

NICHOLAS APPLGATE CONVERTIBLE & INCOME FUND

Form N-Q

July 21, 2005

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OMB APPROVAL

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UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
WASHINGTON, DC 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED  
MANAGEMENT INVESTMENT COMPANY

Investment Company Act File Number: 811-21284

Registrant Name: NICHOLAS-APPLGATE CONVERTIBLE & INCOME FUND

Address of Principal Executive Offices: 1345 Avenue of the Americas New York,  
New York 10105

Name and Address of Agent for Service: Lawrence G. Altadonna - 1345 Avenue of  
the Americas New York, New York 10105

Registrant's telephone number, including area code: 212-739-3371

Date of Fiscal Year End: 2/28

Date of Reporting Period: 5/31

Form N-Q is to be used by the registered management investment company, other than a small business investment company registered on Form N-5 (ss.ss. 239.24 and 274.5 of this chapter), to file reports with the Commission, not later than 60 days after the close of the first and third fiscal quarters, pursuant to rule 30b 1-5 under the Investment Company Act of 1940 (17 CFR 270.30b1-5). The Commission may use the information provided on Form N-Q in its regulatory, disclosure review, inspection, and policymaking roles.

A registrant is required to disclose the information specified by Form N-Q, and the Commission will make this information public. A registrant is not required to the collection of information contained in Form N-Q unless the Form displays a currently valid Office of Management and Budget ("OMB") control number. Please direct comments concerning the accuracy of the information collection burden estimate and any suggestions for reducing the burden to the Secretary, Securities and Exchange Commission, 450 Fifth Street, NW, Washington, DC 20549-0609. The OMB has reviewed this collection of information under the clearance requirements of 44 U.S.C. ss. 3507.

ITEM 1. SCHEDULE OF INVESTMENTS

NICHOLAS-APPLGATE CONVERTIBLE & INCOME FUND--SCHEDULE OF INVESTMENTS  
May 31, 2005 (unaudited)

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| Principal<br>Amount<br>(000)   |   | Credit Rating<br>(Moody's/S&P) |
|--------------------------------|---|--------------------------------|
| CORPORATE BONDS & NOTES--47.5% |   |                                |
|                                | ADVERTISING--0.8%   |                                |
| \$10,000                       | R.H. Donnelley Financial Corp., 10.875%, 12/15/12           | B2/B+                          |
|                                | AIRLINES--0.1%  |                                |
| 3,980                          | Northwest Airlines Corp., 10.00%, 2/1/09                    | Caa1/CCC-                      |
|                                | APPAREL--0.2%   |                                |
| 2,000                          | Levi Strauss & Co., 9.75%, 1/15/15 (a)                      | Caa3/B-                        |
| 1,085                          | Phillips-Van Heusen Corp., 8.125%, 5/1/13                   | B2/BB-                         |
| 580                            | Warnaco, Inc., 8.875%, 6/15/13                              | B1/BB-                         |
|                                | AUTOMOTIVE--0.8%  |                                |
| 13,168                         | HLI Operating Co., Inc., 10.50%, 6/15/10                    | B3/B                           |
|                                | CHEMICALS--4.7%   |                                |
|                                | Huntsman LLC.,  |                                |
| 1,781                          | 11.50%, 7/15/12 (a)   | B2/B                           |
| 5,713                          | 11.625%, 10/15/10   | B1/BB-                         |
| 13,590                         | IMC Global Inc., 11.25%, 6/1/11                             | Ba3/BB                         |
|                                | Lyondell Chemical Co.,                                      |                                |
| 3,120                          | 9.625%, 5/1/07, Ser. A                                      | B1/BB-                         |
| 5,115                          | 10.875%, 5/1/09   | B3/B                           |
| 5,435                          | 11.125%, 7/15/12  | B1/BB-                         |
| 10,545                         | PolyOne Corp., 10.625%, 5/15/10                             | B3/B+                          |
| 11,150                         | Resolution Performance Products LLC., 13.50%, 11/15/10      | Caa2/B-                        |
| 8,525                          | Rhodia SA., 10.25%, 6/1/10                                  | B3/CCC+                        |
|                                | COMMERCIAL SERVICES--2.0%                                   |                                |
| 11,990                         | Integrated Electrical Services Inc., 9.375%, 2/1/09, Ser. C | Caa2/CCC                       |
| 7,890                          | Vertrue Inc., 9.25%, 4/1/14                                 | B2/B                           |
| 11,000                         | Xerox Corp., 9.75%, 1/15/09                                 | Ba2/BB-                        |
|                                | CONTAINERS--0.0%  |                                |
| 170                            | Stone Container Corp., 8.375%, 7/1/12                       | B2/B                           |
|                                | ELECTRICAL COMPONENTS & EQUIPMENT--0.6%                     |                                |
| 7,250                          | Artesyn Technologies Inc., 5.50%, 8/15/10                   | NR/NR                          |
|                                | ELECTRONICS--2.5%   |                                |
| 8,010                          | IMAX Corp., 9.625%, 12/1/10                                 | B3/B-                          |
| 10,100                         | Sanmina-SCI Corp., 10.375%, 1/15/10                         | Ba2/BB-                        |
| 5,000                          | Seitel Inc., 11.75%, 7/15/11                                | B3/NR                          |
| 12,400                         | Stoneridge Inc., 11.50%, 5/1/12                             | B1/B+                          |

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|                 |   |                      |
|-----------------|---|----------------------|
| 9,080           | ENERGY--0.7%<br>Reliant Resources Inc., 9.50%, 7/15/13  | B1/B+                |
| 5,980           | ENGINEERING--0.4%<br>URS Corp., 11.50%, 9/15/09   | Ba3/B+               |
| 2,590           | FINANCE--0.2%<br>Metris Companies Inc., 10.125%, 7/15/06  | B3/CCC               |
| 11,080<br>4,515 | FINANCIAL SERVICES--1.1%<br>Alamosa Delaware Inc., 11.00%, 7/31/10<br>AMR Holdings Co., Inc., 10.00%, 2/15/15 (a) | Caa1/CCC+<br>Caa1/B- |
| 8,220           | FOOD PRODUCTS--0.6%<br>Pilgrim's Pride Corp., 9.625%, 9/15/11   | Ba2/BB-              |

NICHOLAS-APPLGATE CONVERTIBLE & INCOME FUND--SCHEDULE OF INVESTMENTS  
May 31, 2005 (unaudited)

| Principal<br>Amount<br>(000) |  | Credit Rating<br>(Moody's/S&P) |
|------------------------------|--|--------------------------------|
| \$4,241<br>1,000             | HEALTHCARE--0.3%<br>Hanger Orthopedic Group Inc., 11.25%, 6/15/09<br>Medcath Holdings Corp., 9.875%, 7/15/12                                   | NR/CCC+<br>Caa1/B-             |
| 12,325<br>3,865<br>6,050     | HOME BUILDERS--1.6%<br>Ryland Group Inc., 9.125%, 6/15/11<br>Standard-Pacific Corp., 9.50%, 9/15/10<br>William Lyon Homes Inc., 10.75%, 4/1/13 | Ba2/BB+<br>Ba2/BB<br>B2/B      |
| 2,750<br>10,290<br>8,785     | HOME FURNISHINGS--1.7%<br>American Greetings Corp., 7.00%, 7/15/06<br>Central Garden & Pet Co., 9.125%, 2/1/13<br>Jarden Corp., 9.75%, 5/1/12  | Ba2/BB+<br>B1/B+<br>B3/B-      |
| 10,500                       | HOTELS/GAMING--0.8%<br>Mandalay Resort Group, Inc., 10.25%, 8/1/07, Ser. B   | Ba3/B+                         |
| 6,734<br>7,295               | LEISURE--0.9%<br>Bally Total Fitness Holdings Corp., 9.875%, 10/15/07, Ser. D<br>Equinox Holdings Inc., 9.00%, 12/15/09                        | Ca/CCC-<br>B3/B-               |

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|        |  |           |
|--------|--|-----------|
|        | MACHINERY--1.1%  |           |
| 15,690 | Case New Holland Inc., 9.25%, 8/1/11 (a)                                       | Ba3/BB-   |
|        | MANUFACTURING--0.4%  |           |
| 5,650  | Jacuzzi Brands Inc., 9.625%, 7/1/10  | B3/B      |
|        | METALS & MINING--2.2%  |           |
| 10,715 | AK Steel Corp., 7.875%, 2/15/09  | B1/B+     |
| 6,040  | Oregon Steel Mills Inc., 10.00%, 7/15/09                                       | B1/B+     |
| 14,170 | United States Steel LLC, 10.75%, 8/1/08  | Ba2/BB    |
|        | MISCELLANEOUS--2.3%  |           |
| 35,170 | Dow Jones CDX North American High Yield CDS Index,<br>10.50%, 12/29/09 (a) (b) | NR/NR     |
|        | MULTI-MEDIA--3.5%  |           |
| 2,715  | CSC Holdings Inc., 10.50%, 5/15/16   | B2/B+     |
| 11,165 | Charter Communications Holdings Inc., 10.75%, 10/1/09                          | Ca/CCC-   |
| 8,330  | Echostar DBS Corp., 9.125%, 1/15/09  | Ba3/BB-   |
| 5,430  | Lodgenet Entertainment Corp., 9.50%, 6/15/13                                   | B3/B-     |
| 3,970  | Salem Communications Holding Corp., 9.00%, 7/1/11                              | B2/B-     |
| 10,000 | Spanish Broadcasting System, Inc., 9.625%, 11/01/09                            | NR/CCC+   |
| 10,580 | XM Satellite Radio Inc., 12.00%, 6/15/10                                       | Caa1/CCC+ |
|        | OFFICE FURNISHINGS--1.2%   |           |
|        | Interface, Inc.,   |           |
| 5,375  | 9.50%, 2/1/14  | Caa3/CCC  |
| 6,490  | 10.375%, 2/1/10  | Caa1/B-   |
| 4,791  | Tempur-Pedic Inc., 10.25%, 8/15/10   | B2/B      |
|        | OIL & GAS-- 1.9%   |           |
| 3,730  | Dynegy Holdings Inc., 10.125%, 7/15/13 (a)                                     | B3/B-     |
| 10,500 | Petroleum Geo-Services ASA., 10.00%, 11/5/10                                   | Ba3/B+    |
| 13,330 | Sonat, Inc., 7.625%, 7/15/11   | Caa1/CCC+ |
|        | PAPER PRODUCTS--1.4%   |           |
| 6,272  | Buckeye Technologies, Inc., 9.25%, 9/15/08                                     | Caa1/B    |
| 12,650 | Georgia-Pacific Corp., 9.375%, 2/1/13  | Ba2/BB+   |
|        | PHARMACEUTICALS--0.5%  |           |
| 7,515  | Leiner Health Products Corp., 11.00%, 6/1/12                                   | B3/CCC+   |

NICHOLAS-APPLGATE CONVERTIBLE & INCOME FUND--SCHEDULE OF INVESTMENTS  
May 31, 2005 (unaudited)

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| Principal Amount<br>(000) |   | Credit Rating<br>(Moody's/S&P) |
|---------------------------|---|--------------------------------|
| \$10,495                  | RECYCLING--0.8%<br>Imco Recycling Inc., 10.375%, 10/15/10                       | B2/B                           |
| 545                       | RETAIL--2.7%<br>Brown Shoe Co., Inc., 8.75%, 5/1/12 (a)                         | B1/BB-                         |
| 9,110                     | Michaels Stores, Inc., 9.25%, 7/1/09  | Ba1/BB+                        |
| 4,240                     | Mothers Work Inc., 11.25%, 8/1/10   | Caa1/B                         |
| 13,815                    | Rite Aid Corp.,<br>11.25%, 7/1/08   | Caa1/B-                        |
| 7,500                     | 12.50%, 9/15/06   | NR/B+                          |
| 4,000                     | United Auto Group, Inc., 9.625%, 3/15/12  | B3/B                           |
| 13,085                    | SEMI-CONDUCTORS--0.7%<br>Amkor Technology, Inc., 10.50%, 5/1/09                 | Caa1/CCC                       |
| 2,000                     | TELECOMMUNICATIONS--4.7%<br>Crown Castle International, Inc.,<br>9.00%, 5/15/11 | NR/CCC+                        |
| 13,395                    | 10.75%, 8/1/11  | NR/CCC+                        |
| 11,710                    | Hawaiian Telcom Communications, Inc., 12.50%, 5/1/15 (a)                        | Caa1/B-                        |
| 13,800                    | Millicom International Cellular S.A., 10.00%, 12/1/13                           | B3/B-                          |
| 12,500                    | Primus Telecommunications Group, Inc., 12.75%, 10/15/09                         | Caa3/CCC                       |
| 11,960                    | Qwest Services Corp., 14.00%, 12/15/14 (a)                                      | Caa1/B                         |
| 8,860                     | Time Warner Telecom, Inc., 10.125%, 2/1/11                                      | B3/CCC+                        |
| 9,150                     | TRANSPORTATION--1.0%<br>Yellow Roadway Corp., 5.00%, 8/8/23                     | Ba1/BBB-                       |
| 13,025                    | UTILITIES--3.1%<br>AES Corp., 9.50%, 6/1/09                                     | B1/B-                          |
| 12,750                    | Mission Energy Holdings International Inc., 13.50%,<br>7/15/08                  | B2/CCC+                        |
| 6,075                     | PG&E Corp., 9.50%, 6/30/10  | NR/NR                          |
|                           | Total Corporate Bonds & Notes (cost-\$727,243,740)                              |                                |
|                           | CONVERTIBLE BONDS & NOTES--26.2%  |                                |
| 2,000                     | AEROSPACE--0.2%<br>GenCorp, Inc., 4.00%, 1/16/24                                | Caa2/B                         |
| 20,572                    | AIRLINES--1.5%<br>Continental Airlines, Inc., 4.50%, 2/1/07                     | Caa2/CCC+                      |
| 9,485                     | Northwest Airlines Corp., 6.625%, 5/15/23                                       | Caa1/CCC-                      |
| 7,020                     | CHEMICALS--0.9%<br>Millennium Chemicals Inc., 4.00%, 11/15/23                   | B1/BB-                         |

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|        |   |           |
|--------|---|-----------|
|        | COMMERCIAL SERVICES--2.8%               |           |
| 9,100  | Bowne & Co., Inc., 5.00%, 10/1/33       | B2/B-     |
| 13,450 | Memberworks Inc., 5.50%, 10/1/10        | NR/B-     |
| 17,314 | World Color Press, Inc., 6.00%, 10/1/07 | Ba1/BB+   |
|        | COMPUTERS--1.0%                         |           |
| 17,400 | Maxtor Corp., 6.80%, 4/30/10            | B2/NR     |
|        | FINANCING--1.4%                         |           |
| 18,500 | GATX Corp., 7.50%, 2/1/07               | Baa3/BBB- |
|        | HEALTHCARE--0.4%                        |           |
| 3,700  | Matria Healthcare Inc., 4.875%, 5/1/24  | NR/B-     |
|        | INTERNET--1.3%                          |           |
| 18,800 | E*Trade Group, Inc., 6.00%, 2/1/07      | NR/B-     |

NICHOLAS-APPLGATE CONVERTIBLE & INCOME FUND--SCHEDULE OF INVESTMENTS  
May 31, 2005 (unaudited)

| Principal<br>Amount<br>(000) |   | Credit Rating<br>(Moody's/S&P) |    |
|------------------------------|---|--------------------------------|----|
|                              | MANUFACTURING--1.2%                                 |                                |    |
| \$12,900                     | Goodyear Tire & Rubber Co., 4.00%, 6/15/34 (a)      | B3/B-                          | \$ |
|                              | METALS & MINING--1.1%                               |                                |    |
| 12,600                       | Freeport-McMoRan Copper & Gold Inc., 7.00%, 2/11/11 | NR/B+                          |    |
|                              | MULTI-MEDIA--1.1%                                   |                                |    |
| 16,995                       | EchoStar Communications Corp., 5.75%, 5/15/08       | B2/B                           |    |
|                              | OIL & GAS--2.1%                                     |                                |    |
| 14,100                       | Devon Energy Corp., 4.95%, 8/15/08                  | Baa2/BBB                       |    |
| 7,604                        | St. Mary Land & Exploration Corp., 5.75%, 3/15/22   | NR/NR                          |    |
|                              | PHARMACEUTICALS--1.9%                               |                                |    |
| 9,650                        | Ligand Pharmaceuticals Inc., 6.00%, 11/16/07        | NR/NR                          |    |
| 17,750                       | Sepracor, Inc., 5.00%, 2/15/07                      | NR/CCC+                        |    |
|                              | RETAIL--1.8%  |                                |    |
| 6,105                        | Guitar Center, Inc., 4.00%, 7/15/13                 | B1/BB-                         |    |
| 17,708                       | Sonic Automotive, Inc., 5.25%, 5/7/09               | B3/B                           |    |
|                              | SEMI-CONDUCTORS--2.2%                               |                                |    |

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|        |   |          |
|--------|---|----------|
| 15,900 | Advanced Micro Devices, Inc., 4.75%, 2/1/22 | B3/B-    |
|        | Amkor Technology, Inc.,                     |          |
| 2,363  | 5.00%, 3/15/07                              | Caa1/CCC |
| 17,379 | 5.75%, 6/1/06                               | Caa1/CCC |

TELECOMMUNICATIONS--5.3%

|        |  |           |
|--------|--|-----------|
| 19,000 | American Tower Corp., 5.00%, 2/15/10             | B3/CCC+   |
| 15,900 | CenturyTel, Inc., 4.75%, 8/1/32                  | Baa2/BBB+ |
| 8,740  | Crown Castle International, Inc., 4.00%, 7/15/10 | NR/CCC+   |
| 17,000 | Nextel Communications, Inc., 5.25%, 1/15/10      | Ba3/BB    |
| 12,345 | Nortel Networks Corp., 4.25%, 9/1/08             | B3/B-     |

Total Convertible Bonds & Notes (cost-\$404,088,594)

CONVERTIBLE PREFERRED STOCK--23.3%

| Shares<br>(000)           |   |          |
|---------------------------|---|----------|
| -----                     |   |          |
| AUTOMOTIVE--1.6%          |   |          |
| 284                       | Ford Motor Co. Capital Trust II, 6.50%, 1/15/32       | Ba1/B+   |
| 562                       | General Motors Corp., 6.25%, 7/15/33, Ser.C           | Baa3/BB  |
| BANKING--1.1%             |   |          |
| 322                       | Washington Mutual, Inc., 5.375%, 5/3/41               | Baa1/BBB |
| COMMERCIAL SERVICES--1.8% |   |          |
| 530                       | United Rentals, Inc., 6.50%, 8/1/28                   | B3/B     |
| 45                        | Xerox Corp., 6.25%, 7/1/06                            | B1/B-    |
| FINANCIAL SERVICES--1.2%  |   |          |
| 540                       | Genworth Financial Inc., 6.00%, 5/16/07               | A2/A     |
| INSURANCE--3.4%           |   |          |
| 537                       | Platinum Underwriters Holdings, Ltd., 7.00%, 11/16/05 | NR/BBB   |
| 765                       | PMI Group Inc., 5.875, 11/15/06                       | A1/A     |
| 705                       | XL Capital Ltd., 6.50%, 5/15/07                       | A2/A     |
| METALS & MINING--2.1%     |   |          |
| 138                       | Arch Coal Inc., 5.00%, 12/31/49                       | B3/B     |
| 113                       | U.S. Steel Corp., 7.00%, 6/15/06, Ser. B              | NR/B     |

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| Shares<br>(000) |   | Credit Rating<br>(Moody's/S&P) |      |
|-----------------|---|--------------------------------|------|
|                 | OIL & GAS--5.8%   |                                |      |
| 190             | Amerada Hess Corp., 7.00%, 12/01/06                                   | Ba3/BB                         | \$   |
| 129             | Chesapeake Energy Corp., 5.00%, 12/31/49                              | B3/B-                          |      |
| 550             | ONEOK, Inc., 8.50%, 2/16/06   | Baa1/BBB+                      |      |
| 267             | Public Service Enterprise Group Inc., 10.25%, 11/16/05                | Baa3/BBB-                      |      |
| 178             | Williams Cos., Inc., 5.50%, 6/1/33                                    | NR/B-                          |      |
|                 | PHARMACEUTICALS--1.5%   |                                |      |
| 441             | Schering-Plough Corp., 6.00%, 9/14/07                                 | Baa3/BBB                       |      |
|                 | RETAIL--1.1%  |                                |      |
| 725             | Albertson's Inc., 7.25%, 5/16/07                                      | Baa2/BBB                       |      |
|                 | TELECOMMUNICATIONS--1.5%  |                                |      |
| 28              | Corning, Inc., 7.00%, 8/16/05   | B1/BB+                         |      |
|                 | UTILITIES--2.2%   |                                |      |
| 370             | AES Trust III, 6.75%, 10/15/29  | B3/CCC+                        |      |
| 255             | FPL Group, Inc., 8.00%, 2/16/06                                       | NR/A-                          |      |
|                 | Total Convertible Preferred Stock (cost-\$324,716,241)                |                                |      |
|                 | Principal Amount (000)  |                                |      |
|                 | TIME DEPOSIT--1.8%  |                                |      |
| \$26,378        | Bank of America, 2.52%, 6/01/05 (cost-\$26,378,272)                   |                                |      |
|                 | U.S. GOVERNMENT SECURITIES--1.2%                                      |                                |      |
| 18,000          | United States Treasury Notes, 10.75%, 8/15/05,<br>(cost-\$18,336,378) | Aaa/AAA                        |      |
|                 | TOTAL INVESTMENTS (cost-\$1,500,763,225)--100%                        |                                | \$ 1 |

NOTES TO SCHEDULE OF INVESTMENTS

\* Portfolio securities and other financial instruments for which market quotations are readily available are stated at market value. The Fund's investments are valued daily by an independent pricing service, dealer quotations, or are valued at the last sale price on the exchange that is the primary market for such securities, or the last quoted bid price for those securities for which the over-the-counter market is the primary market or for listed securities in which there were no sales. Prices



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obtained from independent pricing services use information provided by market makers or estimates of market values obtained from yield data relating to investments or securities with similar characteristics. Short-term investments maturing in 60 days or less are valued at amortized cost, if their original maturity was 60 days or less, or by amortizing their value on the 61st day prior to maturity, if the original term to maturity exceeded 60 days. Interest rate cap agreements are marked to market daily by the Sub-Adviser based upon quotations provided from market makers. Portfolio securities and other financial instruments for which market quotations are not readily available or if a development/event occurs that may significantly impact the value of a security, may be fair-valued, in good faith, pursuant to procedures established by the Board of Trustees. The prices used by the Fund to value securities may differ from the value that would be realized if the securities were sold. The Fund's net asset value is determined daily at the close of regular trading (normally, 4:00 p.m. Eastern time) on the New York Stock Exchange.

(a) 144A security - Security exempt from registration under Rule 144A of the securities Act of 1933. These securities may be resold in transactions exempt from registration, typically only qualified institutional investors.

(b) Credit-linked trust certificate

### GLOSSARY:

NR - Not Rated

### INTEREST RATE CAP AGREEMENTS OUTSTANDING AT MAY 31, 2005:

| Counterparty | Notional Amount | Termination Date | Premium     | Payment received by Fund               | U<br>Ap |
|--------------|-----------------|------------------|-------------|--|---------|
| UBS AG       | \$525,000,000   | 1/15/2006        | \$5,131,875 | 1 month LIBOR-BBA over 2% strike price |         |

--LIBOR--London Interbank Offered Rate

### ITEM 2. CONTROLS AND PROCEDURES

(a) The registrant's President and Chief Executive Officer and Principal Financial Officer have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-2(c) under the Investment Company Act of 1940, as amended are effective based on their evaluation of these controls and procedures as of a date within 90 days of the filing date of this document.

(b) There were no significant changes in the registrant's internal controls or in factors that could affect these controls subsequent to the date of their evaluation, including any corrective actions with regard to significant deficiencies and material weaknesses.

### ITEM 3. EXHIBITS

(a) Exhibit 99.302 Cert. - Certification pursuant to Section 302 of the Sarbanes-Oxley Act of 2002

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SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Registrant: NICHOLAS-APPLGATE CONVERTIBLE & INCOME FUND

By /s/ Brian S. Shlissel  
President & Chief Executive Officer

Date: July 21, 2005

By /s/ Lawrence G. Altadonna  
Treasurer, Principal Financial & Accounting Officer

Date: July 21, 2005

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the dated indicated.

By /s/ Brian S. Shlissel  
President & Chief Executive Officer

Date: July 21, 2005

By /s/ Lawrence G. Altadonna  
Treasurer, Principal Financial & Accounting Officer

Date: July 21, 2005