

MFS CHARTER INCOME TRUST
Form N-Q
April 25, 2012

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 811-05822

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: February 29, 2012

ITEM 1. SCHEDULE OF INVESTMENTS.

MFS[®] Charter Income Trust

QUARTERLY REPORT

February 29, 2012

PORTFOLIO OF INVESTMENTS

2/29/12 (unaudited)

The Portfolio of Investments is a complete list of all securities owned by your fund. It is categorized by broad-based asset classes.

Issuer	Shares/Par	Value (\$)
Bonds - 109.7%		
Aerospace - 1.1%		
BE Aerospace, Inc., 8.5%, 2018	\$ 1,225,000	\$ 1,361,281
Bombardier, Inc., 7.5%, 2018 (n)	885,000	1,006,688
Bombardier, Inc., 7.75%, 2020 (n)	375,000	435,000
CPI International, Inc., 8%, 2018	840,000	728,700
Hawker Beechcraft Acquisition Co. LLC, 8.5%, 2015	782,000	164,220
Heckler & Koch GmbH, 9.5%, 2018 (z)	EUR 505,000	444,055
Huntington Ingalls Industries, Inc., 7.125%, 2021	\$ 1,685,000	1,805,056
		\$ 5,945,000
Airlines - 0.0%		
Continental Airlines, Inc., 7.25%, 2021	\$ 203,906	\$ 226,296
Apparel Manufacturers - 0.5%		
Hanesbrands, Inc., 8%, 2016	\$ 660,000	\$ 734,250
Hanesbrands, Inc., 6.375%, 2020	390,000	407,550
Jones Group, Inc., 6.875%, 2019	455,000	439,644
Phillips-Van Heusen Corp., 7.375%, 2020	1,305,000	1,448,550
		\$ 3,029,994
Asset-Backed & Securitized - 6.4%		
Anthracite Ltd., A , CDO, FRN, 0.605%, 2019 (z)	\$ 1,116,669	\$ 938,002
Anthracite Ltd., BFL , CDO, FRN, 1.244%, 2037 (z)	3,000,000	2,730,000
Banc of America Commercial Mortgage, Inc., FRN, 5.723%, 2051	1,500,000	1,725,804
Bayview Financial Acquisition Trust, FRN, 5.483%, 2041	211,530	209,467
Bayview Financial Revolving Mortgage Loan Trust, FRN, 1.844%, 2040 (z)	796,784	449,437
Citigroup/Deutsche Bank Commercial Mortgage Trust, FRN, 5.366%, 2049	1,605,000	1,530,979
Commercial Mortgage Pass-Through Certificates, FRN, 5.774%, 2046	230,000	238,248
Countrywide Asset-Backed Certificates, FRN, 5.147%, 2035	847,379	783,839
Credit Suisse Mortgage Capital Certificate, FRN, 5.712%, 2039	1,400,000	1,453,756
Crest Ltd., CDO, 7%, 2040 (a)(p)	2,258,244	112,912
First Union-Lehman Brothers Bank of America, FRN, 0.476%, 2035 (i)	14,833,268	216,210
JPMorgan Chase Commercial Mortgage Securities Corp., C , FRN, 6.058%, 2051	185,000	74,863
JPMorgan Chase Commercial Mortgage Securities Corp., FRN, 5.818%, 2049	5,000,000	5,520,405
JPMorgan Chase Commercial Mortgage Securities Corp., FRN, 5.818%, 2049	1,000,000	1,069,803
JPMorgan Chase Commercial Mortgage Securities Corp., FRN, 5.986%, 2051	6,000,000	6,458,322
Merrill Lynch Mortgage Trust, FRN, 5.837%, 2050	1,350,000	1,518,429
Multi Security Asset Trust, A3 , 5%, 2035 (z)	1,053,957	1,048,687
Spirit Master Funding LLC, 5.05%, 2023 (z)	1,327,749	1,232,191
Wachovia Bank Commercial Mortgage Trust, A4 , FRN, 5.898%, 2051	7,250,000	7,992,429
Wachovia Bank Commercial Mortgage Trust, FRN, 5.683%, 2047	1,503,155	306,959
		\$ 35,610,742
Automotive - 2.5%		
Accuride Corp., 9.5%, 2018	\$ 1,470,000	\$ 1,558,200
Allison Transmission, Inc., 7.125%, 2019 (n)	850,000	875,500
Automotores Gildemeister S.A., 8.25%, 2021 (n)	137,000	142,480
Chrysler Group LLC/CG Co-Issuer, Inc., 8.25%, 2021	465,000	469,650
Ford Motor Co., 7.45%, 2031	800,000	1,027,000
Ford Motor Credit Co. LLC, 8%, 2014	485,000	536,911
Ford Motor Credit Co. LLC, 12%, 2015	4,165,000	5,237,250
General Motors Financial Co., Inc., 6.75%, 2018	795,000	857,931
Goodyear Tire & Rubber Co., 7%, 2022	350,000	354,375

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Hyundai Capital America, 4%, 2017 (n)	210,000	213,428
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Portfolio of Investments (unaudited) continued

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Automotive - continued		
Jaguar Land Rover PLC, 7.75%, 2018 (n)	\$ 165,000	\$ 170,775
Jaguar Land Rover PLC, 8.125%, 2021 (n)	1,875,000	1,935,938
Lear Corp., 8.125%, 2020	460,000	518,650
RCI Banque S.A., 4.6%, 2016 (n)	232,000	227,533
		\$ 14,125,621
Basic Industry - 0.2%		
Trimas Corp., 9.75%, 2017	\$ 795,000	\$ 880,463
Broadcasting - 3.9%		
Allbritton Communications Co., 8%, 2018	\$ 1,320,000	\$ 1,395,900
AMC Networks, Inc., 7.75%, 2021 (n)	548,000	611,020
Clear Channel Communications, Inc., 9%, 2021	1,068,000	982,560
Clear Channel Worldwide Holdings, Inc., 7.625%, 2020 (z)	390,000	390,000
Clear Channel Worldwide Holdings, Inc., A, 7.625%, 2020 (z)	50,000	50,000
Gray Television, Inc., 10.5%, 2015	390,000	411,938
Hughes Network Systems LLC, 7.625%, 2021	765,000	830,025
Inmarsat Finance PLC, 7.375%, 2017 (n)	1,145,000	1,225,150
Intelsat Bermuda Ltd., 11.25%, 2017	1,435,000	1,479,844
Intelsat Bermuda Ltd., 11.5%, 2017 (p)	670,000	690,100
Intelsat Jackson Holdings Ltd., 9.5%, 2016	3,840,000	4,041,600
Intelsat Jackson Holdings Ltd., 11.25%, 2016	550,000	581,625
Liberty Media Corp., 8.5%, 2029	675,000	681,750
Liberty Media Corp., 8.25%, 2030	95,000	95,950
LIN Television Corp., 8.375%, 2018	160,000	169,200
Local TV Finance LLC, 9.25%, 2015 (p)(z)	995,374	1,012,793
Newport Television LLC, 13%, 2017 (n)(p)	67,321	62,950
News America, Inc., 6.2%, 2034	325,000	377,059
News America, Inc., 6.9%, 2039	205,000	254,509
Nexstar Broadcasting Group, Inc., 8.875%, 2017	320,000	342,400
Sinclair Broadcast Group, Inc., 9.25%, 2017 (n)	1,425,000	1,592,438
Sinclair Broadcast Group, Inc., 8.375%, 2018	185,000	201,188
SIRIUS XM Radio, Inc., 13%, 2013 (n)	195,000	222,056
SIRIUS XM Radio, Inc., 8.75%, 2015 (n)	725,000	822,875
SIRIUS XM Radio, Inc., 7.625%, 2018 (n)	765,000	837,675
Univision Communications, Inc., 6.875%, 2019 (n)	730,000	744,600
Univision Communications, Inc., 7.875%, 2020 (n)	535,000	569,775
Univision Communications, Inc., 8.5%, 2021 (n)	710,000	704,675
		\$ 21,381,655
Brokerage & Asset Managers - 0.5%		
E*TRADE Financial Corp., 7.875%, 2015	\$ 785,000	\$ 801,681
E*TRADE Financial Corp., 12.5%, 2017	1,580,000	1,840,700
		\$ 2,642,381
Building - 1.8%		
Associated Materials LLC, 9.125%, 2017	\$ 150,000	\$ 147,750
Building Materials Holding Corp., 6.875%, 2018 (n)	680,000	731,000
Building Materials Holding Corp., 7%, 2020 (n)	600,000	651,000
Building Materials Holding Corp., 6.75%, 2021 (n)	440,000	478,500
CEMEX Finance LLC, 9.5%, 2016 (n)	1,275,000	1,255,875
CEMEX S.A., 9.25%, 2020	1,695,000	1,542,450
CEMEX S.A.B. de C.V., FRN, 5.579%, 2015 (n)	291,000	256,808
Masonite International Corp., 8.25%, 2021 (n)	670,000	718,575
Nortek, Inc., 10%, 2018	435,000	457,838
Nortek, Inc., 8.5%, 2021	1,280,000	1,238,400
Owens Corning, 9%, 2019	1,880,000	2,298,198

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Portfolio of Investments (unaudited) continued

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Building - continued		
Roofing Supply Group LLC/Roofing Supply Finance, Inc., 8.625%, 2017 (n)	\$ 243,000	\$ 260,618
		\$ 10,037,012
Business Services - 1.2%		
Ceridian Corp., 12.25%, 2015 (p)	\$ 515,000	\$ 495,044
iGate Corp., 9%, 2016	1,323,000	1,438,763
Interactive Data Corp., 10.25%, 2018	1,410,000	1,589,775
Iron Mountain, Inc., 8.375%, 2021	860,000	955,675
SunGard Data Systems, Inc., 10.25%, 2015	915,000	953,888
SunGard Data Systems, Inc., 7.375%, 2018	1,065,000	1,144,875
		\$ 6,578,020
Cable TV - 3.7%		
Bresnan Broadband Holdings LLC, 8%, 2018 (n)	\$ 270,000	\$ 284,850
Cablevision Systems Corp., 8.625%, 2017	445,000	501,738
CCH II LLC, 13.5%, 2016	1,350,000	1,552,500
CCO Holdings LLC, 7.875%, 2018	1,365,000	1,491,263
CCO Holdings LLC, 8.125%, 2020	870,000	974,400
Cequel Communications Holdings, 8.625%, 2017 (n)	780,000	836,550
Charter Communications Operating LLC, 10.875%, 2014 (n)	325,000	343,281
CSC Holdings LLC, 8.5%, 2014	845,000	937,950
DIRECTV Holdings LLC, 5.2%, 2020	1,240,000	1,394,998
DISH DBS Corp., 6.75%, 2021	400,000	444,000
EchoStar Corp., 7.125%, 2016	450,000	497,250
Insight Communications Co., Inc., 9.375%, 2018 (n)	820,000	940,950
Mediacom LLC, 9.125%, 2019	975,000	1,065,188
Myriad International Holdings B.V., 6.375%, 2017 (n)	857,000	951,270
Nara Cable Funding Ltd., 8.875%, 2018 (z)	475,000	463,125
ONO Finance II PLC, 10.875%, 2019 (n)	300,000	270,750
Telenet Finance Luxembourg, 6.375%, 2020 (n)	EUR 250,000	337,238
Time Warner Cable, Inc., 5%, 2020	\$ 1,150,000	1,291,238
UPC Holding B.V., 9.875%, 2018 (z)	420,000	466,200
UPCB Finance III Ltd., 6.625%, 2020 (n)	1,104,000	1,137,120
Videotron Ltee, 6.875%, 2014	1,282,000	1,286,808
Videotron Ltee, 5%, 2022 (z)	290,000	290,000
Virgin Media Finance PLC, 9.5%, 2016	395,000	450,300
Virgin Media Finance PLC, 8.375%, 2019	475,000	539,125
Virgin Media Finance PLC, 5.25%, 2022	820,000	836,400
Ziggo Bond Co. B.V., 8%, 2018 (n)	EUR 585,000	824,210
		\$ 20,408,702
Chemicals - 2.5%		
Ashland, Inc., 9.125%, 2017	\$ 545,000	\$ 611,763
Celanese U.S. Holdings LLC, 6.625%, 2018	1,335,000	1,461,825
Hexion U.S. Finance Corp./Hexion Nova Scotia Finance, 8.875%, 2018	1,330,000	1,376,550
Hexion U.S. Finance Corp./Hexion Nova Scotia Finance, 9%, 2020	270,000	264,600
Huntsman International LLC, 8.625%, 2021	975,000	1,101,750
INEOS Finance PLC, 8.375%, 2019 (z)	800,000	850,000
INEOS Group Holdings PLC, 8.5%, 2016 (n)	525,000	479,063
Lyondell Chemical Co., 8%, 2017	139,000	155,333
Lyondell Chemical Co., 11%, 2018	1,613,690	1,769,008
LyondellBasell Industries, Inc., 6%, 2021 (n)	1,185,000	1,300,538
Momentive Performance Materials, Inc., 12.5%, 2014	1,901,000	2,029,318
Momentive Performance Materials, Inc., 11.5%, 2016	978,000	821,520
Polypore International, Inc., 7.5%, 2017	920,000	963,700
Sociedad Quimica y Minera de Chile S.A., 5.5%, 2020 (n)	414,000	448,432
		\$ 13,633,400

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Portfolio of Investments (unaudited) continued

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Computer Software - 0.5%		
Lawson Software, Inc., 11.5%, 2018 (n)	\$ 1,235,000	\$ 1,290,575
Syniverse Holdings, Inc., 9.125%, 2019	1,110,000	1,209,900
		\$ 2,500,475
Computer Software - Systems - 0.9%		
Audatex North America, Inc., 6.75%, 2018 (n)	\$ 95,000	\$ 98,919
CDW LLC/CDW Finance Corp., 12.535%, 2017	275,000	299,750
CDW LLC/CDW Finance Corp., 8.5%, 2019	1,035,000	1,107,450
CDW LLC/CDW Finance Corp., 8.5%, 2019 (z)	265,000	283,550
DuPont Fabros Technology, Inc., REIT, 8.5%, 2017	1,380,000	1,524,900
International Business Machines Corp., 8%, 2038	1,000,000	1,587,014
		\$ 4,901,583
Conglomerates - 1.4%		
Actuant Corp., 6.875%, 2017	\$ 1,005,000	\$ 1,042,688
Amsted Industries, Inc., 8.125%, 2018 (n)	1,450,000	1,566,000
Dynacast International LLC, 9.25%, 2019 (z)	890,000	927,825
Griffon Corp., 7.125%, 2018	1,635,000	1,700,400
Kennametal, Inc., 7.2%, 2012	684,000	695,690
Tomkins LLC/Tomkins, Inc., 9%, 2018	1,472,000	1,626,560
		\$ 7,559,163
Construction - 0.0%		
Urbi Desarrollos Urbanos S.A.B. de C.V., 9.75%, 2022 (n)	\$ 200,000	\$ 205,500
Consumer Products - 0.7%		
Easton-Bell Sports, Inc., 9.75%, 2016	\$ 560,000	\$ 621,600
Elizabeth Arden, Inc., 7.375%, 2021	980,000	1,055,950
Jarden Corp., 7.5%, 2020	755,000	825,781
Libbey Glass, Inc., 10%, 2015	666,000	715,118
Visant Corp., 10%, 2017	995,000	915,400
		\$ 4,133,849
Consumer Services - 1.0%		
Realogy Corp., 11.5%, 2017	\$ 630,000	\$ 576,450
Service Corp. International, 6.75%, 2015	265,000	292,494
Service Corp. International, 7%, 2017	4,030,000	4,513,600
		\$ 5,382,544
Containers - 1.2%		
Ardagh Packaging Finance PLC, 9.125%, 2020 (z)	\$ 540,000	\$ 557,550
Ball Corp., 5%, 2022	93,000	95,093
Exopack Holding Corp., 10%, 2018	550,000	583,000
Graham Packaging Co. LP/GPC Capital Corp., 9.875%, 2014	535,000	545,700
Greif, Inc., 6.75%, 2017	855,000	914,850
Greif, Inc., 7.75%, 2019	1,000,000	1,125,000
Reynolds Group, 8.75%, 2016 (n)	495,000	527,175
Reynolds Group, 7.125%, 2019 (n)	1,135,000	1,200,263
Reynolds Group, 9.875%, 2019 (z)	410,000	423,838
Reynolds Group, 8.25%, 2021 (n)	375,000	358,125
Sealed Air Corp., 8.125%, 2019 (n)	180,000	203,400
Sealed Air Corp., 8.375%, 2021 (n)	180,000	206,100
		\$ 6,740,094
Defense Electronics - 0.4%		
BAE Systems Holdings, Inc., 5.2%, 2015 (n)	\$ 450,000	\$ 484,146
Ducommun, Inc., 9.75%, 2018	644,000	682,640

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Portfolio of Investments (unaudited) continued

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Defense Electronics - continued		
ManTech International Corp., 7.25%, 2018	\$ 575,000	\$ 599,438
MOOG, Inc., 7.25%, 2018	335,000	357,613
		\$ 2,123,837
Electrical Equipment - 0.1%		
Avaya, Inc., 9.75%, 2015	\$ 450,000	\$ 450,000
Electronics - 0.5%		
Freescale Semiconductor, Inc., 9.25%, 2018 (n)	\$ 745,000	\$ 819,500
Freescale Semiconductor, Inc., 8.05%, 2020	270,000	267,300
NXP B.V., 9.75%, 2018 (n)	418,000	472,863
Sensata Technologies B.V., 6.5%, 2019 (n)	1,130,000	1,194,975
		\$ 2,754,638
Emerging Market Quasi-Sovereign - 4.7%		
Banco del Estado de Chile, 4.125%, 2020 (n)	\$ 117,000	\$ 120,510
Banco do Brasil S.A., 3.875%, 2017	1,236,000	1,245,270
Banco do Brasil S.A., 5.875%, 2022 (n)	1,156,000	1,187,790
Banco do Estado Rio Grande do Sul S.A., 7.375%, 2022 (n)	213,000	222,057
Centrais Eletricas Brasileiras S.A., 5.75%, 2021 (n)	2,228,000	2,422,950
CNPC (HK) Overseas Capital Ltd., 4.5%, 2021 (n)	897,000	953,867
Comision Federal de Electricidad, 5.75%, 2042 (z)	1,184,000	1,186,960
Corporacion Financiera de Desarrollo S.A., 4.75%, 2022 (z)	221,000	222,370
Development Bank of Kazakhstan, 5.5%, 2015 (n)	507,000	532,350
Dolphin Energy Ltd., 5.5%, 2021 (z)	400,000	413,600
Ecopetrol S.A., 7.625%, 2019	594,000	743,985
Gaz Capital S.A., 9.25%, 2019	583,000	725,106
Gaz Capital S.A., 5.999%, 2021 (n)	1,857,000	1,956,814
KazMunaiGaz Finance B.V., 11.75%, 2015 (n)	2,051,000	2,487,350
KazMunaiGaz Finance B.V., 9.125%, 2018 (n)	733,000	911,874
Majapahit Holding B.V., 7.25%, 2017 (n)	591,000	684,083
Majapahit Holding B.V., 8%, 2019 (n)	380,000	465,500
Novatek Finance Ltd., 5.326%, 2016 (n)	336,000	349,020
OJSC Russian Agricultural Bank, FRN, 6%, 2021 (n)	1,116,000	1,104,840
Pemex Project Funding Master Trust, 5.75%, 2018	642,000	715,830
Pertamina PT, 5.25%, 2021 (n)	256,000	272,000
Petrobras International Finance Co., 7.875%, 2019	1,361,000	1,674,030
Petrobras International Finance Co., 6.75%, 2041	481,000	558,792
Petroleos de Venezuela S.A., 5.25%, 2017	950,000	755,250
Petroleos Mexicanos, 8%, 2019	1,101,000	1,376,250
Petroleos Mexicanos, 4.875%, 2022 (n)	774,000	810,378
Petroleos Mexicanos, 6.5%, 2041 (n)	315,000	356,076
PT Perusahaan Listrik Negara, 5.5%, 2021 (n)	385,000	412,913
Ras Laffan Liquefied Natural Gas Co. Ltd., 6.75%, 2019 (n)	721,000	854,385
Transnet Ltd., 4.5%, 2016 (n)	203,000	210,427
Turkiye Ihracat Kredi Bankasi A.S., 5.375%, 2016 (n)	200,000	203,000
		\$ 26,135,627
Emerging Market Sovereign - 4.0%		
Dominican Republic, 7.5%, 2021 (n)	\$ 548,000	\$ 560,878
Government of Ukraine, 6.875%, 2015	500,000	472,500
Republic of Argentina, 2.5%, to 2019, 3.75% to 2029, 5.25% to 2038	1,848,000	691,152
Republic of Colombia, 7.375%, 2019	260,000	333,580
Republic of Colombia, 8.125%, 2024	664,000	941,220
Republic of Colombia, 6.125%, 2041	437,000	536,855
Republic of Indonesia, 11.625%, 2019 (n)	1,423,000	2,145,173
Republic of Indonesia, 4.875%, 2021 (n)	348,000	381,495

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Portfolio of Investments (unaudited) continued

Issuer	Shares/Par	Value (\$)
Bonds - continued		
Emerging Market Sovereign - continued		
Republic of Indonesia, 7.75%, 2038 (n)	\$ 593,000	\$ 836,130
Republic of Latvia, 5.25%, 2017 (z)	200,000	204,500
Republic of Lithuania, 6.625%, 2022 (n)	1,367,000	1,469,525
Republic of Panama, 9.375%, 2029	1,062,000	1,697,607
Republic of Peru, 7.35%, 2025	355,000	478,895
Republic of Peru, 5.625%, 2050	107,000	117,700
Republic of Philippines, 5.5%, 2026	421,000	483,624
Republic of Philippines, 6.375%, 2034	1,098,000	1,373,873
Republic of Poland, 5%, 2022	660,000	700,458
Republic of Romania, 6.75%, 2022 (n)	1,372,000	1,409,730
Republic of South Africa, 5.5%, 2020	751,000	853,324
Republic of South Africa, 4.665%, 2024	1,304,000	1,359,420
Republic of South Africa, 6.25%, 2041	873,000	1,033,414
Republic of Sri Lanka, 6.25%, 2020 (n)	144,000	140,400
Republic of Sri Lanka, 6.25%, 2021 (n)	208,000	202,253
Republic of Turkey, 5.625%, 2021	362,000	376,480