

Eaton Vance Short Duration Diversified Income Fund
Form N-CSRS
June 25, 2010

UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

Form N-CSR

CERTIFIED SHAREHOLDER REPORT OF REGISTERED
MANAGEMENT INVESTMENT COMPANIES

Investment Company Act File Number: 811-21563

Eaton Vance Short Duration Diversified Income Fund

(Exact Name of Registrant as Specified in Charter)

Two International Place, Boston, Massachusetts 02110

(Address of Principal Executive Offices)

Maureen A. Gemma

Two International Place, Boston, Massachusetts 02110

(Name and Address of Agent for Services)

(617) 482-8260

(Registrant's Telephone Number)

October 31

Date of Fiscal Year End

April 30, 2010

Date of Reporting Period

Item 1. Reports to Stockholders

**IMPORTANT NOTICES REGARDING PRIVACY,
DELIVERY OF SHAREHOLDER DOCUMENTS,
PORTFOLIO HOLDINGS AND PROXY VOTING**

Privacy. The Eaton Vance organization is committed to ensuring your financial privacy. Each of the financial institutions identified below has in effect the following policy (Privacy Policy) with respect to nonpublic personal information about its customers:

Only such information received from you, through application forms or otherwise, and information about your Eaton Vance fund transactions will be collected. This may include information such as name, address, social security number, tax status, account balances and transactions.

None of such information about you (or former customers) will be disclosed to anyone, except as permitted by law (which includes disclosure to employees necessary to service your account). In the normal course of servicing a customer's account, Eaton Vance may share information with unaffiliated third parties that perform various required services such as transfer agents, custodians and broker/dealers.

Policies and procedures (including physical, electronic and procedural safeguards) are in place that are designed to protect the confidentiality of such information.

We reserve the right to change our Privacy Policy at any time upon proper notification to you. Customers may want to review our Privacy Policy periodically for changes by accessing the link on our homepage:
www.eatonvance.com.

Our pledge of privacy applies to the following entities within the Eaton Vance organization: the Eaton Vance Family of Funds, Eaton Vance Management, Eaton Vance Investment Counsel, Boston Management and Research, and Eaton Vance Distributors, Inc.

In addition, our Privacy Policy applies only to those Eaton Vance customers who are individuals and who have a direct relationship with us. If a customer's account (i.e., fund shares) is held in the name of a third-party financial adviser/broker-dealer, it is likely that only such adviser's privacy policies apply to the customer. This notice supersedes all previously issued privacy disclosures.

For more information about Eaton Vance's Privacy Policy, please call 1-800-262-1122.

Delivery of Shareholder Documents. The Securities and Exchange Commission (the SEC) permits funds to deliver only one copy of shareholder documents, including prospectuses, proxy statements and shareholder reports, to fund investors with multiple accounts at the same residential or post office box address. This practice is often called householding and it helps eliminate duplicate mailings to shareholders.

Eaton Vance, or your financial adviser, may household the mailing of your documents indefinitely unless you instruct Eaton Vance, or your financial adviser, otherwise.

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If you would prefer that your Eaton Vance documents not be householded, please contact Eaton Vance at 1-800-262-1122, or contact your financial adviser.

Your instructions that householding not apply to delivery of your Eaton Vance documents will be effective within 30 days of receipt by Eaton Vance or your financial adviser.

Portfolio Holdings. The Fund and its underlying Portfolio(s) (if applicable) will file a schedule of portfolio holdings on Form N-Q with the SEC for the first and third quarters of each fiscal year. The Form N-Q will be available on the Eaton Vance website at www.eatonvance.com, by calling Eaton Vance at 1-800-262-1122 or in the EDGAR database on the SEC's website at www.sec.gov. Form N-Q may also be reviewed and copied at the SEC's public reference room in Washington, D.C. (call 1-800-732-0330 for information on the operation of the public reference room).

Proxy Voting. From time to time, funds are required to vote proxies related to the securities held by the funds. The Eaton Vance Funds or their underlying Portfolios (if applicable) vote proxies according to a set of policies and procedures approved by the Funds' and Portfolios' Boards. You may obtain a description of these policies and procedures and information on how the Fund or Portfolio voted proxies relating to portfolio securities during the most recent 12 month period ended June 30, without charge, upon request, by calling 1-800-262-1122. This description is also available on the SEC's website at www.sec.gov.

Eaton Vance Short Duration Diversified Income Fund as of April 30, 2010

INVESTMENT UPDATE

Economic and Market Conditions

Payson F. Swaffield, CFA

Co-Portfolio Manager

Scott H. Page, CFA

Co-Portfolio Manager

Catherine C. McDermott

Co-Portfolio Manager

Mark S. Venezia, CFA

Co-Portfolio Manager

Susan Schiff, CFA

Co-Portfolio Manager

Christine Johnston, CFA

Co-Portfolio Manager

During the six months ending April 30, 2010, the strongest returns in the global credit markets were generated by the riskier assets. The credit spread tightening that was a highlight of the prior six month period continued across virtually all fixed-income markets. The S&P/LSTA Leveraged Loan Index, a measure of the bank loan market, returned 9.57%. U.S. government agency mortgage-backed securities (MBS) also generated positive returns, with the BofA Merrill Lynch Mortgage Master Index returning 2.14%.¹

Similar to the stronger returns in the riskier sectors of the U.S. bond market, most emerging market currencies posted strong performance against the U.S. dollar and the euro. Looking across the currency markets, the strongest performers were those of Eastern Europe, the Middle East, and Africa (against the euro) and those of emerging Asia (against the U.S. dollar). However, the returns of many of the developed currency markets, including the euro, underperformed the U.S. dollar for the period.

Despite the rally across many markets, the problems in Europe were the most notable developments during the period. The euro depreciated by approximately 10% against the U.S. dollar over the six months, as markets increasingly focused on the fiscal problems in Portugal, Italy, Greece and Spain. In addition, heightened fiscal concerns, focusing on Greece's debt and deficit levels, were a source of consistent negative headlines throughout the period and resulted in increased volatility and significant widening in that country's sovereign credit default swap (CDS) spreads.

Globally, economic data provided evidence of economic recovery, particularly in the emerging world. Regionally, Asia produced the strongest growth results, with the Euro Zone lagging. Consistent with the economic recovery, during the last few months of the period, central banks in certain emerging market and commodity-exporting countries began removing their monetary stimulus. Notably, the central banks of Australia, Norway, India, Israel, and Malaysia raised interest rates during the first quarter of 2010. In the U.S., the Federal Reserve left short-term interest rates unchanged but began unwinding various emergency programs that were designed to stabilize the financial system during the crisis.

Management Discussion

The Fund is a closed-end fund that trades on the New York Stock Exchange (NYSE) under the symbol EVG. The Fund's investment objective is to provide a high level of current income. In pursuing its objective, the Fund's investments have been allocated primarily to senior, secured loans, U.S. government agency MBS, and foreign obligations. During the six-month period, the Fund experienced total returns of 16.24% at market price and 7.75% at NAV.

Total Return Performance 10/31/09 - 4/30/10

NYSE Symbol

EVG

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At Net Asset Value (NAV) ²		7.75%
At Market Price ²		16.24%
Lipper Global Income Funds Average (At NAV) ¹		9.62%
Premium/(Discount) to NAV (4/30/10)		-4.89%
Total Distributions per share		\$0.540
Distribution Rate ³	At NAV	5.86%
	At Market Price	6.16%

See page 3 for more performance information.

¹ It is not possible to invest directly in an Index or Lipper Classification. The S&P/LSTA Leveraged Loan Index is an unmanaged loan market index. The BofA Merrill Lynch Mortgage Master Index is an unmanaged index of mortgage-backed securities. The Lipper total return is the average total return, at net asset value, of the funds that are in the same Lipper Classification as the Fund. ² Six-month returns are cumulative. Performance results reflect the effects of leverage. ³ The Distribution Rate is based on the Fund's last regular distribution per share (annualized) divided by the Fund's NAV or market price at the end of the period. The Fund's distributions may be comprised of ordinary income, net realized capital gains and return of capital.

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

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

Eaton Vance Short Duration Diversified Income Fund as of April 30, 2010

INVESTMENT UPDATE

The Fund's bank loan investments posted strong returns for the period. Performance in the floating-rate loan market was driven by a combination of technical and fundamental improvements, which strengthened both the supply/demand balance and the fundamental credit outlook. From a technical standpoint, robust high-yield bond issuance and improving mergers & acquisitions and initial public offering markets had the effect of reducing loan supply. High-yield bond issuance alone was responsible for \$13 billion of loan repayments in the first quarter of 2010, according to Standard & Poor's Leveraged Commentary & Data. On the demand side, there were steady inflows, as investors sought more-favorable yields and protection from the anticipated rise in short-term interest rates. From a fundamental standpoint, earnings across the bank loan universe improved and default rates continued to decline.

In the MBS portion of the Fund, the investment emphasis remained on seasoned, U.S. government agency MBS (seasoned MBS). Typically, the mortgages underlying seasoned MBS were originated in the 1980s and 1990s. As a result, they have generally lower loan-to-home value ratios, meaning that the underlying homeowners have more equity in their homes than the average borrower. In addition, these loans are guaranteed by government agencies. Yield spreads on seasoned MBS over U.S. Treasuries tightened by approximately 30 basis points (0.30%) during the period. Principal prepayment rates on these securities were relatively stable for the period.

The Fund's foreign obligations contributed significantly to its positive performance. Each region contributed positively to the return of the Fund; the most significant contributions came from the Asian and Eastern European regions.

The Fund's performance in Eastern Europe was primarily driven by positions in Poland and Turkey. Despite the problems in Europe, these two countries remain fundamentally strong. Poland, in particular, registered the only positive growth in the region in 2009. Reflecting this economic performance, the Polish zloty appreciated during the period from its undervalued levels in the prior six months. This currency position, among others, also benefited from being cross-hedged with a short euro position.

The other stand-out region in the Fund was Asia. The emerging Asian economies produced strong growth during the period, particularly in comparison to the U.S. and Europe. In combination with significant inflows into equity markets, this economic performance resulted in the appreciation of many non-Japan Asian currencies. Fund positions in India, Indonesia, South Korea, and Malaysia all benefited from this currency rally.

The largest source of negative performance for the Fund during the period was a short South African rand position. Despite its endowment with natural resources, management remained concerned about the country's fundamentals and maintained a short currency position in this country. Overall, the performance across the entire African region was a positive for the Fund, as improving fundamentals in Egypt, Ghana, and Zambia resulted in a strengthening of their currencies, which benefited the Fund's long exposures.

The Fund's duration was reduced to 1.66 years as of April 30, 2010, from 1.89 years as of October 31, 2009. Duration is a measure of the sensitivity of a fund or a fixed-income security to changes in interest rates. A shorter duration instrument normally has less exposure to interest rate risk than longer duration instruments.

The Fund employs leverage through the use of derivative instruments and borrowings. As of April 30, 2010, the Fund's leverage was comprised of approximately 16% through borrowings and 32% through derivative investments. Use of leverage creates an opportunity for increased total return but, at the same time, creates special risks (including the likelihood of greater volatility of net asset and market price).

The views expressed throughout this report are those of the portfolio managers and are current only through the end of the period of the report as stated on the cover. These views are subject to change at any time based upon market or other conditions, and the investment adviser disclaims any responsibility to update such views. These views may not be relied on as investment advice and, because investment decisions for a fund are based on many factors, may not be relied on as an indication of trading intent on behalf of any Eaton Vance fund. Portfolio information provided in the report may not be representative of the Fund's current or future investments and may change due to active management.

Eaton Vance Short Duration Diversified Income Fund as of April 30, 2010

FUND PERFORMANCE

Performance¹

NYSE Symbol	EVG
Average Annual Total Returns (at market price, NYSE)	
Six Months	16.24%
One Year	41.66
Five Years	7.83
Life of Fund (2/28/05)	6.48
Average Annual Total Returns (at net asset value)	
Six Months	7.75%
One Year	27.06
Five Years	7.91
Life of Fund (2/28/05)	7.52

¹ *Six-month returns are cumulative. Other returns are presented on an average annual basis. Performance results reflect the effects of leverage.*

Fund Composition

Fund Allocations²

By total leveraged assets

² Fund Allocations are as of 4/30/10 and are shown as a percentage of the Fund's total leveraged assets. Total leveraged assets include all assets of the Fund (including those acquired with financial leverage), the notional value

of long and
short forward
foreign currency
contracts and
other foreign
obligations
derivatives held
by the Fund.

Fund

Allocations as a
percentage of
the Fund's net
assets amounted
to 194.1% as of
4/30/10. Fund

Allocations are
subject to
change due to
active
management.

Please refer to
the definition of
total leveraged
assets within the

Notes to

Financial

Statements

included herein.

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

Eaton Vance Short Duration Diversified Income Fund as of April 30, 2010

PORTFOLIO OF INVESTMENTS (Unaudited)

Senior Floating-Rate Interests 47.3%**Principal
Amount***

(000 s omitted)	Borrower/Tranche Description	Value
Aerospace and Defense 1.2%		
ACTS Aero Technical Support & Service, Inc.		
12	Term Loan, 11.25%, Maturing March 12, 2013	\$ 12,562
31	Term Loan - Second Lien, 10.75%, Maturing March 12, 2015 ⁽²⁾	31,472
DAE Aviation Holdings, Inc.		
112	Term Loan, 4.09%, Maturing July 31, 2014	107,168
115	Term Loan, 4.09%, Maturing July 31, 2014	110,106
Evergreen International Aviation		
247	Term Loan, 10.50%, Maturing October 31, 2011 ⁽²⁾	232,640
Hawker Beechcraft Acquisition		
1,852	Term Loan, 2.28%, Maturing March 26, 2014	1,594,478
110	Term Loan, 2.29%, Maturing March 26, 2014	94,834
Hexcel Corp.		
383	Term Loan, 6.50%, Maturing May 21, 2014	385,908
TransDigm, Inc.		
1,000	Term Loan, 2.28%, Maturing June 23, 2013	987,083
Vought Aircraft Industries, Inc.		
121	Term Loan, 7.50%, Maturing December 17, 2011	121,591
363	Term Loan, 7.50%, Maturing December 17, 2011	363,866
		\$ 4,041,708

Air Transport 0.2%

Delta Air Lines, Inc.

495	Term Loan, 2.30%, Maturing April 30, 2012	\$ 484,691
340	Term Loan - Second Lien, 3.55%, Maturing April 30, 2014	319,357
		\$ 804,048

Automotive 2.4%

Accuride Corp.

536	Term Loan, 9.75%, Maturing June 30, 2013	\$ 538,584
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Adesa, Inc.

721	Term Loan, 3.03%, Maturing October 18, 2013	708,487
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Allison Transmission, Inc.

787	Term Loan, 3.01%, Maturing August 7, 2014	754,476
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Dayco Products, LLC

EUR	103	Term Loan, 7.00%, Maturing November 13, 2014	130,071
	118	Term Loan, 10.50%, Maturing November 13, 2014	117,640
	17	Term Loan, 12.50%, Maturing November 13, 2014 ⁽²⁾	16,015

Federal-Mogul Corp.

290	Term Loan, 2.19%, Maturing December 27, 2014	265,811
224	Term Loan, 2.20%, Maturing December 27, 2015	205,790

Ford Motor Co.

481	Term Loan, 3.28%, Maturing December 16, 2013	465,598
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Goodyear Tire & Rubber Co.

3,175	Term Loan - Second Lien, 2.24%, Maturing April 30, 2014	3,041,650
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HHI Holdings, LLC

500	Term Loan, 10.50%, Maturing March 30, 2015	508,282
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Keystone Automotive Operations, Inc.

235	Term Loan, 3.78%, Maturing January 12, 2012	205,357
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LKQ Corp.

227	Term Loan, 2.50%, Maturing October 12, 2014	225,367
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TriMas Corp.

1,070	Term Loan, 6.00%, Maturing August 2, 2011	1,054,258
294	Term Loan, 6.00%, Maturing December 15, 2015	289,613

\$ 8,526,999

Building and Development 0.8%

Brickman Group Holdings, Inc.

584	Term Loan, 2.29%, Maturing January 23, 2014	\$ 571,937
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Building Materials Corp. of America

387	Term Loan, 3.06%, Maturing February 22, 2014	382,837
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Epco/Fantome, LLC

420	Term Loan, 2.89%, Maturing November 23, 2010	403,200
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Mueller Water Products, Inc.

208	Term Loan, 5.33%, Maturing May 23, 2014	209,009
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Panolam Industries Holdings, Inc.

134	Term Loan, 8.25%, Maturing December 31, 2013	124,978
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Re/Max International, Inc.

450	Term Loan, 5.50%, Maturing April 16, 2016	451,125
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Realogy Corp.

545	Term Loan, 3.29%, Maturing October 10, 2013	495,045
147	Term Loan, 3.38%, Maturing October 10, 2013	133,281

\$ 2,771,412

Business Equipment and Services 4.9%

Activant Solutions, Inc.

469	Term Loan, 2.31%, Maturing May 1, 2013	\$ 449,599
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Axiom Corp.

428	Term Loan, 3.32%, Maturing March 15, 2015	426,682
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Advantage Sales & Marketing, Inc.

886	Term Loan, 2.26%, Maturing March 29, 2013	886,462
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Affinion Group, Inc.

850	Term Loan, 5.00%, Maturing October 8, 2016	845,750
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Allied Barton Security Services

197	Term Loan, 6.75%, Maturing February 21, 2015	198,377
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See notes to financial statements

Eaton Vance Short Duration Diversified Income Fund as of April 30, 2010

PORTFOLIO OF INVESTMENTS (Unaudited) CONT D

Principal Amount* (000 s omitted)	Borrower/Tranche Description	Value
Business Equipment and Services (continued)		
Dealer Computer Services, Inc.		
450	Term Loan, Maturing April 16, 2017 ⁽³⁾	\$ 450,000
Education Management, LLC		
1,404	Term Loan, 2.06%, Maturing June 1, 2013	1,376,196
First American Corp.		
250	Term Loan, 4.75%, Maturing April 9, 2016	251,797
Info USA, Inc.		
80	Term Loan, 2.05%, Maturing February 14, 2012	79,480
Intergraph Corp.		
921	Term Loan, 4.50%, Maturing May 29, 2014	918,999
Mitchell International, Inc.		
189	Term Loan, 2.31%, Maturing March 28, 2014	178,972
NE Customer Service		
425	Term Loan, 6.00%, Maturing March 5, 2016	423,893
Protection One, Inc.		
145	Term Loan, 2.53%, Maturing March 31, 2012	145,281
821	Term Loan, 6.25%, Maturing March 31, 2014	823,365
Quintiles Transnational Corp.		
881	Term Loan, 2.30%, Maturing March 31, 2013	867,028
Sabre, Inc.		
1,352	Term Loan, 2.30%, Maturing September 30, 2014	1,288,362
Serena Software, Inc.		
1,185	Term Loan, 2.25%, Maturing March 10, 2013	1,148,463
Sitel (Client Logic)		

	165	Term Loan, 5.79%, Maturing January 29, 2014	163,680
SunGard Data Systems, Inc.			
	81	Term Loan, 2.00%, Maturing February 28, 2014	78,889
	2,300	Term Loan, 3.88%, Maturing February 28, 2016	2,290,696
Ticketmaster			
	943	Term Loan, 7.00%, Maturing July 22, 2014	952,581
Travelport, LLC			
EUR	526	Term Loan, 3.14%, Maturing August 23, 2013	679,652
Valassis Communications, Inc.			
	107	Term Loan, 2.25%, Maturing March 2, 2014	106,716
	476	Term Loan, 2.25%, Maturing March 2, 2014	473,385
West Corp.			
	679	Term Loan, 2.64%, Maturing October 24, 2013	663,385
	986	Term Loan, 4.14%, Maturing July 15, 2016	982,752
			\$ 17,150,442

Cable and Satellite Television 3.9%

Cequel Communications, LLC

	377	Term Loan, 6.29%, Maturing May 5, 2014 ⁽²⁾	\$ 381,941
	475	Term Loan - Second Lien, 4.75%, Maturing May 5, 2014	476,900

Charter Communications Operating, Inc.

	1,947	Term Loan, 2.30%, Maturing March 6, 2014	1,851,017
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CSC Holdings, Inc.

	1,469	Term Loan, 2.00%, Maturing March 29, 2016	1,466,370
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CW Media Holdings, Inc.

	1,121	Term Loan, 3.29%, Maturing February 15, 2015	1,066,657
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Insight Midwest Holdings, LLC

	1,029	Term Loan, 2.27%, Maturing April 6, 2014	1,007,984
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Kabel Deutschland GmbH

EUR	1,000		1,308,705
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		Term Loan, 2.66%, Maturing March 31, 2014	
MCC Iowa, LLC			
	1,959	Term Loan, 2.01%, Maturing January 31, 2015	1,889,442
ProSiebenSat.1 Media AG			
EUR	9	Term Loan, 2.54%, Maturing June 26, 2015	11,499
EUR	232	Term Loan, 2.54%, Maturing June 26, 2015	283,324
EUR	62	Term Loan, 3.34%, Maturing March 2, 2015	66,306
EUR	62	Term Loan, 3.59%, Maturing March 2, 2016	66,306
UPC Broadband Holding B.V.			
EUR	1,394	Term Loan, 4.15%, Maturing December 31, 2016	1,772,102
EUR	1,006	Term Loan, 4.99%, Maturing December 31, 2017	1,291,893
YPSO Holding SA			
EUR	96	Term Loan, 4.16%, Maturing July 28, 2014 ⁽²⁾	108,710
EUR	157	Term Loan, 4.16%, Maturing July 28, 2014 ⁽²⁾	177,369
EUR	249	Term Loan, 4.16%, Maturing July 28, 2014 ⁽²⁾	281,692
			\$ 13,508,217

Chemicals and Plastics 2.9%

Celanese Holdings, LLC

	1,473	Term Loan, 2.04%, Maturing April 2, 2014	\$ 1,446,646
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Cognis GmbH

	400	Term Loan, 2.26%, Maturing September 15, 2013	392,667
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Huntsman International, LLC

	2,249	Term Loan, 2.06%, Maturing August 16, 2012	2,169,937
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INEOS Group

	1,205	Term Loan, 8.00%, Maturing December 14, 2014	1,205,865
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	1,205	Term Loan, 9.50%, Maturing December 14, 2013	1,205,865
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Kraton Polymers, LLC

	426		411,422
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		Term Loan, 2.31%, Maturing May 12, 2013	
MacDermid, Inc.			
EUR	346	Term Loan, 2.62%, Maturing April 12, 2014	422,006
Millenium Inorganic Chemicals			
	300	Term Loan - Second Lien, 6.04%, Maturing October 31, 2014	280,750
Rockwood Specialties Group, Inc.			
EUR	1,411	Term Loan, 6.25%, Maturing May 15, 2014	1,871,299

See notes to financial statements

Eaton Vance Short Duration Diversified Income Fund as of April 30, 2010

PORTFOLIO OF INVESTMENTS (Unaudited) CONT D

Principal Amount* (000 s omitted)	Borrower/Tranche Description	Value
Chemicals and Plastics (continued)		
Solutia, Inc.		
650	Term Loan, 4.75%, Maturing March 12, 2017	\$ 655,349
		\$ 10,061,806
Conglomerates 1.7%		
Doncasters (Dunde HoldCo 4 Ltd.)		
114	Term Loan, 4.27%, Maturing July 13, 2015	\$ 101,919
114	Term Loan, 4.77%, Maturing July 13, 2015	101,919
GBP 250	Term Loan - Second Lien, 6.56%, Maturing January 13, 2016	286,885
Jarden Corp.		
101	Term Loan, 2.04%, Maturing January 24, 2012	100,915
501	Term Loan, 2.04%, Maturing January 24, 2012	499,125
248	Term Loan, 2.79%, Maturing January 24, 2012	247,845
Manitowoc Company, Inc. (The)		
174	Term Loan, 7.50%, Maturing November 6, 2014	174,259
Polymer Group, Inc.		
1,008	Term Loan, 7.00%, Maturing November 22, 2014	1,016,776
RBS Global, Inc.		
2,000	Term Loan, 2.81%, Maturing July 19, 2013	1,957,500

RGIS Holdings, LLC

38	Term Loan, 2.79%, Maturing April 30, 2014	36,231
764	Term Loan, 2.79%, Maturing April 30, 2014	724,622

US Investigations Services, Inc.

512	Term Loan, 3.27%, Maturing February 21, 2015	478,572
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Vertrue, Inc.

237	Term Loan, 3.30%, Maturing August 16, 2014	201,700
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\$ 5,928,268

Containers and Glass Products 1.2%

Berry Plastics Corp.

530	Term Loan, 2.26%, Maturing April 3, 2015	\$ 496,353
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Consolidated Container Co.

297	Term Loan, 2.50%, Maturing March 28, 2014	281,807
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Crown Americas, Inc.

EUR	960	Term Loan, 2.15%, Maturing November 15, 2012	1,246,237
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Graham Packaging Holdings Co.

82	Term Loan, 2.50%, Maturing October 7, 2011	81,770
777	Term Loan, 6.75%, Maturing April 5, 2014	784,333

Smurfit-Stone Container Corp.

595	Revolving Loan, 2.90%, Maturing July 28, 2010	597,999
198	Revolving Loan, 3.05%, Maturing July 28, 2010	198,814
78	Term Loan, 2.50%, Maturing November 1, 2011	77,446
136	Term Loan, 2.50%, Maturing November 1, 2011	135,561
257	Term Loan, 2.50%, Maturing November 1, 2011	256,154
120	Term Loan, 4.50%, Maturing November 1, 2011	119,120

\$ 4,275,594

Cosmetics / Toiletries 0.2%

Bausch & Lomb, Inc.

114	Term Loan, 3.54%, Maturing April 30, 2015	\$	111,944
471	Term Loan, 3.54%, Maturing April 30, 2015		461,586

Prestige Brands, Inc.

250	Term Loan, 4.75%, Maturing March 17, 2016		252,500
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\$ 826,030

Drugs 0.0%

Pharmaceutical Holdings Corp.

51	Term Loan, 3.53%, Maturing January 30, 2012	\$	50,577
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\$ 50,577

Ecological Services and Equipment 0.4%

Big Dumpster Merger Sub, Inc.

92	Term Loan, 2.53%, Maturing February 5, 2013	\$	73,292
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Blue Waste B.V. (AVR Acquisition)

EUR	500	Term Loan, 2.66%, Maturing April 1, 2015		631,606
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Sensus Metering Systems, Inc.

350	Term Loan, 7.00%, Maturing June 3, 2013		350,499
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Wastequip, Inc.

377	Term Loan, 2.53%, Maturing February 5, 2013		301,519
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\$ 1,356,916

Electronics / Electrical 1.8%

Aspect Software, Inc.

306	Term Loan, 3.31%, Maturing July 11, 2011	\$	304,547
500	Term Loan - Second Lien, 7.31%, Maturing July 11, 2013		495,729

Freescale Semiconductor, Inc.

951	Term Loan, 4.50%, Maturing December 1, 2016		915,708
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Infor Enterprise Solutions Holdings

250	Term Loan, 5.77%, Maturing March 2, 2014		207,500
729	Term Loan, 6.03%, Maturing December 1, 2013		708,298
380	Term Loan, 6.03%, Maturing July 28, 2015		369,071
92	Term Loan - Second Lien, 6.52%, Maturing March 2, 2014		74,479
158	Term Loan - Second Lien, 6.52%, Maturing March 2, 2014		131,813

See notes to financial statements

Eaton Vance Short Duration Diversified Income Fund as of April 30, 2010

PORTFOLIO OF INVESTMENTS (Unaudited) CONT D

Principal Amount* (000 s omitted)	Borrower/Tranche Description	Value
Electronics / Electrical (continued)		
Network Solutions, LLC		
561	Term Loan, 2.55%, Maturing March 7, 2014	\$ 536,431
Open Solutions, Inc.		
315	Term Loan, 2.45%, Maturing January 23, 2014	284,959
Sensata Technologies Finance Co.		
970	Term Loan, 2.08%, Maturing April 27, 2013	938,054
Spectrum Brands, Inc.		
16	Term Loan, 8.00%, Maturing March 30, 2013	16,490
323	Term Loan, 8.00%, Maturing March 30, 2013	322,670
SS&C Technologies, Inc.		
340	Term Loan, 2.29%, Maturing November 23, 2012	337,853
Vertafore, Inc.		
480	Term Loan, 5.50%, Maturing July 31, 2014	467,131
275	Term Loan - Second Lien, 6.25%, Maturing January 31, 2013	258,500
		\$ 6,369,233
Equipment Leasing 0.1%		
AWAS Capital, Inc.		
476	Term Loan - Second Lien, 6.31%, Maturing March 22, 2013	\$ 398,700

\$ 398,700

Farming / Agriculture 0.2%

CF Industries, Inc.

550 Term Loan, 5.75%, Maturing April 16,
2015 \$ 554,262

\$ 554,262

Financial Intermediaries 0.6%

Citco III, Ltd.

707 Term Loan, 4.43%, Maturing June 30,
2014 \$ 685,588

Jupiter Asset Management Group

GBP 213 Term Loan, 2.71%, Maturing June 30,
2015 311,349

LPL Holdings, Inc.

489 Term Loan, 2.04%, Maturing
December 18, 2014 476,754

Nuveen Investments, Inc.

500 Term Loan, 3.32%, Maturing
November 2, 2014 458,515

\$ 1,932,206

Food Products 0.7%

Acosta, Inc.

602 Term Loan, 2.53%, Maturing July 28,
2013 \$ 594,544

American Seafoods Group, LLC

537 Term Loan, 4.02%, Maturing
September 30, 2011 488,339

Michael Foods, Inc.

183 Term Loan, 6.50%, Maturing April 30,
2014 184,929

Pinnacle Foods Finance, LLC

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	1,031	Term Loan, 3.00%, Maturing April 2, 2014	1,006,107
			\$ 2,273,919
Food Service 1.4%			
Aramark Corp.			
	43	Term Loan, 2.17%, Maturing January 27, 2014	\$ 41,969
	648	Term Loan, 2.17%, Maturing January 27, 2014	638,170
GBP	532	Term Loan, 2.77%, Maturing January 27, 2014	781,611
	77	Term Loan, 3.54%, Maturing July 26, 2016	76,481
	1,168	Term Loan, 3.54%, Maturing July 26, 2016	1,162,943
Buffets, Inc.			
	300	Term Loan, Maturing April 21, 2015 ⁽³⁾	296,531
	2	Term Loan, 7.39%, Maturing April 22, 2015	2,168
	29	Term Loan, 7.44%, Maturing November 1, 2013	28,753
Denny's, Inc.			
	30	Term Loan, 2.24%, Maturing March 31, 2012	29,775
	75	Term Loan, 2.29%, Maturing March 31, 2012	74,437
JRD Holdings, Inc.			
	592	Term Loan, 2.51%, Maturing June 26, 2014	580,418
OSI Restaurant Partners, LLC			
	19	Term Loan, 2.54%, Maturing May 9, 2013	17,077
	195	Term Loan, 2.63%, Maturing May 9, 2014	177,451
QCE Finance, LLC			
	275	Term Loan - Second Lien, 6.04%, Maturing November 5, 2013	204,600
Selecta			
EUR	741	Term Loan, 3.37%, Maturing June 28, 2015	847,116
			\$ 4,959,500

Food / Drug Retailers 1.2%

General Nutrition Centers, Inc.

767	Term Loan, 2.54%, Maturing September 16, 2013	\$ 747,368
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Rite Aid Corp.

987	Term Loan, 2.01%, Maturing June 1, 2014	916,348
1,481	Term Loan, 6.00%, Maturing June 4, 2014	1,465,862

Roundy s Supermarkets, Inc.

1,156	Term Loan, 6.25%, Maturing November 3, 2013	1,166,731
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\$ 4,296,309

See notes to financial statements

Eaton Vance Short Duration Diversified Income Fund as of April 30, 2010

PORTFOLIO OF INVESTMENTS (Unaudited) CONT D

Principal Amount* (000 s omitted)	Borrower/Tranche Description	Value
Forest Products	0.6%	
Georgia-Pacific Corp.		
1,636	Term Loan, 2.33%, Maturing December 20, 2012	\$ 1,628,845
424	Term Loan, 3.53%, Maturing December 23, 2014	425,220
		\$ 2,054,065
Health Care	4.7%	
American Medical Systems		
95	Term Loan, 2.50%, Maturing July 20, 2012	\$ 93,896
Aveta, Inc.		
300	Term Loan, 7.50%, Maturing April 14, 2015	295,500
Biomet, Inc.		
756	Term Loan, 3.28%, Maturing December 26, 2014	746,390
EUR	341 Term Loan, 3.50%, Maturing December 26, 2014	445,757
Cardinal Health 409, Inc.		
413	Term Loan, 2.51%, Maturing January 30, 2012	394,197
Carestream Health, Inc.		
812	Term Loan, 2.27%, Maturing April 30, 2013	791,425
Carl Zeiss Vision Holding GmbH		
400	Term Loan, 2.77%, Maturing March 23, 2015	337,000
Community Health Systems, Inc.		

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	105	Term Loan, 2.50%, Maturing July 25, 2014	101,775
	2,041	Term Loan, 2.50%, Maturing July 25, 2014	1,986,789
Concentra, Inc.			
	477	Term Loan, 2.55%, Maturing June 25, 2014	459,916
Dako EQT Project Delphi			
	250	Term Loan - Second Lien, 4.04%, Maturing December 12, 2016	181,250
DJO Finance, LLC			
	176	Term Loan, 3.27%, Maturing May 15, 2014	171,784
Fenwal, Inc.			
	423	Term Loan, 2.50%, Maturing February 28, 2014	375,382
	72	Term Loan, 2.50%, Maturing February 28, 2014	64,337
HCA, Inc.			
	455	Term Loan, 2.54%, Maturing November 18, 2013	443,372
	1,091	Term Loan, 3.54%, Maturing March 31, 2017	1,085,505
Health Management Association, Inc.			
	1,022	Term Loan, 2.04%, Maturing February 28, 2014	991,553
HealthSouth Corp.			
	262	Term Loan, 2.51%, Maturing March 10, 2013	258,194
	216	Term Loan, 4.01%, Maturing September 10, 2015	216,057
IM U.S. Holdings, LLC			
	810	Term Loan, 2.27%, Maturing June 26, 2014	796,964
MultiPlan Merger Corp.			
	393	Term Loan, 3.56%, Maturing April 12, 2013	386,730
Mylan, Inc.			
	990	Term Loan, 3.56%, Maturing October 2, 2014	990,031
National Mentor Holdings, Inc.			
	17	Term Loan, 2.30%, Maturing June 29, 2013	15,512
	273	Term Loan, 2.30%, Maturing June 29, 2013	251,682
Nyco Holdings			
EUR	305	Term Loan, 2.89%, Maturing December 29, 2014	383,792
EUR	305	Term Loan, 3.64%, Maturing December 29, 2015	383,792
P&F Capital S.A.R.L.			

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EUR	63	Term Loan, 3.25%, Maturing February 21, 2014	83,833
EUR	98	Term Loan, 3.25%, Maturing February 21, 2014	129,544
EUR	122	Term Loan, 3.25%, Maturing February 21, 2014	161,477
EUR	204	Term Loan, 3.25%, Maturing February 21, 2014	269,737
EUR	34	Term Loan, 4.00%, Maturing February 21, 2015	45,269
EUR	71	Term Loan, 4.00%, Maturing February 21, 2015	93,976
EUR	92	Term Loan, 4.00%, Maturing February 21, 2015	121,813
EUR	290	Term Loan, 4.00%, Maturing February 21, 2015	382,885
RadNet Management, Inc.			
	250	Term Loan, 5.75%, Maturing April 6, 2016	250,260
ReAble Therapeutics Finance, LLC			
	430	Term Loan, 2.30%, Maturing November 16, 2013	422,490
Select Medical Holdings Corp.			
	363	Term Loan, 4.00%, Maturing August 5, 2014	356,797
	372	Term Loan, 4.00%, Maturing August 5, 2014	366,080
VWR International, Inc.			
	931	Term Loan, 2.77%, Maturing June 28, 2013	889,724
			\$ 16,222,467

Home Furnishings 0.4%

Interline Brands, Inc.

	72	Term Loan, 2.01%, Maturing June 23, 2013	\$ 67,793
	264	Term Loan, 2.04%, Maturing June 23, 2013	249,038

National Bedding Co., LLC

	987	Term Loan, 2.31%, Maturing August 31, 2011	961,947
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Oreck Corp.

	85	Term Loan, 3.80%, Maturing March 19, 2016 ⁽⁴⁾	84,654
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\$ 1,363,432

Industrial Equipment 1.5%

Brand Energy and Infrastructure Services, Inc.

184	Term Loan, 3.56%, Maturing February 7, 2014	\$ 180,358
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CEVA Group PLC U.S.

261	Term Loan, 3.26%, Maturing January 4, 2014	237,546
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746	Term Loan, 3.26%, Maturing January 4, 2014	679,018
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262	Term Loan, 3.29%, Maturing January 4, 2014	238,524
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EPD Holdings, (Goodyear Engineering Products)

86	Term Loan, 2.76%, Maturing July 13, 2014	76,836
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See notes to financial statements

Eaton Vance Short Duration Diversified Income Fund as of April 30, 2010

PORTFOLIO OF INVESTMENTS (Unaudited) CONT D

Principal Amount*	(000 s omitted) Borrower/Tranche Description	Value
Industrial Equipment (continued)		
EPD Holdings, (Goodyear Engineering Products) (continued)		
597	Term Loan, 2.76%, Maturing July 13, 2014	\$ 536,473
200	Term Loan - Second Lien, 6.01%, Maturing July 13, 2015	169,167
Generac Acquisition Corp.		
292	Term Loan, 2.79%, Maturing November 7, 2013	276,079
Gleason Corp.		
195	Term Loan, 2.02%, Maturing June 30, 2013	192,058
John Maneely Co.		
1,221	Term Loan, 3.55%, Maturing December 8, 2013	1,177,393
Polypore, Inc.		
808	Term Loan, 2.53%, Maturing July 3, 2014	789,679
Sequa Corp.		
397	Term Loan, 3.55%, Maturing December 3, 2014	370,292
TFS Acquisition Corp.		
225	Term Loan, 14.00%, Maturing August 11, 2013 ⁽²⁾	218,849
		\$ 5,142,272
Insurance 1.0%		
Alliant Holdings I, Inc.		
499	Term Loan, 3.29%, Maturing August 21, 2014	\$ 478,149
CCC Information Services Group, Inc.		
558	Term Loan, 2.53%, Maturing February 10, 2013	548,876

Conseco, Inc.		
595	Term Loan, 7.50%, Maturing October 10, 2013	581,034
Crawford & Company		
332	Term Loan, 5.25%, Maturing October 31, 2013	330,707
Crump Group, Inc.		
203	Term Loan, 3.28%, Maturing August 4, 2014	192,296
Hub International Holdings, Inc.		
129	Term Loan, 2.79%, Maturing June 13, 2014	122,811
576	Term Loan, 2.79%, Maturing June 13, 2014	546,366
U.S.I. Holdings Corp.		
712	Term Loan, 3.05%, Maturing May 4, 2014	665,266
		\$ 3,465,505

Leisure Goods / Activities / Movies 2.5%

AMC Entertainment, Inc.		
1,959	Term Loan, 2.01%, Maturing January 26, 2013	\$ 1,916,377
Bombardier Recreational Products		
524	Term Loan, 3.25%, Maturing June 28, 2013	465,314
Cedar Fair, L.P.		
500	Term Loan, Maturing February 17, 2014 ⁽³⁾	500,000
Cinemark, Inc.		
987	Term Loan, 3.54%, Maturing April 29, 2016	988,648
Metro-Goldwyn-Mayer Holdings, Inc.		
1,095	Term Loan, 0.00%, Maturing April 8, 2012 ⁽⁵⁾	508,623
National CineMedia, LLC		
725	Term Loan, 2.01%, Maturing February 13, 2015	708,506
Regal Cinemas Corp.		
1,507	Term Loan, 3.79%, Maturing November 10, 2010	1,510,553
Revolution Studios Distribution Co., LLC		
284	Term Loan, 4.03%, Maturing December 21, 2014	261,030
225	Term Loan - Second Lien, 7.28%, Maturing June 21, 2015	157,500
Six Flags Theme Parks, Inc.		
625	Term Loan, Maturing February 17, 2016 ⁽³⁾	618,750
Universal City Development Partners, Ltd.		
673	Term Loan, 5.50%, Maturing November 6, 2014	677,936
Zuffa, LLC		
486	Term Loan, 2.31%, Maturing June 20, 2016	471,511

\$ 8,784,748

Lodging and Casinos 1.4%

Harrah's Operating Co., Inc.

403 Term Loan, 3.32%, Maturing January 28, 2015 \$ 355,884

1,584 Term Loan, 3.32%, Maturing January 28, 2015 1,392,459

Herbst Gaming, Inc.

976 Term Loan, 0.00%, Maturing December 2, 2011⁽⁵⁾ 617,882

Isle of Capri Casinos, Inc.

161 Term Loan, 5.00%, Maturing November 30, 2013 158,019

214 Term Loan, 5.00%, Maturing November 30, 2013 209,611

535 Term Loan, 5.00%, Maturing November 30, 2013 524,026

New World Gaming Partners, Ltd.

58 Term Loan, 4.79%, Maturing June 30, 2014 56,107

287 Term Loan, 4.80%, Maturing June 30, 2014 277,011

Venetian Casino Resort/Las Vegas Sands, Inc.

165 Term Loan, 2.05%, Maturing May 14, 2014 156,405

817 Term Loan, 2.05%, Maturing May 23, 2014 774,067

VML US Finance, LLC

111 Term Loan, 4.80%, Maturing May 25, 2012 109,550

222 Term Loan, 4.80%, Maturing May 25, 2013 219,099

\$ 4,850,120

Nonferrous Metals / Minerals 0.4%

Noranda Aluminum Acquisition

1,352 Term Loan, 2.27%, Maturing May 18, 2014 \$ 1,332,086

\$ 1,332,086

See notes to financial statements

Eaton Vance Short Duration Diversified Income Fund as of April 30, 2010

PORTFOLIO OF INVESTMENTS (Unaudited) CONT D

Principal Amount*	(000 s omitted) Borrower/Tranche Description	Value
Oil and Gas	1.0%	
Citgo Petroleum Corp.		
987	Term Loan, 5.25%, Maturing November 15, 2012	\$ 984,023
Dresser, Inc.		
300	Term Loan - Second Lien, 6.00%, Maturing May 4, 2015	291,900
Dynegy Holdings, Inc.		
74	Term Loan, 4.03%, Maturing April 2, 2013	73,101
925	Term Loan, 4.03%, Maturing April 2, 2013	910,415
Enterprise GP Holdings, L.P.		
294	Term Loan, 2.53%, Maturing October 31, 2014	292,346
Hercules Offshore, Inc.		
540	Term Loan, 6.00%, Maturing July 11, 2013	525,765
Sheridan Production Partners I, LLC		
25	Term Loan, 7.75%, Maturing April 20, 2017	25,009
41	Term Loan, 7.75%, Maturing April 20, 2017	40,944
309	Term Loan, 7.75%, Maturing April 20, 2017	308,989
		\$ 3,452,492
Publishing	2.3%	
American Media Operations, Inc.		
973	Term Loan, 10.00%, Maturing January 31, 2013 ⁽²⁾	\$ 945,194