

EATON VANCE MUNICIPAL INCOME TRUST
Form N-Q
October 30, 2007

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED MANAGEMENT INVESTMENT COMPANIES

Investment Company Act File Number

811-09141

Eaton Vance Municipal Income Trust

(Exact Name of Registrant as Specified in Charter)

**The Eaton Vance Building,
255 State Street, Boston, Massachusetts**
(Address of Principal Executive Offices)

02109
(Zip code)

Alan R. Dynner, Esq.

Eaton Vance Management, 255 State Street, Boston, Massachusetts 02109
(Name and Address of Agent for Services)

Registrant's Telephone Number, Including Area Code:

(617) 482-8260

Date of Fiscal Year End:

November 30

Date of Reporting Period:

August 31, 2007

Item 1. Schedule of Investments

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Eaton Vance Municipal Income Trust

as of August 31, 2007

PORTFOLIO OF INVESTMENTS (Unaudited)

Tax-Exempt Investments 186.5%

Principal

Amount

(000 s omitted)

| | Security | Value |
|-------------------------------------|---|----------------------|
| Cogeneration 1.2% | | |
| \$ 2,950 | Maryland Energy Cogeneration, (AES Warrior Run), (AMT), 7.40%, 9/1/19 | \$ 2,957,552 |
| | | \$ 2,957,552 |
| Education 5.1% | | |
| \$ 9,000 | California Educational Facilities Authority, (Stanford University), 5.25%, 12/1/32 (1) | \$ 9,299,160 |
| 3,430 | Massachusetts Development Finance Agency, (Boston University), 5.45%, 5/15/59 | 3,423,792 |
| | | \$ 12,722,952 |
| Electric Utilities 11.5% | | |
| \$ 6,500 | Brazos River Authority, TX, (Reliant Energy, Inc.), 7.75%, 12/1/18 | \$ 6,757,725 |
| 1,300 | Brazos River Authority, TX, Pollution Control Revenue (Texas Energy Co.), (AMT), 5.40%, 5/1/29 | 1,233,908 |
| 2,000 | Brazos River Authority, TX, Pollution Control Revenue (Texas Energy Co.), (AMT), 6.75%, 4/1/38 | 2,077,920 |
| 3,550 | Mississippi Business Finance Corp., (System Energy Resources, Inc.), 5.90%, 5/1/22 | 3,584,222 |
| 7,250 | North Carolina Municipal Power Agency, (Catawba), 6.50%, 1/1/20 | 7,684,710 |
| 6,950 | Pennsylvania Economic Development Authority, (Reliant Energy, Inc.), (AMT), 6.75%, 12/1/36 | 7,554,997 |
| | | \$ 28,893,482 |
| Escrowed / Prerefunded 15.2% | | |
| \$ 3,000 | Capital Trust Agency, FL, (Seminole Tribe Convention), Prerefunded to 10/1/12, 8.95%, 10/1/33 (2) | \$ 3,562,020 |
| 35,000 | Dawson Ridge, CO, Metropolitan District #1, Escrowed to Maturity, 0.00%, 10/1/22 | 17,291,400 |
| 1,000 | Halifax, FL, Medical Center, Prerefunded to 10/01/10, 7.25%, 10/1/24 | 1,116,160 |
| 5,000 | Illinois Health Facility Authority, (Loyola University Health System), Prerefunded to 7/1/11, 6.00%, 7/1/21 | 5,385,900 |
| 4,300 | Louisiana Public Facilities Authority, (Eden Point), Prerefunded to 3/1/09, 6.25%, 3/1/34 | 4,529,190 |
| 1,400 | Mesquite, TX, Health Facilities Authority, (Christian Retirement Facility), Prerefunded to 2/15/10, 7.625%, 2/15/28 | 1,535,940 |
| 302 | New York, Prerefunded to 6/1/13, 5.25%, 6/1/28 (1) | 301,700 |
| 1,290 | Tobacco Settlement Financing Corp., NJ, Prerefunded to 6/1/13, 6.75%, 6/1/39 | 1,482,287 |
| 1 | | |

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| | | | |
|---|-------|--|----------------------|
| \$ | 2,720 | Wisconsin Health & Educational Facilities Authority, (Wisconsin Illinois Senior Housing), Prerefunded to 8/1/09, 7.00%, 8/1/29 | \$ 2,897,344 |
| | | | \$ 38,101,941 |
| General Obligations 2.0% | | | |
| \$ | 1,500 | California, 5.25%, 11/1/29 | \$ 1,547,265 |
| 3,298 | | New York City, NY, 5.25%, 6/1/28 (1) | 3,433,120 |
| | | | \$ 4,980,385 |
| Health Care - Miscellaneous 0.9% | | | |
| \$ | 457 | Tax Exempt Securities Trust, Community Health Provider, Pooled Loan Program, 6.00%, 12/1/36 | \$ 467,540 |
| 1,206 | | Tax Exempt Securities Trust, Community Health Provider, Pooled Loan Program, 6.25%, 12/1/36 | 1,236,159 |
| 458 | | Tax Exempt Securities Trust, Community Health Provider, Pooled Loan Program, 7.75%, 12/1/36 | 472,197 |
| | | | \$ 2,175,896 |
| Hospital 15.1% | | | |
| \$ | 2,000 | Brevard County, FL, Health Facilities Authority, (Health First, Inc.), 5.00%, 4/1/36 | \$ 1,937,820 |
| 600 | | Camden County, NJ, Improvement Authority, (Cooper Health System), 5.00%, 2/15/25 | 573,402 |
| 1,260 | | Camden County, NJ, Improvement Authority, (Cooper Health System), 5.00%, 2/15/35 | 1,160,384 |
| 1,200 | | Camden County, NJ, Improvement Authority, (Cooper Health System), 5.25%, 2/15/27 | 1,170,696 |
| 835 | | Chautauqua County, NY, Industrial Development Agency, (Women s Christian Association), 6.35%, 11/15/17 | 861,712 |
| 975 | | Chautauqua County, NY, Industrial Development Agency, (Women s Christian Association), 6.40%, 11/15/29 | 1,003,694 |
| 6,000 | | Henderson, NV, Health Care Facility, 5.625%, 7/1/24 | 6,191,580 |
| 2,635 | | Highland County, OH, (Joint Township Hospital District), 6.75%, 12/1/29 | 2,834,180 |
| 5,025 | | Indiana Health & Educational Facilities Authority, (Clarian Health Partners), 5.00%, 2/15/36 | 4,840,331 |
| 2,000 | | Knox County, TN, Health, Educational & Housing Facilities Board, (Covenant Health), 0.00%, 1/1/38 | 361,480 |
| 5,000 | | Knox County, TN, Health, Educational & Housing Facilities Board, (Covenant Health), 0.00%, 1/1/39 | 851,550 |
| 7,590 | | Knox County, TN, Health, Educational & Housing Facilities Board, (Covenant Health), 0.00%, 1/1/42 | 1,091,062 |
| 900 | | Louisiana Public Facilities Authority, (Ochsner Clinic Foundation Project), 5.50%, 5/15/32 | 1,006,245 |
| 2,575 | | Louisiana Public Facilities Authority, (Tuoro Infirmary), 5.625%, 8/15/29 | 2,579,069 |
| 2,000 | | Martin County, MN, (Fairmont Community Hospital Association), 6.625%, 9/1/22 | 2,081,520 |
| 2 | | | |

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| | | | |
|---|-------|---|----------------------|
| \$ | 500 | Mecosta County, MI, General Hospital, 5.75%, 5/15/09 | \$ 504,105 |
| 2,500 | | Mecosta County, MI, General Hospital, 6.00%, 5/15/18 | 2,541,575 |
| 5,000 | | North Central, TX, Health Facility Development Corp., (Baylor Healthcare System), 5.125%, 5/15/29 | 5,028,100 |
| 1,320 | | Oneonta, AL, Eastern Health Care Facility Financing Authority, (Eastern Health Systems, Inc.), 7.75%, 7/1/21 | 1,412,228 |
| | | | \$ 38,030,733 |
| Housing 13.2% | | | |
| \$ | 2,420 | Capital Trust Agency, FL, (Atlantic Housing Foundation), 5.35%, 7/1/40 | \$ 2,363,130 |
| 4,000 | | Charter Mac Equity Trust, TN, 6.00%, 4/30/19 (2) | 4,295,960 |
| 4,000 | | Charter Mac Equity Trust, TN, (AMT), 6.625%, 6/30/09 (2) | 4,146,040 |
| 2,130 | | Colorado Housing and Finance Authority, (Birchwood Manor Project), (AMT), 5.50%, 9/20/36 | 2,143,930 |
| 1,425 | | Fairfax County Redevelopment and Housing Authority, (Cedar Ridge), (AMT), 4.85%, 10/1/48 | 1,300,840 |
| 3,045 | | Florida Capital Projects Finance Authority, Student Housing Revenue, (Florida University), Prerefunded to 8/15/10, 7.75%, 8/15/20 | 3,388,720 |
| 1,715 | | Lake Creek, CO, Affordable Housing Corp., Multifamily, 7.00%, 12/1/23 | 1,718,344 |
| 4,000 | | Muni Mae Tax-Exempt Bond, LLC, (AMT), 6.875%, 6/30/49 (2) | 4,161,760 |
| 2,750 | | North Little Rock, AR, Residential Housing Facilities, (Parkstone Place), 6.50%, 8/1/21 | 2,787,153 |
| 3,395 | | Oregon Health Authority, (Trillium Affordable Housing), (AMT), 6.75%, 2/15/29 | 3,528,390 |
| 3,300 | | Texas Student Housing Corp., (University of Northern Texas), 6.75%, 7/1/16 | 3,259,740 |
| | | | \$ 33,094,007 |
| Industrial Development Revenue 23.9% | | | |
| \$ | 1,780 | ABIA Development Corp., TX, (Austin Cargoport Development), (AMT), 6.50%, 10/1/24 | \$ 1,791,306 |
| 4,135 | | Brazos River, TX, Harbor Navigation District (Dow Chemical Co.), (AMT), 5.125%, 5/15/33 | 3,882,103 |
| 1,522 | | Broward County, FL, Industrial Development Revenue, (Lynxs Cargoport), (AMT), 6.75%, 6/1/19 | 1,541,773 |
| 1,300 | | California Pollution Control Financing Authority, (Solid Waste Disposal), (AMT), 5.40%, 4/1/25 | 1,261,897 |
| 12,000 | | Cartersville, GA, Development Authority Sewer and Solid Waste Disposal Facility, (Anheuser-Busch), (AMT), 5.50%, 3/1/44 | 11,732,160 |
| 3,370 | | Denver, CO, City and County Special Facilities, (United Airlines), (AMT), 5.25%, 10/1/32 | 3,074,653 |
| 2,955 | | Denver, CO, City and County Special Facilities, (United Airlines), (AMT), 5.75%, 10/1/32 | 2,906,656 |

3

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| | | | |
|--|--------|---|----------------------|
| \$ | 1,220 | Effingham County, GA, (Solid Waste Disposal), (Fort James), (AMT), 5.625%, 7/1/18 | \$ 1,175,836 |
| 2,500 | | Gulf Coast, TX, Waste Disposal Authority, (Valero Energy Corp.), (AMT), 5.70%, 4/1/32 | 2,503,475 |
| 6,000 | | New Jersey Economic Development Authority, (Continental Airlines), (AMT), 6.25%, 9/15/29 | 6,083,940 |
| 1,300 | | New York City, NY, Industrial Development Agency, (American Airlines, Inc.), (AMT), Variable Rate, 7.75%, 8/1/31 | 1,493,544 |
| 6,000 | | New York City, NY, Industrial Development Agency, (American Airlines, Inc.-JFK International Airport), Variable Rate, 8.00%, 8/1/28 | 6,951,360 |
| 3,500 | | New York City, NY, Industrial Development Agency, (JFK International Airport), (AMT), Variable Rate, 8.50%, 8/1/28 | 3,951,780 |
| 4,350 | | Phoenix, AZ, Industrial Development Agency, (America West Airlines, Inc.), (AMT), 6.25%, 6/1/19 | 4,376,144 |
| 7,500 | | St. John Baptist Parish Revenue, LA, (Marathon Oil Corp.), 5.125%, 6/1/37 | 7,229,025 |
| | | | \$ 59,955,652 |
| Insured-Electric Utilities 0.6% | | | |
| \$ | 1,350 | Wamego, KS, Pollution Control Revenue, (MBIA), 5.30%, 6/1/31 | \$ 1,397,466 |
| | | | \$ 1,397,466 |
| Insured-General Obligations 14.4% | | | |
| \$ | 10,500 | California, (FGIC), 5.25%, 9/1/30 (1) | \$ 11,003,160 |
| 13,000 | | Illinois Development Finance Authority, (Local Government Program-Elgin School District-U46), (FSA), 0.00%, 1/1/20 | 7,418,970 |
| 2,075 | | North Las Vegas, NV, Wastewater Reclamation System, (MBIA), 4.25%, 10/1/33 | 1,859,262 |
| 9,990 | | Puerto Rico, (AGC), 5.50%, 7/1/29 (1) | 11,212,376 |
| 4,000 | | Puerto Rico, (FSA), Variable Rate, 7.642%, 7/1/27 (2)(3) | 4,602,240 |
| | | | \$ 36,096,008 |
| Insured-Hospital 11.5% | | | |
| \$ | 16,820 | Kentucky Economic Development Authority, (Norton Healthcare, Inc.), (MBIA), 0.00%, 10/1/25 | \$ 6,647,600 |
| 19,165 | | Kentucky Economic Development Authority, (Norton Healthcare, Inc.), (MBIA), 0.00%, 10/1/26 | 7,168,668 |
| 8,590 | | Kentucky Economic Development Authority, (Norton Healthcare, Inc.), (MBIA), 0.00%, 10/1/27 | 3,021,962 |
| 12,000 | | New Jersey Health Care Facilities Financing Authority, (St. Barnabas Medical Center), (MBIA), 4.75%, 7/1/28 (1) | 12,022,920 |
| | | | \$ 28,861,150 |
| 4 | | | |

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| | | | |
|---|--------|--|----------------------|
| Insured-Housing 5.6% | | | |
| \$ | 13,710 | Virginia Housing Development Authority, (MBIA), 5.375%, 7/1/36 (1) | \$ 13,989,374 |
| | | | \$ 13,989,374 |
| Insured-Pooled Loan 1.3% | | | |
| \$ | 3,625 | Massachusetts Educational Financing Authority, (AMBAC), (AMT), 4.70%, 1/1/33 | \$ 3,393,435 |
| | | | \$ 3,393,435 |
| Insured-Special Tax Revenue 4.4% | | | |
| \$ | 4,100 | New York Convention Center Development Corp., (AMBAC), 4.75%, 11/15/45 | \$ 3,942,642 |
| 37,800 | | Puerto Rico Sales Tax Financing, (AMBAC), 0.00%, 8/1/54 | 3,338,496 |
| 6,160 | | Puerto Rico Sales Tax Financing, (MBIA), 0.00%, 8/1/44 | 932,501 |
| 12,215 | | Puerto Rico Sales Tax Financing, (MBIA), 0.00%, 8/1/45 | 1,756,273 |
| 7,685 | | Puerto Rico Sales Tax Financing, (MBIA), 0.00%, 8/1/46 | 1,049,079 |
| | | | \$ 11,018,991 |
| Insured-Transportation 23.0% | | | |
| \$ | 1,500 | Central, TX, Regional Mobility Authority, (FGIC), 5.00%, 1/1/45 | \$ 1,508,595 |
| 3,500 | | Chicago, IL, O Hare International Airport, (AMBAC), (AMT), 5.375%, 1/1/32 | 3,552,640 |
| 2,500 | | Dallas Fort Worth, International Airport Facility Improvements Corp., (FGIC), (AMT), 5.50%, 11/1/20 (1) | 2,603,000 |
| 4,930 | | Dallas-Fort Worth, TX, International Airport, (FGIC), (AMT), 5.75%, 11/1/30 (1) | 5,081,735 |
| 4,500 | | Dallas-Fort Worth, TX, International Airport, (FGIC), (AMT), 6.125%, 11/1/35 (1) | 4,674,960 |
| 5,500 | | Director of the State of Nevada Department of Business and Industry, (Las Vegas Monorail), (AMBAC), 5.375%, 1/1/40 | 5,591,190 |
| 6,600 | | E-470 Public Highway Authority, CO, (MBIA), 0.00%, 9/1/39 | 1,245,288 |
| 25,500 | | E-470 Public Highway Authority, CO, (MBIA), 0.00%, 3/1/36 | 5,444,505 |
| 7,200 | | Massachusetts Turnpike Authority, Metropolitan Highway System, (MBIA), 5.00%, 1/1/37 (1) | 7,224,840 |
| 9,825 | | Puerto Rico Highway and Transportation Authority, (CIFG), 5.25%, 7/1/41 (1) | 10,649,088 |
| 7,000 | | San Antonio, TX, Airport System, (FGIC), (AMT), 5.25%, 7/1/21 (4) | 7,152,110 |
| 3,000 | | San Francisco, CA, City and County Airports Commission, (FGIC), (AMT), 6.612%, 5/1/30 (2)(3) | 3,015,840 |
| | | | \$ 57,743,791 |
| Insured-Water and Sewer 1.0% | | | |
| \$ | 2,730 | Marysville, OH, Wastewater Treatment System Revenue, (XLCA), 4.75%, 12/1/46 | \$ 2,601,690 |
| | | | \$ 2,601,690 |

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| | | | |
|---------------------------------------|-------|--|----------------------|
| Nursing Home 0.8% | | | |
| \$ | 2,000 | Orange County, FL, Health Facilities Authority, (Westminster Community Care), 6.75%, 4/1/34 | \$ 2,054,420 |
| | | | \$ 2,054,420 |
| Other Revenue 23.1% | | | |
| \$ | 1,955 | Central Falls, RI, Detention Facility Revenue, 7.25%, 7/15/35 | \$ 2,140,588 |
| 5,800 | | Golden State Tobacco Securitization Corp., CA, 5.625%, 6/1/38 (1) | 6,300,279 |
| 3,160 | | Golden State Tobacco Securitization Corp., CA, 6.75%, 6/1/39 | 3,631,409 |
| 8,000 | | Michigan Tobacco Settlement Finance Authority, 6.00%, 6/1/48 | 8,037,200 |
| 1,500 | | Mohegan Tribe Indians, CT, Gaming Authority, (Public Improvements), 6.25%, 1/1/21 | 1,560,105 |
| 2,300 | | Northern Tobacco Securitization Corp., 0.00%, 6/1/46 | 173,972 |
| 6,050 | | Northern Tobacco Securitization Corp., 5.00%, 6/1/46 | 5,171,056 |
| 195 | | Otero County, NM, Jail Project, 5.50%, 4/1/13 | 192,369 |
| 360 | | Otero County, NM, Jail Project, 5.75%, 4/1/18 | 350,395 |
| 100 | | Otero County, NM, Jail Project, 6.00%, 4/1/23 | 97,091 |
| 110 | | Otero County, NM, Jail Project, 6.00%, 4/1/28 | 105,058 |
| 19,500 | | Puerto Rico Infrastructure Financing Authority, 5.50%, 10/1/32 (1) | 20,486,427 |
| 3,008 | | Santa Fe, NM, (Crow Hobbs), 8.50%, 9/1/16 | 3,073,963 |
| 8,530 | | Tobacco Settlement Financing Corp., NJ, 0.00%, 6/1/41 | 930,111 |
| 6,905 | | Tobacco Settlement Financing Corp., VA, 0.00%, 6/1/47 | 546,255 |
| 3,000 | | Tobacco Settlement Financing Corp., VA, 5.625%, 6/1/37 (1) | 3,310,350 |
| 1,415 | | White Earth Band of Chippewa Indians, MN, 6.375%, 12/1/26 | 1,353,702 |
| 250 | | Willacy County, TX, Local Government Corp., 6.00%, 3/1/09 | 254,945 |
| 410 | | Willacy County, TX, Local Government Corp., 6.00%, 9/1/10 | 411,169 |
| | | | \$ 58,126,444 |
| Senior Living / Life Care 4.2% | | | |
| \$ | 3,210 | Cliff House Trust, PA, (AMT), 6.625%, 6/1/27 | \$ 2,191,884 |
| 1,000 | | Fairfax County Economic Development Authority, (Goodwin House, Inc.), 5.125%, 10/1/37 | 909,020 |
| 1,700 | | Fairfax County Economic Development Authority, (Goodwin House, Inc.), 5.125%, 10/1/42 | 1,521,245 |
| 3,240 | | Logan County, CO, Industrial Development Revenue, (TLC Care Choices, Inc.), 6.875%, 12/1/23 (5) | 2,523,377 |
| 1,855 | | Massachusetts Development Finance Agency, (Linden Ponds Inc.), 5.75%, 11/15/35 | 1,793,321 |
| 1,905 | | Massachusetts Development Finance Agency, (Linden Ponds Inc.), 5.75%, 11/15/42 | 1,833,982 |
| | | | \$ 10,772,829 |
| Special Tax Revenue 2.7% | | | |
| \$ | 3,280 | Bell Mountain Ranch, CO, Metropolitan District, 6.625%, 11/15/25 | \$ 3,337,958 |

190

Longleaf, FL, Community Development District, 6.20%,
5/1/09

190,367

6

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| | | | | |
|--|----------------|--|----|----------------------|
| \$ | 1,150 | New Jersey Economic Development Finance Authority, (Cigarette Tax), 5.50%, 6/15/24 | \$ | 1,169,481 |
| 2,115 | | New Jersey Economic Development Finance Authority, (Cigarette Tax), 5.75%, 6/15/29 | | 2,192,261 |
| | | | \$ | 6,890,067 |
| Transportation | 4.7% | | | |
| \$ | 1,500 | Augusta, GA, (AMT), 5.35%, 1/1/28 | \$ | 1,427,610 |
| 2,025 | | Branson, MO, Regional Airport Transportation Development District, (Branson Airport LLC), (AMT), 6.00%, 7/1/37 | | 1,913,706 |
| 915 | | Branson, MO, Regional Airport Transportation Development District, (Branson Airport LLC), (AMT), 6.00%, 7/1/25 | | 886,223 |
| 7,500 | | Kent County Airport Facility, 5.00%, 1/1/25 (1) | | 7,547,850 |
| | | | \$ | 11,775,389 |
| Water and Sewer | 1.1% | | | |
| \$ | 3,405 | Massachusetts Water Resources Authority, 4.00%, 8/1/46 | \$ | 2,819,000 |
| | | | \$ | 2,819,000 |
| Total Tax-Exempt Investments | 186.5% | | | |
| (identified cost \$455,435,689) | | | \$ | 468,452,654 |
| Other Assets, Less Liabilities | (34.3)% | | \$ | (86,242,084) |
| Auction Preferred Shares Plus Cumulative Unpaid Dividends | (52.2)% | | \$ | (131,029,256) |
| Net Assets Applicable to Common Shares | 100.0% | | \$ | 251,181,314 |

| | |
|-------|--|
| AGC | Assured Guaranty Corp. |
| AMBAC | AMBAC Financial Group, Inc. |
| AMT | Interest earned from these securities may be considered a tax preference item for purposes of the Federal Alternative Minimum Tax. |
| CIFG | CDC IXIS Financial Guaranty North America, Inc. |
| FGIC | Financial Guaranty Insurance Company |
| FSA | Financial Security Assurance, Inc. |
| MBIA | Municipal Bond Insurance Association |
| XLCA | XL Capital Assurance, Inc. |

At August 31, 2007, the concentration of the Trust's investments in the various states, determined as a percentage of net assets, is as follows:

| | | |
|---|-------|---|
| Puerto Rico | 21.5 | % |
| Texas | 19.8 | % |
| Colorado | 15.8 | % |
| California | 14.4 | % |
| New Jersey | 10.7 | % |
| Others, representing less than 10% individually | 104.3 | % |

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The Trust invests primarily in debt securities issued by municipalities. The ability of the issuers of the debt securities to meet their obligations may be affected by economic developments in a specific industry or municipality. In order to reduce the risk associated with such economic developments, at August 31, 2007, 33.1% of total investments are backed by bond insurance of various financial institutions and financial guaranty assurance agencies. The aggregate percentage insured by an individual financial institution ranged from .6% to 13.6% of total investments.

- (1) Security represents the underlying municipal obligation of an inverse floating rate obligation held by the Trust.
- (2) Security exempt from registration under Rule 144A of the Securities Act of 1933. These securities may be sold in transactions exempt from registration, normally to qualified institutional buyers. At August 31, 2007, the aggregate value of the securities is \$23,783,860 or 9.5% of the net assets applicable to common shares.
- (3) Security has been issued as a leveraged inverse floater bond. The stated interest rate represents the rate in effect at August 31, 2007.
- (4) Security (or a portion thereof) has been segregated to cover margin requirements on open financial futures contracts.
- (5) Security is in default and making only partial interest payments.

A summary of financial instruments at August 31, 2007 is as follows:

Futures Contracts

| Expiration Date | Contracts | Position | Aggregate Cost | Value | Net Unrealized Depreciation |
|-----------------|------------------------|----------|------------------|------------------|-----------------------------|
| 12/07 | 500 U.S. Treasury Bond | Short | \$ (55,607,131) | \$ (55,781,250) | \$ (174,119) |

Interest Rate Swaps

| Counterparty | Notional Amount | Annual Fixed Rate Paid By Fund | Floating Rate Paid To Fund | Effective Date/ Termination Date | Unrealized Appreciation (Depreciation) |
|---|-----------------|--------------------------------|------------------------------|---|--|
| Citibank, N.A. | \$ 7,500,000 | 5.732 % | 3 month USD-LIBOR-BBA | May 16, 2008/ May 16, 2038 | \$ (313,746) |
| Lehman Brothers Special Financing, Inc. | \$ 15,000,000 | 3.896 % | USD-BMA-Municipal Swap Index | October 23, 2007/ October 23, 2037 | \$ 577,300 |
| Lehman Brothers Special Financing, Inc. | \$ 10,950,000 | 5.503 % | 3 month USD-LIBOR-BBA | September 28, 2008/ September 28, 2038 | \$ (62,372) |
| Merrill Lynch Capital Services, Inc. | \$ 7,500,000 | 5.817 % | 3 month USD-LIBOR-BBA | April 1, 2008/ April 1, 2038 | \$ (412,450) |
| | | | | | \$ (211,268) |

The effective date represents the date on which the Fund and the counterparty to the interest rate swap contract began interest rate payment accruals.

At August 31, 2007, the Trust had sufficient cash and/or securities to cover commitments under these contracts.

The cost and unrealized appreciation (depreciation) in value of the investments owned at August 31, 2007 as computed on a federal income tax basis, were as follows:

| | | |
|------------------------------------|------------|--------------------|
| Aggregate cost | \$ | 368,265,544 |
| Gross unrealized appreciation | \$ | 20,432,755 |
| Gross unrealized depreciation | (7,537,639 |) |
| Net unrealized appreciation | \$ | 12,895,116 |

9

Item 2. Controls and Procedures

(a) It is the conclusion of the registrant's principal executive officer and principal financial officer that the effectiveness of the registrant's current disclosure controls and procedures (such disclosure controls and procedures having been evaluated within 90 days of the date of this filing) provide reasonable assurance that the information required to be disclosed by the registrant has been recorded, processed, summarized and reported within the time period specified in the Commission's rules and forms and that the information required to be disclosed by the registrant has been accumulated and communicated to the registrant's principal executive officer and principal financial officer in order to allow timely decisions regarding required disclosure.

(b) There have been no changes in the registrant's internal controls over financial reporting during the fiscal quarter for which the report is being filed that have materially affected, or are reasonably likely to materially affect the registrant's internal control over financial reporting.

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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.

Eaton Vance Municipal Income Trust

By: /s/ Robert B. MacIntosh
Robert B. MacIntosh
President and Principal Executive Officer
Date: October 23, 2007

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.

By: /s/ Robert B. MacIntosh
Robert B. MacIntosh
President and Principal Executive Officer
Date: October 23, 2007
By: /s/ Barbara E. Campbell
Barbara E. Campbell
Treasurer and Principal Financial Officer
Date: October 23, 2007
