

EVERGREEN INCOME ADVANTAGE FUND
Form N-Q
March 31, 2008

OMB APPROVAL

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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, 2008](#). This [one](#) series has an [April 30 fiscal year end](#) .

Date of reporting period: [January 31, 2008](#)

Item 1 – Schedule of Investments

EVERGREEN INCOME ADVANTAGE FUND
SCHEDULE OF INVESTMENTS

January 31, 2008 (unaudited)

	Principal Amount	Value
CORPORATE BONDS 140.3%		
CONSUMER DISCRETIONARY 36.4%		
Auto Components 3.7%		
Cooper Tire & Rubber Co.:		
7.00%, 12/15/2012	\$ 535,000	\$ 465,450
7.625%, 03/15/2027	6,935,000	5,964,100
Goodyear Tire & Rubber Co.:		
9.00%, 07/01/2015	7,880,000	8,274,000
11.25%, 03/01/2011	4,900,000	5,194,000
Metaldyne Corp.:		
10.00%, 11/01/2013	12,246,000	8,878,350
11.00%, 06/15/2012	6,377,000	3,124,730
		<u>31,900,630</u>
Automobiles 2.2%		
Ford Motor Co.:		
5.80%, 01/12/2009	350,000	340,508
7.45%, 07/16/2031	2,340,000	1,737,450
7.70%, 05/15/2097	6,075,000	4,161,375
General Motors Corp.:		
7.20%, 01/15/2011	10,310,000	9,459,425
8.25%, 07/15/2023	3,860,000	3,107,300
		<u>18,806,058</u>
Diversified Consumer Services 0.8%		
Carriage Services, Inc., 7.875%, 01/15/2015	2,290,000	2,244,200
Education Management, LLC:		
8.75%, 06/01/2014	1,780,000	1,722,150
10.25%, 06/01/2016	2,035,000	1,948,513
Service Corporation International, 6.75%, 04/01/2015	900,000	895,500
		<u>6,810,363</u>
Hotels, Restaurants & Leisure 9.6%		
Caesars Entertainment, Inc.:		
7.875%, 03/15/2010	4,169,000	3,944,916
8.125%, 05/15/2011	1,350,000	1,182,938
Fontainebleau Las Vegas Holdings, LLC, 10.25%, 06/15/2015 144A	13,618,000	10,281,590
Inn of the Mountain Gods Resort & Casino, 12.00%, 11/15/2010	10,670,000	10,670,000
Isle of Capri Casinos, Inc., 7.00%, 03/01/2014	19,378,000	15,017,950
Outback Steakhouse, Inc., 10.00%, 06/15/2015 144A	1,600,000	1,016,000
Pokagon Gaming Authority, 10.375%, 06/15/2014 144A	6,230,000	6,471,412
Seneca Gaming Corp., 7.25%, 05/01/2012	2,320,000	2,262,000
Shingle Springs Tribal Gaming Authority, 9.375%, 06/15/2015 144A	6,470,000	5,855,350
Six Flags, Inc.:		
8.875%, 02/01/2010	1,670,000	1,231,625

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9.625%, 06/01/2014	3,385,000	2,276,413
Trump Entertainment Resorts, Inc., 8.50%, 06/01/2015	13,170,000	9,548,250
Universal City Development Partners, Ltd., 11.75%, 04/01/2010	11,315,000	11,682,737
		<u>81,441,181</u>
Household Durables 3.8%		
Centex Corp., 4.875%, 08/15/2008	3,080,000	3,011,079
D.R. Horton, Inc., 5.00%, 01/15/2009	4,595,000	4,445,663
Hovnanian Enterprises, Inc.:		
6.00%, 01/15/2010	1,670,000	943,550
6.50%, 01/15/2014	1,105,000	762,450
KB Home:		
7.75%, 02/01/2010	2,435,000	2,361,950
8.625%, 12/15/2008	1,345,000	