

EVERGREEN MULTI-SECTOR INCOME FUND
Form N-Q
September 29, 2008

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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 **811-21331**

Evergreen Multi-Sector Income Fund

(Exact name of registrant as specified in charter)

200 Berkeley Street

Boston, Massachusetts 02116

(Address of principal executive offices) (Zip code)

Michael H. Koonce, Esq.

200 Berkeley Street

Boston, Massachusetts 02116

(Name and address of agent for service)

Registrant's telephone number, including area code: (617) 210-3200

Date of fiscal year end: Registrant is making a quarterly filing for one of its series, Evergreen Multi-Sector Income Fund, for the quarter ended July 31, 2008. This one series has an October 31 fiscal year end.

Date of reporting period: **July 31, 2008**

Item 1 – Schedule of Investments

EVERGREEN MULTI-SECTOR INCOME FUND
SCHEDULE OF INVESTMENTS

July 31, 2008 (unaudited)

	Principal Amount	Value
AGENCY MORTGAGE-BACKED COLLATERALIZED MORTGAGE OBLIGATIONS 11.7%		
FIXED-RATE 0.3%		
FNMA:		
Ser. 2001-25, Class Z, 6.00%, 06/25/2031	\$1,363,100	\$1,388,862
Ser. 2001-51, Class P, 6.00%, 08/25/2030	694,228	704,028
		<u>2,092,890</u>
FLOATING-RATE 11.4%		
FHLMC:		
Ser. 0196, Class A, 3.30%, 12/15/2021	178,207	179,272
Ser. 1500, Class FD, 3.67%, 05/15/2023	4,529,664	4,496,416
Ser. 1650, Class J, 6.50%, 06/15/2023	354,915	356,899
Ser. 2182, Class FE, 3.02%, 05/15/2028	676,834	674,481
Ser. 2247, Class FC, 3.06%, 08/15/2030	770,652	767,315
Ser. 2390, Class FD, 2.91%, 12/15/2031	149,075	147,776
Ser. 2411, Class F, 3.01%, 02/15/2032	192,273	190,426
Ser. 2412, Class GF, 3.41%, 02/15/2032	4,505,685	4,568,404
Ser. 2431, Class F, 2.96%, 03/15/2032	7,204,956	7,169,652
Ser. 2567, Class FH, 2.86%, 02/15/2033	367,591	365,208
Ser. T-66, Class 2A1, 6.35%, 01/25/2036	8,211,743	8,420,263
Ser. T-67, Class 1A1C, 6.45%, 03/25/2036	24,657,454	25,481,341
Ser. T-67, Class 2A1C, 6.40%, 03/25/2036	1,692,963	1,759,869
FNMA:		
Ser. 1996-46, Class FA, 2.97%, 08/25/2021	104,099	103,445
Ser. 2000-45, Class F, 2.91%, 12/25/2030	789,611	783,637
Ser. 2001-24, Class FC, 3.06%, 04/25/2031	286,313	285,363
Ser. 2001-35, Class F, 3.06%, 07/25/2031	65,852	65,601
Ser. 2001-37, Class F, 2.96%, 08/25/2031	275,025	273,063
Ser. 2001-57, Class F, 2.96%, 06/25/2031	66,298	65,811
Ser. 2001-62, Class FC, 3.11%, 11/25/2031	871,489	872,003
Ser. 2001-69, Class PF, 3.46%, 12/25/2031	2,638,733	2,671,571
Ser. 2002-77, Class FH, 2.86%, 12/18/2032	372,618	369,360
Ser. 2002-77, Class FV, 2.96%, 12/18/2032	1,210,741	1,202,617
Ser. 2002-86, Class UF, 3.46%, 12/25/2032	6,163,761	6,241,129
Ser. 2002-95, Class FK, 2.96%, 01/25/2033	9,848,637	9,780,879
Ser. 2002-97, Class FR, 3.01%, 01/25/2033	151,128	149,372

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Ser. 2003-W8, Class 3F2, 2.81%, 05/25/2042	1,837,763	1,827,526
Ser. G91-16, Class F, 2.92%, 06/25/2021	108,477	107,253
Ser. G92-17, Class F, 3.52%, 03/25/2022	189,765	190,470
Ser. G92-53, Class FA, 3.22%, 09/25/2022	1,821,284	1,830,299
Ser. G93-11, Class FB, 3.35%, 12/25/2008	103	103
GNMA:		
Ser. 1997-13, Class F, 3.00%, 09/16/2027	1,647,635	1,636,794
Ser. 2001-61, Class FA, 2.96%, 09/20/2030	121,260	120,691
		<u>83,154,309</u>
<i>Total Agency Mortgage-Backed Collateralized Mortgage Obligations (cost \$86,119,796)</i>		<u>85,247,199</u>

AGENCY MORTGAGE-BACKED PASS THROUGH

SECURITIES 26.9%

FIXED-RATE 5.6%

FHLMC:

6.50%, 06/01/2017	2,633,715	2,732,127
8.50%, 04/01/2015-07/01/2028	474,392	515,809
FHLMC 30 year:		
5.50%, TBA #	10,305,000	10,074,745
6.00%, TBA #	12,000,000	12,028,128
FNMA:		
5.80%, 07/01/2048	1,768,269	1,807,779
5.82%, 07/01/2038	4,025,952	4,118,423
5.84%, 02/01/2038	520,516	532,472

EVERGREEN MULTI-SECTOR INCOME FUND
SCHEDULE OF INVESTMENTS continued

July 31, 2008 (unaudited)

	Principal Amount	Value
AGENCY MORTGAGE-BACKED PASS THROUGH		
SECURITIES continued		
FIXED-RATE continued		
FNMA:		
5.97%, 07/01/2038	\$3,843,122	\$3,928,989
5.98%, 07/01/2038	290,338	297,451
6.00%, 04/01/2033	640,878	659,457
6.17%, 07/01/2038	391,096	399,835
6.50%, 11/01/2032	261,116	270,913
7.00%, 05/01/2032-08/01/2032	1,005,043	1,063,842
7.50%, 07/01/2017-07/01/2032	939,556	1,000,987
8.00%, 12/01/2024-06/01/2030	296,504	320,838
12.00%, 01/01/2016	50,789	57,167
GNMA:		
6.50%, 06/15/2028	108,610	112,452
7.25%, 07/15/2017-05/15/2018	960,311	1,027,962
		<u>40,949,376</u>
FLOATING-RATE 21.3%		
FHLB:		
5.56%, 07/01/2034	581,824	605,737
5.68%, 07/01/2033	312,019	313,120
5.89%, 05/01/2037	12,746,002	12,865,123
6.55%, 11/01/2030	696,209	723,096
FHLMC:		
4.89%, 10/01/2030	25,761	25,946
5.07%, 07/01/2035	642,183	666,990
5.24%, 07/01/2032	849,958	858,585
5.29%, 06/01/2033	394,309	400,330
5.30%, 06/01/2030	400,032	402,415
5.41%, 03/01/2032	1,195,217	1,195,676
5.44%, 10/01/2037	4,652,488	4,830,632
5.48%, 12/01/2026	124,138	124,863
5.62%, 06/01/2023	345,815	347,852
5.68%, 10/01/2033	60,454	61,020
5.75%, 02/01/2016	32,996	33,382
5.77%, 07/01/2019	11,022	11,194
5.88%, 02/01/2037	5,386,332	5,466,238
5.90%, 10/01/2024	385,262	391,562
5.91%, 06/01/2028	150,977	153,886
5.92%, 10/01/2017	6,526	6,567
5.94%, 06/01/2035	2,219,424	2,249,752
5.96%, 06/01/2031	723,906	739,094
5.97%, 03/01/2018	252,794	257,810
6.02%, 05/01/2034	1,076,014	1,086,583
6.07%, 05/01/2019	6,959	7,088

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6.12%, 09/01/2032	779,099	806,523
6.18%, 01/01/2018	103,986	106,314
6.19%, 10/01/2030	1,902,194	1,928,314
6.25%, 02/01/2016	27,372	27,738
6.33%, 01/01/2030	274,588	285,966
6.34%, 08/01/2017	29,315	29,983
6.40%, 12/01/2022	69,122	71,251
6.41%, 07/01/2030-10/01/2030	694,004	720,378
6.42%, 11/01/2023	168,114	172,931
6.43%, 10/01/2022	140,508	143,906
6.46%, 10/01/2033	295,737	306,540
6.49%, 06/01/2031	425,204	443,096
6.50%, 10/01/2024	51,085	52,983

EVERGREEN MULTI-SECTOR INCOME FUND
SCHEDULE OF INVESTMENTS continued

July 31, 2008 (unaudited)

	Principal Amount	Value
AGENCY MORTGAGE-BACKED PASS THROUGH SECURITIES continued		
FLOATING-RATE continued		
FHLMC:		
6.51%, 08/01/2030	\$629,991	\$654,737
6.52%, 06/01/2018	74,495	77,170
6.56%, 06/01/2035	145,004	150,121
6.63%, 12/01/2033	2,963,055	3,066,080
6.65%, 03/01/2024	277,478	286,685
6.68%, 05/01/2025-09/01/2032	5,119,840	5,256,636
6.97%, 01/01/2027	285,810	300,312
7.16%, 08/01/2032	1,145,120	1,160,568
8.50%, 03/01/2030	131,982	144,694
FNMA:		
3.60%, 04/01/2028	117,921	114,074
3.94%, 10/01/2034	308,239	316,321
4.17%, 04/01/2017-12/01/2017	4,127,726	4,139,960
4.28%, 01/01/2038	5,743,970	5,741,040
4.40%, 02/01/2017	2,525,608	2,528,779
4.45%, 02/01/2035	1,406,196	1,409,727
4.47%, 08/01/2020	1,487,202	1,490,563
4.51%, 03/01/2034	37,499	37,403
4.52%, 03/01/2035	4,999,878	5,042,527
4.81%, 02/01/2035	8,782,027	8,865,720
4.875%, 04/01/2019	73,198	74,301
4.89%, 01/01/2030	82,523	83,823
4.96%, 01/01/2034	532,464	552,580
4.98%, 03/01/2033	171,800	173,090
5.00%, 04/01/2034	5,007,240	5,009,992
5.02%, 03/01/2034	1,134,692	1,179,811
5.11%, 12/01/2022	15,714	16,405
5.23%, 12/01/2036	68,341	70,009
5.25%, 01/01/2017	93,847	95,307
5.26%, 10/01/2029	151,328	151,798
5.27%, 10/01/2035	4,372,668	4,474,085
5.28%, 12/01/2035	5,664,632	5,798,819
5.37%, 06/01/2024-12/01/2034	2,090,708	2,141,866
5.52%, 12/01/2028	57,072	58,917
5.59%, 08/01/2036	6,889,097	7,128,012
5.62%, 08/01/2028	81,981	84,317
5.65%, 07/01/2038	2,714,735	2,775,391
5.73%, 09/01/2032	215,728	225,442
5.74%, 01/01/2015	54,895	55,501
5.75%, 12/01/2016	12,238	12,480
5.77%, 06/01/2033-04/01/2036	5,865,902	6,144,169

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5.79%, 06/01/2031	154,455	160,101
5.81%, 12/01/2009	1,931,272	1,931,272
5.86%, 01/01/2036	4,525,104	4,645,908
5.88%, 01/01/2037	10,759,196	10,910,881
5.92%, 01/01/2033	905,073	925,244
5.93%, 09/01/2024-02/01/2035	583,822	602,041
5.94%, 08/01/2027	345,132	355,276
5.99%, 05/01/2021	8,075	8,316
6.00%, 08/01/2021	11,267	12,003
6.08%, 04/01/2031	779,640	796,208
6.11%, 12/01/2013	541,962	560,497
6.14%, 05/01/2027	1,177,722	1,198,549
6.15%, 12/01/2020-07/01/2033	498,871	518,059
6.20%, 12/01/2032	1,283,867	1,306,837

EVERGREEN MULTI-SECTOR INCOME FUND
SCHEDULE OF INVESTMENTS continued

July 31, 2008 (unaudited)

	Principal Amount	Value
AGENCY MORTGAGE-BACKED PASS THROUGH SECURITIES continued		
FLOATING-RATE continued		
FNMA:		
6.22%, 07/01/2026	\$57,088	\$59,056
6.43%, 04/01/2025	202,840	208,820
6.45%, 05/01/2030	260,243	270,236
6.48%, 01/01/2028	960,339	994,671
6.50%, 12/01/2031	126,195	128,821
6.51%, 04/01/2033	203,874	210,131
6.54%, 06/01/2029	403,791	417,690
6.58%, 09/01/2037	4,722,370	4,837,394
6.60%, 01/01/2026	450,580	465,184
6.625%, 09/01/2027	342,388	356,357
6.63%, 11/01/2024	478,503	494,227
6.72%, 12/01/2026	134,572	138,728
6.77%, 08/01/2030	361,111	375,404
6.81%, 01/01/2028	825,352	859,422
6.93%, 07/01/2030	173,972	183,184
GNMA:		
5.00%, 11/20/2030-10/20/2031	995,584	1,003,419
5.125%, 10/20/2029-11/20/2030	2,005,533	2,026,040
5.25%, 02/20/2029	573,330	576,665
5.375%, 01/20/2027-03/20/2028	377,618	383,932
5.50%, 02/20/2031	440,192	444,320
5.625%, 09/20/2030	363,928	368,309
		<u>154,742,898</u>
<i>Total Agency Mortgage-Backed Pass Through Securities (cost \$195,333,996)</i>		<u>195,692,274</u>
AGENCY REPERFORMING MORTGAGE-BACKED PASS THROUGH SECURITIES 1.4%		
FIXED-RATE 0.1%		
FNMA:		
Ser. 2001-T10, Class A2, 7.50%, 12/25/2041	375,180	405,511
Ser. 2003-W02, Class 2A8, 5.67%, 07/25/2042	444,362	454,062
		<u>859,573</u>
FLOATING-RATE 1.3%		
FNMA:		
Ser. 2002-T6, Class A4, 6.04%, 03/25/2041	2,924,677	2,914,270
Ser. 2004-T03, Class 2A, 6.09%, 08/25/2043	1,356,121	1,372,493
Ser. 2005-W4, Class 3A, 6.11%, 06/25/2035	5,385,844	5,323,638
		<u>9,610,401</u>
<i>Total Agency Reperforming Mortgage-Backed Pass Through Securities (cost \$10,687,771)</i>		<u>10,469,974</u>
ASSET-BACKED SECURITIES 0.2%		

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GSA Home Equity Trust, Ser. 2007-5, Class 1AV1, FRN, 2.56%, 03/25/2047 (cost \$1,381,801)	1,514,302	<u>1,303,647</u>
CORPORATE BONDS 59.5%		
CONSUMER DISCRETIONARY 12.7%		
Auto Components 0.9%		
Cooper Standard Automotive, Inc., 8.375%, 12/15/2014	670,000	479,050
Cooper Tire & Rubber Co., 7.625%, 03/15/2027	2,630,000	1,998,800
Goodyear Tire & Rubber Co., 9.00%, 07/01/2015	1,375,000	1,392,187
Metaldyne Corp.:		
10.00%, 11/01/2013	5,600,000	2,324,000
11.00%, 06/15/2012	1,506,000	353,910
		<u>6,547,947</u>

EVERGREEN MULTI-SECTOR INCOME FUND
SCHEDULE OF INVESTMENTS continued

July 31, 2008 (unaudited)

	Principal Amount	Value
CORPORATE BONDS continued		
CONSUMER DISCRETIONARY continued		
Automobiles 1.0%		
Ford Motor Co., 7.70%, 05/15/2097	\$7,045,000	\$3,205,475
General Motors Corp.:		
6.75%, 12/01/2014	370,000	212,173
7.20%, 01/15/2011	4,445,000	2,933,700
8.25%, 07/15/2023	1,900,000	950,000
8.375%, 07/15/2033	640,000	318,400
		<u>7,619,748</u>
Diversified Consumer Services 0.3%		
Carriage Services, Inc., 7.875%, 01/15/2015	850,000	813,875
Service Corporation International, 6.75%, 04/01/2015	45,000	42,638
Sotheby's, 7.75%, 06/15/2015 144A	1,000,000	991,450
		<u>1,847,963</u>
Hotels, Restaurants & Leisure 3.6%		
Boyd Gaming Corp., 7.75%, 12/15/2012	1,485,000	1,239,975
Caesars Entertainment, Inc.:		
7.875%, 03/15/2010	1,570,000	1,393,375
8.125%, 05/15/2011	565,000	426,575
Fontainebleau Las Vegas Holdings, LLC, 10.25%, 06/15/2015 144A	5,156,000	2,758,460
Inn of the Mountain Gods Resort & Casino, 12.00%, 11/15/2010	2,075,000	1,525,125
Isle of Capri Casinos, Inc., 7.00%, 03/01/2014	5,600,000	3,920,000
MGM MIRAGE, 8.50%, 09/15/2010	375,000	362,813
Pinnacle Entertainment, Inc., 8.75%, 10/01/2013	195,000	187,200
Pokagon Gaming Authority, 10.375%, 06/15/2014 144A	1,679,000	1,737,765
Seneca Gaming Corp., 7.25%, 05/01/2012	940,000	862,450
Shingle Springs Tribal Gaming Authority, 9.375%, 06/15/2015 144A	2,835,000	2,310,525
Six Flags, Inc.:		
8.875%, 02/01/2010	355,000	282,225
9.625%, 06/01/2014	791,000	401,432
12.25%, 07/15/2016 144A	204,000	185,130
Trump Entertainment Resorts, Inc., 8.50%, 06/01/2015	7,416,000	3,689,460
Universal City Development Partners, Ltd., 11.75%, 04/01/2010	4,580,000	4,683,050
		<u>25,965,560</u>
Household Durables 2.0%		
Centex Corp.:		
4.875%, 08/15/2008	1,250,000	1,248,438
5.80%, 09/15/2009	1,515,000	1,477,125
D.R. Horton, Inc.:		
4.875%, 01/15/2010	625,000	578,125
5.00%, 01/15/2009	1,435,000	1,413,475
8.00%, 02/01/2009	875,000	875,000
9.75%, 09/15/2010	1,085,000	1,080,931

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Hovnanian Enterprises, Inc.:		
6.00%, 01/15/2010	810,000	708,750
6.50%, 01/15/2014	378,000	240,030
11.50%, 05/01/2013 144A	190,000	193,325
KB Home, 8.625%, 12/15/2008	570,000	574,275
Lennar Corp.:		
5.125%, 10/01/2010	2,125,000	1,859,375
7.625%, 03/01/2009	650,000	641,875
Libbey, Inc., FRN, 9.93%, 06/01/2011	2,190,000	2,211,900
Meritage Homes Corp., 7.00%, 05/01/2014	1,205,000	970,025
Pulte Homes, Inc.:		
7.875%, 08/01/2011	195,000	189,150
8.125%, 03/01/2011	405,000	398,925
		<u>14,660,724</u>

EVERGREEN MULTI-SECTOR INCOME FUND
SCHEDULE OF INVESTMENTS continued

July 31, 2008 (unaudited)

	Principal Amount	Value
CORPORATE BONDS continued		
CONSUMER DISCRETIONARY continued		
Internet & Catalog Retail 0.1%		
Ticketmaster, 10.75%, 08/01/2016 144A	\$815,000	<u>\$847,600</u>
Media 3.1%		
Cablevision Systems Corp., Ser. B, 8.00%, 04/15/2012	520,000	500,500
Charter Communications, Inc.:		
8.00%, 04/30/2012 144A	280,000	268,100
10.875%, 09/15/2014 144A	3,725,000	3,892,625
CSC Holdings, Inc., 7.625%, 04/01/2011	1,715,000	1,704,281
DIRECTV Holdings, LLC, 7.625%, 05/15/2016 144A	45,000	44,888
Idearc, Inc., 8.00%, 11/15/2016	4,825,000	2,219,500
Ion Media Networks, Inc., FRN, 9.04%, 01/15/2013 144A	3,008,916	1,925,706
Lamar Media Corp.:		
7.25%, 01/01/2013	180,000	172,800
Ser. B, 6.625%, 08/15/2015	80,000	72,400
Mediacom, LLC, 7.875%, 02/15/2011	470,000	439,450
R.H. Donnelley Corp., 11.75%, 05/15/2015 144A	2,583,000	1,924,335
Sinclair Broadcast Group, Inc., 8.00%, 03/15/2012	1,327,000	1,330,317
Sirius Satellite Radio, Inc., 9.625%, 08/01/2013	2,295,000	1,893,375
Visant Corp., 7.625%, 10/01/2012	3,035,000	2,959,125
XM Satellite Radio Holdings, Inc., 13.00%, 08/01/2013 144A	1,340,000	1,229,450
Young Broadcasting, Inc.:		
8.75%, 01/15/2014	2,706,000	1,170,345
10.00%, 03/01/2011	1,280,000	<u>617,600</u>
		<u>22,364,797</u>
Multi-line Retail 0.2%		
Macy's, Inc., 7.875%, 07/15/2015	595,000	592,285
Neiman Marcus Group, Inc., 9.00%, 10/15/2015	815,000	802,775
		<u>1,395,060</u>
Specialty Retail 0.7%		
AutoZone, Inc.:		
6.50%, 01/15/2014 #	400,000	403,610
7.125%, 08/01/2018 #	400,000	407,722
Best Buy Co., Inc., 6.75%, 07/15/2013 144A	395,000	401,666
Home Depot, Inc., 5.875%, 12/16/2036	665,000	527,385
Michaels Stores, Inc., 10.00%, 11/01/2014	560,000	452,200
Payless ShoeSource, Inc., 8.25%, 08/01/2013	3,295,000	2,981,975
		<u>5,174,558</u>
Textiles, Apparel & Luxury Goods 0.8%		
AAC Group Holdings Corp., Sr. Disc. Note, Step Bond, 0.00%, 10/01/2012 †	445,000	429,425
Oxford Industries, Inc., 8.875%, 06/01/2011	5,256,000	5,072,040
Unifi, Inc., 11.50%, 05/15/2014	503,000	<u>420,005</u>

		<u>5,921,470</u>
CONSUMER STAPLES	1.8%	
Beverages	0.0%	
Constellation Brands, Inc., 8.375%, 12/15/2014	45,000	<u>46,238</u>
Food & Staples Retailing	0.2%	
Ingles Markets, Inc., 8.875%, 12/01/2011	970,000	986,975
Rite Aid Corp., 10.375%, 07/15/2016	690,000	<u>643,425</u>
		<u>1,630,400</u>
Food Products	0.8%	
Dean Foods Co., 6.625%, 05/15/2009	195,000	195,000
Del Monte Foods Co.:		
6.75%, 02/15/2015	855,000	803,700
8.625%, 12/15/2012	2,949,000	3,030,097

EVERGREEN MULTI-SECTOR INCOME FUND
SCHEDULE OF INVESTMENTS continued

July 31, 2008 (unaudited)

	Principal Amount	Value
CORPORATE BONDS continued		
CONSUMER STAPLES continued		
Food Products continued		
Pilgrim's Pride Corp.:		
7.625%, 05/01/2015	\$1,430,000	\$1,215,500
8.375%, 05/01/2017	275,000	211,750
Smithfield Foods, Inc., 7.75%, 07/01/2017	225,000	193,500
		<u>5,649,547</u>
Household Products 0.4%		
American Achievement Corp., 8.25%, 04/01/2012 144A	2,915,000	2,856,700
Church & Dwight Co., 6.00%, 12/15/2012	275,000	268,125
		<u>3,124,825</u>
Personal Products 0.4%		
Central Garden & Pet Co., 9.125%, 02/01/2013	3,115,000	<u>2,569,875</u>
ENERGY 7.8%		
Energy Equipment & Services 1.6%		
Bristow Group, Inc., 7.50%, 09/15/2017	1,230,000	1,217,700
GulfMark Offshore, Inc., 7.75%, 07/15/2014	1,260,000	1,247,400
Hornbeck Offshore Services, Inc., Ser. B, 6.125%, 12/01/2014	3,220,000	3,099,250
Parker Drilling Co., 9.625%, 10/01/2013	2,131,000	2,237,550
PHI, Inc., 7.125%, 04/15/2013	3,105,000	2,949,750
Stallion Oilfield Services, Ltd., 9.75%, 02/01/2015 144A	695,000	552,525
		<u>11,304,175</u>
Oil, Gas & Consumable Fuels 6.2%		
Chesapeake Energy Corp.:		
6.875%, 01/15/2016	1,260,000	1,217,475
7.25%, 12/15/2018	3,955,000	3,895,675
Delta Petroleum Corp., 7.00%, 04/01/2015	1,800,000	1,503,000
El Paso Corp.:		
7.00%, 06/15/2017	425,000	427,601
7.25%, 06/01/2018	145,000	144,275
7.75%, 01/15/2032	95,000	94,900
Encore Acquisition Co.:		
6.00%, 07/15/2015	1,385,000	1,260,350
6.25%, 04/15/2014	615,000	579,638
Energy Partners, Ltd., 9.75%, 04/15/2014	663,000	613,275
Exco Resources, Inc., 7.25%, 01/15/2011	2,495,000	2,482,525
Ferrellgas Partners, LP, 6.75%, 05/01/2014	2,100,000	1,785,000
Forbes Energy Services, LLC, 11.00%, 02/15/2015 144A	3,800,000	3,819,000
Forest Oil Corp.:		
7.25%, 06/15/2019	515,000	486,675
7.25%, 06/15/2019 144A	1,045,000	987,525
Frontier Oil Corp., 6.625%, 10/01/2011	760,000	741,000
Newfield Exploration Co.:		

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6.625%, 04/15/2016	1,360,000	1,275,000
7.125%, 05/15/2018	660,000	627,000
Peabody Energy Corp.:		
5.875%, 04/15/2016	3,940,000	3,772,550
7.875%, 11/01/2026	590,000	592,950
Petrohawk Energy Corp., 7.875%, 06/01/2015 144A	2,990,000	2,907,775
Plains Exploration & Production Co.:		
7.625%, 06/01/2018	900,000	877,500
7.75%, 06/15/2015	930,000	918,375
Quicksilver Resources, Inc., 7.75%, 08/01/2015	905,000	884,637
Sabine Pass LNG, LP:		
7.25%, 11/30/2013	845,000	735,150
7.50%, 11/30/2016	3,865,000	3,343,225

EVERGREEN MULTI-SECTOR INCOME FUND
SCHEDULE OF INVESTMENTS continued

July 31, 2008 (unaudited)

	Principal Amount	Value
CORPORATE BONDS continued		
ENERGY continued		
Oil, Gas & Consumable Fuels continued		
SandRidge Energy, Inc., 8.00%, 06/01/2018 144A	\$350,000	\$348,250
Southwestern Energy Co., 7.50%, 02/01/2018 144A	690,000	710,700
Tesoro Corp.:		
6.50%, 06/01/2017	2,870,000	2,453,850
6.625%, 11/01/2015	155,000	137,175
Williams Cos.:		
7.50%, 01/15/2031	2,080,000	2,126,800
8.125%, 03/15/2012	3,195,000	3,434,625
		<u>45,183,476</u>
FINANCIALS 9.5%		
Capital Markets 0.3%		
E*TRADE Financial Corp.:		
7.375%, 09/15/2013	45,000	38,250
8.00%, 06/15/2011	45,000	39,825
12.50%, 11/30/2017 144A	1,120,000	1,209,600
12.50%, 11/30/2017	205,000	217,300
Lehman Brothers Holdings, Inc., 6.875%, 05/02/2018	635,000	597,157
		<u>2,102,132</u>
Consumer Finance 5.8%		
CCH II Capital Corp., 10.25%, 09/15/2010	5,265,000	5,041,237
Daimler Financial Services AG, 4.875%, 06/15/2010	1,000,000	1,001,941
Ford Motor Credit Co., LLC:		
5.70%, 01/15/2010	4,805,000	4,140,814
5.80%, 01/12/2009	1,990,000	1,930,579
7.375%, 10/28/2009	1,605,000	1,462,346
9.75%, 09/15/2010	6,043,000	5,219,762
General Motors Acceptance Corp., LLC:		
6.875%, 09/15/2011	5,170,000	3,415,896
6.875%, 08/28/2012	7,030,000	4,415,487
7.75%, 01/19/2010	2,100,000	1,697,029
8.00%, 11/01/2031	4,840,000	2,716,813
FRN, 3.93%, 05/15/2009	4,300,000	3,806,528
HSBC Finance Corp., 5.00%, 06/30/2015	2,400,000	2,281,186
Sprint Capital Corp., 6.875%, 11/15/2028	2,715,000	2,156,856
Toll Corp.:		
8.25%, 02/01/2011	2,955,000	2,836,800
8.25%, 12/01/2011	280,000	266,700
		<u>42,389,974</u>
Diversified Financial Services 1.0%		
Citigroup, Inc., FRN, 8.40%, 04/29/2049	210,000	180,073
JPMorgan Chase & Co., FRN, 7.90%, 12/31/2049	2,085,000	1,934,329

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Leucadia National Corp.:		
7.125%, 03/15/2017	555,000	522,394
8.125%, 09/15/2015	4,160,000	<u>4,165,200</u>
		<u>6,801,996</u>
Real Estate Investment Trusts 1.3%		
Host Marriott Corp.:		
7.125%, 11/01/2013	2,630,000	2,432,750
Ser. O, 6.375%, 03/15/2015	245,000	214,375
Ser. Q, 6.75%, 06/01/2016	2,990,000	2,571,400
Omega Healthcare Investors, Inc.:		
7.00%, 04/01/2014	1,255,000	1,207,937
7.00%, 01/15/2016	2,185,000	2,053,900
Ventas, Inc., 7.125%, 06/01/2015	1,010,000	<u>999,900</u>
		<u>9,480,262</u>

EVERGREEN MULTI-SECTOR INCOME FUND
SCHEDULE OF INVESTMENTS continued

July 31, 2008 (unaudited)

	Principal Amount	Value
CORPORATE BONDS continued		
FINANCIALS continued		
Real Estate Management & Development 0.0%		
Realogy Corp., 10.50%, 04/15/2014	\$75,000	\$49,125
Thriffs & Mortgage Finance 1.1%		
Residential Capital, LLC:		
8.50%, 05/15/2010 144A	3,390,000	2,440,800
9.625%, 05/15/2015 144A	4,797,000	1,894,815
Step Bond:		
8.125%, 11/21/2008 ††	2,120,000	1,950,400
8.375%, 06/30/2010 ††	6,155,000	1,938,825
		<u>8,224,840</u>
HEALTH CARE 2.6%		
Health Care Equipment & Supplies 0.1%		
Biomet, Inc., 11.625%, 10/15/2017	665,000	705,731
Health Care Providers & Services 2.5%		
HCA, Inc.:		
8.75%, 09/01/2010	2,780,000	2,821,700
9.25%, 11/15/2016	8,195,000	8,461,337
Humana, Inc., 7.20%, 06/15/2018	1,440,000	1,399,776
Omnicare, Inc.:		
6.125%, 06/01/2013	3,745,000	3,454,763
6.875%, 12/15/2015	2,320,000	2,134,400
Symbion, Inc., 11.00%, 08/23/2015 144A	315,000	239,400
		<u>18,511,376</u>
INDUSTRIALS 5.4%		
Aerospace & Defense 3.2%		
Alliant Techsystems, Inc., 6.75%, 04/01/2016	1,035,000	1,001,363
DAE Aviation Holdings, 11.25%, 08/01/2015 144A	385,000	377,300
DRS Technologies, Inc.:		
6.625%, 02/01/2016	1,515,000	1,537,725
7.625%, 02/01/2018	400,000	