &amp; Supplies: 2.06%</b>				
<i>Advanced Disposal Services Incorporated 144A(i)</i>	5.63%	11-15-2024	\$ 1,750,000	\$ 1,815,625
<i>Aramark Services Incorporated</i>	5.13	1-15-2024	420,000	446,078
<i>Covanta Holding Corporation</i>	5.88	3-1-2024	1,485,000	1,447,875
<i>Covanta Holding Corporation</i>	5.88	7-1-2025	900,000	875,250
<i>Covanta Holding Corporation</i>	6.38	10-1-2022	1,500,000	1,537,500
<i>DAE Funding LLC 144A%%&lt;</i>	4.50	8-1-2022	400,000	407,000
<i>DAE Funding LLC 144A%%&lt;</i>	5.00	8-1-2024	400,000	408,500
<i>KAR Auction Services Incorporated 144A</i>	5.13	6-1-2025	2,675,000	2,788,688
<i>Republic Services Incorporated</i>	3.55	6-1-2022	750,000	784,517
				10,511,033
<b>Professional Services: 0.17%</b>				
<i>Ascent Capital Group Incorporated</i>	4.00	7-15-2020	375,000	300,000
<i>Verisk Analytics Incorporated</i>	5.80	5-1-2021	530,000	589,340
				889,340
<b>Road &amp; Rail: 0.13%</b>				
<i>TTX Company 144A</i>	2.60	6-15-2020	650,000	653,360
<b>Trading Companies &amp; Distributors: 0.38%</b>				
<i>Ashtead Capital Incorporated 144A</i>	6.50	7-15-2022	1,775,000	1,841,563
<i>International Lease Finance Corporation 144A</i>	7.13	9-1-2018	75,000	79,183
				1,920,746
<b>Information Technology: 6.57%</b>				
<b>Communications Equipment: 0.42%</b>				
<i>CommScope Technologies Finance LLC 144A</i>	5.00	3-15-2027	200,000	200,500
<i>CommScope Technologies Finance LLC 144A</i>	6.00	6-15-2025	1,100,000	1,182,500
<i>Motorola Solutions Incorporated</i>	3.75	5-15-2022	750,000	777,106
				2,160,106
<b>Electronic Equipment, Instruments &amp; Components: 1.47%</b>				
<i>Jabil Circuit Incorporated</i>	8.25	3-15-2018	4,325,000	4,492,594
<i>Keysight Technologies</i>	4.60	4-6-2027	600,000	636,064
<i>L-3 Communications Corporation</i>	4.95	2-15-2021	750,000	808,496
<i>Zebra Technologies Corporation</i>	7.25	10-15-2022	1,450,000	1,543,344
				7,480,498
<b>Internet Software &amp; Services: 0.51%</b>				
<i>Infor Software Parent LLC</i>	6.50	5-15-2022	550,000	572,688
<i>Infor Software Parent LLC (PIK at 7.88%) 144A</i>	7.13	5-1-2021	550,000	569,250



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<i>Zayo Group LLC 144A</i>	5.75	1-15-2027	1,125,000	1,192,500
<i>Zayo Group LLC</i>	6.00	4-1-2023	75,000	79,031
<i>Zayo Group LLC</i>	6.38	5-15-2025	175,000	189,656
				2,603,125

**IT Services: 1.12%**

<i>Cardtronics Incorporated</i>	5.13	8-1-2022	460,000	469,200
<i>Cardtronics Incorporated 144A</i>	5.50	5-1-2025	940,000	968,200
<i>First Data Corporation 144A</i>	5.00	1-15-2024	1,150,000	1,196,000
<i>First Data Corporation 144A</i>	5.38	8-15-2023	275,000	287,719
<i>First Data Corporation 144A</i>	5.75	1-15-2024	320,000	338,000

## Portfolio of investments July 31, 2017 (unaudited)

## Wells Fargo Multi-Sector Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>IT Services (continued)</b>				
<i>Gartner Incorporated 144A</i>	5.13%	4-1-2025	\$ 2,325,000	\$ 2,458,688
				5,717,807
<b>Semiconductors &amp; Semiconductor Equipment: 0.45%</b>				
<i>Micron Technology Incorporated 144A</i>	5.25	8-1-2023	375,000	391,289
<i>Micron Technology Incorporated 144A</i>	5.25	1-15-2024	700,000	729,532
<i>Micron Technology Incorporated</i>	5.50	2-1-2025	256,000	271,601
<i>Micron Technology Incorporated</i>	5.88	2-15-2022	850,000	884,000
				2,276,422
<b>Software: 0.33%</b>				
<i>CA Incorporated</i>	5.38	12-1-2019	750,000	804,550
<i>SS&amp;C Technologies Incorporated</i>	5.88	7-15-2023	600,000	637,500
<i>Symantec Corporation 144A</i>	5.00	4-15-2025	200,000	209,500
				1,651,550
<b>Technology Hardware, Storage &amp; Peripherals: 2.27%</b>				
<i>Diamond 1 Finance Corporation 144A</i>	5.88	6-15-2021	1,000,000	1,048,750
<i>Diamond 1 Finance Corporation 144A</i>	7.13	6-15-2024	4,525,000	5,035,728
<i>Hewlett-Packard Company</i>	4.05	9-15-2022	750,000	791,345
<i>NCR Corporation</i>	5.88	12-15-2021	5,000	5,213
<i>NCR Corporation</i>	6.38	12-15-2023	4,400,000	4,697,000
				11,578,036
<b>Materials: 1.24%</b>				
<b>Chemicals: 0.23%</b>				
<i>Dow Chemical Company</i>	4.13	11-15-2021	750,000	805,482
<i>Valvoline Incorporated 144A</i>	5.50	7-15-2024	375,000	397,500
				1,202,982
<b>Containers &amp; Packaging: 1.01%</b>				
<i>Ball Corporation</i>	5.25	7-1-2025	190,000	209,000
<i>Berry Plastics Corporation</i>	5.13	7-15-2023	350,000	364,875
<i>Berry Plastics Corporation</i>	6.00	10-15-2022	215,000	228,438
<i>Crown Cork &amp; Seal Company Incorporated</i>	7.38	12-15-2026	35,000	41,038
<i>Crown Cork &amp; Seal Company Incorporated (i)</i>	7.50	12-15-2096	600,000	601,500
<i>Owens-Brockway Glass Container Incorporated 144A</i>	5.88	8-15-2023	325,000	360,141
<i>Owens-Illinois Incorporated 144A</i>	6.38	8-15-2025	2,950,000	3,326,125
				5,131,117
<b>Metals &amp; Mining: 0.00%</b>				

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<i>Indalex Holdings Corporation (a)(i)(s)</i>	11.50	2-1-2020	3,170,000	0
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**Real Estate: 4.52%**

**Equity REITs: 4.52%**

<i>Alexandria Real Estate Company</i>	4.60	4-1-2022	650,000	696,158
<i>American Tower Corporation</i>	5.90	11-1-2021	650,000	732,247
<i>DDR Corporation</i>	4.70	6-1-2027	600,000	608,805
<i>DuPont Fabros Technology Incorporated LP</i>	5.63	6-15-2023	1,000,000	1,067,810
<i>DuPont Fabros Technology Incorporated LP</i>	5.88	9-15-2021	4,655,000	4,824,326
<i>Equinix Incorporated</i>	5.38	5-15-2027	425,000	459,531
<i>Equinix Incorporated</i>	5.88	1-15-2026	425,000	465,375
<i>ESH Hospitality Incorporated 144A</i>	5.25	5-1-2025	1,550,000	1,619,750
<i>Essex Portfolio LP</i>	3.63	8-15-2022	750,000	773,784
<i>Health Care REIT Incorporated</i>	5.25	1-15-2022	650,000	717,753

## Wells Fargo Multi-Sector Income Fund

Portfolio of investments July 31, 2017 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Equity REITs (continued)</b>				
<i>Iron Mountain Incorporated 144A</i>	5.38%	6-1-2026	\$ 150,000	\$ 159,375
<i>Iron Mountain Incorporated 144A</i>	6.00	10-1-2020	230,000	238,050
<i>Iron Mountain Incorporated</i>	6.00	8-15-2023	2,960,000	3,130,200
<i>Omega HealthCare Investors Incorporated</i>	4.50	4-1-2027	600,000	602,719
<i>Sabra Health Care Incorporated</i>	5.38	6-1-2023	900,000	931,500
<i>Sabra Health Care Incorporated</i>	5.50	2-1-2021	1,100,000	1,142,081
<i>SBA Communications Corporation</i>	4.88	7-15-2022	640,000	664,563
<i>The Geo Group Incorporated</i>	5.13	4-1-2023	800,000	808,000
<i>The Geo Group Incorporated</i>	5.88	1-15-2022	1,565,000	1,625,644
<i>The Geo Group Incorporated</i>	5.88	10-15-2024	840,000	872,550
<i>The Geo Group Incorporated</i>	6.00	4-15-2026	184,000	191,570
<i>Ventas Realty LP</i>	4.25	3-1-2022	650,000	689,428
				23,021,219

**Telecommunication Services: 3.84%****Diversified Telecommunication Services: 1.31%**

<i>AT&amp;T Incorporated</i>	3.80	3-15-2022	750,000	784,797
<i>Frontier Communications Corporation</i>	8.13	10-1-2018	845,000	881,969
<i>GCI Incorporated</i>	6.75	6-1-2021	1,000,000	1,031,250
<i>Level 3 Financing Incorporated</i>	5.13	5-1-2023	975,000	1,014,000
<i>Level 3 Financing Incorporated</i>	5.25	3-15-2026	650,000	690,625
<i>Level 3 Financing Incorporated</i>	5.38	8-15-2022	300,000	308,250
<i>Level 3 Financing Incorporated</i>	5.38	1-15-2024	700,000	736,750
<i>Level 3 Financing Incorporated</i>	5.38	5-1-2025	625,000	664,063
<i>Level 3 Financing Incorporated</i>	5.63	2-1-2023	350,000	364,875
<i>Level 3 Financing Incorporated</i>	6.13	1-15-2021	175,000	179,813
				6,656,392

**Wireless Telecommunication Services: 2.53%**

<i>Crown Castle Towers LLC 144A</i>	6.11	1-15-2040	750,000	807,097
<i>SBA Communications Corporation</i>	4.88	9-1-2024	500,000	519,375
<i>Sprint Capital Corporation</i>	6.88	11-15-2028	5,500,000	5,995,000
<i>Sprint Capital Corporation</i>	8.75	3-15-2032	625,000	775,000
<i>Sprint Communications Incorporated</i>	7.00	8-15-2020	225,000	245,813
<i>T-Mobile USA Incorporated</i>	4.00	4-15-2022	650,000	677,625
<i>T-Mobile USA Incorporated</i>	5.13	4-15-2025	425,000	450,500
<i>T-Mobile USA Incorporated</i>	5.38	4-15-2027	225,000	243,000
<i>T-Mobile USA Incorporated</i>	6.00	3-1-2023	300,000	317,529
<i>T-Mobile USA Incorporated</i>	6.13	1-15-2022	85,000	89,038
<i>T-Mobile USA Incorporated</i>	6.38	3-1-2025	825,000	887,906
<i>T-Mobile USA Incorporated</i>	6.50	1-15-2024	80,000	86,174
<i>T-Mobile USA Incorporated</i>	6.63	4-1-2023	655,000	692,663
<i>T-Mobile USA Incorporated</i>	6.84	4-28-2023	1,060,000	1,124,925

12,911,645

**Utilities: 4.16%****Electric Utilities: 0.16%**

<i>Great Plains Energy Incorporated</i>	4.85	6-1-2021	750,000	800,168
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**Gas Utilities: 0.20%**

<i>AmeriGas Partners LP</i>	5.75	5-20-2027	1,000,000	1,010,000
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**Independent Power & Renewable Electricity Producers: 3.53%**

<i>Calpine Corporation 144A</i>	6.00	1-15-2022	165,000	170,156
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<i>NSG Holdings LLC 144A</i>	7.75	12-15-2025	4,956,547	5,340,640
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<i>Pattern Energy Group Incorporated 144A</i>	5.88	2-1-2024	4,625,000	4,879,375
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<i>TerraForm Power Operating LLC 144A</i>	6.38	2-1-2023	5,425,000	5,642,000
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Portfolio of investments July 31, 2017 (unaudited)

Wells Fargo Multi-Sector Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Independent Power &amp; Renewable Electricity Producers (continued)</b>				
<i>TerraForm Power Operating LLC 144A</i>	6.63%	6-15-2025	\$ 1,850,000	\$ 1,970,250
				18,002,421
<b>Multi-Utilities: 0.27%</b>				
<i>Ameren Illinois Company</i>	9.75	11-15-2018	500,000	549,096
<i>CMS Energy Corporation</i>	5.05	3-15-2022	750,000	824,300
				1,373,396
<b>Total Corporate Bonds and Notes (Cost \$344,481,968)</b>				360,673,812
<b>Foreign Corporate Bonds and Notes @: 2.16%</b>				
<b>Consumer Discretionary: 0.05%</b>				
<b>Internet &amp; Direct Marketing Retail: 0.05%</b>				
<i>Priceline Group Incorporated (EUR)</i>	2.38	9-23-2024	200,000	254,733
<b>Consumer Staples: 0.19%</b>				
<b>Food Products: 0.19%</b>				
<i>BRF SA 144A (BRL)</i>	7.75	5-22-2018	3,100,000	969,263
<b>Energy: 0.28%</b>				
<b>Oil, Gas &amp; Consumable Fuels: 0.28%</b>				
<i>Petroleos Mexicanos 144A (MXN)</i>	7.19	9-12-2024	28,200,000	1,423,583
<b>Financials: 1.19%</b>				
<b>Banks: 1.13%</b>				
<i>Eurofima (AUD)</i>	6.25	12-28-2018	2,450,000	2,070,724
<i>European Investment Bank (ZAR)</i>	9.00	3-31-2021	17,400,000	1,381,306
<i>KfW (AUD)</i>	5.00	3-19-2024	1,300,000	1,171,689
<i>Landwirtschaftliche Rentenbank (ZAR)</i>	8.25	5-23-2022	15,000,000	1,161,301
				5,785,020
<b>Diversified Financial Services: 0.06%</b>				
<i>AA Bond Company Limited (GBP)</i>	4.25	7-31-2043	200,000	281,545
<b>Information Technology: 0.04%</b>				
<b>Semiconductors &amp; Semiconductor Equipment: 0.04%</b>				
<i>ASML Holding NV (EUR)</i>	1.38	7-7-2026	175,000	209,503
<b>Materials: 0.06%</b>				

**Chemicals: 0.06%**

<i>Albemarle Corporation</i> (EUR)	1.88	12-8-2021	246,000	305,402
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**Telecommunication Services: 0.35%**

**Diversified Telecommunication Services: 0.04%**

<i>Verizon Communications Incorporated</i> (EUR)	3.25	2-17-2026	150,000	202,575
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**Wireless Telecommunication Services: 0.31%**

<i>America Movil SAB de CV</i> (MXN)	7.13	12-9-2024	28,850,000	1,563,839
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<b>Total Foreign Corporate Bonds and Notes (Cost \$13,589,785)</b>				10,995,463
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## Wells Fargo Multi-Sector Income Fund

Portfolio of investments July 31, 2017 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Foreign Government Bonds @: 25.11%</b>				
<i>Colombia (COP)</i>	7.00%	9-11-2019	18,500,000,000	\$ 6,365,069
<i>Colombia (COP)</i>	7.00	5-4-2022	18,650,000,000	6,430,911
<i>Colombia (COP)</i>	7.50	8-26-2026	22,725,000,000	7,956,488
<i>Colombia (COP)</i>	7.75	4-14-2021	5,250,000,000	1,877,778
<i>Hungary (HUF)</i>	6.75	11-24-2017	1,305,000,000	5,186,027
<i>India (INR)</i>	7.80	4-11-2021	435,000,000	7,069,023
<i>Indonesia (IDR)</i>	7.88	4-15-2019	133,640,000,000	10,257,853
<i>Indonesia (IDR)</i>	8.38	9-15-2026	110,000,000,000	8,928,625
<i>Malaysia (MYR)</i>	4.18	7-15-2024	19,850,000	4,686,672
<i>Malaysia (MYR)</i>	4.23	6-30-2031	51,300,000	11,718,255
<i>Mexico (MXN)</i>	5.75	3-5-2026	72,000,000	3,756,012
<i>Mexico (MXN)</i>	8.00	11-7-2047	217,500,000	13,397,096
<i>Mexico (MXN)</i>	10.00	12-5-2024	14,100,000	937,914
<i>Mexico (MXN)</i>	10.00	12-5-2024	62,120,000	4,132,145
<i>New Zealand (NZD)</i>	4.50	4-15-2027	8,250,000	6,970,026
<i>Queensland Treasury (AUD)</i>	5.75	7-22-2024	4,100,000	3,898,729
<i>Republic of South Africa (ZAR)</i>	7.75	2-28-2023	103,000,000	7,743,795
<i>Republic of South Africa (ZAR)</i>	10.50	12-21-2026	153,500,000	13,039,920
<i>State of New South Wales Australia (AUD)</i>	5.00	8-20-2024	3,900,000	3,593,844
<b>Total Foreign Government Bonds (Cost \$138,485,863)</b>				127,946,182
<b>Loans: 18.62%</b>				
<b>Consumer Discretionary: 4.51%</b>				
<b>Auto Components: 0.58%</b>				
<i>Allison Transmission Incorporated ±</i>	3.24	9-23-2022	\$ 1,890,463	1,902,637
<i>Federal-Mogul Corporation ±</i>	4.98	4-15-2021	1,036,583	1,043,922
				2,946,559
<b>Distributors: 0.48%</b>				
<i>Spin Holdco Incorporated ±</i>	4.98	11-14-2022	2,472,140	2,472,140
<b>Food &amp; Staples Retailing: 0.08%</b>				
<i>TKC Holdings Incorporated ±</i>	5.48	2-1-2023	399,000	401,370
<b>Hotels, Restaurants &amp; Leisure: 1.34%</b>				
<i>CCM Merger Incorporated ±</i>	3.98	8-8-2021	737,969	739,998
<i>Four Seasons Holdings Incorporated ±</i>	3.73	11-30-2023	906,107	913,183
<i>La Quinta Intermediate Holdings LLC ±</i>	4.05	4-14-2021	738,693	744,234
<i>Montreign Operating Company ±</i>	9.48	12-7-2022	4,375,000	4,420,106
				6,817,521



**Household Products: 0.38%**

<i>Anchor Glass Container Corporation ±</i>	4.01	12-7-2023	597,000	599,878
<i>Anchor Glass Container Corporation ±</i>	8.97	12-7-2024	1,300,000	1,316,250
				1,916,128

**Media: 1.65%**

<i>Altice US Finance I Corporation ±</i>	3.48	7-28-2025	717,786	715,633
<i>CBS Radio Incorporated ±</i>	4.73	10-17-2023	1,881,182	1,885,885
<i>Charter Communications Operating LLC ±</i>	3.48	1-15-2024	908,500	914,560
<i>Entercom Radio LLC ±</i>	4.71	11-1-2023	1,073,438	1,076,454
<i>Learfield Communications Incorporated ±</i>	4.49	12-1-2023	3,482,500	3,517,325
<i>Mission Broadcasting Incorporated ±</i>	3.74	1-17-2024	31,894	32,159
<i>Nexstar Broadcasting Group Incorporated ±</i>	3.74	1-17-2024	260,890	263,063
				8,405,079

Portfolio of investments July 31, 2017 (unaudited)

Wells Fargo Multi-Sector Income Fund

**Consumer Staples: 0.17%****Food Products: 0.17%**

<i>B&amp;G Foods Incorporated</i> ±	3.48%	11-2-2022	\$ 640,110	\$ 643,509
<i>Prestige Brands Incorporated</i> ±	3.98	1-26-2024	215,719	216,768
				860,277

**Energy: 1.62%****Energy Equipment & Services: 0.89%**

<i>Hummel Station LLC</i> ±	7.23	10-27-2022	4,929,434	4,535,079
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**Oil, Gas & Consumable Fuels: 0.73%**

<i>Chesapeake Energy Corporation</i> ±	8.69	8-23-2021	450,000	482,738
<i>Ultra Resources Incorporated</i> ±	4.22	4-12-2024	1,900,000	1,907,125
<i>Veresen Midstream LP</i> ±	4.73	3-31-2022	1,311,582	1,318,966
				3,708,829

**Financials: 1.84%****Capital Markets: 0.22%**

<i>Neptune Finco Corporation</i> ±	3.48	7-17-2025	458,227	457,196
<i>Russell Investments US Institutional Holdco Incorporated</i> ±	6.97	6-1-2023	422,864	427,888
<i>VFH Parent LLC</i> ±	4.98	12-30-2021	250,000	251,979
				1,137,063

**Consumer Finance: 0.03%**

<i>KAR Auction Services Incorporated</i> ±	3.81	3-9-2023	155,338	156,243
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**Diversified Financial Services: 0.93%**

<i>American Beacon Advisors Incorporated</i> ±	5.55	4-30-2022	2,465,984	2,475,231
<i>American Beacon Advisors Incorporated</i> ±(a)	10.06	3-3-2023	440,000	440,000
<i>Ipreo Holdings LLC</i> ±	4.55	8-6-2021	141,034	140,065
<i>LPL Holdings Incorporated</i> ±	3.82	3-11-2024	1,197,000	1,204,481
<i>Nielsen Finance LLC</i> ±	3.22	10-4-2023	471,443	471,981
				4,731,758

**Insurance: 0.66%**

<i>Alliant Holdings I LLC</i> ±	4.56	8-12-2022	1,392,906	1,396,736
<i>AmWINS Group Incorporated</i> ±	4.17	1-25-2024	373,125	374,110
<i>Hub International Limited</i> ±	4.42	10-2-2020	691,398	695,933
<i>Solera Holdings Incorporated</i> ±	4.51	3-3-2023	864,063	869,515
				3,336,294

**Health Care: 2.07%**

**Health Care Equipment & Supplies: 0.37%**

<i>DJO Finance LLC ±</i>	4.48	6-8-2020	558,600	556,159
<i>Kinetic Concepts Incorporated ±</i>	4.55	2-2-2024	1,336,239	1,339,993
				1,896,152

**Health Care Providers & Services: 1.23%**

<i>Community Health Systems Incorporated ±</i>	4.21	1-27-2021	669,237	667,938
<i>MPH Acquisition Holdings LLC ±</i>	4.30	6-7-2023	500,072	503,573
<i>Press Ganey Holdings Incorporated ±(a)</i>	4.48	10-21-2023	1,492,500	1,500,903
<i>Press Ganey Holdings Incorporated ±(a)</i>	8.48	10-21-2024	1,150,000	1,174,438
<i>Surgery Center Holdings Incorporated ±</i>	4.98	11-3-2020	1,096,887	1,104,434

## Wells Fargo Multi-Sector Income Fund

Portfolio of investments July 31, 2017 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Health Care Providers &amp; Services (continued)</b>				
<i>TeamHealth Incorporated</i> ±	3.98%	2-6-2024	\$ 748,125	\$ 745,088
<i>Vizient Incorporated</i> ±	4.73	2-13-2023	571,904	577,623
				6,273,997
<b>Health Care Technology: 0.15%</b>				
<i>Alere Incorporated</i> ±	4.49	6-18-2022	100,462	100,571
<i>Change Healthcare Holdings Incorporated</i> ±	3.98	3-1-2024	667,364	671,035
				771,606
<b>Life Sciences Tools &amp; Services: 0.19%</b>				
<i>INC Research LLC</i> ±%%<	0.00	6-27-2024	475,000	478,363
<i>Inventiv Health Incorporated</i> ±	4.95	11-9-2023	472,625	472,880
				951,243
<b>Pharmaceuticals: 0.13%</b>				
<i>Endo Finance LLC</i> ±	5.50	4-29-2024	296,688	301,138
<i>Valeant Pharmaceuticals International Incorporated</i> ±	5.98	4-1-2022	353,117	359,657
				660,795
<b>Industrials: 2.93%</b>				
<b>Aerospace &amp; Defense: 0.49%</b>				
<i>TransDigm Incorporated</i> ±	4.29	2-28-2020	2,473,574	2,481,935
<b>Commercial Services &amp; Supplies: 2.31%</b>				
<i>Advanced Disposal Services Incorporated</i> ±(i)	3.94	11-10-2023	1,223,217	1,232,587
<i>Advantage Sales &amp; Marketing LLC</i> ±	7.80	7-25-2022	1,250,000	1,181,250
<i>Avantor Performance Materials Incorporated</i> ±	5.24	3-10-2024	1,703,725	1,703,725
<i>Casella Waste Systems Incorporated</i> ±	3.98	10-17-2023	1,965,125	1,979,863
<i>Columbus McKinnon Corporation</i> ±	4.30	1-31-2024	946,938	955,224
<i>Gates Global Limited</i> ±	4.55	4-1-2024	610,770	615,064
<i>GFL Environmental Incorporated</i> ±	4.05	9-29-2023	173,688	174,846
<i>McJunkin Red Man Corporation</i> ±	5.23	11-8-2019	674,136	679,192
<i>Sedgwick Claims Management Services Incorporated</i> ±	3.98	3-1-2021	521,524	522,364
<i>USI Incorporated</i> ±	4.18	5-16-2024	225,000	224,298
<i>WASH Multifamily Laundry Systems LLC</i> ±	4.48	5-14-2022	188,403	188,403
<i>WASH Multifamily Laundry Systems LLC</i> ±	4.48	5-14-2022	1,075,794	1,075,794
<i>WASH Multifamily Laundry Systems LLC</i> ±	8.23	5-12-2023	17,885	17,706
<i>WASH Multifamily Laundry Systems LLC</i> ±(i)	8.23	5-14-2023	102,115	101,094
<i>Waste Industries USA Incorporated</i> ±	3.98	2-27-2020	1,127,033	1,131,608
				11,783,018

**Machinery: 0.12%**

<i>Onex Wizard Acquisition Company ±</i>	4.23	3-13-2022	608,031	612,020
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**Transportation Infrastructure: 0.01%**

<i>OSG Bulk Ships Incorporated ±</i>	5.43	8-5-2019	71,190	67,541
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**Information Technology: 2.19%****Electronic Equipment, Instruments & Components: 0.49%**

<i>Dell Incorporated ±</i>	3.74	9-7-2023	2,481,281	2,495,325
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**Internet Software & Services: 1.53%**

<i>Ancestry.com Incorporated ±</i>	4.48	10-19-2023	2,974,950	2,998,184
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<i>Ancestry.com Incorporated ±</i>	9.48	10-19-2024	2,992,500	3,052,350
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Portfolio of investments July 31, 2017 (unaudited)

Wells Fargo Multi-Sector Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Internet Software &amp; Services (continued)</b>				
<i>Applied Systems Incorporated</i> ±	4.55%	1-25-2021	\$ 472,541	\$ 476,439
<i>Black Knight InfoServ LLC</i> ±(a)	3.50	5-27-2022	490,616	494,295
<i>Infor US Incorporated</i> ±	4.05	2-1-2022	515,366	515,459
<i>Sophia Holding Finance LP</i> ±	4.55	9-30-2022	146,971	147,216
<i>Zayo Group LLC</i> ±	3.48	1-19-2024	107,244	107,635
				7,791,578
<b>Semiconductors &amp; Semiconductor Equipment: 0.07%</b>				
<i>Micron Technology Incorporated</i> ±	3.80	4-26-2022	346,500	349,480
<b>Software: 0.10%</b>				
<i>SS&amp;C Technologies Incorporated</i> ±	3.48	7-8-2022	509,576	512,364
<i>SS&amp;C Technologies Incorporated</i> ±	3.48	7-8-2022	28,859	29,017
				541,381
<b>Materials: 0.57%</b>				
<b>Containers &amp; Packaging: 0.57%</b>				
<i>Berry Plastics Corporation</i> ±	3.73	10-1-2022	412,327	414,079
<i>Reynolds Group Holdings Incorporated</i> ±	4.23	2-5-2023	2,481,281	2,491,554
				2,905,633
<b>Real Estate: 1.06%</b>				
<b>Equity REITs: 0.62%</b>				
<i>ESH Hospitality Incorporated</i> ±	3.73	8-30-2023	1,290,266	1,296,511
<i>MGM Growth Properties LLC</i> ±	3.48	4-25-2023	320,811	321,975
<i>The Geo Group Incorporated</i> ±	3.48	3-22-2024	1,552,715	1,553,694
				3,172,180
<b>Real Estate Management &amp; Development: 0.44%</b>				
<i>Capital Automotive LP</i> ±	4.24	3-24-2024	1,408,665	1,421,695
<i>Capital Automotive LP</i> ±	7.24	3-24-2025	815,000	827,738
				2,249,433
<b>Telecommunication Services: 1.55%</b>				
<b>Diversified Telecommunication Services: 1.19%</b>				
<i>Frontier Communications Corporation</i> ±	4.98	6-15-2024	2,600,000	2,494,908
<i>Level 3 Financing Incorporated</i> ±	3.48	2-22-2024	555,420	557,592
<i>Sprint Communications Incorporated</i> ±	3.75	2-2-2024	448,875	450,334
<i>Telesat Canada</i> ±	4.30	11-17-2023	2,519,067	2,543,200

6,046,034

**Wireless Telecommunication Services: 0.36%**

<i>LTS Buyer LLC ±</i>	4.55	4-13-2020	1,829,314	1,835,716
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**Utilities: 0.11%****Independent Power & Renewable Electricity Producers: 0.11%**

<i>Vistra Energy Corporation ±</i>	4.48	12-14-2023	572,125	576,284
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<b>Total Loans (Cost \$94,532,614)</b>				<b>94,885,691</b>
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## Wells Fargo Multi-Sector Income Fund

Portfolio of investments July 31, 2017 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Municipal Obligations: 0.01%</b>				
<b>New York: 0.01%</b>				
<i>Build New York City Resource Corporation Bronx Charter School for Excellence Project Series B (Education Revenue)</i>	5.00%	4-1-2018	\$ 45,000	\$ 44,869
<b>Total Municipal Obligations (Cost \$45,000)</b>				44,869
<b>Non-Agency Mortgage-Backed Securities: 4.44%</b>				
<i>Argent Securities Incorporated Series 2004-W5 Class AV3B ±</i>	2.13	4-25-2034	55,168	53,943
<i>Asset-Backed Funding Certificates Series 2003-AHL1 Class A1</i>	4.18	3-25-2033	210,194	209,669
<i>Banc of America Commercial Mortgage Securities Incorporated Series 2006-03 Class AM ±</i>	5.72	7-10-2044	1,053,875	754,238
<i>Banc of America Commercial Mortgage Securities Incorporated Series 2007-1 Class AMFX ±</i>	5.48	1-15-2049	185,178	184,934
<i>Banc of America Commercial Mortgage Securities Incorporated Series 2008-1 Class AM ±</i>	6.51	2-10-2051	550,000	557,949
<i>Banc of America Funding Corporation Series 2005 Class 5-1A1</i>	5.50	9-25-2035	243,605	254,869
<i>Banc of America Mortgage Securities Series 2003 Class 1A1 ±</i>	3.62	4-25-2033	266,534	251,352
<i>Bear Stearns Asset Backed Securities Series 2002-2 Class A1 ±</i>	1.89	10-25-2032	222,265	218,042
<i>Bear Stearns Commercial Mortgage Series 2007-PW17 Class AM ±</i>	5.92	6-11-2050	300,841	301,029
<i>Bear Stearns Commercial Mortgage Series 2007-PW17 Class AMFL 144A±</i>	1.82	6-11-2050	493,005	493,017
<i>Bear Stearns Commercial Mortgage Series 2007-PW18 Class AM ±</i>	6.08	6-11-2050	100,000	100,882
<i>Bear Stearns Commercial Mortgage Series 2007-PW18 Class AMA ±</i>	6.09	6-11-2050	715,000	721,355
<i>Centex Home Equity Series 2002-A Class AF6</i>	5.54	1-25-2032	40,020	39,959
<i>Centex Home Equity Series 2002-D Class AF6 ±</i>	4.66	12-25-2032	11,962	12,056
<i>Centex Home Equity Series 2004-B Class AF6</i>	4.69	3-25-2034	150,057	153,844
<i>CFCRE Commercial Mortgage Trust Series 2015-RUM Class A 144A±</i>	2.86	7-15-2030	480,000	480,902
<i>Citigroup Commercial Mortgage Trust Series 2012-GC8 Class C 144A±</i>	4.85	9-10-2045	1,000,000	1,054,950
<i>Citigroup Commercial Mortgage Trust Series 2015 Class A 144A±</i>	2.31	9-15-2027	595,000	595,367
	1.00	7-15-2022	1,000,000	1,000,000



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<i>Citigroup Commercial Mortgage Trust Series 2017-MDRB Class A 144A±</i>				
<i>Citigroup Mortgage Loan Trust Incorporated Series 2003-HE3 Class A3 ±</i>	1.60	12-25-2033	32,664	32,460
<i>Commercial Mortgage Trust Series 2012-CR2 Class C ±</i>	4.84	8-15-2045	1,000,000	1,044,307
<i>Commercial Mortgage Trust Series 2012-LC4 Class A4</i>	3.29	12-10-2044	205,000	212,642
<i>Commercial Mortgage Trust Series 2012-LC4 Class C ±</i>	5.59	12-10-2044	500,000	536,695
<i>Countrywide Asset Backed Certificates Series 2003-5 Class AF5</i>	5.27	2-25-2034	93,305	95,198
<i>Countrywide Home Loans Series 2003-48 Class 2A2 ±</i>	3.26	10-25-2033	72,557	71,110
<i>Credit Suisse First Boston Mortgage Securities Series 2002-AR25 Class 1A1 ±</i>	2.65	9-25-2032	550,482	516,858
<i>Credit Suisse First Boston Mortgage Securities Series 2003-AR15 Class 3A1 ±</i>	3.70	6-25-2033	127,646	127,485
<i>Credit Suisse First Boston Mortgage Securities Series 2003-AR9 Class 2A2 ±</i>	3.36	3-25-2033	27,708	27,332
<i>Credit-Based Asset Servicing &amp; Securitization LLC Series 2005-CB2 Class M1 ±</i>	1.89	4-25-2036	51,891	52,038
<i>Equity One Asset Backed Securities Series 2004-2 Class AF4 ±</i>	4.62	7-25-2034	358,275	358,532
<i>Global Mortgage Securitization Limited Series 2004-A Class A2 144A±</i>	1.55	11-25-2032	113,997	106,589
<i>Great Wolf Trust Series 2015 Class A 144A±</i>	2.61	5-15-2034	1,015,000	1,015,626
<i>GS Mortgage Securities Trust Series 2010-C1 Class X 144A±</i>	1.53	8-10-2043	5,187,888	175,151
<i>GS Mortgage Securities Trust Series 2012-GCJ7 Class XA ±</i>	2.23	5-10-2045	3,494,951	242,899
<i>GS Mortgage Securities Trust Series 2014 Class C 144A</i>	3.79	1-10-2031	1,000,000	1,005,052
<i>GS Mortgage Securities Trust Series 2014-GSFLC Class C 144A±</i>	3.48	7-15-2031	1,000,000	993,957
<i>GSAA Home Equity Trust Series 2004-5 Class AF5</i>	4.51	6-25-2034	3,213	3,226
<i>GSCCRE Commercial Mortgage Trust Series 2015-HULA Class C 144A±</i>	3.91	8-15-2032	1,000,000	1,003,750
<i>GSMPS Mortgage Loan Trust Series 2005-AHL Class M1 ±</i>	1.88	4-25-2035	5,528	5,532
<i>GSMPS Mortgage Loan Trust Series 2006-1 Class A1 144A±</i>	1.53	3-25-2035	90,095	89,219

Portfolio of investments July 31, 2017 (unaudited)

Wells Fargo Multi-Sector Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Non-Agency Mortgage-Backed Securities (continued)</b>				
<i>JPMorgan Chase Commercial Mortgage Securities Corporation Series 2013-C17 Class B ±</i>	4.89%	1-15-2047	\$ 50,000	\$ 53,774
<i>JPMorgan Chase Commercial Mortgage Securities Trust Series 2007-CB18 Class AM ±</i>	5.47	6-12-2047	289,116	288,854
<i>JPMorgan Chase Commercial Mortgage Securities Trust Series 2007-CB18 Class AMFL ±</i>	1.28	6-12-2047	247,813	245,174
<i>JPMorgan Chase Commercial Mortgage Securities Trust Series 2007-LDPX Class AM ±</i>	5.46	1-15-2049	174,279	174,127
<i>JPMorgan Chase Commercial Mortgage Securities Trust Series 2015-FL7 Class A 144A±</i>	2.48	5-15-2028	145,756	145,675
<i>JPMorgan Mortgage Trust Series 2004-A3 Class 2A1 ±</i>	3.66	7-25-2034	68,602	69,160
<i>JPMorgan Mortgage Trust Series 2004-A3 Series 3A3 ±</i>	3.49	7-25-2034	61,439	60,338
<i>JPMorgan Mortgage Trust Series 2005-A3 Class 11A2 ±</i>	3.32	6-25-2035	210,709	214,446
<i>JPMorgan Mortgage Trust Series 2009-7 Class 2A1 144A±</i>	6.00	2-27-2037	14,000	14,110
<i>JPMorgan Mortgage Trust Series 2009-7 Class 5A1 144A±</i>	6.00	2-27-2037	37,418	37,369
<i>MASTR Adjustable Rate Mortgage Trust Series 2003-6 Class 3A1 ±</i>	3.33	12-25-2033	403,529	402,081
<i>MASTR Adjustable Rate Mortgage Trust Series 2003-6 Class 4A2 ±</i>	3.50	1-25-2034	12,059	11,722
<i>MASTR Adjustable Rate Mortgage Trust Series 2004-13 Class 3A7 ±</i>	3.19	11-21-2034	18,693	19,138
<i>MASTR Alternative Loans Trust Series 2005-1 Class 5A1</i>	5.50	1-25-2020	23,916	24,405
<i>Merrill Lynch Countrywide Commercial Mortgage Trust Series 2007-9 Class A4</i>	5.70	9-12-2049	161,653	161,549
<i>Merrill Lynch Mortgage Trust Series 2005-A8 Class A1B3</i>	5.25	8-25-2036	33,487	34,019
<i>Merrill Lynch Mortgage Trust Series 2007-C1 Class A1A ±</i>	6.02	6-12-2050	118,583	118,423
<i>Mesa Trust Asset Backed Certificates Series 2001-5 Class A 144A±</i>	2.02	12-25-2031	13,780	13,572
<i>Mid State Trust Series 11 Class A1</i>	4.86	7-15-2038	207,078	214,759
<i>MLCC Mortgage Investors Incorporated Series 2003-G Class A2 ±</i>	2.09	1-25-2029	79,367	74,977
<i>Morgan Stanley Bank of America Merrill Lynch Trust Series 2012-C5 Class XA 144A±</i>	1.51	8-15-2045	4,249,327	249,291
<i>Morgan Stanley Bank of America Merrill Lynch Trust Series 2013-C11 Class A4 ±</i>	4.17	8-15-2046	569,000	610,600
<i>Morgan Stanley Capital I Trust Series 2004-NC1 Class M1 ±</i>	2.28	12-27-2033	438,507	427,617
<i>Morgan Stanley Capital I Trust Series 2012-C4 Class C 144A±</i>	5.42	3-15-2045	900,000	958,537

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<i>Navient SLM Student Loan Series 2005-B Class A3 ±</i>	1.52	12-15-2023	89,800	89,782
<i>New Century Home Equity Loan Trust Series 2004-3 Class M1 ±</i>	2.16	11-25-2034	1,165,049	1,107,908
<i>New Century Home Equity Loan Trust Series 2005-1 Class AIMZ ±</i>	1.81	3-25-2035	58,472	58,500
<i>Northstar Education Finance Incorporated Series 2004-2 Class A3 ±</i>	1.21	7-30-2018	17,535	17,535
<i>Provident Funding Mortgage Loan Series 2005-1 Class 2A1 ±</i>	3.43	5-25-2035	24,523	23,852
<i>RBSSP Resecuritization Trust Series 2010-3 Class 4A1 144A±</i>	3.88	12-26-2035	10,341	10,372
<i>Renaissance Home Equity Loan Trust Series 2004-4 Class AF4</i>	4.88	2-25-2035	177,633	177,486
<i>Residential Funding Mortgage Securities Trust Series 03-S12 Class 2A1</i>	4.00	12-25-2032	50,723	50,814
<i>Saxon Asset Securities Trust Series 2002-1 Class AF5</i>	6.10	12-25-2030	130,835	133,466
<i>Saxon Asset Securities Trust Series 2003-1 Class AF7</i>	4.03	6-25-2033	442,352	446,925
<i>Sequoia Mortgage Trust Series 2003-1 Class 1A ±</i>	1.99	4-20-2033	14,774	14,026
<i>Structured Adjustable Rate Mortgage Loan Trust Series 2004-2 Class 2A ±</i>	3.42	3-25-2034	48,270	47,788
<i>Structured Asset Securities Corporation Series 1998-2 Class A ±</i>	1.75	2-25-2028	189,860	187,665
<i>Structured Asset Securities Corporation Series 2002-9 Class A2 ±</i>	1.83	10-25-2027	54,671	53,693
<i>Terwin Mortgage Trust Series 2003-6HE Class A3 ±</i>	2.37	11-25-2033	173,407	165,528
<i>Vendee Mortgage Trust Series 2003-2 Class IO ±(c)</i>	0.71	5-15-2033	4,473,678	116,085
<i>Washington Mutual Mortgage Trust Series 2004-RA4 Class 3A</i>	7.50	7-25-2034	140,488	150,652
<b>Total Non-Agency Mortgage-Backed Securities (Cost \$22,650,392)</b>				22,629,809

	Expiration date	Shares
<b>Rights: 0.06%</b>		
<b>Utilities: 0.06%</b>		
<b>Independent Power &amp; Renewable Electricity Producers: 0.06%</b>		
<i>Vistra Energy Corporation (i)</i>	12-31-2046	327,375
<b>Total Rights (Cost \$360,113)</b>		327,375

## Wells Fargo Multi-Sector Income Fund

Portfolio of investments July 31, 2017 (unaudited)

Security name	Interest rate	Maturity date	Principal	Value
<b>Yankee Corporate Bonds and Notes: 9.26%</b>				
<b>Consumer Discretionary: 0.30%</b>				
<b>Media: 0.30%</b>				
<i>Grupo Televisa SAB</i>	6.00%	5-15-2018	\$ 750,000	\$ 773,454
<i>WPP Finance 2010</i>	3.63	9-7-2022	750,000	781,363
				1,554,817
<b>Consumer Staples: 0.31%</b>				
<b>Beverages: 0.16%</b>				
<i>Pernod Ricard SA 144A</i>	4.45	1-15-2022	760,000	820,389
<b>Tobacco: 0.15%</b>				
<i>BAT International Finance plc 144A</i>	3.25	6-7-2022	750,000	769,266
<b>Energy: 2.01%</b>				
<b>Energy Equipment &amp; Services: 0.29%</b>				
<i>Ensco plc</i>	5.75	10-1-2044	2,070,000	1,381,725
<i>Trinidad Drilling Limited 144A</i>	6.63	2-15-2025	75,000	70,688
				1,452,413
<b>Oil, Gas &amp; Consumable Fuels: 1.72%</b>				
<i>Baytex Energy Corporation 144A</i>	5.13	6-1-2021	2,114,000	1,929,025
<i>Baytex Energy Corporation 144A</i>	5.63	6-1-2024	850,000	743,750
<i>Griffin Coal Mining Company Limited 144A(a)(i)(s)</i>	9.50	12-1-2016	1,685,411	6,742
<i>Griffin Coal Mining Company Limited (a)(i)(s)</i>	9.50	12-1-2016	137,792	551
<i>Teekay Corporation</i>	8.50	1-15-2020	5,625,000	5,653,125
<i>Woodside Finance Limited 144A</i>	8.75	3-1-2019	405,000	444,961
				8,778,154
<b>Financials: 0.99%</b>				
<b>Banks: 0.76%</b>				
<i>ABN AMRO Bank NV 144A</i>	4.80	4-18-2026	750,000	804,974
<i>Banco del Estado de Chile 144A</i>	3.88	2-8-2022	650,000	680,829
<i>Corporación Andina de Fomento</i>	4.38	6-15-2022	958,000	1,039,583
<i>Nielsen Holding and Finance BV 144A</i>	5.00	2-1-2025	875,000	903,438
<i>Nielsen Holding and Finance BV 144A</i>	5.50	10-1-2021	415,000	428,488
<i>Preferred Term Securities XII Limited (a)(i)(s)</i>	1.00	12-24-2033	635,000	0
				3,857,312
<b>Diversified Financial Services: 0.23%</b>				
<i>GE Capital International Funding Company</i>	2.34	11-15-2020	527,000	532,615

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<i>Tyco Electronics Group SA</i>	3.50	2-3-2022	625,000	653,360
				1,185,975

**Health Care: 1.93%**

**Pharmaceuticals: 1.93%**

<i>Valeant Pharmaceuticals International Incorporated 144A</i>	5.50	3-1-2023	2,200,000	1,875,500
<i>Valeant Pharmaceuticals International Incorporated 144A</i>	5.63	12-1-2021	700,000	633,500
<i>Valeant Pharmaceuticals International Incorporated 144A</i>	5.88	5-15-2023	770,000	662,200
<i>Valeant Pharmaceuticals International Incorporated 144A</i>	6.13	4-15-2025	4,575,000	3,894,469
<i>Valeant Pharmaceuticals International Incorporated 144A</i>	6.38	10-15-2020	1,425,000	1,385,813
<i>Valeant Pharmaceuticals International Incorporated 144A</i>	6.50	3-15-2022	325,000	342,875

Portfolio of investments July 31, 2017 (unaudited)

Wells Fargo Multi-Sector Income Fund

Security name	Interest rate	Maturity date	Principal	Value
<b>Pharmaceuticals (continued)</b>				
<i>Valeant Pharmaceuticals International Incorporated 144A</i>	6.75%	8-15-2021	\$ 425,000	\$ 401,625
<i>Valeant Pharmaceuticals International Incorporated 144A</i>	7.00	3-15-2024	575,000	612,375
<i>Valeant Pharmaceuticals International Incorporated 144A</i>	7.50	7-15-2021	10,000	9,713
				9,818,070
<b>Industrials: 0.89%</b>				
<b>Building Products: 0.05%</b>				
<i>Allegion plc</i>	5.88	9-15-2023	210,000	226,361
<b>Commercial Services &amp; Supplies: 0.51%</b>				
<i>GFL Environmental Incorporated 144A</i>	9.88	2-1-2021	500,000	541,250
<i>Ritchie Brothers Auctioneers Incorporated 144A</i>	5.38	1-15-2025	1,975,000	2,072,052
				2,613,302
<b>Machinery: 0.05%</b>				
<i>Sensata Technologies BV 144A</i>	5.00	10-1-2025	235,000	247,338
<b>Professional Services: 0.12%</b>				
<i>IHS Markit Limited 144A</i>	4.75	2-15-2025	600,000	631,500
<b>Road &amp; Rail: 0.16%</b>				
<i>Canadian Pacific Railway Company</i>	4.50	1-15-2022	750,000	804,250
<b>Materials: 0.96%</b>				
<b>Containers &amp; Packaging: 0.59%</b>				
<i>Ardagh Packaging Finance plc 144A</i>	4.25	9-15-2022	375,000	385,313
<i>Ardagh Packaging Finance plc 144A</i>	6.00	2-15-2025	1,700,000	1,815,804
<i>Ardagh Packaging Finance plc 144A</i>	7.25	5-15-2024	725,000	800,219
				3,001,336
<b>Metals &amp; Mining: 0.37%</b>				
<i>ArcelorMittal SA</i>	6.13	6-1-2025	275,000	313,844
<i>Glencore Finance Canada Limited 144A</i>	4.25	10-25-2022	750,000	790,778
<i>Vale Overseas Limited</i>	4.38	1-11-2022	750,000	774,000
				1,878,622
<b>Telecommunication Services: 1.74%</b>				
<b>Diversified Telecommunication Services: 1.62%</b>				
<i>Intelsat Jackson Holdings SA</i>	5.50%	8-1-2023	\$ 5,775,000	\$ 4,980,938

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<i>Intelsat Luxembourg SA</i>	7.75	6-1-2021	2,220,000	1,420,800
<i>Intelsat Luxembourg SA</i>	8.13	6-1-2023	2,340,000	1,448,460
<i>Virgin Media Finance plc 144A</i>	6.38	4-15-2023	365,000	383,250
				8,233,448
<b>Wireless Telecommunication Services: 0.12%</b>				
<i>Globo Comunicacoes Participacoes SA 144A</i>	4.88	4-11-2022	595,000	615,825
<b>Utilities: 0.13%</b>				
<b>Electric Utilities: 0.13%</b>				
<i>Comision Federal de Electricidad 144A</i>	4.88	5-26-2021	650,000	693,063
<b>Total Yankee Corporate Bonds and Notes (Cost \$49,155,776)</b>				47,181,441

## Wells Fargo Multi-Sector Income Fund

Portfolio of investments July 31, 2017 (unaudited)

Security name	Yield	Shares	Value
<b>Short-Term Investments: 3.14%</b>			
<b>Investment Companies: 3.14%</b>			
<i>Wells Fargo Government Money Market Fund Select Class</i>			
<i>(l)(u)##</i>	0.89%	16,029,283	\$ 16,029,283
<b>Total Short-Term Investments (Cost \$16,029,283)</b>			16,029,283
<b>Total investments in securities (Cost \$695,825,371)*</b>			135.88% 692,448,083
<i>Other assets and liabilities, net</i>			(35.88) (182,850,735)
<b>Total net assets</b>			100.00% \$ 509,597,348

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

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.

(c) Investment in an interest-only security entitles holders to receive only the interest payments on the underlying mortgages. The principal amount shown is the notional amount of the underlying mortgages. The rate represents the coupon rate.

*Non-income-earning security*

(i) Illiquid security

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

(a) The security is fair valued in accordance with procedures approved by the Board of Trustees.

(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.

¥ 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.

@ Foreign bond principal is denominated in the local currency of the issuer.

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

(l) The issuer of the security is an affiliated person 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.

\* Cost for federal income tax purposes is \$700,353,994 and unrealized gains (losses) consists of:

Gross unrealized gains	\$ 25,982,170
Gross unrealized losses	(33,888,081)
<b>Net unrealized losses</b>	<b>\$ (7,905,911)</b>

Abbreviations:

AUD Australian dollar



<i>BRL</i>	<i>Brazilian real</i>
<i>COP</i>	<i>Colombian peso</i>
<i>EUR</i>	<i>Euro</i>
<i>FHLMC</i>	<i>Federal Home Loan Mortgage Corporation</i>
<i>FNMA</i>	<i>Federal National Mortgage Association</i>
<i>GBP</i>	<i>Great British pound</i>
<i>GNMA</i>	<i>Government National Mortgage Association</i>
<i>HUF</i>	<i>Hungarian forint</i>
<i>IDR</i>	<i>Indonesian rupiah</i>
<i>LLC</i>	<i>Limited liability company</i>
<i>LP</i>	<i>Limited partnership</i>
<i>MXN</i>	<i>Mexican peso</i>
<i>MYR</i>	<i>Malaysian ringgit</i>
<i>NZD</i>	<i>New Zealand dollar</i>
<i>plc</i>	<i>Public limited company</i>
<i>REIT</i>	<i>Real estate investment trust</i>
<i>ZAR</i>	<i>South African rand</i>

**Wells Fargo Multi-Sector Income Fund (the Fund )**

**Notes to Portfolio of investments July 31, 2017 (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), although the Fund may deviate from this calculation under unusual or unexpected circumstances.

Debt securities are valued at the evaluated bid price provided by an independent pricing service or, if a reliable price is not available, the quoted bid price from an independent broker-dealer.

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 principal exchange or market that day, the prior day's price will be deemed stale and a fair value price 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.

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 of the Fund. 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 manager 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 of securities 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 July 31, 2017, the Fund had unfunded loan commitments of \$3,699,406.

**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 unobservable inputs (Level 3). The Fund's investments are classified within the fair value hierarchy based on the lowest level of input that is significant to the fair value measurement. The inputs are summarized into three broad levels as follows:

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

The inputs or methodologies used for valuing 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 July 31, 2017:

	Quoted prices (Level 1)	Other significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total
<b>Assets</b>				
<b>Investments in:</b>				
<b>Agency securities</b>	\$ 0	\$ 8,901,428	\$ 0	\$ 8,901,428
<b>Asset-backed securities</b>	0	1,224,218	0	1,224,218
<b>Common stocks</b>				
Energy	0	216,885	0	216,885
Materials	811	0	0	811
Utilities	1,390,816	0	0	1,390,816
<b>Corporate bonds and notes</b>	0	360,673,812	0	360,673,812
<b>Foreign corporate bonds and notes</b>	0	10,995,463	0	10,995,463
<b>Foreign government bonds</b>	0	127,946,182	0	127,946,182
<b>Loans</b>	0	74,381,213	20,504,478	94,885,691
<b>Municipal obligations</b>	0	44,869	0	44,869
<b>Non-agency mortgage-backed securities</b>	0	22,629,809	0	22,629,809
<b>Rights</b>				
Utilities	0	327,375	0	327,375
<b>Yankee corporate bonds and notes</b>	0	47,174,148	7,293	47,181,441
<b>Short-term investments</b>				
Investment companies	16,029,283	0	0	16,029,283
<b>Total assets</b>	<b>\$ 17,420,910</b>	<b>\$ 654,515,402</b>	<b>\$ 20,511,771</b>	<b>\$ 692,448,083</b>

The Fund recognizes transfers between levels within the fair value hierarchy at the end of the reporting period. At July 31, 2017, the Fund did not have any transfers between Level 1 and Level 2.

The following is a reconciliation of assets in which significant unobservable inputs (Level 3) were used in determining fair value:

	<b>Loans</b>	<b>Yankee corporate bonds and notes</b>	<b>Total</b>
<b>Balance as of October 31, 2016</b>	\$ 5,626,538	\$ 7,293	\$ 5,633,831
Accrued discounts (premiums)	14,079	17,712	31,791
Realized gains (losses)	156,944	0	156,944
Change in unrealized gains (losses)	90,217	(17,712)	72,505

	<b>Loans</b>	<b>Yankee corporate bonds and notes</b>	<b>Total</b>
Purchases	20,037,816	0	20,037,816
Sales	(11,821,288)	0	(11,821,288)
Transfers into Level 3	7,504,606	0	7,504,606
Transfers out of Level 3	(1,104,434)	0	(1,104,434)
<b>Balance as of July 31, 2017</b>	<b>\$ 20,504,478</b>	<b>\$ 7,293</b>	<b>\$ 20,511,771</b>
<b>Change in unrealized gains (losses) relating to securities still held at July 31, 2017</b>	<b>\$ 81,345</b>	<b>\$ (17,712)</b>	<b>\$ 63,633</b>

The loan obligations in the Level 3 table were valued using indicative broker quotes. These indicative broker quotes are considered Level 3 inputs. Quantitative unobservable inputs used by the brokers are often proprietary and not provided to the Fund and therefore the disclosure that would address these inputs is not included above.

The yankee corporate bonds and notes obligations in the Level 3 table represents two positions which were valued based on an analysis of the expected final distribution available to bondholders from asset sales.

ITEM 2. CONTROLS AND PROCEDURES

(a) The President and Treasurer have concluded that the Wells Fargo Multi-Sector 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 Multi-Sector Income Fund

By: /s/ Andrew Owen

Andrew Owen  
President

Date: September 25, 2017

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 Multi-Sector Income Fund

By: /s/ Andrew Owen

Andrew Owen  
President

Date: September 25, 2017

By: /s/ Jeremy DePalma

Jeremy DePalma  
Treasurer

Date: September 25, 2017