

WESTERN ASSET GLOBAL HIGH INCOME FUND INC.

Form N-Q

October 26, 2009

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

**FORM N-Q**

**QUARTERLY SCHEDULE OF PORTFOLIO HOLDINGS OF REGISTERED  
MANAGEMENT INVESTMENT COMPANY**

Investment Company Act file number

811-21337

Western Asset Global High Income Fund Inc.  
(Exact name of registrant as specified in charter)

55 Water Street, New York, NY  
(Address of principal executive offices)

10041  
(Zip code)

Robert I. Frenkel, Esq.

Legg Mason & Co., LLC

100 First Stamford Place

Stamford, CT 06902  
(Name and address of agent for service)

Registrant's telephone number, including area code:

1-888-777-0102

Date of fiscal year end: May 31

Date of reporting period: August 31, 2009

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ITEM 1. SCHEDULE OF INVESTMENTS

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**WESTERN ASSET GLOBAL HIGH  
INCOME FUND INC.**

FORM N-Q

AUGUST 31, 2009

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## Western Asset Global High Income Fund Inc.

Schedule of Investments (unaudited)

August 31, 2009

| Face<br>Amount                                | Security   | Value        |
|---|--|--------------|
| <b>CORPORATE BONDS &amp; NOTES</b> 76.9%      |  |              |
| <b>CONSUMER DISCRETIONARY</b> 13.6%           |  |              |
| <b>Auto Components</b> 0.4%                   |  |              |
| 1,660,000                                     | Allison Transmission Inc., Senior Notes, 11.250% due 11/1/15 (a)(b)  | \$ 1,402,700 |
| 790,000                                       | Keystone Automotive Operations Inc., Senior Subordinated Notes, 9.750% due 11/1/13                         | 211,325      |
| 154,000                                       | Visteon Corp., Senior Notes: 8.250% due 8/1/10 (c)   | 10,010       |
| 613,000                                       | 12.250% due 12/31/16 (a)(c)  | 44,443       |
|   | <b>Total Auto Components</b>   | 1,668,478    |
| <b>Automobiles</b> 0.1%                       |  |              |
| 570,000                                       | General Motors Corp.: Notes, 7.200% due 1/15/11 (c)  | 86,925       |
| 300,000                                       | Senior Debentures: 8.250% due 7/15/23 (c)  | 45,000       |
| 3,500,000                                     | 8.375% due 7/15/33 (c)   | 555,625      |
|   | <b>Total Automobiles</b>   | 687,550      |
| <b>Diversified Consumer Services</b> 0.4%     |  |              |
| 1,550,000                                     | Education Management LLC/Education Management Finance Corp., Senior Subordinated Notes, 10.250% due 6/1/16 | 1,629,437    |
| 185,000                                       | Service Corp. International, Senior Notes: 7.625% due 10/1/18  | 178,063      |
| 210,000                                       | 7.500% due 4/1/27  | 178,500      |
|   | <b>Total Diversified Consumer Services</b>   | 1,986,000    |
| <b>Hotels, Restaurants &amp; Leisure</b> 3.2% |  |              |
| 1,765,000                                     | Boyd Gaming Corp., Senior Subordinated Notes, 6.750% due 4/15/14   | 1,546,581    |
| 1,350,000                                     | Caesars Entertainment Inc., Senior Subordinated Notes, 8.125% due 5/15/11                                  | 1,248,750    |
| 521,000                                       | Choctaw Resort Development Enterprise, Senior Notes, 7.250% due 11/15/19 (a)                               | 330,835      |
| 875,000                                       | Denny's Holdings Inc., Senior Notes, 10.000% due 10/1/12   | 881,562      |
| 775,000                                       | El Pollo Loco Inc.: Senior Notes, 11.750% due 11/15/13   | 666,500      |
| 180,000                                       | Senior Secured Notes, 11.750% due 12/1/12 (a)  | 189,000      |
| 1,410,000                                     | Harrahs Operating Escrow LLC/Harrahs Escrow Corp., Senior Secured Notes, 11.250% due 6/1/17 (a)            | 1,441,725    |
| 1,000,000                                     | Inn of the Mountain Gods Resort & Casino, Senior Notes, 12.000% due 11/15/10 (c)(d)                        | 445,000      |
| 560,000                                       | MGM MIRAGE Inc.: Notes, 6.750% due 9/1/12  | 449,400      |
| 475,000                                       | Senior Secured Notes: 10.375% due 5/15/14 (a)  | 502,313      |
| 1,135,000                                     | 11.125% due 11/15/17 (a)   | 1,234,312    |

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|           |  |           |
|-----------|--|-----------|
|           | Mohegan Tribal Gaming Authority, Senior Subordinated Notes:                        |           |
| 675,000   | 7.125% due 8/15/14   | 475,875   |
| 625,000   | 6.875% due 2/15/15   | 434,375   |
| 220,000   | Penn National Gaming Inc., Senior Subordinated Notes, 8.750% due 8/15/19 (a)       | 219,450   |
| 95,000    | River Rock Entertainment Authority, Senior Secured Notes, 9.750% due 11/1/11       | 84,075    |
| 770,000   | Sbarro Inc., Senior Notes, 10.375% due 2/1/15                                      | 550,550   |
| 1,150,000 | Seneca Gaming Corp., Senior Notes, 7.250% due 5/1/12                               | 1,086,750 |
| 150,000   | Snoqualmie Entertainment Authority, Senior Secured Notes, 4.680% due 2/1/14 (a)(e) | 74,250    |
|           | Station Casinos Inc., Senior Notes:  |           |
| 110,000   | 6.000% due 4/1/12 (c)(d)   | 35,338    |
| 760,000   | 7.750% due 8/15/16 (c)(d)  | 240,350   |

*See Notes to Schedule of Investments.*

## Western Asset Global High Income Fund Inc.

Schedule of Investments (unaudited) (continued)

August 31, 2009

| Face<br>Amount  |     | Security  | Value        |
|---|-----|---|--------------|
| <b>Hotels, Restaurants &amp; Leisure</b> 3.2% (continued) |     |   |              |
| 2,000,000   |     | Turning Stone Casino Resort Enterprise, Senior Notes,<br>9.125% due 12/15/10 (a)  | \$ 1,950,000 |
|   |     | <b>Total Hotels, Restaurants &amp; Leisure</b>  | 14,086,991   |
| <b>Household Durables</b> 0.8%                            |     |   |              |
| 80,000  |     | American Greetings Corp., Senior Notes, 7.375% due<br>6/1/16  | 68,800       |
| 675,000   |     | K Hovnanian Enterprises Inc., Senior Notes, 11.500%<br>due 5/1/13   | 656,437      |
| 2,180,000   |     | Norcraft Cos. LP/Norcraft Finance Corp., Senior<br>Subordinated Notes, 9.000% due 11/1/11   | 2,212,700    |
| 445,000   |     | Norcraft Holdings LP/Norcraft Capital Corp., Senior<br>Discount Notes, 9.750% due 9/1/12  | 427,200      |
|   |     | <b>Total Household Durables</b>   | 3,365,137    |
| <b>Leisure Equipment &amp; Products</b> 0.7%              |     |   |              |
| 2,000,000   | EUR | Cirsa Capital Luxembourg, 7.875% due 7/15/12 (a)  | 2,625,225    |
| 255,000   |     | WMG Acquisition Corp., Senior Secured Notes, 9.500%<br>due 6/15/16 (a)  | 265,200      |
|   |     | <b>Total Leisure Equipment &amp; Products</b>   | 2,890,425    |
| <b>Media</b> 6.9%   |     |   |              |
|   |     | Affinion Group Inc.:  |              |
|   |     | Senior Notes:   |              |
| 2,315,000   |     | 10.125% due 10/15/13  | 2,312,106    |
| 1,785,000   |     | 10.125% due 10/15/13 (a)  | 1,782,769    |
| 380,000   |     | Senior Subordinated Notes, 11.500% due 10/15/15   | 366,700      |
| 3,257,000   |     | CCH I LLC/CCH I Capital Corp., Senior Secured Notes,<br>11.000% due 10/1/15 (c)(d)  | 472,265      |
| 849,000   |     | CCH II LLC/CCH II Capital Corp., Senior Notes,<br>10.250% due 10/1/13 (c)(d)  | 947,696      |
| 1,570,000   |     | Cengage Learning Acquisitions Inc., Senior Notes,<br>10.500% due 1/15/15 (a)  | 1,436,550    |
| 125,000   |     | Charter Communications Holdings LLC, Senior Discount<br>Notes, 12.125% due 1/15/12 (c)(d)   | 1,250        |
| 215,000   |     | Charter Communications Holdings LLC/Charter<br>Communications Holdings Capital Corp., Senior<br>Discount Notes,<br>11.750% due 5/15/11 (c)(d) | 1,344        |
| 1,150,000   |     | Charter Communications Inc., Senior Secured Notes,<br>12.875% due 9/15/14 (a)(d)  | 1,253,500    |
| 46,000  |     | CMP Susquehanna Corp., 4.774% due 5/15/14<br>(a)(d)(e)(f)   | 19,550       |
| 1,120,000   |     | Comcast Corp., 5.700% due 5/15/18   | 1,184,709    |
| 1,500,000   |     | CSC Holdings Inc.:  |              |
|   |     | Senior Debentures, 7.875% due 2/15/18   | 1,462,500    |
|   |     | Senior Notes:   |              |
| 250,000   |     | 7.625% due 4/1/11   | 254,375      |
| 575,000   |     | 6.750% due 4/15/12  | 580,750      |
|   |     | DISH DBS Corp., Senior Notes:   |              |
| 3,060,000   |     | 7.750% due 5/31/15  | 3,014,100    |

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|           |     |   |           |
|-----------|-----|---|-----------|
| 4,000,000 |     | 7.875% due 9/1/19 (a)   | 3,965,000 |
| 830,000   |     | Grupo Televisa SA, Senior Notes, 6.625% due 3/18/25                         | 834,994   |
| 3,155,000 |     | Idearc Inc., Senior Notes, 8.000% due 11/15/16 (c)                          | 256,344   |
| 2,000,000 | EUR | ITV PLC, Senior Notes, 10.000% due 6/30/14                                  | 2,869,099 |
|           |     | R.H. Donnelley Corp., Senior Notes:   |           |
| 650,000   |     | 8.875% due 1/15/16 (c)  | 41,438    |
| 100,000   |     | 8.875% due 10/15/17 (c)   | 6,375     |
| 1,100,000 |     | Rogers Cable Inc., Senior Secured Notes, 7.875% due 5/1/12                  | 1,233,075 |
| 270,000   |     | Sun Media Corp., Senior Notes, 7.625% due 2/15/13                           | 184,275   |
| 200,000   |     | Time Warner Cable Inc., Senior Notes, 8.750% due 2/14/19                    | 246,619   |
| 160,000   |     | Time Warner Inc., 6.500% due 11/15/36                                       | 161,637   |
| 1,810,000 |     | Univision Communications Inc., Senior Secured Notes, 12.000% due 7/1/14 (a) | 1,909,550 |
| 330,000   |     | UPC Holding BV, Senior Notes, 9.875% due 4/15/18 (a)                        | 335,363   |
| 955,000   |     | Virgin Media Finance PLC:<br>Senior Bonds, 9.500% due 8/15/16               | 986,037   |

*See Notes to Schedule of Investments.*

## Western Asset Global High Income Fund Inc.

Schedule of Investments (unaudited) (continued)

August 31, 2009

| Face<br>Amount  | Security  | Value        |
|---|---|--------------|
| <b>Media 6.9% (continued)</b><br>2,030,000                    | Senior Notes, 9.125% due 8/15/16                                      | \$ 2,065,525 |
|   | <b>Total Media</b>  | 30,185,495   |
| <b>Multiline Retail 0.5%</b><br>245,000                       | Dollar General Corp., Senior Notes, 10.625% due 7/15/15               | 273,175      |
| 1,143,784   | Neiman Marcus Group Inc.:   |              |
| 1,400,000   | Senior Notes, 9.000% due 10/15/15 (b)                                 | 857,838      |
|   | Senior Secured Notes, 7.125% due 6/1/28                               | 1,071,000    |
|   | <b>Total Multiline Retail</b>   | 2,202,013    |
| <b>Specialty Retail 0.3%</b><br>1,070,000                     | Blockbuster Inc., Senior Subordinated Notes, 9.000% due 9/1/12        | 564,425      |
| 860,000   | Michaels Stores Inc., Senior Notes, 10.000% due 11/1/14               | 825,600      |
|   | <b>Total Specialty Retail</b>   | 1,390,025    |
| <b>Textiles, Apparel &amp; Luxury Goods 0.3%</b><br>1,115,000 | Oxford Industries Inc., Senior Secured Notes, 11.375% due 7/15/15     | 1,165,175    |
|   | <b>TOTAL CONSUMER DISCRETIONARY</b>                                   | 59,627,289   |
| <b>CONSUMER STAPLES 1.1%</b>                                  |   |              |
| <b>Beverages 0.4%</b><br>785,000                              | Constellation Brands Inc., Senior Notes, 8.375% due 12/15/14          | 802,662      |
| 340,000   | Dr. Pepper Snapple Group Inc., Senior Notes, 6.820% due 5/1/18        | 379,872      |
| 390,000   | PepsiCo Inc., Senior Notes, 7.900% due 11/1/18                        | 492,701      |
|   | <b>Total Beverages</b>  | 1,675,235    |
| <b>Food &amp; Staples Retailing 0.2%</b><br>168,045           | CVS Caremark Corp., Pass-Through Certificates, 5.298% due 1/11/27 (a) | 152,921      |
| 100,340   | CVS Pass-Through Trust, Secured Notes:                                |              |
| 618,277   | 5.880% due 1/10/28  | 92,783       |
|   | 6.036% due 12/10/28   | 585,168      |
|   | <b>Total Food &amp; Staples Retailing</b>                             | 830,872      |
| <b>Food Products 0.2%</b><br>420,000                          | Dole Food Co., Inc., Senior Notes:                                    |              |
| 432,000   | 7.250% due 6/15/10  | 420,000      |
|   | 8.875% due 3/15/11  | 433,080      |
|   | <b>Total Food Products</b>  | 853,080      |
| <b>Household Products 0.1%</b><br>490,000                     | Visant Holding Corp., Senior Notes, 8.750% due 12/1/13                | 497,350      |
| <b>Tobacco 0.2%</b><br>550,000                                | Alliance One International Inc., Senior Notes:                        |              |
| 320,000   | 10.000% due 7/15/16 (a)   | 545,875      |
|   | 10.000% due 7/15/16 (a)   | 317,600      |
|   | <b>Total Tobacco</b>  | 863,475      |
|   | <b>TOTAL CONSUMER STAPLES</b>   | 4,720,012    |
| <b>ENERGY 13.6%</b>   |   |              |
| <b>Energy Equipment &amp; Services 0.5%</b><br>260,000        | Baker Hughes Inc., Senior Notes, 7.500% due 11/15/18                  | 312,227      |



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|  |  |                  |
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| 560,000                                      | Complete Production Services Inc., Senior Notes, 8.000% due 12/15/16 | 483,000          |
| 750,000                                      | Key Energy Services Inc., Senior Notes, 8.375% due 12/1/14           | 682,500          |
| 270,000                                      | Pride International Inc., Senior Notes, 7.375% due 7/15/14           | 274,050          |
| 390,000                                      | Transocean Inc., Senior Notes, 5.250% due 3/15/13                    | 410,968          |
|  | <b>Total Energy Equipment &amp; Services</b>                         | <b>2,162,745</b> |
| <b>Oil, Gas &amp; Consumable Fuels 13.1%</b> |  |                  |
| 800,000                                      | Anadarko Petroleum Corp., Senior Notes, 6.450% due 9/15/36           | 794,409          |
| 280,000                                      | Apache Corp., Senior Notes, 6.000% due 1/15/37                       | 310,075          |

*See Notes to Schedule of Investments.*

## Western Asset Global High Income Fund Inc.

Schedule of Investments (unaudited) (continued)

August 31, 2009

| Face<br>Amount   | Security  | Value        |
|--|---|--------------|
| <b>Oil, Gas &amp; Consumable Fuels 13.1% (continued)</b> |   |              |
| 1,405,000  | Belden & Blake Corp., Secured Notes, 8.750% due 7/15/12                                       | \$ 1,264,500 |
| 670,000  | Berry Petroleum Co., Senior Notes, 10.250% due 6/1/14   | 702,663      |
| 1,350,000  | Chesapeake Energy Corp., Senior Notes:<br>6.375% due 6/15/15                                  | 1,236,937    |
| 270,000  | 6.625% due 1/15/16  | 246,713      |
| 2,535,000  | 7.250% due 12/15/18   | 2,332,200    |
| 160,000  | Colorado Interstate Gas Co., Senior Notes, 6.800% due 11/15/15                                | 176,960      |
| 245,000  | Compagnie Generale de Geophysique SA, Senior Notes:<br>7.500% due 5/15/15                     | 233,975      |
| 255,000  | 7.750% due 5/15/17  | 242,250      |
| 487,402  | Corral Petroleum Holdings AB, Senior Secured Subordinated Bonds, 5.509% due 4/15/10 (a)(b)(e) | 375,300      |
| 230,000  | Devon Energy Corp., Debentures, 7.950% due 4/15/32  | 286,592      |
| 1,900,000  | Ecopetrol SA, Notes, 7.625% due 7/23/19 (a)   | 2,035,470    |
| 2,050,000  | El Paso Corp.:<br>Medium-Term Notes:<br>7.375% due 12/15/12                                   | 2,089,311    |
| 1,260,000  | 7.750% due 1/15/32  | 1,128,276    |
| 125,000  | Notes, 7.875% due 6/15/12   | 128,707      |
| 70,000   | El Paso Natural Gas Co., Bonds, 8.375% due 6/15/32  | 84,088       |
| 480,000  | Energy Transfer Partners LP, Senior Notes, 6.700% due 7/1/18                                  | 510,320      |
| 980,000  | Enterprise Products Operating LLP:<br>Junior Subordinated Notes, 8.375% due 8/1/66            | 851,209      |
| 550,000  | Senior Bonds, 6.300% due 9/15/17  | 591,733      |
| 3,000,000  | Subordinated Notes, 7.034% due 1/15/68  | 2,463,651    |
| 1,530,000  | EXCO Resources Inc., Senior Notes, 7.250% due 1/15/11   | 1,507,050    |
| 1,555,000  | Forest Oil Corp., Senior Notes, 8.500% due 2/15/14 (a)  | 1,570,550    |
| 655,000  | International Coal Group Inc., Senior Notes, 10.250% due 7/15/14                              | 556,750      |
| 2,990,000  | KazMunaiGaz Finance Sub B.V., Senior Notes, 8.375% due 7/2/13 (a)                             | 2,930,200    |
| 390,000  | Kinder Morgan Energy Partners LP, Medium-Term Notes,<br>6.950% due 1/15/38                    | 422,998      |
| 946,000  | LUKOIL International Finance BV:<br>6.656% due 6/7/22 (a)                                     | 860,860      |
| 1,850,000  | Bonds, 6.356% due 6/7/17 (a)  | 1,748,250    |
| 830,000  | Notes, 6.356% due 6/7/17 (a)  | 784,350      |
| 2,020,000  | Mariner Energy Inc., Senior Notes, 7.500% due 4/15/13   | 1,919,000    |
| 330,000  | Occidental Petroleum Corp., Senior Notes, 7.000% due 11/1/13                                  | 381,702      |
| 690,000  | OPTI Canada Inc., Senior Secured Notes:<br>7.875% due 12/15/14                                | 445,050      |
| 445,000  | 8.250% due 12/15/14   | 291,475      |
| 5,917,000  |   | 5,418,682    |

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|           |   |           |
|-----------|---|-----------|
|           | Pemex Project Funding Master Trust, Senior Bonds,<br>6.625% due 6/15/35                         |           |
| 510,000   | Petrohawk Energy Corp., Senior Notes, 9.125% due<br>7/15/13                                     | 520,200   |
| 2,500,000 | Petroleos Mexicanos, 8.000% due 5/3/19 (a)  | 2,825,000 |
| 870,000   | Petroleum Co. of Trinidad & Tobago Ltd., Senior Notes,<br>9.750% due 8/14/19 (a)                | 949,387   |
| 5,560,000 | Petronas Capital Ltd., 5.250% due 8/12/19 (a)   | 5,555,118 |
| 410,000   | Petropus Finance Ltd., Senior Notes, 7.000% due 5/1/17<br>(a)                                   | 360,800   |
| 585,000   | Plains Exploration & Production Co., Senior Notes,<br>10.000% due 3/1/16                        | 623,025   |
| 1,335,000 | Quicksilver Resources Inc., Senior Notes, 11.750% due<br>1/1/16                                 | 1,421,775 |
| 1,150,000 | Ras Laffan Liquefied Natural Gas Co., Ltd. III, Senior<br>Secured Bonds, 5.500% due 9/30/14 (a) | 1,195,767 |
|           | SandRidge Energy Inc., Senior Notes:  |           |
| 1,000,000 | 8.625% due 4/1/15 (b)   | 945,000   |
| 675,000   | 9.875% due 5/15/16 (a)  | 678,375   |
| 1,245,000 | SemGroup LP, Senior Notes, 8.750% due 11/15/15<br>(a)(c)(d)                                     | 80,925    |
| 660,000   | Stone Energy Corp., Senior Subordinated Notes, 8.250%<br>due 12/15/11                           | 597,300   |
| 1,140,000 | Teekay Corp., Senior Notes, 8.875% due 7/15/11  | 1,140,000 |
| 355,000   | W&T Offshore Inc., Senior Notes, 8.250% due 6/15/14<br>(a)                                      | 314,175   |
| 630,000   | Whiting Petroleum Corp., Senior Subordinated Notes,<br>7.000% due 2/1/14                        | 620,550   |

*See Notes to Schedule of Investments.*

## Western Asset Global High Income Fund Inc.

Schedule of Investments (unaudited) (continued)

August 31, 2009

| Face<br>Amount                         |                          | Security   | Value             |
|--|--------------------------|--|-------------------|
| <b>Oil, Gas &amp; Consumable Fuels</b> | <b>13.1% (continued)</b> |  |                   |
| 1,060,000                              |                          | Williams Cos., Inc.:   |                   |
| 1,000,000                              |                          | Notes, 8.750% due 3/15/32  | \$ 1,195,580      |
| 440,000                                |                          | Senior Notes, 7.625% due 7/15/19   | 1,086,502         |
|  |                          | XTO Energy Inc., Senior Notes, 5.500% due 6/15/18                            | 454,028           |
|  |                          | <b>Total Oil, Gas &amp; Consumable Fuels</b>                                 | <b>57,485,763</b> |
|  |                          | <b>Total ENERGY</b>  | <b>59,648,508</b> |
| <b>FINANCIALS</b>                      | <b>13.3%</b>             |  |                   |
| <b>Capital Markets</b>                 | <b>0.6%</b>              |  |                   |
| 1,120,000                              |                          | Bear Stearns Cos., Inc., Senior Notes, 7.250% due 2/1/18                     | 1,279,261         |
| 330,000                                |                          | Goldman Sachs Group Inc., Senior Notes, 6.150% due 4/1/18                    | 348,923           |
| 390,000                                |                          | Merrill Lynch & Co., Inc., Notes, 6.875% due 4/25/18                         | 398,866           |
| 470,000                                |                          | Morgan Stanley, Medium-Term Notes, 6.625% due 4/1/18                         | 503,039           |
|  |                          | <b>Total Capital Markets</b>   | <b>2,530,089</b>  |
| <b>Commercial Banks</b>                | <b>3.6%</b>              |  |                   |
| 1,050,000                              |                          | Banco Mercantil del Norte SA, Subordinated Bonds, 6.135% due 10/13/16 (a)(e) | 974,915           |
| 1,840,000                              |                          | ICICI Bank Ltd., Subordinated Bonds:   |                   |
| 454,000                                |                          | 6.375% due 4/30/22 (a)(e)  | 1,451,968         |
|  |                          | 6.375% due 4/30/22 (a)(e)  | 361,681           |
| 2,230,000                              |                          | RSHB Capital, Loan Participation Notes:                                      |                   |
|  |                          | Notes, 9.000% due 6/11/14 (a)  | 2,380,302         |
| 1,232,000                              |                          | Secured Notes:   |                   |
| 4,120,000                              |                          | 7.175% due 5/16/13 (a)   | 1,235,080         |
| 1,350,000                              |                          | 7.125% due 1/14/14 (a)   | 4,140,600         |
| 470,000                                |                          | 7.125% due 1/14/14 (a)   | 1,350,810         |
|  |                          | Senior Notes, 6.299% due 5/15/17 (a)   | 426,525           |
|  |                          | Senior Secured Notes:  |                   |
| 280,000                                |                          | 7.175% due 5/16/13 (a)   | 281,624           |
| 1,529,000                              |                          | 6.299% due 5/15/17 (a)   | 1,379,922         |
| 1,350,000                              |                          | Wachovia Corp., Senior Notes, 5.750% due 2/1/18                              | 1,420,080         |
| 350,000                                |                          | Wells Fargo Capital XV, Junior Subordinated Notes, 9.750% due 9/26/13 (e)(g) | 357,000           |
|  |                          | <b>Total Commercial Banks</b>  | <b>15,760,507</b> |
| <b>Consumer Finance</b>                | <b>3.5%</b>              |  |                   |
| 260,000                                |                          | American Express Co., Notes, 7.000% due 3/19/18                              | 273,233           |
| 2,000,000                              | EUR                      | FMG Finance Pty Ltd., Senior Secured Bonds, 9.750% due 9/1/13 (a)            | 3,055,590         |
| 1,300,000                              |                          | Ford Motor Credit Co.:   |                   |
|  |                          | Notes, 7.000% due 10/1/13  | 1,160,281         |
|  |                          | Senior Notes:  |                   |
| 115,000                                |                          | 9.875% due 8/10/11   | 113,832           |
| 380,000                                |                          | 12.000% due 5/15/15  | 396,006           |
| 1,930,000                              |                          | Ford Motor Credit Co., LLC, Senior Notes, 7.500% due 8/1/12                  | 1,777,532         |
|  |                          | GMAC LLC:  |                   |
| 730,000                                |                          | Notes, 2.200% due 12/19/12   | 736,229           |

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|  |   |                   |
|--|---|-------------------|
|  | Senior Notes:   |                   |
| 978,000                                    | 6.875% due 8/28/12 (a)  | 860,640           |
| 30,000                                     | 7.500% due 12/31/13 (a)   | 24,975            |
| 3,877,000                                  | 8.000% due 11/1/31 (a)  | 3,033,753         |
| 36,000                                     | Subordinated Notes, 8.000% due 12/31/18 (a)                             | 26,550            |
| 4,350,000                                  | SLM Corp., Senior Notes, 0.664% due 7/26/10 (e)                         | 3,980,811         |
|  | <b>Total Consumer Finance</b>   | <b>15,439,432</b> |
| <b>Diversified Financial Services 4.0%</b> |   |                   |
| 350,000                                    | AAC Group Holding Corp., Senior Discount Notes, 10.250% due 10/1/12 (a) | 306,250           |
| 490,000                                    | Bank of America Corp., Senior Notes, 5.650% due 5/1/18                  | 474,600           |
| 550,000                                    | CCM Merger Inc., Notes, 8.000% due 8/1/13 (a)                           | 448,250           |

*See Notes to Schedule of Investments.*

## Western Asset Global High Income Fund Inc.

Schedule of Investments (unaudited) (continued)

August 31, 2009

| Face<br>Amount                                  |                         | Security  | Value             |
|---|-------------------------|---|-------------------|
| <b>Diversified Financial Services</b>           | <b>4.0% (continued)</b> |   |                   |
| 840,000   |                         | Citigroup Funding Inc., Notes, 2.250% due 12/10/12  | \$ 849,034        |
| 290,000   |                         | Citigroup Inc.:<br>Notes, 6.875% due 3/5/38   | 262,686           |
| 490,000   |                         | Senior Notes:<br>6.125% due 11/21/17  | 462,972           |
| 2,000,000                                       |                         | 8.500% due 5/22/19  | 2,189,826         |
| 290,000   |                         | El Paso Performance-Linked Trust Certificates, Senior<br>Notes,<br>7.750% due 7/15/11 (a)   | 297,794           |
| 470,000   |                         | Galaxy Entertainment Finance Co., Ltd., Senior Notes,<br>6.218% due 12/15/10 (a)(e)   | 458,250           |
| 1,950,000                                       |                         | General Electric Capital Corp., Senior Notes:<br>2.125% due 12/21/12  | 1,962,732         |
| 650,000   |                         | 5.625% due 5/1/18   | 648,345           |
| 2,000,000                                       | EUR                     | ISS Financing PLC, Senior Secured Bonds, 11.000% due<br>6/15/14 (a)   | 2,975,209         |
| 220,000   |                         | John Deere Capital Corp., Senior Notes, 4.900% due<br>9/9/13  | 233,850           |
| 540,000   |                         | Leucadia National Corp., Senior Notes:<br>8.125% due 9/15/15  | 531,900           |
| 340,000   |                         | 7.125% due 3/15/17  | 313,650           |
| 550,000   |                         | TNK-BP Finance SA:<br>6.625% due 3/20/17 (a)  | 490,875           |
| 1,220,000                                       |                         | Senior Notes:<br>7.500% due 7/18/16 (a)   | 1,152,900         |
| 170,000   |                         | 7.500% due 7/18/16 (a)  | 162,350           |
| 1,490,000                                       |                         | 7.875% due 3/13/18 (a)  | 1,408,050         |
| 890,000   |                         | Vanguard Health Holdings Co., I LLC, Senior Discount<br>Notes,<br>step bond to yield 9.952% due 10/1/15                           | 898,900           |
| 755,000   |                         | Vanguard Health Holdings Co., II LLC, Senior<br>Subordinated Notes, 9.000% due 10/1/14  | 745,562           |
|   |                         | <b>Total Diversified Financial Services</b>   | <b>17,273,985</b> |
| <b>Insurance</b>                                | <b>0.7%</b>             |   |                   |
| 4,000,000                                       |                         | American International Group Inc., Senior Notes, 8.250%<br>due 8/15/18  | 3,208,092         |
| <b>Real Estate Investment Trusts (REITs)</b>    | <b>0.7%</b>             |   |                   |
| 30,000  |                         | Forest City Enterprises Inc., Senior Notes, 7.625% due<br>6/1/15  | 18,975            |
| 2,275,000                                       |                         | Host Marriott LP, Senior Notes, 7.125% due 11/1/13  | 2,212,437         |
| 175,000   |                         | Ventas Realty LP/Ventas Capital Corp., Senior Notes:<br>6.500% due 6/1/16   | 163,188           |
| 690,000   |                         | 6.750% due 4/1/17   | 652,050           |
|   |                         | <b>Total Real Estate Investment Trusts (REITs)</b>  | <b>3,046,650</b>  |
| <b>Real Estate Management &amp; Development</b> | <b>0.2%</b>             |   |                   |
| 169,000   |                         | Ashton Woods USA LLC, Ashton Woods Finance Co.,<br>Senior Subordinated Notes, step bond to yield 23.322%<br>due 6/30/15 (a)(d)(f) | 63,375            |

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|  |   |            |
|--|---|------------|
| 1,750,000  | Realogy Corp., Senior Subordinated Notes, 12.375% due 4/15/15   | 717,500    |
|  | <b>Total Real Estate Management &amp; Development</b>           | 780,875    |
|  | <b>TOTAL FINANCIALS</b>   | 58,039,630 |
| <b>HEALTH CARE 5.2%</b>                          |   |            |
| <b>Health Care Providers &amp; Services 5.1%</b> |   |            |
| 240,000  | Cardinal Health Inc., Senior Bonds, 5.850% due 12/15/17         | 253,094    |
| 620,000  | Community Health Systems Inc., Senior Notes, 8.875% due 7/15/15 | 625,425    |
| 1,300,000  | DaVita Inc., Senior Subordinated Notes, 7.250% due 3/15/15      | 1,261,000  |
| 1,360,000  | HCA Inc.:<br>Notes, 6.375% due 1/15/15                          | 1,196,800  |
| 2,550,000  | Senior Secured Notes:<br>9.250% due 11/15/16                    | 2,588,250  |
| 4,386,000  | 9.625% due 11/15/16 (b)   | 4,440,825  |
| 2,000,000  | Humana Inc., Senior Notes, 7.200% due 6/15/18                   | 1,939,768  |

*See Notes to Schedule of Investments.*

## Western Asset Global High Income Fund Inc.

Schedule of Investments (unaudited) (continued)

August 31, 2009

| Face<br>Amount   | Security  | Value             |
|--|---|-------------------|
| <b>Health Care Providers &amp; Services 5.1% (continued)</b> |   |                   |
| 2,680,000  | IASIS Healthcare LLC/IASIS Capital Corp., Senior Subordinated Notes, 8.750% due 6/15/14 | \$ 2,633,100      |
|  | Tenet Healthcare Corp.:   |                   |
|  | Senior Notes:   |                   |
| 1,030,000  | 7.375% due 2/1/13   | 952,750           |
| 1,015,000  | 9.000% due 5/1/15 (a)   | 1,045,450         |
| 215,000  | 10.000% due 5/1/18 (a)  | 232,738           |
| 1,968,000  | Senior Secured Notes, 8.875% due 7/1/19 (a)   | 2,027,040         |
|  | Universal Hospital Services Inc., Senior Secured Notes:                                 |                   |
| 160,000  | 4.635% due 6/1/15 (e)   | 130,400           |
| 135,000  | 8.500% due 6/1/15 (b)   | 130,950           |
| 3,377,000  | US Oncology Holdings Inc., Senior Notes, 7.654% due 3/15/12 (b)(e)                      | 2,887,335         |
| 240,000  | WellPoint Inc., Notes, 5.875% due 6/15/17   | 249,311           |
|  | <b>Total Health Care Providers &amp; Services</b>                                       | <b>22,594,236</b> |
| <b>Pharmaceuticals 0.1%</b>                                  |   |                   |
| 1,270,000  | Leiner Health Products Inc., Senior Subordinated Notes, 11.000% due 6/1/12 (c)(d)       | 6,350             |
| 260,000  | Wyeth, Notes, 5.950% due 4/1/37   | 284,138           |
|  | <b>Total Pharmaceuticals</b>  | <b>290,488</b>    |
|  | <b>TOTAL HEALTH CARE</b>  | <b>22,884,724</b> |
| <b>INDUSTRIALS 6.5%</b>                                      |   |                   |
| <b>Aerospace &amp; Defense 0.5%</b>                          |   |                   |
| 1,897,000  | Hawker Beechcraft Acquisition Co., Senior Notes, 8.875% due 4/1/15 (b)                  | 1,090,775         |
|  | L-3 Communications Corp., Senior Subordinated Notes:                                    |                   |
| 845,000  | 7.625% due 6/15/12  | 857,675           |
| 325,000  | 6.375% due 10/15/15   | 307,938           |
|  | <b>Total Aerospace &amp; Defense</b>  | <b>2,256,388</b>  |
| <b>Airlines 0.5%</b>   |   |                   |
| 195,810  | Continental Airlines Inc.:  |                   |
|  | 8.388% due 5/1/22   | 144,899           |
|  | Pass-Through Certificates:  |                   |
| 279,117  | 8.312% due 4/2/11   | 231,667           |
| 290,000  | 7.339% due 4/19/14  | 223,300           |
| 2,290,000  | DAE Aviation Holdings Inc., Senior Notes, 11.250% due 8/1/15 (a)                        | 1,614,450         |
|  | <b>Total Airlines</b>   | <b>2,214,316</b>  |
| <b>Building Products 0.6%</b>                                |   |                   |
| 1,560,000  | Associated Materials Inc., Senior Subordinated Notes, 9.750% due 4/15/12                | 1,404,000         |
|  | GTL Trade Finance Inc.:   |                   |
| 740,000  | 7.250% due 10/20/17 (a)   | 797,720           |
| 376,000  | Senior Notes, 7.250% due 10/20/17 (a)   | 405,328           |
| 160,000  | Nortek Inc., Senior Subordinated Notes, 8.500% due 9/1/14 (d)                           | 76,000            |
| 1,130,000  | NTK Holdings Inc., Senior Discount Notes, step bond to yield 11.542% due 3/1/14 (d)     | 56,500            |



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|   |             |  |                  |
|---|-------------|--|------------------|
|   |             | <b>Total Building Products</b>   | 2,739,548        |
| <b>Commercial Services &amp; Supplies</b> | <b>1.5%</b> |  |                  |
| 900,000                                   |             | Allied Waste North America Inc., Senior Notes, 7.375% due 4/15/14                          | 939,062          |
| 2,510,000                                 |             | Altegrity Inc., Senior Subordinated Notes, 10.500% due 11/1/15 (a)                         | 2,089,575        |
| 1,498,000                                 |             | DynCorp International LLC/DIV Capital Corp., Senior Subordinated Notes, 9.500% due 2/15/13 | 1,526,087        |
| 1,295,000                                 |             | RSC Equipment Rental Inc.: Senior Notes, 9.500% due 12/1/14                                | 1,165,500        |
| 735,000                                   |             | Senior Secured Notes, 10.000% due 7/15/17 (a)  | 771,750          |
|   |             | <b>Total Commercial Services &amp; Supplies</b>  | <b>6,491,974</b> |

*See Notes to Schedule of Investments.*

## Western Asset Global High Income Fund Inc.

Schedule of Investments (unaudited) (continued)

August 31, 2009

| Face<br>Amount   | Security   | Value             |
|--|--|-------------------|
| <b>Construction &amp; Engineering 1.6%</b>               |  |                   |
| 7,177,000  | Odebrecht Finance Ltd., 7.500% due 10/18/17 (a)  | \$ 7,230,827      |
| <b>Machinery 0.2%</b>                                    |  |                   |
| 680,000  | Terex Corp., Senior Notes, 10.875% due 6/1/16  | 715,700           |
| <b>Road &amp; Rail 1.0%</b>                              |  |                   |
| 790,000  | Kansas City Southern de Mexico, Senior Notes:<br>9.375% due 5/1/12                       | 782,100           |
| 2,080,000  | 7.625% due 12/1/13   | 1,892,800         |
| 615,000  | 12.500% due 4/1/16 (a)   | 651,900           |
| 1,130,000  | RailAmerica Inc., Senior Secured Notes, 9.250% due<br>7/1/17 (a)                         | 1,173,788         |
|  | <b>Total Road &amp; Rail</b>   | <b>4,500,588</b>  |
| <b>Trading Companies &amp; Distributors 0.5%</b>         |  |                   |
| 595,000  | Ashtead Capital Inc., Notes, 9.000% due 8/15/16 (a)                                      | 525,088           |
| 1,020,000  | H&E Equipment Services Inc., Senior Notes, 8.375% due<br>7/15/16                         | 882,300           |
| 1,415,000  | Penhall International Corp., Senior Secured Notes,<br>12.000% due 8/1/14 (a)(d)          | 573,075           |
|  | <b>Total Trading Companies &amp; Distributors</b>  | <b>1,980,463</b>  |
| <b>Transportation Infrastructure 0.1%</b>                |  |                   |
| 110,000  | Swift Transportation Co., Senior Secured Notes:<br>8.190% due 5/15/15 (a)(e)             | 56,650            |
| 890,000  | 12.500% due 5/15/17 (a)  | 493,950           |
|  | <b>Total Transportation Infrastructure</b>   | <b>550,600</b>    |
|  | <b>TOTAL INDUSTRIALS</b>   | <b>28,680,404</b> |
| <b>INFORMATION TECHNOLOGY 0.7%</b>                       |  |                   |
| <b>IT Services 0.6%</b>                                  |  |                   |
| 520,000  | Ceridian Corp., Senior Notes, 12.250% due 11/15/15 (b)                                   | 413,400           |
| 1,240,000  | First Data Corp., Senior Notes, 9.875% due 9/24/15                                       | 1,066,400         |
| 1,500,000  | SunGard Data Systems Inc., Senior Subordinated Notes,<br>10.250% due 8/15/15             | 1,492,500         |
|  | <b>Total IT Services</b>   | <b>2,972,300</b>  |
| <b>Semiconductors &amp; Semiconductor Equipment 0.1%</b> |  |                   |
| 70,000   | Freescale Semiconductor Inc.:<br>Senior Notes, 8.875% due 12/15/14                       | 47,600            |
| 325,000  | Senior Subordinated Notes, 10.125% due 12/15/16  | 182,000           |
|  | <b>Total Semiconductors &amp; Semiconductor Equipment</b>                                | <b>229,600</b>    |
|  | <b>TOTAL INFORMATION TECHNOLOGY</b>  | <b>3,201,900</b>  |
| <b>MATERIALS 7.0%</b>                                    |  |                   |
| <b>Chemicals 0.1%</b>                                    |  |                   |
| 210,000  | Methanex Corp., Senior Notes, 8.750% due 8/15/12   | 207,900           |
| 220,000  | Westlake Chemical Corp., Senior Notes, 6.625% due<br>1/15/16                             | 210,100           |
|  | <b>Total Chemicals</b>   | <b>418,000</b>    |
| <b>Containers &amp; Packaging 0.7%</b>                   |  |                   |
| 2,000,000 EUR  | Beverage Packaging Holdings Luxembourg II SA, Senior<br>Notes,<br>9.500% due 6/15/17 (a) | 2,783,026         |
| 575,000  |  | 0                 |

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|                            |             |   |           |
|----------------------------|-------------|---|-----------|
|                            |             | Radnor Holdings Inc., Senior Notes, 11.000% due 3/15/10<br>(c)(d)(f)      |           |
| <b>Metals &amp; Mining</b> | <b>4.6%</b> | <b>Total Containers &amp; Packaging</b>                                   | 2,783,026 |
| 1,050,000                  |             | Corporacion Nacional del Cobre-Codelco, Notes, 5.500%<br>due 10/15/13 (a) | 1,140,790 |
| 2,010,000                  |             | Evraz Group SA, Notes:<br>8.875% due 4/24/13 (a)                          | 1,846,688 |
| 280,000                    |             | 8.875% due 4/24/13 (a)  | 258,300   |
| 2,950,000                  |             | Freeport-McMoRan Copper & Gold Inc., Senior Notes,<br>8.375% due 4/1/17   | 3,079,676 |
| 2,000,000                  |             | Metals USA Inc., Senior Secured Notes, 11.125% due<br>12/1/15             | 1,840,000 |

*See Notes to Schedule of Investments.*

## Western Asset Global High Income Fund Inc.

Schedule of Investments (unaudited) (continued)

August 31, 2009

| Face Amount                                   |                         | Security  | Value             |
|---|-------------------------|---|-------------------|
| <b>Metals &amp; Mining</b>                    | <b>4.6% (continued)</b> |   |                   |
| 486,893                                       |                         | Noranda Aluminium Acquisition Corp., Senior Notes, 6.163% due 5/15/15 (b)(e)              | \$ 299,439        |
| 950,000                                       |                         | Novelis Inc., Senior Notes, 7.250% due 2/15/15  | 774,250           |
| 1,530,000                                     |                         | Ryerson Inc., Senior Secured Notes, 12.000% due 11/1/15                                   | 1,415,250         |
| 250,000                                       |                         | Steel Dynamics Inc., Senior Notes, 7.375% due 11/1/12                                     | 246,875           |
| 490,000                                       |                         | Teck Resources Ltd., Senior Secured Notes:<br>9.750% due 5/15/14                          | 531,650           |
| 410,000                                       |                         | 10.250% due 5/15/16   | 455,100           |
| 810,000                                       |                         | 10.750% due 5/15/19   | 926,438           |
| 1,448,000                                     |                         | Vale Overseas Ltd., Notes:<br>8.250% due 1/17/34  | 1,689,079         |
| 2,704,000                                     |                         | 6.875% due 11/21/36   | 2,720,778         |
| 2,980,000                                     |                         | Vedanta Resources PLC, Senior Notes, 8.750% due 1/15/14 (a)                               | 2,927,850         |
|   |                         | <b>Total Metals &amp; Mining</b>  | <b>20,152,163</b> |
| <b>Paper &amp; Forest Products</b>            | <b>1.6%</b>             |   |                   |
| 2,110,000                                     |                         | Abitibi-Consolidated Co. of Canada, Senior Secured Notes,<br>13.750% due 4/1/11 (a)(c)    | 2,015,050         |
| 375,000                                       |                         | Appleton Papers Inc.:<br>Senior Notes, 8.125% due 6/15/11 (d)                             | 284,062           |
| 715,000                                       |                         | Senior Subordinated Notes, 9.750% due 6/15/14 (d)   | 326,219           |
| 410,000                                       |                         | Celulosa Arauco y Constitucion SA, Senior Notes, 7.250% due 7/29/19 (a)                   | 442,706           |
| 2,095,000                                     |                         | NewPage Corp., Senior Secured Notes, 6.733% due 5/1/12 (e)                                | 906,087           |
| 2,000,000                                     | EUR                     | PE Paper Escrow GmbH, Senior Secured Notes:<br>11.750% due 8/1/14 (a)                     | 2,876,272         |
| 270,000                                       |                         | 12.000% due 8/1/14 (a)  | 277,258           |
|   |                         | <b>Total Paper &amp; Forest Products</b>  | <b>7,127,654</b>  |
|   |                         | <b>TOTAL MATERIALS</b>  | <b>30,480,843</b> |
| <b>TELECOMMUNICATION SERVICES</b>             | <b>9.8%</b>             |   |                   |
| <b>Diversified Telecommunication Services</b> | <b>5.8%</b>             |   |                   |
| 630,000                                       |                         | AT&T Inc.:<br>Global Notes, 5.600% due 5/15/18  | 666,554           |
| 720,000                                       |                         | Senior Notes, 6.400% due 5/15/38  | 768,499           |
| 1,996,000                                     |                         | Axtel SAB de CV, Senior Notes:<br>7.625% due 2/1/17 (a)                                   | 1,811,370         |
| 1,714,000                                     |                         | 7.625% due 2/1/17 (a)   | 1,551,170         |
| 240,000                                       |                         | British Telecommunications PLC, Bonds, 9.625% due 12/15/30                                | 302,566           |
| 120,000                                       |                         | Cincinnati Bell Telephone Co., Senior Debentures, 6.300% due 12/1/28                      | 87,000            |
| 535,000                                       |                         | Hawaiian Telcom Communications Inc., Senior Subordinated Notes, 12.500% due 5/1/15 (c)(d) | 669               |
| 3,505,000                                     |                         | Intelsat Bermuda Ltd., Senior Notes, 11.250% due 6/15/16                                  | 3,671,487         |
| 900,000                                       |                         | Intelsat Intermediate Holding Co., Ltd., Senior Discount Notes,                           | 882,000           |

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|           |  |           |
|-----------|--|-----------|
| 210,000   | step bond to yield 11.445% due 2/1/15  |           |
|           | Intelsat Jackson Holdings Ltd., Senior Notes, 9.500% due 6/15/16 (a)                               | 216,825   |
| 350,000   | Koninklijke KPN NV, Senior Notes, 8.375% due 10/1/30   | 448,216   |
|           | Level 3 Financing Inc., Senior Notes:  |           |
| 965,000   | 12.250% due 3/15/13  | 945,700   |
| 1,105,000 | 9.250% due 11/1/14   | 917,150   |
| 1,895,000 | Nordic Telephone Co. Holdings, Senior Secured Bonds, 8.875% due 5/1/16 (a)                         | 1,932,900 |
| 1,520,000 | Qwest Communications International Inc., Senior Notes, 7.500% due 2/15/14                          | 1,474,400 |
| 85,000    | Qwest Corp., Senior Notes, 3.879% due 6/15/13 (e)  | 79,050    |
| 450,000   | Telefonica Emisiones SAU, Senior Notes, 6.221% due 7/3/17  | 498,239   |
| 828,000   | UBS Luxembourg SA for OJSC Vimpel Communications, Loan Participation Notes, 8.250% due 5/23/16 (a) | 796,950   |
|           | Verizon Communications Inc., Senior Notes:   |           |
| 510,000   | 5.500% due 2/15/18   | 536,499   |
| 560,000   | 6.400% due 2/15/38   | 607,428   |

*See Notes to Schedule of Investments.*

## Western Asset Global High Income Fund Inc.

Schedule of Investments (unaudited) (continued)

August 31, 2009

| Face Amount  |     | Security   | Value             |
|--|-----|--|-------------------|
| <b>Diversified Telecommunication Services 5.8% (continued)</b> |     |  |                   |
| 430,000  |     | Vimpel Communications, Loan Participation Notes, 8.375% due 4/30/13 (a)  | \$ 430,516        |
| 1,535,000  |     | VIP Finance Ireland Ltd. for OJSC Vimpel Communications, Loan Participation Notes, Secured Notes, 8.375% due 4/30/13 (a) | 1,545,011         |
| 155,000  |     | Wind Acquisition Finance SA: Senior Bonds, 10.750% due 12/1/15 (a)   | 167,400           |
| 2,000,000  | EUR | Senior Notes, 11.750% due 7/15/17 (a)  | 2,972,206         |
| 1,925,000  |     | Windstream Corp., Senior Notes, 8.625% due 8/1/16  | 1,941,844         |
|  |     | <b>Total Diversified Telecommunication Services</b>  | <b>25,251,649</b> |
| <b>Wireless Telecommunication Services 4.0%</b>                |     |  |                   |
| 630,000  |     | ALLTEL Communications Inc., Senior Notes, 10.375% due 12/1/17 (a)(b)   | 766,588           |
| 1,090,000  |     | America Movil SAB de CV, Senior Notes, 5.625% due 11/15/17   | 1,098,470         |
| 2,800,000  |     | Cricket Communications Inc., Senior Secured Notes, 7.750% due 5/15/16 (a)  | 2,730,000         |
| 170,000  |     | Rogers Wireless Inc., Senior Subordinated Notes, 8.000% due 12/15/12   | 177,013           |
| 320,000  |     | Sprint Capital Corp., Senior Notes: 8.375% due 3/15/12   | 322,000           |
| 7,500,000  |     | 8.750% due 3/15/32   | 6,262,500         |
| 6,510,000  |     | True Move Co., Ltd., Notes, 10.750% due 12/16/13 (a)   | 6,135,675         |
|  |     | <b>Total Wireless Telecommunication Services</b>   | <b>17,492,246</b> |
|  |     | <b>TOTAL TELECOMMUNICATION SERVICES</b>  | <b>42,743,895</b> |
| <b>UTILITIES 6.1%</b>  |     |  |                   |
| <b>Electric Utilities 2.8%</b>                                 |     |  |                   |
| 770,000  |     | Centrais Eletricas Brasileiras SA, Senior Notes, 6.875% due 7/30/19 (a)  | 816,200           |
| 2,050,000  |     | EEB International Ltd., Senior Bonds, 8.750% due 10/31/14 (a)  | 2,193,500         |
| 581,000  |     | Enersis SA, Notes, 7.375% due 1/15/14  | 641,665           |
| 270,000  |     | FirstEnergy Corp., Notes, 7.375% due 11/15/31  | 298,916           |
| 550,000  |     | Orion Power Holdings Inc., Senior Notes, 12.000% due 5/1/10  | 570,625           |
| 290,000  |     | Pacific Gas & Electric Co., First Mortgage Bonds, 6.050% due 3/1/34  | 317,154           |
| 11,000,000   |     | Texas Competitive Electric Holdings Co. LLC, Senior Notes, 10.250% due 11/1/15   | 7,342,500         |
|  |     | <b>Total Electric Utilities</b>  | <b>12,180,560</b> |
| <b>Gas Utilities 0.3%</b>                                      |     |  |                   |
| 1,480,000  |     | Suburban Propane Partners LP/Suburban Energy Finance Corp., Senior Notes, 6.875% due 12/15/13                            | 1,443,000         |
| <b>Independent Power Producers &amp; Energy Traders 2.8%</b>   |     |  |                   |
| 525,000  |     | AES Corp., Senior Notes: 9.375% due 9/15/10  | 543,375           |
| 670,000  |     | 8.875% due 2/15/11   | 693,450           |

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|                             |   |                   |
|-----------------------------|---|-------------------|
| 2,940,000                   | 7.750% due 3/1/14   | 2,877,525         |
| 1,500,000                   | 7.750% due 10/15/15   | 1,462,500         |
| 1,150,000                   | Dynegy Holdings Inc., Senior Notes, 7.750% due 6/1/19                   | 822,250           |
|                             | Edison Mission Energy, Senior Notes:                                    |                   |
| 1,890,000                   | 7.750% due 6/15/16  | 1,549,800         |
| 550,000                     | 7.200% due 5/15/19  | 401,500           |
| 765,000                     | 7.625% due 5/15/27  | 516,375           |
| 845,000                     | Mirant North America LLC, Senior Notes, 7.375% due 12/31/13             | 815,425           |
|                             | NRG Energy Inc., Senior Notes:  |                   |
| 2,195,000                   | 7.250% due 2/1/14   | 2,140,125         |
| 605,000                     | 7.375% due 2/1/16   | 580,044           |
|                             | <b>Total Independent Power Producers &amp; Energy Traders</b>           | <b>12,402,369</b> |
| <b>Multi-Utilities 0.2%</b> |   |                   |
| 820,000                     | Empresas Publicas de Medellin ESP, Senior Notes, 7.625% due 7/29/19 (a) | 873,300           |
|                             | <b>TOTAL UTILITIES</b>  | <b>26,899,229</b> |
|                             | <b>TOTAL CORPORATE BONDS &amp; NOTES</b>                                |                   |
|                             | (Cost \$356,590,545)  | 336,926,434       |

*See Notes to Schedule of Investments.*

## Western Asset Global High Income Fund Inc.

Schedule of Investments (unaudited) (continued)

August 31, 2009

| Face<br>Amount                                 | Security   | Value      |
|--|--|------------|
| <b>ASSET-BACKED SECURITIES 0.0%</b>            |  |            |
| <b>FINANCIALS 0.0%</b>                         |  |            |
| <b>Home Equity 0.0%</b>                        |  |            |
| 110,125  | Finance America Net Interest Margin Trust, 5.250% due 6/27/34 (a)(d)(f)                                | \$ 55      |
| 42,974   | Sail Net Interest Margin Notes:<br>7.000% due 7/27/33 (a)(d)(f)  | 21         |
| 14,101   | 7.000% due 7/27/33 (a)(d)(f)   | 7          |
|  | <b>TOTAL ASSET-BACKED SECURITIES</b>   |            |
|  | (Cost \$166,864)   | 83         |
| <b>COLLATERALIZED MORTGAGE OBLIGATION 0.3%</b> |  |            |
| 7,396,753                                      | Federal National Mortgage Association (FNMA) STRIPS, IO, 5.500% due 6/1/33 (d)(h) (Cost - \$2,516,738) | 1,273,594  |
| <b>COLLATERALIZED SENIOR LOAN 0.5%</b>         |  |            |
| <b>CONSUMER DISCRETIONARY 0.5%</b>             |  |            |
| <b>Media 0.5%</b>                              |  |            |
| 2,000,000                                      | Newsday LLC, Term Loan, 9.750% due 7/15/13 (Cost - \$2,067,500)  | 2,047,500  |
| <b>MORTGAGE-BACKED SECURITIES 3.7%</b>         |  |            |
| <b>FHLMC 3.0%</b>                              |  |            |
| 3,864,348                                      | Federal Home Loan Mortgage Corp. (FHLMC):<br>5.721% due 3/1/37 (e)(h)                                  | 4,061,291  |
| 2,877,889                                      | 5.862% due 5/1/37 (e)(h)   | 3,036,094  |
| 155,275  | 6.092% due 9/1/37 (e)(h)   | 164,119    |
| 5,677,695                                      | Gold, 5.500% due 4/1/38 (h)  | 5,925,762  |
|  | <b>Total FHLMC</b>   | 13,187,266 |
| <b>FNMA 0.7%</b>                               |  |            |
| 2,828,123                                      | Federal National Mortgage Association (FNMA):<br>5.000% due 6/1/35 (h)                                 | 2,916,778  |
| 82,066   | 5.500% due 6/1/36 (h)  | 85,972     |
|  | <b>Total FNMA</b>  | 3,002,750  |
|  | <b>TOTAL MORTGAGE-BACKED SECURITIES</b>  |            |
|  | (Cost \$15,339,070)  | 16,190,016 |
| <b>SOVEREIGN BONDS 12.3%</b>                   |  |            |
| <b>Argentina 0.4%</b>                          |  |            |
| 1,074,000                                      | EUR<br>Republic of Argentina:<br>9.000% due 6/20/03 (c)  | 362,066    |
| 1,100,000                                      | EUR<br>10.250% due 1/26/07 (c)   | 370,831    |
| 1,729,117                                      | EUR<br>8.000% due 2/26/08 (c)  | 582,918    |
| 1,550,000                                      | DEM<br>11.750% due 11/13/26 (c)  | 267,168    |
| 522,000  | EUR<br>Medium-Term Notes, 10.000% due 2/22/07 (c)  | 175,976    |
|  | <b>Total Argentina</b>   | 1,758,959  |
| <b>Brazil 1.8%</b>                             |  |            |
| 13,409,000                                     | BRL<br>Brazil Nota do Tesouro Nacional, 10.000% due 7/1/10   | 7,202,083  |
| 800,000  | Federative Republic of Brazil, 7.125% due 1/20/37  | 888,000    |
|  | <b>Total Brazil</b>  | 8,090,083  |
| <b>Colombia 0.9%</b>                           |  |            |
| 544,000  | Republic of Colombia:<br>11.750% due 2/25/20   | 758,880    |



2,852,000

7.375% due 9/18/37

2,994,600

*See Notes to Schedule of Investments.*

## Western Asset Global High Income Fund Inc.

Schedule of Investments (unaudited) (continued)

August 31, 2009

| Face<br>Amount                                       |     | Security  | Value            |
|--|-----|---|------------------|
| <b>Colombia 0.9% (continued)</b>                     |     |   |                  |
| 100,000  |     | Senior Notes, 7.375% due 3/18/19                        | \$ 109,700       |
|  |     | <b>Total Colombia</b>                                   | <b>3,863,180</b> |
| <b>Indonesia 1.1%</b>                                |     |   |                  |
| 15,399,000,000                                       | IDR | Republic of Indonesia:<br>10.250% due 7/15/22           | 1,477,267        |
| 25,206,000,000                                       | IDR | 11.000% due 9/15/25                                     | 2,471,711        |
| 11,646,000,000                                       | IDR | Bonds, 9.750% due 5/15/37                               | 973,885          |
|  |     | <b>Total Indonesia</b>                                  | <b>4,922,863</b> |
| <b>Mexico 0.3%</b>                                   |     |   |                  |
| 148,000  |     | United Mexican States:<br>11.375% due 9/15/16           | 199,060          |
| 4,000  |     | Medium-Term Notes:<br>5.625% due 1/15/17                | 4,070            |
| 1,046,000  |     | 6.750% due 9/27/34                                      | 1,090,455        |
|  |     | <b>Total Mexico</b>                                     | <b>1,293,585</b> |
| <b>Panama 1.3%</b>                                   |     |   |                  |
| 621,000  |     | Republic of Panama:<br>7.250% due 3/15/15               | 691,794          |
| 1,275,000  |     | 9.375% due 4/1/29                                       | 1,638,375        |
| 3,080,000  |     | 6.700% due 1/26/36                                      | 3,149,300        |
|  |     | <b>Total Panama</b>                                     | <b>5,479,469</b> |
| <b>Peru 0.7%</b>                                     |     |   |                  |
| 278,000  |     | Republic of Peru:<br>8.750% due 11/21/33                | 344,025          |
| 1,774,000  |     | Bonds, 6.550% due 3/14/37                               | 1,774,000        |
| 50,000   |     | Global Bonds, 7.350% due 7/21/25                        | 54,750           |
| 895,000  |     | Global Senior Bonds, 8.375% due 5/3/16                  | 1,051,625        |
|  |     | <b>Total Peru</b>                                       | <b>3,224,400</b> |
| <b>Russia 2.6%</b>                                   |     |   |                  |
| 10,996,800   |     | Russian Federation, 7.500% due 3/31/30 (a)              | 11,381,688       |
| <b>Turkey 0.7%</b>                                   |     |   |                  |
| 3,000,000  |     | Republic of Turkey, Senior Notes, 7.500% due 7/14/17    | 3,270,000        |
| <b>United Arab Emirates 0.2%</b>                     |     |   |                  |
| 750,000  |     | MDC-GMTN B.V., Senior Notes, 5.750% due 5/6/14<br>(a)   | 783,425          |
| <b>Venezuela 2.3%</b>                                |     |   |                  |
| 365,000  |     | Bolivarian Republic of Venezuela:<br>8.500% due 10/8/14 | 308,425          |
| 10,627,000   |     | 5.750% due 2/26/16 (a)                                  | 7,332,630        |
| 475,000  |     | 7.650% due 4/21/25                                      | 283,812          |
| 1,608,000  |     | Collective Action Securities:<br>9.375% due 1/13/34     | 1,101,480        |
| 875,000  |     | Notes, 10.750% due 9/19/13                              | 840,000          |
|  |     | <b>Total Venezuela</b>                                  | <b>9,866,347</b> |
|  |     | <b>TOTAL SOVEREIGN BONDS</b>                            |                  |
|  |     | (Cost \$56,671,425)                                     | 53,933,999       |
| <b>U.S. GOVERNMENT &amp; AGENCY OBLIGATIONS 0.7%</b> |     |   |                  |
| <b>U.S. Government Agencies 0.5%</b>                 |     |   |                  |

650,000

Federal Home Loan Bank (FHLB), Global Bonds,  
1.625% due 7/27/11

656,063

*See Notes to Schedule of Investments.*

## Western Asset Global High Income Fund Inc.

Schedule of Investments (unaudited) (continued)

August 31, 2009

| Face<br>Amount   | Security  | Value            |
|--|---|------------------|
| <b>U.S. Government Agencies 0.5% (continued)</b>         |   |                  |
| 210,000  | Federal Home Loan Mortgage Corp. (FHLMC), Senior Notes,<br>3.000% due 7/28/14 (h) | \$ 213,297       |
| 1,000,000  | Federal National Mortgage Association (FNMA):<br>5.625% due 11/15/21 (h)          | 1,064,387        |
| 500,000  | Senior Notes, 5.500% due 9/14/17 (h)  | 500,874          |
|  | <b>Total U.S. Government Agencies</b>   | <b>2,434,621</b> |
| <b>U.S. Government Obligations 0.2%</b>                  |   |                  |
| 60,000   | U.S. Treasury Bonds:<br>3.500% due 2/15/39  | 53,025           |
| 220,000  | 4.250% due 5/15/39  | 222,510          |
| 60,000   | U.S. Treasury Notes:<br>1.500% due 7/15/12  | 60,136           |
| 30,000   | 2.625% due 6/30/14  | 30,401           |
| 210,000  | 2.750% due 2/15/19  | 198,860          |
| 160,000  | 3.125% due 5/15/19  | 156,250          |
|  | <b>Total U.S. Government Obligations</b>  | <b>721,182</b>   |
|  | <b>TOTAL U.S. GOVERNMENT &amp; AGENCY OBLIGATIONS</b>                             |                  |
|  | (Cost \$3,084,134)  | 3,155,803        |
| <b>U.S. TREASURY INFLATION PROTECTED SECURITIES 2.1%</b> |   |                  |
| 3,161,540  | U.S. Treasury Bonds, Inflation Indexed:<br>2.000% due 1/15/26                     | 3,078,550        |
| 983,728  | 2.375% due 1/15/27  | 1,009,551        |
| 2,439,441  | 1.750% due 1/15/28  | 2,279,353        |
| 1,416,625  | 3.875% due 4/15/29  | 1,780,077        |
| 936,378  | U.S. Treasury Notes, Inflation Indexed, 2.625% due<br>7/15/17                     | 997,535          |
|  | <b>TOTAL U.S. TREASURY INFLATION PROTECTED SECURITIES</b>                         |                  |
|  | (Cost \$9,088,696)  | 9,145,066        |
| <b>Shares</b>  |   |                  |
| <b>COMMON STOCK 0.0%</b>                                 |   |                  |
| <b>MATERIALS 0.0%</b>                                    |   |                  |
| <b>Chemicals 0.0%</b>                                    |   |                  |
| 1,690  | Georgia Gulf Corp.* (Cost - \$61,941)   | 50,711           |
| <b>PREFERRED STOCKS 0.5%</b>                             |   |                  |
| <b>CONSUMER DISCRETIONARY 0.1%</b>                       |   |                  |
| <b>Automobiles 0.1%</b>                                  |   |                  |
| 30,500   | Corts-Ford Motor Co., 7.400%  | 454,145          |
| 1,900  | Corts-Ford Motor Co., 8.000%  | 29,450           |
|  | <b>Total Automobiles</b>  | <b>483,595</b>   |
| <b>Media 0.0%</b>  |   |                  |
| 10,727   | CMP Susquehanna Radio Holdings Corp., 0.000%<br>(a)(e)(f)*                        | 4,559            |
|  | <b>TOTAL CONSUMER DISCRETIONARY</b>   | <b>488,154</b>   |
| <b>FINANCIALS 0.2%</b>                                   |   |                  |

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|                                       |             |   |                |
|---------------------------------------|-------------|---|----------------|
| <b>Consumer Finance</b>               | <b>0.1%</b> |   |                |
|                                       |             |   | 1,176          |
|                                       |             | Preferred Blocker Inc., 7.000% (a)          | 547,171        |
| <b>Diversified Financial Services</b> | <b>0.1%</b> |   |                |
|                                       |             | Preferred Plus, Trust, Series FRD-1, 7.400% | 37,726         |
|                                       |             | Saturns, Series F 2003-5, 8.125%            | 154,812        |
|                                       |             | <b>Total Diversified Financial Services</b> | <b>192,538</b> |
|                                       |             | <b>TOTAL FINANCIALS</b>                     | <b>739,709</b> |

*See Notes to Schedule of Investments.*

## Western Asset Global High Income Fund Inc.

Schedule of Investments (unaudited) (continued)

August 31, 2009

| Shares                            | Security   | Value          |
|-----------------------------------|--|----------------|
| <b>MATERIALS 0.2%</b>             |  |                |
| <b>Chemicals 0.2%</b>             |  |                |
| 37,836                            | Georgia Gulf Corp.   | \$ 1,049,938   |
|                                   | <b>TOTAL PREFERRED STOCKS</b>  |                |
|                                   | (Cost \$2,498,528)   | 2,277,801      |
| <b>Warrants 0.0%</b>              |  |                |
|                                   | Bolivarian Republic of Venezuela, Oil-linked payment obligations,  |                |
| 2,675                             | Expires 4/15/20*   | 68,213         |
| 570                               | Buffets Restaurant Holdings, Expires 4/28/14(d)(f)*  | 0              |
| 12,259                            | CNB Capital Trust, Expires 3/23/19(a)(f)*  | 337            |
|                                   | <b>TOTAL WARRANTS</b>  |                |
|                                   | (Cost \$83,262)  | 68,550         |
|                                   | <b>TOTAL INVESTMENTS BEFORE SHORT-TERM INVESTMENT</b>  |                |
|                                   | (Cost \$448,168,703)   | 425,069,557    |
| <b>Face Amount</b>                |  |                |
| <b>SHORT-TERM INVESTMENT 3.0%</b> |  |                |
| <b>Repurchase Agreement 3.0%</b>  |  |                |
| 13,075,000                        | Morgan Stanley tri-party repurchase agreement dated 8/31/09, 0.170% due 9/1/09; Proceeds at maturity - \$13,075,062; (Fully collateralized by U.S. government agency obligation, 1.500% due 1/7/11; Market value - \$13,368,696) (Cost - \$13,075,000) | 13,075,000     |
|                                   | <b>TOTAL INVESTMENTS 100.0%</b> (Cost \$461,243,703#)  | \$ 438,144,557 |

\* Non-income producing security.

Face amount denominated in U.S. dollars, unless otherwise noted.

- (a) Security is exempt from registration under Rule 144A of the Securities Act of 1933. This security may be resold in transactions that are exempt from registration, normally to qualified institutional buyers. This security has been deemed liquid pursuant to guidelines approved by the Board of Directors, unless otherwise noted.
- (b) Payment-in-kind security for which part of the income earned may be paid as additional principal.
- (c) The coupon payment on these securities is currently in default as of August 31, 2009.
- (d) Illiquid security.
- (e) Variable rate security. Interest rate disclosed is that which is in effect at August 31, 2009.
- (f) Security is valued in good faith at fair value by or under the direction of the Board of Directors (See Note 1).
- (g) Security has no maturity date. The date shown represents the next call date.
- (h) On September 7, 2008, the Federal Housing Finance Agency placed Fannie Mae (FNMA) and Freddie Mac (FHLMC) into conservatorship.
- # Aggregate cost for federal income tax purposes is substantially the same.

Abbreviations used in this schedule:

|     |   |                |
|-----|---|----------------|
| BRL | - | Brazilian Real |
| DEM | - | German Mark    |
| EUR | - | Euro           |

|        |   |  |
|--------|---|--|
| GMAC   | - | General Motors Acceptance Corp.                                  |
| IDR    | - | Indonesian Rupiah  |
| IO     | - | Interest Only  |
| OJSC   | - | Open Joint Stock Company   |
| STRIPS | - | Separate Trading of Registered Interest and Principal Securities |

*See Notes to Schedule of Investments.*

**Notes to Schedule of Investments (unaudited)**

**1. Organization and Significant Accounting Policies**

Western Asset Global High Income Fund Inc. (the Fund) was incorporated in Maryland and is registered as a non-diversified, closed-end management investment company under the Investment Company Act of 1940, as amended (the 1940 Act). The Fund's primary investment objective is high current income. The Fund's secondary objective is total return.

The following are significant accounting policies consistently followed by the Fund and are in conformity with U.S. generally accepted accounting principles (GAAP).

**(a) Investment Valuation.** Debt securities are valued at the mean between the last quoted bid and asked prices provided by an independent pricing service that are based on transactions in debt obligations, quotations from bond dealers, market transactions in comparable securities and various other relationships between securities. Publicly traded foreign government debt securities are typically traded internationally in the over-the-counter market, and are valued at the mean between the last quoted bid and asked prices as of the close of business of that market. Equity securities for which market quotations are available are valued at the last reported sales price or official closing price on the primary market or exchange on which they trade. When prices are not readily available, or are determined not to reflect fair value, such as when the value of a security has been significantly affected by events after the close of the exchange or market on which the security is principally traded, but before the Fund calculates its net asset value, the Fund may value these securities at fair value as determined in accordance with the procedures approved by the Fund's Board of Directors. Short-term obligations with maturities of 60 days or less are valued at amortized cost, which approximates fair value.

The Fund has adopted Statement of Financial Accounting Standards No. 157 (FAS 157). FAS 157 establishes a single definition of fair value, creates a three-tier hierarchy as a framework for measuring fair value based on inputs used to value the Fund's investments, and requires additional disclosure about fair value. The hierarchy of inputs is summarized below.

- Level 1 quoted prices in active markets for identical investments
- Level 2 other significant observable inputs (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)
- Level 3 significant unobservable inputs (including the Fund's own assumptions in determining the fair value of investments)

The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities.

The Fund uses valuation techniques to measure fair value that are consistent with the market approach, income approach and/or cost approach, depending on the type of the security and the particular circumstance.



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The following is a summary of the inputs used in valuing the Fund's assets carried at fair value:

| Description  | Quoted Prices<br>(Level 1) | Other Significant<br>Observable<br>Inputs<br>(Level 2) | Significant<br>Unobservable<br>Inputs<br>(Level 3) | Total          |
|--|----------------------------|--|--|----------------|
| Long-term investments:                                   |                            |  |  |                |
| Corporate bonds & notes                                  |                            | \$ 336,843,509   | \$ 82,925  | \$ 336,926,434 |
| Asset-backed securities                                  |                            |  | 83   | 83             |
| Collateralized mortgage obligation                       |                            | 1,273,594  |  | 1,273,594      |
| Collateralized senior loan                               |                            | 2,047,500  |  | 2,047,500      |
| Mortgage-backed securities                               |                            | 16,190,016   |  | 16,190,016     |
| Sovereign bonds  |                            | 53,933,999   |  | 53,933,999     |
| U.S. government & agency obligations                     |                            | 3,155,803  |  | 3,155,803      |
| U.S. treasury inflation protected securities             |                            | 9,145,066  |  | 9,145,066      |
| Common stock   | \$ 50,711                  |  |  | 50,711         |
| Preferred stocks   | 676,133                    | 1,597,109  | 4,559  | 2,277,801      |
| Warrants   |                            | 68,213   | 337  | 68,550         |
| Total long-term investments                              | \$ 726,844                 | \$ 424,254,809   | \$ 87,904  | \$ 425,069,557 |
| Short-term investments                                   |                            | 13,075,000   |  | 13,075,000     |
| Total investments  | \$ 726,844                 | \$ 437,329,809   | \$ 87,904  | \$ 438,144,557 |
| Other financial instruments:                             |                            |  |  |                |
| Forward currency contracts                               |                            | \$ (144,883)   |  | \$ (144,883)   |
| Interest rate swaps                                      |                            | (27,382)   |  | (27,382)       |
| Credit default swaps on credit indices - sell protection |                            | (3,180,820)  |  | (3,180,820)    |
| Total other financial instruments                        |                            | \$ (3,353,085)   |  | \$ (3,353,085) |
| Total  | \$ 726,844                 | \$ 433,976,724   | \$ 87,904  | \$ 434,791,472 |

Values include any premiums paid or received with respect to swap contracts

**Notes to Schedule of Investments (unaudited) (continued)**

Following is a reconciliation of investments in which significant unobservable inputs (Level 3) were used in determining fair value:

| INVESTMENTS IN<br>SECURITIES  | CORPORATE<br>BONDS &<br>NOTES | ASSET-<br>BACKED<br>SECURITIES | COMMON<br>STOCKS<br>CONSUMER<br>DISCRETIONARY | PREFERRED<br>STOCKS<br>CONSUMER<br>DISCRETIONARY | WARRANTS | TOTAL        |
|---|-------------------------------|--------------------------------|---|--|----------|--------------|
| Balance as of May 31, 2009  | \$ 1,206,667                  |                                |   | \$ 4,559   | \$ 337   | \$ 1,211,563 |
| Accrued premiums/discounts  | 9,290                         |                                |   |  |          | 9,290        |
| Realized gain/(loss) 1  |                               |                                | \$ (694,145)                                  |  |          | (694,145)    |
| Change in unrealized<br>appreciation (depreciation) 2   | 7,758                         |                                | 695,435                                       |  |          | 703,193      |
| Net purchases (sales)   |                               |                                | (1,290)                                       |  |          | (1,290)      |
| Net transfers in and/or out of<br>Level 3   | (1,140,790)                   | \$ 83                          |   |  |          | (1,140,707)  |
| Balance as of August 31, 2009   | \$ 82,925                     | \$ 83                          |   | \$ 4,559   | \$ 337   | \$ 87,904    |
| Net unrealized appreciation<br>(depreciation) for investments in<br>securities still held at August 31,<br>2009 2 | \$ (535,855)                  | \$ (166,780)                   |   |  |          | \$ (702,635) |

1 This amount is included in net realized gain (loss) from investment.

2 Change in unrealized appreciation (depreciation) includes net unrealized appreciation (depreciation) resulting from changes in investment values during the reporting period and the reversal of previously recorded unrealized appreciation (depreciation) when gains or losses are realized.

**(b) Repurchase Agreements.** When entering into repurchase agreements, it is the Fund's policy that its custodian or a third party custodian take possession of the underlying collateral securities, the market value of which, at all times, at least equals the principal amount of the repurchase transaction, including accrued interest. To the extent that any repurchase transaction exceeds one business day, the value of the collateral is marked-to-market daily to ensure the adequacy of the collateral. If the seller defaults, and the market value of the collateral declines or if bankruptcy proceedings are commenced with respect to the seller of the security, realization of the collateral by the Fund may be delayed or limited.

**(c) Forward Foreign Currency Contracts.** The Fund may enter into a forward foreign currency contract to hedge against foreign currency exchange rate risk on its non-U.S. dollar denominated securities or to facilitate settlement of a foreign currency denominated portfolio transaction. A forward foreign currency contract is an agreement between two parties to buy and sell a currency at a set price with delivery and settlement at a future date. The contract is marked-to-market daily and the change in value is recorded by the Fund as an unrealized gain or loss. When a forward foreign currency contract is closed, through either delivery or offset by entering into another forward foreign currency contract, the Fund records a realized gain or loss equal to the difference between the value of the contract at the time it was opened and the value of the contract at the time it was closed.

**Notes to Schedule of Investments (unaudited) (continued)**

Forward foreign currency contracts involve elements of market risk in excess of the amounts reflected in the Statement of Assets and Liabilities. The Fund bears the risk of an unfavorable change in the foreign exchange rate underlying the forward foreign currency contract. Risks may also arise upon entering into these contracts from the potential inability of the counterparties to meet the terms of their contracts.

**(d) Swap Agreements.** The Fund may invest in swaps for the purpose of managing their exposure to interest rate, credit or market risk, or for other purposes. The use of swaps involves risks that are different from those associated with ordinary portfolio transactions.

**Credit default swaps**

The Fund may enter into credit default swap ( CDS ) contracts for investment purposes, to manage its credit risk or to add leverage. CDS agreements involve one party making a stream of payments to another party in exchange for the right to receive a specified return in the event of a default by a third party, typically corporate or sovereign issuers, on a specified obligation, or in the event of a write-down, principal shortfall, interest shortfall or default of all or part of the referenced entities comprising a credit index. The Fund may use a CDS to provide protection against defaults of the issuers (i.e., to reduce risk where a Fund has exposure to a sovereign issuer) or to take an active long or short position with respect to the likelihood of a particular issuer's default. As a seller of protection, the Fund generally receives an upfront payment or a stream of payments throughout the term of the swap provided that there is no credit event. If the Fund is a seller of protection and a credit event occurs, as defined under the terms of that particular swap agreement, the maximum potential amount of future payments (undiscounted) that the Fund could be required to make under a credit default swap agreement would be an amount equal to the notional amount of the agreement. These amounts of potential payments will be partially offset by any recovery of values from the respective referenced obligations. As a seller of protection, the Fund effectively adds leverage to its portfolio because, in addition to its total net assets, the Fund would be subject to investment exposure on the notional amount of the swap. As a buyer of protection, the Fund generally receives an amount up to the notional value of the swap if a credit event occurs.

Implied spreads are the theoretical prices a lender receives for credit default protection. When spreads rise, market perceived credit risk rises and when spreads fall, market perceived credit risk falls. The implied credit spread of a particular referenced entity reflects the cost of buying/selling protection and may include upfront payments required to enter into the agreement. Wider credit spreads and decreasing market values, when compared to the notional amount of the swap, represent a deterioration of the referenced entity's credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement. Credit spreads utilized in determining the period end market value of credit default swap agreements on corporate or sovereign issues are disclosed in the Notes to Schedule of Investments and serve as an indicator of the current status of the payment/ performance risk and represent the likelihood or risk of default for credit derivatives. For credit default swap agreements on asset-backed securities and credit indices, the quoted market prices and resulting values, particularly in relation to the notional amount of the contract as well as the annual payment rate, serve as an indication of the current status of the payment/ performance risk.

Entering into a CDS agreement involves, to varying degrees, elements of credit, market and documentation risk. Such risks involve the possibility that there will be no liquid market for these agreements, that the counterparty to the agreement may default on its obligation to perform or disagree as to the meaning of the contractual terms in the agreement, and that there will be unfavorable changes in net interest rates.

**Interest Rate Swaps**

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The Fund may enter into interest rate swap contracts. Interest rate swaps are agreements between two parties to exchange cash flows based on a notional principal amount. The Fund may elect to pay a fixed rate and receive a floating rate, or, receive a fixed rate and pay a floating rate on a notional principal amount. The net periodic payments received or paid on interest rate swap agreements are recognized as realized gains or losses. Interest rate swaps are marked to market daily based upon quotations from the market makers and the change, if any, is recorded as an unrealized gain or loss. A liquidation payment received or made at the termination of the swap is recognized as a realized gain or loss. The risks of interest rate swaps include changes in market conditions that will affect the value of the contract or changes in the present value of the future cash flow streams and the possible inability of the counterparty to fulfill its obligations under the agreement. The Fund's maximum risk of loss from counterparty credit risk is the discounted net value of the cash flows to be received from the counterparty over the contract's remaining life, to the extent that that amount is positive. This risk is mitigated by the posting of collateral by the counterparty to the Fund to cover the Fund's exposure to the counterparty.

Swap contracts are marked-to-market daily and changes in value are recorded as unrealized appreciation/(depreciation). Gains or losses are realized upon termination of the swap agreement. Periodic payments and premiums received or

**Notes to Schedule of Investments (unaudited) (continued)**

made by a Fund are recorded as realized gains or losses, respectively. Collateral, in the form of restricted cash or securities, may be required to be held in segregated accounts with the Fund's custodian in compliance with the terms of the swap contracts. Securities held as collateral for swap contracts are identified in the Schedule of Investments. The risks include changes in the returns of the underlying instruments, failure of the counterparties to perform under the contracts' terms, and the possible lack of liquidity with respect to the swap agreements.

As disclosed in the Fair Values of Derivatives' Balance Sheet table that follows each Fund's summary of open swap contracts, the aggregate fair value of credit default swaps in a net liability position as of August 31, 2009 was \$(3,180,820). The Fund did not post or receive collateral for swaps at August 31, 2009. If a defined credit event had occurred as of August 31, 2009, the swaps' credit-risk-related contingent features would have been triggered and the Fund would have been required to pay up to \$25,800,000 less the value of the contracts' related reference obligations.

As of August 31, 2009, the Brazil CETIP Interbank Deposit (CDI) rate was 8.62%.

**(e) Stripped Securities.** The Fund invests in Stripped Securities, a term used collectively for stripped fixed income securities. Stripped securities can be principal only securities ( PO ), which are debt obligations that have been stripped of unmatured interest coupons or, interest only securities ( IO ), which are unmatured interest coupons that have been stripped from debt obligations. As is the case with all securities, the market value of Stripped Securities will fluctuate in response to changes in economic conditions, interest rates and the market's perception of the securities. However, fluctuations in response to interest rates may be greater in Stripped Securities than for debt obligations of comparable maturities that pay interest currently. The amount of fluctuation increases with a longer period of maturity.

The yield to maturity on IO's is sensitive to the rate of principal repayments (including prepayments) on the related underlying debt obligation and principal payments may have a material effect on yield to maturity. If the underlying debt obligation experiences greater than anticipated prepayments of principal, the Fund may not fully recoup its initial investment in IO's.

**(f) Loan Participations.** The Fund may invest in loans arranged through private negotiation between one or more financial institutions. The Fund's investment in any such loan may be in the form of a participation in or an assignment of the loan. In connection with purchasing participations, the Fund generally will have no right to enforce compliance by the borrower with the terms of the loan agreement, nor any rights of set-off against the borrower and the Fund may not benefit directly from any collateral supporting the loan in which it has purchased the participation.

The Fund assumes the credit risk of the borrower, the lender that is selling the participation and any other persons interpositioned between the Fund and the borrower. In the event of the insolvency of the lender selling the participation, the Fund may be treated as a general creditor of the lender and may not benefit from any set-off between the lender and the borrower.

**(g) Inflation-Indexed Bonds.** Inflation-indexed bonds are fixed income securities whose principal value or interest rate is periodically adjusted according to the rate of inflation. If the index measuring inflation falls, the principal value or interest rate of inflation-indexed bonds will be adjusted downward, and consequently the interest payable on these securities (calculated with respect to a smaller principal amount or

lower interest rate) will be reduced. Inflation adjustments to the principal amount of inflation-indexed bonds are reflected as an increase or decrease to investment. Repayment of the original bond principal upon maturity (as adjusted for inflation) is guaranteed in the case of U.S. Treasury inflation-indexed bonds. For bonds that do not provide a similar guarantee, the adjusted principal value of the bond repaid at maturity may be less than the original principal.

**(h) Foreign Currency Translation.** Investment securities and other assets and liabilities denominated in foreign currencies are translated into U.S. dollar amounts based upon prevailing exchange rates at the date of valuation. Purchases and sales of investment securities and income and expense items denominated in foreign currencies are translated into U.S. dollar amounts based upon prevailing exchange rates on the respective dates of such transactions.

Foreign security and currency transactions may involve certain considerations and risks not typically associated with those of U.S. dollar denominated transactions as a result of, among other factors, the possibility of lower levels of governmental supervision and regulation of foreign securities markets and the possibility of political or economic instability.

**(i) Security Transactions.** Security transactions are accounted for on a trade date basis.

**Notes to Schedule of Investments (unaudited) (continued)****2. Investments**

At August 31, 2009, the aggregate gross unrealized appreciation and depreciation of investments for federal income tax purposes were substantially as follows:

|                               |    |              |
|-------------------------------|----|--------------|
| Gross unrealized appreciation | \$ | 16,726,922   |
| Gross unrealized depreciation |    | (39,826,068) |
| Net unrealized depreciation   | \$ | (23,099,146) |

At August 31, 2009, the Fund had the following open forward foreign currency contracts:

| Foreign Currency   | Local<br>Currency | Market<br>Value | Settlement<br>Date | Unrealized<br>Gain(Loss) |
|--|-------------------|-----------------|--------------------|--------------------------|
| <b>Contracts to Buy:</b>                                       |                   |                 |                    |                          |
| British Pound  | 1,680,000         | \$ 2,737,359    | 11/19/09           | \$ (116,524)             |
| Euro   | 3,450,000         | 4,949,206       | 11/19/09           | (18,829)                 |
|  |                   |                 |                    | (135,353)                |
| <b>Contracts to Sell:</b>                                      |                   |                 |                    |                          |
| British Pound  | 1,683,000         | 2,742,247       | 11/19/09           | 110,101                  |
| Euro   | 1,050,000         | 1,506,280       | 11/19/09           | (16,851)                 |
| Euro   | 14,100,000        | 20,227,189      | 11/19/09           | (102,780)                |
|  |                   |                 |                    | (9,530)                  |
| Net Unrealized Loss on Open Forward Foreign Currency Contracts |                   |                 |                    | \$ (144,883)             |

At August 31, 2009, the Fund had the following open swap contracts:

| SWAP COUNTERPARTY                                  | NOTIONAL<br>AMOUNT | TERMINATION<br>DATE | PERIODIC<br>PAYMENTS<br>MADE BY<br>THE FUND | PERIODIC<br>PAYMENTS<br>RECEIVED<br>BY THE<br>FUND | UPFRONT<br>PREMIUMS<br>PAID/<br>(RECEIVED) | UNREALIZED<br>DEPRECIATION |
|--|--------------------|---------------------|---|--|--|----------------------------|
| <b>Interest Rate Swaps:</b>                        |                    |                     |   |  |  |                            |
| Credit Suisse First Boston<br>Inc.                 | 4,271,536          | 1/2/12              | BRL-CDI                                     | 10.510% \$   | \$   | (18,006)*                  |
| Credit Suisse First Boston<br>Inc.                 | 2,653,585          | 1/2/12              | BRL-CDI                                     | 10.560%  |  | (9,376)*                   |
| Net unrealized depreciation on open swap contracts |                    |                     |   |  | \$   | (27,382)                   |

\*Security is valued in good faith at fair value by or under the direction of the Board of Directors (See Note 1).

**CREDIT DEFAULT SWAP ON CREDIT INDICES SELL PROTECTION<sup>1</sup>**

| <b>SWAP COUNTERPARTY<br/>(REFERENCE ENTITY)</b>                  | <b>NOTIONAL<br/>AMOUNT <sup>2</sup></b> | <b>TERMINATION<br/>DATE</b> | <b>PERIODIC<br/>PAYMENTS<br/>RECEIVED<br/>BY THE<br/>FUND</b> | <b>MARKET<br/>VALUE<sup>3</sup></b> | <b>UPFRONT<br/>PREMIUMS<br/>PAID/<br/>(RECEIVED)</b> | <b>UNREALIZED<br/>DEPRECIATION</b> |
|--|---|-----------------------------|---|-------------------------------------|--|------------------------------------|
| Barclay's Capital Inc. (CDX<br>North America Crossover<br>Index) | 25,800,000                              | 12/20/12                    | 3.750%<br>quarterly   | \$ (2,890,570)                      | \$ 290,250   | \$ (3,180,820)                     |

<sup>1</sup> If the Fund is a seller of protection and a credit event occurs, as defined under the terms of that particular swap agreement, the Fund will either (i) pay to the buyer of protection an amount equal to the notional amount of the swap and take delivery of the referenced obligation or underlying securities comprising the referenced index or (ii) pay a net settlement amount in the form of cash or securities equal to the notional amount of the swap less the recovery value of the referenced obligation or underlying securities comprising the referenced index.

<sup>2</sup> The maximum potential amount the Fund could be required to make as a seller of credit protection or receive as a buyer of credit protection if a credit event occurs as defined under the terms of that particular swap agreement.



**Notes to Schedule of Investments (unaudited) (continued)**

3 The quoted market prices and resulting values for credit default swap agreements on asset-backed securities and credit indices serve as an indicator of the current status of the payment/performance risk and represent the likelihood of an expected liability (or profit) for the credit derivative should the notional amount of the swap agreement been closed/sold as of the period end. Decreasing market values when compared to the notional amount of the swap, represent a deterioration of the referenced entity's credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement.

Notional amount denominated in U.S. dollars, unless otherwise noted.

Percentage shown is an annual percentage rate.

**3. Derivative Instruments and Hedging Activities**

Financial Accounting Standards Board Statement of Financial Accounting Standards No. 161, *Disclosures about Derivative Instruments and Hedging Activities*, requires enhanced disclosure about an entity's derivative and hedging activities.

The following is a summary of the Fund's derivative instruments categorized by risk exposure at August 31, 2009.

| Primary Underlying<br>Risk Disclosure | Forward Foreign Currency<br>Contracts |                            | Swap<br>Contracts          |                            | Total          |
|---------------------------------------|---------------------------------------|----------------------------|----------------------------|----------------------------|----------------|
|                                       | Unrealized<br>Appreciation            | Unrealized<br>Depreciation | Unrealized<br>Appreciation | Unrealized<br>Depreciation |                |
| Interest Rate Contracts               |                                       |                            |                            | \$ (27,382)                | \$ (27,382)    |
| Foreign Exchange Contracts            | \$ 110,101                            | \$ (254,984)               |                            |                            | (144,883)      |
| Credit Contracts                      |                                       |                            |                            | (3,180,820)                | (3,180,820)    |
| <b>Total</b>                          | \$ 110,101                            | \$ (254,984)               |                            | \$ (3,208,202)             | \$ (3,353,085) |

ITEM 2. CONTROLS AND PROCEDURES.

(a) The registrant's principal executive officer and principal financial officer have concluded that the registrant's disclosure controls and procedures (as defined in Rule 30a-3(c) under the Investment Company Act of 1940, as amended (the "1940 Act")) are effective as of a date within 90 days of the filing date of this report that includes the disclosure required by this paragraph, based on their evaluation of the disclosure controls and procedures required by Rule 30a-3(b) under the 1940 Act and 15d-15(b) under the Securities Exchange Act of 1934.

(b) There were no changes in the registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the 1940 Act) that occurred during the registrant's last fiscal quarter that have materially affected, or are likely to materially affect the registrant's internal control over financial reporting.

ITEM 3. EXHIBITS.

Certifications pursuant to Rule 30a-2(a) under the Investment Company Act of 1940, as amended, are attached hereto.

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**SIGNATURES**

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

**Western Asset Global High Income Fund Inc.**

By: /s/ R. Jay Gerken  
R. Jay Gerken  
Chief Executive Officer

Date: October 26, 2009

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: /s/ R. Jay Gerken  
R. Jay Gerken  
Chief Executive Officer

Date: October 26, 2009

By: /s/ Kaprel Ozsolak  
Kaprel Ozsolak  
Chief Financial Officer

Date: October 26, 2009

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