

EVERGREEN MULTI-SECTOR INCOME FUND
Form N-CSR
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UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-CSR

**CERTIFIED SHAREHOLDER REPORT OF REGISTERED MANAGEMENT INVESTMENT
COMPANIES**

Investment Company Act file number 811-21331

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: October 31

Date of reporting period: October 31, 2009

Item 1 - Reports to Stockholders.

Evergreen Multi-Sector Income Fund

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The fund will file its complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year on Form N-Q. The fund's Form N-Q will be available on the SEC's Web site at <http://www.sec.gov>. In addition, the fund's Form N-Q may be reviewed and copied at the SEC's Public Reference Room in Washington, D.C. Information on the operation of the Public Reference Room may be obtained by calling 800.SEC.0330.

A description of the fund's proxy voting policies and procedures, as well as information regarding how the fund voted proxies relating to portfolio securities during the most recent 12-month period ended June 30, is available by visiting our Web site at EvergreenInvestments.com or by visiting the SEC's Web site at <http://www.sec.gov>. The fund's proxy voting policies and procedures are also available without charge, upon request, by calling 800.343.2898.

Mutual Funds:

NOT FDIC INSURED MAY LOSE VALUE NOT BANK GUARANTEED

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LETTER TO SHAREHOLDERS

December 2009

W. Douglas Munn

President and Chief Executive Officer

Dear Shareholder:

We are pleased to provide the Annual Report for Evergreen Multi-Sector Income Fund for the twelve-month period ended October 31, 2009 (the period).

Capital markets throughout the globe continued to experience extreme pressure during the period. Home prices fell and job losses persisted. Distrust prevailed, and counterparty risk, whether real or imagined, escalated. Inter-bank lending ceased to exist, and the credit markets froze. In response, the Federal Reserve Board (the Fed), the U.S. Treasury, the Federal Deposit Insurance Corporation, and the Securities and Exchange Commission took a series of dramatic and innovative steps to help the economy and the financial markets emerge from this crisis. In October 2008, Congress rushed through a \$700 billion rescue plan designed to address the capital inadequacy of banks. Meanwhile, in a further effort to re-stimulate lending activity, the Fed twice slashed the key fed funds rate in October, bringing the influential overnight lending rate to just 1.00%. The Fed slashed rates again in December to near zero, where it stayed during the remainder of the period. Overseas, other major central banks also cut short-term rates to inject liquidity into the financial markets. At the same time, foreign governments took other measures to buttress financial institutions.

Early in 2009, the fixed income markets worried about deflation, as evidenced by investor willingness to accept virtually nothing for short-term loans to the government. Concerns about federal spending also increased with the \$787 billion American Recovery and Reinvestment Act of 2009, signed into law in February. Yields climbed for longer-term U.S. Treasuries during the first quarter of 2009. International markets were hit hard, as economies in both developed and emerging countries struggled. Equity markets were affected by the weakness in economic data and corporate profits, although stocks rallied off their March 9th lows, with international and small cap stocks leading the gains. Signs of stability emerged in the corporate credit markets, as both issuance and performance improved. Stocks finished a banner third quarter, with all major market indexes climbing by approximately 15%, as investor sentiment was buoyed by signs of improvement in the economy and corporate earnings. At fiscal year end, however, stocks closed lower for the first time in seven months as investors questioned whether the huge rally had exceeded the economy's ability to generate growth in output and profits. The weakness in U.S. markets failed to extend beyond our borders, as developed markets, which had also rallied off the lows of last year, experienced just a fractional loss in October 2009, and emerging markets managed to rise by 1%, adding to impressive year-to-date returns by the end of the period.

LETTER TO SHAREHOLDERS continued

Fortunately, the fundamental picture has brightened. Better-than-expected economic data at the end of the fiscal year suggests the possibility of improvements in corporate performance. Interest rates and inflation remain low, providing a healthy backdrop for corporations that have been very aggressive cutting costs from their expense structures. However, given our projections for a less spectacular recovery in 2010, we continue to question whether the fundamentals are in place for sustainable growth. Until we see stabilization in home prices and employment, it is unlikely that activity will exceed anything beyond what is considered to be below potential for any period of time.

During a volatile and challenging period in the capital markets, the investment managers of Evergreen Multi-Sector Income Fund maintained their strategy seeking a high level of income with limited exposure to the risks from changing interest rates. Assets of this closed-end fund were allocated among sleeves of U.S. high yield, corporate bonds, investment-grade foreign debt securities and U.S. adjustable-rate, mortgage-backed securities.

We believe the changing conditions in the investment environment over the period have underscored the value of a well-diversified, long-term investment strategy to help soften the effects of volatility in any one market or asset class. As always, we encourage investors to maintain diversified investment portfolios in pursuit of their long-term investment goals.

Please visit us at **EvergreenInvestments.com** for more information about our funds and other investment products available to you. Thank you for your continued support of Evergreen Investments.

Sincerely,

W. Douglas Munn

President and Chief Executive Officer

Evergreen Funds

FINANCIAL HIGHLIGHTS

(For a common share outstanding throughout each period)

	Year Ended October 31,				
	2009	2008	2007	2006	2005
Net asset value, beginning of period	\$13.47	\$18.74	\$18.55	\$18.91	\$20.19
Income from investment operations					
Net investment income	1.33	1.68	1.73	1.60	1.49
Net realized and unrealized gains or losses on investments	3.26	(5.35)	0.29	(0.06)	(1.06)
Distributions to preferred shareholders from ¹					
Net investment income	(0.03)	(0.30)	(0.51)	(0.45)	(0.28)
Net realized gains	0	0	0	0	0
Total from investment operations	4.56	(3.97)	1.51	1.09	0.15
Distributions to shareholders from					
Net investment income	(2.20)	(1.30)	(1.29)	(1.34)	(1.43)
Net realized gains	0	0	0	(0.01)	0
Tax basis return of capital	(0.22)	0	(0.03)	(0.10)	0
Total distributions to common shareholders	(2.42)	(1.30)	(1.32)	(1.45)	(1.43)
Offering costs charged to capital for Preferred Shares					
	0	0	0	0	0
Net asset value, end of period	\$15.61	\$13.47	\$18.74	\$18.55	\$18.91
Market value, end of period	\$13.73	\$11.68	\$16.22	\$17.07	\$16.42
Total return based on market value³	44.93 %	(21.43)%	2.64 %	13.46 %	(3.77)%
Ratios and supplemental data					
Net assets of common shareholders, end of period (thousands)	\$656,404	\$566,515	\$787,919	\$780,321	\$795,244
Liquidation value of Preferred Shares, end of period (thousands)	\$80,035	\$80,108	\$400,475	\$400,402	\$400,309
Asset coverage ratio, end of period	385	% 249	% 296	% 299	% 299
Ratios to average net assets applicable to common shareholders					
Expenses including waivers/reimbursements and interest expense but excluding expense reductions	1.62	% 1.90	% 1.15	% 1.15	% 1.11

Expenses including interest expense but excluding waivers/reimbursements and expense reductions	3.07	%	1.95	%	1.15	%	1.15	%	1.11	%
Expenses including waivers/reimbursements but excluding expense reductions and interest expense	1.15	%	1.36	%	1.13	%	1.14	%	1.11	%
Interest expense ⁴	0.47	%	0.54	%	0.02	%	0.01	%	0.00	%
Net investment income ⁵	9.65	%	7.85	%	6.54	%	6.18	%	6.08	%
Portfolio turnover rate	93	%	92	%	95	%	62	%	80	%

- 1 Calculated based on average common shares outstanding during the period.
 - 2 Amount represents less than \$0.005 per share.
 - 3 Total return is calculated assuming a purchase of common stock on the first day and a sale on the last day of the period reported. Dividends and distributions, if any, are assumed for purposes of these calculations to be reinvested at prices obtained under the Fund's Automatic Dividend Reinvestment Plan. Total return does not reflect brokerage commissions or sales charges.
 - 4 Interest expense ratio relates to interest associated with borrowings and/or leverage transactions.
 - 5 The net investment income ratio reflects distributions paid to preferred shareholders.
- See Notes to Financial Statements

SCHEDULE OF INVESTMENTS

October 31, 2009

	Principal Amount	Value
AGENCY MORTGAGE-BACKED COLLATERALIZED MORTGAGE OBLIGATIONS 2.6%		
FIXED-RATE 0.2%		
FNMA:		
Ser. 2001-25, Class Z, 6.00%, 06/25/2031	\$987,713	\$1,046,660
Ser. 2001-51, Class P, 6.00%, 08/25/2030	228,104	229,666
		<hr/> 1,276,326 <hr/>
FLOATING-RATE 2.4%		
FHLMC:		
Ser. 0196, Class A, 1.05%, 12/15/2021	122,452	123,321
Ser. 2390, Class FD, 0.70%, 12/15/2031	123,423	122,523
Ser. 2411, Class F, 0.80%, 02/15/2032	167,343	166,274
Ser. 2431, Class F, 0.75%, 03/15/2032	5,803,607	5,771,669
Ser. 2567, Class FH, 0.65%, 02/15/2033	316,387	314,435
FNMA:		
Ser. 1996-46, Class FA, 0.78%, 08/25/2021	73,943	72,732
Ser. 2001-35, Class F, 0.84%, 07/25/2031	47,730	47,578
Ser. 2001-57, Class F, 0.74%, 06/25/2031	48,054	47,756
Ser. 2002-77, Class FH, 0.65%, 12/18/2032	293,959	291,534
Ser. 2002-95, Class FK, 0.74%, 01/25/2033	7,239,621	7,242,595
Ser. 2002-97, Class FR, 0.79%, 01/25/2033	110,134	109,635
Ser. 2003-W8, Class 3F2, 0.59%, 05/25/2042	1,579,903	1,415,414
Ser. G91-16, Class F, 0.73%, 06/25/2021	88,578	88,567
Ser. G92-17, Class F, 1.33%, 03/25/2022	164,185	167,022
GNMA, Ser. 2001-61, Class FA, 0.75%, 09/20/2030	65,388	65,303
		<hr/> 16,046,358 <hr/>
<i>Total Agency Mortgage-Backed Collateralized Mortgage Obligations (cost \$17,609,058)</i>		<hr/> 17,322,684 <hr/>
AGENCY MORTGAGE-BACKED PASS THROUGH SECURITIES 24.4%		
FIXED-RATE 0.4%		
FHLMC, 8.50%, 04/01/2015-07/01/2028	308,683	342,753
FNMA:		
6.00%, 04/01/2033	432,503	464,356
6.50%, 11/01/2032	69,281	75,127
7.50%, 07/01/2017-07/01/2032	790,162	866,423

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8.00%, 12/01/2024-06/01/2030	232,994	258,506
12.00%, 01/01/2016	36,641	40,188
GNMA:		
6.50%, 06/15/2028	91,495	99,050
7.25%, 07/15/2017-05/15/2018	760,649	822,899
		<hr/>
		2,969,302
		<hr/>
FLOATING-RATE 24.0%		
FHLB:		
3.37%, 12/01/2034 μ	9,216,315	9,502,680
3.77%, 07/01/2033	303,825	314,500
See Notes to Financial Statements		

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SCHEDULE OF INVESTMENTS continued

October 31, 2009

	Principal Amount	Value
AGENCY MORTGAGE-BACKED PASS THROUGH SECURITIES continued		
FLOATING-RATE continued		
FHLB:		
3.81%, 06/01/2035 μ	\$4,083,005	\$4,202,585
4.09%, 11/01/2030	592,541	606,147
FHLMC:		
3.16%, 10/01/2030	23,858	24,113
3.625%, 09/01/2032	646,712	669,030
3.70%, 07/01/2032	608,666	624,248
3.73%, 10/01/2030	409,892	420,543
3.79%, 10/01/2033	230,652	238,655
3.85%, 06/01/2033	278,480	286,992
3.87%, 04/01/2034 μ	18,020,889	18,471,564
3.90%, 12/01/2026	107,149	109,626
3.99%, 08/01/2030	513,696	536,437
4.07%, 05/01/2019	5,266	5,290
4.11%, 10/01/2037	3,817,215	3,972,288
4.50%, 10/01/2024	50,625	51,911
4.79%, 10/01/2022	84,374	84,719
5.06%, 12/01/2035 μ	5,156,584	5,325,808
5.07%, 07/01/2035	628,598	657,916
5.24%, 06/01/2018	65,468	67,566
5.87%, 02/01/2037 μ	4,263,169	4,519,429
5.92%, 01/01/2027	267,220	273,893
8.50%, 03/01/2030	114,531	125,105
FNMA:		
1.35%, 04/01/2028	114,737	115,242
1.69%, 10/01/2034	302,925	298,819
2.70%, 04/01/2017	2,408,409	2,433,253
2.76%, 10/01/2035	3,561,103	3,593,777
2.78%, 12/01/2035-01/01/2038 μ	9,602,519	9,729,500
2.86%, 12/01/2017	906,396	915,439
2.875%, 04/01/2019	60,864	61,397
2.89%, 04/01/2034 μ	5,718,811	5,772,801
2.97%, 02/01/2035	1,201,311	1,202,823
3.05%, 06/01/2031	146,968	153,414
3.09%, 08/01/2036 μ	6,396,191	6,585,299
3.12%, 02/01/2017	2,038,409	2,062,471
3.22%, 07/01/2036	5,380,019	5,524,219
3.26%, 04/01/2036 μ	4,526,654	4,644,247
3.29%, 06/01/2024	192,726	195,710

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3.30%, 01/01/2036	3,658,747	3,733,446
3.43%, 07/01/2038 μ	3,227,883	3,306,030
3.44%, 02/01/2035	460,220	475,919
3.47%, 07/01/2026-02/01/2038	518,734	540,953
3.50%, 12/01/2028	50,384	51,265
See Notes to Financial Statements		

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SCHEDULE OF INVESTMENTS continued

October 31, 2009

	Principal Amount	Value
AGENCY MORTGAGE-BACKED PASS THROUGH SECURITIES continued		
FLOATING-RATE continued		
FNMA:		
3.57%, 01/01/2026	\$412,129	\$423,133
3.60%, 12/01/2031	89,259	91,066
3.65%, 12/01/2026	125,709	129,046
3.73%, 09/01/2032	209,706	217,185
3.81%, 01/01/2030	75,595	79,913
3.84%, 08/01/2030	266,915	276,682
3.90%, 12/01/2009	30,523	30,523
4.01%, 07/01/2038	296,046	300,115
4.04%, 10/01/2034 μ	14,494,785	14,889,149
4.17%, 10/01/2029	132,141	133,529
4.22%, 03/01/2034	738,909	760,008
4.23%, 09/01/2027	197,146	202,255
4.25%, 01/01/2017	82,410	83,958
4.29%, 06/01/2029	384,648	392,979
4.30%, 01/01/2015	38,434	39,124
4.35%, 07/01/2030	111,621	113,138
4.36%, 02/01/2035 μ	7,501,933	7,807,937
4.37%, 05/01/2035 μ	4,815,072	4,954,250
4.45%, 05/01/2030	250,977	258,401
4.46%, 07/01/2033	198,977	203,836
4.53%, 03/01/2034	28,143	29,200
4.55%, 07/01/2038	3,225,474	3,304,378
4.58%, 04/01/2033	166,033	171,851
4.60%, 12/01/2036	56,541	58,510
4.62%, 08/01/2028	78,681	80,294
4.75%, 12/01/2016	10,774	10,961
4.79%, 04/01/2031-12/01/2034	2,359,674	2,390,549
4.85%, 04/01/2034 μ	4,037,818	4,056,343
4.95%, 01/01/2034	503,428	520,942
4.98%, 03/01/2033	171,800	177,965
5.11%, 12/01/2022	14,821	15,120
5.28%, 04/01/2025	134,410	138,673
5.37%, 02/01/2036	2,837,269	2,967,554
5.55%, 09/01/2024	11,721	12,001
5.58%, 08/01/2027	317,978	326,748
6.00%, 05/01/2021-08/01/2021	18,046	18,821
6.09%, 11/01/2024	254,601	260,354
6.11%, 12/01/2013	358,670	367,723

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6.14%, 12/01/2020	115,270	120,257
6.55%, 09/01/2037 μ	4,300,057	4,602,404
6.61%, 09/01/2032 μ	3,819,909	3,939,931
		<hr/>
		157,443,875
		<hr/>
<i>Total Agency Mortgage-Backed Pass Through Securities (cost \$156,698,139)</i>		160,413,177
		<hr/>

See Notes to Financial Statements

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SCHEDULE OF INVESTMENTS continued

October 31, 2009

	Principal Amount	Value
AGENCY REPERFORMING MORTGAGE-BACKED PASS THROUGH SECURITIES 0.1%		
FIXED-RATE 0.1%		
FNMA, Ser. 2001-T10, Class A2, 7.50%, 12/25/2041 (cost \$350,286)	\$321,917	\$354,123
COMMERCIAL MORTGAGE-BACKED SECURITIES 1.9%		
FIXED-RATE 0.5%		
Bear Stearns Comml. Mtge. Securities Trust, Ser. 2007-PW15, Class A4, 5.33%, 02/11/2044	1,415,000	1,292,892
Greenwich Capital Comml. Funding Corp., Ser. 2007-GG9, Class AM, 5.48%, 03/10/2039	200,000	154,591
Morgan Stanley Capital I Trust, Ser. 2006-HQ10, Class AM, 5.36%, 11/21/2041	2,445,000	1,985,720
		<u>3,433,203</u>
FLOATING-RATE 1.4%		
Citigroup Comml. Mtge. Trust, Ser. 2007-C6, Class A4, 5.70%, 12/10/2049	1,875,000	1,715,777
GE Comml. Mtge. Trust:		
Ser. 2006-C7, Class AM, 5.79%, 06/10/2046	2,875,000	2,382,475
Ser. 2007-C9, Class A4, 5.82%, 12/10/2049	1,400,000	1,299,396
Morgan Stanley Capital I Trust:		
Ser. 2006-IQ11, Class AM, 5.77%, 10/15/2042	240,000	199,138
Ser. 2007-2A, Class 2A, 5.81%, 08/12/2045 144A	4,505,000	3,285,466
		<u>8,882,252</u>
<i>Total Commercial Mortgage-Backed Securities (cost \$9,029,452)</i>		<u>12,315,455</u>
CORPORATE BONDS 49.5%		
CONSUMER DISCRETIONARY 7.2%		
Auto Components 1.1%		
Cooper Tire & Rubber Co., 7.625%, 03/15/2027	4,575,000	3,774,375
Goodyear Tire & Rubber Co.:		
7.86%, 08/15/2011	1,180,000	1,206,550
8.625%, 12/01/2011	690,000	715,013
9.00%, 07/01/2015	237,000	245,295
10.50%, 05/15/2016	730,000	793,875
Metaldyne Corp., FRN, 10.28%, 04/09/2014	506,870	376,052

		7,111,160
<hr/>		
Diversified Consumer Services	0.2%	
Carriage Services, Inc., 7.875%, 01/15/2015	1,425,000	1,346,625
Service Corporation International:		
6.75%, 04/01/2015	95,000	92,863
7.50%, 04/01/2027	200,000	179,000
		<hr/>
		1,618,488
<hr/>		
Hotels, Restaurants & Leisure	1.6%	
Boyd Gaming Corp.:		
7.125%, 02/01/2016	375,000	326,250
7.75%, 12/15/2012	95,000	94,763
Caesars Entertainment, Inc., 7.875%, 03/15/2010	785,000	783,037
See Notes to Financial Statements		

SCHEDULE OF INVESTMENTS continued

October 31, 2009

	Principal Amount	Value
CORPORATE BONDS continued		
CONSUMER DISCRETIONARY continued		
Hotels, Restaurants & Leisure continued		
Harrah's Entertainment Corp.:		
10.00%, 12/15/2018 144A	\$250,000	\$191,250
11.25%, 06/01/2017 144A	2,025,000	2,075,625
Hyatt Hotels Corp., 6.875%, 08/15/2019 144A	715,000	730,713
Inn of the Mountain Gods Resort & Casino, 12.00%, 11/15/2010 +	1,050,000	422,625
MGM MIRAGE:		
6.625%, 07/15/2015	500,000	381,250
8.50%, 09/15/2010	780,000	778,050
11.125%, 11/15/2017 144A	400,000	442,000
11.375%, 03/01/2018 144A	55,000	49,775
Pokagon Gaming Authority, 10.375%, 06/15/2014 144A	60,000	62,400
Scientific Games Corp., 9.25%, 06/15/2019 144A	450,000	461,250
Seneca Gaming Corp., 7.25%, 05/01/2012	205,000	198,850
Shingle Springs Tribal Gaming Authority, 9.375%, 06/15/2015 144A	1,205,000	861,575
Speedway Motorsports, Inc., 8.75%, 06/01/2016 144A	695,000	729,750
Trump Entertainment Resorts, Inc., 8.50%, 06/01/2015	1,384,000	121,100
Universal City Development Partners, Ltd.:		
8.875%, 11/15/2015 144A	360,000	358,200
10.875%, 11/15/2016 144A	235,000	236,175
11.75%, 04/01/2010	1,610,000	1,622,075
Wynn Resorts, Ltd., 7.875%, 11/01/2017 144A	50,000	49,375
		<hr/> 10,976,088 <hr/>
Household Durables 0.9%		
D.R. Horton, Inc., 9.75%, 09/15/2010	2,190,000	2,283,075
Lennar Corp.:		
5.125%, 10/01/2010	700,000	703,500
12.25%, 06/01/2017	60,000	72,300
Libbey, Inc., FRN, 8.26%, 06/01/2011	715,000	695,337
Meritage Homes Corp., 7.00%, 05/01/2014	630,000	601,650
Newell Rubbermaid, Inc., 10.60%, 04/15/2019	950,000	1,172,758
Sealy Corp., 10.875%, 04/15/2016 144A	180,000	202,500
		<hr/> 5,731,120 <hr/>
Internet & Catalog Retail 0.3%		
QVC, Inc., 7.50%, 10/01/2019 144A	1,040,000	1,034,800

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Ticketmaster Entertainment, Inc., 10.75%, 08/01/2016	760,000	786,600
		<hr/>
		1,821,400
		<hr/>
Media 2.0%		
Cablevision Systems Corp., 8.625%, 09/15/2017 144A	95,000	98,800
CBS Corp., 8.875%, 05/15/2019	30,000	33,941
CCO Holdings, LLC, 8.75%, 11/15/2013	3,720,000	4,082,700
See Notes to Financial Statements		

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SCHEDULE OF INVESTMENTS continued

October 31, 2009

	Principal Amount	Value
CORPORATE BONDS continued		
CONSUMER DISCRETIONARY continued		
Media continued		
Charter Communications, Inc.:		
13.50%, 10/30/2016 #	\$250,000	\$288,907
Step Bond:		
10.00%, 04/30/2012 144A	1,914,000	1,952,280
12.875%, 09/15/2014 144A	4,235,000	4,700,850
Dish DBS Corp., 7.875%, 09/01/2019 144A	780,000	802,425
Lamar Media Corp.:		
6.625%, 08/15/2015	90,000	86,400
7.25%, 01/01/2013	180,000	177,750
9.75%, 04/01/2014	60,000	66,300
R.H. Donnelley Corp., 11.75%, 05/15/2015 144A	111,000	63,825
Regal Cinemas, Inc., 8.625%, 07/15/2019 144A	25,000	26,000
Sirius XM Radio, Inc., 9.625%, 08/01/2013	165,000	151,388
WMG Acquisition Corp., 9.50%, 06/15/2016 144A	60,000	64,350
XM Satellite Radio Holdings, Inc., 13.00%, 08/01/2013 144A	335,000	335,000
Young Broadcasting, Inc.:		
8.75%, 01/15/2014	2,121,000	21,210
10.00%, 03/01/2011	1,540,000	15,400
		<hr/> 12,967,526 <hr/>
Multiline Retail 0.1%		
Macy's, Inc., 5.90%, 12/01/2016	55,000	51,012
Neiman Marcus Group, Inc., 9.75%, 10/15/2015 @	366,576	326,253
Saks, Inc., 9.875%, 10/01/2011	125,000	127,500
		<hr/> 504,765 <hr/>
Specialty Retail 0.4%		
American Achievement Corp.:		
8.25%, 04/01/2012 144A	2,525,000	2,512,375
Sr. Disc. Note, Step Bond, 10.25%, 10/01/2012	205,000	198,850
		<hr/> 2,711,225 <hr/>
Textiles, Apparel & Luxury Goods 0.6%		
Oxford Industries, Inc., 11.375%, 07/15/2015	2,505,000	2,705,400
Visant Corp., 7.625%, 10/01/2012	1,495,000	1,511,819

		4,217,219
<hr/>		
CONSUMER STAPLES	2.0%	
Beverages	0.5%	
Anheuser-Busch InBev, 6.875%, 11/15/2019 144A	2,000,000	2,231,872
Cott Beverages, Inc., 8.00%, 12/15/2011	1,220,000	1,227,625
		<hr/>
		3,459,497
		<hr/>
Food Products	1.1%	
Del Monte Foods Co.:		
6.75%, 02/15/2015	25,000	25,062
7.50%, 10/15/2019 144A	1,790,000	1,825,800
See Notes to Financial Statements		

SCHEDULE OF INVESTMENTS continued

October 31, 2009

	Principal Amount	Value
CORPORATE BONDS continued		
CONSUMER STAPLES continued		
Food Products continued		
Dole Food Company, Inc.:		
8.00%, 10/01/2016 144A	\$660,000	\$671,550
13.875%, 03/15/2014 144A	1,625,000	1,909,375
Smithfield Foods, Inc.:		
7.00%, 08/01/2011	1,490,000	1,445,300
10.00%, 07/15/2014 144A	1,200,000	1,266,000
Tyson Foods, Inc.:		
7.85%, 04/01/2016	310,000	319,300
10.50%, 03/01/2014	60,000	68,700
		<hr/> 7,531,087 <hr/>
Tobacco 0.4%		
Altria Group, Inc., 10.20%, 02/06/2039	1,820,000	2,432,949
		<hr/>
ENERGY 7.6%		
Energy Equipment & Services 2.1%		
Basic Energy Services, Inc., 11.625%, 08/01/2014 144A	365,000	388,725
Bristow Group, Inc.:		
6.125%, 06/15/2013	110,000	106,150
7.50%, 09/15/2017	1,355,000	1,310,963
Forbes Energy Services, Ltd., 11.00%, 02/15/2015	2,935,000	2,472,737
GulfMark Offshore, Inc., 7.75%, 07/15/2014	1,500,000	1,470,000
Hercules Offshore, Inc., 10.50%, 10/15/2017 144A	660,000	660,000
Hornbeck Offshore Services, Inc.:		
8.00%, 09/01/2017 144A	1,605,000	1,596,975
Ser. B, 6.125%, 12/01/2014	1,785,000	1,660,050
Parker Drilling Co., 9.625%, 10/01/2013	884,000	897,260
PHI, Inc., 7.125%, 04/15/2013	2,040,000	1,968,600
Pride International, Inc., 8.50%, 06/15/2019	905,000	1,015,863
SEACOR Holdings, Inc., 7.375%, 10/01/2019	415,000	417,132
		<hr/> 13,964,455 <hr/>
Oil, Gas & Consumable Fuels 5.5%		
Alon Refining Krotz Springs, Inc., 13.50%, 10/15/2014 144A	1,135,000	1,078,250
Arch Coal, Inc., 8.75%, 08/01/2016 144A	45,000	46,350
Atlas Energy Resources, LLC, 12.125%, 08/01/2017	530,000	580,350

Chesapeake Energy Corp.:		
6.875%, 01/15/2016	4,930,000	4,782,100
9.50%, 02/15/2015	1,470,000	1,598,625
El Paso Corp.:		
7.42%, 02/15/2037	1,670,000	1,466,305
12.00%, 12/12/2013	445,000	511,750
Encore Acquisition Co., 6.00%, 07/15/2015	545,000	512,300
Exco Resources, Inc., 7.25%, 01/15/2011	2,970,000	2,970,000
See Notes to Financial Statements		

SCHEDULE OF INVESTMENTS continued

October 31, 2009

	Principal Amount	Value
CORPORATE BONDS continued		
ENERGY continued		
Oil, Gas & Consumable Fuels continued		
Ferrellgas Partners, LP:		
8.75%, 06/15/2012	\$450,000	\$452,250
9.125%, 10/01/2017 144A	290,000	304,500
Forest Oil Corp.:		
7.25%, 06/15/2019	975,000	914,063
8.50%, 02/15/2014 144A	660,000	673,200
Frontier Oil Corp., 6.625%, 10/01/2011	885,000	894,956
Holly Corp., 9.875%, 06/15/2017 144A	1,695,000	1,762,800
Murray Energy Corp., 10.25%, 10/15/2015 144A	500,000	497,500
Newfield Exploration Co., 6.625%, 04/15/2016	100,000	99,000
North American Energy Alliance, LLC, 10.875%, 06/01/2016 144A	50,000	52,250
Nustar Logistics, LP, 7.65%, 04/15/2018	1,090,000	1,204,352
Peabody Energy Corp.:		
5.875%, 04/15/2016	1,310,000	1,283,800
7.875%, 11/01/2026	2,650,000	2,597,000
Petrohawk Energy Corp.:		
7.875%, 06/01/2015	980,000	994,700
10.50%, 08/01/2014	495,000	542,025
Plains Exploration & Production Co., 8.625%, 10/15/2019	2,515,000	2,533,862
Range Resources Corp., 8.00%, 05/15/2019	50,000	52,125
Sabine Pass LNG, LP:		
7.25%, 11/30/2013	1,870,000	1,683,000
7.50%, 11/30/2016	2,135,000	1,814,750
SandRidge Energy, Inc., 8.00%, 06/01/2018 144A	55,000	54,725
Southwestern Energy Co., 7.50%, 02/01/2018	1,045,000	1,078,963
Tesoro Corp.:		
6.50%, 06/01/2017	445,000	400,500
7.50%, 07/17/2012	860,000	780,914
9.75%, 06/01/2019	700,000	722,750
Williams Cos.:		
7.50%, 01/15/2031	155,000	160,662
8.125%, 03/15/2012	440,000	479,507
8.75%, 01/15/2020	75,000	86,114
		<hr/>
		35,666,298
		<hr/>

FINANCIALS 9.4%**Capital Markets** 0.5%

E*TRADE Financial Corp.:

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7.375%, 09/15/2013	435,000	391,500
12.50%, 11/30/2017	2,507,000	2,795,305
		<hr/>
		3,186,805
		<hr/>

See Notes to Financial Statements

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SCHEDULE OF INVESTMENTS continued

October 31, 2009

	Principal Amount	Value
CORPORATE BONDS continued		
FINANCIALS continued		
Commercial Banks 0.3%		
CapitalSource, Inc., 12.75%, 07/15/2014 144A	\$1,705,000	\$1,739,100
Zions Bancorp, 7.75%, 09/23/2014	220,000	197,092
		<hr/>
		1,936,192
		<hr/>
Consumer Finance 6.7%		
Calpine Construction Finance Corp., 8.00%, 06/01/2016 144A	60,000	61,200
CCH II Capital Corp., 10.25%, 09/15/2010	5,035,000	6,110,525
Discover Financial Services, 10.25%, 07/15/2019	785,000	922,180
Ford Motor Credit Co., LLC:		
8.70%, 10/01/2014	895,000	894,884
9.75%, 09/15/2010	2,718,000	2,786,879
9.875%, 08/10/2011	2,815,000	2,880,547
GMAC, LLC:		
6.75%, 12/01/2014 144A	1,298,000	1,190,915
6.875%, 09/15/2011 144A	1,839,000	1,783,830
6.875%, 08/28/2012 144A	1,844,000	1,761,020
7.00%, 02/01/2012 144A	262,000	252,830
7.50%, 12/31/2013 144A	2,715,000	2,538,525
7.75%, 01/19/2010 144A	2,970,000	2,977,425
8.00%, 12/31/2018 144A	2,822,000	2,342,260
8.00%, 11/01/2031	450,000	382,913
8.00%, 11/01/2031 144A	2,259,000	1,954,035
International Lease Finance Corp.:		
4.375%, 11/01/2009	615,000	615,000
4.75%, 01/13/2012	620,000	508,331
4.875%, 09/01/2010	1,205,000	1,152,743
5.125%, 11/01/2010	35,000	32,872
JBS USA Finance, Inc., 11.625%, 05/01/2014 144A	3,130,000	3,482,125
Nielsen Financial LLC, Co.:		
11.50%, 05/01/2016	10,000	10,675
Sr. Disc. Note, Step Bond, 0.00%, 08/01/2016	55,000	47,919
NiSource Finance Corp., 10.75%, 03/15/2016	3,090,000	3,684,834
Pinnacle Foods Finance, LLC, 10.625%, 04/01/2017	450,000	461,250
Sprint Capital Corp.:		
6.875%, 11/15/2028	5,085,000	3,839,175
7.625%, 01/30/2011	1,115,000	1,133,119
		<hr/>

		43,808,011
		<hr/>
Diversified Financial Services 0.8%		
Citigroup, Inc., 8.50%, 05/22/2019	205,000	240,031
Leucadia National Corp.:		
7.00%, 08/15/2013	480,000	487,200
7.125%, 03/15/2017	1,785,000	1,695,750
8.125%, 09/15/2015	2,655,000	2,701,463
		<hr/>
		5,124,444
		<hr/>

See Notes to Financial Statements

SCHEDULE OF INVESTMENTS continued

October 31, 2009

	Principal Amount	Value
CORPORATE BONDS continued		
FINANCIALS continued		
Real Estate Investment Trusts (REITs) 0.9%		
Host Marriott Corp.:		
7.125%, 11/01/2013	\$810,000	\$810,000
9.00%, 05/15/2017 144A	235,000	252,625
Omega Healthcare Investors, Inc.:		
7.00%, 04/01/2014	965,000	948,112
7.00%, 01/15/2016	500,000	480,000
Potlatch Corp., 7.50%, 11/01/2019 144A	660,000	653,400
Ventas, Inc.:		
6.75%, 04/01/2017	953,000	919,645
7.125%, 06/01/2015	1,139,000	1,130,457
9.00%, 05/01/2012	555,000	584,138
		<hr/> 5,778,377 <hr/>
Thriffs & Mortgage Finance 0.2%		
Residential Capital, LLC, 8.50%, 05/15/2010	1,900,000	1,681,500
HEALTH CARE 2.5%		
Biotechnology 0.1%		
Talecris Biotherapeutics Holdings Corp., 7.75%, 11/15/2016 144A	580,000	593,050
Health Care Equipment & Supplies 0.1%		
Biomet, Inc.:		
10.375%, 10/15/2017 @	310,000	335,187
11.625%, 10/15/2017	315,000	346,894
		<hr/> 682,081 <hr/>
Health Care Providers & Services 2.0%		
Apria Healthcare Group, 11.25%, 11/01/2014 144A	1,040,000	1,131,000
HCA, Inc.:		
6.30%, 10/01/2012	440,000	433,400
7.875%, 02/01/2011	820,000	840,500
7.875%, 02/15/2020 144A	395,000	407,838
8.50%, 04/15/2019 144A	2,455,000	2,614,575
8.75%, 09/01/2010	1,101,000	1,125,772
9.25%, 11/15/2016	2,750,000	2,880,625
9.625%, 11/15/2016 @	1,331,000	1,415,851

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Omnicare, Inc., 6.125%, 06/01/2013	1,240,000	1,196,600
Prospect Medical Holdings, Inc., 12.75%, 07/15/2014 144A	605,000	601,975
Symbion, Inc., 11.75%, 08/23/2015 @	362,317	277,173
		<hr/>
		12,925,309
		<hr/>
Life Sciences Tools & Services 0.2%		
Bio-Rad Laboratories, Inc.:		
7.50%, 08/15/2013	525,000	535,500
8.00%, 09/15/2016 144A	490,000	505,925
		<hr/>
		1,041,425
		<hr/>

See Notes to Financial Statements

SCHEDULE OF INVESTMENTS continued

October 31, 2009

	Principal Amount	Value
CORPORATE BONDS continued		
HEALTH CARE continued		
Pharmaceuticals 0.1%		
Pfizer, Inc., 5.35%, 03/15/2015	\$900,000	\$994,872
INDUSTRIALS 4.9%		
Aerospace & Defense 2.7%		
Alliant Techsystems, Inc., 6.75%, 04/01/2016	1,640,000	1,619,500
DAE Aviation Holdings, Inc., 11.25%, 08/01/2015 144A	375,000	309,375
Geo Group, Inc., 7.75%, 10/15/2017 144A	1,105,000	1,127,100
GeoEye, Inc., 9.625%, 10/01/2015 144A	220,000	228,250
Hexcel Corp., 6.75%, 02/01/2015	1,445,000	1,408,875
L-3 Communications Holdings, Inc.:		
5.20%, 10/15/2019 144A	50,000	50,187
5.875%, 01/15/2015	8,040,000	7,859,100
6.375%, 10/15/2015	2,394,000	2,376,045
Spirit AeroSystems Holdings, Inc., 7.50%, 10/01/2017 144A	440,000	438,900
TransDigm Group, Inc., 7.75%, 07/15/2014 144A	445,000	451,675
Vought Aircraft Industries, Inc., 8.00%, 07/15/2011	1,810,000	1,814,525
		17,683,532
Airlines 0.4%		
Delta Air Lines, Inc.:		
9.50%, 09/15/2014 144A	695,000	712,375
12.25%, 03/15/2015 144A	1,295,000	1,246,437
United Airlines, Inc., 10.40%, 05/01/2018	645,000	669,591
		2,628,403
Building Products 0.0%		
Associated Materials, LLC, 9.875%, 11/15/2016 144A	255,000	262,650
Commercial Services & Supplies 1.0%		
Allied Waste North America, Inc., 6.875%, 06/01/2017	320,000	339,702
Browning-Ferris Industries, Inc., 9.25%, 05/01/2021	1,675,000	2,048,915
Cornell Companies, Inc., 10.75%, 07/01/2012	160,000	164,000
Corrections Corporation of America:		
6.25%, 03/15/2013	1,125,000	1,125,000
6.75%, 01/31/2014	325,000	323,375
7.75%, 06/01/2017	1,220,000	1,262,700

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DigitalGlobe, Inc., 10.50%, 05/01/2014 144A	245,000	265,825
Interface, Inc., 11.375%, 11/01/2013 144A	250,000	271,250
Iron Mountain, Inc.:		
6.625%, 01/01/2016	535,000	525,637
7.75%, 01/15/2015	445,000	452,788
		<hr/>
		6,779,192
		<hr/>
Machinery 0.6%		
Commercial Vehicle Group, Inc., 13.00%, 02/15/2013 144A @ +	3,425,000	3,031,125
CPM Holdings, Inc., 10.625%, 09/01/2014 144A	645,000	677,250
		<hr/>
		3,708,375
		<hr/>

See Notes to Financial Statements

SCHEDULE OF INVESTMENTS continued

October 31, 2009

	Principal Amount	Value
CORPORATE BONDS continued		
INDUSTRIALS continued		
Road & Rail 0.1%		
Kansas City Southern:		
8.00%, 06/01/2015	\$55,000	\$56,650
13.00%, 12/15/2013	445,000	512,863
		<hr/> 569,513 <hr/>
Trading Companies & Distributors 0.1%		
United Rentals North America, Inc.:		
6.50%, 02/15/2012	490,000	486,325
10.875%, 06/15/2016 144A	60,000	65,400
		<hr/> 551,725 <hr/>
INFORMATION TECHNOLOGY 2.4%		
Communications Equipment 0.1%		
EchoStar Corp.:		
6.625%, 10/01/2014	340,000	332,350
7.75%, 05/31/2015	320,000	328,800
		<hr/> 661,150 <hr/>
Electronic Equipment, Instruments & Components 1.4%		
Anixter International, Inc., 10.00%, 03/15/2014	1,475,000	1,604,063
Da-Lite Screen Co., Inc., 9.50%, 05/15/2011	1,690,000	1,624,513
Jabil Circuit, Inc., 8.25%, 03/15/2018	5,345,000	5,705,787
Sanmina-SCI Corp., 8.125%, 03/01/2016	510,000	489,600
		<hr/> 9,423,963 <hr/>
Internet Software & Services 0.2%		
Terremark Worldwide, Inc., 12.00%, 06/15/2017 144A	1,390,000	1,542,900
IT Services 0.6%		
First Data Corp.:		
9.875%, 09/24/2015	240,000	222,600
10.55%, 09/24/2015	2,982,957	2,684,661
iPayment, Inc., 9.75%, 05/15/2014	825,000	606,375
Viasystems, Inc., 10.50%, 01/15/2011	475,000	477,375

		3,991,011
Semiconductors & Semiconductor Equipment 0.1%		
National Semiconductor Corp., 6.60%, 06/15/2017	55,000	55,708
Spanion, Inc., 11.25%, 01/15/2016 144A	280,000	239,400
		295,108
MATERIALS 3.9%		
Chemicals 1.4%		
Dow Chemical Co., 8.55%, 05/15/2019	1,095,000	1,252,170
Huntsman International, LLC, 5.50%, 06/30/2016 144A	1,055,000	917,850
Koppers Holdings, Inc., Sr. Disc. Note, Step Bond, 0.00%, 11/15/2014	2,805,000	2,819,025
See Notes to Financial Statements		

SCHEDULE OF INVESTMENTS continued

October 31, 2009

	Principal Amount	Value
CORPORATE BONDS continued		
MATERIALS continued		
Chemicals continued		
MacDermid, Inc., 9.50%, 04/15/2017 144A	\$228,000	\$216,600
Mosaic Co.:		
7.30%, 01/15/2028	1,895,000	1,956,587
7.625%, 12/01/2016 144A	1,685,000	1,814,843
Nalco Holding Co., 8.25%, 05/15/2017 144A	55,000	58,025
SOLUTIA, Inc., 8.75%, 11/01/2017	50,000	51,750
Tronox Worldwide, LLC, 9.50%, 12/01/2012	340,000	215,050
		<hr/>
		9,301,900
		<hr/>
Construction Materials 0.6%		
CPG International, Inc.:		
10.50%, 07/01/2013	1,730,000	1,479,150
FRN, 7.87%, 07/01/2012	745,000	629,525
CRH America, Inc., 8.125%, 07/15/2018	440,000	508,883
Headwaters, Inc., 11.375%, 11/01/2014 144A	625,000	629,687
Texas Industries, Inc., 7.25%, 07/15/2013	510,000	502,350
		<hr/>
		3,749,595
		<hr/>
Containers & Packaging 0.6%		
Exopack Holding Corp., 11.25%, 02/01/2014	2,190,000	2,233,800
Graham Packaging Co., 8.50%, 10/15/2012	1,540,000	1,559,250
Silgan Holdings, Inc., 7.25%, 08/15/2016 144A	440,000	448,800
		<hr/>
		4,241,850
		<hr/>
Metals & Mining 0.6%		
AK Steel Corp., 7.75%, 06/15/2012	485,000	488,637
Freeport-McMoRan Copper & Gold, Inc.:		
8.25%, 04/01/2015	1,855,000	1,991,660
8.375%, 04/01/2017	1,200,000	1,291,789
Indalex Holdings Corp., 11.50%, 02/01/2014	3,170,000	51,513
		<hr/>
		3,823,599
		<hr/>
Paper & Forest Products 0.7%		

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Clearwater Paper Corp., 10.625%, 06/15/2016 144A	545,000	596,775
Georgia Pacific Corp.:		
8.125%, 05/15/2011	800,000	836,000
8.25%, 05/01/2016 144A	60,000	63,900
8.875%, 05/15/2031	230,000	236,900
International Paper Co., 9.375%, 05/15/2019	1,455,000	1,764,313
NewPage Corp., 11.375%, 12/31/2014 144A	350,000	350,875
Verso Paper Holdings, LLC, 11.375%, 08/01/2016	723,000	473,565
		<hr/>
		4,322,328
		<hr/>

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SCHEDULE OF INVESTMENTS continued

October 31, 2009

	Principal Amount	Value
CORPORATE BONDS continued		
TELECOMMUNICATION SERVICES 4.1%		
Diversified Telecommunication Services 2.1%		
Cincinnati Bell, Inc., 8.25%, 10/15/2017	\$535,000	\$530,987
Citizens Communications Co., 7.875%, 01/15/2027	1,720,000	1,586,700
FairPoint Communications, Inc., 13.125%, 04/01/2018	1,190,000	196,350
Frontier Communications Corp.:		
8.125%, 10/01/2018	1,760,000	1,775,400
8.25%, 05/01/2014	200,000	206,000
Global Crossing, Ltd., 12.00%, 09/15/2015 144A	230,000	247,825
Qwest Corp.:		
7.125%, 11/15/2043	795,000	608,175
7.25%, 09/15/2025	275,000	240,625
7.50%, 06/15/2023	1,370,000	1,263,825
7.875%, 09/01/2011	385,000	399,437
8.00%, 10/01/2015 144A	5,000	4,988
8.875%, 03/15/2012	5,040,000	5,329,800
SBA Telecommunications, Inc.:		
8.00%, 08/15/2016 144A	605,000	629,200
8.25%, 08/15/2019 144A	100,000	105,000
West Corp., 9.50%, 10/15/2014	65,000	65,325
Windstream Corp., 7.875%, 11/01/2017 144A	720,000	730,800
		13,920,437
Wireless Telecommunication Services 2.0%		
CC Holdings GS V, LLC, 7.75%, 05/01/2017 144A	60,000	63,300
Centennial Communications Corp., 8.125%, 02/01/2014	3,505,000	3,640,819
Cricket Communications, Inc.:		
7.75%, 05/15/2016 144A	1,045,000	1,047,612
9.375%, 11/01/2014	115,000	112,125
Crown Castle International Corp., 7.125%, 11/01/2019	75,000	74,063
iPCS, Inc., FRN, 3.73%, 05/01/2014 @	220,000	178,200
MetroPCS Communications, Inc., 9.25%, 11/01/2014	1,900,000	1,923,750
Sprint Nextel Corp.:		
6.90%, 05/01/2019	425,000	371,875
Ser. D, 7.375%, 08/01/2015	2,835,000	2,526,694
Ser. F, 5.95%, 03/15/2014	3,445,000	3,018,681
		12,957,119

UTILITIES 5.5%

Electric Utilities 3.2%

Aquila, Inc., Step Bond, 11.875%, 07/01/2012	7,345,000	8,529,668
CMS Energy Corp.:		
8.50%, 04/15/2011	355,000	373,186
8.75%, 06/15/2019	245,000	270,928
Edison Mission Energy, 7.00%, 05/15/2017	60,000	48,750
Energy Future Holdings Corp., 11.25%, 11/01/2017 @	2,175,300	1,424,821
See Notes to Financial Statements		

SCHEDULE OF INVESTMENTS continued

October 31, 2009

	Principal Amount	Value
CORPORATE BONDS continued		
UTILITIES continued		
Electric Utilities continued		
Mirant Americas Generation, LLC, 8.50%, 10/01/2021	\$235,000	\$210,325
Mirant Mid-Atlantic, LLC, Ser. C, 10.06%, 12/30/2028	3,181,076	3,272,532
Mirant North America, LLC, 7.375%, 12/31/2013	1,010,000	999,900
NRG Energy, Inc.:		
7.25%, 02/01/2014	510,000	507,450
8.50%, 06/15/2019	1,200,000	1,221,000
Orion Power Holdings, Inc., 12.00%, 05/01/2010	3,735,000	3,875,062
Public Service Company of New Mexico, 7.95%, 04/01/2015	130,000	133,083
		<hr/> 20,866,705 <hr/>
Gas Utilities 0.4%		
National Fuel Gas Co., 8.75%, 05/01/2019	2,000,000	2,367,320
		<hr/>
Independent Power Producers & Energy Traders 1.4%		
AES Corp.:		
8.00%, 06/01/2020	50,000	50,250
8.875%, 02/15/2011	1,145,000	1,185,075
Dynegy Holdings, Inc.:		
6.875%, 04/01/2011	1,035,000	1,047,937
7.125%, 05/15/2018	835,000	638,775
7.625%, 10/15/2026	1,130,000	774,050
Reliant Energy, Inc.:		
6.75%, 12/15/2014	3,872,000	3,959,120
7.625%, 06/15/2014	1,880,000	1,842,400
7.875%, 06/15/2017	50,000	49,250
		<hr/> 9,546,857 <hr/>
Multi-Utilities 0.5%		
PNM Resources, Inc., 9.25%, 05/15/2015	555,000	575,813
Texas-New Mexico Power Co., 9.50%, 04/01/2019 144A	2,110,000	2,589,168
		<hr/> 3,164,981 <hr/>
<i>Total Corporate Bonds (cost \$312,594,944)</i>		<hr/> 324,825,556 <hr/>

FOREIGN BONDS CORPORATE (PRINCIPAL AMOUNT DENOMINATED IN CURRENCY INDICATED) 13.4%

CONSUMER DISCRETIONARY 0.4%

Media 0.1%

Central European Media Enterprises, Ltd.:

11.625%, 09/15/2016 EUR

450,000

645,687

Class A, FRN, 3.10%, 05/15/2014 EUR

250,000

270,416

916,103

Multiline Retail 0.3%

Marks & Spencer Group plc, 6.375%, 11/07/2011 GBP

1,000,000

1,728,806

See Notes to Financial Statements

SCHEDULE OF INVESTMENTS continued

October 31, 2009

	Principal Amount	Value
FOREIGN BONDS CORPORATE (PRINCIPAL AMOUNT DENOMINATED IN CURRENCY INDICATED) continued		
CONSUMER STAPLES 1.2%		
Beverages 0.1%		
Canandaigua Brands, Inc., 8.50%, 11/15/2009 GBP	350,000	\$578,027
Food & Staples Retailing 0.1%		
McDonald's Corp., 4.25%, 06/10/2016 EUR	700,000	1,067,213
Tobacco 1.0%		
British American Tobacco plc, 5.50%, 09/15/2016 GBP	750,000	1,269,888
Imperial Tobacco Group plc, 8.375%, 02/17/2016 EUR	3,000,000	5,230,129
		6,500,017
FINANCIALS 7.5%		
Capital Markets 0.1%		
Morgan Stanley, 5.375%, 11/14/2013 GBP	560,000	935,487
Commercial Banks 3.7%		
Eurofima, 6.25%, 12/28/2018 AUD	2,450,000	2,126,929
European Investment Bank:		
3.125%, 04/15/2014 EUR	1,900,000	2,853,891
4.25%, 10/15/2014 EUR	3,000,000	4,715,063
6.125%, 01/23/2017 AUD	8,530,000	7,591,960
Instituto de Credito Oficial, 4.375%, 05/23/2012 EUR	3,800,000	5,915,999
KfW Bankengruppe, 4.50%, 03/26/2013 AUD	995,000	863,066
Rabobank Australia, Ltd., 6.25%, 11/22/2011 NZD	725,000	534,127
		24,601,035
Consumer Finance 1.5%		
British American Tobacco Finance plc, 5.375%, 06/29/2017 EUR	1,400,000	2,189,293
HSBC Finance Corp., 7.00%, 03/27/2012 GBP	370,000	649,028
ISS Financing plc, 11.00%, 06/15/2014 EUR	450,000	726,734
Toyota Motor Credit Corp., 8.50%, 12/21/2010 NZD	5,460,000	4,089,514
Virgin Media Finance plc, 8.75%, 04/15/2014 EUR	940,000	1,424,852
Wind Acquisition Finance SpA, 9.75%, 12/01/2015 EUR	300,000	479,022
		9,558,443

Diversified Financial Services 0.7%

FMG Finance Property, Ltd., 9.75%, 09/01/2013 EUR	2,115,000	3,182,574
General Electric Capital Corp., 7.625%, 12/10/2014 NZD	2,000,000	1,489,965

4,672,539

Insurance 0.5%

AIG SunAmerica, Inc., 5.625%, 02/01/2012 GBP	2,000,000	3,105,244
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Thriffs & Mortgage Finance 1.0%

Realkredit Danmark, 2.00%, 01/01/2013 DKK	34,520,000	6,631,649
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See Notes to Financial Statements

SCHEDULE OF INVESTMENTS continued

October 31, 2009

	Principal Amount	Value
FOREIGN BONDS CORPORATE (PRINCIPAL AMOUNT DENOMINATED IN CURRENCY INDICATED) continued		
HEALTH CARE 0.3%		
Pharmaceuticals 0.3%		
Pfizer, Inc., 4.75%, 06/03/2016 EUR	1,200,000	\$1,872,591
INDUSTRIALS 0.8%		
Aerospace & Defense 0.3%		
Bombardier, Inc., 7.25%, 11/15/2016 EUR	1,430,000	2,146,550
Commercial Services & Supplies 0.2%		
Iron Mountain, Inc., 6.75%, 10/15/2018 EUR	600,000	874,161
Machinery 0.3%		
Harsco Corp., 7.25%, 10/27/2010 GBP	1,000,000	1,698,429
Savcio Holdings, Ltd., 8.00%, 02/15/2013 EUR	250,000	351,356
		2,049,785
MATERIALS 0.9%		
Chemicals 0.4%		
Huntsman, LLC, 6.875%, 11/15/2013 EUR	465,000	622,729
Nalco Holdings Co., 7.75%, 11/15/2011 EUR	600,000	887,405
Rockwood Specialties Group, Inc., 7.625%, 11/15/2014 EUR	800,000	1,197,924
		2,708,058
Containers & Packaging 0.3%		
Owens-Illinois European Group BV, 6.875%, 03/31/2017 EUR	900,000	1,297,996
Pregis Corp., FRN, 5.74%, 04/15/2013 EUR	300,000	400,105
		1,698,101
Metals & Mining 0.2%		
New World Resources NV, 7.375%, 05/15/2015 EUR	1,000,000	1,372,315
TELECOMMUNICATION SERVICES 1.2%		
Diversified Telecommunication Services 1.2%		
France Telecom:		
4.75%, 02/21/2017 EUR	2,000,000	3,108,174
7.25%, 01/28/2013 EUR	1,850,000	3,090,205

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Nordic Telephone Co., 8.25%, 05/01/2016 EUR	900,000	1,403,955
		<hr/>
		7,602,334
		<hr/>
UTILITIES 1.1%		
Multi-Utilities 1.1%		
National Grid plc, 4.375%, 03/10/2020 EUR	3,000,000	4,292,199
Veolia Environnement SA, 4.00%, 02/12/2016 EUR	2,000,000	2,943,055
		<hr/>
		7,235,254
		<hr/>
<i>Total Foreign Bonds Corporate (Principal Amount Denominated in Currency Indicated) (cost \$ 82,459,523)</i>		87,853,712
		<hr/>
See Notes to Financial Statements		

SCHEDULE OF INVESTMENTS continued

October 31, 2009

	Principal Amount	Value
FOREIGN BONDS GOVERNMENT (PRINCIPAL AMOUNT DENOMINATED IN CURRENCY INDICATED) 17.4%		
Caisse d Amortissement de la Dette Sociale, 4.125%, 04/25/2017 EUR	4,880,000	\$7,656,558
Canada, 4.25%, 06/01/2018 CAD	9,800,000	9,714,865
Denmark:		
4.00%, 11/15/2015 DKK	24,500,000	5,061,662
4.00%, 11/15/2017 DKK	24,750,000	5,079,954
France, 2.25%, 07/25/2020 EUR	6,511,080	10,229,044
Germany, 4.25%, 07/04/2039 EUR	5,850,000	8,993,445
Italy, 4.25%, 09/01/2019 EUR	2,400,000	3,632,393
Korea:		
5.25%, 09/10/2015 KRW	2,850,000,000	2,437,751
5.25%, 03/10/2027 KRW	4,635,000,000	3,791,220
Malaysia, 3.83%, 09/28/2011 MYR	20,900,000	6,270,882
Mexico, 9.50%, 12/18/2014 MXN	73,625,000	6,066,761
Netherlands:		
3.75%, 01/15/2023 EUR	1,475,000	2,143,117
4.00%, 01/15/2037 EUR	4,350,000	6,282,604
New Zealand, 6.00%, 12/15/2017 NZD	6,610,000	4,829,509
Norway, 4.25%, 05/19/2017 NOK	59,780,000	10,669,413
Poland, 5.25%, 04/25/2013 PLN	14,350,000	4,952,179
Slovenia, 4.625%, 09/09/2024 EUR	1,425,000	2,117,444
Spain, 4.80%, 01/31/2024 EUR	2,600,000	4,066,794
Sweden, 3.75%, 08/12/2017 SEK	70,000,000	10,295,905
<i>Total Foreign Bonds Government (Principal Amount Denominated in Currency Indicated) (cost \$110,944,175)</i>		114,291,500
WHOLE LOAN MORTGAGE-BACKED PASS THROUGH SECURITIES 2.3%		
FIXED-RATE 0.9%		
Bear Stearns Securities Trust, Ser. 2007, Class AM, 5.92%, 06/11/2050	\$2,290,000	1,796,429
Countrywide Alternative Loan Trust, Inc., Ser. 2005-50CB, Class 1A1, 5.50%, 11/25/2035	859,616	691,644
Credit Suisse Comml. Mtge. Trust, Ser. 2007-C5, Class A4, 5.70%, 09/15/2040	1,415,000	1,173,538
Greenwich Capital Comml. Funding Corp., Ser. 2007-GG11, Class AM, 5.87%, 08/10/2017	2,920,000	2,277,267

5,938,878

FLOATING-RATE 1.4%

American Home Mtge. Assets:

Ser. 2006-2, Class 1A1, 1.72%, 09/25/2046	3,762,388	2,021,976
Ser. 2007-1, Class A1, 1.46%, 02/25/2047	757,927	350,776
Banc of America Comml. Mtge., Inc., Ser. 2007-04, Class A4, 5.94%, 02/10/2051	3,654,000	3,404,892
GSR Mtge. Loan Trust, Ser. 2007-AR1, Class 2A1, 5.96%, 03/25/2037	1,637,111	1,129,211

See Notes to Financial Statements

SCHEDULE OF INVESTMENTS continued

October 31, 2009

	Principal Amount	Value
WHOLE LOAN MORTGAGE-BACKED PASS THROUGH SECURITIES continued		
FLOATING-RATE continued		
Lehman XS Trust, Ser. 2006-18N, Class A5A, 0.41%, 12/25/2036	\$4,135,000	\$1,578,247
Washington Mutual, Inc. Mtge. Pass-Through Cert., Ser. 2006-AR09, Class 2A, 1.60%, 11/25/2046	1,267,044	551,848
		<u>9,036,950</u>
<i>Total Whole Loan Mortgage-Backed Pass Through Securities (cost \$14,949,976)</i>		<u>14,975,828</u>
YANKEE OBLIGATIONS CORPORATE 9.4%		
CONSUMER DISCRETIONARY 0.1%		
Media 0.1%		
MDC Partners, Inc., 11.00%, 11/01/2016 144A	160,000	160,800
UPC Holdings BV, 9.875%, 04/15/2018 144A	20,000	21,250
Videotron, Ltd.:		
9.125%, 04/15/2018 144A	50,000	54,375
9.125%, 04/15/2018	85,000	92,438
		<u>328,863</u>
ENERGY 1.5%		
Oil, Gas & Consumable Fuels 1.5%		
Connacher Oil & Gas, Ltd.:		
10.25%, 12/15/2015 144A	1,695,000	1,466,175
11.75%, 07/15/2014 144A	625,000	684,375
Griffin Coal Mining Co., Ltd., 9.50%, 12/01/2016 144A	5,125,000	4,176,875
Mexichem SAB de CV, 8.75%, 11/06/2019	1,560,000	1,560,000
OPTI Canada, Inc.:		
7.875%, 12/15/2014	2,530,000	1,986,050
8.25%, 12/15/2014	415,000	327,850
		<u>10,201,325</u>
FINANCIALS 2.1%		
Commercial Banks 0.3%		
KfW Bankengruppe, 4.875%, 06/17/2019	2,000,000	2,177,352
Consumer Finance 0.7%		

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Petrobras International Finance Co., 5.75%, 01/20/2020	2,150,000	2,164,223
Petroplus Finance, Ltd., 6.75%, 05/01/2014 144A	80,000	75,200
Virgin Media Finance plc, 9.125%, 08/15/2016	100,000	103,500
Wind Acquisition Finance SA, 11.75%, 07/15/2017 144A	1,965,000	2,230,275
		<hr/>
		4,573,198
		<hr/>

Diversified Financial Services 1.1%

Dexus Finance Property Group, Ltd., 7.125%, 10/15/2014 144A	1,060,000	1,061,864
FMG Finance Property, Ltd.:		
10.625%, 09/01/2016 144A	3,215,000	3,544,537
FRN, 4.36%, 09/01/2011 144A	545,000	545,681
See Notes to Financial Statements		

SCHEDULE OF INVESTMENTS continued

October 31, 2009

	Principal Amount	Value
YANKEE OBLIGATIONS CORPORATE continued		
FINANCIALS continued		
Diversified Financial Services continued		
Preferred Term Securities XII, Ltd., FRN, 0.99%, 12/24/2033 +	\$635,000	\$5,601
Ship Finance International, Ltd., 8.50%, 12/15/2013	2,225,000	2,124,875
		<hr/> 7,282,558 <hr/>
HEALTH CARE 0.0%		
Pharmaceuticals 0.0%		
Elan Corporation plc, 8.75%, 10/15/2016 144A	80,000	74,300
		<hr/>
INDUSTRIALS 1.2%		
Road & Rail 1.2%		
Kansas City Southern de Mexico: 7.375%, 06/01/2014	4,875,000	4,631,250
12.50%, 04/01/2016 144A	480,000	541,200
Tfm de CV, 9.375%, 05/01/2012	2,215,000	2,270,375
		<hr/> 7,442,825 <hr/>
Transportation 0.0%		
Navios Maritime Infrastructure Holdings, Inc., 8.875%, 11/01/2017 144A	150,000	153,000
		<hr/>
MATERIALS 3.0%		
Chemicals 0.1%		
NOVA Chemicals Corp.: 8.375%, 11/01/2016 144A	475,000	482,719
8.625%, 11/01/2019 144A	515,000	523,369