

Eaton Vance Short Duration Diversified Income Fund
Form N-CSRS
June 28, 2011

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: 811-21563

Eaton Vance Short Duration Diversified Income Fund

(Exact Name of Registrant as Specified in Charter)

Two International Place, Boston, Massachusetts 02110

(Address of Principal Executive Offices)

Maureen A. Gemma

Two International Place, Boston, Massachusetts 02110

(Name and Address of Agent for Services)

(617) 482-8260

(Registrant's Telephone Number)

October 31

Date of Fiscal Year End

April 30, 2011

Date of Reporting Period

Item 1. Reports to Stockholders

Eaton Vance
Short Duration Diversified
Income Fund
Semiannual Report
April 30, 2011

Managed Distribution Plan. On March 10, 2009, the Fund received authorization from the Securities and Exchange Commission to distribute long-term capital gains to shareholders more frequently than once per year. In this connection, the Board of Trustees formally approved the implementation of a Managed Distribution Plan (MDP) to make monthly cash distributions to common shareholders, stated in terms of a fixed amount per common share. The Fund intends to pay monthly cash distributions equal to \$0.09 per share. You should not draw any conclusions about the Fund's investment performance from the amount of these distributions or from the terms of the MDP. The MDP will be subject to regular periodic review by the Fund's Board of Trustees. With each distribution, the Fund will issue a notice to shareholders and an accompanying press release which will provide detailed information required by the Fund's exemptive order. The Fund's Board of Trustees may amend or terminate the MDP at any time without prior notice to Fund shareholders. However, at this time there are no reasonably foreseeable circumstances that might cause the termination of the MDP.

Fund shares are not insured by the FDIC and are not deposits or other obligations of, or guaranteed by, any depository institution. Shares are subject to investment risks, including possible loss of principal invested.

Semiannual Report April 30, 2011

Eaton Vance

Short Duration Diversified Income Fund

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Eaton Vance

Short Duration Diversified Income Fund

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Portfolio Managers Payson F. Swaffield, CFA; Mark S. Venezia, CFA; Susan Schiff, CFA; Scott H. Page, CFA; Catherine C. McDermott

Performance¹

New York Stock Exchange (NYSE) Symbol

Inception Date (2/28/05)

EVG

% Average Annual Total Returns at net asset value (NAV)

Six Months	4.45
One Year	6.88
Five Years	8.00
Since Inception	7.42

% Average Annual Total Returns at market price, NYSE

Six Months	-1.07
One Year	2.54
Five Years	8.73
Since Inception	5.83

% **Premium/(Discount) to NAV (4/30/11)** (8.75)

Distributions

Total Distributions per share (10/31/10 - 4/30/11)	\$ 0.620
Distribution Rate at NAV ²	5.87%
Distribution Rate at market price ²	6.43%

% **Total Leverage³**

Derivatives	38.5
Borrowings	15.5

Comparative Performance⁴

% Return

Lipper Global Income Funds Average at NAV*

Six Months	6.21
One Year	14.56
Five Years	9.04
Since Inception (2/28/05)	8.68

* Source: Lipper.

See Endnotes and Additional Disclosures on page 4.

Past performance is no guarantee of future results. Returns are historical and are calculated by determining the percentage change in NAV or market price (as applicable) with all distributions reinvested. Fund performance at market price will differ from its results at NAV due to factors such as changing perceptions about the Fund, market conditions, fluctuations in supply and demand for Fund shares, or changes in Fund distributions. Investment return and principal value will fluctuate so that shares, when sold, may be worth more or less than their original cost. Performance less than one year is cumulative. Performance is for the stated time period only; due to market volatility, current Fund performance may be lower or higher than the quoted return. For performance as of the most recent month end, please refer to www.eatonvance.com.

Eaton Vance

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Fund Profile

Asset Allocations⁵ (% of total leveraged assets)

See Endnotes and Additional Disclosures on page 4.

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Eaton Vance

Short Duration Diversified Income Fund

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Endnotes and Additional Disclosures

1. Performance results reflect the effects of leverage.
2. The Distribution Rate is based on the Fund's last regular distribution per share in the period (annualized) divided by the Fund's NAV or market price at the end of the period. The Fund's distributions may be comprised of ordinary income, net realized capital gains and return of capital.
3. The use of leverage creates an opportunity for income, but creates risks including greater price volatility. The cost of borrowings rises and falls with changes in short-term interest rates. The Fund is required to maintain prescribed asset coverage for its borrowings, which could be reduced if Fund asset values decline.
4. It is not possible to invest in a Lipper classification. Lipper Average reflects the average annual total return, at NAV, of funds in the same Lipper classification as the Fund.
5. Total leveraged assets include all assets of the Fund (including those acquired with financial leverage), the notional value of long and short forward foreign currency contracts and other foreign obligations derivatives held by the Fund. Fund Allocations as a percentage of the Fund's net assets amounted to 217.3%. Fund Allocations are subject to change due to active management. Please refer to the definition of total leveraged assets within the Notes to Consolidated Financial Statements included herein.

Important Notice to Shareholders Effective April 29, 2011, the Fund's portfolio management team includes Payson F. Swaffield, Mark S. Venezia, Susan Schiff, Scott H. Page and Catherine C. McDermott.

Eaton Vance
Short Duration Diversified Income Fund

April 30, 2011

Consolidated Portfolio of Investments (Unaudited)

Senior Floating-Rate Interests 44.0%)

Principal Amount* (000 s omitted)	Borrower/Tranche Description	Value
Aerospace and Defense 0.6%		
DAE Aviation Holdings, Inc.		
111	Term Loan, 5.28%, Maturing July 31, 2014	\$ 111,925
115	Term Loan, 5.28%, Maturing July 31, 2014	116,186
Doncasters (Dundee HoldCo 4 Ltd.)		
114	Term Loan, 4.21%, Maturing July 13, 2015	111,534
114	Term Loan, 4.71%, Maturing July 13, 2015	111,534
GBP 250	Term Loan - Second Lien, 6.63%, Maturing January 13, 2016	397,752
Evergreen International Aviation		
174	Term Loan, 10.50%, Maturing October 31, 2011 ⁽²⁾	172,246
International Lease Finance Co.		
500	Term Loan, 6.75%, Maturing March 17, 2015	503,795
TransDigm, Inc.		
449	Term Loan, 4.00%, Maturing February 14, 2017	454,380
		\$ 1,979,352
Automotive 2.7%		
Adesa, Inc.		
677	Term Loan, 2.97%, Maturing October 18, 2013	\$ 676,094
Allison Transmission, Inc.		
757	Term Loan, 2.99%, Maturing August 7, 2014	757,340
Delphi Automotive		
1,675	Term Loan, 5.00%, Maturing April 14, 2017	1,673,828

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Federal-Mogul Corp.		
557	Term Loan, 2.15%, Maturing December 28, 2015	544,637
944	Term Loan, 2.17%, Maturing December 29, 2014	922,393
Ford Motor Co.		
768	Term Loan, 2.97%, Maturing December 16, 2013	769,802
Goodyear Tire & Rubber Co.		
3,175	Term Loan - Second Lien, 1.94%, Maturing April 30, 2014	3,136,106
Metaldyne, LLC		
199	Term Loan, 7.75%, Maturing October 28, 2016	203,975
TriMas Corp.		
357	Term Loan, 6.00%, Maturing August 2, 2011	359,447
273	Term Loan, 6.00%, Maturing December 15, 2015	275,449
		\$ 9,319,071
Building and Development 0.2%		
Brickman Group Holdings, Inc.		
249	Term Loan, 7.25%, Maturing October 14, 2016	\$ 254,882
Panolam Industries Holdings, Inc.		
116	Term Loan, 8.25%, Maturing December 31, 2013	107,713
RE/MAX International, Inc.		
415	Term Loan, 5.50%, Maturing April 15, 2016	417,318
		\$ 779,913
Business Equipment and Services 4.0%		
Activant Solutions, Inc.		
65	Term Loan, 2.31%, Maturing May 2, 2013	\$ 65,217
392	Term Loan, 4.81%, Maturing February 2, 2016	392,009
Axiom Corp.		
407	Term Loan, 3.27%, Maturing March 15, 2015	406,182
Advantage Sales & Marketing, Inc.		
374	Term Loan, 5.25%, Maturing December 18, 2017	376,477
Affinion Group, Inc.		
1,041	Term Loan, 5.00%, Maturing October 10, 2016	1,044,742
Dealer Computer Services, Inc.		
475	Term Loan, 3.75%, Maturing April 20, 2018	479,647
Education Management, LLC		
842	Term Loan, 2.06%, Maturing June 3, 2013	829,348
Fifth Third Processing Solution		
175	Term Loan, 5.50%, Maturing November 3, 2016	176,374

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First American Corp.			
	248	Term Loan, 4.75%, Maturing April 12, 2016	249,521
Language Line, LLC			
	449	Term Loan, 6.25%, Maturing June 20, 2016	453,364
Mitchell International, Inc.			
	187	Term Loan, 2.31%, Maturing March 28, 2014	181,221
NE Customer Service			
	398	Term Loan, 6.00%, Maturing March 23, 2016	397,778
Protection One Alarm Monitor, Inc.			
	372	Term Loan, 6.00%, Maturing May 16, 2016	374,091
Quintiles Transnational Corp.			
	872	Term Loan, 2.31%, Maturing March 29, 2013	870,960
Sabre, Inc.			
	1,337	Term Loan, 2.23%, Maturing September 30, 2014	1,238,425
Serena Software, Inc.			
	1,185	Term Loan, 4.31%, Maturing March 10, 2016	1,181,297
Sitel (Client Logic)			
	165	Term Loan, 5.79%, Maturing January 30, 2014	164,920
SunGard Data Systems, Inc.			
	79	Term Loan, 1.98%, Maturing February 28, 2014	78,592
	2,238	Term Loan, 3.93%, Maturing February 26, 2016	2,251,691

See Notes to Consolidated Financial Statements.

Eaton Vance
Short Duration Diversified Income Fund

April 30, 2011

Consolidated Portfolio of Investments (Unaudited) continued

Principal Amount*	Borrower/Tranche Description	Value
(000 s omitted)		
Business Equipment and Services (continued)		
Travelport, LLC		
EUR 526	Term Loan, 5.66%, Maturing August 21, 2015	\$ 758,340
Valassis Communications, Inc.		
106	Term Loan, 2.56%, Maturing March 2, 2014	105,951
468	Term Loan, 2.56%, Maturing March 2, 2014	466,771
West Corp.		
139	Term Loan, 2.73%, Maturing October 24, 2013	139,186
965	Term Loan, 4.59%, Maturing July 15, 2016	974,327
339	Term Loan, 4.61%, Maturing July 15, 2016	342,680
		\$ 13,999,111
Cable and Satellite Television 3.3%		
Atlantic Broadband Finance, LLC		
253	Term Loan, 4.00%, Maturing March 8, 2016	\$ 254,965
Bresnan Communications, LLC		
224	Term Loan, 4.50%, Maturing December 14, 2017	226,598
Charter Communications Operating, LLC		
782	Term Loan, 2.22%, Maturing March 6, 2014	782,433
CSC Holdings, Inc.		
1,455	Term Loan, 2.06%, Maturing March 29, 2016	1,460,044
Insight Midwest Holdings, LLC		
946	Term Loan, 2.02%, Maturing April 7, 2014	940,191
Kabel Deutschland GmbH		
EUR 978	Term Loan, 3.46%, Maturing March 31, 2014	1,452,235
MCC Iowa, LLC		

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	1,939	Term Loan, 1.94%, Maturing January 31, 2015	1,933,181
NDS Finance, Ltd.			
	275	Term Loan, 4.00%, Maturing March 12, 2018	276,203
ProSiebenSat.1 Media AG			
EUR	232	Term Loan, 2.92%, Maturing June 26, 2015	333,554
EUR	9	Term Loan, 2.96%, Maturing July 3, 2015	13,537
EUR	56	Term Loan, 3.68%, Maturing March 6, 2015	76,502
EUR	56	Term Loan, 3.93%, Maturing March 4, 2016	76,502
UPC Broadband Holding B.V.			
EUR	1,394	Term Loan, 4.71%, Maturing December 31, 2016	2,052,468
EUR	604	Term Loan, 4.96%, Maturing December 31, 2017	890,122
YPSO Holding SA			
EUR	252	Term Loan, 4.95%, Maturing June 16, 2014 ⁽²⁾	338,873
EUR	97	Term Loan, 5.11%, Maturing June 16, 2014 ⁽²⁾	130,777
EUR	159	Term Loan, 5.11%, Maturing June 16, 2014 ⁽²⁾	213,373
			\$ 11,451,558
Chemicals and Plastics 2.4%			
Celanese Holdings, LLC			
	1,029	Term Loan, 3.30%, Maturing October 31, 2016	\$ 1,038,717
Huntsman International, LLC			
	567	Term Loan, 1.74%, Maturing April 21, 2014	563,139
	1,547	Term Loan, 2.77%, Maturing April 19, 2017	1,540,098
INEOS Group			
	1,117	Term Loan, 7.50%, Maturing December 16, 2013	1,158,791
	1,118	Term Loan, 8.00%, Maturing December 16, 2014	1,159,503
MacDermid, Inc.			
EUR	322	Term Loan, 3.40%, Maturing April 11, 2014	469,080
Momentive Performance Materials			
	496	Term Loan, 3.75%, Maturing May 5, 2015	493,633
Nalco Co.			
	299	Term Loan, 4.50%, Maturing October 5, 2017	301,609
Rockwood Specialties Group, Inc.			
	475	Term Loan, 3.75%, Maturing February 9, 2018	480,344
Solutia, Inc.			
	529	Term Loan, 3.50%, Maturing August 1, 2017	533,039
Styron S.A.R.L.			
	399	Term Loan, 6.00%, Maturing August 2, 2017	403,612
Univar, Inc.			
	299	Term Loan, 5.00%, Maturing June 30, 2017	301,895
			\$ 8,443,460

Conglomerates 1.7%

Goodman Global Holdings, Inc.

373 Term Loan, 5.75%, Maturing October 28, 2016 \$ 376,972

Jarden Corp.

529 Term Loan, 3.24%, Maturing January 31, 2017 535,387

Manitowoc Company, Inc. (The)

526 Term Loan, 5.31%, Maturing November 6, 2013 527,310

59 Term Loan, 8.00%, Maturing November 6, 2014 59,779

RBS Global, Inc.

2,000 Term Loan, 2.79%, Maturing July 19, 2013 2,000,000

RGIS Holdings, LLC

37 Term Loan, 2.80%, Maturing April 30, 2014 36,055

731 Term Loan, 2.81%, Maturing April 30, 2014 721,104

Service Master Co.

45 Term Loan, 2.72%, Maturing July 24, 2014 44,517

454 Term Loan, 2.76%, Maturing July 24, 2014 447,019

US Investigations Services, Inc.

507 Term Loan, 3.06%, Maturing February 21, 2015 503,202

See Notes to Consolidated Financial Statements.

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Consolidated Portfolio of Investments (Unaudited) continued

Principal Amount* (000 s omitted)	Borrower/Tranche Description	Value
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Conglomerates (continued)

Walter Industries, Inc.		
450	Term Loan, 4.00%, Maturing April 2, 2018	\$ 454,472
		\$ 5,705,817

Containers and Glass Products 0.9%

Berry Plastics Corp.		
524	Term Loan, 2.31%, Maturing April 3, 2015	\$ 505,801
Consolidated Container Co.		
292	Term Loan, 2.44%, Maturing March 28, 2014	286,033
Crown Americas, Inc.		
EUR 378	Term Loan, 2.65%, Maturing November 15, 2012	557,147
Graham Packaging Holdings Co.		
769	Term Loan, 6.75%, Maturing April 5, 2014	777,191
Reynolds Group Holdings, Inc.		
990	Term Loan, 4.25%, Maturing February 9, 2018	996,806
		\$ 3,122,978

Cosmetics / Toiletries 0.7%

Alliance Boots Holdings, Ltd.

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EUR 1,000	Term Loan, 4.20%, Maturing July 5, 2015	\$ 1,460,785
Bausch & Lomb, Inc.		
114	Term Loan, 3.46%, Maturing April 24, 2015	113,748
467	Term Loan, 3.54%, Maturing April 24, 2015	467,889
Prestige Brands, Inc.		
404	Term Loan, 4.76%, Maturing March 24, 2016	407,763
		\$ 2,450,185

Drugs 0.2%

Pharmaceutical Holdings Corp.		
13	Term Loan, 4.47%, Maturing January 30, 2012	\$ 12,812
Warner Chilcott Corp.		
154	Term Loan, 4.25%, Maturing March 15, 2018	155,732
309	Term Loan, 4.25%, Maturing March 15, 2018	311,464
WC Luxco S.A.R.L.		
212	Term Loan, 4.25%, Maturing March 15, 2018	214,132
		\$ 694,140

Ecological Services and Equipment 0.2%

Big Dumpster Merger Sub, Inc.		
92	Term Loan, 2.47%, Maturing February 5, 2013	\$ 77,720
Sensus Metering Systems, Inc.		
347	Term Loan, 7.00%, Maturing June 3, 2013	348,266
Wastequip, Inc.		
377	Term Loan, 2.47%, Maturing February 5, 2013	319,736
		\$ 745,722

Electronics / Electrical 1.8%

Aspect Software, Inc.		
371	Term Loan, 6.25%, Maturing April 19, 2016	\$ 374,499
Edwards (Cayman Island II), Ltd.		
224	Term Loan, 5.50%, Maturing May 31, 2016	225,279
Freescall Semiconductor, Inc.		

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	939	Term Loan, 4.49%, Maturing December 1, 2016	940,455
Infor Enterprise Solutions Holdings			
	250	Term Loan, 5.71%, Maturing March 2, 2014	225,781
	377	Term Loan, 5.97%, Maturing July 28, 2015	369,012
	722	Term Loan, 5.97%, Maturing July 28, 2015	717,756
	92	Term Loan - Second Lien, 6.46%, Maturing March 2, 2014	83,875
	158	Term Loan - Second Lien, 6.46%, Maturing March 2, 2014	145,617
Network Solutions, LLC			
	467	Term Loan, 2.47%, Maturing March 7, 2014	461,415
NXP B.V.			
	550	Term Loan, 4.50%, Maturing March 7, 2017	556,531
Open Solutions, Inc.			
	312	Term Loan, 2.40%, Maturing January 23, 2014	279,681
Sensata Technologies Finance Co.			
	960	Term Loan, 2.02%, Maturing April 26, 2013	955,619
Spectrum Brands, Inc.			
	648	Term Loan, 5.01%, Maturing June 17, 2016	656,711
SS&C Technologies, Inc.			
	298	Term Loan, 2.29%, Maturing November 23, 2012	299,412
			\$ 6,291,643

Equipment Leasing 0.2%

Hertz Corp.

700 Term Loan, 3.75%, Maturing March 9, 2018 \$ 707,194

\$ 707,194

Financial Intermediaries 0.9%

Citco III, Ltd.

635 Term Loan, 4.46%, Maturing June 30, 2014 \$ 634,603

HarbourVest Partners, LLC

261 Term Loan, 6.25%, Maturing December 14, 2016 262,929

See Notes to Consolidated Financial Statements.

Eaton Vance
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Consolidated Portfolio of Investments (Unaudited) continued

Principal Amount* (000 \$ omitted)	Borrower/Tranche Description	Value
Financial Intermediaries (continued)		
Interactive Data Corp.		
450	Term Loan, 4.75%, Maturing February 12, 2018	\$ 453,620
Jupiter Asset Management Group		
GBP 114	Term Loan, 4.57%, Maturing March 17, 2015	190,545
LPL Holdings, Inc.		
113	Term Loan, 2.03%, Maturing June 28, 2013	113,453
357	Term Loan, 4.25%, Maturing June 25, 2015	358,900
MSCI, Inc.		
690	Term Loan, 3.75%, Maturing March 14, 2017	697,523
Nuveen Investments, Inc.		
231	Term Loan, 3.29%, Maturing November 13, 2014	224,203
269	Term Loan, 5.79%, Maturing May 12, 2017	270,745
		\$ 3,206,521

Food Products 0.7%

Acosta, Inc.

250 Term Loan, 4.75%, Maturing March 1, 2018 \$ 252,083

Dole Food Company, Inc.

692 Term Loan, 5.22%, Maturing March 2, 2017 699,440

279 Term Loan, 5.50%, Maturing March 2, 2017 281,606

Pierre Foods, Inc.

274 Term Loan, 7.00%, Maturing September 30, 2016 276,076

Pinnacle Foods Finance, LLC

1,031 Term Loan, 2.74%, Maturing April 2, 2014 1,029,201

\$ 2,538,406

Food Service 2.3%

Aramark Corp.

	43	Term Loan, 2.12%, Maturing January 27, 2014	\$ 42,417
	529	Term Loan, 2.18%, Maturing January 27, 2014	526,533
GBP	527	Term Loan, 2.82%, Maturing January 27, 2014	859,856
	77	Term Loan, 3.49%, Maturing July 26, 2016	77,041
	1,168	Term Loan, 3.56%, Maturing July 26, 2016	1,171,467

Buffets, Inc.

	34	Term Loan, 7.56%, Maturing April 22, 2015 ⁽²⁾	25,837
	297	Term Loan, 12.00%, Maturing April 21, 2015 ⁽²⁾	270,044

Burger King Corp.

	599	Term Loan, 4.50%, Maturing October 19, 2016	598,926
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Del Monte Corp.

	750	Term Loan, 4.50%, Maturing March 8, 2018	754,158
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DineEquity, Inc.

	321	Term Loan, 4.25%, Maturing October 19, 2017	325,744
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Dunkin Brands, Inc.

	549	Term Loan, 4.25%, Maturing November 23, 2017	553,467
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JRD Holdings, Inc.

	592	Term Loan, 2.47%, Maturing July 2, 2014	589,050
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OSI Restaurant Partners, LLC

	637	Term Loan, 2.50%, Maturing June 14, 2014	625,574
	63	Term Loan, 3.29%, Maturing June 14, 2013	61,762

Selecta

EUR	741	Term Loan, 3.62%, Maturing June 28, 2015	1,003,203
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U.S. Foodservice, Inc.

	500	Term Loan, 2.71%, Maturing July 3, 2014	484,791
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\$ 7,969,870

Food / Drug Retailers 1.2%

General Nutrition Centers, Inc.

	581	Term Loan, 4.25%, Maturing March 2, 2018	\$ 583,971
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NBTY, Inc.

	449	Term Loan, 4.25%, Maturing October 2, 2017	452,663
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Rite Aid Corp.

	952	Term Loan, 1.98%, Maturing June 4, 2014	919,297
	413	Term Loan, 4.50%, Maturing February 28, 2018	412,118

Roundy's Supermarkets, Inc.

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Supervalu, Inc.	1,144	Term Loan, 7.00%, Maturing November 3, 2013	1,148,965
	650	Term Loan, Maturing April 28, 2018 ⁽³⁾	646,750
			\$ 4,163,764

Forest Products 0.5%

Georgia-Pacific Corp.

	1,185	Term Loan, 2.31%, Maturing December 20, 2012	\$ 1,187,097
	419	Term Loan, 3.56%, Maturing December 23, 2014	421,788
			\$ 1,608,885

Health Care 4.9%

Ascend Learning

	224	Term Loan, 7.75%, Maturing December 6, 2016	\$ 224,812
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Aveta Holdings, LLC

	128	Term Loan, 8.50%, Maturing April 14, 2015	128,668
	128	Term Loan, 8.50%, Maturing April 14, 2015	128,668

Biomet, Inc.

	748	Term Loan, 3.28%, Maturing March 25, 2015	748,016
EUR	338	Term Loan, 4.13%, Maturing March 25, 2015	500,839

Cardinal Health 409, Inc.

	409	Term Loan, 2.46%, Maturing April 10, 2014	399,398
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Carestream Health, Inc.

	250	Term Loan, 5.00%, Maturing February 25, 2017	234,656
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See Notes to Consolidated Financial Statements.

Eaton Vance
Short Duration Diversified Income Fund

April 30, 2011

Consolidated Portfolio of Investments (Unaudited) continued

Principal Amount* (000 s omitted)	Borrower/Tranche Description	Value
Health Care (continued)		
Carl Zeiss Vision Holding GmbH		
360	Term Loan, 1.74%, Maturing October 24, 2014	\$ 323,700
40	Term Loan, 4.00%, Maturing September 30, 2019	32,050
Community Health Systems, Inc.		
71	Term Loan, 2.56%, Maturing July 25, 2014	68,925
1,370	Term Loan, 2.56%, Maturing July 25, 2014	1,339,214
688	Term Loan, 3.81%, Maturing January 25, 2017	678,634
Dako EQT Project Delphi		
250	Term Loan - Second Lien, 4.05%, Maturing December 12, 2016	225,521
DaVita, Inc.		
648	Term Loan, 4.50%, Maturing October 20, 2016	655,259
DJO Finance, LLC		
160	Term Loan, 3.21%, Maturing May 20, 2014	159,153
Fenwal, Inc.		
71	Term Loan, 2.56%, Maturing February 28, 2014	67,234
416	Term Loan, 2.56%, Maturing February 28, 2014	392,172
Grifols SA		
450	Term Loan, Maturing November 23, 2016 ⁽³⁾	454,990
HCA, Inc.		
455	Term Loan, 2.56%, Maturing November 18, 2013	454,875
1,091	Term Loan, 3.56%, Maturing March 31, 2017	1,094,068
Health Management Associates, Inc.		
1,011	Term Loan, 2.06%, Maturing February 28, 2014	997,915
Iasis Healthcare, LLC		
325	Term Loan, Maturing May 17, 2018 ⁽³⁾	323,375
IM U.S. Holdings, LLC		
801	Term Loan, 2.23%, Maturing June 26, 2014	793,127
inVentiv Health, Inc.		
496	Term Loan, 4.75%, Maturing August 14, 2016	499,978
Kindred Healthcare, Inc.		

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	350	Term Loan, Maturing April 9, 2018 ⁽³⁾	349,453
Mylan, Inc.			
	202	Term Loan, 3.56%, Maturing October 2, 2014	202,816
Nyco Holdings			
EUR	290	Term Loan, 5.20%, Maturing December 29, 2014	429,840
EUR	290	Term Loan, 5.70%, Maturing December 29, 2015	429,734
P&F Capital S.A.R.L.			
EUR	59	Term Loan, 3.42%, Maturing December 20, 2013	87,343
EUR	91	Term Loan, 3.42%, Maturing December 20, 2013	134,698
EUR	114	Term Loan, 3.42%, Maturing December 20, 2013	168,209
EUR	190	Term Loan, 3.42%, Maturing December 20, 2013	281,043
EUR	32	Term Loan, 4.17%, Maturing December 22, 2014	47,197
EUR	66	Term Loan, 4.17%, Maturing December 22, 2014	97,819
EUR	86	Term Loan, 4.17%, Maturing December 22, 2014	126,824
EUR	269	Term Loan, 4.17%, Maturing December 22, 2014	398,528
RadNet Management, Inc.			
	248	Term Loan, 5.75%, Maturing April 1, 2016	247,871
ReAble Therapeutics Finance, LLC			
	425	Term Loan, 2.22%, Maturing November 18, 2013	425,275
Select Medical Holdings Corp.			
	347	Term Loan, 4.06%, Maturing August 22, 2014	348,158
	356	Term Loan, 4.08%, Maturing August 22, 2014	357,512
TriZetto Group, Inc. (The)			
	300	Term Loan, Maturing May 2, 2018 ⁽³⁾	298,500
Vanguard Health Holding Co., LLC			
	744	Term Loan, 5.00%, Maturing January 29, 2016	748,111
VWR Funding, Inc.			
	931	Term Loan, 2.71%, Maturing June 30, 2014	917,467

\$ 17,021,645

Home Furnishings 0.3%

National Bedding Co., LLC

976 Term Loan, 3.81%, Maturing November 28, 2013 \$ 978,929

Oreck Corp.

85 Term Loan - Second Lien, 3.81%, Maturing March 19, 2016⁽⁴⁾ 76,273

\$ 1,055,202

Industrial Equipment 0.9%

Brand Energy and Infrastructure Services, Inc.

183 Term Loan, 3.56%, Maturing February 7, 2014 \$ 179,678

EPD Holdings, (Goodyear Engineering Products)

85 Term Loan, 2.72%, Maturing July 31, 2014 79,916

591 Term Loan, 2.72%, Maturing July 31, 2014 557,963

200 Term Loan - Second Lien, 5.96%, Maturing July 13, 2015 175,417

Generac Acquisition Corp.

252 Term Loan, 2.80%, Maturing November 11, 2013 251,726

Gleason Corp.

175 Term Loan, 2.01%, Maturing June 30, 2013 174,038

JMC Steel Group, Inc.

150 Term Loan, 4.75%, Maturing April 3, 2017 150,686

Pinafore, LLC

443 Term Loan, 4.25%, Maturing September 29, 2016 447,628

Polypore, Inc.

799 Term Loan, 2.22%, Maturing July 3, 2014 792,361

See Notes to Consolidated Financial Statements.

Eaton Vance
Short Duration Diversified Income Fund

April 30, 2011

Consolidated Portfolio of Investments (Unaudited) continued

Principal Amount* (000 s omitted)	Borrower/Tranche Description	Value
Industrial Equipment (continued)		
Sequa Corp.		
397	Term Loan, 3.50%, Maturing December 3, 2014	\$ 394,450
		\$ 3,203,863
Insurance 0.9%		
Alliant Holdings I, Inc.		
477	Term Loan, 3.31%, Maturing August 21, 2014	\$ 474,328
Applied Systems, Inc.		
299	Term Loan, 5.50%, Maturing December 8, 2016	301,370
CCC Information Services Group, Inc.		
250	Term Loan, 5.50%, Maturing November 11, 2015	251,717
Conseco, Inc.		
260	Term Loan, 7.50%, Maturing September 30, 2016	262,600
Crawford & Company		
328	Term Loan, 5.00%, Maturing October 30, 2013	330,491
Crump Group, Inc.		
162	Term Loan, 3.22%, Maturing August 1, 2014	160,963
HUB International Holdings, Inc.		
128	Term Loan, 2.81%, Maturing June 13, 2014	127,303
570	Term Loan, 2.81%, Maturing June 13, 2014	566,331
U.S.I. Holdings Corp.		
705	Term Loan, 2.72%, Maturing May 5, 2014	698,090
		\$ 3,173,193

Leisure Goods / Activities / Movies 2.3%

AMC Entertainment, Inc.

1,939 Term Loan, 3.46%, Maturing December 16, 2016 \$ 1,942,254

Bombardier Recreational Products

522 Term Loan, 2.79%, Maturing June 28, 2013 518,406

Cinemark, Inc.

977 Term Loan, 3.52%, Maturing April 29, 2016 984,495

Miramax Film NY, LLC

189 Term Loan, 7.75%, Maturing May 20, 2016 191,596

National CineMedia, LLC

725 Term Loan, 1.81%, Maturing February 13, 2015 715,937

Regal Cinemas Corp.

1,222 Term Loan, 3.56%, Maturing August 23, 2017 1,226,515

Revolution Studios Distribution Co., LLC

277 Term Loan, 3.97%, Maturing December 21, 2014 206,011

225 Term Loan - Second Lien, 7.22%, Maturing June 21, 2015⁽⁴⁾ 72,000

SeaWorld Parks & Entertainment, Inc.

254 Term Loan, 2.96%, Maturing February 17, 2016 253,931

229 Term Loan, 4.00%, Maturing August 17, 2017 231,267

Six Flags Theme Parks, Inc.

605 Term Loan, 5.25%, Maturing June 30, 2016 610,629

Universal City Development Partners, Ltd.

601 Term Loan, 5.50%, Maturing November 6, 2014 607,133

Zuffa, LLC

481 Term Loan, 2.25%, Maturing June 19, 2015 473,830

\$ 8,034,004

Lodging and Casinos 0.9%

Harrah's Operating Co.

403 Term Loan, 3.25%, Maturing January 28, 2015 \$ 378,885

1,564 Term Loan, 3.27%, Maturing January 28, 2015 1,469,981

Herbst Gaming, Inc.

411 Term Loan, 10.00%, Maturing December 31, 2015 428,563

Las Vegas Sands, LLC

107 Term Loan, 3.00%, Maturing November 23, 2016 105,725

531 Term Loan, 3.00%, Maturing November 23, 2016 522,849

VML US Finance, LLC

109 Term Loan, 4.72%, Maturing May 25, 2012 109,509

218 Term Loan, 4.72%, Maturing May 27, 2013 219,018

\$ 3,234,530

Nonferrous Metals / Minerals 0.4%

Fairmount Minerals, Ltd.

575 Term Loan, 5.25%, Maturing March 1, 2017 \$ 578,863

Noranda Aluminum Acquisition

341 Term Loan, 1.96%, Maturing May 18, 2014 338,159

Novelis, Inc.

424 Term Loan, 4.00%, Maturing March 10, 2017 428,840

\$ 1,345,862

Oil and Gas 0.8%

CITGO Petroleum Corp.

571 Term Loan, 9.00%, Maturing June 23, 2017 \$ 600,767

Dynegy Holdings, Inc.

73 Term Loan, 4.03%, Maturing April 2, 2013 73,385

925 Term Loan, 4.03%, Maturing April 2, 2013 923,420

MEG Energy Corp.

250 Term Loan, 4.00%, Maturing March 16, 2018 252,630

Obsidian Natural Gas Trust

622 Term Loan, 7.00%, Maturing November 2, 2015 640,523

See Notes to Consolidated Financial Statements.

Eaton Vance
Short Duration Diversified Income Fund

April 30, 2011

Consolidated Portfolio of Investments (Unaudited) continued

Principal Amount* (000 \$ omitted)	Borrower/Tranche Description	Value
Oil and Gas (continued)		
Sheridan Production Partners I, LLC		
25	Term Loan, 6.50%, Maturing April 20, 2017	\$ 24,767
40	Term Loan, 6.50%, Maturing April 20, 2017	40,548
304	Term Loan, 6.50%, Maturing April 20, 2017	306,002
		\$ 2,862,042
Publishing 1.7%		
Cengage Learning, Inc.		
485	Term Loan, 2.46%, Maturing July 3, 2014	\$ 467,674
GateHouse Media Operating, Inc.		
307	Term Loan, 2.22%, Maturing August 28, 2014	135,207
731	Term Loan, 2.22%, Maturing August 28, 2014	321,472
Getty Images, Inc.		
1,244	Term Loan, 5.25%, Maturing November 7, 2016	1,259,103
Laureate Education, Inc.		
58	Term Loan, 3.52%, Maturing August 17, 2014	57,639
387	Term Loan, 3.52%, Maturing August 17, 2014	384,964
MediaNews Group, Inc.		
32	Term Loan, 8.50%, Maturing March 19, 2014	32,195
Nielsen Finance, LLC		
1,629	Term Loan, 2.23%, Maturing August 9, 2013	1,625,777
SGS International, Inc.		
371	Term Loan, 3.96%, Maturing September 30, 2013	370,998
Xsys, Inc.		
EUR 793	Term Loan, 5.78%, Maturing September 27, 2014	1,178,524

\$ 5,833,553

Radio and Television 1.2%

Block Communications, Inc.

261 Term Loan, 2.21%, Maturing December 22, 2011 \$ 257,957

CMP KC, LLC533 Term Loan, 6.46%, Maturing June 3, 2011⁽²⁾⁽⁴⁾ 98,631**CMP Susquehanna Corp.**

580 Term Loan, 2.25%, Maturing May 5, 2013 573,169

Live Nation Worldwide, Inc.

520 Term Loan, 4.50%, Maturing November 7, 2016 522,833

Mission Broadcasting, Inc.

126 Term Loan, 5.00%, Maturing September 30, 2016 126,114

New Young Broadcasting Holding Co., Inc.

108 Term Loan, 8.00%, Maturing June 30, 2015 109,002

Nexstar Broadcasting, Inc.

197 Term Loan, 5.00%, Maturing September 30, 2016 197,255

Tyrol Acquisition 2 SAS

EUR 250 Term Loan, 3.20%, Maturing January 30, 2015 336,576

EUR 250 Term Loan, 3.45%, Maturing January 29, 2016 336,576

Univision Communications, Inc.

667 Term Loan, 2.21%, Maturing September 29, 2014 653,832

667 Term Loan, 4.46%, Maturing March 31, 2017 653,082

Weather Channel

269 Term Loan, 4.25%, Maturing February 13, 2017 272,439

\$ 4,137,466

Retailers (Except Food and Drug) 1.5%

Amscan Holdings, Inc.

323 Term Loan, 6.75%, Maturing December 4, 2017 \$ 326,688

Dollar General Corp.

500 Term Loan, 2.97%, Maturing July 7, 2014 500,438

Harbor Freight Tools USA, Inc.

374 Term Loan, 6.50%, Maturing December 22, 2017 383,414

J Crew Operating Corp.

350 Term Loan, 4.75%, Maturing March 7, 2018 349,811

Jo-Ann Stores, Inc.

350 Term Loan, 4.75%, Maturing March 22, 2018 350,438

Michaels Stores, Inc.

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463	Term Loan, 2.58%, Maturing October 31, 2013	459,525
Neiman Marcus Group, Inc.		
191	Term Loan, 4.31%, Maturing April 6, 2016	191,221
Orbitz Worldwide, Inc.		
764	Term Loan, 3.25%, Maturing July 25, 2014	727,343
PETCO Animal Supplies, Inc.		
248	Term Loan, 4.50%, Maturing November 24, 2017	250,001
Pilot Travel Centers, LLC		
350	Term Loan, 4.25%, Maturing March 30, 2018	352,844
Rent-A-Center, Inc.		
1	Term Loan, 1.97%, Maturing June 30, 2012	893
214	Term Loan, 3.31%, Maturing March 31, 2015	214,482
Savers, Inc.		
225	Term Loan, 4.25%, Maturing March 3, 2017	226,734
Visant Holding Corp.		
274	Term Loan, 5.25%, Maturing December 31, 2016	275,991
Yankee Candle Company, Inc. (The)		
531	Term Loan, 2.22%, Maturing February 6, 2014	530,595
		\$ 5,140,418

See Notes to Consolidated Financial Statements.

Eaton Vance
Short Duration Diversified Income Fund

April 30, 2011

Consolidated Portfolio of Investments (Unaudited) continued

Principal Amount* (000 s omitted)	Borrower/Tranche Description	Value
Steel 0.1%		
Niagara Corp.		
200	Term Loan, 10.50%, Maturing June 29, 2014 ⁽²⁾⁽⁴⁾	\$ 190,044
		\$ 190,044
Surface Transport 0.1%		
Swift Transportation Co., Inc.		
448	Term Loan, 6.00%, Maturing December 21, 2016	\$ 453,787
		\$ 453,787
Telecommunications 2.6%		
Alaska Communications Systems Holdings, Inc.		
374	Term Loan, 5.50%, Maturing October 21, 2016	\$ 376,354
Asurion Corp.		
412	Term Loan, 3.25%, Maturing July 3, 2014	410,646
270	Term Loan, 6.75%, Maturing March 31, 2015	274,353
BCM Luxembourg, Ltd.		
EUR 368	Term Loan, 3.08%, Maturing September 30, 2014	501,091
EUR 369	Term Loan, 3.33%, Maturing September 30, 2015	501,163
EUR 500	Term Loan - Second Lien, 5.45%, Maturing March 31, 2016	505,237

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CommScope, Inc.			
400	Term Loan, 5.00%, Maturing January 14, 2018		404,583
Intelsat Jackson Holdings SA			
2,150	Term Loan, 5.25%, Maturing April 2, 2018		2,174,020
IPC Systems, Inc.			
GBP 241	Term Loan, 3.07%, Maturing May 31, 2014		397,480
Macquarie UK Broadcast Ventures, Ltd.			
GBP 219	Term Loan, 2.88%, Maturing December 1, 2014		339,995
MetroPCS Wireless			
399	Term Loan, 4.00%, Maturing March 15, 2018		400,434
Syniverse Technologies, Inc.			
299	Term Loan, 5.25%, Maturing December 21, 2017		302,679
Telesat Canada, Inc.			
39	Term Loan, 3.22%, Maturing October 31, 2014		39,071
455	Term Loan, 3.22%, Maturing October 31, 2014		454,862
Wind Telecomunicazioni SpA			
EUR 750	Term Loan, Maturing December 15, 2017 ⁽³⁾		1,114,227
Windstream Corp.			
845	Term Loan, 3.02%, Maturing December 17, 2015		849,366
			\$ 9,045,561
Utilities	0.9%		
Calpine Corp.			
550	Term Loan, 4.50%, Maturing April 2, 2018		\$ 555,804
NRG Energy, Inc.			
0	Term Loan, 2.06%, Maturing February 1, 2013 ⁽⁵⁾		213
100	Term Loan, 2.06%, Maturing February 1, 2013		99,425
660	Term Loan, 3.50%, Maturing August 31, 2015		666,218
556	Term Loan, 3.56%, Maturing August 31, 2015		560,434
TXU Texas Competitive Electric Holdings Co., LLC			
1,351	Term Loan, 4.74%, Maturing October 10, 2017		1,084,889
			\$ 2,966,983
Total Senior Floating-Rate Interests (identified cost \$149,595,551)			\$ 152,875,743

Collateralized Mortgage Obligations 5.7%

Principal Amount (000 s omitted)	Security	Value
Federal Home Loan Mortgage Corp.:		
\$ 3,960	Series 2113, Class QG, 6.00%, 1/15/29	\$ 4,310,993
2,296	Series 2167, Class BZ, 7.00%, 6/15/29	2,446,791
2,975	Series 2182, Class ZB, 8.00%, 9/15/29	3,306,277
		\$ 10,064,061
Federal National Mortgage Association:		
\$ 144	Series 1989-89, Class H, 9.00%, 11/25/19	\$ 167,225
410	Series 1991-122, Class N, 7.50%, 9/25/21	464,730
3,410	Series 1993-84, Class M, 7.50%, 6/25/23	3,903,009
1,199	Series 1994-42, Class K, 6.50%, 4/25/24	1,342,681
1,040	Series 1997-28, Class ZA, 7.50%, 4/20/27	1,209,310
943	Series 1997-38, Class N, 8.00%, 5/20/27	1,106,551
1,407	Series G-33, Class PT, 7.00%, 10/25/21	1,563,477
		\$ 9,756,983
Total Collateralized Mortgage Obligations (identified cost \$18,676,194)		\$ 19,821,044

Commercial Mortgage-Backed Securities 2.6%

Principal Amount (000 s omitted)	Security	Value
\$ 595	CSFB, Series 2004-C3, Class A5, 5.113%, 7/15/36 ⁽⁶⁾	\$ 640,215
835	CSFB, Series 2003-C3, Class D, 4.131%, 5/15/38	846,636
160	GCCFC, Series 2003-C1, Class D, 4.29%, 7/5/35 ⁽⁷⁾	164,578
1,250	GEPMC, Series 2004-C3, Class A4, 5.189%, 7/10/39 ⁽⁶⁾	1,349,514

See Notes to Consolidated Financial Statements.

Eaton Vance
Short Duration Diversified Income Fund

April 30, 2011

Consolidated Portfolio of Investments (Unaudited) continued

Principal Amount (000 s omitted)	Security	Value
\$ 1,250	GSMS, Series 2004-GG2, Class A6, 5.396%, 8/10/38 ⁽⁶⁾	\$ 1,357,006
500	JPMCC, Series 2010-C2, Class C, 5.715%, 11/15/43 ⁽⁶⁾⁽⁷⁾	520,110
1,000	MLMT, Series 2004-BPC1, Class A4, 4.724%, 10/12/41 ⁽⁶⁾	1,052,972
500	MSC, Series 2003-IQ6, Class A4, 4.97%, 12/15/41	534,814
675	RBSCF, Series 2010-MB1, Class C, 4.824%, 4/15/24 ⁽⁶⁾⁽⁷⁾	705,546
1,225	WBCMT, Series 2004-C12, Class A4, 5.484%, 7/15/41 ⁽⁶⁾	1,329,640
500	WFCM, Series 2010-C1, Class C, 5.776%, 11/15/43 ⁽⁶⁾⁽⁷⁾	524,235
Total Commercial Mortgage-Backed Securities (identified cost \$8,107,215)		\$ 9,025,266

Mortgage Pass-Throughs 36.1%

Principal Amount (000 s omitted)	Security	Value
Federal Home Loan Mortgage Corp.:		
\$ 5,661	2.998%, with maturity at 2035 ⁽⁸⁾	\$ 5,907,293
7,749	5.00%, with maturity at 2019 ⁽⁹⁾	8,301,025
6,172	6.00%, with various maturities to 2029	6,854,371
1,805	6.15%, with maturity at 2027	2,005,376
3,752	6.50%, with maturity at 2019	4,187,003
10,500	7.00%, with various maturities to 2035	12,002,163
4,400	7.50%, with various maturities to 2035	5,143,366
5,457	8.00%, with various maturities to 2032	6,538,932
4,707	8.50%, with various maturities to 2031	5,693,637

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439	9.00%, with maturity at 2031	545,169
332	9.50%, with various maturities to 2022	386,973
579	11.50%, with maturity at 2019	612,584

\$ 58,177,892

Federal National Mortgage Association:

\$ 3,134	5.50%, with various maturities to 2029	\$ 3,425,432
5,013	6.00%, with maturity at 2023	5,541,929
2,693	6.324%, with maturity at 2032 ⁽⁸⁾	2,916,687
4,359	6.50%, with maturity at 2018	4,795,516
13,583	7.00%, with various maturities to 2033 ⁽⁹⁾	15,466,555
10,441	7.50%, with various maturities to 2031	12,247,678
2,829	8.00%, with various maturities to 2029	3,324,557
675	8.50%, with various maturities to 2027	800,478
1,401	9.00%, with various maturities to 2029	1,698,144
23	9.50%, with maturity at 2014	24,812
1,107	10.00%, with various maturities to 2031	1,300,098

\$ 51,541,886

Government National Mortgage Association:

\$ 4,640	7.50%, with maturity at 2025	\$ 5,428,604
5,033	8.00%, with various maturities to 2027	6,041,834
2,556	9.00%, with various maturities to 2026	3,180,652
399	9.50%, with maturity at 2025	475,794
451	11.00%, with maturity at 2018	496,786

\$ 15,623,670

Total Mortgage Pass-Throughs
(identified cost \$116,912,300) **\$ 125,343,448**

Asset-Backed Securities 0.1%

Principal

Amount

(000 s omitted)

Security

Value

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\$	500	Centurion CDO 9 Ltd., Series 2005-9A, Class D1, 5.026%, 7/17/19 ⁽¹⁰⁾	\$	384,983
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Total Asset-Backed Securities (identified cost \$500,000)	\$	384,983
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Corporate Bonds & Notes 0.5%

**Principal
Amount***

(000 s omitted)

Security

Value

Building and Development 0.1%

Grohe Holding GmbH, Variable Rate

EUR	394	4.202%, 1/15/14 ⁽¹¹⁾	\$	583,573
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\$ **583,573**

Utilities 0.4%

Calpine Corp., Sr. Notes

575	7.50%, 2/15/21 ⁽⁷⁾	\$	610,937
675	7.875%, 1/15/23 ⁽⁷⁾		719,719

\$ **1,330,656**

Total Corporate Bonds & Notes (identified cost \$1,759,540)	\$	1,914,229
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See Notes to Consolidated Financial Statements.

Eaton Vance
Short Duration Diversified Income Fund

April 30, 2011

Consolidated Portfolio of Investments (Unaudited) continued

Foreign Corporate Bonds & Notes 0.8%

Principal Amount (000 s omitted)	Security	Value
Chile 0.8%		
	JPMorgan Chilean Inflation Linked Note	
\$ 2,421	3.80%, 11/17/15 ⁽¹²⁾	\$ 2,789,092
Total Chile		\$ 2,789,092
Total Foreign Corporate Bonds & Notes (identified cost \$2,000,000)		\$ 2,789,092

Foreign Government Bonds 15.7%

Principal Amount* (000 s omitted)	Security	Value
Bermuda 0.8%		
2,600	Government of Bermuda, 5.603%, 7/20/20 ⁽⁷⁾	\$ 2,768,735
Total Bermuda		\$ 2,768,735

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Brazil 0.6%

BRL	3,389	Nota Do Tesouro Nacional, 6.00%, 5/15/15 ⁽¹²⁾	\$ 2,110,679
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Total Brazil **\$ 2,110,679**

Chile 0.8%

CLP	1,280,000	Government of Chile, 6.00%, 3/1/18	\$ 2,750,089
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Total Chile **\$ 2,750,089**

Colombia 0.7%

COP	1,751,700	Titulos De Tesoreria B, 9.25%, 8/15/12	\$ 1,046,884
COP	2,430,000	Titulos De Tesoreria B, 11.00%, 5/18/11	1,382,227

Total Colombia **\$ 2,429,111**

Congo 0.4%

	2,270	Republic of Congo, 3.00%, 6/30/29	\$ 1,441,164
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Total Congo **\$ 1,441,164**

Dominican Republic 1.2%

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DOP	31,000	Dominican Republic Bonos Internos Total Return Linked Bond (Citibank, N.A.), 13.00%, 2/25/13 ⁽¹³⁾	\$ 832,464
DOP	24,000	Dominican Republic Bonos Internos Total Return Linked Bond (Citibank, N.A.), 15.00%, 3/12/12 ⁽¹³⁾	652,520
DOP	94,600	Dominican Republic Bonos Internos Total Return Linked Bond (Citibank, N.A.), 16.00%, 7/10/20 ⁽¹³⁾	2,579,245
Total Dominican Republic			\$ 4,064,229
Israel 0.8%			
ILS	2,481	Israel Government Bond, 3.00%, 10/31/19 ⁽¹²⁾	\$ 774,474
ILS	6,101	Israel Government Bond, 5.00%, 4/30/15 ⁽¹²⁾	2,054,794
Total Israel			\$ 2,829,268
Macedonia 0.7%			
EUR	1,716	Republic of Macedonia, 4.625%, 12/8/15	\$ 2,424,738
Total Macedonia			\$ 2,424,738
Philippines 0.6%			
PHP	98,000	Philippine Government International Bond, 6.25%, 1/14/36	\$ 2,214,770
Total Philippines			\$ 2,214,770
Poland 0.9%			

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PLN	7,737	Poland Government Bond, 3.00%, 8/24/16 ⁽¹²⁾	\$ 3,003,471
Total Poland			\$ 3,003,471
Serbia 1.2%			
RSD	115,840	Serbia Treasury Bill, 0.00%, 8/9/12	\$ 1,484,010
RSD	194,870	Serbia Treasury Bill, 0.00%, 9/6/12	2,473,862
RSD	30,290	Serbia Treasury Bill, 0.00%, 4/25/13	357,087
Total Serbia			\$ 4,314,959
South Africa 3.5%			
ZAR	13,809	Republic of South Africa, 2.50%, 1/31/17 ⁽¹²⁾	\$ 2,189,336
ZAR	15,058	Republic of South Africa, 2.60%, 3/31/28 ⁽¹²⁾	2,265,196
ZAR	2,998	Republic of South Africa, 2.75%, 1/31/22 ⁽¹²⁾	459,975
ZAR	2,693	Republic of South Africa, 5.50%, 12/7/23 ⁽¹²⁾	536,453
	5,854	Republic of South Africa, 6.50%, 6/2/14	6,556,480
Total South Africa			\$ 12,007,440

See Notes to Consolidated Financial Statements.

Eaton Vance
Short Duration Diversified Income Fund

April 30, 2011

Consolidated Portfolio of Investments (Unaudited) continued

Principal Amount* (000 s omitted)	Security	Value
Taiwan 0.8%		
TWD 50,000	Taiwan Government Bond, 0.25%, 10/21/11	\$ 1,744,397
TWD 28,300	Taiwan Government Bond, 0.25%, 2/10/12	986,190
Total Taiwan		\$ 2,730,587
Turkey 1.0%		
TRY 5,366	Turkey Government Bond, 3.00%, 1/6/21 ⁽¹²⁾	\$ 3,596,844
Total Turkey		\$ 3,596,844
Uruguay 1.0%		
UYU 53,432	Republic of Uruguay, 5.00%, 9/14/18 ⁽¹²⁾	\$ 3,395,865
Total Uruguay		\$ 3,395,865

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Venezuela 0.7%

3,383	Bolivarian Republic of Venezuela, 7.00%, 3/31/38 ⁽¹¹⁾	\$ 1,936,767
650	Bolivarian Republic of Venezuela, 9.25%, 5/7/28 ⁽¹¹⁾	442,975

Total Venezuela **\$ 2,379,742**

Total Foreign Government Bonds
(identified cost \$49,129,551) **\$ 54,461,691**

Common Stocks 1.3%

Shares	Security	Value
6,477	Buffets, Inc. ⁽⁴⁾⁽¹⁴⁾	\$ 26,718
8,898	Dayco Products, LLC ⁽¹⁴⁾⁽¹⁵⁾	502,737
234	Euramax International, Inc. ⁽⁴⁾⁽¹⁴⁾⁽¹⁵⁾	67,773
30,203	Hayes Lemmerz International, Inc. ⁽⁴⁾⁽¹⁴⁾⁽¹⁵⁾	1,781,977
23,498	Herbst Gaming, Inc. ⁽⁴⁾⁽¹⁴⁾⁽¹⁵⁾	109,501
1,357	Ion Media Networks, Inc. ⁽⁴⁾⁽¹⁴⁾⁽¹⁵⁾	848,125
3,419	KNIA Holdings, Inc. ⁽⁴⁾⁽¹⁴⁾⁽¹⁵⁾	44,725
3,023	MediaNews Group, Inc. ⁽⁴⁾⁽¹⁴⁾⁽¹⁵⁾	84,644
19,828	Metro-Goldwyn-Mayer Holdings, Inc. ⁽¹⁴⁾⁽¹⁵⁾	450,260
178	New Young Broadcasting Holding Co., Inc. ⁽¹⁴⁾⁽¹⁵⁾	441,663
1,510	Oreck Corp. ⁽⁴⁾⁽¹⁴⁾⁽¹⁵⁾	102,272
1,346	SuperMedia, Inc. ⁽¹⁴⁾	6,919
154	United Subcontractors, Inc. ⁽⁴⁾⁽¹⁴⁾⁽¹⁵⁾	15,586

Total Common Stocks
(identified cost \$1,820,645) **\$ 4,482,900**

Warrants 0.0%

Shares	Security	Value
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United States 0.0%

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1,795	Oriental Trading Co., Inc., Expires 2/11/16 ⁽⁴⁾⁽¹⁴⁾⁽¹⁵⁾	\$ 0
1,636	Oriental Trading Co., Inc., Expires 2/11/16 ⁽⁴⁾⁽¹⁴⁾⁽¹⁵⁾	0

Total Warrants
(identified cost \$0) **\$ 0**

Precious Metals 2.2%

Description	Troy Ounces	Value
Gold ⁽¹⁴⁾	1,983	\$ 3,098,629
Platinum ⁽¹⁴⁾	2,364	4,424,630
Total Precious Metals (identified cost \$6,775,524)		\$ 7,523,259

Currency Options Purchased 0.0%⁽⁶⁾

Description	Principal Amount of Contracts (000 s omitted)	Strike Price	Expiration Date	Value
Euro Put Option	EUR 11,837	E UR 1.17	5/3/12	\$ 111,699
Total Currency Options Purchased (identified cost \$540,846)				\$ 111,699

Put Options Purchased 0.0%⁽⁶⁾

Description	Number of Contracts	Strike Price	Expiration Date	Value
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Light Sweet Crude Oil Future 12/11	5	\$	80	11/15/11	\$ 4,400
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Total Put Options Purchased (identified cost \$34,750)					\$ 4,400
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Short-Term Investments 25.8%

Foreign Government Securities 24.2%

**Principal
Amount***

(000 s omitted)

Security

Value

Brazil 0.3%

BRL 1,903	Letras Do Tesouro Nacional, 0.00%, 7/1/11	\$ 1,185,607
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Total Brazil		\$ 1,185,607
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See Notes to Consolidated Financial Statements.

Eaton Vance
Short Duration Diversified Income Fund

April 30, 2011

Consolidated Portfolio of Investments (Unaudited) continued

Principal Amount* (000 s omitted)		Security	Value
Croatia 2.2%			
EUR	2,400	Croatia Treasury Bill, 0.00%, 6/2/11	\$ 3,549,247
EUR	600	Croatia Treasury Bill, 0.00%, 8/4/11	883,580
EUR	1,355	Croatia Treasury Bill, 0.00%, 8/25/11	1,991,988
EUR	898	Croatia Treasury Bill, 0.00%, 9/8/11	1,318,586
Total Croatia			\$ 7,743,401
Georgia 0.2%			
	775	Bank of Georgia Promissory Note, 9.00%, 12/7/11	\$ 775,000
Total Georgia			\$ 775,000
Ghana 0.3%			
GHS	1,541	Ghana Government Bond, 14.47%, 12/15/11	\$ 1,046,702
Total Ghana			\$ 1,046,702

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Iceland 1.1%

ISK	229,707	Iceland Treasury Bill, 0.00%, 5/16/11	\$ 1,756,428
ISK	269,911	Iceland Treasury Bill, 0.00%, 6/15/11	2,058,806

Total Iceland **\$ 3,815,234**

Indonesia 0.7%

IDR	2,276,000	Indonesia Treasury Bill, 0.00%, 6/23/11	\$ 263,475
IDR	5,662,000	Indonesia Treasury Bill, 0.00%, 7/6/11	654,294
IDR	6,712,000	Indonesia Treasury Bill, 0.00%, 7/7/11	776,902
IDR	5,088,000	Indonesia Treasury Bill, 0.00%, 7/20/11	587,504

Total Indonesia **\$ 2,282,175**

Israel 5.4%

ILS	8,362	Israel Treasury Bill, 0.00%, 6/1/11	\$ 2,467,762
ILS	15,577	Israel Treasury Bill, 0.00%, 8/3/11	4,570,504
ILS	21,288	Israel Treasury Bill, 0.00%, 9/7/11	6,235,213
ILS	13,228	Israel Treasury Bill, 0.00%, 10/5/11	3,859,562
ILS	5,500	Israel Treasury Bill, 0.00%, 11/2/11	1,600,574

Total Israel **\$ 18,733,615**

Kazakhstan 2.4%

KZT	145,969	Kazakhstan National Bank, 0.00%, 5/27/11	\$ 1,000,498
KZT	22,160	Kazakhstan National Bank, 0.00%, 6/3/11	151,866
KZT	99,541	Kazakhstan National Bank, 0.00%, 6/10/11	682,061
KZT	101,011	Kazakhstan National Bank, 0.00%, 6/17/11	692,009
KZT	265,215	Kazakhstan National Bank, 0.00%, 7/8/11	1,815,814
KZT	43,557	Kazakhstan National Bank, 0.00%, 7/15/11	298,144

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KZT	44,535	Kazakhstan National Bank, 0.00%, 7/22/11	304,762
KZT	238,703	Kazakhstan National Bank, 0.00%, 7/29/11	1,633,054
KZT	98,831	Kazakhstan National Bank, 0.00%, 8/5/11	675,949
KZT	151,600	Kazakhstan National Bank, 0.00%, 8/19/11	1,036,215
KZT	3,767	Kazakhstan National Bank, 0.00%, 3/4/12	25,492

Total Kazakhstan **\$ 8,315,864**

Lebanon 1.2%

LBP	1,501,600	Lebanon Treasury Bill, 0.00%, 6/30/11	\$ 992,797
LBP	150,710	Lebanon Treasury Bill, 0.00%, 7/14/11	99,494
LBP	3,573,620	Lebanon Treasury Bill, 0.00%, 7/28/11	2,355,635
LBP	560,050	Lebanon Treasury Bill, 0.00%, 9/22/11	366,486
LBP	301,420	Lebanon Treasury Note, 6.74%, 10/20/11	202,703
LBP	150,710	Lebanon Treasury Note, 6.86%, 10/6/11	101,350
LBP	150,710	Lebanon Treasury Note, 9.06%, 11/10/11	102,642

Total Lebanon **\$ 4,221,107**

Malaysia 3.6%

MYR	1,606	Malaysia Treasury Bill, 0.00%, 5/24/11	\$ 541,338
MYR	1,270	Malaysia Treasury Bill, 0.00%, 5/26/11	428,016
MYR	3,485	Malaysia Treasury Bill, 0.00%, 6/16/11	1,172,508
MYR	5,378	Malaysia Treasury Bill, 0.00%, 6/30/11	1,807,192
MYR	2,854	Malaysia Treasury Bill, 0.00%, 7/14/11	958,401
MYR	6,330	Malaysia Treasury Bill, 0.00%, 7/21/11	2,124,129
MYR	893	Malaysia Treasury Bill, 0.00%, 7/28/11	299,481
MYR	2,357	Malaysia Treasury Bill, 0.00%, 8/9/11	789,665
MYR	542	Malaysia Treasury Bill, 0.00%, 8/16/11	181,482
MYR	7,431	Malaysia Treasury Bill, 0.00%, 8/23/11	2,487,435
MYR	5,390	Malaysia Treasury Bill, 0.00%, 8/24/11	1,803,760

Total Malaysia **\$ 12,593,407**

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Mexico 0.2%

MXN	7,523	Mexico Treasury Bill, 0.00%, 7/7/11	\$	648,412
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Total Mexico			\$	648,412
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See Notes to Consolidated Financial Statements.

Eaton Vance
Short Duration Diversified Income Fund

April 30, 2011

Consolidated Portfolio of Investments (Unaudited) continued

Principal Amount* (000 s omitted)		Security	Value
Philippines 0.6%			
PHP	45,110	Philippine Treasury Bill, 0.00%, 6/8/11	\$ 1,052,530
PHP	45,110	Philippine Treasury Bill, 0.00%, 9/7/11	1,051,148
Total Philippines			\$ 2,103,678
Romania 1.3%			
RON	980	Romania Treasury Bill, 0.00%, 12/28/11	\$ 340,693
RON	6,240	Romania Treasury Bill, 0.00%, 3/21/12	2,129,303
RON	5,590	Romania Treasury Bill, 0.00%, 4/11/12	1,905,418
Total Romania			\$ 4,375,414
Serbia 0.6%			
RSD	22,940	Serbia Treasury Bill, 0.00%, 12/13/11	\$ 316,971
RSD	110,190	Serbia Treasury Bill, 0.00%, 3/22/12	1,472,958
RSD	17,930	Serbia Treasury Bill, 0.00%, 4/5/12	238,589
Total Serbia			\$ 2,028,518

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Sri Lanka 2.3%

LKR	200,370	Sri Lanka Treasury Bill, 0.00%, 5/13/11	\$ 1,818,280
LKR	230,890	Sri Lanka Treasury Bill, 0.00%, 7/15/11	2,070,762
LKR	135,510	Sri Lanka Treasury Bill, 0.00%, 8/5/11	1,210,805
LKR	35,800	Sri Lanka Treasury Bill, 0.00%, 10/7/11	316,100
LKR	91,000	Sri Lanka Treasury Bill, 0.00%, 1/20/12	787,514
LKR	30,490	Sri Lanka Treasury Bill, 0.00%, 3/9/12	261,003
LKR	36,270	Sri Lanka Treasury Bill, 0.00%, 3/16/12	310,019
LKR	67,120	Sri Lanka Treasury Bill, 0.00%, 3/23/12	572,795
LKR	61,000	Sri Lanka Treasury Bill, 0.00%, 4/27/12	516,308

Total Sri Lanka **\$ 7,863,586**

Turkey 0.8%

TRY	2,793	Turkey Government Bond, 0.00%, 5/11/11	\$ 1,832,094
TRY	1,206	Turkey Treasury Bill, 0.00%, 7/20/11	779,999

Total Turkey **\$ 2,612,093**

Uruguay 0.4%

UYU	2,655	Uruguay Treasury Bill, 0.00%, 7/5/11	\$ 138,946
UYU	5,110	Uruguay Treasury Bill, 0.00%, 8/11/11	265,250
UYU	10,152	Uruguay Treasury Bill, 0.00%, 8/17/11	526,237
UYU	7,833	Uruguay Treasury Bill, 0.00%, 8/30/11	404,790
UYU	2,775	Uruguay Treasury Bill, 0.00%, 9/16/11	142,853

Total Uruguay **\$ 1,478,076**

Zambia 0.6%

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ZMK 805,000	Zambia Treasury Bill, 0.00%, 6/13/11	\$ 169,876
ZMK 2,565,000	Zambia Treasury Bill, 0.00%, 8/29/11	533,317
ZMK 975,000	Zambia Treasury Bill, 0.00%, 9/12/11	201,945
ZMK 470,000	Zambia Treasury Bill, 0.00%, 10/10/11	96,526
ZMK 3,050,000	Zambia Treasury Bill, 0.00%, 12/12/11	618,391
ZMK 505,000	Zambia Treasury Bill, 0.00%, 3/12/12	100,047
ZMK 2,390,000	Zambia Treasury Bill, 0.00%, 3/19/12	472,124

Total Zambia \$ 2,192,226

Total Foreign Government Securities
(identified cost \$80,758,191) \$ 84,014,115

U.S. Treasury Obligations 0.1%

Principal

Amount

(000 s omitted)

Security

Value

\$ 220	United States Treasury Bill, 0.00%, 7/28/11 ⁽⁹⁾	\$ 219,784
86	United States Treasury Bill, 0.00%, 10/6/11 ⁽⁹⁾	86,268

Total U.S. Treasury Obligations
(identified cost \$305,960) \$ 306,052

Repurchase Agreements 0.8%

Description	Principal Amount (000 s omitted)	Value
Bank of America, dated 4/27/11 with a maturity date of 7/1/11, an interest rate of 0.75% and repurchase proceeds of EUR 1,883,623, collateralized by EUR 1,910,000 Belgium Kingdom Government Bond 3.75% due 9/28/20 and a market value, including accrued interest, of \$2,809,563	EUR 1,881	\$ 2,786,562

Total Repurchase Agreements
(identified cost \$2,783,173)

\$ 2,786,562

See Notes to Consolidated Financial Statements.

Eaton Vance
Short Duration Diversified Income Fund

April 30, 2011

Consolidated Portfolio of Investments (Unaudited) continued

Other Securities 0.7%

Description	Interest/ Principal Amount (000 s omitted)	Value
Eaton Vance Cash Reserves Fund, LLC, 0.16% ⁽¹⁷⁾	\$ 1,803	\$ 1,802,745
State Street Bank and Trust Euro Time Deposit, 0.01%, 5/2/11	825	825,159
 Total Other Securities (identified cost \$2,627,904)		 \$ 2,627,904
 Total Short-Term Investments (identified cost \$86,475,228)		 \$ 89,734,633
 Total Investments 134.8% (identified cost \$442,327,344)		 \$ 468,472,387
 Other Assets and Liabilities (34.8)%		 \$ (120,948,847)
 Net Assets 100.0%		 \$ 347,523,540

The percentage shown for each investment category in the Consolidated Portfolio of Investments is based on net assets.

CSFB	- Credit Suisse First Boston Mortgage Securities Corp.
GCCFC	- Greenwich Capital Commercial Funding Corp.
GECMC	- General Electric Commercial Mortgage Corporation
GSMS	- Goldman Sachs Mortgage Securities Corporation II
JPMCC	- JPMorgan Chase Commercial Mortgage Securities Corp.
MLMT	- Merrill Lynch Mortgage Trust
MSC	- Morgan Stanley Capital I
RBSCF	- Royal Bank of Scotland Commercial Funding
WBCMT	- Wachovia Bank Commercial Mortgage Trust
WFCM	- Wells Fargo Commercial Mortgage Trust
BRL	- Brazilian Real
CLP	- Chilean Peso
COP	- Colombian Peso
DOP	- Dominican Peso
EUR	- Euro
GBP	- British Pound Sterling
GHS	- Ghanaian Cedi
IDR	- Indonesian Rupiah
ILS	- Israeli Shekel
ISK	- Icelandic Krona
KZT	- Kazak Tenge
LBP	- Lebanese Pound
LKR	- Sri Lankan Rupee
MXN	- Mexican Peso
MYR	- Malaysian Ringgit
PHP	- Philippine Peso
PLN	- Polish Zloty
RON	- Romanian Leu
RSD	- Serbian Dinar
TRY	- New Turkish Lira
TWD	- New Taiwan Dollar
UYU	- Uruguayan Peso
ZAR	- South African Rand
ZMK	- Zambian Kwacha

* In U.S. dollars unless otherwise indicated.

(1) Senior floating-rate interests (Senior Loans) often require prepayments from excess cash flows or permit the borrowers to repay at their election. The degree to which borrowers repay, whether as a contractual requirement or at their election, cannot be predicted with accuracy. As a result, the actual remaining maturity may be substantially less than the stated maturities shown. However, Senior Loans will have an expected average life of approximately two to four years. The stated interest rate represents the weighted average interest rate of all contracts within the senior loan facility and includes commitment fees on unfunded loan commitments, if any. Senior Loans typically have rates of interest which are redetermined either daily, monthly, quarterly or semi-annually by reference to a base lending rate, plus a premium. These base lending rates are primarily the London Interbank Offered Rate (LIBOR) and secondarily, the prime rate offered by one or more major United States banks (the Prime Rate) and the certificate of deposit (CD) rate or other base lending rates used by commercial lenders.

- (2) Represents a payment-in-kind security which may pay all or a portion of interest in additional par.
- (3) This Senior Loan will settle after April 30, 2011, at which time the interest rate will be determined.
- (4) Security valued at fair value using methods determined in good faith by or at the direction of the Trustees.
- (5) Principal amount is less than \$500.
- (6) Weighted average fixed-rate coupon that changes/updates monthly.
- (7) Security exempt from registration pursuant to Rule 144A under the Securities Act of 1933. These securities may be sold in certain transactions (normally to qualified institutional buyers) and remain exempt from registration. At April 30, 2011, the aggregate value of these securities is \$6,013,860 or 1.7% of the Fund's net assets.
- (8) Adjustable rate mortgage security. Rate shown is the rate at April 30, 2011.
- (9) Security (or a portion thereof) has been pledged to cover collateral requirements on open financial contracts.
- (10) Variable rate security. The stated interest rate represents the rate in effect at April 30, 2011.
- (11) Security exempt from registration under Regulation S of the Securities Act of 1933, which exempts from registration securities offered and sold

See Notes to Consolidated Financial Statements.

Eaton Vance
Short Duration Diversified Income Fund

April 30, 2011

Consolidated Portfolio of Investments (Unaudited) continued

outside the United States. Security may not be offered or sold in the United States except pursuant to an exemption from, or in a transaction not subject to, the registration requirements of the Securities Act of 1933.

- (12) Inflation-linked security whose principal is adjusted for inflation based on changes in a designated inflation index or inflation rate for the applicable country. Interest is calculated based on the inflation-adjusted principal.
- (13) Represents a structured security whose market value and interest rate are linked to the performance of the underlying security.
- (14) Non-income producing.
- (15) Security was acquired in connection with a restructuring of a Senior Loan and may be subject to restrictions on resale.
- (16) Amount is less than 0.05%.
- (17) Affiliated investment company available to Eaton Vance portfolios and funds which invests in high quality, U.S. dollar denominated money market instruments. The rate shown is the annualized seven-day yield as of April 30, 2011.

Securities Sold Short

Foreign Government Bonds

**Principal
Amount**

(000 s omitted)

Security

Value

EUR (1,550)	Belgium Kingdom Government Bond, 3.75%, 9/28/20	\$(2,229,074)
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Total Foreign Government Bonds
(proceeds \$2,054,431)

\$(2,229,074)

Total Securities Sold Short
(proceeds \$2,054,431)

\$(2,229,074)

See Notes to Consolidated Financial Statements.

Eaton Vance
Short Duration Diversified Income Fund

April 30, 2011

Consolidated Statement of Assets and Liabilities (Unaudited)

Assets	April 30, 2011
Investments	
Securities of unaffiliated issuers, at value (identified cost, \$433,749,075)	\$ 459,146,383
Affiliated investment, at value (identified cost, \$1,802,745)	1,802,745
Precious metals, at value (identified cost, \$6,775,524)	7,523,259
Total Investments, at value (identified cost, \$442,327,344)	\$ 468,472,387
Cash	2,372,162
Restricted cash*	800,000
Foreign currency, at value (identified cost, \$2,147,126)	2,254,440
Interest receivable	2,668,536
Interest receivable from affiliated investment	889
Receivable for investments sold	3,596,639
Receivable for open forward foreign currency exchange contracts	1,693,114
Receivable for closed forward foreign currency exchange contracts	296,717
Receivable for open swap contracts	1,620,983
Premium paid on open swap contracts	2,564,810
Tax reclaims receivable	23,822
Prepaid expenses and other assets	151,627
Total assets	\$ 486,516,126
Liabilities	
Notes payable	\$ 117,000,000
Payable for investments purchased	11,486,380
Payable for variation margin on open financial futures contracts	42,665
Payable for open forward commodity contracts	401,224

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Payable for open forward foreign currency exchange contracts	5,416,945
Payable for closed forward foreign currency exchange contracts	149,127
Payable for open swap contracts	1,445,760
Premium received on open swap contracts	35,442
Payable for securities sold short, at value (proceeds, \$2,054,431)	2,229,074
Payable to affiliates:	
Investment adviser fee	308,269
Trustees fees	975
Interest payable for securities sold short	47,202
Accrued expenses	429,523

Total liabilities **\$ 138,992,586**

Net Assets **\$ 347,523,540**

Sources of Net Assets

Common shares, \$0.01 par value, unlimited number of shares authorized, 18,886,596 shares issued and outstanding	\$ 188,866
Additional paid-in capital	352,809,215
Accumulated net realized loss	(28,518,943)
Accumulated undistributed net investment income	1,295,216
Net unrealized appreciation	21,749,186

Net Assets **\$ 347,523,540**

Net Asset Value

(\$347,523,540 , 18,886,596 common shares issued and outstanding) **\$ 18.40**

* Represents restricted cash on deposit at custodian as collateral for open financial contracts.

See Notes to Consolidated Financial Statements.

Eaton Vance
Short Duration Diversified Income Fund

April 30, 2011

Consolidated Statement of Operations (Unaudited)

	Six Months Ended April 30, 2011
Investment Income	
Interest (net of foreign taxes, \$219,330)	\$ 10,850,987
Interest allocated from affiliated investment	8,574
Expenses allocated from affiliated investment	(376)
Total investment income	\$ 10,859,185
Expenses	
Investment adviser fee	\$ 2,140,061
Trustees fees and expenses	5,768
Custodian fee	313,927
Transfer and dividend disbursing agent fees	9,352
Legal and accounting services	101,778
Printing and postage	41,404
Interest expense and fees	796,899
Interest on securities sold short	17,337
Miscellaneous	33,345
Total expenses	\$ 3,459,871
Deduct	
Reduction of investment adviser fee	\$ 375,698
Reduction of custodian fee	181
Total expense reductions	\$ 375,879

Net expenses	\$ 3,083,992
Net investment income	\$ 7,775,193
Realized and Unrealized Gain (Loss)	
Net realized gain (loss)	
Investment transactions	\$ 3,205,850
Investment transactions allocated from affiliated investment	124
Financial futures contracts	267,241
Swap contracts	(654,944)
Foreign currency and forward foreign currency exchange contract transactions	(1,907,491)
Net realized gain	\$ 910,780
Change in unrealized appreciation (depreciation)	
Investments (including net increase of \$681,743 from precious metals)	\$ 7,379,919
Securities sold short	(174,643)
Financial futures contracts	(108,818)
Swap contracts	800,892
Forward commodity contracts	(401,224)
Foreign currency and forward foreign currency exchange contracts	(2,021,699)
Net change in unrealized appreciation (depreciation)	\$ 5,474,427
Net realized and unrealized gain	\$ 6,385,207
Net increase in net assets from operations	\$ 14,160,400

See Notes to Consolidated Financial Statements.

Eaton Vance
Short Duration Diversified Income Fund

April 30, 2011

Consolidated Statements of Changes in Net Assets

	Six Months Ended April 30, 2011 (Unaudited)	Year Ended October 31, 2010
Increase (Decrease) in Net Assets		
From operations		
Net investment income	\$ 7,775,193	\$ 19,851,609
Net realized gain (loss) from investment transactions, financial futures contracts, swap contracts, written options and foreign currency and forward foreign currency exchange contract transactions	910,780	(1,431,899)
Net change in unrealized appreciation (depreciation) from investments, securities sold short, financial futures contracts, swap contracts, written options, forward commodity contracts, foreign currency and forward foreign currency exchange contracts	5,474,427	13,566,557
Net increase in net assets from operations	\$ 14,160,400	\$ 31,986,267
Distributions to shareholders		
From net investment income	\$ (11,709,690)	\$ (20,397,524)
Total distributions	\$ (11,709,690)	\$ (20,397,524)
Net increase in net assets	\$ 2,450,710	\$ 11,588,743
Net Assets		
At beginning of period	\$ 345,072,830	\$ 333,484,087

At end of period	\$ 347,523,540	\$ 345,072,830
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Accumulated undistributed net investment income
included in net assets

At end of period	\$ 1,295,216	\$ 5,229,713
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See Notes to Consolidated Financial Statements.

Eaton Vance
Short Duration Diversified Income Fund

April 30, 2011

Consolidated Statement of Cash Flows (Unaudited)

	Six Months Ended April 30, 2011
Cash Flows From Operating Activities	
Net increase in net assets from operations	\$ 14,160,400
Adjustments to reconcile net increase in net assets from operations to net cash used in operating activities:	
Investments purchased	(170,320,887)
Investments sold and principal repayments	159,339,876
Decrease in other short-term securities, net	12,324,176
Net amortization/accretion of premium (discount)	(1,529,783)
Amortization of structuring fee on notes payable	48,935
Increase in restricted cash	(310,000)
Increase in interest receivable	(162,911)
Decrease in interest receivable from affiliated investment	930
Increase in receivable for investments sold	(2,665,096)
Increase in receivable for open forward foreign currency exchange contracts	(963,996)
Increase in receivable for closed forward foreign currency exchange contracts	(8,254)
Increase in receivable for open swap contracts	(600,843)
Decrease in premium paid on open swap contracts	4,047
Decrease in tax reclaims receivable	3,530
Increase in prepaid expenses and other assets	(7,735)
Decrease in payable for investments purchased	(6,921,292)
Increase in payable for variation margin on open financial futures contracts	42,151
Increase in payable for open forward foreign currency exchange contracts	2,964,167
Decrease in payable for closed forward foreign currency exchange contracts	(73,148)
Decrease in payable for open swap contracts	(200,049)
Increase in premium received on open swap contracts	26,827
Increase in payable for forward commodity contracts	401,225
Increase in payable for securities sold short	2,229,074
Increase in interest payable for securities sold short	47,202
Increase in payable to affiliate for investment adviser fee	16,015
Decrease in payable to affiliate for Trustees fees	(87)
Decrease in accrued expenses	(91,735)
Decrease in unfunded loan commitments	(252,485)
Net change in unrealized (appreciation) depreciation from investments	(7,379,919)
Net realized gain on investments	(3,205,974)

Net cash used in operating activities	\$ (3,085,639)
Cash Flows From Financing Activities	
Distributions paid, net of reinvestments	\$ (11,709,690)
Proceeds from notes payable	48,000,000
Repayment of notes payable	(29,000,000)
Net cash provided by financing activities	\$ 7,290,310
Net increase in cash*	\$ 4,204,671
Cash at beginning of period⁽¹⁾	\$ 421,931
Cash at end of period⁽¹⁾	\$ 4,626,602

Supplemental disclosure of cash flow information:

Cash paid for interest and fees on borrowings	\$ 839,462
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⁽¹⁾ Balance includes foreign currency, at value.

* Includes net change in unrealized appreciation (depreciation) on foreign currency of \$102,692.

See Notes to Consolidated Financial Statements.

Eaton Vance
Short Duration Diversified Income Fund

April 30, 2011

Consolidated Financial Highlights

	Six Months Ended April 30, 2011 (Unaudited)	2010	2009	Year Ended October 31,		
				2008	2007	2006
Net asset value						
Beginning of period	\$ 18.270	\$ 17.660	\$ 14.970	\$ 18.510	\$ 18.420	\$ 18.570
Income (Loss) From Operations						
Net investment income ⁽¹⁾	\$ 0.412	\$ 1.051	\$ 1.130	\$ 1.147	\$ 1.129	\$ 1.015
Net realized and unrealized gain (loss)	0.338	0.639	2.670	(3.321)	0.381	0.238
Total income (loss) from operations	\$ 0.750	\$ 1.690	\$ 3.800	\$ (2.174)	\$ 1.510	\$ 1.253
Less Distributions						
From net investment income	\$ (0.620)	\$ (1.080)	\$ (1.001)	\$ (1.366)	\$ (1.420)	\$ (1.322)
Tax return of capital			(0.109)			(0.081)
Total distributions	\$ (0.620)	\$ (1.080)	\$ (1.110)	\$ (1.366)	\$ (1.420)	\$ (1.403)

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Net asset value						
End of period	\$ 18.400	\$ 18.270	\$ 17.660	\$ 14.970	\$ 18.510	\$ 18.420
Market value						
End of period	\$ 16.790	\$ 17.600	\$ 15.570	\$ 12.620	\$ 16.500	\$ 17.750
Total Investment Return on Net Asset Value⁽²⁾	4.45%⁽³⁾	10.26%	28.04%	(11.57)%	8.82%	7.73%
Total Investment Return on Market Value⁽²⁾	(1.07)%⁽³⁾	20.48%	33.90%	(16.36)%	0.66%	19.96%

Ratios/Supplemental Data

Net assets, end of period (000 s omitted)	\$ 347,524	\$ 345,073	\$ 333,484	\$ 282,735	\$ 349,620	\$ 347,241
Ratios (as a percentage of average daily net assets):						
Expenses excluding interest and fees ⁽⁴⁾	1.33% ⁽⁵⁾	1.27%	1.22%	1.15%	1.14%	1.11%
Interest and fee expense ⁽⁶⁾	0.47% ⁽⁵⁾	0.46%	0.41%	0.06%		
Total expenses ⁽⁴⁾	1.80% ⁽⁵⁾	1.73%	1.63%	1.21%	1.14%	1.11%
Net investment income	4.53% ⁽⁵⁾	5.81%	7.17%	6.54%	6.12%	5.50%
Portfolio Turnover	18% ⁽³⁾	21%	32%	31%	114%	56%

Senior Securities:

Total notes payable outstanding (in 000 s)	\$ 117,000	\$ 98,000	\$ 111,000	\$ 70,900	\$	\$
Asset coverage per \$1,000 of notes	\$ 3,970	\$ 4,521	\$ 4,004	\$ 4,988	\$	\$

payable⁽⁷⁾

- (1) Computed using average common shares outstanding.
- (2) Returns are historical and are calculated by determining the percentage change in net asset value or market value with all distributions reinvested.
- (3) Not annualized.
- (4) Excludes the effect of custody fee credits, if any, of less than 0.005%.
- (5) Annualized.
- (6) Interest expense relates to borrowings for the purpose of financial leverage. See Note 8.
- (7) Calculated by subtracting the Fund's total liabilities (not including the notes payable) from the Fund's total assets, and dividing the result by the notes payable balance in thousands.

See Notes to Consolidated Financial Statements.

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Notes to Consolidated Financial Statements (Unaudited)

1 Significant Accounting Policies

Eaton Vance Short Duration Diversified Income Fund (the Fund) is a Massachusetts business trust registered under the Investment Company Act of 1940, as amended (the 1940 Act), as a diversified, closed-end management investment company. The Fund's primary investment objective is to provide a high level of current income, with a secondary objective of seeking capital appreciation to the extent consistent with its primary goal.

The Fund seeks to gain exposure to the commodity markets, in whole or in part, through investments in Eaton Vance EVG Commodity Subsidiary, Ltd. (the Subsidiary), a wholly-owned subsidiary of the Fund organized under the laws of the Cayman Islands with the same objective and investment policies and restrictions as the Fund. The Fund may invest up to 25% of its total assets in the Subsidiary. The net assets of the Subsidiary at April 30, 2011 were \$9,365,845 or 2.7% of the Fund's consolidated net assets. The accompanying consolidated financial statements include the accounts of the Subsidiary. Intercompany balances and transactions have been eliminated in consolidation.

The following is a summary of significant accounting policies of the Fund. The policies are in conformity with accounting principles generally accepted in the United States of America.

A Investment Valuation Interests in senior floating-rate loans (Senior Loans) for which reliable market quotations are readily available are valued generally at the average mean of bid and ask quotations obtained from a third party pricing service. Other Senior Loans are valued at fair value by the investment adviser under procedures approved by the Trustees. In fair valuing a Senior Loan, the investment adviser utilizes one or more of the valuation techniques described in (i) through (iii) below to assess the likelihood that the borrower will make a full repayment of the loan underlying such Senior Loan relative to yields on other Senior Loans issued by companies of comparable credit quality. If the investment adviser believes that there is a reasonable likelihood of full repayment, the investment adviser will determine fair value using a matrix pricing approach that considers the yield on the Senior Loan. If the investment adviser believes there is not a reasonable likelihood of full repayment, the investment adviser will determine fair value using analyses that include, but are not limited to: (i) a comparison of the value of the borrower's outstanding equity and debt to that of comparable public companies; (ii) a discounted cash flow analysis; or (iii) when the investment adviser believes it is likely that a borrower will be liquidated or sold, an analysis of the terms of such liquidation or sale. In certain cases, the investment adviser will use a combination of analytical methods to determine fair value, such as when only a portion of a borrower's assets are likely to be sold. In conducting its assessment and analyses for purposes of determining fair value of a Senior Loan, the investment adviser will use its discretion and judgment in considering and appraising relevant factors. Fair value determinations are made by the portfolio managers of the Fund based on information available to such managers. The portfolio managers of other funds managed by the investment adviser that invest in Senior Loans may not possess the same information about a Senior Loan borrower as the portfolio managers of the Fund. At times, the fair value of a Senior Loan determined by the portfolio managers of other funds managed by the investment adviser that invest in Senior Loans may vary from the fair value of the same Senior Loan determined by the portfolio managers of the Fund. The fair value of each Senior Loan is periodically reviewed and approved by the investment adviser's Valuation Committee and by the Trustees based upon procedures

approved by the Trustees. Junior Loans (i.e., subordinated loans and second lien loans) are valued in the same manner as Senior Loans.

Debt obligations (including short-term obligations with a remaining maturity of more than sixty days and excluding most seasoned mortgage-backed securities) are generally valued on the basis of valuations provided by third party pricing services, as derived from such services' pricing models. Inputs to the models may include, but are not limited to, reported trades, executable bid and asked prices, broker/dealer quotations, prices or yields of securities with similar characteristics, benchmark curves or information pertaining to the issuer, as well as industry and economic events. The pricing services may use a matrix approach, which considers information regarding securities with similar characteristics to determine the valuation for a security. Most seasoned, fixed rate 30-year mortgage-backed securities are valued through the use of the investment adviser's matrix pricing system, which takes into account bond prices, yield differentials, anticipated prepayments and interest rates provided by dealers. Short-term debt securities purchased with a remaining maturity of sixty days or less (excluding those that are non-U.S. dollar denominated, which typically are valued by a pricing service or dealer quotes) are generally valued at amortized cost, which approximates market value. Equity securities (including common shares of closed-end investment companies) listed on a U.S. securities exchange generally are valued at the last sale or closing price on the day of valuation or, if no sales took place on such date, at the mean between the closing bid and asked prices therefore on the exchange where such securities are principally traded. Equity securities listed on the NASDAQ Global or Global Select Market generally are valued at the NASDAQ official closing price. Unlisted or listed securities for which closing sales prices or closing quotations are not available are valued at the mean between the latest available bid and asked prices or, in the case of preferred equity securities that are not listed or traded in the over-the-counter market, by a third party pricing service that will use various techniques that consider factors including, but not limited to, prices or yields of securities with similar characteristics, benchmark yields, broker/dealer quotes, quotes of underlying common stock, issuer spreads, as well as industry and economic events. Precious metals are valued at the New York Composite mean quotation reported by Bloomberg at the valuation time. Exchange-traded options are valued at the mean between the bid and asked prices at valuation time as reported by the Options Price Reporting Authority for U.S. listed options or by the relevant exchange or board of trade for non-U.S. listed options. Over-the-counter options (including options on securities, indices and foreign currencies) are valued by a third party pricing service using techniques that consider factors including the value of the underlying instrument, the volatility of the underlying instrument and the period of time until option expiration. Financial futures contracts are valued at the settlement price established by the board of trade or exchange on which they are traded. Forward foreign currency exchange contracts are generally valued at the mean of the average bid and average asked prices that are reported by currency dealers to a third party pricing service at the valuation time. Such third party pricing service valuations are supplied for specific settlement periods and the Fund's forward foreign currency exchange contracts are valued at an interpolated rate between the closest preceding and subsequent settlement period reported by the third party pricing service. Forward commodity contracts are valued based on interpolated rates derived from forward rates as provided by brokers for specific settlement periods. Interest rate swaps and cross-currency swaps are normally valued using valuations provided by a third party pricing service.

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Such pricing service valuations are based on the present value of fixed and projected floating rate cash flows over the term of the swap contract. Future cash flows are discounted to their present value using swap rates provided by electronic data services or by broker/dealers. Credit default swaps are normally valued using valuations provided by a third party pricing service. The pricing services employ electronic data processing techniques to determine the present value based on credit spread quotations obtained from broker/dealers and expected default recovery rates determined by the pricing service using proprietary models. Foreign securities and currencies are valued in U.S. dollars, based on foreign currency exchange rate quotations supplied by a third party pricing service. The pricing service uses a proprietary model to determine the exchange rate. Inputs to the model include reported trades and implied bid/ask spreads. Investments for which valuations or market quotations are not readily available or are deemed unreliable are valued at fair value using methods determined in good faith by or at the direction of the Trustees of the Fund in a manner that most fairly reflects the security's value, or the amount that the Fund might reasonably expect to receive for the security upon its current sale in the ordinary course. Each such determination is based on a consideration of all relevant factors, which are likely to vary from one pricing context to another. These factors may include, but are not limited to, the type of security, the existence of any contractual restrictions on the security's disposition, the price and extent of public trading in similar securities of the issuer or of comparable companies or entities, quotations or relevant information obtained from broker-dealers or other market participants, information obtained from the issuer, analysts, and/or the appropriate stock exchange (for exchange-traded securities), an analysis of the company's or entity's financial condition, and an evaluation of the forces that influence the issuer and the market(s) in which the security is purchased and sold.

The Fund may invest in Eaton Vance Cash Reserves Fund, LLC (Cash Reserves Fund), an affiliated investment company managed by Eaton Vance Management (EVM). Cash Reserves Fund generally values its investment securities utilizing the amortized cost valuation technique in accordance with Rule 2a-7 under the 1940 Act. This technique involves initially valuing a portfolio security at its cost and thereafter assuming a constant amortization to maturity of any discount or premium. If amortized cost is determined not to approximate fair value, Cash Reserves Fund may value its investment securities in the same manner as debt obligations described above.

B Investment Transactions Investment transactions for financial statement purposes are accounted for on a trade date basis. Realized gains and losses on investments sold are determined on the basis of identified cost.

C Income Interest income is recorded on the basis of interest accrued, adjusted for amortization of premium or accretion of discount. Fees associated with loan amendments are recognized immediately.

D Federal Taxes The Fund's policy is to comply with the provisions of the Internal Revenue Code applicable to regulated investment companies and to distribute to shareholders each year substantially all of its net investment income, and all or substantially all of its net realized capital gains. Accordingly, no provision for federal income or excise tax is necessary.

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The Subsidiary is treated as a controlled foreign corporation under the Internal Revenue Code and is not expected to be subject to U.S. federal income tax. The Fund is treated as a U.S. shareholder of the Subsidiary. As a result, the Fund is required to include in gross income for U.S. federal income tax purposes all of the Subsidiary's income, whether or not such income is distributed by the Subsidiary. If a net loss is realized by the Subsidiary, such loss is not generally available to offset the income earned by the Fund.

At October 31, 2010, the Fund, for federal income tax purposes, had a capital loss carryforward of \$28,160,163 which will reduce its taxable income arising from future net realized gains on investment transactions, if any, to the extent permitted by the Internal Revenue Code, and thus will reduce the amount of distributions to shareholders, which would otherwise be necessary to relieve the Fund of any liability for federal income or excise tax. Such capital loss carryforward will expire on October 31, 2013 (\$2,603,915), October 31, 2014 (\$1,684,823), October 31, 2016 (\$17,966,463), October 31, 2017 (\$738,126) and October 31, 2018 (\$5,166,836).

As of April 30, 2011, the Fund had no uncertain tax positions that would require financial statement recognition, de-recognition, or disclosure. Each of the Fund's federal tax returns filed in the 3-year period ended October 31, 2010 remains subject to examination by the Internal Revenue Service.

E Expense Reduction State Street Bank and Trust Company (SSBT) serves as custodian of the Fund. Pursuant to the custodian agreement, SSBT receives a fee reduced by credits, which are determined based on the average daily cash balance the Fund maintains with SSBT. All credit balances, if any, used to reduce the Fund's custodian fees are reported as a reduction of expenses in the Consolidated Statement of Operations.

F Foreign Currency Translation Investment valuations, other assets, and liabilities initially expressed in foreign currencies are translated each business day into U.S. dollars based upon current exchange rates. Purchases and sales of foreign investment securities and income and expenses denominated in foreign currencies are translated into U.S. dollars based upon currency exchange rates in effect on the respective dates of such transactions. Recognized gains or losses on investment transactions attributable to changes in foreign currency exchange rates are recorded for financial statement purposes as net realized gains and losses on investments. That portion of unrealized gains and losses on investments that results from fluctuations in foreign currency exchange rates is not separately disclosed.

G Unfunded Loan Commitments The Fund may enter into certain credit agreements all or a portion of which may be unfunded. The Fund is obligated to fund these commitments at the borrower's discretion. The commitments, if any, are disclosed in the accompanying Consolidated Portfolio of Investments.

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Notes to Consolidated Financial Statements (Unaudited) continued

H Use of Estimates The preparation of the consolidated financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the consolidated financial statements and the reported amounts of income and expense during the reporting period. Actual results could differ from those estimates.

I Indemnifications Under the Fund's organizational documents, its officers and Trustees may be indemnified against certain liabilities and expenses arising out of the performance of their duties to the Fund. Under Massachusetts law, if certain conditions prevail, shareholders of a Massachusetts business trust (such as the Fund) could be deemed to have personal liability for the obligations of the Fund. However, the Fund's Declaration of Trust contains an express disclaimer of liability on the part of Fund shareholders and the By-laws provide that the Fund shall assume the defense on behalf of any Fund shareholders. Moreover, the By-laws also provide for indemnification out of Fund property of any shareholder held personally liable solely by reason of being or having been a shareholder for all loss or expense arising from such liability. Additionally, in the normal course of business, the Fund enters into agreements with service providers that may contain indemnification clauses. The Fund's maximum exposure under these arrangements is unknown as this would involve future claims that may be made against the Fund that have not yet occurred.

J Financial Futures Contracts Upon entering into a financial futures contract, the Fund is required to deposit with the broker, either in cash or securities, an amount equal to a certain percentage of the purchase price (initial margin). Subsequent payments, known as variation margin, are made or received by the Fund each business day, depending on the daily fluctuations in the value of the underlying security, commodity or currency and are recorded as unrealized gains or losses by the Fund. Gains (losses) are realized upon the expiration or closing of the financial futures contracts. Should market conditions change unexpectedly, the Fund may not achieve the anticipated benefits of the financial futures contracts and may realize a loss. Futures contracts have minimal counterparty risk as they are exchange traded and the clearinghouse for the exchange is substituted as the counterparty, guaranteeing counterparty performance.

K Forward Foreign Currency Exchange and Forward Commodity Contracts The Fund may enter into forward foreign currency exchange contracts for the purchase or sale of a specific foreign currency at a fixed price on a future date. The forward foreign currency exchange contracts are adjusted by the daily exchange rate of the underlying currency and any gains or losses are recorded as unrealized until such time as the contracts have been closed or offset by another contract with the same broker for the same settlement date and currency. Unrealized and realized gains and losses on forward commodity contracts, which are entered into for the purchase or sale of a specific commodity at a fixed price on a future date, are accounted for as described above. Risks may arise upon entering these contracts from the potential inability of counterparties to meet the terms of their contracts and, in the case of forward foreign currency exchange contracts, from movements in the value of a foreign currency relative to the U.S. dollar.

L Written Options Upon the writing of a call or a put option, the premium received by the Fund is included in the Consolidated Statement of Assets and Liabilities as a liability. The amount of the liability is subsequently marked-to-market to reflect the current market value of the option written, in accordance with the Fund's policies on

investment valuations discussed above. Premiums received from writing options which expire are treated as realized gains. Premiums received from writing options which are exercised or are closed are added to or offset against the proceeds or amount paid on the transaction to determine the realized gain or loss. When an index option is exercised, the Fund is required to deliver an amount of cash determined by the excess of the strike price of the option over the value of the index (in the case of a put) or the excess of the value of the index over the strike price of the option (in the case of a call) at contract termination. If a put option on a security is exercised, the premium reduces the cost basis of the securities purchased by the Fund. The Fund, as a writer of an option, may have no control over whether the underlying securities or other assets may be sold (call) or purchased (put) and, as a result, bears the market risk of an unfavorable change in the price of the securities or other assets underlying the written option. The Fund may also bear the risk of not being able to enter into a closing transaction if a liquid secondary market does not exist.

M Purchased Options Upon the purchase of a call or put option, the premium paid by the Fund is included in the Consolidated Statement of Assets and Liabilities as an investment. The amount of the investment is subsequently marked-to-market to reflect the current market value of the option purchased, in accordance with the Fund's policies on investment valuations discussed above. As the purchaser of an index option, the Fund has the right to receive a cash payment equal to any depreciation in the value of the index below the strike price of the option (in the case of a put) or equal to any appreciation in the value of the index over the strike price of the option (in the case of a call) as of the valuation date of the option. If an option which the Fund had purchased expires on the stipulated expiration date, the Fund will realize a loss in the amount of the cost of the option. If the Fund enters into a closing sale transaction, the Fund will realize a gain or loss, depending on whether the sales proceeds from the closing sale transaction are greater or less than the cost of the option. If the Fund exercises a put option on a security, it will realize a gain or loss from the sale of the underlying security, and the proceeds from such sale will be decreased by the premium originally paid. If the Fund exercises a call option on a security, the cost of the security which the Fund purchases upon exercise will be increased by the premium originally paid. The risk associated with purchasing options is limited to the premium originally paid.

N Interest Rate Swaps Pursuant to interest rate swap agreements, the Fund either makes floating-rate payments based on a benchmark interest rate in exchange for fixed-rate payments or the Fund makes fixed-rate payments in exchange for payments on a floating benchmark interest rate. Payments received or made are recorded as realized gains or losses. During the term of the outstanding swap agreement, changes in the underlying value of the swap are recorded as unrealized gains or losses. The value of the swap is determined by changes in the relationship between two rates of interest. The Fund is exposed to credit loss in the event of non-performance by the swap counterparty. Risk may also arise from movements in interest rates.

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O Cross-Currency Swaps Cross-currency swaps are interest rate swaps in which interest cash flows are exchanged between two parties based on the notional amounts of two different currencies. The notional amounts are typically determined based on the spot exchange rates at the inception of the trade. Cross-currency swaps also involve the exchange of the notional amounts at the start of the contract at the current spot rate with an agreement to re-exchange such amounts at a later date at either the same exchange rate, a specified rate or the then current spot rate. The entire principal value of a cross-currency swap is subject to the risk that the counterparty to the swap will default on its contractual delivery obligations.

P Credit Default Swaps When the Fund is the buyer of a credit default swap contract, the Fund is entitled to receive the par (or other agreed-upon) value of a referenced debt obligation (or basket of debt obligations) from the counterparty to the contract if a credit event by a third party, such as a U.S. or foreign corporate issuer or sovereign issuer, on the debt obligation occurs. In return, the Fund pays the counterparty a periodic stream of payments over the term of the contract provided that no credit event has occurred. If no credit event occurs, the Fund would have spent the stream of payments and received no proceeds from the contract. When the Fund is the seller of a credit default swap contract, it receives the stream of payments, but is obligated to pay to the buyer of the protection an amount up to the notional amount of the swap and in certain instances take delivery of securities of the reference entity upon the occurrence of a credit event, as defined under the terms of that particular swap agreement. Credit events are contract specific but may include bankruptcy, failure to pay, restructuring, obligation acceleration and repudiation/moratorium. If the Fund is a seller of protection and a credit event occurs, the maximum potential amount of future payments that the Fund could be required to make would be an amount equal to the notional amount of the agreement. This potential amount would be partially offset by any recovery value of the respective referenced obligation, or net amount received from the settlement of a buy protection credit default swap agreement entered into by the Fund for the same referenced obligation. As the seller, the Fund effectively may create economic leverage to its portfolio because, in addition to its total net assets, the Fund is subject to investment exposure on the notional amount of the swap. The interest fee paid or received on the swap contract, which is based on a specified interest rate on a fixed notional amount, is accrued daily as a component of unrealized appreciation (depreciation) and is recorded as realized gain upon receipt or realized loss upon payment. The Fund also records an increase or decrease to unrealized appreciation (depreciation) in an amount equal to the daily valuation. Upfront payments or receipts, if any, are recorded as other assets or other liabilities, respectively, and amortized over the life of the swap contract as realized gains or losses. For financial reporting purposes, unamortized upfront payments, if any, are netted with unrealized appreciation or depreciation on swap contracts to determine the market value of swaps as presented in Notes 7 and 10. The Fund segregates assets in the form of cash or liquid securities in an amount equal to the notional amount of the credit default swaps of which it is the seller. The Fund segregates assets in the form of cash or liquid securities in an amount equal to any unrealized depreciation of the credit default swaps of which it is the buyer, marked to market on a daily basis. These transactions involve certain risks, including the risk that the seller may be unable to fulfill the transaction.

Q Repurchase Agreements A repurchase agreement is the purchase by the Fund of securities from a counterparty in exchange for cash that is coupled with an agreement to resell those securities to the counterparty at a specified date and price. When a repurchase agreement is entered, the Fund typically receives securities with a value that equals or

exceeds the repurchase price, including any accrued interest earned on the agreement. The value of such securities will be marked to market daily, and cash or additional securities will be exchanged between the parties as needed. Except in the case of a repurchase agreement entered to settle a short sale, the value of the securities delivered to the Fund will be at least equal to 90% of the repurchase price during the term of the repurchase agreement. The terms of a repurchase agreement entered to settle a short sale may provide that the cash purchase price paid by the Fund is more than the value of purchased securities that effectively collateralize the repurchase price payable by the counterparty. Since in such a transaction the Fund normally will have used the purchased securities to settle the short sale, the Fund will segregate liquid assets equal to the marked to market value of the purchased securities that it is obligated to return to the counterparty under the repurchase agreement. In the event of the insolvency of the counterparty to a repurchase agreement, recovery of the repurchase price owed to the Fund may be delayed. Such an insolvency also may result in a loss to the extent that the value of the purchased securities decreases during the delay or that value has otherwise not been maintained at an amount at least equal to the repurchase price.

R Securities Sold Short A short sale is a transaction in which the Fund sells a security it does not own in anticipation of a decline in the market value of that security. To complete such a transaction, the Fund must borrow the security to make delivery to the buyer with an obligation to replace such borrowed security at a later date. Until the security is replaced, the Fund is required to repay the lender any interest, which accrues during the period of the loan. The proceeds received from a short sale are recorded as a liability and the Fund records an unrealized gain or loss to the extent of the difference between the proceeds received and the value of the open short position on the day of determination. A gain, limited to the price at which the Fund sold the security short, or a loss, potentially unlimited as there is no upward limit on the price of a security, is recorded when the short position is terminated. Interest payable on securities sold short is recorded as an expense.

S Consolidated Statement of Cash Flows The cash amount shown in the Consolidated Statement of Cash Flows of the Fund is the amount included in the Fund's Consolidated Statement of Assets and Liabilities and represents the cash on hand at its custodian and does not include any short-term investments.

T Interim Consolidated Financial Statements The interim consolidated financial statements relating to April 30, 2011 and for the six months then ended have not been audited by an independent registered public accounting firm, but in the opinion of the Fund's management, reflect all adjustments, consisting only of normal recurring adjustments, necessary for the fair presentation of the financial statements.

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2 Distributions to Shareholders

Subject to its Management Distribution Plan, the Fund intends to make monthly distributions to shareholders and to distribute all or substantially all of its net realized capital gains (reduced by available capital loss carryforwards from prior years, if any). In its distributions, the Fund intends to include amounts attributable to the imputed interest on foreign currency exposures through long and short positions in forward currency exchange contracts (represented by the difference between the foreign currency spot rate and the foreign currency forward rate) and the imputed interest derived from certain other derivative positions. Distributions are recorded on the ex-dividend date. The Fund distinguishes between distributions on a tax basis and a financial reporting basis. Accounting principles generally accepted in the United States of America require that only distributions in excess of tax basis earnings and profits be reported in the consolidated financial statements as a return of capital. Permanent differences between book and tax accounting relating to distributions are reclassified to paid-in capital. For tax purposes, distributions from short-term capital gains are considered to be from ordinary income. In certain circumstances, a portion of distributions to shareholders may include a return of capital component.

3 Investment Adviser Fee and Other Transactions with Affiliates

The investment adviser fee is earned by EVM as compensation for investment advisory services rendered to the Fund and the Subsidiary. Pursuant to the investment advisory agreement and subsequent fee reduction agreement between the Fund and EVM and the investment advisory agreement between the Subsidiary and EVM, the Fund and Subsidiary each pay EVM a fee at an annual rate of 0.75% of its respective average daily total leveraged assets (excluding its interest in the Subsidiary in the case of the Fund), subject to the limitation described below, and is payable monthly. Total leveraged assets as referred to herein represent net assets plus liabilities or obligations attributable to investment leverage and the notional value of long and short forward currency contracts, futures contracts and swaps held by the Fund. The notional value of a contract for purposes of calculating total leveraged assets is the stated dollar value of the underlying reference instrument at the time the derivative position is entered into and remains constant throughout the life of the derivative contract. However, the derivative contracts are marked to market daily and any unrealized appreciation or depreciation is reflected in the Fund's net assets. When the Fund holds both long and short forward currency contracts in the same foreign currency, the offsetting positions are netted for purposes of determining total leveraged assets. When the Fund holds other long and short positions in foreign obligations denominated in the same currency, total leveraged assets are calculated by excluding the smaller of the long or short position.

The advisory agreements provides that if investment leverage exceeds 40% of the Fund's total leveraged assets, EVM will not receive a management fee on total leveraged assets in excess of this amount. As of April 30, 2011, the Fund's investment leverage was 54% of its total leveraged assets. The Fund invests its cash in Cash Reserves Fund. EVM does not currently receive a fee for advisory services provided to Cash Reserves Fund. For the six months ended April 30, 2011, the Fund's investment adviser fee amounted to \$2,140,061 or 0.58% (annualized) of the Fund's average daily total leveraged assets and 1.25% (annualized) of the Fund's average daily net assets. EVM also serves as

administrator of the Fund, but receives no compensation.

In addition, EVM has contractually agreed to reimburse the Fund for fees and other expenses at an annual rate of 0.20% of the Fund's average daily total leveraged assets during the first five full years of the Fund's operations, 0.15% of the Fund's average daily total leveraged assets in year six, 0.10% in year seven and 0.05% in year eight. The Fund concluded its first six full years of operations on February 28, 2011. Pursuant to this agreement, EVM waived \$375,698 of its investment adviser fee for the six months ended April 30, 2011.

Except for Trustees of the Fund who are not members of EVM's organization, officers and Trustees receive remuneration for their services to the Fund out of the investment adviser fee. Trustees of the Fund who are not affiliated with EVM may elect to defer receipt of all or a percentage of their annual fees in accordance with the terms of the Trustees Deferred Compensation Plan. For the six months ended April 30, 2011, no significant amounts have been deferred. Certain officers and Trustees of the Fund are officers of EVM.

4 Purchases and Sales of Investments

Purchases and sales of investments, other than short-term obligations and including maturities, paydowns, principal repayments on Senior Loans and securities sold short, for the six months ended April 30, 2011 were as follows:

	Purchases	Sales
Investments (non-U.S. Government)	\$ 70,428,410	\$ 57,796,528
U.S. Government and Agency Securities	5,242,352	13,847,353
	\$ 75,670,762	\$ 71,643,881

5 Common Shares of Beneficial Interest

The Fund may issue common shares pursuant to its dividend reinvestment plan. There were no transactions in common shares for the six months ended April 30, 2011 and year ended October 31, 2010.

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6 Federal Income Tax Basis of Investments

The cost and unrealized appreciation (depreciation) of investments of the Fund at April 30, 2011, as determined on a federal income tax basis, were as follows:

Aggregate cost	\$ 443,908,764
Gross unrealized appreciation	\$ 24,983,195
Gross unrealized depreciation	(419,572)
Net unrealized appreciation	\$ 24,563,623

7 Financial Instruments

The Fund may trade in financial instruments with off-balance sheet risk in the normal course of its investing activities. These financial instruments may include forward commodity contracts, forward foreign currency exchange contracts, financial futures contracts and swap contracts and may involve, to a varying degree, elements of risk in excess of the amounts recognized for financial statement purposes. The notional or contractual amounts of these instruments represent the investment the Fund has in particular classes of financial instruments and do not necessarily represent the amounts potentially subject to risk. The measurement of the risks associated with these instruments is meaningful only when all related and offsetting transactions are considered.

A summary of obligations under these financial instruments at April 30, 2011 is as follows:

Forward Commodity Contracts⁽¹⁾

Sales

Settlement Date	Deliver	In Exchange For	Counterparty	Net Unrealized Depreciation
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6/28/11	Gold 839 Troy Ounces	United States Dollar 1,199,021	Citigroup Global Markets	\$ (116,280)
10/27/11	Gold 701 Troy Ounces	United States Dollar 999,192	Citigroup Global Markets	(99,901)
4/26/12	Gold 1,387 Troy Ounces	United States Dollar 1,991,233	Citigroup Global Markets	(185,043)
				\$ (401,224)

(1) Non-deliverable contracts that are settled with the counterparty in cash.

**Forward Foreign Currency Exchange Contracts
Sales**

Settlement Date	Deliver	In Exchange For	Counterparty	Net Unrealized Appreciation (Depreciation)
5/2/11	New Turkish Lira 358,000	United States Dollar 226,525	Credit Suisse	\$ (8,847)
5/2/11	New Turkish Lira 5,333,347	United States Dollar 3,515,256	Deutsche Bank	8,782
5/2/11	New Turkish Lira 312,000	United States Dollar 197,481	Standard Bank	(7,647)
5/3/11	South African Rand 194,699	United States Dollar 28,739	Standard Bank	(918)
5/4/11	Czech Koruna 7,100,000	Euro 289,209	Deutsche Bank	(6,586)

Eaton Vance
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Notes to Consolidated Financial Statements (Unaudited) continued

Forward Foreign Currency Exchange Contracts (continued)
Sales

Settlement Date	Deliver	In Exchange For	Counterparty	Net Unrealized Appreciation (Depreciation)
5/4/11	Euro 306,450	United States Dollar 435,619	Deutsche Bank	\$ (18,267)
5/4/11	Israeli Shekel 2,643,695	United States Dollar 789,634	Bank of America	7,574
5/4/11	New Zealand Dollar 1,594,800	United States Dollar 1,212,629	Credit Suisse	(77,877)
5/4/11	New Zealand Dollar 455,000	United States Dollar 345,798	Goldman Sachs, Inc.	(22,386)
5/4/11	New Zealand Dollar 454,800	United States Dollar 345,775	HSBC Bank USA	(22,247)
5/4/11	New Zealand Dollar 215,300	United States Dollar 163,499	JPMorgan Chase Bank	(10,721)
5/4/11	Serbian Dinar 57,704,000	Euro 580,523	Deutsche Bank	(3,058)
5/11/11	New Turkish Lira 318,178	United States Dollar 199,322	Bank of America	(9,546)
5/11/11	New Turkish Lira 391,822	United States Dollar 245,333	Standard Chartered Bank	(11,879)
5/13/11	Polish Zloty 2,840,000	Euro 713,945	Standard Bank	(11,734)
5/13/11	Sri Lankan Rupee 200,370,000	United States Dollar 1,785,829	HSBC Bank USA	(36,171)
5/19/11				(53,738)

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	Japanese Yen 170,225,000	United States Dollar 2,044,941	Goldman Sachs, Inc.	
5/20/11	Euro 421,457	United States Dollar 616,383	Deutsche Bank	(7,567)
5/20/11	Euro 107,819	United States Dollar 157,543	Goldman Sachs, Inc.	(2,079)
5/20/11	Euro 9,534,333	United States Dollar 13,662,699	HSBC Bank USA	(452,489)
5/20/11	Euro 9,534,333	United States Dollar 13,595,720	JPMorgan Chase Bank	(519,468)
5/23/11	Euro 2,000,000	United States Dollar 2,858,800	Standard Bank	(101,874)
5/31/11	British Pound Sterling 464,905	United States Dollar 746,957	JPMorgan Chase Bank	(29,333)
5/31/11	Euro 11,928,110	United States Dollar 16,417,075	Citigroup Global Markets	(1,236,670)
5/31/11	Euro 4,424,000	United States Dollar 6,462,800	Credit Suisse	(84,773)
6/2/11	Euro 2,400,000	United States Dollar 2,935,920	HSBC Bank USA	(615,914)
6/3/11	South African Rand 2,439,301	United States Dollar 367,708	Standard Bank	(2,316)
6/13/11	South African Rand 38,672,546	United States Dollar 5,719,691	Standard Bank	(138,364)

Eaton Vance
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Notes to Consolidated Financial Statements (Unaudited) continued

Forward Foreign Currency Exchange Contracts (continued)
Sales

Settlement Date	Deliver	In Exchange For	Counterparty	Net Unrealized Appreciation (Depreciation)
6/15/11	South African Rand 18,012,206	United States Dollar 2,577,333	Bank of America	\$ (150,348)
6/15/11	South African Rand 6,081,615	United States Dollar 867,056	Credit Suisse	(53,914)
6/22/11	South African Rand 11,284,418	United States Dollar 1,580,628	Bank of America	(126,523)
6/30/11	British Pound Sterling 424,623	United States Dollar 677,703	Goldman Sachs, Inc.	(31,045)
7/5/11	Brazilian Real 455,000	United States Dollar 265,538	Barclays Bank PLC	(22,081)
7/5/11	Brazilian Real 728,000	United States Dollar 426,354	Barclays Bank PLC	(33,837)
7/5/11	Brazilian Real 455,000	United States Dollar 265,538	Citigroup Global Markets	(22,081)
7/5/11	Brazilian Real 424,000	United States Dollar 247,519	Credit Suisse	(20,505)
7/5/11	Brazilian Real 563,000	United States Dollar 329,432	Credit Suisse	(26,457)
7/5/11	Brazilian Real 424,000	United States Dollar 247,375	Deutsche Bank	(20,649)
7/5/11	Brazilian Real 424,000	United States Dollar 247,808	Goldman Sachs, Inc.	(20,215)
7/5/11	Brazilian Real 477,000	United States Dollar 278,378	JPMorgan Chase Bank	(23,149)
7/5/11	Brazilian Real 283,000	United States Dollar 165,255	Standard Bank	(13,638)

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7/5/11	Brazilian Real 971,000	United States Dollar 568,335	Standard Chartered Bank	(45,465)
7/15/11	Sri Lankan Rupee 230,890,000	United States Dollar 1,943,028	HSBC Bank USA	(149,266)
7/29/11	British Pound Sterling 418,958	United States Dollar 689,338	JPMorgan Chase Bank	(9,672)
8/3/11	Israeli Shekel 15,576,800	United States Dollar 4,464,418	Deutsche Bank	(124,417)
8/4/11	Euro 600,000	United States Dollar 791,274	Deutsche Bank	(95,076)
8/5/11	Sri Lankan Rupee 135,510,000	United States Dollar 1,165,677	HSBC Bank USA	(60,440)
8/25/11	Euro 1,355,000	United States Dollar 1,707,436	Deutsche Bank	(292,812)
9/7/11	Israeli Shekel 5,711,600	United States Dollar 1,633,987	Barclays Bank PLC	(46,029)
9/7/11	Israeli Shekel 15,576,800	United States Dollar 4,455,861	Deutsche Bank	(125,913)
9/8/11	Euro 898,000	United States Dollar 1,140,316	Citigroup Global Markets	(184,680)

Eaton Vance
Short Duration Diversified Income Fund

April 30, 2011

Notes to Consolidated Financial Statements (Unaudited) continued

Forward Foreign Currency Exchange Contracts (continued)
Sales

Settlement Date	Deliver	In Exchange For	Counterparty	Net Unrealized Appreciation (Depreciation)
10/5/11	Israeli Shekel 2,843,000	United States Dollar 784,601	Barclays Bank PLC	\$ (50,614)
10/5/11	Israeli Shekel 10,384,500	United States Dollar 2,967,424	Citigroup Global Markets	(83,327)
10/7/11	Sri Lankan Rupee 35,800,000	United States Dollar 316,394	HSBC Bank USA	(5,734)
1/20/12	Sri Lankan Rupee 91,000,000	United States Dollar 808,530	Standard Chartered Bank	(4,787)
3/9/12	Sri Lankan Rupee 30,490,000	United States Dollar 271,263	Standard Chartered Bank	(487)
3/16/12	Sri Lankan Rupee 36,270,000	United States Dollar 320,690	Standard Chartered Bank	(2,448)
3/23/12	Sri Lankan Rupee 67,120,000	United States Dollar 595,299	HSBC Bank USA	(2,449)
4/27/12	Sri Lankan Rupee 61,000,000	United States Dollar 538,869	Standard Chartered Bank	(3,297)
				\$ (5,327,468)

Purchases

Settlement Date	In Exchange For	Deliver	Counterparty	Net Unrealized Appreciation (Depreciation)
5/2/11			JPMorgan Chase Bank	\$ 223,661

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	New Turkish Lira	United States Dollar		
	6,003,347	3,723,313		
5/3/11	Romanian Leu	Euro		
	5,303,000	1,303,028	Credit Suisse	(3,194)
5/4/11	Israeli Shekel	United States Dollar		
	2,579,647	752,996	Credit Suisse	10,118
5/4/11	Israeli Shekel	United States Dollar		
	1,562,450	455,906	Standard Bank	6,299
5/4/11	Serbian Dinar	Euro		
	28,871,000	290,599	Credit Suisse	1,313
5/4/11	Serbian Dinar	Euro		
	28,833,000	290,597	Raiffeisen Zentralbank	748
5/6/11	Polish Zloty	Euro		
	7,062,851	1,746,955	Credit Suisse	72,722
5/10/11	Mexican Peso	United States Dollar		
	14,874,934	1,228,775	Citigroup Global Markets	62,572
5/10/11	Mexican Peso	United States Dollar		
	10,440,000	859,578	Deutsche Bank	46,757
5/11/11	Hong Kong Dollar	United States Dollar		
	30,326,000	3,900,500	JPMorgan Chase Bank	4,446
5/11/11	New Turkish Lira	United States Dollar		
	5,333,347	3,510,166	Deutsche Bank	(9,085)

Eaton Vance
Short Duration Diversified Income Fund

April 30, 2011

Notes to Consolidated Financial Statements (Unaudited) continued

Forward Foreign Currency Exchange Contracts (continued)
Purchases

Settlement Date	In Exchange For	Deliver	Counterparty	Net Unrealized Appreciation (Depreciation)
5/12/11	Hong Kong Dollar 30,212,000	United States Dollar 3,903,510	Goldman Sachs, Inc.	\$ (13,229)
5/16/11	Czech Koruna 72,880,000	Euro 2,986,029	Bank of America	42,814
5/16/11	Euro 2,500,446	United States Dollar 3,615,308	Goldman Sachs, Inc.	86,907
5/16/11	Mexican Peso 38,285,718	United States Dollar 3,224,712	Standard Bank	97,225
5/18/11	Swedish Krona 30,990,000	Euro 3,430,222	Goldman Sachs, Inc.	46,090
5/19/11	Indonesian Rupiah 18,217,000,000	United States Dollar 2,097,283	Credit Suisse	29,108
5/20/11	Indonesian Rupiah 2,822,000,000	United States Dollar 324,293	Barclays Bank PLC	5,099
5/20/11	Indonesian Rupiah 2,435,000,000	United States Dollar 279,885	Deutsche Bank	4,336
5/20/11	Indonesian Rupiah 2,993,000,000	United States Dollar 344,023	Standard Chartered Bank	5,329
5/23/11	Czech Koruna 56,849,529	Euro 2,325,515	Credit Suisse	39,320
5/23/11	Serbian Dinar 9,466,210	Euro 92,870	Deutsche Bank	3,313
5/23/11	Serbian Dinar 47,457,000	Euro 465,265	Standard Bank	17,083
5/23/11	Singapore Dollar 1,327,000	United States Dollar 1,041,029	Deutsche Bank	43,067
5/25/11	Indian Rupee 145,080,000	United States Dollar 3,251,457	Standard Chartered Bank	16,146
5/25/11			Credit Suisse	7,037

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	Mexican Peso	United States Dollar		
	4,657,000	396,712		
5/26/11	Yuan Renminbi	United States Dollar		
	3,918,075	595,000	Bank of America	10,798
5/26/11	Yuan Renminbi	United States Dollar	Barclays Bank	
	7,839,720	1,190,000	PLC	22,147
5/26/11	Yuan Renminbi	United States Dollar	Citigroup Global	
	3,918,670	595,000	Markets	10,890
5/31/11	Norwegian Krone	Euro	Goldman Sachs,	
	15,000,000	1,926,448	Inc.	3,258
5/31/11	Polish Zloty	Euro		
	2,940,000	746,363	Standard Bank	58
5/31/11	South Korean Won	United States Dollar	Barclays Bank	
	2,238,000,000	2,000,715	PLC	92,328
5/31/11	South Korean Won	United States Dollar	Citigroup Global	
	2,142,200,000	1,915,072	Markets	88,376
5/31/11	Swedish Krona	Euro		
	21,830,400	2,469,670	Credit Suisse	(47,613)

Eaton Vance
Short Duration Diversified Income Fund

April 30, 2011

Notes to Consolidated Financial Statements (Unaudited) continued

Forward Foreign Currency Exchange Contracts (continued)
Purchases

Settlement Date	In Exchange For	Deliver	Counterparty	Net Unrealized Appreciation (Depreciation)
6/3/11	Yuan Renminbi 2,300,000	United States Dollar 347,642	Bank of America	\$ 8,423
6/3/11	Yuan Renminbi 2,300,000	United States Dollar 347,485	Deutsche Bank	8,580
6/6/11	Indonesian Rupiah 10,687,000,000	United States Dollar 1,229,521	Bank of America	17,292
6/6/11	Indonesian Rupiah 10,687,000,000	United States Dollar 1,229,946	Deutsche Bank	16,867
6/7/11	Singapore Dollar 1,315,000	United States Dollar 1,036,984	Bank of America	37,302
6/7/11	Singapore Dollar 1,315,000	United States Dollar 1,037,271	Citigroup Global Markets	37,015
6/7/11	Swedish Krona 15,555,000	Euro 1,727,105	Credit Suisse	13,899
6/9/11	Indonesian Rupiah 4,510,000,000	United States Dollar 509,317	Standard Chartered Bank	16,759
6/9/11	South Korean Won 560,000,000	United States Dollar 520,785	Bank of America	2,867
6/9/11	South Korean Won 710,000,000	United States Dollar 660,895	Credit Suisse	3,020
6/10/11	South Korean Won 697,000,000	United States Dollar 637,112	Barclays Bank PLC	14,606
6/10/11	South Korean Won 709,000,000	United States Dollar 648,110	Citigroup Global Markets	14,828
6/10/11	South Korean Won 716,000,000	United States Dollar 654,419	Goldman Sachs, Inc.	15,064
6/13/11	Indian Rupee 22,350,000	United States Dollar 500,448	Bank of America	1,218
6/13/11				1,369

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	Indian Rupee	United States Dollar	Barclays Bank	
	25,116,000	562,382	PLC	
6/13/11	Indian Rupee	United States Dollar		
	27,320,000	611,870	Credit Suisse	1,352
6/13/11	Indian Rupee	United States Dollar	Goldman Sachs,	
	27,320,000	611,870	Inc.	1,352
6/13/11	Malaysian Ringgit	United States Dollar	Standard	
	10,300,000	3,408,903	Chartered Bank	70,001
6/14/11	South Korean Won	United States Dollar	Barclays Bank	
	63,500,000	57,949	PLC	1,411
6/14/11	South Korean Won	United States Dollar	Goldman Sachs,	
	57,500,000	52,478	Inc.	1,273
6/15/11	Yuan Renminbi	United States Dollar	Citigroup Global	
	9,800,000	1,483,724	Markets	35,493
6/15/11	Yuan Renminbi	United States Dollar	HSBC Bank	
	20,600,000	3,116,490	USA	76,968

Eaton Vance
Short Duration Diversified Income Fund

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Notes to Consolidated Financial Statements (Unaudited) continued

Forward Foreign Currency Exchange Contracts (continued)
Purchases

Settlement Date	In Exchange For	Deliver	Counterparty	Net Unrealized Appreciation (Depreciation)
6/21/11	Serbian Dinar 28,785,000	Euro 279,656	HSBC Bank USA	\$ 11,134
6/27/11	Norwegian Krone 15,407,300	Euro 1,975,624	Standard Bank	5,263
6/30/11	Hungarian Forint 397,852,974	Euro 1,493,722	Standard Bank	5,877
6/30/11	Indian Rupee 16,060,000	United States Dollar 357,923	Citigroup Global Markets	1,508
6/30/11	Indian Rupee 15,180,000	United States Dollar 338,311	Deutsche Bank	1,426
6/30/11	Indian Rupee 15,920,000	United States Dollar 354,803	HSBC Bank USA	1,495
7/5/11	Serbian Dinar 57,704,000	Euro 570,057	Deutsche Bank	5,579
7/18/11	Ghanaian Cedi 544,860	United States Dollar 353,117	Standard Bank	1,056
7/20/11	Ghanaian Cedi 1,067,600	United States Dollar 691,899	Standard Bank	1,723
7/22/11	Malaysian Ringgit 2,144,000	United States Dollar 709,042	Credit Suisse	14,196
7/29/11	Serbian Dinar 28,410,000	Euro 276,631	Citigroup Global Markets	5,966
7/29/11	Serbian Dinar 37,720,000	Euro 368,000	Standard Bank	6,862
8/4/11	Serbian Dinar 26,706,000	Euro 261,567	JPMorgan Chase Bank	2,725
8/12/11	Yuan Renminbi 3,880,000	United States Dollar 581,448	Bank of America	23,588
11/28/11	Yuan Renminbi 3,863,930	United States Dollar 595,000	Barclays Bank PLC	12,086

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11/28/11	Yuan Renminbi 3,865,418	United States Dollar 595,000	JPMorgan Chase Bank	12,320
11/28/11	Yuan Renminbi 7,729,050	United States Dollar 1,190,000	Standard Chartered Bank	24,359
1/30/12	Yuan Renminbi 3,560,000	United States Dollar 551,271	Bank of America	10,237
1/30/12	Yuan Renminbi 12,255,100	United States Dollar 1,899,927	Barclays Bank PLC	33,034

\$ 1,603,637

At April 30, 2011, closed forward foreign currency purchases and sales contracts excluded above amounted to a receivable of \$296,717 and a payable of \$149,127.

Eaton Vance
Short Duration Diversified Income Fund

April 30, 2011

Notes to Consolidated Financial Statements (Unaudited) continued

Futures Contracts

Expiration Date	Contracts	Position	Aggregate Cost	Value	Net Unrealized Appreciation (Depreciation)
6/11	16 Euro-Bobl	Short	\$ (2,740,957)	\$ (2,731,004)	\$ 9,953
6/11	20 Euro-Bund	Short	(3,627,929)	(3,641,259)	(13,330)
6/11	6 Euro-Buxl	Short	(923,704)	(921,572)	2,132
6/11	19 Gold	Short	(2,774,061)	(2,957,160)	(183,099)
6/11	7 Japan 10-Year Bond	Short	(11,982,371)	(12,085,927)	(103,556)
6/11	47 U.S. 5-Year Treasury Note	Short	(5,478,438)	(5,568,032)	(89,594)
7/11	22 Platinum	Long	1,973,547	2,052,050	78,503
					\$ (298,991)

Euro-Bobl: Medium-term debt securities issued by the Federal Republic of Germany with a term to maturity of 4.5 to 5 years.

Euro-Bund: Long-term debt securities issued by the Federal Republic of Germany with a term to maturity of 8.5 to 10.5 years.

Euro-Buxl: Long-term debt securities issued by the Federal Republic of Germany with a term to maturity of 24 to 35 years.

Japan 10-Year Bond: Japanese Government Bonds (JGB) having a maturity of 7 years or more but less than 11 years.

Interest Rate Swaps

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Counterparty	Notional Amount (000 \$ omitted)	Fund Pays/Receives Floating Rate	Floating Rate Index	Annual Fixed Rate	Termination Date	Net Unrealized Appreciation (Depreciation)
Bank of America	ILS 2,650	Receive	3-month ILS TELBOR	4.20%	11/19/14	\$ (3,870)
Bank of America	ILS 2,600	Receive	3-month ILS TELBOR	4.54	1/6/15	(10,028)
Bank of America	ZAR 5,852	Receive	3-month ZAR JIBAR	6.86	11/17/15	23,257
Bank of America	ZAR 6,082	Receive	3-month ZAR JIBAR	7.18	12/15/15	14,288
Bank of America	ZAR 2,773	Receive	3-month ZAR JIBAR	7.26	11/16/20	22,971
Bank of America	ZAR 5,850	Receive	3-month ZAR JIBAR	7.42	11/17/20	38,683
Bank of America	ZAR 4,072	Receive	3-month ZAR JIBAR	7.31	11/19/20	31,576
Barclays Bank PLC	ILS 1,311	Receive	3-month ILS TELBOR	5.15	3/5/20	1,117
Barclays Bank PLC	ILS 1,334	Receive	3-month ILS TELBOR	5.16	3/8/20	929
Citigroup Global Markets	ZAR 2,659	Receive	3-month ZAR JIBAR	7.29	11/19/20	21,178
Deutsche Bank	ZAR 2,073	Receive	3-month ZAR JIBAR	6.71	11/19/15	10,137
Deutsche Bank	ZAR 3,825	Receive	3-month ZAR JIBAR	7.26	11/16/20	31,685
Deutsche Bank	ZAR 2,467	Receive	3-month ZAR JIBAR	7.27	11/19/20	20,165
						\$ 202,088

ILS - Israeli Shekel
ZAR - South African Rand

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Notes to Consolidated Financial Statements (Unaudited) continued

Credit Default Swaps - Sell Protection

Reference Entity	Counterparty	Notional Amount* (000 s omitted)	Contract Annual Fixed Rate**	Termination Date	Current Market Annual Fixed Rate***	Market Value	Upfront Payments Received (Paid)	Net Unrealized Appreciation (Depreciation)
Argentina	Bank of America	\$ 2,608	5.00% ⁽¹⁾	6/20/13	4.38%	\$ 48,109	\$ (15,678)	\$ 32,431
Argentina	Bank of America	859	5.00 ₍₁₎	6/20/13	4.38	15,851		