

EVERGREEN INCOME ADVANTAGE FUND
Form N-Q
April 01, 2010

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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 **811-21269**

Evergreen Income Advantage 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 Income Advantage Fund, for the quarter ended January 31, 2010. This series has April 30 fiscal year end.

Date of reporting period: **January 31, 2010**

Item 1 Schedule of Investments

EVERGREEN INCOME ADVANTAGE FUND
SCHEDULE OF INVESTMENTS

January 31, 2010 (unaudited)

	Principal Amount	Value
CORPORATE BONDS 107.7%		
CONSUMER DISCRETIONARY 18.9%		
Auto Components 2.0%		
Affinia Group Intermediate Holdings, Inc., 10.75%, 08/15/2016 144A	\$230,000	\$251,850
Cooper Tire & Rubber Co., 7.625%, 03/15/2027	4,775,000	4,297,500
Goodyear Tire & Rubber Co.:		
7.86%, 08/15/2011	2,545,000	2,634,075
8.625%, 12/01/2011	1,420,000	1,469,700
9.00%, 07/01/2015	497,000	511,910
10.50%, 05/15/2016	2,475,000	2,685,375
Metaldyne Corp., FRN, 5.28%, 04/09/2014	902,645	727,739
TRW Automotive, Inc., 8.875%, 12/01/2017 144A	250,000	259,375
		<u>12,837,524</u>
Diversified Consumer Services 1.8%		
Carriage Services, Inc., 7.875%, 01/15/2015	3,105,000	2,957,513
Service Corporation International:		
6.75%, 04/01/2015	205,000	201,925
7.50%, 04/01/2027	3,931,000	3,636,175
8.00%, 11/15/2021	880,000	881,100
StoneMor Partners, LP, 10.25%, 12/01/2017 144A	4,005,000	4,165,200
		<u>11,841,913</u>
Hotels, Restaurants & Leisure 3.5%		
AMC Entertainment, Inc., 8.75%, 06/01/2019	235,000	243,225
Boyd Gaming Corp.:		
7.125%, 02/01/2016	1,880,000	1,677,900
7.75%, 12/15/2012	950,000	954,750
Caesars Entertainment, Inc., 7.875%, 03/15/2010	1,465,000	1,468,662
Harrahs Entertainment Corp.:		
10.00%, 12/15/2018	460,000	365,700
11.25%, 06/01/2017	4,285,000	4,552,812
Inn of the Mountain Gods Resort & Casino, 12.00%, 11/15/2010 +	1,685,000	829,863
Landry's Restaurants, Inc., 11.625%, 12/01/2015 144A	265,000	284,875
MGM MIRAGE:		
6.625%, 07/15/2015	920,000	761,300
8.50%, 09/15/2010	1,645,000	1,653,225
11.125%, 11/15/2017 144A	620,000	697,500
11.375%, 03/01/2018 144A	630,000	595,350
Pinnacle Entertainment, Inc., 7.50%, 06/15/2015	2,545,000	2,354,125
Pokagon Gaming Authority, 10.375%, 06/15/2014 144A	120,000	125,250
Scientific Games Corp., 9.25%, 06/15/2019 144A	1,285,000	1,352,463
Seneca Gaming Corp., 7.25%, 05/01/2012	385,000	375,375
Shingle Springs Tribal Gaming Authority, 9.375%, 06/15/2015 144A	2,790,000	2,204,100
Speedway Motorsports, Inc., 8.75%, 06/01/2016	2,075,000	2,204,687
Trump Entertainment Resorts, Inc., 8.50%, 06/01/2015	5,011,000	150,330
Universal City Development Partners, Ltd.:		

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8.875%, 11/15/2015 144A	125,000	125,938
10.875%, 11/15/2016 144A	125,000	129,375
Wynn Resorts, Ltd., 7.875%, 11/01/2017 144A	105,000	105,000
		<u>23,211,805</u>
Household Durables 1.9%		
D.R. Horton, Inc., 9.75%, 09/15/2010	4,820,000	4,976,650
Lennar Corp.:		
5.125%, 10/01/2010	1,230,000	1,239,225
12.25%, 06/01/2017	125,000	152,500
Libbey, Inc.:		
10.00%, 02/15/2015 144A	860,000	864,300
FRN, 7.48%, 06/01/2011	1,320,000	1,353,000

EVERGREEN INCOME ADVANTAGE FUND
SCHEDULE OF INVESTMENTS continued

January 31, 2010 (unaudited)