WELLS FARGO ADVANTAGE GLOBAL DIVIDEND OPPORTUNITY FUND
Form N-CSR
December 28, 2012
Table of Contents

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- 22005

Wells Fargo Advantage Global Dividend Opportunity Fund

(Exact name of registrant as specified in charter)

525 Market St., San Francisco, CA 94105

(Address of principal executive offices) (Zip code)

C. David Messman

Wells Fargo Funds Management, LLC

525 Market St., San Francisco, CA 94105

(Name and address of agent for service)

Registrant s telephone number, including area code: 800-222-8222

Date of fiscal year end: October 31, 2012

Date of reporting period: October 31, 2012

Table of Contents

ITEM 1. REPORT TO SHAREHOLDERS

Table of Contents

Wells Fargo Advantage

Global Dividend Opportunity Fund

Annual Report

October 31, 2012

This closed-end fund is no longer offered as an initial public offering and is only offered through broker/dealers on the secondary market. A closed-end fund is not required to buy its shares back from investors upon request.

Table of Contents

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Contents

The Fund has filed with the New York Stock Exchange (NYSE) its chief executive officer certification regarding compliance with the NYSE s listing standards and has filed with the SEC the certification of its chief executive officer and chief financial officer required by Section 302 of the Sarbanes-Oxley Act.

The views expressed and any forward-looking statements are as of October 31, 2012, unless otherwise noted, and are those of the Fund managers and/or Wells Fargo Funds Management, LLC. Discussions of individual securities, or the markets generally, or any Wells Fargo Advantage Fund are not intended as individual recommendations. Future events or results may vary significantly from those expressed in any forward-looking statements; the views expressed are subject to change at any time in response to changing circumstances in the market. Wells Fargo Funds Management, LLC, disclaims any obligation to publicly update or revise any views expressed or forward-looking statements.

NOT FDIC INSURED ¡ NO BANK GUARANTEE ¡ MAY LOSE VALUE

Table of Contents

Karla M. Rabusch

President

Wells Fargo Advantage Funds

Analysts began openly discussing the possibility of a crisis within the European banking system and its possible effect on other economies two worries that remained near the forefront as the reporting period ended.

Dear Valued Shareholder:

We are pleased to offer you this annual report for the *Wells Fargo Advantage Global Dividend Opportunity Fund* for the 12-month period that ended October 31, 2012. Much of the period was marked by increased confidence that the U.S. economy was staging a fragile recovery, offset by continued concerns about the possible effects that the ongoing European sovereign debt crisis would have on the global economy. U.S. large-cap stocks noticeably outperformed international large-cap stocks as the U.S. economy showed relative strength.

Macroeconomic optimism faded as global growth slowed and worries rose.

Prior to the 12-month period, global economic numbers supported the case for a gradual recovery. However, concerns about the eurozone sovereign debt situation soon returned to center stage as investors became increasingly concerned that Greece would default on its debt. Because many eurozone banks owned Greek debt and many U.S. banks had financial ties to eurozone banks, investors worried that a Greek default would result in another global financial crisis.

In March 2012, the Greek government came to an agreement with its creditors, allowing it to write down the principal on most of its bonds in exchange for increased financial austerity. Yet, ongoing weakness in the Greek economy made it difficult for the country to meet its austerity targets. Even more worrisome, in May 2012, Spain nationalized Bankia, its fourth-largest bank, after it suffered heavy losses from property loans. The move refocused investor attention to the ongoing problems in southern Europe. Analysts began openly discussing the possibility of a crisis within the European banking system and its possible effect on other economies two worries that remained near the forefront as the reporting period ended.

Central banks continued to provide stimulus.

Major central banks, including the U.S. Federal Reserve Bank (Fed) and the European Central Bank (ECB) continued to inject liquidity into the banks and global capital markets through various quantitative easing policies. Throughout the reporting period, the Federal Open Market Committee (FOMC) kept its key interest rates effectively at zero in an effort to support the U.S. economy and financial system. After its

September 2012 meeting, the FOMC announced its intention to keep interest rates low until at least mid-2015 and to make open-ended purchases of $40 billion per month in mortgage-backed securities to support the housing market.

At the beginning of the period, the ECB had a key rate of 1.50%, which it soon lowered twice in response to weakness in the southern European economies. A third cut in July 2012 put the ECB s key rate at a historic low of 0.75%. In September, the ECB announced that it would purchase an unlimited amount of one- to three-year sovereign debt from countries that had formally applied for a bailout.

1. The S&P 500 Index consists of 500 stocks chosen for market size, liquidity, and industry group representation. It is a market-value-weighted index with each stock s weight in the index proportionate to its market value. You cannot invest directly in an index.

2. The Morgan Stanley Capital International Europe, Australasia, and Far East (MSCI EAFE) Index (Net) is an unmanaged group of securities widely regarded by investors to be representations of the stock markets of Europe, Australasia, and the Far East. You cannot invest directly in an index. Source: MSCI. MSCI makes no express or implied warranties or representations and shall have no liability whatsoever with respect to any MSCI data contained herein. The MSCI data may not be further redistributed or used as a basis for other indexes or any securities or financial products. This report is not approved, reviewed, or produced by MSCI.

Table of Contents

A relatively solid U.S. economy helped U.S. stocks outperform international stocks.

For most of the period, U.S. economic data remained moderately positive. Reported gross domestic product (GDP) came in at a 1.3% annualized rate in the third quarter of 2011 and then accelerated to a 4.1% annualized rate in the fourth quarter of 2011. Although GDP growth slowed to a 2.0% annualized rate in the first quarter of 2012, a 1.3% annualized rate in the second quarter of 2012, and again a 2.0% annualized rate in the third quarter of 2012, continued economic growth in the U.S. contrasted with the more uncertain picture in Europe. The unemployment rate was a notable exception to generally positive U.S. economic news. Although the unemployment rate declined from 8.7% in November 2011 to 7.9% in October 2012 at least part of the decline could be attributed to a decline in the labor force. (People are only counted as unemployed if they are officially looking for work.) The relatively positive outlook for the U.S. economy generally resulted in a strong domestic stock market and the S&P 500 Index[1] ended the period with a 15.21% gain.

By contrast, economic growth for the 17 countries that comprise the eurozone turned negative in the fourth quarter of 2011, came in flat for the first quarter of 2012, but then turned negative again in the second quarter of 2012. Southern European countries such as Greece, Italy, and Spain continued to grapple with high debt levels, government austerity programs aimed at paying down the debt, and slower economic growth. Since southern European countries are a source of demand for exporters, even stronger, export-driven economies such as Germany were affected by southern Europe s weakness. The MSCI EAFE Index (Net)[2] ended the 12-month period with a moderate 4.61% gain.

We remain committed to our investment strategies, even as many variables are at work in the market.

The full effect of the sovereign debt crisis remains unknown. Elevated unemployment and mortgage debt defaults continue to pressure consumers and businesses alike. For many investors, simply building and maintaining a well-diversified[3] investment plan focused on clear financial objectives is the best long-term strategy.

Thank you for choosing to invest with *Wells Fargo Advantage Funds*. We appreciate your confidence in us and remain committed to helping you meet your financial needs. For current information about your fund investments, contact your investment professional, visit our website at **wellsfargoadvantagefunds.com**, or call us directly at **1-800-222-8222**. We are available 24 hours a day, 7 days a week.

Sincerely,

Karla M. Rabusch

President

Wells Fargo Advantage Funds

3. Diversification does not assure or guarantee better performance and cannot eliminate the risk of investment losses.

For most of the period, U.S. economic data remained moderately positive.

Table of Contents

Notice to shareholders

At its November 6-7, 2012 meeting, the Board of Trustees unanimously approved the following modifications to the Fund s principal investment strategies; each change became effective on November 7, 2012:

The Fund s principal investment strategy has been changed to expressly reflect that it will primarily invest in common and/or preferred stocks of U.S. and non-U.S. companies and other equity securities that offer an above-average potential for current and/or future dividends. This change reflects an increase in the portion of the Fund s portfolio that is normally invested in preferred stocks, which typically provide greater income potential than common stocks.

In addition, because the majority of preferred stock investments are expected to be in U.S. companies, the normal allocation range for foreign investment has been modified to be a typical range of 30% to 70% of the Fund s total assets in foreign securities, rather than a typical range of 40% to 70% of the Fund s total assets in foreign securities.

In employing its dividend capture strategy, the Fund purchases stock before the ex-dividend date so it becomes entitled to the dividend and then typically sells the stock on or after the ex-dividend date. Over time, in a non-rising market, this strategy may lead to a decline in the net asset value of the Fund. Dividend capture also increases the portfolio turnover rate and related transaction costs of the Fund. In light of this, the Fund expects to use dividend capture to a lesser extent.

Please contact your investment professional or call us directly at **1-800-222-8222** if you have any questions on this Notice to Shareholders.

Table of Contents

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Table of Contents

Investment objective

The Fund s primary investment objective is to seek a high level of current income. The Fund s secondary objective is long-term growth of capital.

Adviser

Wells Fargo Funds Management, LLC

Subadvisers

Crow Point Partners, LLC

Wells Capital Management Incorporated

Portfolio managers

Jeffrey P. Mellas, CAIA

Timothy P. O Brien, CFA

Average annual total returns[1] (%) as of October 31, 2012

	1 Year	5 Year	Since inception 3-28-07
Based on market value	9.79	(1.71)	(3.11)
Based on net asset value (NAV) per share	5.87	(3.73)	(1.69)

Figures quoted represent past performance, which is no guarantee of future results and do not reflect the deduction of taxes that a shareholder may pay on fund distributions or the sales of fund shares*. Investment return and principal value of an investment will fluctuate so that an investor s shares, when sold, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted and assumes the reinvestment of dividends and capital gains. To obtain performance information current to the most recent month-end, please call 1-800-222-8222.*

The Fund s annualized expense ratio for the year ended October 31, 2012, is 1.08%.

Comparison of NAV vs. market value since inception[2]

Derivatives involve additional risks, including interest-rate risk, credit risk, the risk of improper valuation, and the risk of non-correlation to the relevant instruments they are designed to hedge or closely track. There are numerous risks associated with transactions in options on securities. As a writer of an index call option, the Fund forgoes the opportunity to profit from increases in the values of securities held by the Fund. However, the Fund has retained the risk of loss (net premiums received) should the price of the Fund s portfolio securities decline. Similar risks are involved with writing call options on individual securities held in the Fund s portfolio. This combination of potentially limited appreciation and potentially unlimited depreciation over time may lead to a decline in the net asset value of the Fund. The Fund s dividend capture strategy may lead to a similar result. Dividend capture strategies involve the Fund purchasing a stock before an ex-dividend date so it becomes entitled to the dividend and then typically selling the stock on or after the stock s ex-dividend date. Any decline in the value of the stock reflecting the dividend payment may over time lead to a decline in the net asset value of the Fund. Dividend capture also increases the portfolio turnover rate and related transaction costs of the Fund. Foreign investments may contain more risk due to the inherent risks associated with changing political climates, foreign market instability, and foreign currency fluctuations. Risks of foreign investing are magnified in emerging or developing markets. Small- and mid-cap securities may be subject to special risks associated with narrower product lines and limited financial resources compared with their large-cap counterparts, and, as a result, small- and mid-cap securities may decline significantly in market downturns and may be more volatile than those of larger companies due to their higher risk of failure. High-yield, lower-rated bonds may contain more risk due to the increased possibility of default. Illiquid securities may be subject to wide fluctuations in market value. The Fund may be subject to significant delays in disposing of illiquid securities. Accordingly, the Fund may be forced to sell these securities at less than fair market value or may not be able to sell them when the adviser or subadviser believes that it is desirable to do so.

1. Total returns based on market value are calculated assuming a purchase of common stock on the first day and sale on the last day of the period reported. Total returns based on NAV are calculated based on the NAV at the beginning of the period and end of period. Dividends and distributions, if any, are assumed for the purposes of these calculations to be reinvested at prices obtained under the Fund s Automatic Dividend Reinvestment Plan. Total returns do not reflect brokerage commissions or sales charges. If these charges were included, the returns would be lower.

2. This chart does not reflect any brokerage commissions or sales charges.

Table of Contents

MANAGER S DISCUSSION

The Fund returned 9.79% during the 12 months ended October 31, 2012, based on market value. During the same period, the Fund s return based on NAV was 5.87%.

Strategy

For financial markets, the 12-month period that ended October 31, 2012 was defined primarily by the economic crisis in Europe. Mounting worries about the stability of the European Monetary Union and the viability of its currency, the euro, caused substantial volatility in European markets, which led to a ripple effect on other global markets. Further complicating this investment picture was the fact that a significant component of European risk we feel can be characterized as event risk ; that is, the susceptibility of the markets to highly uncertain, usually non-financial events such as an election or the statements of high-ranking officials. A vote or comment could cause markets to soar or plummet depending on investor perceptions of its deeper meaning. These are especially difficult risks for an investor to analyze or assign a level of confidence.

The Fund typically invests some of its assets in high-dividend-paying European stocks in order to capture a substantial portion of its targeted income. However, macroeconomic concerns related to the ongoing credit crisis within the eurozone have depressed European equities and created a great deal of volatility. Within the equity portfolio, we chose to minimize European exposure for most of the reporting period.

Within the option overlay portfolio, we took a conservative approach to writing calls on global stock market indexes, especially in Europe. We broadened the markets against which we wrote calls to decrease the strategy s exposure to the volatility in Europe. New countries that we incorporated into the strategy include Japan, the United Kingdom, and select emerging market countries. In addition, because of the heightened uncertainty, we were able to earn attractive premiums in many countries even in the positions that typically garner lower premiums.

Ten largest holdings[3] (%) as of October 31, 2012	
Vodafone Group plc ADR	6.04
ENI SpA	4.53
Hatteras Financial Corporation	4.05
Hera SpA	3.77
France Telecom SA	3.57
Excel Trust Incorporated	3.56
DISH Network Corporation	3.52
D.E Master Blenders 1753 NV	3.32
Enel SpA	3.06
Vivendi SA	3.00

Sector distribution[4] as of October 31, 2012

Contributors to performance

Satellite television provider DISH Network Corporation, which paid a $3.00 per share special dividend in December 2011, was a major contributor within the stock portfolio, as was courier Deutsche Post AG. Other performance contributors included financials companies Hatteras Financial Corporation, Invesco Mortgage Capital Incorporated, and Annaly Capital Management Incorporated; mobile phone operator Turkcell Iletisim Hizmetleri AS; Italian companies ENI SpA, Hera SpA and TERNA SpA; and British utilities Severn Trent plc and United Utilities Group plc. In addition, the Fund s holdings of preferred stocks were generally positive performance contributors.

Within the option overlay portfolio, performance was positive and relatively stable throughout most of the period, except for the month of August 2012. For the year, the option overlay strategy generated a total return of approximately 0.61% for the Fund.

3. The ten largest holdings are calculated based on the value of the securities divided by total net assets of the Fund. Holdings are subject to change and may have changed since the date specified.

4. Percentages are subject to change and are calculated based on the total long-term investments of the Fund.

Table of Contents

Country allocation[4] as of October 31, 2012

Detractors from performance

Performance detractors included telecommunications stocks France Telecom SA and Sprint Nextel Corporation. France Telecom was not only affected by the macroeconomic concerns facing all European companies, but also by the brutal competitive environment in France as new entrant Iliad SA dropped wireless prices. We bought Sprint at a price of around $3.00 per share in anticipation of a recovery, only to sell it when the company reported quarterly results that came in below analyst expectations. Other performance detractors included Italian media company Mediaset SpA, Italian power company Enel SpA, and Swedish telecommunications company Tele2 AB.

Within the option overlay portfolio, August was a difficult month for performance. Beginning on July 24, 2012, several high-ranking European officials made strong, positive comments about the future of the euro, which caused European stock markets to rise sharply. In the six weeks following those comments, European markets rose between 15% and 35%, depending on the country. This sharp, abrupt rise in the markets created losses on many written call positions for the Fund in August.

Management outlook

Going forward, we anticipate increasing preferred stock positions within the stock portfolio to attempt to increase portfolio yield. In light of this, the Fund expects to use dividend capture to a lesser extent. We will continue to watch Europe for signs of political and economic stability and a possibly more attractive investment environment.

Looking at the option overlay portfolio, we expect stock market volatility to remain elevated over the short term. The ongoing struggles in Europe and the impending fiscal cliff in the United States may keep the levels of uncertainty high. We believe this environment may create some attractive investment opportunities for relatively conservative risk positioning. We will continue to broaden the number of markets against which we write calls. Those new markets include Australia, Canada, China, and Switzerland. Longer-term, we expect to see event-risk decline and markets focus more intently on economic growth, jobs, and corporate earnings. If this occurs, volatility should drop, reducing risk and diminishing option premiums commensurately.

Security name	Shares	Value
Common Stocks: 68.94%		
Brazil: 0.21%		
Telefonica Brasil ADR (Telecommunication Services, Diversified Telecommunication Services)	38,750	$ 853,275
France: 7.66%		
France Telecom SA (Telecommunication Services, Diversified Telecommunication Services)	1,300,000	14,494,320
Suez Environnement Company SA (Industrials, Commercial Services & Supplies)	230,000	2,442,451
Veolia Environnement SA (Utilities, Water Utilities)	200,000	1,979,739
Vivendi SA (Telecommunication Services, Wireless Telecommunication Services)	594,166	12,156,469
		31,072,979
Germany: 2.35%		
Deutsche Post AG (Industrials, Air Freight & Logistics)	480,000	9,515,810
Italy: 15.15%		
Enel SpA (Utilities, Electric Utilities)	3,300,000	12,404,150
ENI SpA (Energy, Oil, Gas & Consumable Fuels)	800,000	18,363,845
Hera SpA (Utilities, Electric Utilities)	9,080,402	15,300,425
Telecom Italia SpA (Telecommunication Services, Diversified Telecommunication Services)	9,000,000	7,185,852
TERNA SpA (Utilities, Electric Utilities)	2,175,000	8,175,462
		61,429,734
Netherlands: 3.59%		
D.E Master Blenders 1753 NV (Consumer Staples, Food Products)	1,100,000	13,443,532
VimpelCom Limited ADR (Telecommunication Services, Wireless Telecommunication Services)	100,000	1,102,000
		14,545,532
Norway: 1.00%		
Seadrill Limited (Energy, Energy Equipment & Services)	100,000	4,034,000
Portugal: 0.49%		
Portugal Telecom Society of Graduate & Professional Students SA ADR (Telecommunication Services, Diversified Telecommunication Services)	400,000	2,004,000
Spain: 2.54%		
Red Electrica de Espana (Utilities, Electric Utilities)	220,000	10,315,405
Sweden: 0.82%		

Tele2 AB Series B (Telecommunication Services, Wireless Telecommunication Services)	200,000	3,337,907
Turkey: 3.00%		
Turkcell Iletisim Hizmetleri AS ADR (Telecommunication Services, Wireless Telecommunication Services)	800,000	12,152,000
United Kingdom: 10.35%		
National Grid plc (Utilities, Electric Utilities)	250,000	2,850,284
Severn Trent plc (Utilities, Water Utilities)	400,000	10,366,724
United Utilities Group plc (Utilities, Water Utilities)	390,223	4,263,218
Vodafone Group plc ADR (Telecommunication Services, Wireless Telecommunication Services)	900,000	24,498,000
		41,978,226

The accompanying notes are an integral part of these financial statements.

Table of Contents

Security name	Dividend yield	Shares	Value
United States: 21.78%			
Ameresco Incorporated Class A (Industrials, Building Products)		131,000	$ 1,448,860
Chatham Lodging Trust (Financials, REITs)		550,000	7,122,500
Choice Hotels International Incorporated (Consumer Discretionary, Hotels, Restaurants & Leisure)		147,160	4,604,636
Convergys Corporation (Information Technology, IT Services)		25,000	420,250
DISH Network Corporation (Consumer Discretionary, Media)		400,000	14,252,000
Duke Energy Corporation (Utilities, Electric Utilities)		120,000	7,882,800
Excel Trust Incorporated (Financials, REITs)		1,175,000	14,452,500
Hatteras Financial Corporation (Financials, REITs)		500,000	13,635,000
IDACORP Incorporated (Utilities, Electric Utilities)		100,000	4,472,000
PG&E Corporation (Utilities, Multi-Utilities)		55,000	2,338,600
Preferred Apartment Communities Incorporated (Financials, Real Estate Management & Development)		410,000	3,304,600
Public Service Enterprise Group Incorporated (Utilities, Multi-Utilities)		100,000	3,204,000
Ryman Hospitality Properties Incorporated (Consumer Discretionary, Hotels, Restaurants & Leisure)		100,000	3,901,000
SCANA Corporation (Utilities, Multi-Utilities)		50,000	2,454,000
Shenandoah Telecommunications Company (Telecommunication Services, Wireless Telecommunication Services)		249,999	3,929,983
Whitestone REIT (Financials, REITs)		65,000	875,550
			88,298,279
Total Common Stocks (Cost $306,703,106)			279,537,147
Investment Companies: 1.25%			
Sandridge Mississippian Trust II		125,000	2,478,750
Tortoise MLP Fund Incorporated		100,000	2,578,000
Total Investment Companies (Cost $5,151,500)			5,056,750
Preferred Stocks: 25.02%			
Canada: 0.37%			
Nexen Incorporated (Energy, Oil, Gas & Consumable Fuels)	7.35%	59,058	1,504,798
Netherlands: 1.26%			
Aegon NV (Financials, Insurance)	8.00	155,000	4,349,688
ING Groep NV (Financials, Diversified Financial Services)	6.38	30,785	753,925
			5,103,613
United Kingdom: 0.05%			
National Westminster Bank plc (Financials, Commercial Banks)	7.76	9,000	223,920

United States: 23.34%			
AG Mortgage Investment Trust Incorporated Series A (Financials, REITs)	8.25	75,000	1,911,750
AG Mortgage Investment Trust Incorporated Series B (Financials, REITs)	8.00	125,000	3,148,750
Annaly Capital Management Incorporated Series C (Financials, REITs)	7.63	25,000	639,500
Annaly Capital Management Incorporated Series D (Financials, REITs)	7.50	45,000	1,145,250
Ares Capital Corporation (Financials, Capital Markets)	5.88	45,000	1,123,650
Argo Group US Incorporated (Financials, Insurance)	6.50	29,000	729,350
Bank of America Corporation Series 5 (Financials, Commercial Banks)	4.00	40,000	882,800

The accompanying notes are an integral part of these financial statements.

Table of Contents

Security name	Dividend yield	Shares	Value
United States (continued)			
Bank of America Corporation Series 8 (Financials, Commercial Banks)	8.63%	40,000	$ 1,040,000
Bank of New York Mellon Corporation (Financials, Commercial Banks)	5.20	200,000	5,032,000
Branch Banking &Trust Corporation (Financials, Commercial Banks)	5.63	100,000	2,555,000
Capital One Financial Corporation (Financials, Consumer Finance)	6.00	80,000	2,008,800
CBL & Associates Properties Incorporated (Financials, REITs)	6.63	24,000	606,000
Cedar Realty Trust Incorporated (Financials, REITs)	7.25	75,000	1,857,750
Citigroup Capital X (Financials, Commercial Banks)	6.10	469	11,744
Commonwealth REIT (Financials, REITs)	5.75	50,000	1,228,500
Countrywide Capital V (Financials, Diversified Financial Services)	7.00	114,110	2,860,738
DDR Corporation (Financials, REITs)	6.50	167,000	4,169,990
Deutsche Bank Contingent Capital Trust V (Financials, Commercial Banks)	8.05	100,220	2,776,094
Discover Financial Services (Financials, Consumer Finance)	6.50	69,000	1,756,050
DTE Energy Company (Utilities, Multi-Utilities)	6.50	26,900	766,112
Duquesne Light Company (Utilities, Electric Utilities)	6.50	105,000	5,250,000
Dynex Capital Incorporated (Financials, REITs)	8.50	75,000	1,943,250
Entertainment Properties Trust (Financials, REITs)	6.63	75,000	1,875,000
First Republic Bank (Financials, Commercial Banks)	6.20	50,000	1,295,500
General Electric Capital Corporation (Industrials, Industrial Conglomerates)	4.88	190,000	4,750,000
Glimcher Realty Trust (Financials, REITs)	7.50	50,000	1,291,000
Hatteras Financial Corporation (Financials, REITs)	7.63	110,000	2,789,600
Hercules Technology Grow Capital Incorporated (Financials, Capital Markets)	7.00	45,000	1,137,150
HSBC Finance Corporation (Financials, Consumer Finance)	6.36	29,000	732,830
Kite Realty Group Trust (Financials, REITs)	8.25	25,000	657,500
KKR Financial Holdings (Financials, Diversified Financial Services)	7.50	37,500	1,050,000
Maiden Holding Limited (Financials, Insurance)	8.25	25,000	648,250
Northstar Realty Finance Corporation Series B (Financials, REITs)	8.25	175,000	4,226,250
Northstar Realty Finance Corporation Series C (Financials, REITs)	8.88	55,000	1,366,750
PG&E Corporation Series D (Utilities, Electric Utilities)	5.00	186,000	4,655,580
PG&E Corporation Series I (Utilities, Electric Utilities)	4.36	39,900	995,006
PS Business Parks Incorporated (Financials, REITs)	6.00	28,000	725,200
Public Storage Series C (Financials, REITs)	5.75	100,000	2,674,000
Public Storage Series V (Financials, REITs)	5.38	50,000	1,277,000
Qwest Corporation (Telecommunication Services, Diversified Telecommunication Services)	7.00	50,000	1,319,500
Qwest Corporation (Telecommunication Services, Diversified Telecommunication Services)	7.50	75,000	2,056,500
Raymond James Financial (Financials, Diversified Financial Services)	6.90	42,500	1,208,594
Red Lion Hotels Capital Trust (Consumer Discretionary, Hotels, Restaurants & Leisure)	9.50	80,000	2,057,600
Regions Financial Corporation (Financials, Commercial Banks)	6.38	25,000	621,250
Resource Capital Corporation Series A (Financials, REITs)	8.50	30,000	763,500
Resource Capital Corporation Series B (Financials, REITs)	8.25	25,000	625,250
SCE Trust I (Utilities, Electric Utilities)	5.63	60,000	1,567,200
State Street Corporation (Financials, Capital Markets)	5.25	18,000	464,940
Terreno Realty Corporation (Financials, REITs)	7.75	48,000	1,248,000
Torchmark Corporation (Financials, Insurance)	5.88	60,000	1,557,000
Triangle Capital Corporation (Financials, Capital Markets)	6.38	90,000	2,261,700
Winthrop Realty Trust (Financials, REITs)	9.25	75,000	2,000,250
Wisconsin Power & Light Company (Utilities, Electric Utilities)	4.96	12,942	1,277,214
			94,618,192

Total Preferred Stocks (Cost $96,780,850)	101,450,523

The accompanying notes are an integral part of these financial statements.

Table of Contents

Security name	Yield	Maturity date	Principal	Value
Short-Term Investments: 6.23%				
Foreign Government Bonds @: 3.52%				
German Treasury Bill (EUR) (z)	0.03%	2-13-13	11,000,000	$ 14,257,672
			Shares	
Investment Companies: 2.71%				
Wells Fargo Advantage Cash Investment Money Market Fund, Select Class (l)(u)	0.17		11,008,086	11,008,086
Total Short-Term Investments (Cost $25,265,758)				25,265,758

Total investments in securities (Cost $433,901,214) *	101.44%	411,310,178
Other assets and liabilities, net	(1.44)	(5,853,603)
Total net assets	**100.00%**	**$ 405,456,575**

Non-income-earning security

@ Foreign bond principal is denominated in local currency.

(z) Zero coupon security. Rate represents yield to maturity at time of purchase.

(l) Investment in an affiliate

(u) Rate shown is the 7-day annualized yield at period end.

* Cost for federal income tax purposes is $438,165,325 and unrealized appreciation (depreciation) consists of:

Gross unrealized appreciation	$	21,375,230
Gross unrealized depreciation		(48,230,377)
Net unrealized depreciation	$	(26,855,147)

The accompanying notes are an integral part of these financial statements.

Table of Contents

Assets	
Investments	
In unaffiliated securities, at value (see cost below)	$ 400,302,092
In affiliated securities, at value (see cost below)	11,008,086
Total investments, at value (see cost below)	411,310,178
Cash	1,862,250
Segregated cash	240,636
Foreign currency, at value (see cost below)	12,663,929
Receivable for dividends	2,715,554
Prepaid expenses and other assets	5,667
Total assets	428,798,214
Liabilities	
Payable	