

EATON VANCE MUNICIPAL INCOME TRUST
Form N-CSRS
July 27, 2016

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: 811-09141

Eaton Vance Municipal Income Trust
(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)

November 30

Date of Fiscal Year End

May 31, 2016

Date of Reporting Period

Item 1. Reports to Stockholders

Eaton Vance

Municipal Income Trust (EVN)

Semiannual Report

May 31, 2016

Commodity Futures Trading Commission Registration. Effective December 31, 2012, the Commodity Futures Trading Commission (CFTC) adopted certain regulatory changes that subject registered investment companies and advisers to regulation by the CFTC if a fund invests more than a prescribed level of its assets in certain CFTC-regulated instruments (including futures, certain options and swap agreements) or markets itself as providing investment exposure to such instruments. The Fund has claimed an exclusion from the definition of the term commodity pool operator under the Commodity Exchange Act. Accordingly, neither the Fund nor the adviser with respect to the operation of the Fund is subject to CFTC regulation. Because of its management of other strategies, the Fund's adviser is registered with the CFTC as a commodity pool operator and a commodity trading advisor.

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.

Semiannual Report May 31, 2016

Eaton Vance

Municipal Income Trust

Table of Contents

Performance	2
Fund Profile	2
Endnotes and Additional Disclosures	3
Financial Statements	4
Annual Meeting of Shareholders	21
Board of Trustees Contract Approval	22
Officers and Trustees	25
Important Notices	26

Eaton Vance

Municipal Income Trust

May 31, 2016

Performance^{1,2}

Portfolio Manager Cynthia J. Clemson

% Average Annual Total Returns	Inception Date	Six Months	One Year	Five Years	Ten Years
Fund at NAV	01/29/1999	10.57%	16.34%	13.99%	6.83%
Fund at Market Price		10.13	15.74	11.28	6.88
Barclays Long (22+) Year Municipal Bond Index		5.35%	8.60%	7.51%	5.49%

% Premium/Discount to NAV³

+2.43%

Distributions⁴

Total Distributions per share for the period	\$ 0.408
Distribution Rate at NAV	5.37
Taxable-Equivalent Distribution Rate at NAV	9.49
Distribution Rate at Market Price	5.24
Taxable-Equivalent Distribution Rate at Market Price	9.26

% Total Leverage⁵

Auction Preferred Shares (APS)	2.62%
Institutional MuniFund Preferred (iMTP) Shares	12.05
Residual Interest Bond (RIB) Financing	26.47

Fund Profile

Credit Quality (% of total investments)^{6,7}

See Endnotes and Additional Disclosures in this report.

Past performance is no guarantee of future results. Returns are historical and are calculated by determining the percentage change in net asset value (NAV) or market price (as applicable) with all distributions reinvested and include management fees and other expenses. Fund performance at market price will differ from its results at NAV due to factors such as changing perceptions about the Fund, market conditions, fluctuations in supply and demand for Fund 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 less than or equal to one year is cumulative. Performance is for the stated time period only; due to market volatility, current Fund performance may be lower or higher than the quoted return. For performance as of the most recent month-end, please refer to eatonvance.com.

Eaton Vance

Municipal Income Trust

May 31, 2016

Endnotes and Additional Disclosures

- ¹ Barclays Long (22+) Year Municipal Bond Index is an unmanaged index of municipal bonds traded in the U.S. with maturities of 22 years or more. Unless otherwise stated, index returns do not reflect the effect of any applicable sales charges, commissions, expenses, taxes or leverage, as applicable. It is not possible to invest directly in an index.
- ² Performance results reflect the effects of leverage. Performance since inception for an index, if presented, is the performance since the Fund's or oldest share class inception, as applicable. Included in the average annual total return at NAV is the impact of the tender and repurchase of a portion of the Fund's APS at 94.5% of its APS per share liquidation preference. Had this transaction not occurred, the total return at NAV would be lower.
- ³ The shares of the Fund often trade at a discount or premium from their net asset value. The discount or premium of the Fund may vary over time and may be higher or lower than what is quoted in this report. For up-to-date premium/discount information, please refer to <http://eatonvance.com/closedend>.
- ⁴ The Distribution Rate is based on the Fund's last regular distribution per share in the period (annualized) divided by the Fund's NAV or market price at the end of the period. The Fund's distributions may be comprised of amounts characterized for federal income tax purposes as tax-exempt income, qualified and non-qualified ordinary dividends, capital gains and nondividend distributions, also known as return of capital. For additional information about nondividend distributions, please refer to Eaton Vance Closed-End Fund Distribution Notices (19a) posted on our website, eatonvance.com. The Fund will determine the federal income tax character of distributions paid to a shareholder after the end of the calendar year. This is reported on the IRS form 1099-DIV and provided to the shareholder shortly after each year-end. For information about the tax character of distributions made in prior calendar years, please refer to Performance-Tax Character of Distributions on the Fund's webpage available at eatonvance.com. The Fund's distributions are determined by the investment adviser based on its current assessment of the Fund's long-term return potential. Fund distributions may be affected by numerous factors including changes in Fund performance, the cost of financing for leverage, portfolio holdings, realized and projected returns, and other factors. As portfolio and market conditions change, the rate of distributions paid by the Fund could change. Taxable-equivalent performance is based on the highest combined federal and state income tax rates, as applicable. Lower tax rates would result in lower tax-equivalent performance. Actual tax rate(s) will vary depending on your income, exemptions and deductions. Rates do not include local taxes.
- ⁵ Fund employs RIB financing and/or APS and iMTP Shares leverage. The leverage created by RIB investments, APS and iMTP Shares provides an opportunity for increased income but, at the same time, creates special risks (including the likelihood of greater price volatility). The cost of leverage rises and falls with changes in short-term interest rates. See Floating Rate Notes Issued in Conjunction with Securities Held in the notes to the financial statements for more information about RIB financing. RIB leverage represents the amount of Floating Rate Notes outstanding at period end as a percentage of Fund net assets applicable to common shares plus APS, iMTP Shares and Floating Rate Notes. APS leverage represents the liquidation value of the Fund's APS outstanding at period end as a percentage of Fund net assets applicable to common shares plus APS, iMTP Shares and Floating Rate Notes. iMTP Shares leverage represents the liquidation value of the Fund's iMTP Shares outstanding at period end as a percentage of Fund net assets applicable to common shares plus APS, iMTP Shares and Floating Rate Notes. The Fund may be required to maintain prescribed asset coverage for its leverage and may be required to reduce its leverage at an inopportune time.
- ⁶ Ratings are based on Moody's, S&P or Fitch, as applicable. If securities are rated differently by the ratings agencies, the higher rating is applied. Ratings, which are subject to change, apply to the creditworthiness of the issuers of the underlying securities and not to the Fund or its shares. Credit ratings measure the quality of a bond based on the issuer's creditworthiness, with ratings ranging from AAA, being the highest, to D, being the lowest based on S&P's measures. Ratings of BBB or higher by S&P or Fitch (Baa or higher by Moody's) are considered to be investment-grade quality. Credit ratings are based largely on the ratings agency's analysis at the time of rating. The rating assigned to any particular security is not necessarily a reflection of the issuer's current financial condition and does not necessarily reflect its assessment of the volatility of a security's market value or of the liquidity of an investment in the security. Holdings designated as Not Rated are not rated by the national ratings agencies stated above.

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⁷ The chart includes the municipal bonds held by a trust that issues residual interest bonds, consistent with the Portfolio of Investments.

Fund profile subject to change due to active management.

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Municipal Income Trust

May 31, 2016

Portfolio of Investments (Unaudited)

Tax-Exempt Municipal Securities 163.8%

Security	Principal Amount (000 s omitted)	Value
Cogeneration 0.0%		
Northampton County Industrial Development Authority, PA, (Northampton Generating), 5.00%, 12/31/23 ⁽²⁾	\$ 252	\$ 111,874
		\$ 111,874
Education 7.9%		
Massachusetts Development Finance Agency, (Boston University), 6.00%, 5/15/59	\$ 5,580	\$ 7,381,391
Massachusetts Health and Educational Facilities Authority, (Harvard University), 5.00%, 10/1/38 ⁽³⁾	2,490	2,634,047
New York Dormitory Authority, (Cornell University), 5.00%, 7/1/39 ⁽³⁾	10,500	11,753,385
New York Dormitory Authority, (The New School), 5.75%, 7/1/50	4,000	4,584,440
		\$ 26,353,263
Electric Utilities 4.3%		
Apache County Industrial Development Authority, AZ, (Tucson Electric Power Co.), 4.50%, 3/1/30	\$ 1,685	\$ 1,876,332
Hawaii Department of Budget and Finance, (Hawaiian Electric Co.), 6.50%, 7/1/39	2,540	2,891,028
Indiana Financing Authority, (Duke Energy Indiana, Inc.), 6.00%, 8/1/39	1,000	1,107,170
South Carolina Public Service Authority, 5.50%, 12/1/54	7,000	8,291,150
		\$ 14,165,680
Escrowed / Prerefunded 1.1%		
Onondaga Civic Development Corp., NY, (St. Joseph's Hospital Health Center), Prerefunded to 7/1/22, 5.00%, 7/1/42	\$ 1,675	\$ 2,031,457
St. Paul, Housing and Redevelopment Authority, MN, (HealthPartners Obligated Group), Prerefunded to 11/15/16, 5.25%, 5/15/36	1,500	1,532,265
		\$ 3,563,722
General Obligations 14.0%		
Frisco, Independent School District, TX, (PSF Guaranteed), 5.00%, 8/15/37 ⁽³⁾	\$ 9,000	\$ 10,463,850
Illinois, 5.00%, 5/1/33	5,000	5,417,400
Klein, Independent School District, TX, (PSF Guaranteed), 5.00%, 2/1/36 ⁽³⁾	3,250	3,740,685
Leander, Independent School District, TX, (PSF Guaranteed), 0.00%, 8/15/39	17,900	7,156,599
New York, 5.00%, 2/15/34 ⁽³⁾	2,500	2,914,625
Security		Value

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	Principal Amount (000 s omitted)	
General Obligations (continued)		
Port of Houston Authority of Harris County, TX, (AMT), 5.625%, 10/1/38 ⁽³⁾	\$ 2,340	\$ 2,566,980
Wylie Independent School District, TX, (PSF Guaranteed), 0.00%, 8/15/36	7,980	4,015,297
Wylie Independent School District, TX, (PSF Guaranteed), 0.00%, 8/15/37	7,500	3,605,025
Wylie Independent School District, TX, (PSF Guaranteed), 0.00%, 8/15/38	8,500	3,864,950
Wylie Independent School District, TX, (PSF Guaranteed), 0.00%, 8/15/39	6,035	2,618,888
		\$ 46,364,299
Hospital 22.0%		
California Health Facilities Financing Authority, (Providence Health System), 5.50%, 10/1/39 ⁽³⁾⁽⁴⁾	\$ 10,000	\$ 11,390,200
California Health Facilities Financing Authority, (St. Joseph Health System), 5.00%, 7/1/37	440	516,608
California Health Facilities Financing Authority, (Sutter Health Obligation Group), 5.00%, 8/15/52 ⁽³⁾⁽⁴⁾	10,000	11,660,000
California Statewide Communities Development Authority, (John Muir Health), 5.00%, 8/15/34	3,255	3,286,541
Camden County Improvement Authority, NJ, (Cooper Health System), 5.75%, 2/15/42	1,335	1,582,816
Hawaii Department of Budget and Finance, (Hawaii Pacific Health Obligated Group), 5.50%, 7/1/40	1,870	2,099,187
Illinois Finance Authority, (Provena Healthcare), 7.75%, 8/15/34	3,280	3,908,317
Massachusetts Development Finance Agency, (Children s Hospital), 5.00%, 10/1/46 ⁽⁴⁾	10,000	11,812,100
Massachusetts Development Finance Agency, (Tufts Medical Center), 6.75%, 1/1/36	1,535	1,816,181
Monroe County Hospital Authority, PA, (Pocono Medical Center), 5.25%, 1/1/43	2,715	2,773,888
New York Dormitory Authority, (Orange Regional Medical Center), 6.125%, 12/1/29	1,465	1,600,762
New York Dormitory Authority, (Orange Regional Medical Center), 6.25%, 12/1/37	2,930	3,202,871
North Carolina Medical Care Commission, (North Carolina Baptist Hospital), 5.25%, 6/1/29 ⁽³⁾⁽⁴⁾	11,400	12,913,008
South Lake County Hospital District, FL, (South Lake Hospital), 6.25%, 4/1/39	1,570	1,770,693
Southeastern Ohio Port Authority, (Memorial Health System Obligated Group), 5.00%, 12/1/43	785	824,352
Southeastern Ohio Port Authority, (Memorial Health System Obligated Group), 5.50%, 12/1/43	670	746,923
West Virginia Hospital Finance Authority, (West Virginia United Health System Obligated Group), 5.375%, 6/1/38	1,000	1,170,620
		\$ 73,075,067

Eaton Vance

Municipal Income Trust

May 31, 2016

Portfolio of Investments (Unaudited) continued

Security	Principal Amount (000 s omitted)	Value
Housing 1.8%		
Centerline Equity Issuer Trust, TN, 6.00%, 10/31/52 ⁽⁵⁾	\$ 4,000	\$ 4,455,640
New Hope Cultural Education Facilities Finance Corp., TX, (CHF-Collegiate Housing Stephenville III, LLC - Tarleton State University), 5.00%, 4/1/47	555	603,834
Texas Student Housing Corp., (University of Northern Texas), 6.75%, 7/1/16	755	754,811
Texas Student Housing Corp., (University of Northern Texas), 6.85%, 7/1/31	180	178,735
		\$ 5,993,020
Industrial Development Revenue 5.9%		
Clayton County Development Authority, GA, (Delta Air Lines, Inc.), 8.75%, 6/1/29	\$ 400	\$ 493,092
Denver City and County, CO, (United Airlines), (AMT), 5.75%, 10/1/32	1,370	1,436,034
Essex County Improvement Authority, NJ, (Covanta), (AMT), 5.25%, 7/1/45 ⁽⁵⁾	4,390	4,494,306
Luzerne County Industrial Development Authority, PA, (Pennsylvania-American Water Co.), 5.50%, 12/1/39	1,600	1,806,224
Maine Finance Authority, (Casella Waste Systems, Inc.), (AMT), 5.125% to 8/1/25 (Put Date), 8/1/35 ⁽⁵⁾	1,075	1,238,228
Maine Finance Authority, (Casella Waste Systems, Inc.), (AMT), 6.25% to 2/1/17 (Put Date), 1/1/25 ⁽⁵⁾	1,660	1,703,509
New Jersey Economic Development Authority, (Continental Airlines), (AMT), 5.25%, 9/15/29	4,680	5,204,955
New Jersey Economic Development Authority, (Continental Airlines), Series 2000A, (AMT), 5.625%, 11/15/30	1,005	1,158,142
New Jersey Economic Development Authority, (Continental Airlines), Series 2000B, (AMT), 5.625%, 11/15/30	1,715	1,976,332
		\$ 19,510,822
Insured Electric Utilities 0.6%		
Puerto Rico Electric Power Authority, (AGM), 0.939%, 7/1/29 ⁽⁶⁾	\$ 3,000	\$ 2,163,120