

Edgar Filing: MFS CHARTER INCOME TRUST - Form N-Q

MFS CHARTER INCOME TRUST

Form N-Q

October 25, 2007

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-Q

QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF  
REGISTERED MANAGEMENT INVESTMENT COMPANIES

Investment Company Act file number 811-5822

-----  
MFS CHARTER INCOME TRUST

-----  
(Exact name of registrant as specified in charter)

500 Boylston Street, Boston, Massachusetts 02116

-----  
(Address of principal executive offices) (Zip code)

Susan S. Newton  
Massachusetts Financial Services Company  
500 Boylston Street  
Boston, Massachusetts 02116

-----  
(Name and address of agents for service)

Registrant's telephone number, including area code: (617) 954-5000

-----  
Date of fiscal year end: November 30

-----  
Date of reporting period: August 31, 2007

ITEM 1. SCHEDULE OF INVESTMENTS.

MFS(R) CHARTER INCOME TRUST

8/31/07

Quarterly portfolio holdings

[graphic omitted]

M F S(R)  
INVESTMENT MANAGEMENT

MFS Charter Income Trust  
PORTFOLIO OF INVESTMENTS (Unaudited) 8/31/07

## Edgar Filing: MFS CHARTER INCOME TRUST - Form N-Q

ISSUER

SH

BONDS - 95.7%

AEROSPACE - 0.3%

Bombardier, Inc., 8%, 2014 (n)

\$

Hawker Beechcraft Acquisition Co. LLC, 9.75%, 2017 (n)

Hawker Beechcraft Acquisition Corp., 8.5%, 2015 (n)

AIRLINES - 0.2%

Continental Airlines, Inc., 7.566%, 2020

\$

ASSET BACKED & SECURITIZED - 6.5%

Asset Securitization Corp., FRN, 8.288%, 2029

\$

Banc of America Commercial Mortgage, Inc., FRN, 5.965%, 2045

Bayview Financial Acquisition Trust, FRN, 5.483%, 2041

Bayview Financial Revolving Mortgage Loan Trust, FRN, 6.12%, 2040 (z)

Bear Stearns Commercial Mortgage Securities, Inc., FRN, 5.116%, 2041

Citigroup Commercial Mortgage Trust, 5.462%, 2049

Citigroup/Deutsche Bank Commercial Mortgage Trust, FRN, 5.693%, 2049

Commercial Mortgage Pass-Through Certificates, FRN, 5.987%, 2046

Countrywide Asset-Backed Certificates, FRN, 5.147%, 2035

Credit Suisse Mortgage Capital Certificate, 5.343%, 2039

Crest Ltd., 7%, 2040

DLJ Commercial Mortgage Corp., 6.04%, 2031 (z)

First Union-Lehman Brothers Bank of America, FRN, 0.4979%, 2035 (i)

First Union-Lehman Brothers Commercial Mortgage Trust, 7%, 2029 (n)

JPMorgan Chase Commercial Mortgage Securities Corp., 5.372%, 2047

Merrill Lynch Mortgage Trust, FRN, 5.44%, 2044

Morgan Stanley Capital I, Inc., 5.16%, 2042

Mortgage Capital Funding, Inc., FRN, 0.94%, 2031 (i)

New Century Home Equity Loan Trust, FRN, 4.532%, 2035

Spirit Master Funding LLC, 5.05%, 2023 (z)

## Edgar Filing: MFS CHARTER INCOME TRUST - Form N-Q

Structured Asset Securities Corp., FRN, 4.67%, 2035

Wachovia Bank Commercial Mortgage Trust, FRN, 5.383%, 2043

Wachovia Bank Commercial Mortgage Trust, FRN, 5.591%, 2047

Wachovia Bank Commercial Mortgage Trust, FRN, 5.339%, 2048

Wachovia Bank Commercial Mortgage Trust, FRN, 5.603%, 2048

### AUTOMOTIVE - 0.7%

DaimlerChrysler N.A. Holdings Corp., 8.5%, 2031

\$

Ford Motor Credit Co. LLC, 9.75%, 2010

Ford Motor Credit Co. LLC, 7%, 2013

Ford Motor Credit Co. LLC, 8%, 2016

Ford Motor Credit Co., FRN, 8.105%, 2012

General Motors Corp., 8.375%, 2033

Goodyear Tire & Rubber Co., 9%, 2015

TRW Automotive, Inc., 7%, 2014 (n)

TRW Automotive, Inc., 7.25%, 2017 (n)

### BROADCASTING - 1.6%

Allbritton Communications Co., 7.75%, 2012

\$

CBS Corp., 6.625%, 2011

Clear Channel Communications, Inc., 6.25%, 2011

Clear Channel Communications, Inc., 5.5%, 2014

Grupo Televisa S.A., 8.5%, 2032

Intelsat Bermuda Ltd., 11.25%, 2016

Intelsat Subsidiary Holding Co. Ltd., 8.625%, 2015

Lamar Media Corp., 7.25%, 2013

News America Holdings, 7.7%, 2025

News America, Inc., 6.2%, 2034

Univision Communications, Inc., 9.75%, 2015 (n) (p)

### BROKERAGE & ASSET MANAGERS - 1.2%

## Edgar Filing: MFS CHARTER INCOME TRUST - Form N-Q

Goldman Sachs Group, Inc., 5.625%, 2017	\$
-----	
INVESCO PLC, 5.625%, 2012	
-----	
Lehman Brothers Holdings, Inc., 6.5%, 2017	
-----	
Merrill Lynch & Co., Inc., 6.4%, 2017	
-----	
Morgan Stanley, 5.75%, 2016	
-----	
-----	
BUILDING - 0.1%	
-----	
Nortek Holdings, Inc., 8.5%, 2014	\$
-----	
BUSINESS SERVICES - 0.5%	
-----	
SunGard Data Systems, Inc., 10.25%, 2015	\$
-----	
Xerox Corp., 6.4%, 2016	
-----	
-----	
CABLE TV - 0.4%	
-----	
CCH II Holdings LLC, 10.25%, 2010	\$
-----	
CCO Holdings LLC, 8.75%, 2013	
-----	
TCI Communications, Inc., 9.8%, 2012	
-----	
-----	
CHEMICALS - 0.8%	
-----	
Equistar Chemicals LP, 10.125%, 2008	\$
-----	
Momentive Performance Materials, Inc., 11.5%, 2016 (n)	
-----	
Mosaic Co., 7.625%, 2016 (n)	
-----	
Nalco Co., 8.875%, 2013	
-----	
Yara International A.S.A., 5.25%, 2014 (n)	
-----	
-----	
COMPUTER SOFTWARE - 0.2%	
-----	
Seagate Technology HDD Holdings, 6.375%, 2011	\$
-----	
CONGLOMERATES - 0.4%	
-----	
Actuant Corp., 6.875%, 2017 (n)	\$
-----	
Kennametal, Inc., 7.2%, 2012	
-----	
-----	
CONSUMER GOODS & SERVICES - 0.6%	
-----	

## Edgar Filing: MFS CHARTER INCOME TRUST - Form N-Q

Corrections Corp. of America, 6.25%, 2013	\$
Fortune Brands, Inc., 5.125%, 2011	
Jarden Corp., 7.5%, 2017	
Service Corp. International, 7%, 2017	
Service Corp. International, 7.625%, 2018	
Visant Holding Corp., 8.75%, 2013	
CONTAINERS - 0.7%	
Crown Americas LLC, 7.75%, 2015	\$
Greif, Inc., 6.75%, 2017	
Owens-Brockway Glass Container, Inc., 8.875%, 2009	
Owens-Brockway Glass Container, Inc., 8.25%, 2013	
DEFENSE ELECTRONICS - 0.8%	
BAE Systems Holdings, Inc., 4.75%, 2010 (n)	\$
BAE Systems Holdings, Inc., 5.2%, 2015 (n)	
L-3 Communications Corp., 5.875%, 2015	
L-3 Communications Corp., 6.375%, 2015	
ELECTRONICS - 0.1%	
Flextronics International Ltd., 6.25%, 2014	\$
NXP B.V./NXP Funding LLC, 7.875%, 2014	
EMERGING MARKET QUASI-SOVEREIGN - 1.9%	
Banco do Brasil S.A., 7.95%, 2049 (n)	\$
Codelco, Inc., 5.625%, 2035	
Gazprom International S.A., 7.201%, 2020	
Gazprom International S.A., 6.51%, 2022 (n)	
Majapahit Holding B.V., 7.25%, 2017 (n)	
OAO Gazprom, 7.288%, 2037 (z)	
Pemex Project Funding Master Trust, 8.625%, 2022	

## Edgar Filing: MFS CHARTER INCOME TRUST - Form N-Q

Ras Laffan Liquefied Natural Gas Co. Ltd., 8.294%, 2014 (n)

---

EMERGING MARKET SOVEREIGN - 2.2%

---

Federative Republic of Brazil, 6%, 2017

\$

Republic of Argentina, FRN, 5.475%, 2012

Republic of Colombia, FRN, 7.175%, 2015

Republic of Indonesia, 6.875%, 2017 (n)

Republic of Panama, 9.375%, 2029

Republic of Panama, 6.7%, 2036

Republic of Philippines, 9.375%, 2017

Republic of South Africa, 5.875%, 2022

Republic of Uruguay, 5%, 2018

UYU

ENERGY - INDEPENDENT - 0.6%

---

Chaparral Energy, Inc., 8.875%, 2017 (n)

\$

Chesapeake Energy Corp., 6.875%, 2016

Forest Oil Corp., 7.25%, 2019 (n)

Hilcorp Energy I LP, 7.75%, 2015 (n)

Newfield Exploration Co., 6.625%, 2014

Plains Exploration & Production Co., 7%, 2017

Quicksilver Resources, Inc., 7.125%, 2016

ENERGY - INTEGRATED - 0.3%

---

Petroleum Co. of Trinidad & Tobago Ltd., 6%, 2022 (n)

\$

TNK-BP Finance S.A., 7.5%, 2016 (n)

ENTERTAINMENT - 0.4%

---

AMC Entertainment, Inc., 11%, 2016

\$

Turner Broadcasting System, Inc., 8.375%, 2013

FINANCIAL INSTITUTIONS - 2.0%

---

## Edgar Filing: MFS CHARTER INCOME TRUST - Form N-Q

American Express Co., 6.15%, 2017	\$
Capmark Financial Group, Inc., 5.875%, 2012 (z)	
Countrywide Financial Corp., 6.25%, 2016	
General Motors Acceptance Corp., 5.85%, 2009	
General Motors Acceptance Corp., 6.875%, 2011	
General Motors Acceptance Corp., 6.75%, 2014	
General Motors Acceptance Corp., 8%, 2031	
GMAC LLC, 6.125%, 2008	
ILFC E-Capital Trust I, FRN, 5.9%, 2065 (n)	
Residential Capital LLC, 7.125%, 2008	
Residential Capital LLC, 7.5%, 2012	
Residential Capital LLC, 7.875%, 2015	
-----	
FOOD & BEVERAGES - 0.6%	
ARAMARK Corp., 8.5%, 2015	\$
B&G Foods Holding Corp., 8%, 2011	
Dean Foods Co., 7%, 2016	
Del Monte Corp., 6.75%, 2015	
General Mills, Inc., 5.65%, 2012	
Tyson Foods, Inc., 6.6%, 2016	
-----	
FOREST & PAPER PRODUCTS - 0.5%	
Buckeye Technologies, Inc., 8.5%, 2013	\$
Norske Skog Canada Ltd., 7.375%, 2014	
Stora Enso Oyj, 6.404%, 2016 (n)	
-----	
GAMING & LODGING - 1.1%	
Caesars Entertainment, Inc., 8.125%, 2011	\$
Harrah's Entertainment, Inc., 5.75%, 2017	
Host Marriott LP, 6.75%, 2016	
Isle of Capri Casinos, Inc., 7%, 2014	

## Edgar Filing: MFS CHARTER INCOME TRUST - Form N-Q

Mandalay Resort Group, 9.375%, 2010

MGM Mirage, Inc., 8.375%, 2011

MGM Mirage, Inc., 6.75%, 2013

Scientific Games Corp., 6.25%, 2012

Station Casinos, Inc., 6.5%, 2014

Wimar Opco LLC, 9.625%, 2014 (n)

Wyndham Worldwide Corp., 6%, 2016

Wynn Las Vegas LLC, 6.625%, 2014

INDUSTRIAL - 0.1%

JohnsonDiversey Holdings, Inc., "B", 9.625%, 2012

\$

INSURANCE - 0.0%

American International Group, Inc., 6.25%, 2037

\$

INSURANCE - HEALTH - 0.0%

Centene Corp., 7.25%, 2014

\$

INSURANCE - PROPERTY & CASUALTY - 1.2%

AXIS Capital Holdings Ltd., 5.75%, 2014

\$

Fund American Cos., Inc., 5.875%, 2013

USI Holdings Corp., FRN, 9.23%, 2014 (n)

ZFS Finance USA Trust V, FRN, 6.5%, 2037 (z)

INTERNATIONAL MARKET QUASI-SOVEREIGN - 6.1%

Canada Housing Trust, 4.6%, 2011

CAD

Development Bank of Japan, 1.75%, 2010

JPY 3

Development Bank of Japan, 1.4%, 2012

JPY 4

Development Bank of Japan, 1.05%, 2023

JPY 6

Development Bank of Japan, 2.3%, 2026

JPY 1

Japan Finance Corp. for Municipal Enterprises, 1.55%, 2012

JPY 4

Japan Finance Corp. for Municipal Enterprises, 2%, 2016

JPY 8

KfW Bankengruppe, 1.35%, 2014

JPY 7



## Edgar Filing: MFS CHARTER INCOME TRUST - Form N-Q

### INTERNATIONAL MARKET SOVEREIGN - 13.7%

Federal Republic of Germany, 5.25%, 2010	EUR
Federal Republic of Germany, 3.75%, 2015	EUR
Federal Republic of Germany, 6.25%, 2030	EUR
Government of Canada, 5.5%, 2009	CAD
Government of Canada, 4.5%, 2015	CAD
Government of Canada, 5.75%, 2033	CAD
Kingdom of Denmark, 4%, 2015	DKK
Kingdom of Netherlands, 3.75%, 2009	EUR
Kingdom of Netherlands, 3.75%, 2014	EUR
Kingdom of Spain, 5.35%, 2011	EUR
Republic of Austria, 4.65%, 2018	EUR
Republic of France, 4.75%, 2012	EUR
Republic of France, 5%, 2016	EUR
Republic of France, 6%, 2025	EUR
Republic of France, 4.75%, 2035	EUR
Republic of Ireland, 4.6%, 2016	EUR
United Kingdom Treasury, 8%, 2015	GBP
United Kingdom Treasury, 8%, 2021	GBP
United Kingdom Treasury, 4.25%, 2036	GBP

### MACHINERY & TOOLS - 0.2%

Case Corp., 7.25%, 2016	\$
Case New Holland, Inc., 7.125%, 2014	

### MAJOR BANKS - 0.8%

BNP Paribas, 5.186% to 2015, FRN to 2049(n)	\$
HBOS Capital Funding LP, 6.071% to 2014, FRN to 2049(n)	
MUFG Capital Finance 1 Ltd., 6.346% to 2016, FRN to 2049	

### MEDICAL & HEALTH TECHNOLOGY & SERVICES - 1.8%

Edgar Filing: MFS CHARTER INCOME TRUST - Form N-Q

Advanced Medical Optics, Inc., 7.5%, 2017	\$
Community Health Systems, Inc., 8.875%, 2015 (n)	
Cooper Cos., Inc., 7.125%, 2015	
DaVita, Inc., 6.625%, 2013	
DaVita, Inc., 7.25%, 2015	
Fisher Scientific International, Inc., 6.125%, 2015	
HCA, Inc., 8.75%, 2010	
HCA, Inc., 6.375%, 2015	
HCA, Inc., 9.25%, 2016 (n)	
Hospira, Inc., 6.05%, 2017	
Omnicare, Inc., 6.875%, 2015	
Owens & Minor, Inc., 6.35%, 2016	
Psychiatric Solutions, Inc., 7.75%, 2015	
-----	
METALS & MINING - 1.4%	
Arch Western Finance LLC, 6.75%, 2013	\$
Chaparral Steel Co., 10%, 2013	
FMG Finance Ltd., 10.625%, 2016 (n)	
Foundation PA Coal Co., 7.25%, 2014	
Freeport-McMoRan Copper & Gold, Inc., 8.25%, 2015	
Freeport-McMoRan Copper & Gold, Inc., 8.375%, 2017	
International Steel Group, Inc., 6.5%, 2014	
Ispat Inland ULC, 9.75%, 2014	
Peabody Energy Corp., 5.875%, 2016	
Peabody Energy Corp., "B", 6.875%, 2013	
-----	
MORTGAGE BACKED - 14.7%	
Fannie Mae, 3.81%, 2013	\$
Fannie Mae, 4.1%, 2013	
Fannie Mae, 4.19%, 2013	
Fannie Mae, 4.845%, 2013	

Edgar Filing: MFS CHARTER INCOME TRUST - Form N-Q

Fannie Mae, 4.547%, 2014

Fannie Mae, 4.6%, 2014

Fannie Mae, 4.666%, 2014

Fannie Mae, 4.77%, 2014

Fannie Mae, 4.56%, 2015

Fannie Mae, 4.665%, 2015

Fannie Mae, 4.7%, 2015

Fannie Mae, 4.74%, 2015

Fannie Mae, 4.78%, 2015

Fannie Mae, 4.815%, 2015

Fannie Mae, 4.87%, 2015

Fannie Mae, 4.89%, 2015

Fannie Mae, 4.925%, 2015

Fannie Mae, 6%, 2016 - 2037

Fannie Mae, 5.5%, 2019 - 2035

Fannie Mae, 4.88%, 2020

Fannie Mae, 6.5%, 2032 - 2033

Fannie Mae, 5.5%, 2033

Freddie Mac, 5%, 2024

Freddie Mac, 5.5%, 2034

Freddie Mac, 6%, 2034

NATURAL GAS - DISTRIBUTION - 0.2%

AmeriGas Partners LP, 7.25%, 2015

\$

AmeriGas Partners LP, 7.125%, 2016

Inergy LP, 6.875%, 2014

NATURAL GAS - PIPELINE - 1.5%

Atlas Pipeline Partners LP, 8.125%, 2015

\$

CenterPoint Energy Resources Corp., 7.875%, 2013

El Paso Performance-Linked Trust, CLN, 7.75%, 2011 (n)

## Edgar Filing: MFS CHARTER INCOME TRUST - Form N-Q

Intergas Finance B.V., 6.375%, 2017 (n)

Magellan Midstream Partners LP, 5.65%, 2016

Spectra Energy Capital LLC, 8%, 2019

Williams Cos., Inc., 8.75%, 2032

Williams Partners LP, 7.25%, 2017

-----  
 NETWORK & TELECOM - 1.7%

Citizens Communications Co., 9.25%, 2011

\$

Citizens Communications Co., 9%, 2031

Nordic Telephone Co. Holdings, 8.875%, 2016 (n)

Qwest Corp., 7.875%, 2011

Qwest Corp., 8.875%, 2012

Telefonica Europe B.V., 7.75%, 2010

TELUS Corp., 8%, 2011

Verizon New York, Inc., 6.875%, 2012

Windstream Corp., 8.625%, 2016

Windstream Corp., 7%, 2019

-----  
 OIL SERVICES - 0.2%

Basic Energy Services, Inc., 7.125%, 2016

\$

Compagnie Generale de Geophysique - Veritas, 7.75%, 2017

GulfMark Offshore, Inc., 7.75%, 2014

-----  
 OILS - 0.5%

Premcor Refining Group, Inc., 7.5%, 2015

\$

OTHER BANKS & DIVERSIFIED FINANCIALS - 2.6%

Alfa Diversified Payment Rights Finance Co., FRN, 7.2549%, 2011 (n)

\$

Banco BMG S.A., 9.15%, 2016 (n)

Banco do Estado de Sao Paulo S.A., 8.7%, 2049 (n)

Banco Mercantil del Norte S.A., 5.875% to 2009, FRN to 2014(n)

Bosphorus Financial Services Ltd., FRN, 7.16%, 2012 (z)

## Edgar Filing: MFS CHARTER INCOME TRUST - Form N-Q

HSBK Europe B.V., 7.25%, 2017 (n)

ICICI Bank Ltd., FRN, 6.375%, 2022 (n)

Mizuho Capital Investment 1 Ltd., 6.686% to 2016, FRN to 2049(n)

Resona Bank Ltd., 5.85% to 2016, FRN to 2049(n)

Russian Standard Finance S.A., 8.125%, 2008 (n)

Russian Standard Finance S.A., 7.5%, 2010 (n)

Russian Standard Finance S.A., 8.625%, 2011 (n)

Woori Bank, 6.125% to 2011, FRN to 2016(n)

PRECIOUS METALS & MINERALS - 0.6%

Alrosa Finance S.A., 8.875%, 2014

\$

PRINTING & PUBLISHING - 1.1%

American Media Operations, Inc., 10.25%, 2009

\$

Dex Media West LLC, 9.875%, 2013

Idearc, Inc., 8%, 2016

Nielsen Finance LLC, 10%, 2014

R.H. Donnelley Corp., 8.875%, 2016

RAILROAD & SHIPPING - 0.4%

TFM S.A. de C.V., 9.375%, 2012

\$

REAL ESTATE - 0.6%

HRPT Properties Trust, REIT, 6.25%, 2016

\$

Kimco Realty Corp., REIT, 5.783%, 2016

Simon Property Group LP, REIT, 5.875%, 2017

RETAILERS - 0.5%

Couche-Tard, Inc., 7.5%, 2013

\$

Federated Retail Holdings, Inc., 5.35%, 2012

Gap, Inc., 9.8%, 2008

Home Depot, Inc., 5.875%, 2036

## Edgar Filing: MFS CHARTER INCOME TRUST - Form N-Q

SPECIALTY STORES - 0.1%

GSC Holdings Corp., 8%, 2012 \$

Payless ShoeSource, Inc., 8.25%, 2013

SUPERMARKETS - 0.3%

Delhaize America, Inc., 9%, 2031 \$

Stater Brothers Holdings, Inc., 7.75%, 2015 (n)

SUPERVALU, Inc., 7.5%, 2014

SUPRANATIONAL - 0.3%

Central American Bank, 4.875%, 2012 (n) \$

TELECOMMUNICATIONS - WIRELESS - 1.7%

AT&T Wireless Services, Inc., 8.75%, 2031 \$

Centennial Communications Corp., 10.125%, 2013

Cingular Wireless LLC, 6.5%, 2011

Globo Comunicacoes e Participacoes S.A., 7.25%, 2022 (n)

MetroPCS Communications, Inc., 9.25%, 2014 (n)

Nextel Communications, Inc., 5.95%, 2014

OJSC Vimpel-Communications, 8.25%, 2016

Rogers Cable, Inc., 5.5%, 2014

Rogers Wireless, Inc., 7.5%, 2015

TELEPHONE SERVICES - 0.3%

Embarq Corp., 7.082%, 2016 \$

TOBACCO - 0.6%

Reynolds American, Inc., 6.75%, 2017 \$

TRANSPORTATION - 0.0%

Peru Enhanced Pass-Through Trust, 0%, 2018 (n) \$

TRANSPORTATION - SERVICES - 0.2%

Hertz Corp., 8.875%, 2014 \$

Stena AB, 7%, 2016

## Edgar Filing: MFS CHARTER INCOME TRUST - Form N-Q

Westinghouse Air Brake Technologies Corp., 6.875%, 2013

U.S. GOVERNMENT AGENCIES - 1.0%

Fannie Mae, 5.5%, 2017

\$

U.S. TREASURY OBLIGATIONS - 12.6%

U.S. Treasury Bonds, 10.625%, 2015

\$

U.S. Treasury Bonds, 7.5%, 2016

U.S. Treasury Bonds, 6.25%, 2023 (f)

U.S. Treasury Bonds, 5.375%, 2031

U.S. Treasury Bonds, 4.5%, 2036

U.S. Treasury Bonds, 4.75%, 2037

U.S. Treasury Notes, 12%, 2013

U.S. Treasury Notes, 4.25%, 2013

U.S. Treasury Notes, 9.875%, 2015

U.S. Treasury Notes, 6.375%, 2027

U.S. Treasury Notes, TIPS, 2%, 2014

UTILITIES - ELECTRIC POWER - 4.0%

AES Corp., 9.375%, 2010

\$

Allegheny Energy Supply Co. LLC, 8.25%, 2012 (n)

Bruce Mansfield Unit 1, 6.85%, 2034 (z)

Edison Mission Energy, 7%, 2017 (n)

Empresa Nacional de Electricidad S.A., 8.35%, 2013

Enersis S.A., 7.375%, 2014

Exelon Generation Co. LLC, 6.95%, 2011

FirstEnergy Corp., 6.45%, 2011

HQI Transelec Chile S.A., 7.875%, 2011

InterGen N.V., 9%, 2017 (n)

ISA Capital do Brasil S.A., 7.875%, 2012 (n)

ISA Capital do Brasil S.A., 8.8%, 2017 (n)

Mirant Americas Generation LLC, 8.3%, 2011

## Edgar Filing: MFS CHARTER INCOME TRUST - Form N-Q

Mirant North American LLC, 7.375%, 2013

NorthWestern Corp., 5.875%, 2014

NRG Energy, Inc., 7.375%, 2016

Reliant Energy, Inc., 7.875%, 2017

System Energy Resources, Inc., 5.129%, 2014 (n)

TXU Energy Co., 7%, 2013

### TOTAL BONDS

FLOATING RATE LOANS - 0.8% (g) (r)

AUTOMOTIVE - 0.1%

Ford Motor Co., Term Loan B, 8.36%, 2013

\$

Goodyear Tire & Rubber Co., Second Lien Term Loan, 6.85%, 2014

BROADCASTING - 0.1%

Gray Television, Inc., Delayed Draw Term Loan, 6.86%, 2014

\$

Univision Communications, Term Loan B, 7.61%, 2014

CABLE TV - 0.1%

Charter Communications Operating LLC, Term Loan, 7.36%, 2014

\$

CSC Holdings, Inc., Incremental Term Loan, 7.07%, 2013

Mediacom Illinois LLC, Term Loan A, 7.05%, 2012

CHEMICALS - 0.1%

Celanese AG, Term Loan B, 7.11%, 2014

\$

CONSUMER GOODS & SERVICES - 0.0%

Jarden Corp., Term Loan, 2008 (o)

\$

FOOD & BEVERAGES - 0.1%

Dean Foods Co., Term Loan B, 6.86%, 2014

\$

MEDICAL & HEALTH TECHNOLOGY & SERVICES - 0.1%

Community Health Systems, Inc., Term Loan B, 7.76%, 2014

\$

HCA, Inc., Term Loan B, 7.61%, 2012



Edgar Filing: MFS CHARTER INCOME TRUST - Form N-Q

NATURAL GAS - PIPELINE - 0.0%	
Kinder Morgan, Inc., Term Loan, 7.07%, 2014	\$
POLLUTION CONTROL - 0.1%	
Allied Waste North America, Inc., A, Credit Linked Deposit, 6.82%, 2012	\$
Allied Waste North America, Inc., Term Loan, 6.78%, 2012	
PRINTING & PUBLISHING - 0.1%	
Idearc, Inc., Term Loan B, 7.36%, 2014	\$
TOTAL FLOATING RATE LOANS	
COMMON STOCKS - 0.0%	
PRINTING & PUBLISHING - 0.0%	
Golden Books Family Entertainment, Inc. (a)	
SHORT-TERM OBLIGATIONS - 2.8%	
Citigroup Funding, Inc., 5.25%, due 9/04/07 (y)	
TOTAL INVESTMENTS(k)	
OTHER ASSETS, LESS LIABILITIES - 0.7%	
NET ASSETS - 100.0%	

- (a) Non-income producing security.
- (f) All or a portion of the security has been segregated as collateral for an open futures contract.
- (g) The rate shown represents a weighted average coupon rate on settled positions at period end.
- (i) Interest only security for which the fund receives interest on notional principal (Par amount on notional principal and does not reflect the cost of the security).
- (k) As of August 31, 2007, the trust held securities fair valued in accordance with the policies of the Trustees, aggregating \$488,271,000 and 94.33% of market value. An independent pricing service valued 93.94% of the market value.
- (n) Securities exempt from registration under Rule 144A of the Securities Act of 1933. These securities are in the ordinary course of business in transactions exempt from registration, normally to qualified investors. At period end, the aggregate value of these securities was \$49,794,069, representing 9.6% of net assets.
- (o) All or a portion of this position has not settled. Upon settlement date, interest rates will be determined.
- (p) Payment-in-kind security.
- (r) Remaining maturities of floating rate loans may be less than stated maturities shown as a result of prepayments by the borrower. Such prepayments cannot be predicted with certainty. These loans are held on resale. Floating rate loans generally have rates of interest which are determined periodically as the lending rate plus a premium.
- (y) The rate shown represents an annualized yield at time of purchase.
- (z) Restricted securities are not registered under the Securities Act of 1933 and are subject to resale restrictions. These securities generally may be resold in transactions exempt from registration or to the public if subsequently registered. Disposal of these securities may involve time-consuming negotiations and an acceptable price may be difficult. The trust holds the following restricted securities:

## Edgar Filing: MFS CHARTER INCOME TRUST - Form N-Q

RESTRICTED SECURITIES	ACQUISITION DATE	ACQUISITION COST	MA
Bayview Financial Revolving Mortgage Loan Trust, FRN, 6.12%, 2040	3/01/06	\$ 1,160,000	\$
Bosphorus Financial Services Ltd., FRN, 7.16%, 2012	3/08/05	1,500,000	
Bruce Mansfield Unit 1, 6.85%, 2034	7/10/07	1,560,000	
Capmark Financial Group, Inc., 5.875%, 2012	5/03/07	939,596	
DLJ Commercial Mortgage Corp., 6.04%, 2031	7/23/04	1,969,453	
OAO Gazprom, 7.288%, 2037	8/08/07	100,000	
Spirit Master Funding LLC, 5.05%, 2023	7/15/05	1,814,558	
ZFS Finance USA Trust V, FRN, 6.5%, 2037	5/03/07	2,503,058	
-----			
Total Restricted Securities			\$1 ==

The following abbreviations are used in this report and are defined:

CLN	Credit-Linked Note
FRN	Floating Rate Note. Interest rate resets periodically and may not be the rate reported
REIT	Real Estate Investment Trust
TIPS	Treasury Inflation Protected Security

Abbreviations indicate amounts shown in currencies other than the U.S. dollar. All amounts are stated otherwise indicated. A list of abbreviations is shown below:

AUD	Australian Dollar
BRL	Brazilian Real
CAD	Canadian Dollar
CHF	Swiss Franc
CNY	Chinese Yuan Renminbi
DKK	Danish Krone
EUR	Euro
GBP	British Pound
JPY	Japanese Yen
PLN	Polish Zloty
SGD	Singapore Dollar
UYU	Uruguayan Peso

See attached supplemental information. For more information see notes to financial statements as semiannual or annual report.

MFS CHARTER INCOME TRUST

SUPPLEMENTAL INFORMATION (UNAUDITED) 8/31/07

(1) PORTFOLIO SECURITIES

The cost and unrealized appreciation and depreciation in the value of the investments owned by the trust on a federal income tax basis, are as follows:

Aggregate Cost	\$526,855,291 =====
Gross unrealized appreciation	\$ 4,969,010
Gross unrealized depreciation	(14,221,438) -----

## Edgar Filing: MFS CHARTER INCOME TRUST - Form N-Q

Net unrealized appreciation (depreciation)

\$ (9,252,428)  
=====

The aggregate cost above includes prior fiscal year end tax adjustments.

### (2) UNFUNDED LOAN COMMITMENTS

As of August 31, 2007, the portfolio had unfunded loan commitments of \$20,686, which could be extended to the borrower, pursuant to the following loan agreements:

#### BORROWER

-----  
Community Health Systems, Inc., Delayed Draw Term Loan, 2014  
Univision Communications, Delayed Draw Term Loan, 2014  
-----

At August 31, 2007, the trust had sufficient cash and/or other liquid securities to cover any contracts.

### (3) FINANCIAL INSTRUMENTS

#### DERIVATIVES

#### FORWARD FOREIGN CURRENCY EXCHANGE CONTRACTS AT 8/31/07

Appreciation and Depreciation in the table below are reported by currency.

TYPE	CURRENCY	CONTRACTS TO DELIVER/RECEIVE	SETTLEMENT DATE RANGE	IN EXCHANGE FOR
<b>APPRECIATION</b>				
-----				
BUY	BRL	3,647,822	9/21/07	\$ 1,799,361
SELL	BRL	1,173,600	9/21/07	600,000
SELL	CAD	2,273,051	9/17/07	2,180,385
SELL	DKK	6,950,047	10/10/07	1,290,224
BUY	EUR	3,076,831	9/17/07	4,097,361
SELL	EUR	6,496,894	9/19/07	8,976,698
BUY	GBP	29,968	9/19/07	59,083
SELL	GBP	1,114,627	9/19/07	2,295,397
BUY	JPY	292,730,766	9/18/07	2,503,937
BUY	PLN	3,656,216	9/28/07	1,301,561
SELL	SGD	3,968,726	9/04/07	2,605,006
<b>DEPRECIATION</b>				
BUY	AUD	31,337	9/19/07	\$ 26,823
SELL	BRL	999,722	9/21/07	507,344
SELL	CAD	1,395,147	9/17/07	1,311,832

## Edgar Filing: MFS CHARTER INCOME TRUST - Form N-Q

BUY	CHF	1,483,133	10/04/07	1,247,844
SELL	CHF	1,506,288	10/04/07	1,250,000
BUY	CNY	42,072,400	9/28/07	5,605,991
SELL	EUR	42,674,070	9/17/07 - 9/19/07	56,981,483
BUY	GBP	142,332	9/19/07	292,048
SELL	GBP	2,792,144	9/19/07	5,511,994
SELL	JPY	3,894,330,647	9/18/07	32,086,930
BUY	SGD	7,937,452	9/04/07 - 10/04/07	5,245,344

### FUTURES CONTRACTS OUTSTANDING AT 8/31/07

DESCRIPTION	CONTRACTS	VALUE	EX
U.S. Treasury Bond (Long)	97	\$10,821,563	
U.S. Treasury Note 10 yr (Short)	260	28,352,188	

### SWAP AGREEMENTS AT 8/31/07

EXPIRATION	NOTIONAL AMOUNT	COUNTERPARTY	CASH FLOWS TO RECEIVE	EX
CREDIT DEFAULT SWAPS				
6/20/09	USD 200,000	JPMorgan Chase Bank	4.1 (fixed rate)	
4/20/12	USD 1,320,000	Morgan Stanley Capital Services, Inc. Services, Inc.	(2)	2.0
9/20/12	USD 1,500,000	JPMorgan Chase Bank	0.33% (fixed rate)	
3/20/17	USD 1,250,000	Merrill Lynch International	(4)	0.8
3/20/17	USD 1,350,000	JPMorgan Chase Bank	(5)	0.3
3/20/17	USD 1,040,000	Goldman Sachs International	(6)	0.4
6/20/17	USD 2,500,000	Merrill Lynch International	(7)	0.9

- (1) Trust to pay notional amount upon a defined credit default event by Abitibi Consolidated, 8.3%
- (2) Trust to receive notional amount upon a defined credit default event by Argentine Republic, 8.3%
- (3) Trust to pay notional amount upon a defined credit default event by FNMA, 5.5%, 6/09/33.
- (4) Trust to receive notional amount upon a defined credit default event by Waste Management, Inc.
- (5) Trust to receive notional amount upon a defined credit default event by PPG Industries, Inc., 6.25%
- (6) Trust to receive notional amount upon a defined credit default event by Dover Corp., 6.25%, 6/09/33.
- (7) Trust to receive notional amount upon a defined credit default event by New York Times Co., 4.75%

At August 31, 2007, the trust had sufficient cash and/or other liquid securities to cover any commodity derivative contracts.

## Edgar Filing: MFS CHARTER INCOME TRUST - Form N-Q

### (4) COUNTRY WEIGHTINGS

Country weighting percentages of portfolio holdings based on total net assets as of August 31, 20

----- United States	66.8%
----- Japan	5.2%
----- Germany	4.7%
----- Netherlands	2.8%
----- France	2.6%
----- Russia	2.4%
----- United Kingdom	2.0%
----- Canada	1.8%
----- Spain	1.5%
----- Other Countries	10.2%
-----	

The country weighting percentages include both accrued interest amounts and the equivalent exposures of portfolio holdings, if applicable.

### ITEM 2. CONTROLS AND PROCEDURES.

- (a) Based upon their evaluation of the effectiveness of the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940 (the "Act")) as conducted within 90 days of the filing date of this Form N-Q, the registrant's principal financial officer and principal executive officer have concluded that those disclosure controls and procedures provide reasonable assurance that the material information required to be disclosed by the registrant on this report is recorded, processed, summarized and reported within the time periods specified in the Securities and Exchange Commission's rules and forms.
- (b) There were no changes in the registrant's internal controls over financial reporting (as defined in Rule 30a-3(d) under the Act) that occurred during the registrant's last fiscal quarter that have materially affected, or are reasonably likely to materially affect, the registrant's internal control over financial reporting.

### ITEM 3. EXHIBITS.

File as exhibits as part of this Form a separate certification for each principal executive officer and principal financial officer of the registrant as required by Rule 30a-2(a) under the Act (17 CFR 270.30a-2): Attached hereto.

### NOTICE

A copy of the Amended and Restated Declaration of Trust of the Registrant is on file with the Secretary of State of The Commonwealth of Massachusetts and

Edgar Filing: MFS CHARTER INCOME TRUST - Form N-Q

notice is hereby given that this instrument is executed on behalf of the Registrant by an officer of the Registrant as an officer and not individually and the obligations of or arising out of this instrument are not binding upon any of the Trustees or shareholders individually, but are binding only upon the assets and property of the respective constituent series of the Registrant.

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: MFS CHARTER INCOME TRUST  
-----

By (Signature and Title)\* MARIA F. DWYER  
-----

Maria F. Dwyer, President

Date: October 16, 2007  
-----

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

By (Signature and Title)\* MARIA F. DWYER  
-----

Maria F. Dwyer, President (Principal Executive Officer)

Date: October 16, 2007  
-----

By (Signature and Title)\* TRACY ATKINSON  
-----

Tracy Atkinson, Treasurer (Principal Financial Officer and Accounting Officer)

Date: October 16, 2007  
-----

\* Print name and title of each signing officer under his or her signature.