

Western Asset Municipal Defined Opportunity Trust Inc.
Form N-Q
October 26, 2011

**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 811-22265

Western Asset Municipal Defined Opportunity Trust Inc.
(Exact name of registrant as specified in charter)

620 Eighth Avenue, New York, NY
(Address of principal executive offices)

10018
(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: November 30

Date of reporting period: August 31, 2011

ITEM 1. SCHEDULE OF INVESTMENTS

WESTERN ASSET MUNICIPAL DEFINED OPPORTUNITY TRUST INC.

FORM N-Q

AUGUST 31, 2011

WESTERN ASSET MUNICIPAL DEFINED OPPORTUNITY TRUST INC.

Schedule of investments (unaudited)

August 31, 2011

SECURITY	RATE	MATURITY DATE	FACE AMOUNT	VALUE
MUNICIPAL BONDS 98.3%				
Arizona 3.0%				
Salt Verde, AZ, Financial Corp. Gas Revenue	5.000%	12/1/32	\$ 8,610,000	\$ 7,590,232
California 1.6%				
Lower Tule River, CA, Irrigation District Revenue, COP	5.000%	8/1/40	2,110,000	1,949,450
M-S-R Energy Authority, CA, Gas Revenue	6.125%	11/1/29	2,000,000	2,090,560
<i>Total California</i>				<i>4,040,010</i>
Colorado 2.5%				
Public Authority for Colorado Energy, Natural Gas Purchase Revenue	6.125%	11/15/23	6,000,000	6,367,740
Florida 3.5%				
Citizens Property Insurance Corp., FL, Senior Secured High Act	6.000%	6/1/17	6,900,000	7,769,952
Florida State Municipal Power Agency Revenue, All Requirements Power	6.250%	10/1/31	1,000,000	1,123,040
<i>Total Florida</i>				<i>8,892,992</i>
Georgia 8.0%				
Atlanta, GA, Water & Wastewater Revenue	6.000%	11/1/23	5,000,000	5,833,350
Atlanta, GA, Water & Wastewater Revenue	6.250%	11/1/34	3,260,000	3,636,106
DeKalb, Newton & Gwinnett Counties, GA, Joint Development Authority Revenue, GGC Foundation LLC Project	6.125%	7/1/40	10,000,000	10,861,400
<i>Total Georgia</i>				<i>20,330,856</i>
Illinois 1.2%				
Metropolitan Pier & Exposition Authority, IL, Dedicated State Tax Revenue, McCormick Project	5.250%	6/15/50	3,000,000	2,980,050
Indiana 7.6%				
Indiana Municipal Power Agency, Power Supply System Revenue	6.000%	1/1/39	10,000,000	10,809,400
Richmond, IN, Hospital Authority Revenue, Reid Hospital & Health Care Services Inc. Project	6.500%	1/1/29	8,000,000	8,540,400
<i>Total Indiana</i>				<i>19,349,800</i>
Louisiana 4.4%				
Louisiana State Citizens Property Insurance Corp., Assessment Revenue, AGC	6.125%	6/1/25	10,000,000	11,044,400
Maryland 3.4%				
Maryland State Health & Higher EFA Revenue Bonds, Washington County Hospital Issue	5.750%	1/1/38	9,000,000	8,749,620
Michigan 14.1%				
Detroit, MI, Water Supply System Revenue:				
AGM	5.000%	7/1/34	7,000,000	6,915,020
AGM	6.250%	7/1/36	3,000,000	3,378,420
Michigan State Hospital Finance Authority Revenue, McLaren Health Care Corp.	5.750%	5/15/38	9,000,000	9,255,510
	6.350%	10/1/35	6,600,000	6,992,304(a)

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Michigan State Housing Development Authority, Rental Housing Revenue, AMBAC Royal Oak, MI, Hospital Finance Authority Revenue, William Beaumont Hospital	8.250%	9/1/39	8,000,000	9,302,080
<i>Total Michigan</i>				<i>35,843,334</i>
Missouri 4.8% Missouri State Development Finance Board, Infrastructure Facilities Revenue, Independence Events Center	6.250%	4/1/34	11,940,000	<i>12,131,279</i>

See Notes to Schedule of Investments.

WESTERN ASSET MUNICIPAL DEFINED OPPORTUNITY TRUST INC.

Schedule of investments (unaudited) (cont d)

August 31, 2011

SECURITY	RATE	MATURITY DATE	FACE AMOUNT	VALUE
New Jersey 4.5% New Jersey State EFA Revenue, University of Medicine and Dentistry	7.500%	12/1/32	\$ 10,000,000	\$ 11,503,500
New York 4.1% Liberty, NY, Development Corporation Revenue, Goldman Sachs Headquarters	5.250%	10/1/35	2,500,000	2,456,325