WESTERN ASSET GLOBAL HIGH INCOME FUND INC.

Form N-Q October 25, 2010

# 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: (888)777-0102

Date of fiscal year end: May 31

Date of reporting period: August 31, 2010

ITEM 1. SCHEDULE OF INVESTMENTS

### WESTERN ASSET

### GLOBAL HIGH INCOME FUND INC.

FORM N-Q

AUGUST 31, 2010

Schedule of investments (unaudited)

August 31, 2010

		MATURITY	FACE	
SECURITY  CORPORATE PONDS & NOTES & CO. CO.	RATE	DATE	AMOUNT	VALUE
CORPORATE BONDS & NOTES 80.6%				
CONSUMER DISCRETIONARY 15.6%				
Allican Transmission Inc. Senior Topolo Notes	11 25007	11/1/15	200 200 ¢	402 267(-\/L)
Allison Transmission Inc., Senior Toggle Notes	11.250% 8.500%	11/1/15 5/1/18	390,200 \$	423,367(a)(b)
Cooper-Standard Automotive Inc., Senior Notes Europear Groupe SA, Senior Subordinated Notes	8.125%	5/15/14	570,000 1,688,000EUR	585,675(a) 2,096,336(a)
Hertz Holdings Netherlands BV, Senior Secured	0.125 /0	3/13/14	1,000,000EUK	2,090,330(a)
Bonds	8.500%	7/31/15	340,000EUR	452,409(a)
Tenneco Inc., Senior Notes	7.750%	8/15/18	370,000	379,250(a)
Total Auto Components	7.75070	0/15/10	370,000	3,937,037
Automobiles 1.0%				3,737,037
Ford Motor Credit Co., LLC, Notes	7.000%	10/1/13	1,300,000	1,358,254
Ford Motor Credit Co., LLC, Senior Notes	9.875%	8/10/11	115,000	121,410
Ford Motor Credit Co., LLC, Senior Notes	7.500%	8/1/12	1,930,000	2,026,950
Motors Liquidation Co., Senior Debentures	8.250%	7/15/23	300,000	95,250(c)
Motors Liquidation Co., Senior Debentures	8.375%	7/15/33	3,500,000	1,137,500(c)
Motors Liquidation Co., Senior Notes	7.200%	1/15/11	570,000	179,550(c)
Total Automobiles				4,918,914
Diversified Consumer Services 0.6%				
Realogy Corp., Senior Notes	10.500%	4/15/14	1,310,000	1,074,200
Service Corp. International, Senior Notes	7.625%	10/1/18	185,000	194,944
Service Corp. International, Senior Notes	7.500%	4/1/27	10,000	9,162
Stonemor Operating LLC/Cornerstone Family				
Services/Osiris Holdings, Senior Notes	10.250%	12/1/17	1,420,000	1,501,650(a)
Total Diversified Consumer Services				2,779,956
Hotels, Restaurants & Leisure 4.3%	0.0000	0/1/12	550,000	502.250
CCM Merger Inc., Notes	8.000%	8/1/13	550,000	503,250(a)
Choctaw Resort Development Enterprise, Senior Notes	7.0500	11/15/10	521 000	262.005()
	7.250% 11.375%	11/15/19 7/15/18	521,000	362,095(a)
CKE Restaurants Inc., Senior Secured Notes Codere Finance Luxembourg SA, Senior Notes	8.250%	6/15/15	580,000 642,000eur	568,400(a) 772,896(a)
El Pollo Loco Inc., Senior Notes	11.750%	11/15/13	1,375,000 1,375,000	998,594
El Pollo Loco Inc., Senior Notes  El Pollo Loco Inc., Senior Secured Notes	11.750%	12/1/12	180,000	181,125
Harrah s Operating Co. Inc., Senior Bonds	5.625%	6/1/15	340,000	221,850
Harrah s Operating Co. Inc., Senior Bonds  Harrah s Operating Co. Inc., Senior Notes	10.750%	2/1/16	1,340,000	1,048,550
Harrah s Operating Co. Inc., Senior Secured Notes	11.250%	6/1/17	2,410,000	2,590,750
Host Hotels & Resorts LP, Senior Notes	7.125%	11/1/13	1,569,000	1,600,380
Inn of the Mountain Gods Resort & Casino, Senior			, ,	, ,
Notes	12.000%	11/15/10	1,130,000	500,025(c)(d)
Landry s Holdings Inc., Senior Secured Notes	11.500%	6/1/14	610,000	559,675(a)
Landry s Restaurants Inc., Senior Secured Notes	11.625%	12/1/15	455,000	474,338
MGM MIRAGE Inc., Senior Notes	6.750%	9/1/12	1,645,000	1,517,512
MGM Resorts International, Senior Secured Notes	10.375%	5/15/14	475,000	520,125
MGM Resorts International, Senior Secured Notes	11.125%	11/15/17	1,135,000	1,274,038
Mohegan Tribal Gaming Authority, Senior Notes	6.125%	2/15/13	140,000	109,900

Mohegan Tribal Gaming Authority, Senior Secured				
Notes	11.500%	11/1/17	900,000	837,000(a)
Mohegan Tribal Gaming Authority, Senior				
Subordinated Notes	8.000%	4/1/12	410,000	317,750
Mohegan Tribal Gaming Authority, Senior				
Subordinated Notes	7.125%	8/15/14	675,000	391,500
Mohegan Tribal Gaming Authority, Senior				
Subordinated Notes	6.875%	2/15/15	625,000	356,250
NCL Corp. Ltd., Senior Secured Notes	11.750%	11/15/16	700,000	777,000
Pinnacle Entertainment Inc., Senior Subordinated				
Notes	7.500%	6/15/15	190,000	184,775
Pinnacle Entertainment Inc., Senior Subordinated				
Notes	8.750%	5/15/20	140,000	135,800(a)
Sbarro Inc., Senior Notes	10.375%	2/1/15	770,000	504,350
Seneca Gaming Corp., Senior Notes	7.250%	5/1/12	1,150,000	1,124,125
Snoqualmie Entertainment Authority, Senior Secured				
Notes	4.428%	2/1/14	150,000	124,500(a)(e)
Station Casinos Inc., Senior Notes	6.000%	4/1/12	110,000	286(c)(d)
Station Casinos Inc., Senior Notes	7.750%	8/15/16	760,000	1,824(c)(d)

August 31, 2010

		MATURITY	FACE	
SECURITY	RATE	DATE	AMOUNT	VALUE
Hotels, Restaurants & Leisure continued				
Thomas Cook Group PLC, Senior Notes	7.750%	6/22/17	589,000GBP\$	854,427
Wynn Las Vegas LLC / Wynn Las Vegas Capital				
Corp., Secured Notes	7.750%	8/15/20	1,100,000	1,116,500(a)
Total Hotels, Restaurants & Leisure				20,529,590
Household Durables 0.4%				
DFS Furniture Holdings PLC, Senior Secured Notes	9.750%	7/15/17	876,000GBP	1,266,228(a)
Jarden Corp., Senior Subordinated Notes	7.500%	1/15/20	484,000EUR	602,616
Total Household Durables				1,868,844
Internet & Catalog Retail 0.2%				
Netflix Inc., Senior Notes	8.500%	11/15/17	780,000	854,100
QVC Inc., Senior Secured Notes	7.375%	10/15/20	330,000	336,600(a)
Total Internet & Catalog Retail				1,190,700
Leisure Equipment & Products 0.5%				
Cirsa Capital Luxembourg, Senior Notes	7.875%	7/15/12	2,000,000EUR	2,591,527(a)
Media 5.8%				
CCH II LLC/CCH II Capital Corp., Senior Notes	13.500%	11/30/16	611,752	727,985
CCO Holdings LLC/CCO Holdings Capital Corp.,				
Senior Notes	7.875%	4/30/18	1,790,000	1,861,600(a)
CCO Holdings LLC/CCO Holdings Capital Corp.,				
Senior Notes	8.125%	4/30/20	2,180,000	2,305,350(a)
Cengage Learning Acquisitions Inc., Senior Notes	10.500%	1/15/15	1,570,000	1,507,200(a)
CMP Susquehanna Corp.	3.531%	5/15/14	46,000	32,200(a)(e)(f)
Comcast Corp.	5.700%	5/15/18	1,120,000	1,277,364
CSC Holdings Inc., Senior Debentures	7.875%	2/15/18	1,500,000	1,620,000
DISH DBS Corp., Senior Notes	7.875%	9/1/19	2,500,000	2,618,750
Grupo Televisa SA, Senior Bonds	6.625%	1/15/40	1,730,000	1,969,941
Grupo Televisa SA, Senior Notes	6.625%	3/18/25	1,810,000	2,062,978
ITV PLC, Senior Notes	10.000%	6/30/14	2,000,000EUR	2,931,277
NET Servicos de Comunicacao SA, Bonds	7.500%	1/27/20	900,000	1,022,625(a)
Nielsen Finance LLC / Nielsen Finance Co., Senior			,	7- 7 (-7
Subordinated Notes, step bond	0.000%	8/1/16	1,330,000	1,325,012
Regal Entertainment Group, Senior Notes	9.125%	8/15/18	340,000	350,200
Seat Pagine Gialle SpA, Senior Secured Notes	10.500%	1/31/17	661,000EUR	795,770(a)
Sun Media Corp., Senior Notes	7.625%	2/15/13	315,000	316,575
Time Warner Cable Inc., Senior Notes	8.750%	2/14/19	200,000	262,742
Time Warner Inc.	6.500%	11/15/36	160,000	181,326
Univision Communications Inc., Senior Secured	0.0076	11/10/00	100,000	101,620
Notes	12.000%	7/1/14	510,000	555,263(a)
UPC Holding BV, Senior Notes	9.875%	4/15/18	330,000	345,263(a)
Virgin Media Finance PLC, Senior Notes	9.125%	8/15/16	2,030,000	2,179,712
Ziggo Bond Co. BV, Senior Notes	8.000%	5/15/18	1,450,000EUR	1,869,670(a)
Total Media	0.000 /0	3/13/10	1,750,000EUK	28,118,803
Multiline Retail 0.5%				20,110,003
Neiman Marcus Group Inc., Senior Notes	9.000%	10/15/15	121,662	123,791(b)
reman marcus Group me., semoi notes	9.000 /0	10/13/13	141,004	123,771(0)

Neiman Marcus Group Inc., Senior Secured Notes	7.125%	6/1/28	2,490,000	2,278,350
Total Multiline Retail				2,402,141
Specialty Retail 1.1%				
American Greetings Corp., Senior Notes	7.375%	6/1/16	1,770,000	1,800,975
American Greetings Corp., Senior Notes	7.375%	6/1/16	120,000	117,300
American Greetings Corp., Senior Notes	7.375%	6/1/16	110,000	103,400
Michaels Stores Inc., Senior Notes	10.000%	11/1/14	860,000	900,850
Michaels Stores Inc., Senior Subordinated Notes, step				
bond	0.000%	11/1/16	2,270,000	2,145,150
Total Specialty Retail				5,067,675
Textiles, Apparel & Luxury Goods 0.4%				
Oxford Industries Inc., Senior Secured Notes	11.375%	7/15/15	1,115,000	1,248,800
Phillips-Van Heusen Corp., Senior Notes	7.375%	5/15/20	470,000	486,450
Total Textiles, Apparel & Luxury Goods				1,735,250
TOTAL CONSUMER DISCRETIONARY				75,140,437

August 31, 2010

		MATURITY	FACE	
SECURITY	RATE	DATE	AMOUNT	VALUE
CONSUMER STAPLES 1.0%				
Beverages 0.3%				
Constellation Brands Inc., Senior Notes	8.375%	12/15/14	785,000 \$	857,612
Cott Beverages USA Inc., Senior Notes	8.125%	9/1/18	470,000	484,688(a)
Total Beverages				1,342,300
Food Products 0.4%				
Bumble Bee Foods LLC, Senior Secured Notes	7.750%	12/15/15	750,000	795,000(a)
Campofrio Food Group SA, Senior Notes	8.250%	10/31/16	750,000EUR	969,456(a)
Michael Foods Inc., Senior Notes	9.750%	7/15/18	360,000	379,800(a)
Total Food Products				2,144,256
Household Products 0.2%				
Spectrum Brands Holdings Inc., Senior Secured Notes	9.500%	6/15/18	860,000	906,225(a)
Tobacco 0.1%				
Alliance One International Inc., Senior Notes	10.000%	7/15/16	610,000	642,025
TOTAL CONSUMER STAPLES				5,034,806
ENERGY 14.4%				
Energy Equipment & Services 1.0%				
Complete Production Services Inc., Senior Notes	8.000%	12/15/16	560,000	569,800
GulfMark Offshore Inc., Senior Subordinated Notes	7.750%	7/15/14	960,000	936,000
Hercules Offshore LLC, Senior Secured Notes	10.500%	10/15/17	655,000	599,325(a)
Key Energy Services Inc., Senior Notes	8.375%	12/1/14	750,000	778,125
Parker Drilling Co., Senior Notes	9.125%	4/1/18	720,000	723,600(a)
Pride International Inc., Senior Notes	7.375%	7/15/14	270,000	276,636
Transocean Inc., Senior Notes	6.625%	4/15/11	290,000	290,053
Transocean Inc., Senior Notes	5.250%	3/15/13	390,000	400,191
Total Energy Equipment & Services				4,573,730
Oil, Gas & Consumable Fuels 13.4%				
Anadarko Petroleum Corp., Senior Notes	6.450%	9/15/36	800,000	695,876
Apache Corp., Senior Notes	6.000%	1/15/37	280,000	326,449
Belden & Blake Corp., Secured Notes	8.750%	7/15/12	1,405,000	1,362,850
Berry Petroleum Co., Senior Notes	10.250%	6/1/14	670,000	742,025
Chesapeake Energy Corp., Senior Notes	7.250%	12/15/18	2,045,000	2,147,250
Colorado Interstate Gas Co., Senior Notes	6.800%	11/15/15	160,000	189,939
Compagnie Generale de Geophysique-Veritas, Senior				
Notes	7.750%	5/15/17	315,000	314,213
Compagnie Generale de Geophysique-Veritas, Senior				
Notes	7.500%	5/15/15	245,000	243,775
Compagnie Generale de Geophysique-Veritas, Senior				
Notes	9.500%	5/15/16	230,000	243,800
CONSOL Energy Inc., Senior Notes	8.250%	4/1/20	880,000	938,300(a)
Corral Petroleum Holdings AB, Senior Bonds	2.000%	9/18/11	359,039	333,009(a)(b)
Devon Energy Corp., Debentures	7.950%	4/15/32	230,000	317,309
Dolphin Energy Ltd., Senior Secured Bonds	5.888%	6/15/19	796,219	844,646(a)
Ecopetrol SA, Senior Notes	7.625%	7/23/19	1,900,000	2,275,250
El Paso Corp., Medium-Term Notes	7.375%	12/15/12	2,050,000	2,184,986

El Paso Corp., Medium-Term Notes	7.750%	1/15/32	1,260,000	1,274,650
El Paso Corp., Notes	7.875%	6/15/12	125,000	133,018
El Paso Natural Gas Co., Bonds	8.375%	6/15/32	70,000	87,086
Energy Transfer Partners LP, Senior Notes	6.700%	7/1/18	480,000	544,531
Enterprise Products Operating LLP, Junior				
Subordinated Notes	8.375%	8/1/66	980,000	1,010,567
Enterprise Products Operating LLP, Senior Bonds	6.300%	9/15/17	550,000	635,777
Enterprise Products Operating LLP, Subordinated				
Notes	7.034%	1/15/68	1,000,000	970,116
Infinis PLC, Senior Notes	9.125%	12/15/14	655,000GBP	1,042,211(a)
International Coal Group Inc., Senior Secured Notes	9.125%	4/1/18	1,060,000	1,126,250
KazMunaiGaz Finance Sub BV, Senior Notes	8.375%	7/2/13	2,990,000	3,274,050(a)
Kinder Morgan Energy Partners LP, Medium-Term				
Notes	6.950%	1/15/38	330,000	378,466

August 31, 2010

		MATURITY	FACE	
SECURITY	RATE	DATE	AMOUNT	VALUE
Oil, Gas & Consumable Fuels continued				
Linn Energy LLC/Linn Energy Finance				
Corp., Senior Notes	8.625%	4/15/20	690,000	\$ 731,400(a)
LUKOIL International Finance BV, Bonds	6.356%	6/7/17	1,850,000	1,919,375(a)
LUKOIL International Finance BV, Bonds	6.356%	6/7/17	830,000	870,463(a)
LUKOIL International Finance BV, Bonds	6.656%	6/7/22	946,000	977,927(a)
OPTI Canada Inc., Senior Secured Notes	9.000%	12/15/12	200,000	201,500(a)
OPTI Canada Inc., Senior Secured Notes	9.750% 7.875%	8/15/13 12/15/14	590,000 550.000	585,575(a)
OPTI Canada Inc., Senior Secured Notes OPTI Canada Inc., Senior Secured Notes	8.250%	12/15/14	445,000	426,250 349,325
Overseas Shipholding Group Inc., Senior	0.230 //	12/13/14	445,000	547,525
Notes	8.125%	3/30/18	860,000	883,650
Pan American Energy LLC, Senior Notes	7.875%	5/7/21	850,000	882,938(a)
Pan American Energy LLC, Senior Notes	7.875%	5/7/21	130,000	135,038(a)
Peabody Energy Corp., Senior Notes	7.375%	11/1/16	390,000	427,050
Peabody Energy Corp., Senior Notes	7.875%	11/1/26	1,040,000	1,075,100
Pemex Project Funding Master Trust,				
Senior Bonds	6.625%	6/15/35	4,237,000	4,628,850
Penn Virginia Resource Partners LP/Penn				
Virginia Resource Finance Corp., Senior				
Notes	8.250%	4/15/18	460,000	466,900
Petrobras International Finance Co., Senior				
Notes	6.875%	1/20/40	1,620,000	1,795,459(g)
Petroleos Mexicanos, Bonds	5.500%	1/21/21	970,000	1,017,382(a)
Petroleos Mexicanos, Notes	8.000%	5/3/19	2,150,000	2,666,000
Petroleum Co. of Trinidad & Tobago Ltd.,	0.7500	0/14/10	070.000	1.040.250
Senior Notes	9.750% 5.250%	8/14/19 8/12/19	870,000	1,048,350(a)
Petronas Capital Ltd. Petronas Capital Ltd., Senior Notes	5.250%	8/12/19	5,160,000 700,000	5,823,132(a) 786,583(a)
Petroplus Finance Ltd., Senior Notes	7.000%	5/1/17	410,000	350,550(a)
Plains Exploration & Production Co.,	7.00076	3/1/17	410,000	330,330(a)
Senior Notes	10.000%	3/1/16	585,000	643,500
Plains Exploration & Production Co.,	10.00076	0,1,10	202,000	0.0,000
Senior Notes	8.625%	10/15/19	515,000	540,750
Quicksilver Resources Inc., Senior Notes	11.750%	1/1/16	1,335,000	1,541,925
Range Resources Corp., Senior				
Subordinated Notes	8.000%	5/15/19	460,000	494,500
Ras Laffan Liquefied Natural Gas Co., Ltd.				
III, Senior Secured Bonds	6.750%	9/30/19	1,007,000	1,210,667(a)
Ras Laffan Liquefied Natural Gas Co., Ltd.				
III, Senior Secured Notes	5.500%	9/30/14	1,150,000	1,276,337(a)
SandRidge Energy Inc., Senior Notes	9.875%	5/15/16	675,000	675,000(a)
SandRidge Energy Inc., Senior Toggle				
Notes	8.625%	4/1/15	950,000	913,187(b)
Teekay Corp., Senior Notes	8.500%	1/15/20	930,000	997,425

TNK-BP Finance SA	6.625%	3/20/17	550,000	578,875(a)
TNK-BP Finance SA, Senior Notes	7.500%	7/18/16	720,000	801,000(a)
TNK-BP Finance SA, Senior Notes	7.500%	7/18/16	670,000	747,050(a)
TNK-BP Finance SA, Senior Notes	7.875%	3/13/18	1,490,000	1,684,743(a)
Whiting Petroleum Corp., Senior				
Subordinated Notes	7.000%	2/1/14	50,000	52,000
Williams Cos. Inc., Senior Notes	8.750%	3/15/32	785,000	992,462
Total Oil, Gas & Consumable Fuels				64,834,617
TOTAL ENERGY				69,408,347
FINANCIALS 12.1%				
Capital Markets 2.1%				
Bear Stearns Cos. LLC, Senior Notes	7.250%	2/1/18	820,000	995,675
Goldman Sachs Group Inc., Senior Notes	6.150%	4/1/18	330,000	360,960
Goldman Sachs Group Inc., Senior Notes	7.500%	2/15/19	1,430,000	1,670,297
Goldman Sachs Group Inc., Subordinated				
Notes	6.750%	10/1/37	2,500,000	2,561,223
Merrill Lynch & Co. Inc., Notes	6.875%	4/25/18	390,000	429,844
Morgan Stanley, Medium-Term Notes	6.625%	4/1/18	470,000	517,267
Offshore Group Investments Ltd., Senior				
Secured Notes	11.500%	8/1/15	1,780,000	1,784,450(a)
UBS AG Stamford CT, Senior Notes	3.875%	1/15/15	1,520,000	1,572,200
Total Capital Markets				9,891,916
Commercial Banks 2.4%				
Banco Mercantil del Norte SA,				
Subordinated Bonds	6.135%	10/13/16	1,050,000	1,055,767(a)(e)
CIT Group Inc., Senior Secured Bonds	7.000%	5/1/16	3,060,000	2,922,300
CIT Group Inc., Senior Secured Bonds	7.000%	5/1/17	1,330,000	1,257,265
Credit Agricole SA, Subordinated Notes	8.375%	10/13/19	1,250,000	1,310,937(a)(h)

August 31, 2010

		MATURITY	FACE	
SECURITY	RATE	DATE	AMOUNT	VALUE
Commercial Banks continued				
ICICI Bank Ltd., Subordinated Bonds	6.375%	4/30/22	1,840,000 \$	1,825,179(a)(e)
ICICI Bank Ltd., Subordinated Bonds	6.375%	4/30/22	454,000	450,946(a)(e)
Lloyds TSB Bank PLC, Notes	5.800%	1/13/20	1,530,000	1,579,613(a)
Matalan Finance Ltd., Senior Notes	9.625%	3/31/17	164,000GBP	260,322(a)
Royal Bank of Scotland Group PLC,				
Senior Notes	6.400%	10/21/19	910,000	974,587
Total Commercial Banks				11,636,916
Consumer Finance 2.6%				
Ally Financial Inc., Senior Bonds	0.000%	12/1/12	1,330,000	1,136,638
Ally Financial Inc., Senior Notes	7.500%	9/15/20	800,000	796,000(a)
American Express Co., Notes	7.000%	3/19/18	260,000	311,572
Ford Motor Credit Co., LLC, Senior Notes	12.000%	5/15/15	1,240,000	1,466,806
GMAC Inc., Senior Notes	6.875%	8/28/12	978,000	1,004,895
GMAC Inc., Senior Notes	7.500%	12/31/13	30,000	30,937
GMAC Inc., Senior Notes	8.000%	11/1/31	1,957,000	1,937,430
GMAC Inc., Subordinated Notes	8.000%	12/31/18	36,000	35,055
GMAC International Finance BV, Senior				
Bonds	7.500%	4/21/15	910,000EUR	1,138,783
SLM Corp., Medium-Term Notes, Senior			,	, ,
Notes	8.000%	3/25/20	5,460,000	4,785,073
Total Consumer Finance				12,643,189
Diversified Financial Services 3.5%				
Bank of America Corp., Senior Notes	5.650%	5/1/18	490,000	510,090
Bank of America Corp., Senior Notes	7.625%	6/1/19	1,480,000	1,735,122
Bankrate Inc., Senior Secured Notes	11.750%	7/15/15	440,000	457,600(a)
Citigroup Inc., Senior Notes	6.125%	11/21/17	490,000	530,310
Citigroup Inc., Senior Notes	8.500%	5/22/19	2,000,000	2,449,484
Citigroup Inc., Senior Notes	6.875%	3/5/38	290,000	315,075
Fresenius U.S. Finance II Inc., Senior				
Notes	9.000%	7/15/15	110,000	123,750(a)
General Electric Capital Corp., Senior				
Notes	5.625%	5/1/18	650,000	717,805
General Electric Capital Corp., Senior				
Notes	5.500%	1/8/20	2,090,000	2,291,497
Interactive Data Corp., Senior Notes	10.250%	8/1/18	510,000	530,400(a)(f)
International Lease Finance Corp., Senior				
Notes	8.750%	3/15/17	2,230,000	2,255,087(a)
ISS Financing PLC, Senior Secured Bonds	11.000%	6/15/14	2,000,000EUR	2,781,615(a)
LBI Escrow Corp., Senior Secured Notes	8.000%	11/1/17	986,000EUR	1,321,381(a)
LBI Escrow Corp., Senior Secured Notes	8.000%	11/1/17	830,000	893,287(a)
Total Diversified Financial Services			,	16,912,503
Insurance 0.9%				, ,
American International Group Inc., Senior				
Notes	8.250%	8/15/18	4,000,000	4,340,000
			.,,	-,,

<b>Real Estate Investment Trusts (REITs) 0.3%</b> WEA Finance LLC/WT Finance Aust Pty.				
Ltd., Senior Notes	6.750%	9/2/19	1,360,000	1,593,806(a)
Real Estate Management & Development 0.3%	0.73070	912119	1,300,000	1,393,600(a)
Castle HoldCo 4 Ltd., Senior Secured				
Notes	10.000%	5/8/18	530,000GBP	806,739(a)
Kaisa Group Holdings Ltd., Senior Notes	13.500%	3/8/18 4/28/15	480,000 480,000	467,400(a)
Total Real Estate Management &	13.300 /0	4/20/13	480,000	407,400(a)
Development				1,274,139
TOTAL FINANCIALS				58,292,469
HEALTH CARE 3.9%				36,292,409
Health Care Equipment & Supplies				
0.2%				
Biomet Inc., Senior Notes	10.000%	10/15/17	1,160,000	1,264,400
Health Care Providers & Services 3.5%				
American Renal Holdings, Senior Secured				
Notes	8.375%	5/15/18	670,000	673,350(a)
Community Health Systems Inc., Senior				
Notes	8.875%	7/15/15	620,000	644,800
HCA Inc., Notes	6.375%	1/15/15	720,000	707,400
HCA Inc., Senior Notes	6.300%	10/1/12	2,325,000	2,377,313
Humana Inc., Senior Notes	7.200%	6/15/18	2,000,000	2,294,560
IASIS Healthcare LLC/IASIS Capital				
Corp., Senior Subordinated Notes	8.750%	6/15/14	2,158,000	2,211,950
inVentiv Health Inc., Senior Notes	10.000%	8/15/18	300,000	294,000(a)
Omnicare Inc., Senior Subordinated Notes	7.750%	6/1/20	490,000	492,450
Tenet Healthcare Corp., Senior Secured				
Notes	10.000%	5/1/18	215,000	242,950(f)
Tenet Healthcare Corp., Senior Secured				
Notes	8.875%	7/1/19	1,968,000	2,137,740(f)
Universal Hospital Services Inc., Senior				
Secured Notes	4.134%	6/1/15	720,000	617,400(e)
US Oncology Holdings Inc., Senior Notes	6.643%	3/15/12	3,618,000	3,391,875(b)(e)

August 31, 2010

0.000		MATURITY	FACE	
SECURITY	RATE	DATE	AMOUNT	VALUE
Health Care Providers & Services continued	9 0000	2/1/10	920,000	¢ 909.725
Vanguard Health Holdings Co., II LLC, Senior Notes	8.000%	2/1/18	820,000	\$ 808,725
Total Health Care Providers & Services				16,894,513
Health Care Technology 0.2%	9.875%	9/1/18	940.000	0.47.050( )
Multiplan Inc., Senior Notes TOTAL HEALTH CARE	9.873%	9/1/18	940,000	947,050(a) 19,105,963
INDUSTRIALS 7.5%				19,103,903
Aerospace & Defense 0.9%				
Freedom Group Inc., Senior Secured Notes	10.250%	8/1/15	955.000	1,000,362(a)
Kratos Defense & Security Solutions Inc., Senior	10.230 /0	0/1/13	933,000	1,000,302(a)
Secured Notes	10.000%	6/1/17	600,000	622,500
L-3 Communications Corp., Senior Subordinated Notes	6.375%	10/15/15	325,000	334,344
Triumph Group Inc., Senior Notes	8.625%	7/15/18	920,000	979,800(a)
Wyle Services Corp., Senior Subordinated Notes	10.500%	4/1/18	1,550,000	1,530,625(a)
Total Aerospace & Defense	10.500 %	7/1/10	1,550,000	4,467,631
Airlines 1.8%				4,407,031
Air Canada, Senior Secured Notes	9.250%	8/1/15	460,000	453,100(a)
Continental Airlines Inc., Pass-Through Certificates	7.373%	12/15/15	366,436	349,947
Continental Airlines Inc., Pass-Through Certificates,	7.57570	12/13/13	300,130	312,217
Subordinated Secured Notes	8.312%	4/2/11	275,530	276,907
Continental Airlines Inc., Pass-Through Certificates,	0.51270	1/2/11	273,330	270,507
Subordinated Secured Notes	7.339%	4/19/14	1,008,983	996.371
Continental Airlines Inc., Senior Secured Notes	6.750%	9/15/15	1,000,000	995,000(a)
DAE Aviation Holdings Inc., Senior Notes	11.250%	8/1/15	2,290,000	2,318,625(a)
Delta Air Lines Inc., Pass-Through Certificates	7.711%	9/18/11	620,000	635,500
Delta Air Lines Inc., Pass-Through Certificates,			2 2,222	,
Secured Notes	8.021%	8/10/22	816,658	799,508
Delta Air Lines Inc., Senior Secured Notes	9.500%	9/15/14	320,000	344,800(a)
United Air Lines Inc., Senior Secured Notes	9.875%	8/1/13	1,180,000	1,259,650(a)
Total Airlines				8,429,408
Building Products 0.2%				
Ashton Woods USA LLC/Ashton Woods Finance Co.,				
Senior Subordinated Notes, step bond	0.000%	6/30/15	169,000	90,838(a)(d)
GTL Trade Finance Inc., Senior Notes	7.250%	10/20/17	460,000	508,300(a)
Rearden G Holdings EINS GmbH, Senior Notes	7.875%	3/30/20	360,000	380,250(a)
Total Building Products				979,388
Commercial Services & Supplies 1.1%				
AAC Group Holding Corp., Senior Discount Notes	10.250%	10/1/12	250,000	246,250(a)
ACCO Brands Corp., Senior Secured Notes	10.625%	3/15/15	890,000	983,450
Altegrity Inc., Senior Subordinated Notes	10.500%	11/1/15	1,900,000	1,871,500(a)
Altegrity Inc., Senior Subordinated Notes	11.750%	5/1/16	1,700,000	1,634,125(a)
RSC Equipment Rental Inc./RSC Holdings III LLC,				
Senior Secured Notes	10.000%	7/15/17	505,000	552,975(a)
Total Commercial Services & Supplies				5,288,300
Construction & Engineering 1.6%				

Odebrecht Finance Ltd., Senior Notes	7.500%	10/18/17	6,577,000	7,152,487(a)
Odebrecht Finance Ltd., Senior Notes	7.000%	4/21/20	600,000	642,000(a)
Total Construction & Engineering				7,794,487
Industrial Conglomerates 0.1%				
Leucadia National Corp., Senior Notes	8.125%	9/15/15	540,000	577,800
Machinery 0.1%				
Mueller Water Products Inc., Senior Notes	8.750%	9/1/20	440,000	444,400(a)
Marine 0.2%				
Trico Shipping AS, Senior Secured Notes	13.875%	11/1/14	1,280,000	1,126,400(a)
Road & Rail 0.9%				
Kansas City Southern de Mexico, Senior Notes	9.375%	5/1/12	100,000	102,875
Kansas City Southern de Mexico, Senior Notes	7.625%	12/1/13	910,000	941,850
Kansas City Southern de Mexico, Senior Notes	12.500%	4/1/16	830,000	999,112
Kansas City Southern de Mexico, Senior Notes	8.000%	2/1/18	575,000	613,813(a)
Kansas City Southern Railway, Senior Notes	8.000%	6/1/15	185,000	198,413

Schedule of investments (unaudited) (cont d)

August 31, 2010

		MATURITY	FACE	
SECURITY	RATE	DATE	AMOUNT	VALUE
Road & Rail continued				
RailAmerica Inc., Senior Secured Notes	9.250%	7/1/17	1,284,000	\$