

NEW AMERICA HIGH INCOME FUND INC
Form N-CSRS
September 06, 2011

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

FORM N-CSR

**CERTIFIED SHAREHOLDER REPORT OF REGISTERED
MANAGEMENT INVESTMENT COMPANIES**

Investment Company Act file number 811-5399

The New America High Income Fund, Inc
(Exact name of registrant as specified in charter)

33 Broad Street Boston, MA
(Address of principal executive offices)

02109
(Zip code)

Ellen E. Terry, 33 Broad St., Boston, MA 02109
(Name and address of agent for service)

Registrant's telephone number, including area code: 617-263-6400

Date of fiscal year 12/31
end:

Date of reporting period: 1/1/11 - 6/30/11

Form N-CSR is to be used by management investment companies to file reports with the Commission not later than 10 days after the transmission to stockholders of any report that is required to be transmitted to stockholders under Rule 30e-1 under the Investment Company Act of 1940 (17 CFR 270.30e-1). The Commission may use the information provided on Form N-CSR in its regulatory, disclosure review, inspection, and policymaking roles.

A registrant is required to disclose the information specified by Form N-CSR, and the Commission will make this information public. A registrant is not required to respond to the collection of information contained in Form N-CSR unless the Form displays a currently valid Office of Management and Budget (OMB) control number. Please direct comments concerning the accuracy of the information collection burden estimate and any suggestions for reducing the burden to Secretary, Securities and Exchange Commission, 450 Fifth Street, NW, Washington, DC 20549-0609. The OMB has reviewed this collection of information under the clearance requirements of 44 U.S.C. Section 3507.

**Persons who are to respond to the collection of information
contained in this form are not required to respond unless the
form displays a currently valid OMB control number.**

SEC 2569 (5-08)

Item 1 - Report to Shareholders

August 19, 2011

Dear Fellow Shareholder,

We are pleased to report on the results of The New America High Income Fund (the "Fund") for the period ending June 30, 2011. The portfolio's performance, under the management of T. Rowe Price Associates, Inc., continued to reap the benefits of a positive market environment during the period. The Fund's net asset value (the "NAV") was \$10.45 on June 30th. Based upon the NAV, the Fund's total return for the first six months of 2011 was 5.99%, slightly higher than the 5.97% total return of the Lipper Closed-End Fund Leveraged High Yield Index. The Fund's total return based on stock price was 12.48% for the period. As of June 30th, the Fund's market price was \$10.86, representing a premium of 3.9% to the NAV on the same date. The Fund continued to pay a dividend of \$.065 per share per month. The annualized common stock dividend yield for a purchase of stock at year-end 2010 for the six months ending June 30th was 7.8%. As we always remind our shareholders, there is no assurance that the common stock dividend will remain at the current level.

The Fund has benefited by being invested in an asset class with strong relative performance and having a historically low cost of leverage. These conditions are unlikely to continue indefinitely. It is particularly important to recognize the impact of leverage on the Fund's results. The Fund's leverage has been beneficial in the recent positive high yield bond market environment, increasing the NAV and the common stock dividend. However, in a market decline, leverage is detrimental to Fund's total return. The ATP contributed approximately 25% of the common dividend in the first half of 2011.

**Total Returns for the Periods Ending June
30, 2011**

| | 1 Year | 3 Years Cumulative |
|--|---------------|---------------------------|
| New America High Income Fund (Stock Price and Dividends)* | 29.74% | 89.34% |
| New America High Income Fund (NAV and Dividends) | 20.46% | 57.62% |
| Lipper Closed-End Fund Leveraged High Yield Average | 19.30% | 25.30% |
| Credit Suisse High Yield Index | 14.59% | 38.16% |
| Citigroup 10 Year Treasury Index | 1.82% | 18.32% |

Sources: Credit Suisse, Citigroup, Lipper Inc., The New America High Income Fund, Inc.

Past performance is no guarantee of future results. Total return assumes the reinvestment of dividends.

* Because the Fund's shares may trade at either a discount or premium to the Fund's net asset value per share, returns based upon the stock price and dividends will tend to differ from those derived from the underlying change in net asset value and dividends.

Market Review

High yield bonds continued to deliver compelling returns through the first six months of the year. The gains for the asset class came despite what felt like an endless series of momentous events playing out across the globe. The last few months have brought revolutions and protests throughout the Middle East, a tragic earthquake, tsunami and devastating nuclear crisis in Japan and continued angst across fixed income markets relating to the financial viability of several European countries, led by Greece. While those macro forces contributed to an unsteady backdrop, high yield companies continued to deliver solid operating performance and demonstrate healthy liquidity, rewarding investors with gains. The lowest rated bonds within the asset class had delivered the

biggest returns as 2010 came to a close, whereas more recently performance leadership moved to the higher quality tier, with crossover bonds those on the cusp of returning to investment grade delivering the biggest gains as the first half of 2011 came to a close.

Strategy Review

Financials continued to provide rewarding gains for the portfolio as New America's holdings from this sector returned 27% over the last year. The former GM finance subsidiary, now called Ally Financial, led the results, but the Fund benefited from many financial services credits, with positions in American International Group, CIT, Nuveen and E-Trade having rallied nicely. The portfolio has long maintained an out-sized position in issues related to the wireless industry and was rewarded in the first half with attractive performance from Sprint, Clearwire and NII Holdings (Nextel International). The wireless industry continues to enjoy the benefits of consumer resiliency, demonstrated asset value and merger and acquisition activity.

One industry that shares a high degree of consumer dependency that has not fared well in recent months is the retail sector. The Fund has faced modest losses in a few names through exposure to credits represented by Gymboree, J. Crew and Claire's. Gymboree and J. Crew have had to grapple with severely elevated prices in the cotton markets which investors suspect may crimp margins in the quarters ahead. Claire's is working to expand its European footprint, but has run head long into soft conditions in new markets it would like to enter. In all three cases, while the underlying businesses have encountered some near term setbacks, the companies generate compelling amounts of cash flow and each looks capable of generating the liquidity necessary to service underlying debt.

Outlook

Many of the macro events that have proved a challenge over the first six months of the year remain unresolved and are expected to continue to be of concern in the months ahead. Most pressing, perhaps, in the coming weeks and months will be negotiations on the U.S. budget. Natural disasters, political tensions and occasional financial dislocations are all but certain to occur from time to time. Whether any particular crisis alone or in concert will be enough of a factor to disrupt the larger economy to a degree that upsets high yield performance remains an open question. We believe that the portfolio's concentrations in defensive sectors including energy, services, health care and wireless should provide some stability should turbulence arrive. It is also important to recognize that high yield as an asset class has come a very long way since the depths of the financial crisis in late 2008. To be sure, such gains are largely behind us, for now. Even so, the Fund's adviser believes there continue to be opportunities to find companies with liquid balance sheets and healthy underlying businesses whose bonds offer attractive yields, even among low-B and CCC-rated credits.

The first half of 2011 did not lack for attention grabbing, sometimes disconcerting headlines and we expect the second half of the year to be very likely to offer more of the same. Our best defense for these sometimes adverse macro forces remains careful fundamental credit selection. As always, T. Rowe Price is committed to the

disciplined investment approach and long-term perspective that have helped the Fund generate attractive risk-adjusted performance in the past.

Sincerely,

Robert F. Birch
President
The New America High Income Fund, Inc.

Mark Vaselkiv
Vice President
T. Rowe Price Associates, Inc.

Ellen E. Terry
Vice President
The New America High Income Fund, Inc.

Paul A. Karpers
Vice President
T. Rowe Price Associates, Inc.

The views expressed in this update are as of the date of this letter. These views and any portfolio holdings discussed in the update are subject to change at any time based on market or other conditions. The Fund and T. Rowe Price Associates, Inc. disclaim any duty to update these views, which may not be relied upon as investment advice. In addition, references to specific companies' securities should not be regarded as investment recommendations or indicative of the Fund's portfolio as a whole

The New America High Income Fund, Inc.

| Industry Summary June 30, 2011 (Unaudited) | As a Percent of Total Investments |
|--|--|
| Telecommunications | 11.59% |
| Oil and Gas | 10.70% |
| Finance | 8.14% |
| Broadcasting and Entertainment | 7.84% |
| Diversified/Conglomerate Service | 7.54% |
| Healthcare, Education and Childcare | 6.44% |
| Mining, Steel, Iron and Non-Precious Metals | 4.94% |
| Building and Real Estate | 4.14% |
| Diversified/Conglomerate Manufacturing | 3.54% |
| Hotels, Motels, Inns and Gaming | 3.44% |
| Containers, Packaging and Glass | 3.08% |
| Retail Stores | 2.91% |
| Electronics | 2.87% |
| Utilities | 2.78% |
| Chemicals, Plastics and Rubber | 2.77% |
| Beverage, Food and Tobacco | 2.45% |
| Automobile | 2.29% |
| Aerospace and Defense | 1.95% |
| Personal, Food and Miscellaneous Services | 1.73% |
| Cargo Transport | 1.68% |
| Leisure, Amusement and Entertainment | 1.66% |
| Personal Transportation | 1.47% |
| Insurance | 1.16% |
| Printing and Publishing | 0.94% |
| Banking | 0.51% |
| Textiles and Leather | 0.50% |
| Personal Non-Durable Consumer Products | 0.41% |
| Sovereign Debt | 0.36% |
| Groceries | 0.17% |
| Total Investments | 100.00% |
| Moody's Investors Service Ratings June 30, 2011 (Unaudited) | As a Percent of Total Investments |
| Baa1 | 0.22% |
| Baa2 | 0.57% |
| Baa3 | 1.30% |
| Total Baa | 2.09% |
| Ba1 | 3.31% |
| Ba2 | 7.97% |
| Ba3 | 10.61% |
| Total Ba | 21.89% |
| B1 | 15.07% |
| B2 | 14.34% |
| B3 | 19.48% |
| Total B | 48.89% |
| Caa1 | 10.92% |

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| | |
|-------------------|---------|
| Caa2 | 6.02% |
| Caa3 | 3.07% |
| Total Caa | 20.01% |
| Ca | 0.29% |
| Unrated | 3.82% |
| Equity | 3.01% |
| Total Investments | 100.00% |

The New America High Income Fund, Inc.

Schedule of Investments June 30, 2011 (Unaudited) Dollar Amounts in Thousands

| Principal Amount/Units | | | Moody's Rating (Unaudited) | Value (Note 1) |
|--|-----|--|----------------------------|----------------|
| CORPORATE DEBT SECURITIES 127.36% | | | | |
| (d) | | | | |
| Aerospace and Defense 2.58% | | | | |
| \$ | 650 | BE Aerospace Inc., Senior Notes, 8.50%, 07/01/18 | Ba3 | \$ 706 |
| | 475 | Bombardier, Inc., Senior Notes, 6.125%, 05/15/21 (g)(EUR) | Ba2 | 678 |
| | 275 | Ducommun, Inc., Senior Notes, 9.75%, 07/15/18 (g) | B3 | 282 |
| | 375 | Esterline Technologies, Senior Notes, 7%, 08/01/20 | Ba3 | 397 |
| | 650 | Kratos Defense and Security Solutions, Inc., Senior Notes, 10%, 06/01/17 | B3 | 687 |
| | 850 | Kratos Defense and Security Solutions, Inc., Senior Notes, 10%, 06/01/17 (g) | B3 | 899 |
| | 625 | Moog, Inc., Senior Notes, 7.25%, 06/15/18 | Ba3 | 658 |
| | 525 | Sequa Corporation, Senior Notes, 11.75%, | Caa2 | 557 |

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| | | | | |
|-------------------------------|--------------|--|-----------------------|-----------------------|
| | 225 | 12/01/15 (g) Sequa Corporation, Senior Notes, 13.50%, 12/01/15 (g) | Caa2 | 244 |
| | 200 | Spirit Aerosystems, Inc., Senior Notes, 7.50%, 10/01/17 | Ba3 | 211 |
| | 850 | Transdigm, Inc., Senior Subordinated Notes, 7.75%, 12/15/18 (g) | B3 | 893 |
| | | | | 6,212 |
| Automobile | 2.60% | | | |
| | 158 | Affinia Group, Inc., Senior Notes, 10.75%, 08/15/16 (g) | B1 | 177 |
| | 325 | Allison Transmission, Inc., Senior Notes, 7.125% 05/15/19 (g) | B3 | 316 |
| | 1,050 | Chrysler Group, LLC, Senior Notes, 8.25%, 06/15/21 (g) | B2 | 1,032 |
| | 175 | Conti Gummi Finance B.V., Senior Notes, 7.50%, 09/15/17 (g)(EUR) | Ba3 | 264 |
| | 400 | Conti Gummi Finance B.V., Senior Notes, 8.50%, 07/15/15 (g)(EUR) | Ba3 | 632 |
| Principal Amount/Units | | | Moody's Rating | Value (Note 1) |

(Unaudited)

| | | | | |
|-----------------------------------|--------------|--|-----|--------|
| | | Ford Motor Company, Senior Notes, 7.45%, 07/16/31 | Ba3 | \$ 851 |
| \$ | 750 | | | |
| | | Ford Motor Credit Company LLC, Senior Notes, 5.75%, 02/01/21 | Ba2 | 1,003 |
| | 1,000 | | | |
| | | Ford Motor Credit Company LLC, Senior Notes, 12%, 05/15/15 | Ba2 | 1,698 |
| | 1,375 | | | |
| | | Goodyear Tire & Rubber Company, Senior Notes, 10.50%, 05/15/16 | B1 | 56 |
| | 50 | | | |
| | | Pittsburgh Glass Works, LLC, Senior Notes, 8.50%, 04/15/16 (g) | B2 | 231 |
| | 225 | | | |
| | | | | 6,260 |
| Banking | .68% | | | |
| | | Amsouth Bank, N.A, Subordinated Notes, 5.20%, 04/01/15 | Ba3 | 1,212 |
| | 1,250 | | | |
| | | Zions Bancorp, 7.75%, 09/23/14 | (e) | 425 |
| | 390 | | | |
| | | | | 1,637 |
| Beverage, Food and Tobacco | 3.23% | | | |
| | | Blue Merger 7.625%, 02/15/19 | B3 | 1,162 |
| | 1,150 | | | |
| | | Bumble Bee Acquisition Company, Senior Notes, 9%, 12/15/17 (g) | B2 | 404 |
| | 400 | | | |

| | | | |
|-----|--|-----|-----|
| 75 | Constellation Brands, Inc., Senior Notes, 8.375%, 12/15/14 | Ba2 | 85 |
| 525 | Cott Beverages, Inc., Senior Notes, 8.125%, 09/01/18 | B3 | 550 |
| 200 | Cott Beverages, Inc., Senior Notes, 8.375%, 11/15/17 | B3 | 210 |
| 150 | Darling International, Inc., Senior Notes, 8.50%, 12/15/18 (g) | B2 | 162 |
| 475 | JBS Finance II Ltd., Senior Notes, 8.25%, 01/29/18 (g) | B1 | 481 |
| 500 | JBS USA, LLC Senior Notes, 7.25%, 06/01/21 (g) | B1 | 488 |

The accompanying notes are an integral part of these financial statements.

The New America High Income Fund, Inc.

Schedule of Investments June 30, 2011 (Unaudited) Continued (Dollar Amounts in Thousands)

| Principal Amount/Units | | | Moody's Rating (Unaudited) | Value (Note 1) |
|----------------------------------|-----|--|----------------------------------|-------------------|
| CORPORATE DEBT SECURITIES | | | | |
| continued | | | | |
| \$ | 425 | JBS USA, LLC Senior Notes, 11.625%, 05/01/14 | B1 | \$ 484 |
| | 750 | Land O'Lakes, 7.45%, 03/15/28 7.45%, 03/15/28 (g) | Ba1 | 735 |
| | 900 | Michael Foods, Inc., Senior Notes, 9.75%, 07/15/18 (g) | Caa1 | 961 |
| | 525 | Pinnacle Foods Finance LLC, Senior Notes, 9.25%, 04/01/15 | B3 | 543 |
| | 125 | Pinnacle Foods Finance LLC, Senior Subordinated Notes, 10.625%, 04/01/17 | Caa1 | 133 |
| | 150 | R&R Ice Cream plc, Senior Notes, 8.375%, 11/15/17 (g)(EUR) | B2 | 213 |
| | 225 | Reddy Ice Holdings, Inc., Senior Notes, 10.50%, 11/01/12 | Caa2 | 225 |
| | 100 | Refresco Group B.V., Senior Notes, | B1 | 146 |

| | | | |
|--|---|------|-------|
| | 7.375%, 05/15/18 (g)(EUR) | | |
| 250 | Smithfield Foods, Inc., Senior Notes, 7.75%, 07/01/17 | B3 | 260 |
| 125 | Smithfield Foods, Inc., Senior Secured Notes, 10%, 07/15/14 | Ba3 | 145 |
| 375 | TreeHouse Foods, Inc., Senior Notes, 7.75%, 03/01/18 | Ba2 | 398 |
| | | | 7,785 |
| Broadcasting and Entertainment 10.19% | | | |
| 650 | AMC Entertainment, Inc., Senior Notes, 8.75%, 06/01/19 | B1 | 686 |
| 550 | AMC Entertainment, Inc., Senior Subordinated Notes, 9.75%, 12/01/20 (g) | Caa1 | 562 |
| 400 | Bresnan Broadband Holdings, Senior Notes, 8%, 12/15/18 (g) | B3 | 418 |
| 875 | Cablevision Systems Corporation, Senior Notes, 7.75%, 04/15/18 | B1 | 923 |
| 350 | Cablevision Systems Corporation, Senior Notes, 8%, 04/15/20 | B1 | 375 |

| Principal Amount/Units | | | Moody's Rating (Unaudited) | Value (Note 1) |
|------------------------|-------|---|----------------------------|----------------|
| \$ | 275 | Cablevision Systems Corporation, Senior Notes, 8.625%, 09/15/17 | B1 | \$ 298 |
| | 325 | CCH II, LLC, Senior Notes, 13.50%, 11/30/16 | B2 | 382 |
| | 600 | CCO Holdings, LLC, Senior Notes, 7%, 01/15/19 | B1 | 618 |
| | 1,200 | CCO Holdings, LLC, Senior Notes, 7.25%, 10/30/17 | B1 | 1,242 |
| | 425 | CCO Holdings, LLC, Senior Notes, 7.875%, 04/30/18 | B1 | 449 |
| | 1,350 | Cequel Communications Holdings I, LLC, Senior Notes, 8.625%, 11/15/17 (g) | B3 | 1,411 |
| | 150 | Cinemark USA, Inc., Senior Notes, 7.375%, 06/15/21 (g) | B3 | 149 |
| | 225 | Clear Channel Communications, Inc., Senior Notes, 7.25%, 10/15/27 | Ca | 128 |
| | 900 | Clear Channel Communications, Inc., Senior Notes, 11%, 08/01/16 | Ca | 801 |
| | 150 | Cyfrowy Polsat Finance AB, Senior Notes, 7.125%, 05/20/18 (g)(EUR) | Ba3 | 216 |
| | 475 | Dish DBS Corporation, Senior Notes, 6.75%, 06/01/21 (g) | Ba3 | 487 |
| | 500 | Kabel BS Erste Betteiligu, | B1 | 740 |

| | | | |
|-----|---|------|-----|
| | Senior Notes, 7.50%, 03/15/19 (g)(EUR) | | |
| | Lamar Media Corporation, Senior Subordinated Notes, 7.875%, 04/15/18 | B1 | 209 |
| 200 | | | |
| | Lin Television Corporation, Senior Notes, 8.375%, 04/15/18 | Ba3 | 368 |
| 350 | | | |
| | Lions Gate Entertainment, Inc., Senior Notes, 10.25%, 11/01/16 (g) | B1 | 656 |
| 650 | | | |
| | Musketeer GMBH, Senior Notes, 9.50%, 03/15/21 (g)(EUR) | Caa1 | 537 |
| 350 | | | |
| | Nexstar Broadcasting, Inc., Senior Notes, 8.875%, 04/15/17 | B3 | 870 |
| 825 | | | |

The accompanying notes are an integral part of these financial statements.

The New America High Income Fund, Inc.

Schedule of Investments June 30, 2011 (Unaudited) Continued (Dollar Amounts in Thousands)

| Principal Amount/Units | | Moody's Rating (Unaudited) | Value (Note 1) |
|----------------------------------|-------|---|-------------------|
| CORPORATE DEBT SECURITIES | | | |
| continued | | | |
| \$ | 125 | Odeon & UCI Finco plc, Senior Notes, 9%, 08/1/18 (GBP) | \$ 190 |
| | 150 | Ono Finance II Plc, Senior Notes, 10.875%, 07/15/19 (g) | 157 |
| | 500 | Regal Cinemas Corporation, Senior Notes, 8.625%, 07/15/19 | 525 |
| | 725 | Regal Cinemas Corporation, Senior Notes, 9.125%, 08/15/18 | 750 |
| | 925 | Sinclair Television Group, Inc., Senior Notes, 9.25%, 11/01/17 (g) | 1,015 |
| | 2,150 | Sirius Satellite Radio, Inc., Senior Notes, 8.75%, 04/01/15 (g) | 2,354 |
| | 250 | Sirius XM Radio, Inc., Senior Notes, 9.75%, 09/01/15 (g) | 275 |
| | 1,025 | Univision Communications, Inc., Senior Notes, | 1,051 |

| | | | | |
|-------|--|--|------|--------|
| | | 7.875%, 11/01/20 (g) | | |
| | | Univision Communications, Inc., Senior Notes, 8.50%, 05/15/21 (g) | Caa2 | 1,491 |
| 1,525 | | | | |
| | | UPC Germany GMBH, Senior Notes, 8.125%, 12/01/17 (g) | B1 | 578 |
| 550 | | | | |
| | | UPC Holding BV, Senior Notes, 8.375%, 08/15/20 (g)(EUR) | B2 | 736 |
| 500 | | | | |
| | | UPC Holding BV, Senior Notes, 9.875%, 04/15/18 (g) | B2 | 589 |
| 525 | | | | |
| | | Videotron Ltee., Senior Notes, 9.125%, 04/15/18 | Ba1 | 84 |
| 75 | | | | |
| | | Virgin Media Finance PLC, Senior Notes, 9.50%, 08/15/16 | Ba2 | 283 |
| 250 | | | | |
| | | XM Satellite Radio, Inc., Senior Notes, 7.625%, 11/01/18 (g) | B2 | 366 |
| 350 | | | | |
| | | XM Satellite Radio, Inc., Senior Notes, 13%, 08/01/14 (g) | B2 | 1,583 |
| 1,350 | | | | |
| | | | | 24,552 |

| Principal Amount/Units | | Moody's Rating (Unaudited) | Value (Note 1) |
|---------------------------|-------|----------------------------------|-------------------|
| Building and Real Estate | 5.46% | | |
| \$ | 700 | B3 | \$ 697 |

| | | | |
|-----|---|------|-----|
| | Associated Materials, Inc., Senior Notes, 9.125%, 11/01/17 (g) | | |
| 275 | Aviv Healthcare Properties Ltd. Partnership, Senior Notes, 7.75%, 02/15/19 (g) | B1 | 281 |
| 250 | Beazer Homes USA. Inc., Senior Notes, 8.125%, 06/15/16 | Caa2 | 218 |
| 350 | Beazer Homes USA. Inc., Senior Notes, 9.125%, 06/15/18 | Caa2 | 301 |
| 325 | Beazer Homes USA. Inc., Senior Notes, 9.125%, 05/15/19 (g) | Caa2 | 280 |
| 500 | CB Richard Ellis Services, Inc., Senior Subordinated Notes, 6.625%, 10/15/20 | Ba1 | 514 |
| 325 | CB Richard Ellis Services, Inc., Senior Subordinated Notes, 11.625%, 06/15/17 | Ba2 | 377 |
| 780 | Cemex Finance LLC, Senior Notes, 9.50%, 12/14/16 (g) | (e) | 809 |
| 650 | Dycom Investments Inc., Senior Subordinated Notes, 7.125%, 01/15/21 (g) | Ba3 | 663 |
| 800 | Gibraltar Industries, Inc., Senior | B3 | 807 |

| | | | |
|-----|---|-----|-----|
| | Subordinated Notes, 8%, 12/01/15 | | |
| | Heidelbergcement Finance, Senior Notes, 8%, 01/31/17 (EUR) | Ba2 | 236 |
| 150 | | | |
| | Host Marriott, L.P., Senior Notes, 6.75%, 06/01/16 | Ba1 | 516 |
| 500 | | | |
| | Masco Corporation, Senior Notes, 6.125%, 10/03/16 | Ba2 | 205 |
| 200 | | | |
| | Masco Corporation, Senior Notes, 7.125%, 03/15/20 | Ba2 | 309 |
| 300 | | | |
| | Mercer International, Inc., Senior Notes, 9.50%, 12/01/17 | B3 | 806 |
| 750 | | | |
| | MPT Operating Partnership, L.P., Senior Notes, 6.875%, 05/01/21 (g) | Ba2 | 514 |
| 525 | | | |

The accompanying notes are an integral part of these financial statements.

The New America High Income Fund, Inc.

Schedule of Investments June 30, 2011 (Unaudited) Continued (Dollar Amounts in Thousands)

| Principal Amount/Units | | Moody's Rating (Unaudited) | Value (Note 1) |
|----------------------------------|--|----------------------------|----------------|
| CORPORATE DEBT SECURITIES | | | |
| continued | | | |
| \$ 675 | Nortek, Inc., Senior Notes, 8.50%, 04/15/21 (g) | Caa1 | \$ 624 |
| 375 | Nortek, Inc., Senior Notes, 10%, 12/01/18 (g) | Caa1 | 378 |
| 575 | Potlach Corporation, Senior Notes, 7.50%, 11/01/19 | Ba1 | 607 |
| 725 | Reliance Intermediate Holdings, L.P., Senior Notes, 9.50%, 12/15/19 (g) | Ba2 | 792 |
| 450 | Rouse Company, LLC, Senior Notes, 6.75%, 11/09/15 | (e) | 465 |
| 725 | Shea Homes Limited Partnership, Senior Notes, 8.625%, 05/15/19 (g) | B2 | 712 |
| 200 | Standard Pacific Corporation, Senior Notes, 8.375%, 05/15/18 | B3 | 199 |
| 400 | Standard Pacific Corporation, Senior Notes, | B3 | 444 |

| | | | |
|------------------------|---|------|--------|
| | 10.75%, 09/15/16 | | |
| | Texas Industries, Senior Notes, 9.25%, 08/15/20 | Caa2 | 507 |
| 525 | | | |
| | USG Corporation, Senior Notes, 8.375%, 10/15/18 (g) | B2 | 146 |
| 150 | | | |
| | USG Corporation, Senior Notes, 9.75%, 08/01/14 (g) | B2 | 761 |
| 725 | | | |
| | | | 13,168 |
| Cargo Transport | 2.22% | | |
| | CHC Helicopter S.A., Senior Notes, 9.25%, 10/15/20 (g) | B1 | 724 |
| 800 | | | |
| | DP World Ltd., Senior Notes, 6.85%, 07/02/37 (g) | Baa3 | 829 |
| 870 | | | |
| | DP World Sukuk Limited, Senior Notes, 6.25%, 07/02/17 (g) | Baa3 | 1,907 |
| 1,850 | | | |
| | Florida East Coast Holdings, Senior Notes, 10.50%, 08/01/17 (h)(g) | Caa3 | 312 |
| 300 | | | |
| | Florida East Coast Railway Corporation, Senior Notes, 8.125%, 02/01/17 (g) | B3 | 388 |
| 375 | | | |
| | Kansas City Southern de Mexico, S.A. de C.V., Senior Notes, 8%, 02/01/18 | Ba2 | 571 |
| 525 | | | |

| Principal Amount/Units | | Moody's Rating (Unaudited) | Value (Note 1) |
|---------------------------------------|--------------|---|----------------|
| \$ | 130 | Kansas City Southern Railway Company, Senior Notes, 13%, 12/15/13 Ba3 | \$ 151 |
| | 450 | United Maritime Group, LLC, Senior Notes, 11.75%, 06/15/15 B3 | 469 |
| | | | 5,351 |
| Chemicals, Plastics and Rubber | 3.64% | | |
| | 225 | Compass Minerals International, Inc., Senior Notes, 8%, 06/01/19 Ba2 | 246 |
| | 450 | Hexion Specialty Chemicals, Inc., Senior Notes, 8.875%, 02/01/18 B3 | 468 |
| | 325 | Hexion Specialty Chemicals, Inc., Senior Notes, 9%, 11/15/20 (e) | 332 |
| | 175 | Huntsman International LLC, Senior Subordinated Notes, 8.625%, 03/15/20 B3 | 190 |
| | 1,250 | Huntsman International LLC, Senior Subordinated Notes, 8.625%, 03/15/21 B3 | 1,353 |
| | 700 | Kerling plc, Senior Notes, B3 | 1,066 |

| | | | |
|-----|--|------|-------|
| | 10.625%, 02/01/17 (g)(EUR) | | |
| | Koppers Holdings Inc., Senior Notes, 7.875%, 12/01/19 | B1 | 321 |
| 300 | | | |
| | Lyondell Chemical Company, Senior Notes, 8%, 11/01/17 (g) | Ba1 | 1,006 |
| 900 | | | |
| | Lyondell Chemical Company, Senior Notes, 11%, 05/01/18 | Ba3 | 725 |
| 650 | | | |
| | Momentive Performance Materials, Inc., Senior Notes, 9%, 01/15/21 | Caa1 | 306 |
| 300 | | | |
| | Momentive Performance Materials, Inc., Senior Notes, 11.50%, 12/01/16 | Caa2 | 797 |
| 750 | | | |
| | PolyOne Corporation, Senior Notes, 7.375%, 09/15/20 | Ba3 | 342 |
| 325 | | | |
| | Rhodia S.A., Senior Notes, 6.875%, 09/15/20 (g) | B1 | 322 |
| 275 | | | |
| | Solutia, Inc, Senior Notes, 7.875%, 03/15/20 | B1 | 594 |
| 550 | | | |

The accompanying notes are an integral part of these financial statements.

The New America High Income Fund, Inc.

Schedule of Investments June 30, 2011 (Unaudited) Continued (Dollar Amounts in Thousands)

| Principal Amount/Units | | Moody's Rating (Unaudited) | Value (Note 1) |
|--|-----|--|-------------------|
| CORPORATE DEBT SECURITIES | | | |
| continued | | | |
| \$ | 550 | Solutia, Inc, Senior Notes, 8.75%, 11/01/17 B1 | \$ 598 |
| | 100 | Styrolution Group GMBH, Senior Notes, 7.625%, 05/15/16 (g)(EUR) B2 | 142 |
| | | | 8,808 |
| Containers, Packaging and Glass 4.06% | | | |
| | 375 | AEP Industries, Inc., Senior Notes, 8.25%, 04/15/19 (g) B2 | 377 |
| | 425 | Ardagh Glass Group plc, Senior Notes, 7.375%, 10/15/17 (g) Ba3 | 435 |
| | 425 | Ball Corporation, Senior Notes, 7.375%, 09/01/19 Ba1 | 464 |
| | 250 | Boise Paper Holdings LLC, Senior Notes, 8%, 04/01/20 B1 | 262 |
| | 375 | Boise Paper Holdings LLC, Senior Notes, 9%, 11/01/17 B1 | 407 |
| | 425 | Bway Holding Company, Senior Notes, 10%, 06/15/18 B3 | 464 |
| | 375 | Ba3 | 391 |

| | | | | |
|-----------------------------------|-----|---|---|---------------------------|
| | | Cascades Inc., Senior Notes, 7.75%, 12/15/17 | | |
| | 400 | Cascades, Inc., Senior Notes, 7.875%, 01/15/20 | Ba3 | 416 |
| | 250 | Clearwater Paper Corporation, Senior Notes, 7.125%, 11/01/18 | Ba3 | 256 |
| | 300 | Clearwater Paper Corporation, Senior Notes, 10.625%, 06/15/16 | Ba3 | 337 |
| | 225 | Clondalkin Acquisition BV, Senior Notes, 2.247%, 12/15/13 (g) | B1 | 221 |
| | 300 | Crown Euro Holdings, S.A., Senior Notes, 7.125%, 08/15/18 (g)(EUR) | Ba1 | 447 |
| | 425 | Exopack Holding Corporation, Senior Notes, 10%, 06/01/18 (g) | Caa1 | 423 |
| Principal Amount/Units | | | Moody's Rating (Unaudited) | Value (Note 1) |
| \$ | 525 | Graphic Packaging International, Inc., Senior Notes, 7.875%, 10/01/18 | B2 | \$ 559 |
| | 600 | Graphic Packaging | B2 | 657 |

| | | | |
|---|--|------|-------|
| | International, Inc., Senior Notes, 9.50%, 06/15/17 | | |
| 350 | Greif Inc., Senior Notes, 7.75%, 08/01/19 | Ba2 | 379 |
| 300 | Plastipak Holdings, Inc., Senior Notes, 10.625%, 08/15/19 (g) | B3 | 344 |
| 1,125 | Reynolds Group Issuer, Inc., Senior Notes, 7.125%, 04/15/19 (g) | Ba3 | 1,117 |
| 575 | Reynolds Group Issuer, Inc., Senior Notes, 9%, 04/15/19 (g) | Caa1 | 566 |
| 200 | Sappi Papier Holding GMBH, Senior Notes, 6.265%, 04/15/21 (g) | Ba2 | 195 |
| 800 | Solo Cup Company, Senior Notes, 10.50%, 11/01/13 | B2 | 830 |
| 225 | Verso Paper Holdings LLC, Senior Notes, 11.50%, 07/01/14 | Ba2 | 235 |
| | | | 9,782 |
| Diversified/Conglomerate Manufacturing | | | |
| 4.67% | | | |
| 500 | AGY Holding Corp., Senior Notes, 11%, 11/15/14 | B3 | 483 |
| 400 | Altra Holdings, Inc., Senior Notes, | B1 | 432 |

| | | | |
|-------|---|-----|-------|
| | 8.125%, 12/01/16 | | |
| | Amsted Industries, Inc., Senior Notes, 8.125%, 03/15/18 (g) | B1 | 396 |
| 375 | | | |
| | Building Materials Corporation of America, Senior Notes, 6.75%, 05/01/21 (g) | Ba3 | 1,080 |
| 1,075 | | | |
| | Coleman Cable, Inc., Senior Notes, 9%, 02/15/18 | B3 | 468 |
| 450 | | | |
| | Columbus McKinnon Corporation, Senior Subordinated Notes, 7.875%, 02/01/19 | (e) | 253 |
| 250 | | | |
| | Commscope, Inc., Senior Notes, 8.25%, 01/15/19 (g) | B3 | 1,133 |
| 1,100 | | | |

The accompanying notes are an integral part of these financial statements.

The New America High Income Fund, Inc.

Schedule of Investments June 30, 2011 (Unaudited) Continued (Dollar Amounts in Thousands)

| Principal Amount/Units | | | Moody's Rating (Unaudited) | Value (Note 1) |
|----------------------------------|-------|--|----------------------------|----------------|
| CORPORATE DEBT SECURITIES | | | | |
| continued | | | | |
| | | Euramax International, Inc., Senior Notes, 9.50%, 04/01/16 (g) | Caa1 | \$ 627 |
| \$ 650 | | | | |
| | 300 | Manitowoc Company, Inc., Senior Notes, 8.50%, 11/01/20 | B3 | 321 |
| | 475 | Oshkosh Corporation, Senior Notes, 8.25%, 03/01/17 | B2 | 509 |
| | 475 | Oshkosh Corporation, Senior Notes, 8.50%, 03/01/20 | B2 | 518 |
| | 750 | Pinafore, LLC, Senior Notes, 9%, 10/01/18 (g) | B1 | 810 |
| | 650 | Ply Gem Industries, Inc., Senior Notes, 8.25%, 02/15/18 (g) | Caa1 | 626 |
| | 1,425 | RBS Global, Inc., Senior Notes, 8.50%, 05/01/18 | Caa1 | 1,510 |
| | 700 | Sensata Technologies BV, Senior Notes, 6.50%, | B3 | 693 |

| | | | |
|---|--|-----|--------|
| | 05/15/19 (g) | | |
| | SPX Corporation, Senior Notes, 6.875%, | | |
| 450 | 09/01/17 (g) | Ba1 | 481 |
| | Terex Corporation, Senior Notes, 10.875%, | | |
| 50 | 06/01/16 | Ba3 | 58 |
| | Terex Corporation, Senior Subordinated Notes, 8%, 11/15/17 | | |
| 475 | | B3 | 482 |
| | Vulcan Materials, Senior Notes, 7.50%, | | |
| 375 | 06/15/21 | Ba1 | 374 |
| | | | 11,254 |
| Diversified/Conglomerate Service 9.95% | | | |
| | Aguila 3 S.A., Senior Notes, 7.875%, | | |
| 425 | 01/31/18 (g) | B2 | 431 |
| | Anixter Inc., Senior Notes, 10%, 03/15/14 | | |
| 475 | | Ba2 | 547 |
| | Aramark Holdings, Senior Notes, 8.625%, | | |
| 600 | 05/01/16 (g)(h) | B3 | 611 |
| | Avis Budget Car Rental LLC, Senior Notes, 7.625%, | | |
| 280 | 05/15/14 | B2 | 284 |
| | Avis Budget Car Rental LLC, Senior Notes, 9.625%, | | |
| 450 | 03/15/18 | B2 | 483 |

| Principal Amount/Units | | Moody's Rating (Unaudited) | Value (Note 1) |
|------------------------|---|----------------------------|----------------|
| \$ 575 | CDW Corporation, Senior Notes, 11.50%, 10/12/15 | Caa1 | \$ 610 |
| 25 | CDW Corporation, Senior Secured Notes, 8%, 12/15/18 (g) | B2 | 26 |
| 2,300 | CDW Corporation, Senior Subordinate Notes, 12.535%, 10/12/17 (e) | (e) | 2,461 |
| 825 | CDW Escrow Corporation, Senior Subordinate Notes, 8.50%, 04/01/19 (g) | Caa1 | 811 |
| 400 | EC Finance PLC, Senior Notes, 9.75%, 08/01/17 (g)(EUR) | B2 | 611 |
| 625 | First Data Corporation, Senior Notes, 7.375%, 06/15/19 (g) | B1 | 630 |
| 800 | First Data Corporation, Senior Notes, 8.875%, 08/15/20 (g) | B1 | 854 |
| 3,450 | First Data Corporation, Senior Notes, 12.625%, 01/15/21 (g) | Caa1 | 3,692 |
| 1,350 | First Data Corporation, Senior Subordinated Notes, 11.25%, 03/31/16 | Caa2 | 1,333 |
| 475 | FTI Consulting Inc., Senior Notes, 6.75%, 10/01/20 | Ba2 | 476 |
| 250 | FTI Consulting Inc., Senior Notes, 7.75%, 10/01/16 | Ba2 | 256 |
| 400 | Garda World Security Corporation, | B2 | 430 |

| | | | |
|-----|---|-----|-----|
| | Senior Notes, 9.75%, 03/15/17 (g) | | |
| | GTP Acquisition Partners, Senior Notes, 7.628%, 06/15/41 (g) | Ba3 | 575 |
| 575 | | | |
| | Goodman Networks, Inc., Senior Notes, 12.125%, 07/01/18 (g) | B2 | 473 |
| 475 | | | |
| | Hertz Holdings Netherlands B.V., Senior Notes, 8.50%, 07/31/15 (g)(EUR) | B1 | 608 |
| 400 | | | |
| | Interline Brands, Inc., Senior Notes, 7%, 11/15/18 | B2 | 227 |
| 225 | | | |
| | iPayment, Inc., Senior Notes, 10.25%, 06/15/18 (g) | B3 | 595 |
| 600 | | | |
| | Labco S.A.S., Senior Notes, 8.50%, 01/15/18 (g)(EUR) | B3 | 257 |
| 175 | | | |

The accompanying notes are an integral part of these financial statements.

The New America High Income Fund, Inc.

Schedule of Investments June 30, 2011 (Unaudited) Continued (Dollar Amounts in Thousands)

| Principal Amount/Units | | Moody's Rating (Unaudited) | Value (Note 1) |
|----------------------------------|-------|---|----------------|
| CORPORATE DEBT SECURITIES | | | |
| continued | | | |
| | | Lender Processing Services, Inc., Senior Notes, 8.125%, 07/01/16 | |
| \$ | 200 | Ba2 | \$ 196 |
| | | Mac Gray Corporation, Senior Notes, 7.625%, 08/15/15 | |
| | 925 | B3 | 944 |
| | | Maxim Crane Works, L.P., Senior Notes, 12.25%, 04/15/15 (g) | |
| | 350 | Caa1 | 352 |
| | | RSC Equipment, Inc., Senior Notes, 8.25%, 02/01/21 | |
| | 550 | Caa1 | 549 |
| | | Syniverse Holdings, Senior Notes, 9.125%, 01/15/19 (g) | |
| | 475 | Caa1 | 492 |
| | | Travelport LLC, Senior Notes, 11.875%, 09/01/16 | |
| | 150 | Caa2 | 129 |
| | | United Rentals North America, Inc., Senior Notes, 10.875%, 06/15/16 | |
| | 1,400 | B2 | 1,561 |
| | 425 | United Rentals North America, Inc., | 427 |
| | | | |

| | | | |
|--------------------|--|------|--------|
| | Senior Subordinated Notes, 8.375%, 09/15/20 | | |
| | US Food Service Corporation, Senior Notes, 8.50%, 06/30/19 (g) | Caa2 | 508 |
| 525 | West Corporation, Senior Notes, 7.875%, 01/15/19 (g) | B3 | 512 |
| | West Corporation, Senior Notes, 8.625%, 10/01/18 (g) | B3 | 1,033 |
| 1,025 | | | 23,984 |
| Electronics | 2.69% | | |
| | Advanced Micro Devices, Inc., Senior Notes, 7.75%, 08/01/20 | Ba3 | 490 |
| 475 | Advanced Micro Devices, Inc., Senior Notes, 8.125%, 12/15/17 | Ba3 | 182 |
| 175 | Aspect Software, Inc., Senior Notes, 10.625%, 05/7/17 | Caa1 | 267 |
| 250 | Bankrate Inc., Senior Notes, 11.75%, 07/15/15 (g) | B1 | 296 |
| 260 | Eagle Parent, Inc., Senior Notes, 8.625%, 05/01/19 (g) | Caa1 | 395 |
| 400 | Fidelity National Information | Ba2 | 559 |
| 525 | | | |

Services, Inc.,
Senior Notes,
7.625%,
07/15/17

| Principal Amount/Units | | Moody's Rating (Unaudited) | Value (Note 1) |
|---------------------------|---|----------------------------------|-------------------|
| \$ 325 | Fidelity National Information Services, Inc., Senior Notes, 7.875%, 07/15/20 | Ba2 | \$ 346 |
| 350 | Freescale Semiconductor, Inc., Senior Notes, 10.125%, 03/15/18 (g) | B1 | 389 |
| 875 | iGATE Corporation, Senior Notes, 9%, 05/01/16 (g) | B2 | 879 |
| 575 | Jabil Circuit, Inc., Senior Notes, 7.75%, 07/15/16 | Ba1 | 630 |
| 375 | JDA Software Group, Inc., Senior Notes, 8%, 12/15/14 | B1 | 410 |
| 750 | MEMC Electronic Materials, Inc., Senior Notes, 7.75%, 04/01/19 (g) | B1 | 727 |
| 400 | NXP B.V., Senior Notes, 9.75%, 08/01/18 (g) | B3 | 448 |
| 217 | Seagate Technology International, Inc., Senior Notes, 10%, 05/01/14 | Baa3 | 253 |

| | | | | |
|----------------|--------------|---|------|-------|
| | | (g) Softbrands, Senior Notes, 11.50%, 07/15/18 (g) | Caa1 | 207 |
| | 225 | | | 6,478 |
| Finance | 8.79% | | | |
| | | Aircastle Limited, Senior Notes, 9.75%, 08/01/18 | Ba3 | 663 |
| | 600 | | | |
| | | Ally Financial, Inc., Senior Notes, 6.25%, 12/01/17 (g) | B1 | 199 |
| | 200 | | | |
| | | Ally Financial, Inc., Senior Notes, 7.50%, 09/15/20 | B1 | 814 |
| | 775 | | | |
| | | Ally Financial, Inc., Senior Notes, 8%, 11/01/31 | B1 | 785 |
| | 725 | | | |
| | | American International Group., Senior Notes, 6.25%, 03/15/37 | Baa2 | 681 |
| | 750 | | | |
| | | CIT Group, Inc., Senior Notes, 6.625%, 04/01/18 (g) | B2 | 1,724 |
| | 1,650 | | | |
| | | CIT Group, Inc., Senior Notes, 7%, 05/01/17 | B2 | 499 |
| | 500 | | | |
| | | Discover Financial Services, Senior Notes, 10.25%, 07/15/19 | Ba1 | 1,550 |
| | 1,200 | | | |
| | | E*Trade Financial Corporation, Senior Notes, 6.75%, 06/01/16 | B2 | 393 |
| | 400 | | | |

The accompanying notes are an integral part of these financial statements.

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The New America High Income Fund, Inc.

Schedule of Investments June 30, 2011 (Unaudited) Continued (Dollar Amounts in Thousands)

| Principal Amount/Units | | Moody's Rating (Unaudited) | Value (Note 1) | |
|----------------------------------|-------|---|-------------------|--------|
| CORPORATE DEBT SECURITIES | | | | |
| continued | | | | |
| \$ | 475 | E*Trade Financial Corporation, Senior Notes, 7.875%, 12/01/15 | B2 | \$ 476 |
| | 2,198 | E*Trade Financial Corporation, Senior Notes, 12.50%, 11/30/17 | (e) | 2,577 |
| | 350 | General Motors Financial Company, Inc., Senior Notes, 6.75%, 06/01/18 (g) | B1 | 350 |
| | 350 | International Lease Finance Corporation, Senior Notes, 5.75%, 05/15/16 | B1 | 345 |
| | 1,150 | International Lease Finance Corporation, Senior Notes, 8.25%, 12/15/20 | B1 | 1,248 |
| | 1,400 | International Lease Finance Corporation, Senior Notes, 8.875%, 09/01/17 | B1 | 1,537 |
| | 1,875 | Nuveen Investments, Inc., | Caa2 | 1,669 |

| | | | |
|-------|---|------|-------|
| | Senior Notes, 5.50%, 09/15/15 | | |
| 1,200 | Nuveen Investments, Inc., Senior Notes, 10.50%, 11/15/15 | Caa2 | 1,233 |
| 575 | Nuveen Investments, Inc., Senior Notes, 10.50%, 11/15/15 (g) | Caa2 | 591 |
| 475 | PHH Corporation, Senior Notes, 9.25%, 03/01/16 | Ba2 | 520 |
| 225 | Provident Funding Associates, L.P., Senior Notes, 10.125%, 02/15/19 (g) | B2 | 228 |
| 575 | Provident Funding Associates, L.P., Senior Notes, 10.25%, 04/15/17 (g) | Ba3 | 632 |
| 1,100 | SLM Corporation, Senior Medium Term Notes, 8.45%, 06/15/18 | Ba1 | 1,185 |
| 950 | Springleaf Finance Corporation, Senior Medium Term Notes, 6.90%, 12/15/17 | B3 | 872 |
| 475 | Synovus Financial Corporation, Subordinate | B3 | 418 |

Notes,
5.125%,
06/15/17

21,189

| Principal Amount/Units | | | Moody's Rating (Unaudited) | Value (Note 1) |
|--|--|--|----------------------------|----------------|
| Groceries .22% | | | | |
| | | Susser Holdings LLC, Senior Notes, 8.50%, 05/15/16 | B2 | \$ 525 |
| \$ 500 | | | | |
| Healthcare, Education and Childcare 8.50% | | | | |
| | | Accellent, Inc. Senior Notes, 8.375%, 02/01/17 | B1 | 129 |
| 125 | | | | |
| | | Accellent, Inc Senior Subordinated Notes, 10%, 11/01/17 | Caa2 | 1,024 |
| 1,050 | | | | |
| | | Biomet, Inc., Senior Notes, 10.375%, 10/15/17 | B3 | 1,657 |
| 1,500 | | | | |
| | | Biomet, Inc., Senior Subordinated Notes, 11.625%, 10/15/17 | Caa1 | 527 |
| 475 | | | | |
| | | Capella Healthcare Inc., Senior Notes, 9.25%, 07/01/17 (g) | B3 | 557 |
| 525 | | | | |
| | | CHS/Community Health Systems, Inc., Senior Notes, 8.875%, 07/15/15 | B3 | 953 |
| 925 | | | | |
| | | Crown NewCo 3, Senior Secured Notes, 7%, 02/15/18 (g)(GBP) | B1 | 268 |
| 175 | | | | |
| | | Davita, Inc., Senior Notes, 6.375%, 11/01/18 | B2 | 528 |
| 525 | | | | |
| 600 | | | B2 | 612 |

| | | | |
|-----|--|------|-----|
| | Davita, Inc., Senior Notes, 6.625%, 11/01/20 | | |
| | Giant Funding Corporation, Senior Notes, 8.25%, 02/01/18 (g) | B3 | 383 |
| 375 | | | |
| | HCA, Inc., Senior Notes, 9.25%, 11/15/16 | B2 | 80 |
| 75 | | | |
| | HCA, Inc., Senior Secured Notes, 8.50%, 04/15/19 | Ba2 | 608 |
| 550 | | | |
| | HCA, Inc., Senior Secured Notes, 9.625%, 11/15/16 | B2 | 265 |
| 250 | | | |
| | HCA, Inc., Senior Secured Notes, 9.875%, 02/15/17 | B2 | 109 |
| 98 | | | |
| | lasis Healthcare Capital 8.375%, 05/15/19 (g) | Caa1 | 841 |
| 825 | | | |
| | Inventive Health Inc., Senior Notes, 10%, 08/15/18 (g) | Caa2 | 591 |
| 600 | | | |
| | Inventive Health Inc., Senior Notes, 10%, 08/15/18 (g) | Caa2 | 404 |
| 425 | | | |

The accompanying notes are an integral part of these financial statements.

The New America High Income Fund, Inc.

Schedule of Investments June 30, 2011 (Unaudited) Continued (Dollar Amounts in Thousands)

| Principal Amount/Units | | | Moody's Rating (Unaudited) | Value (Note 1) |
|--|-----|---|----------------------------|----------------|
| CORPORATE DEBT SECURITIES continued | | | | |
| \$ | 725 | Kindred Healthcare, Inc., Senior Notes, 8.25%, 06/01/19 (g) | B3 | \$ 720 |
| | 250 | LifePoint Hospitals, Inc., Senior Notes, 6.625%, 10/01/20 | Ba1 | 259 |
| | 475 | MedAssets, Inc., Senior Notes, 8%, 11/15/18 (g) | B3 | 477 |
| | 900 | Multiplan, Inc., Senior Notes, 9.875%, 09/01/18 (g) | Caa1 | 956 |
| | 350 | Mylan Inc., Senior Notes, 7.625%, 07/15/17 (g) | Ba3 | 383 |
| | 525 | Radiation Therapy Services, Inc., Senior Subordinated Notes, 9.875%, 04/15/17 | B3 | 525 |
| | 900 | Tenet Healthcare Corporation, Senior Notes, 8%, 08/01/20 | Caa1 | 918 |
| | 875 | Tenet Healthcare Corporation, Senior Notes, 8.875%, 07/01/19 | B1 | 969 |
| | 875 | United Surgical Partners International, Inc., Senior Subordinated Notes, 8.875%, 05/01/17 | Caa1 | 910 |

| | | | | |
|-------------------------------|-----|--|-----------------------------------|-----------------------|
| | 175 | Universal Health Services, Inc., Senior Notes, 7%, 10/01/18 | B1 | 180 |
| | 450 | Universal Hospital Services, Inc., Senior Secured Notes, 3.778%, 06/01/15 | B3 | 432 |
| | 200 | Universal Hospital Services, Inc., Senior Secured Notes, 8.50%, 06/01/15 | B3 | 206 |
| | 425 | Valeant Pharmaceuticals, International, Senior Notes, 6.75%, 10/01/17 (g) | Ba3 | 415 |
| | 625 | Valeant Pharmaceuticals, International, Senior Notes, 6.875%, 12/01/18 (g) | Ba3 | 610 |
| | 625 | Valeant Pharmaceuticals, International, Senior Notes, 7%, 10/01/20 (g) | Ba3 | 600 |
| Principal Amount/Units | | | Moody's Rating (Unaudited) | Value (Note 1) |
| \$ | 425 | Vanguard Health Holding Company II, LLC, Senior Notes, 7.75%, 02/01/19 | B3 | \$ 431 |
| | 375 | Vanguard Health Holding Company II, LLC, Senior Notes, 8%, 02/01/18 | B3 | 383 |
| | 900 | Vanguard Health | Caa1 | 588 |

| | | | | |
|--|-------|--|-----|--------|
| | | Systems, Inc., Senior Discount Notes, Zero Coupon, 02/01/16 | | |
| | | Warner Chilcott Company, LLC, Senior Notes, 7.75%, 09/15/18 (g) | B3 | 987 |
| | 975 | | | 20,485 |
| Hotels, Motels, Inns and Gaming 4.18% | | | | |
| | | American Casinos, Inc., Senior Notes, 7.50%, 04/15/21 (g) | B3 | 721 |
| | 700 | | | |
| | | Cirsa Funding Luxembourg S.A., Senior Notes, 8.75%, 05/15/18 (g)(EUR) | B3 | 743 |
| | 500 | | | |
| | | Codere Finance (Luxembourg) S.A., Senior Notes, 8.25%, 06/15/15 (g)(EUR) | B2 | 954 |
| | 650 | | | |
| | | Downstream Development Authority, Senior Notes, 10.50%, 07/01/19 (g) | B3 | 323 |
| | 325 | | | |
| | | Harrah's Escrow Corporation, Senior Notes, 10%, 12/15/18 | (e) | 294 |
| | 325 | | | |
| | | Harrah's Escrow Corporation, Senior Notes, 11.25%, 06/01/17 | B3 | 2,072 |
| | 1,875 | | | |
| | | MGM Mirage, Senior Notes, 9%, 03/15/20 | Ba3 | 219 |
| | 200 | | | |

| | | | |
|-------|--|------|-------|
| 375 | MGM Mirage, Senior Notes, 10.375%, 05/15/14 | Ba3 | 426 |
| 400 | MGM Mirage, Senior Notes, 13%, 11/15/13 | Ba3 | 476 |
| 425 | MGM Resorts International, Senior Notes, 10%, 11/01/16 (g) | Caa1 | 452 |
| 1,100 | MGM Resorts International, Senior Notes, 11.125%, 11/15/17 | Ba3 | 1,254 |

The accompanying notes are an integral part of these financial statements.

The New America High Income Fund, Inc.

Schedule of Investments June 30, 2011 (Unaudited) Continued (Dollar Amounts in Thousands)

| Principal Amount/Units | | | Moody's Rating (Unaudited) | Value (Note 1) |
|----------------------------------|--------------|---|----------------------------|----------------|
| CORPORATE DEBT SECURITIES | | | | |
| continued | | | | |
| \$ | 125 | MGM Resorts International, Senior Notes, 11.375%, 03/01/18 | Caa1 | \$ 141 |
| | 475 | Pinnacle Entertainment, Inc., Senior Subordinated Notes, 8.625%, 08/01/17 | B1 | 508 |
| | 325 | Seminole Tribe of Florida, Senior Notes, 7.75%, 10/01/17 (g) | Ba1 | 334 |
| | 475 | Seneca Gaming Corporation, Senior Notes, 8.25%, 12/01/18 (g) | B1 | 492 |
| | 225 | Sheraton Holding Corporation, Senior Notes, 7.375%, 11/15/15 | Ba1 | 255 |
| | 375 | Wynn Las Vegas LLC, Senior Notes, 7.875%, 11/01/17 | (e) | 410 |
| | | | | 10,074 |
| Insurance | 1.54% | | | |
| | 925 | Financial Security Assurance | Baa1 | 698 |

| | | | |
|---|---|------|-------|
| | Holdings Ltd., Junior, Subordinated Debentures, 6.40%, 12/15/66 (g) | | |
| 750 | Hub International Limited, Senior Notes, 9%, 12/15/14 (g) | B3 | 765 |
| 1,775 | Hub International Limited, Senior Subordinated Notes, 10.25%, 06/15/15 (g) | Caa1 | 1,811 |
| 425 | USI Holdings Corporation, Senior Subordinated Notes, 9.75%, 05/15/15 (g) | Caa1 | 425 |
| | | | 3,699 |
| Leisure, Amusement and Entertainment | | | |
| 2.19% | | | |
| 525 | Cedar Fair LP, Senior Notes, 9.125%, 08/01/18 | B2 | 563 |
| 175 | Easton Bell Sports Inc., Senior Notes, 9.75%, 12/01/16 | B2 | 192 |
| 950 | Manchester United Finance plc, Senior Notes, 8.375%, 02/01/17 (g) | (e) | 1,017 |
| 225 | NCL Corporation, Senior Notes, 9.50%, 11/15/18 (g) | Caa1 | 238 |

| Principal Amount/Units | | | Moody's Rating (Unaudited) | Value (Note 1) |
|--|-----|--|----------------------------|----------------|
| \$ | 700 | NCL Corporation, Senior Notes, 11.75%, 11/15/16 | B2 | \$ 808 |
| | 200 | Palace Entertainment Holdings LLC, Senior Notes, 8.875%, 04/15/17 (g) | B2 | 201 |
| | 450 | Speedway Motorsports, Inc., Senior Notes, 8.75%, 06/01/16 | Ba2 | 487 |
| | 775 | Ticketmaster, Senior Notes, 10.75%, 08/01/16 | B3 | 843 |
| | 575 | Universal City Development Partners, Ltd., Senior Notes, 8.875%, 11/15/15 | Baa2 | 638 |
| | 250 | Universal City Development Partners, Ltd., Senior Notes, 10.875%, 11/15/16 | Baa2 | 297 |
| | | | | 5,284 |
| Mining, Steel, Iron and Non-Precious Metals | | | | |
| 6.53% | | | | |
| | 525 | AK Steel Corporation, Senior Notes, 7.625%, 05/15/20 | Ba3 | 539 |
| | 525 | Algoma Acquisition Corporation, 9.875%, 06/15/15 (g) | Caa2 | 479 |
| | 575 | Alrosa Finance S.A., Senior | Ba3 | 624 |

| | | | |
|-----|--|------|-------|
| | Notes, 7.75%, 11/03/20 (g) | | |
| 250 | Arch Coal, Inc., Senior Notes, 8.75%, 08/01/16 | B1 | 270 |
| 975 | Consol Energy, Inc., Senior Notes, 8%, 04/01/17 | B1 | 1,060 |
| 400 | Consol Energy, Inc., Senior Notes, 8.25%, 04/01/20 | B1 | 434 |
| 850 | FMG Resources Pty. Ltd., Senior Notes, 7%, 11/01/15 (g) | B1 | 866 |
| 725 | Foresight Energy LLC, Senior Notes, 9.625%, 08/15/17 (g) | Caa1 | 774 |
| 525 | JMC Steel Group, Inc., Senior Notes, 8.25%, 03/15/18 (g) | B3 | 533 |
| 675 | McJunkin Red Man Corporation, Senior Notes, 9.50%, 12/15/16 (g) | B3 | 692 |
| 550 | Metals USA, Inc., Senior Secured Notes, 11.125%, 12/01/15 | B3 | 579 |
| 250 | Mirabela Nickel Ltd., Senior Notes, 8.75%, 04/15/18 (g) | B2 | 246 |

The accompanying notes are an integral part of these financial statements.

The New America High Income Fund, Inc.

Schedule of Investments June 30, 2011 (Unaudited) Continued (Dollar Amounts in Thousands)

| Principal Amount/Units | | Moody's Rating (Unaudited) | Value (Note 1) |
|----------------------------------|-------|---|-------------------|
| CORPORATE DEBT SECURITIES | | | |
| continued | | | |
| | | | |
| | | | |
| | | | |
| \$ | 600 | New World Resources N.V., Senior Notes, 7.875%, 05/01/18 (g)(EUR) | Ba3 \$ 896 |
| | 425 | Novelis, Inc., Senior Notes, 8.75%, 12/15/20 | B2 458 |
| | 425 | Patriot Coal Corporation, Senior Notes, 8.25%, 04/30/18 | B3 440 |
| | 3,075 | Ryerson Holding Corporation, Senior Secured Notes, 16.50%, 02/01/15 (b) | Caa3 1,645 |
| | 1,225 | Ryerson Inc., Senior Secured Notes, 12%, 11/01/15 | Caa1 1,302 |
| | 625 | Severstal Columbus LLC, Senior Notes, 10.25%, 02/15/18 | B3 692 |
| | 475 | Steel Dynamics, Inc., Senior Notes, 7.625%, 03/15/20 | Ba2 504 |
| | 50 | Steel Dynamics, Inc., Senior Notes, | Ba2 52 |

| | | | | |
|-----------------------------------|---------------|--|---|---------------------------|
| | | 7.75%, 04/15/16 | | |
| | | Thomson Creek Metals Company Inc., Senior Notes, 7.375%, 06/01/18 (g) | B3 | 343 |
| | 350 | | | |
| | | Tube City IMS Corporation., Senior Subordinated Notes, 9.75%, 02/01/15 | Caa1 | 1,164 |
| | 1,125 | | | |
| | | Vedanta Resources, Plc, Senior Notes, 8.25%, 06/07/21 (g) | Ba2 | 352 |
| | 350 | | | |
| | | Vedanta Resources, Plc, Senior Notes, 9.50%, 07/18/18 (g) | Ba2 | 782 |
| | 725 | | | |
| | | | | 15,726 |
| Oil and Gas | 14.13% | | | |
| | | Alta Mesa Holdings, L.P., Senior Notes, 9.625%, 10/15/18 (g) | B3 | 775 |
| | 775 | | | |
| | | Anadarko Petroleum Corporation, Senior Notes, 8.70%, 03/15/19 | Ba1 | 483 |
| | 380 | | | |
| | | Antero Resources Corporation, Senior Notes, 9.375%, 12/01/17 | B3 | 1,525 |
| | 1,425 | | | |
| Principal Amount/Units | | | Moody's Rating (Unaudited) | Value (Note 1) |
| \$ | 300 | | B2 | \$ 302 |

| | | | | |
|-------|--|---|------|-------|
| | | Berry Petroleum Company, Senior Notes, 6.75%, 11/01/20 | | |
| 450 | | Berry Petroleum Company, Senior Notes, 10.25%, 06/01/14 | B2 | 513 |
| 525 | | Bill Barrett Corporation, Senior Notes, 9.875%, 07/15/16 | B1 | 587 |
| 225 | | Calumet Specialty Products Partners, L.P., Senior Notes, 9.375%, 05/01/19 (g) | B3 | 229 |
| 1,000 | | CGG Veritas, Senior Notes, 6.50%, 06/01/21 (g) | Ba3 | 961 |
| 225 | | Chesapeake Energy Corp., Senior Notes, 6.625%, 08/15/20 | Ba3 | 236 |
| 975 | | Chesapeake Energy Corp., Senior Notes, 9.50%, 02/15/15 | Ba3 | 1,131 |
| 300 | | Concho Resources, Inc., Senior Notes, 7%, 01/15/21 | B3 | 306 |
| 750 | | Concho Resources, Inc., Senior Notes, 8.625%, 10/01/17 | B3 | 808 |
| 950 | | Connacher Oil and Gas Limited, Senior Notes, 8.50%, 08/01/19, (g) | Caa2 | 893 |
| 400 | | Continental Resources, Senior Notes, 7.125%, 04/01/21 | B1 | 422 |
| 772 | | Denbury Resources Inc., Senior Subordinated Notes, 8.25%, 02/15/20 | B1 | 841 |
| 575 | | | B1 | 640 |

| | | | | |
|--|-----|--|-----|-----|
| | | Denbury Resources Inc., Senior Subordinated Notes, 9.75%, 03/01/16 | | |
| | 100 | El Paso Corporation, Senior Notes, 7.75%, 01/15/32 | Ba3 | 118 |
| | 50 | El Paso Corporation, Senior Notes, 7.80%, 08/01/31 | Ba3 | 59 |
| | 125 | Encore Acquisition Company, Senior Subordinated Notes, 9.50%, 05/01/16 | B1 | 139 |

The accompanying notes are an integral part of these financial statements.

The New America High Income Fund, Inc.

Schedule of Investments June 30, 2011 (Unaudited) Continued (Dollar Amounts in Thousands)

| Principal Amount/Units | | | Moody's Rating (Unaudited) | Value (Note 1) |
|--|-------|---|----------------------------|----------------|
| CORPORATE DEBT SECURITIES continued | | | | |
| \$ | 1,325 | Energy Transfer Equity, L.P., Senior Notes, 7.50%, 10/15/20 | Ba2 | \$ 1,411 |
| | 1,075 | Exterran Holdings, Inc., Senior Notes, 7.25%, 12/01/18 (g) | Ba3 | 1,088 |
| | 1,375 | Ferrellgas, L.P., Senior Notes, 6.50%, 05/01/21 (g) | Ba3 | 1,292 |
| | 120 | Forest Oil Corp., Senior Notes, 7.25%, 06/15/19 | B1 | 122 |
| | 975 | GenOn Escrow Corporation, Senior Notes, 9.50%, 10/15/18 | B3 | 1,007 |
| | 650 | Global Geophysical Services, Senior Notes, 10.50%, 05/01/17 | B3 | 679 |
| | 625 | Goodrich Petroleum Corporation, Senior Notes, 8.875%, 03/15/19 (g) | Caa1 | 625 |
| | 600 | Helix Energy Solutions Group, Inc., Senior Notes, 9.50%, 01/15/16 (g) | B3 | 617 |
| | 100 | Inergy, L.p., Senior Notes, 6.875%, 08/01/21 (g) | Ba3 | 100 |

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| | | | | |
|-----------------------------------|-----|---|---|---------------------------|
| | 625 | Inergy, L.p., Senior Notes, 7%, 10/01/18 | Ba3 | 631 |
| | 309 | Inergy, L.p., Senior Notes, 8.75%, 03/01/15 | Ba3 | 329 |
| | 950 | MEG Energy Corporation, Senior Notes, 6.50%, 03/15/21 (g) | B3 | 950 |
| | 710 | Newfield Exploration Company, Senior Subordinated Notes, 6.875%, 02/01/20 | Ba2 | 751 |
| | 525 | Niska Gas Storage US, LLC, Senior Notes, 8.875%, 03/15/18 | B1 | 553 |
| | 325 | Oasis Petroleum, Inc., Senior Notes, 7.25%, 02/01/19 (g) | Caa1 | 318 |
| | 450 | Offshore Group Investment Ltd., Senior Notes, 11.50%, 08/01/15 | B3 | 483 |
| | 125 | Offshore Group Investment Ltd., Senior Notes, 11.50%, 08/01/15 (g) | B3 | 134 |
| Principal Amount/Units | | | Moody's Rating (Unaudited) | Value (Note 1) |
| \$ | 650 | OGX Petroleo e Gas Participacoes SA, Senior Notes, 8.50%, 06/01/18 (g) | B1 | \$ 663 |
| | 375 | Penn Virginia Corporation, Senior Notes, 7.25%, 04/15/19 | B2 | 362 |
| | 500 | Penn Virginia Corporation, Senior Notes, | B2 | 548 |

| | | | |
|-------|---|-----|-------|
| | 10.375%, 06/15/16 | | |
| | Penn Virginia Resources Partners, L.P., Senior Notes, 8.25%, 04/15/18 | B2 | 337 |
| 325 | | | |
| | PetroHawk Energy Corporation, Senior Notes, 7.25%, 08/15/18 | B3 | 1,025 |
| 1,000 | | | |
| | PetroHawk Energy Corporation, Senior Notes, 10.50%, 08/01/14 | B3 | 392 |
| 350 | | | |
| | PetroPlus Finance Ltd., Senior Notes, 9.375%, 09/15/19 (g) | B2 | 1,083 |
| 1,100 | | | |
| | Plains Exploration and Production Company, Senior Notes, 10%, 03/01/16 | B1 | 673 |
| 600 | | | |
| | Precision Drilling Corporation, Senior Notes, 6.625%, 11/15/20 | Ba2 | 509 |
| 500 | | | |
| | Quicksilver Resources, Inc., Senior Notes, 9.125%, 08/15/19 | B2 | 484 |
| 450 | | | |
| | Quicksilver Resources, Inc., Senior Notes, 11.75%, 01/01/16 | B2 | 1,140 |
| 1,000 | | | |
| | Range Resources Corporaiton, Senior Subordinated Notes, 6.75%, 08/01/20 | Ba3 | 848 |
| 825 | | | |
| | RDS Ultra-Deep Water, Ltd., Senior Notes, 11.875%, 03/15/17 (g) | B3 | 407 |
| 375 | | | |
| | Regency Energy Partners, L.P., Senior Notes, 6.875%, 12/01/18 | B1 | 466 |
| 450 | | | |
| 550 | | B3 | 557 |

SandRidge Energy,
Inc.,
Senior Notes,
7.50%, 03/15/21 (g)

The accompanying notes are an integral part of these financial statements.

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The New America High Income Fund, Inc.

Schedule of Investments June 30, 2011 (Unaudited) Continued (Dollar Amounts in Thousands)

| Principal Amount/Units | | | Moody's Rating (Unaudited) | Value (Note 1) |
|----------------------------------|-----|--|----------------------------------|-------------------|
| CORPORATE DEBT SECURITIES | | | | |
| continued | | | | |
| \$ | 275 | SandRidge Energy, Inc., Senior Notes, 8%, 06/01/18 (g) | B3 | \$ 277 |
| | 375 | SESI LLC, Senior Notes, 6.375%, 05/01/19 (g) | Ba3 | 366 |
| | 225 | SM Energy Company, Senior Notes, 6.625%, 02/15/19 (g) | B1 | 225 |
| | 650 | Swift Energy Company, Senior Notes, 8.875%, 01/15/20 | B3 | 695 |
| | 25 | Tesoro Corporation, Senior Notes, 9.75%, 06/01/19 | Ba1 | 28 |
| | 825 | Unit Corporation, Senior Subordinated Notes, 6.625%, 05/15/21 | B3 | 820 |
| | 75 | Whiting Petroleum Corporation, Senior Subordinated Notes, 6.50% 10/01/18 | Ba3 | 77 |
| | | | | 34,040 |

Personal, Food and Miscellaneous Services
2.29%

| | | | |
|-------|--|------|-------|
| 400 | Central Garden & Pet Company, Senior Subordinated Notes, 8.25%, 03/01/18 | B2 | 413 |
| 1,000 | DineEquity, Inc., Senior Notes, 9.50%, 10/30/18 (g) | B3 | 1,085 |
| 390 | Dunkin' Finance Corporation, Senior Notes, 9.625%, 12/01/18 (g) | Caa2 | 393 |
| 850 | O'Charleys, Inc., Senior Subordinated Notes, 9%, 11/01/13 | B3 | 850 |
| 500 | OSI Restaurant Partners, Inc., Senior Notes, 10%, 06/15/15 | Caa3 | 521 |
| 1,125 | Realogy Corporation, Senior Notes, 11.50%, 04/15/17 | (e) | 1,142 |
| 1,000 | Wendy's International Holdings, LLC, Senior Notes, 10%, 07/15/16 | B3 | 1,107 |
| | | | 5,511 |

Personal Non-Durable Consumer Products
.54%

| | | | |
|-----|--|----|-----|
| 200 | Acco Brands Corporation, Senior Notes, 10.625%, 03/15/15 | B1 | 223 |
|-----|--|----|-----|

| Principal Amount/Units | | | Moody's Rating (Unaudited) | Value (Note 1) |
|--------------------------------|--------------|---|----------------------------|----------------|
| \$ | 250 | Jarden Corporation, Senior Notes, 8%, 05/01/16 | Ba3 | \$ 272 |
| | 575 | Ontex IV, S.A., Senior Notes, 7.50%, 04/15/18 (g)(EUR) | Ba3 | 803 |
| | | | | 1,298 |
| Personal Transportation | 1.94% | | | |
| | 500 | American Airlines, Inc., Senior Notes, 7.50%, 03/15/16 (g) | B2 | 489 |
| | 1,450 | Continental Airlines, Inc., Senior Notes, 6.75%, 09/15/15 (g) | Ba2 | 1,457 |
| | 190 | Continental Airlines, Inc., Senior Notes, 7.25%, 05/10/21 | Baa2 | 204 |
| | 134 | Continental Airlines, Inc., Senior Notes, 9.25%, 05/10/17 | Ba2 | 141 |
| | 584 | Delta Airlines, Inc., Senior Notes, 9.50%, 09/15/14 (g) | Ba2 | 622 |
| | 1,275 | Delta Airlines, Inc., Senior Notes, 12.25%, 03/15/15 (g) | B2 | 1,418 |
| | 185 | Northwest Airlines 7.575%, 03/01/19 | (e) | 192 |
| | 150 | United Airlines, Inc., Senior Notes, | B3 | 160 |

12%, 11/01/13
(g)

| | | | | 4,683 |
|--------------------------------------|-----|---|------|-------|
| Printing and Publishing 1.24% | | | | |
| | 380 | AMO Escrow Corporation, Senior Notes, 11.50%, 12/15/17 (g) | B2 | 409 |
| | 750 | McClatchy Company, Senior Notes, 11.50%, 02/15/17 | B1 | 799 |
| | 228 | Nielsen Finance LLC, Senior Notes, 11.50%, 05/01/16 | B2 | 266 |
| | 717 | Nielsen Finance LLC, Senior Notes, 11.625%, 02/01/14 | B2 | 835 |
| | 650 | Readers Digest Association, Senior Notes, 9.50%, 02/15/17 | B1 | 671 |
| | | | | 2,980 |
| Retail Stores 3.84% | | | | |
| | 800 | Claire's Escrow Corporation, Senior Notes, 8.875%, 03/15/19 (g) | Caa3 | 752 |

The accompanying notes are an integral part of these financial statements.

The New America High Income Fund, Inc.

Schedule of Investments June 30, 2011 (Unaudited) Continued (Dollar Amounts in Thousands)

| Principal Amount/Units | | Moody's Rating (Unaudited) | Value (Note 1) |
|--|---|----------------------------|----------------|
| CORPORATE DEBT SECURITIES continued | | | |
| \$ 184 | Claire's Stores, Inc., Senior Notes, 9.625%, 06/01/15 (h) | Caa3 | \$ 181 |
| 625 | J. Crew Group, Senior Notes, 8.125%, 03/01/19 (g) | Caa1 | 606 |
| 800 | Michaels Stores, Inc., Senior Notes, 7.75%, 11/01/18 (g) | Caa1 | 794 |
| 1,025 | Michaels Stores, Inc., Subordinated Notes, 13%, 11/01/16 (b) | Caa2 | 1,058 |
| 425 | Needle Merger Corporation, Senior Notes, 8.125%, 03/15/19 (g) | Caa1 | 429 |
| 325 | Netflix, Inc., Senior Notes, 8.50%, 11/15/17 | Ba2 | 364 |
| 100 | Penney (J.C.) Corporation, Inc., Senior Notes, 7.125%, 11/15/23 | Ba1 | 104 |
| 500 | QVC, Inc., Senior Notes, 7.125%, 04/15/17 (g) | Ba2 | 527 |
| 1,050 | QVC, Inc., Senior Notes, | Ba2 | 1,116 |

| | | | |
|---------------------------|---|------|-------|
| | 7.50%, 10/01/19 (g) | | |
| | Radio Shack Corporation, Senior Notes | | |
| 575 | 6.75%, 05/15/19 (g) | Ba2 | 555 |
| | Rite Aid Corporation, Senior Notes, | | |
| 100 | 8%, 08/15/20 | B3 | 108 |
| | Rite Aid Corporation, Senior Notes, | | |
| 750 | 8.625%, 03/01/15 | Caa3 | 703 |
| | Rite Aid Corporation, Senior Notes, | | |
| 150 | 9.50%, 06/15/17 | Caa3 | 138 |
| | Rite Aid Corporation, Senior Notes, | | |
| 600 | 10.25%, 10/15/19 | Caa2 | 666 |
| | Rite Aid Corporation, Senior Notes, | | |
| 250 | 10.375%, 07/15/16 | Caa2 | 268 |
| | Toys 'R' Us Delaware, Inc., Senior Notes, | | |
| 400 | 7.375%, 10/15/18 | B3 | 386 |
| | Toys 'R' Us Property Company II, LLC, Senior Notes, | | |
| 475 | 8.50%, 12/01/17 | Ba1 | 492 |
| | | | 9,247 |
| Telecommunications | 15.13% | | |
| | Avaya, Inc., Senior Notes, | | |
| 325 | 7%, 04/01/19 (g) | B1 | 316 |

| Principal Amount/Units | | | Moody's Rating (Unaudited) | Value (Note 1) |
|------------------------|-------|---|----------------------------|----------------|
| \$ | 100 | Avaya, Inc., Senior Notes, 9.75%, 11/01/15 | Caa2 | \$ 102 |
| | 2,250 | Avaya, Inc., Senior Notes, 10.125%, 11/01/15 | Caa2 | 2,301 |
| | 400 | Cincinnati Bell Inc., Senior Notes, 7%, 02/15/15 | B2 | 405 |
| | 1,550 | Clearwire Communications LLC, Senior Secured Notes, 12%, 12/01/15 (g) | B2 | 1,666 |
| | 725 | Clearwire Communications LLC, Senior Secured Notes, 12%, 12/01/17 (g) | Caa2 | 761 |
| | 100 | Cricket Communications, Inc., Senior Notes, 7.75%, 05/15/16 | Ba2 | 106 |
| | 950 | Cricket Communications, Inc., Senior Notes, 7.75%, 10/15/20 (g) | B3 | 917 |
| | 775 | Cricket Communications, Inc., Senior Notes, 10%, 07/15/15 | B3 | 829 |
| | 500 | Crown Castle International Corporation, Senior Notes, 9%, 01/15/15 | B1 | 543 |
| | 700 | Digicel Limited, Senior Notes, 8.25%, 09/01/17 (g) | B1 | 730 |
| | 350 | Digicel Limited, Senior Notes, 8.875%, 01/15/15 (g) | Caa1 | 357 |

| | | | |
|-------|---|------|-------|
| 900 | Digicel Limited, Senior Notes, 10.50%, 04/15/18 (g) | Caa1 | 1,004 |
| 325 | Earthlink Inc., Senior Notes, 8.875%, 05/15/19 (g) | B2 | 294 |
| 775 | EH Holdings Corporation, Senior Notes, 6.50%, 06/15/19 (g) | Ba3 | 789 |
| 775 | EH Holdings Corporation, Senior Notes, 7.625%, 06/15/21 (g) | B3 | 790 |
| 475 | Equinix, Inc., Senior Notes, 8.125%, 03/01/18 | Ba2 | 518 |
| 450 | GCI, Inc., Senior Notes, 6.75%, 06/01/21 (g) | B2 | 450 |
| 225 | Geoeye, Inc., Senior Notes, 9.625%, 10/01/15 | Ba3 | 253 |
| 1,175 | Intelsat Bermuda Ltd., Senior Notes, 11.50%, 02/04/17 (g) | Caa3 | 1,269 |

The accompanying notes are an integral part of these financial statements.

The New America High Income Fund, Inc.

Schedule of Investments June 30, 2011 (Unaudited) Continued (Dollar Amounts in Thousands)

| Principal Amount/Units | | Moody's Rating (Unaudited) | Value (Note 1) |
|--|---|----------------------------|----------------|
| CORPORATE DEBT SECURITIES continued | | | |
| \$ 800 | Intelsat Corporation, Senior Notes, 7.25%, 04/01/19 (g) | B3 | \$ 794 |
| 800 | Intelsat Jackson Holdings Ltd., Senior Notes, 7.25%, 10/15/20 (g) | B3 | 794 |
| 2,750 | Intelsat (Luxembourg) S.A., Senior Notes, 11.25%, 02/04/17 | Caa3 | 2,943 |
| 525 | Level 3 Communications, Inc., Senior Notes, 11.875%, 02/01/19 (g) | Caa3 | 575 |
| 325 | Level 3 Escrow, Inc., Senior Notes, 8.125%, 07/01/19 (g) | Caa1 | 327 |
| 1,000 | Level 3 Financing, Inc., Senior Notes, 9.375%, 04/01/19 (g) | Caa1 | 1,040 |
| 1,050 | MetroPCS Wireless, Inc., Senior Notes, 7.875%, 09/01/18 | B2 | 1,110 |
| 525 | Nextel Communications, Senior Notes, 5.95%, 03/15/14 | Ba3 | 524 |
| 1,075 | Nextel Communications, Senior Notes, | Ba3 | 1,074 |

| | | | | |
|-------------------------------|-------|--|-----------------------------------|-----------------------|
| | | 7.375%, 08/01/15 | | |
| | | NII Capital Corporation, Senior Notes, 7.625, 04/01/21 | B2 | 625 |
| | 600 | | | |
| | | NII Capital Corporation, Senior Notes, 8.875%, 12/15/19 | B2 | 415 |
| | 375 | | | |
| | | NII Capital Corporation, Senior Notes, 10%, 08/15/16 | B2 | 287 |
| | 250 | | | |
| | | Paetec Holding Corporation, Senior Notes, 8.875%, 06/30/17 | Ba3 | 710 |
| | 675 | | | |
| | | Sable International Finance Limited, Senior Notes, 7.75%, 02/15/17 | | |
| | 425 | (g) | Ba2 | 430 |
| | | Satelites Mexicanos, S.A. de C.V., Senior Notes, 9.50%, 05/15/17 | | |
| | 75 | (g) | B3 | 76 |
| | | | | |
| Principal Amount/Units | | | Moody's Rating (Unaudited) | Value (Note 1) |
| | | SBA Telecommunications, Inc., Senior Notes, 8%, 08/15/16 | B1 | \$ 53 |
| \$ | 50 | | | |
| | | SBA Telecommunications, Inc., Senior Notes, 8.25%, 08/15/19 | B1 | 774 |
| | 725 | | | |
| | | Sprint Capital Corporation, Senior Notes, 6.875%, 11/15/28 | B1 | 499 |
| | 525 | | | |
| | 1,125 | Sprint Capital Corporation, | B1 | 1,218 |

| | | | |
|-------|---|------|--------|
| | Senior Notes, 8.75%, 03/15/32 | | |
| | Sprint Nextel Corporation, Senior Notes, 8.375%, 08/15/17 | B1 | 2,190 |
| 2,000 | | | |
| | Telesat Canada, Senior Notes, 11%, 11/01/15 | Caa1 | 1,686 |
| 1,550 | | | |
| | Telesat Canada, Senior Subordinated Notes, 12.50%, 11/01/17 | Caa1 | 677 |
| 575 | | | |
| | Trilogy International Partners, LLC, Senior Notes, 10.25%, 08/15/16 (g) | Caa1 | 490 |
| 475 | | | |
| | ViaSat, Inc., Senior Notes, 8.875%, 09/15/16 | B1 | 295 |
| 275 | | | |
| | Wind Acquistion Finance S.A., Senior Notes, 11.75%, 07/15/17 (g) | B2 | 993 |
| 875 | | | |
| | Wind Acquistion Holdings Finance S.A., Senior Notes, 7.25%, 02/15/18 (g) | Ba2 | 810 |
| 775 | | | |
| | Wind Acquistion Holdings Finance S.A., Senior Notes, 12.25%, 07/15/17 (g)(h) | B3 | 649 |
| 565 | | | |
| | | | 36,458 |

Textiles and Leather .66%

| | | | |
|-----|--|----|-------|
| 950 | Hanesbrands, Inc., Senior Notes, 6.375%, 12/15/20 | B1 | 919 |
| 500 | Levi Strauss & Co., Senior Notes, 7.625%, 05/15/20 | B2 | 500 |
| 175 | Levi Strauss & Co., Senior Notes, 8.875%, 04/01/16 | B2 | 181 |
| | | | 1,600 |

The accompanying notes are an integral part of these financial statements.

The New America High Income Fund, Inc.

Schedule of Investments June 30, 2011 (Unaudited) Continued (Dollar Amounts in Thousands)

| Principal Amount/Units | | Moody's Rating (Unaudited) | Value (Note 1) |
|----------------------------------|---|----------------------------|----------------|
| CORPORATE DEBT SECURITIES | | | |
| continued | | | |
| Utilities 3.67% | | | |
| \$ 350 | AES Corporation, Senior Notes, 7.375%, 07/01/21 (g) | B1 | \$ 356 |
| 1,300 | AES Corporation, Senior Notes, 9.75%, 04/15/16 | B1 | 1,472 |
| 2,025 | Calpine Corporation, Senior Notes, 7.50%, 02/15/21 (g) | B1 | 2,071 |
| 500 | Dubai Electricity and Water, Senior Notes, 7.375%, 10/21/20 (g) | Ba2 | 512 |
| 1,175 | NRG Energy, Inc., Senior Notes, 7.625%, 01/15/18 (g) | B1 | 1,184 |
| 1,000 | PNM Resources, Inc., Senior Notes, 9.25%, 05/15/15 | Ba2 | 1,115 |
| 150 | RRI Energy, Inc., Senior Notes, 7.875%, 06/15/17 | B3 | 149 |
| 800 | Texas Competitive | Caa3 | 480 |

| | | | |
|---|--|------|---------|
| | Electric Holdings, Company, LLC Senior Notes, 10.25%, 11/01/15 | | |
| 425 | Texas Competitive Electric Holdings, Company, LLC Series B, Senior Notes, 10.25%, 11/01/15 | Caa3 | 255 |
| 1,025 | Texas Competitive Electric Holdings, Company, LLC 11.50%, 10/01/20 (g) | B2 | 1,010 |
| 200 | Tokyo Electric Power Company, Inc., Senior Notes, 4.50%, 03/24/14 (EUR) | Ba2 | 245 |
| | | | 8,849 |
| | Total Corporate Debt Securities (Total cost of \$293,278) | | 306,919 |
| CONVERTIBLE DEBT SECURITIES .16% | | | |
| Telecommunications .16% | | | |
| 450 | Clearwire Communications LLC, Senior Secured Notes, 8.25%, 12/01/40 (g) | (e) | 392 |
| | Total Convertible Debt Securities (Total cost of \$496) | | 392 |

| Principal Amount/Units | | | Moody's Rating (Unaudited) | Value (Note 1) |
|--|------------------|--|----------------------------|----------------|
| SOVEREIGN DEBT | .47% | | | |
| | | Ireland, Government of, Treasury Bonds, 5%, 04/18/13 (EUR) | Baa3 | \$ 1,142 |
| \$ | 900 | | | |
| | | Total Sovereign Debt (Total cost of \$1,220) | | 1,142 |
| Shares | | | | |
| PREFERRED STOCK | 3.63% (d) | | | |
| Automobile | .42% | | | |
| | | General Motors Corporation, 4.75%, Convertible | (e) | 1,006 |
| | 20,650 | | | |
| Broadcasting and Entertainment | .16% | | | |
| | | Spanish Broadcasting System, Inc., 10.75% (a) | Caa3 | 381 |
| | 495 | | | |
| Containers, Packaging and Glass | 0% | | | |
| | | Smurfit-Stone Container Corporation, 7%, (c)(f) ESC | | |
| | 1,975 | | | |
| Electronics | 1.09% | | | |
| | | Lucent Technologies Capital Trust I, Convertible, 7.75% | B3 | 2,638 |
| | 2,675 | | | |
| Finance | 1.76% | | | |
| | | Ally Financial, Inc., 7% (g) | B3 | 2,138 |
| | 2,275 | | | |
| | | Ally Financial, Inc., 8.50% | Caa1 | 1,642 |
| | 65,600 | | | |
| | | GMAC Capital Trust | (e) | 449 |
| | 17,525 | | | |
| | | | | 4,229 |
| Hotels, Motels, Inns and Gaming | .20% | | | |
| | | Las Vegas Sands | (e) | 494 |
| | 4,400 | | | |

| | | | |
|---------------------|-----------------|--|------------|
| | | Corporation, 10% | |
| | | Total Preferred Stock (Total cost of \$7,730) | 8,748 |
| COMMON STOCK | .35% (d) | | |
| | 15,325 | Ameristar Casinos, Inc, | 363 |
| | 29,400 | Ares Capital Corporation | 473 |
| | | Total Common Stock (Total cost of \$841) | 836 |
| | | TOTAL INVESTMENTS (Total cost of \$303,565) | \$ 318,037 |

The accompanying notes are an integral part of these financial statements.

The New America High Income Fund, Inc.

Schedule of Investments June 30, 2011 (Unaudited) Continued (Dollar Amounts in Thousands)

- (a) Denotes income is not being accrued and/or issuer is in bankruptcy proceedings.
 - (b) Securities are step interest bonds. Interest on these bonds accrues based on the effective interest method which results in a constant rate of interest being recognized.
 - (c) Security is valued at fair value using methods determined by the Board of Directors. The total value of these securities at June 30, 2011 was \$0.
 - (d) Percentages indicated are based on total net assets to common shareholders of \$240,989.
 - (e) Not rated.
 - (f) Non-income producing.
 - (g) Securities are exempt from registration under Rule 144A of the Securities Act of 1933. Such securities may be resold, normally to qualified institutional buyers in transactions exempt from registration. Unless otherwise noted, 144A Securities are deemed to be liquid. See Note 1 of the Note to Schedule of Investments for valuation policy. Total market value of Rule 144A securities amounted to \$139,801 as of June 30, 2011.
 - (h) Pay-In-Kind
- (EUR) Euro
- (GBP) British Pound
- ESC Escrow Cusip. Represents a beneficial interest to account for possible future payments by the company. Interest rate and maturity date are those of the original security.

The accompanying notes are an integral part of these financial statements.

The New America High Income Fund, Inc.

Statement of Assets and Liabilities**June 30, 2011 (Unaudited)**

(Dollars in thousands, except per share amounts)

Assets:

| | |
|---|------------|
| INVESTMENTS IN SECURITIES, at value (Identified cost of \$303,565 see Schedule of Investments and Notes 1 and 2) | \$ 318,037 |
| CASH | 3,550 |
| RECEIVABLES: | |
| Investment securities sold | 2,432 |
| Interest and dividends | 6,277 |
| PREPAID EXPENSES | 68 |
| UNREALIZED GAIN ON FORWARD CURRENCY EXCHANGE CONTRACTS (Notes 1 and 10) | 169 |
| Total assets | \$ 330,533 |

Liabilities:

| | |
|---------------------------------|----------|
| PAYABLES: | |
| Investment securities purchased | \$ 3,625 |
| Dividend on common stock | 153 |
| Dividend on preferred stock | 5 |
| ACCRUED EXPENSES (Note 3) | 336 |
| Total liabilities | \$ 4,119 |

Auction Term Preferred Stock:

| | |
|---|-------------------|
| \$1.00 par value, 1,000,000 shares authorized, 3,417 shares issued and outstanding, liquidation preference of \$25,000 per share (Notes 4 and 5) | \$ 85,425 |
| Net Assets | \$ 240,989 |

Represented By:

| | |
|--|-------------------|
| COMMON STOCK: | |
| \$0.01 par value, 40,000,000 shares authorized, 23,064,128 shares issued and outstanding | \$ 231 |
| CAPITAL IN EXCESS OF PAR VALUE | 265,450 |
| UNDISTRIBUTED NET INVESTMENT INCOME (Note 2) | 3,796 |
| ACCUMULATED NET REALIZED LOSS FROM SECURITIES TRANSACTIONS (Note 2) | (43,129) |
| NET UNREALIZED APPRECIATION ON INVESTMENTS AND FORWARD CURRENCY EXCHANGE CONTRACTS | 14,641 |
| Net Assets Applicable To Common Stock (Equivalent to \$10.45 per share, based on 23,064,128 shares outstanding) | \$ 240,989 |

Statement of Operations
For the Six Months Ended
June 30, 2011 (Unaudited) (Dollars in thousands)

| | |
|---|------------|
| Investment Income: (Note 1) | |
| Interest income | \$ 13,282 |
| Dividend income | 328 |
| Other income | 56 |
| Total investment income | \$ 13,666 |
| Expenses: | |
| Cost of leverage: | |
| Preferred and auction fees (Note 5) | \$ 50 |
| Total cost of leverage | \$ 50 |
| Professional services: | |
| Legal (Note 9) | \$ 670 |
| Investment Advisor (Note 3) | 564 |
| Custodian and transfer agent | 132 |
| Audit | 29 |
| Total professional services | \$ 1,395 |
| Administrative: | |
| General administrative (Note 8) | \$ 275 |
| Directors | 89 |
| Insurance | 66 |
| Shareholder communications | 26 |
| Rating Agency | 23 |
| Shareholder meeting | 20 |
| Miscellaneous | 13 |
| Total administrative | \$ 512 |
| Total expenses | \$ 1,957 |
| Net investment income | \$ 11,709 |
| Realized and Unrealized Gain (Loss) on Investment Activities: | |
| Realized gain on investments and currencies, net | \$ 7,933 |
| Change in net unrealized appreciation on investments and other financial instruments | \$ (5,680) |
| Net gain on investments | \$ 2,253 |
| Cost of Preferred Leverage | |
| Dividends to preferred stockholders (Notes 4 and 6) | \$ (101) |
| Net increase in net assets resulting from operations | \$ 13,861 |

The accompanying notes are an integral part of these financial statements.

The New America High Income Fund, Inc.

Statements of Changes in Net Assets (Dollars in thousands, except per share amounts)

| | Six Months Ended June 30, 2011 (Unaudited) | For the Year Ended December 31, 2010 |
|---|---|---|
| From Operations: | | |
| Net investment income | \$ 11,709 | \$ 24,383 |
| Realized gain on investments and currencies, net | 7,933 | 11,376 |
| Change in net unrealized appreciation on investments and other financial instruments | (5,680) | 5,389 |
| Distributions from net investment income related to preferred stock | | |
| Dividends to preferred stockholders | (101) | (601) |
| Net increase in net assets resulting from operations | \$ 13,861 | \$ 40,547 |
| From Fund Share Transactions: | | |
| Net asset value of 45,566 shares issued to common stockholders for reinvestment of dividends in 2010 | | 468 |
| Distributions to Common Stockholders: | | |
| From net investment income (\$.33 and \$1.03 per share in 2011 and 2010, respectively) | \$ (7,496) | \$ (23,615) |
| Total net increase in net assets | \$ 6,365 | \$ 17,400 |
| Net Assets Applicable to Common Stock: | | |
| Beginning of period | \$ 234,624 | \$ 217,224 |
| End of period (Including \$3,796 and \$917 of undistributed net investment income at June 30, 2011 and December 31, 2010, respectively) | \$ 240,989 | \$ 234,624 |

The accompanying notes are an integral part of these financial statements.

The New America High Income Fund, Inc.

Financial Highlights**Selected Per Share Data and Ratios****For Each Share of Common Stock Outstanding Throughout the Period (b)**

| | For the Six Months Ended June 30, 2011 (Unaudited) | 2010 | For the Years Ended December 31, | | | 2006 |
|--|---|-------------|---|-------------|-----------------|-------------|
| | | | 2009 | 2008 | 2007 | |
| NET ASSET VALUE: | | | | | | |
| Beginning of period | \$ 10.17 | \$ 9.44 | \$ 5.75 | \$ 9.70 | \$ 10.95 | \$ 10.65 |
| NET INVESTMENT INCOME | .51 | 1.06 | 1.06 | 1.10 | 1.25# | 1.25 |
| NET REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS AND OTHER FINANCIAL INSTRUMENTS | .10 | .73 | 3.65 | (4.00) | (1.00)# | .35 |
| DISTRIBUTIONS FROM NET INVESTMENT INCOME RELATED TO PREFERRED STOCK: | | (.03) | (.12) | (.20) | (.25) | (.25) |
| TOTAL FROM INVESTMENT OPERATIONS | .61 | 1.76 | 4.59 | (3.10) | | 1.35 |
| DISTRIBUTIONS TO COMMON SHAREHOLDERS: | | | | | | |
| From net investment income | (.33) | (1.03) | (.90) | (.85) | (1.05) | (1.05) |
| TOTAL DISTRIBUTIONS | (.33) | (1.03) | (.90) | (.85) | (1.05) (.20) | (1.05) |

Effect of
rights
offering
and related
expenses;
and
Auction
Term
Preferred
Stock
offering
costs and
sales load

NET ASSET VALUE:

| | | | | | | |
|------------------|----------|----------|---------|---------|---------|----------|
| End of period | \$ 10.45 | \$ 10.17 | \$ 9.44 | \$ 5.75 | \$ 9.70 | \$ 10.95 |
|------------------|----------|----------|---------|---------|---------|----------|

PER SHARE MARKET VALUE:

| | | | | | | |
|------------------|----------|---------|---------|---------|---------|----------|
| End of period | \$ 10.86 | \$ 9.96 | \$ 9.05 | \$ 4.50 | \$ 8.55 | \$ 11.30 |
|------------------|----------|---------|---------|---------|---------|----------|

TOTAL
INVESTMENT

| | | | | | | |
|---------|--------|--------|---------|----------|----------|--------|
| RETURN† | 12.48% | 22.02% | 126.88% | (40.53)% | (16.34)% | 22.82% |
|---------|--------|--------|---------|----------|----------|--------|

Calculation is based on average shares outstanding during the indicated period due to the per share effect of the Fund's September, 2007 rights offering.

† Total investment return is calculated assuming a purchase of common stock at the current market value on the first day and a sale at the current market value on the last day of each year reported. Dividends and distributions are assumed for purposes of this calculation to be reinvested at prices obtained under the dividend reinvestment plan. This calculation does not reflect brokerage commissions.

The accompanying notes are an integral part of these financial statements.

The New America High Income Fund, Inc.

Financial Highlights**Selected Per Share Data and Ratios****For Each Share of Common Stock Outstanding Throughout the Period (b) Continued**

| | For the Six Months Ended June 30, 2011 (Unaudited) | 2010 | For the Years Ended December 31, | | | 2006 |
|--|---|-------------|---|-------------|-------------|-------------|
| | | | 2009 | 2008 | 2007 | |
| NET ASSETS, END OF PERIOD, APPLICABLE TO COMMON STOCK | | | | | | |
| (a) | \$ 240,989 | \$ 234,624 | \$ 217,224 | \$ 132,539 | \$ 223,822 | \$ 208,999 |
| NET ASSETS, END OF PERIOD, APPLICABLE TO PREFERRED STOCK | | | | | | |
| (a) | \$ 85,425 | \$ 85,425 | \$ 85,425 | \$ 85,425 | \$ 130,000 | \$ 130,000 |
| TOTAL NET ASSETS APPLICABLE TO COMMON AND PREFERRED STOCK, END OF PERIOD | | | | | | |
| (a) | \$ 326,414 | \$ 320,049 | \$ 302,649 | \$ 217,964 | \$ 353,822 | \$ 338,999 |
| EXPENSE RATIOS: | | | | | | |
| Ratio of preferred and | .04%** | .05% | .04% | .15% | .15% | .16% |

| | | | | | | |
|---|---------|--------|--------|--------|--------|--------|
| other leverage expenses to average net assets* | | | | | | |
| Ratio of operating expenses to average net assets* | 1.58%** | 1.92% | 1.55% | 1.30% | 1.19% | 1.21% |
| RATIO OF TOTAL EXPENSES TO AVERAGE NET ASSETS* | 1.62%** | 1.97% | 1.59% | 1.45% | 1.34% | 1.37% |
| RATIO OF NET INVESTMENT INCOME TO AVERAGE NET ASSETS* | 9.69%** | 10.66% | 13.59% | 13.13% | 11.66% | 11.54% |
| RATIO OF TOTAL EXPENSES TO AVERAGE NET ASSETS APPLICABLE TO COMMON AND PREFERRED STOCK | 1.20%** | 1.43% | 1.07% | .92% | .84% | .84% |
| RATIO OF NET INVESTMENT INCOME | 7.17%** | 7.76% | 9.20% | 8.31% | 7.28% | 7.05% |

| | | | | | | |
|--|--------|--------|--------|--------|--------|--------|
| TO AVERAGE NET ASSETS APPLICABLE TO COMMON AND PREFERRED STOCK PORTFOLIO TURNOVER RATE | 33.89% | 79.02% | 81.05% | 57.08% | 67.25% | 64.08% |
|--|--------|--------|--------|--------|--------|--------|

(a) Dollars in thousands.

(b) The per share data for 2006 through 2008 has been adjusted to reflect a 1 for 5 reverse stock split in 2009.

* Ratios calculated on the basis of expenses and net investment income applicable to the common shares relative to the average net assets of the common stockholders only.

** Annualized

The accompanying notes are an integral part of these financial statements.

The New America High Income Fund, Inc.

**Information Regarding
Senior Securities**

| June 30, 2011 (Unaudited) | 2010 | 2009 | As of December 31, | | 2007 | 2006 |
|--|---------------|---------------|--------------------|---------------|----------------|----------------|
| | | | 2008 | | | |
| TOTAL AMOUNT OUTSTANDING: | | | | | | |
| Preferred Stock | \$ 85,425,000 | \$ 85,425,000 | \$ 85,425,000 | \$ 85,425,000 | \$ 130,000,000 | \$ 130,000,000 |
| ASSET COVERAGE: | | | | | | |
| Per Preferred Stock Share | | | | | | |
| (1) \$ | 95,526 | \$ 93,664 | \$ 88,572 | \$ 63,788 | \$ 68,043 | \$ 65,192 |
| INVOLUNTARY LIQUIDATION PREFERENCE: | | | | | | |
| Per Preferred Stock Share | | | | | | |
| (2) \$ | 25,000 | \$ 25,000 | \$ 25,000 | \$ 25,000 | \$ 25,000 | \$ 25,000 |
| LIQUIDATION VALUE: | | | | | | |
| Per Preferred Stock Share | | | | | | |
| (2)(\$) | 25,000 | \$ 25,000 | \$ 25,000 | \$ 25,000 | \$ 25,000 | \$ 25,000 |

(1) Calculated by subtracting the Fund's total liabilities from the Fund's total assets and dividing such amount by the number of Preferred Shares outstanding.

(2) Plus accumulated and unpaid dividends.

(3) In January 2008, the Fund repurchased 600 shares of preferred stock at a price of \$25,000 per share. In October 2008, the Fund accepted an unsolicited offer to buy back and retire 1,183 shares of preferred stock at a price of \$16,250 per share. The Fund realized a gain of \$10,351,000 on this transaction. See Note 4 to the Financial Statements.

The accompanying notes are an integral part of these financial statements.

The New America High Income Fund, Inc.

**Notes to Financial Statements
June 30, 2011 (Unaudited)**

(1) Significant Accounting and Other Policies

The New America High Income Fund, Inc. (the Fund) was organized as a corporation in the state of Maryland on November 19, 1987 and is registered with the Securities and Exchange Commission as a diversified, closed-end investment company under the Investment Company Act of 1940. The Fund commenced operations on February 26, 1988. The investment objective of the Fund is to provide high current income while seeking to preserve stockholders' capital through investment in a professionally managed, diversified portfolio of "high yield" fixed-income securities.

The Fund invests primarily in fixed maturity corporate debt securities that are rated less than investment grade. Risk of loss upon default by the issuer is significantly greater with respect to such securities compared to investment grade securities because these securities are generally unsecured and are often subordinated to other creditors of the issuer and because these issuers usually have high levels of indebtedness and are more sensitive to adverse economic conditions, such as a recession, than are investment grade issuers. In some cases, the collection of principal and timely receipt of interest is dependent upon the issuer attaining improved operating results, selling assets or obtaining additional financing.

The Fund may focus its investments in certain industries, subjecting it to greater risk than a Fund that is more diversified. See the schedule of investments for information on individual securities as well as industry diversification and credit quality ratings.

The Fund's financial statements have been prepared in conformity with accounting principles generally accepted in the United States for investment companies that require the management of the Fund to, among other things, make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting periods. Actual results could differ from those estimates.

The following is a summary of significant accounting policies consistently followed by the Fund, which are in conformity with those generally accepted in the investment company industry.

(a) *Valuation of Investments* Investments for which market quotations are readily available are stated at market value, which is determined by using the most recently quoted bid price provided by an independent pricing service or principal market maker. Independent pricing services provide market quotations based primarily on quotations from dealers and brokers, market transactions, accessing data from quotations services, offering sheets obtained from dealers and various relationships between securities. Investments whose primary market is on an exchange are valued at the last sale price on the day of valuation. Short-term investments with original maturities of 60 days or less are stated at amortized cost, which approximates market value. Following procedures approved by the Board of Directors, investments for which market quotations are not readily available (primarily fixed-income corporate bonds and notes) are stated at fair value on the basis of subjective valuations furnished by securities dealers and brokers. Other investments, for which market quotations are not readily available with a cost of \$0 and a value of \$0, are

valued in good faith at fair market value using methods determined by the Board of Directors. Fair value measurement is further discussed in section (f) of this footnote.

(b) *Foreign Currency* Investment securities and other assets and liabilities denominated in foreign currencies are translated into U.S. dollar amounts 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 on the respective dates of such transactions.

The Fund does not isolate that portion of the results of operations resulting from changes in foreign

The New America High Income Fund, Inc.

Notes to Financial Statements Continued
June 30, 2011 (Unaudited)

exchange rates on investments from the fluctuations arising from changes in market prices of securities held. Such fluctuations are included with the net realized and unrealized gain or loss from investments.

Reported net realized foreign exchange gains or losses arise from sales of foreign currencies, currency gains or losses realized between the trade and settlement dates on securities transaction, and the difference between the amounts of dividends, interest and foreign withholding taxes recorded on the Fund's books and the U.S. dollar equivalent of the amounts actually received or paid. Net unrealized foreign exchange gains and losses arise from changes in the fair values of assets and liabilities, other than investments in securities at fiscal period end, resulting from changes in exchange rates.

(c) *Foreign Currency Forward Exchange Contracts* The Fund may enter into foreign currency forward exchange contracts primarily to hedge against foreign currency exchange rate risks on its non-U.S. dollar denominated investment securities. When entering into a forward currency contract, the Fund agrees to receive or deliver a fixed quantity of foreign currency for an agreed upon price on an agreed future date. The Fund's net equity therein, representing unrealized gain or loss on the contracts as measured by the difference between the forward foreign exchange rates at the dates of entry into the contracts and the forward rates at the reporting date, is included in the statement of assets and liabilities. Realized and unrealized gains and losses are included in the statement of operations. These instruments involve market risk, credit risk or both kinds of risks, in excess of the amount recognized in the statement of assets and liabilities. Risks arise from the possible inability of counterparties to meet the terms of their contracts and from movement in currency and securities values and interest rates.

(d) *Securities Transactions and Net Investment Income* Securities transactions are recorded on trade date. Realized gains or losses on sales of securities are calculated on the identified cost basis. Interest income is accrued on a daily basis. Discount on short-term investments is amortized to investment income. Premiums or discounts on corporate debt securities are amortized based on the interest method for financial reporting purposes. All income on original issue discount and step interest bonds is accrued based on the effective interest method. The Fund does not amortize market premiums or discounts for tax purposes. Dividend payments received in the form of additional securities are recorded on the ex-dividend date in an amount equal to the value of the security on such date.

(e) *Federal Income Taxes* It is the Fund's policy to comply with the requirements of the Internal Revenue Code of 1986, as amended, applicable to regulated investment companies and to distribute substantially all of its taxable income to its shareholders each year. Accordingly, no federal income tax provision is required.

(f) *Fair Value Measurement* The Fund applies ASC 820 "Fair Value Measurements and Disclosures". This standard establishes the definition of fair value, sets out a framework for measuring fair value and requires additional disclosures about fair value measurements.

The three levels of the fair value hierarchy under ASC 820 are described below:

Level 1 Unadjusted quoted prices in active markets for identical assets or liabilities that the Fund has the ability to access.

Level 2 Observable inputs other than quoted prices included in level 1 that are observable for the asset or liability, either directly or indirectly. These inputs may include quoted prices for the identical instrument on an inactive market, prices for similar instruments, interest rates, prepayment speeds, credit risk, yield curves, default rates and similar data.

The New America High Income Fund, Inc.

Notes to Financial Statements Continued
June 30, 2011 (Unaudited)

Level 3 Unobservable inputs for the asset or liability, to the extent relevant observable inputs are not available, representing the Fund's own assumptions about the assumptions a market participant would use in valuing the asset or liability, and would be based on the best information available.

The availability of observable inputs can vary from security to security and is affected by a wide variety of factors, including, for example, the type of security, whether the security is new and not yet established in the marketplace, the liquidity of markets, and other characteristics particular to the security. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in level 3.

The inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the level in the fair value hierarchy within which the fair value measurement falls in its entirety, is determined based on the lowest level input that is significant to the fair value measurement in its entirety.

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

A description of the valuation techniques applied to the Fund's major asset and liability categories is as follows.

Debt securities (corporate, convertible & bank debt). The fair value of debt securities is provided by independent pricing services using quotations from dealers and brokers, market transactions, data from quotations services, offering sheets and various relationships between securities. While most corporate bonds are categorized in level 2 of the fair value hierarchy, there may be instances where less observable inputs necessitate a level 3 categorization.

Equity securities (preferred and common stock). Equity securities for which the primary market is on an exchange will be valued at the last sale price on the day of valuation and are categorized in level 1 of the fair value hierarchy. Other equity securities traded in inactive markets or valued by independent pricing services using methods similar to debt securities are categorized in level 2. The fair value of equity securities in which observable inputs are unavailable are categorized in level 3.

Short-term investments. Short-term investments are valued using amortized cost, which approximates fair value. To the extent the inputs are observable and timely the values would be categorized in level 2 of the fair value hierarchy.

Forwards are valued at the unrealized gain or loss on the contract as measured by the difference between the forward exchange rates at the date of entry into the contract and the forward rates at the reporting date. Forwards are categorized in level 2 of the fair value hierarchy.

The following is a summary of the inputs used as of June 30, 2011 in valuing the Fund's investments:

| | Level 1 | Level 2 | Level 3 | Total Value |
|---------------------|----------------|--------------------|---------------------|--------------------|
| | Quoted | Significant | Significant | |
| | Prices | Observable | Unobservable | |
| | (000's) | Inputs | Inputs | (000's) |
| | | (000's) | (000's) | |
| Investments | | | | |
| Debt | | | | |
| Securities* | \$ | \$ 308,453 | \$ | \$ 308,453 |
| Preferred Stock | | | | |
| Automobile | 449 | | | 449 |
| Broadcasting and | | | | |
| Entertainment | | 381 | | 381 |
| Electronics | | 2,638 | | 2,638 |
| Finance | 2,648 | 2,138 | | 4,786 |
| Hotels, Motels | | | | |
| Inns and | | | | |
| Gaming | | 494 | | 494 |
| Common Stock | | | | |
| Ameristar | | | | |
| Casinos | 363 | | | 363 |
| Ares Capital | 473 | | | 473 |

The New America High Income Fund, Inc.

Notes to Financial Statements Continued
June 30, 2011 (Unaudited)

| | Level 1 | Level 2 | Level 3 | Total Value |
|-------------------------------------|-----------------|--------------------|---------------------|--------------------|
| | Quoted | Significant | Significant | |
| | Prices | Observable | Unobservable | |
| | (000's) | Inputs | Inputs | (000's) |
| | | (000's) | (000's) | |
| Short-Term Investment | \$ | \$ | \$ | \$ |
| Total Investments | \$ 3,933 | \$ 314,104 | \$ | \$ 318,037 |
| Forward Currency Exchange Contracts | \$ | \$ 169 | \$ | \$ 169 |

* Debt Securities All are level 2. Type of debt and industries are shown on the Schedule of Investments.

The following is a reconciliation of Fund investments using Level 3 inputs for the period:

| | Equity Securities |
|--|--------------------------|
| Balance, December 31, 2010 | \$ 0 |
| Net purchases (sales) | 0 |
| Change in unrealized appreciation (depreciation) | 0 |
| Realized gain (loss) | 0 |
| Transfers out of Level 3 to Level 2 | 0 |
| Balance, June 30, 2011 | \$ |

Transfers between levels are recognized at the end of the reporting period. During the six months ended June 30, 2011, the Fund recognized no significant transfers to/from Level 1 or Level 2.

(2) Tax Matters and Distributions

At June 30, 2011, the total cost of securities (including temporary cash investments) for federal income tax purposes was approximately \$302,936,000. Aggregate gross unrealized gain on securities in which there was an excess of value over tax cost was approximately \$17,350,000. Aggregate gross unrealized loss on securities in which there was an excess of tax cost over value was approximately \$2,249,000. Net unrealized gain on investments for tax purposes at June 30, 2011 was approximately \$15,101,000.

At December 31, 2010, the Fund had approximate capital loss carryovers available to offset future capital gains, if any, to the extent provided by regulations:

| Carryover Available | Expiration Date |
|----------------------------|------------------------|
|----------------------------|------------------------|

| | | |
|----|------------|-------------------|
| \$ | 7,387,000 | December 31, 2011 |
| | 125,000 | December 31, 2012 |
| | 954,000 | December 31, 2013 |
| | 1,481,000 | December 31, 2014 |
| | 15,500,000 | December 31, 2016 |
| | 26,848,000 | December 31, 2017 |
| \$ | 52,295,000 | |

It is the policy of the Fund to reduce future distributions of realized gains to shareholders to the extent of the unexpired capital loss carry forward.

The tax character of distributions paid to common and preferred shareholders of approximately \$24,216,000 and \$21,050,000 in 2010 and 2009, respectively, was from ordinary income.

As of December 31, 2010, the components of distributable earnings on a tax basis were approximately:

| | | |
|-------------------------------|----|--------------|
| Undistributed Ordinary income | \$ | 399,000 |
| Unrealized Gain | | 21,157,000 |
| Post-October Losses | | (310,000) |
| Preferred Dividend Payable | | (8,000) |
| Capital Losses Carry Forward | | (52,295,000) |
| | \$ | (31,057,000) |

The difference between components of distributable earnings on a tax basis and the amounts reflected in the Statement of Assets and Liabilities are primarily due to market discount adjustments, deductibility of preferred stock dividends, expiration of capital loss carryforwards, wash sales and post-October losses. The Fund has recorded several reclassifications in the capital accounts to present undistributed net investment income and accumulated net realized losses on a tax basis. These reclassifications have no impact on the net asset value of the Fund. For the year ended December 31, 2010,

The New America High Income Fund, Inc.

Notes to Financial Statements Continued
June 30, 2011 (Unaudited)

permanent differences between book and tax accounting have been reclassified as follows:

Increase (decrease) in:

| | |
|--|-----------------|
| Undistributed net investment income | \$ (278,000) |
| Accumulated net realized loss from securities transactions | \$ 34,271,000 |
| Capital in excess of par value | \$ (33,993,000) |

Distributions on common stock are declared based upon annual projections of the Fund's investment company taxable income. The Fund records all dividends and distributions payable to shareholders on the ex-dividend date and declares and distributes income dividends monthly.

The Fund is required to amortize market discounts and premiums for financial reporting purposes. This results in additional interest income in some years and decreased interest income in others for financial reporting purposes only. The Fund does not amortize market discounts or premiums for tax purposes. Therefore, the additional or decreased interest income for financial reporting purposes does not result in additional or decreased common stock dividend income.

The Fund recognizes the tax benefits of uncertain tax positions only where the position is "more likely than not" to be sustained assuming examination by tax authorities. Management has analyzed the Fund's tax positions, and has concluded that no liability for unrecognized tax benefits should be recorded related to uncertain tax positions taken on returns filed for open tax years 2007-2009, or expected to be taken in the Fund's 2010 tax returns. The Fund is not aware of any tax positions for which it is reasonably possible that the total amounts of unrecognized tax benefits will change materially in the next twelve months.

(3) Investment Advisory Agreement

T. Rowe Price Associates, Inc. (T. Rowe Price), the Fund's Investment Advisor, earned approximately \$564,000 in management fees during the six months ended June 30, 2011. Management fees paid by the Fund to T. Rowe Price were calculated at 0.50% on the first \$50,000,000 of the Fund's average weekly net assets, 0.40% on the next \$50 million and 0.30% on average weekly net assets in excess of \$100 million. T. Rowe Price's fee is calculated based on assets attributable to the Fund's common and auction term preferred stock. At June 30, 2011, the fee payable to T. Rowe Price was approximately \$93,000, which was included in accrued expenses on the accompanying statement of assets and liabilities.

(4) Auction Term Preferred Stock (ATP)

The Fund had 3,417 shares of ATP issued and outstanding at June 30, 2011. The ATP's dividends are cumulative at a rate determined using an auction process, the terms of which are set forth in the Fund's charter. Dividend periods will typically be 28 days unless notice is given for periods to be longer or shorter than 28 days. If, as has been the case since February 2008, the auction process does not yield a rate based on orders submitted, then the ATP dividend rate is set using formulas based on a specified

percentage of the 30-day AA composite commercial paper rate, which was 150% of such rate for each series' most recent dividend period. Dividend rates ranged from .105% .332% for the six months ended June 30, 2011. The weighted average dividend rate on June 30, 2011 was .142%.

The ATP is redeemable, at the option of the Fund, or subject to mandatory redemption (if the Fund is in default of certain coverage requirements) at a redemption price equal to \$25,000 per share plus accumulated and unpaid dividends. The ATP has a liquidation preference of \$25,000 per share plus accumulated and unpaid dividends. None of the ATP auctions successfully closed during the period and the approximate market value of ATP is not determinable at June 30, 2011. The Fund is

The New America High Income Fund, Inc.

Notes to Financial Statements Continued
June 30, 2011 (Unaudited)

required to maintain certain asset coverages with respect to the ATP under the Fund's Charter and the 1940 Act in order to maintain the Fund's Aaa/AAA ratings by Moody's Investors Service, Inc. and Fitch, Inc., respectively. At June 30, 2011 the Fund was in compliance with these asset coverage requirements.

(5) ATP Auction-Related Matters

Deutsche Bank (DB) serves as the ATP's auction agent pursuant to an agreement entered into on January 4, 1994 with Bankers Trust Company (BTC). BTC was later acquired by DB. The term of the agreement is unlimited and may be terminated by either party. DB may resign upon notice to the Fund, such resignation to be effective on the earlier of the 90th day after the delivery of such notice and the date on which a successor auction agent is appointed by the Fund. The Fund may also replace DB as auction agent at any time.

After each auction, DB will pay to each broker-dealer, from funds provided by the Fund, a maximum service charge at the annual rate of 0.25 of 1% or such other percentage subsequently agreed to by the Fund and the broker-dealers, of the purchase price of shares placed by such broker-dealers at such auction. In the event an auction scheduled to occur on an auction date fails to occur for any reason, the broker-dealers will be entitled to service charges as if the auction had occurred and all holders of shares placed by them had submitted valid hold orders. The Fund incurred approximately \$50,000 for service charges for the six months ended June 30, 2011. This amount is included under the caption preferred and auction fees in the accompanying statement of operations.

The Fund is currently not paying a service charge on series A, B and C ATP because the broker-dealer is not participating in the auctions. A service charge is being paid on series D.

(6) Supplemental Dividend for Series A, B and C ATP

The Fund's Board of Directors determined in October 2010 that it would be appropriate to adjust the dividends payable to holders of each of the Fund's Series A, B and C Auction Term Preferred Stock (ATP) beginning with the dividend period starting on September 23, 2008 (or for each Series with no dividend period beginning on September 23, 2008, that Series' dividend period next commencing after September 23, 2008) and ending with the dividend period concluding on November 16, 2010 (or for each Series with no dividend period concluding on November 16, 2010, that Series' dividend period concluding most immediately before November 16, 2010), using a formula more favorable than the one applied during those dividend periods. (The span of such dividend periods for each Series is referred to as its "Supplemental Dividend Period.") This more favorable formula is referred to in the Fund's charter documents as the "Maximum Applicable Rate" and is equal to 150% of the 30-day AA composite commercial paper rate during a dividend period. Dividend rates during each series' Supplemental Dividend Period had previously been determined using a formula referred to in the Fund's charter documents as the "Minimum Applicable Rate," which is equal to 80% of the 30-day AA composite commercial paper rate during the dividend period. The Directors approved a supplemental dividend for each holder of Series A, B or C ATP that represents the difference between the amount actually paid as dividends during the Supplemental Dividend Period for that series and the amount that would have been paid as dividends had the Maximum Applicable Rate been used in calculating the dividends during that series' Supplemental Dividend Period, plus interest on

that amount. The aggregate supplemental dividend for all three series was approximately \$413,000, which was distributed on December 27, 2010. The Maximum Applicable Rate has been used to determine the amount of all dividends payable on each series since the end of its Supplemental Dividend Period.

The New America High Income Fund, Inc.

Notes to Financial Statements Continued
June 30, 2011 (Unaudited)**(7) Purchases and Sales of Securities**

Purchases and proceeds of sales or maturities of long-term securities during the six months ended June 30, 2011 were approximately:

| | |
|---------------------------------|----------------|
| Cost of purchases | \$ 108,780,000 |
| Proceeds of sales or maturities | \$ 110,424,000 |

(8) Related Party Transactions

The Fund paid approximately \$161,000 during the six months ended June 30, 2011 to two officers of the Fund for the provision of certain administrative services.

(9) Legal Expenses

For the year ended December 31, 2010 and the six months ended June 30, 2011, the Fund incurred legal expenses in the course of responding to inquiries from the staff of the SEC's Division of Enforcement (the "Staff") in connection with the Staff's investigation of matters relating to the Fund's ATP, which expenses were materially higher than the legal expenses incurred in comparable periods prior to 2010. The Staff's investigation is on-going and the Fund is expected to continue incurring additional legal expenses in 2011.

(10) Derivative Contracts (Dollar, British Pound and Euro Amounts in Thousands)

Forward Currency Exchange Contracts As of June 30, 2011, The Fund had forward currency exchange contracts outstanding as follows:

| Counterparty | Settlement Date | Receive | Deliver | Unrealized Appreciation (Depreciation) |
|------------------------|-----------------|------------|-----------|--|
| State Street Bank | 7/8/11 | GBP 4 | USD 7 | \$ |
| State Street Bank | 7/8/11 | GBP 7 | USD 11 | |
| State Street Bank | 7/8/11 | USD 292 | GBP 179 | 4 |
| Citibank | 7/8/11 | USD 203 | GBP 125 | 2 |
| UBS AG | 9/9/11 | EUR 183 | USD 262 | 3 |
| Royal Bank of Scotland | 9/9/11 | EUR 51 | USD 73 | 2 |
| State Street Bank | 9/9/11 | EUR 95 | USD 134 | 3 |
| UBS AG | 9/9/11 | EUR 101 | USD 144 | 2 |
| | 9/9/11 | USD 13,221 | EUR 9,029 | 152 |

| | | | | | | |
|---|--------|-----|-----|-----|-----|--------|
| Royal Bank of Scotland | | | | | | |
| Deutsche Bank | 9/9/11 | USD | 245 | EUR | 170 | 1 |
| Net unrealized gain (loss) on open forward currency exchange contracts | | | | | | \$ 169 |

The New America High Income Fund, Inc.

Notes to Financial Statements Continued
June 30, 2011 (Unaudited)

Fair Value of Derivative Instruments The fair value of derivative instruments as of June 30, 2011 was as follows:

| | Asset Derivatives June 30, 2011 | |
|----------------------------|---|-----------------------------|
| | Statement of Assets and Liabilities Location | Fair Value |
| | Unrealized gain on forward currency exchange contracts | |
| Forward currency contracts | | \$ 169 |

The effect of derivative instruments that are included on the Statement of Operations for the six months ended June 30, 2011 was as follows:

Amount of Realized Loss on Derivatives

| | |
|----------------------------|--|
| | Realized gain on investments and currencies, net |
| Forward currency contracts | \$ (1073) |

Change in Unrealized Appreciation on Derivatives

| | |
|----------------------------|--|
| | Change in net unrealized appreciation on investments and other financial instruments |
| Forward currency contracts | \$ 166 |

(11) New Accounting Pronouncement

In May 2011, the FASB issued ASU No. 2011-04 "Amendments to Achieve Common Fair Value Measurement and Disclosure Requirements" in GAAP and the International Financial Reporting Standards (IFRS). ASU No. 2011-04 amends FASB ASC Topic 820, Fair Value Measurements and Disclosures, to establish common requirements for measuring fair value and for disclosing information about fair value measurements in accordance with GAAP and IFRS. ASU No. 2011-04 is effective for fiscal years beginning after December 15, 2011 and for interim periods within those fiscal years. Management is currently evaluating the impact these amendments may have on the Fund's financial statements.

(12) Subsequent Events

The Fund has evaluated the need for additional disclosures and/or adjustments resulting from subsequent events through the date the financial statements were issued. Based on this evaluation, no adjustments were required to the financial statements as of June 30, 2011.

The New America High Income Fund, Inc.

Notes to Financial Statements Continued
Supplemental Information (Unaudited)

Annual Meeting of Stockholders

The Fund's 2011 Annual Meeting of Stockholders is scheduled to be held on October 27, 2011 (the "2011 Annual Meeting"). In accordance with SEC Rule 14a-5(f) under the Securities and Exchange Act of 1934, as amended (the "Exchange Act"), the Fund has determined that proposals to be considered for inclusion in the Fund's proxy statement for the 2011 Annual Meeting under SEC Rule 14a-8 under the Exchange Act must be received by the Fund at its principal offices on or before April 25, 2011. In addition, in order for a shareholder proposal made outside of SEC Rule 14a-8 to be considered timely under the Fund's bylaws, such proposal must be received by the Fund at its principal offices not earlier than the close of business on June 29, 2011 and not later than the close of business on July 29, 2011.

Availability of Portfolio Holdings

The Fund provides a complete schedule of its portfolio holdings quarterly. The lists of holdings as of the end of the second and fourth quarters appear in the Fund's semi-annual and annual reports to shareholders, respectively. The schedules of portfolio holdings as of the end of the first and third quarters are filed with the Securities and Exchange Commission (the "SEC") on Form N-Q (the "Forms") within 60 days of the end of the first and third quarters. Shareholders can look up the Forms on the SEC's web site at www.sec.gov. The Forms may also be reviewed and copied at the SEC's public reference room in Washington, D.C. You may call the SEC at 1-800-SEC-0330 for information about the SEC's web site and their public reference room. In addition, the Forms may be reviewed on the Fund's web site at www.newamerica-hyb.com.

Compliance Certifications

On May 26, 2010, your Fund submitted a CEO annual certification to the New York Stock Exchange (NYSE) on which the Fund's principal executive officer certified that he was not aware, as of that date, of any violation by the Fund of the NYSE's Corporate Governance listing standards. In addition, as required by Section 302 of the Sarbanes-Oxley Act of 2002 and related SEC rules, the Fund's principal executive and principal financial officers have made quarterly certifications, included in filings with the SEC on Forms N-CSR and N-Q, relating to, among other things, the Fund's disclosure controls and procedures and internal control over financial reporting.

Common and Auction Term Preferred Stock Transactions

From time to time in the future, the Fund may redeem and/or purchase its ATP as provided in the Fund's governing documents, as agreed upon by the Fund and sellers or as otherwise permitted. The Fund may effect such redemptions and/or purchases when it deems advisable.

The Fund may purchase shares of its Common Stock in the open market when the Common Stock trades at a discount to net asset value or at other times if the Fund determines such purchases are advisable. There can be no assurance that the Fund will take such action in the event of a market discount to net asset value or that Fund purchases will reduce a discount.

The New America High Income Fund, Inc.

Directors

Robert F. Birch
Joseph L. Bower
Bernard J. Korman
Ernest E. Monrad
Marguerite A. Piret

Officers

Robert F. Birch President
Ellen E. Terry Vice President, Treasurer, Secretary

Investment Advisor

T. Rowe Price Associates, Inc.
100 E. Pratt Street
Baltimore, Maryland 21202

Administrator

The New America High Income Fund, Inc.
33 Broad Street
Boston, MA 02109
(617) 263-6400

Custodian

State Street Bank and Trust Company
225 Franklin Street
Boston, MA 02110

Transfer Agent

American Stock Transfer & Trust Company
59 Maiden Lane
New York, NY 10038
(866) 624-4105
Web site: www.amstock.com

Auction Agent

Deutsche Bank Trust Company Americas
P.O. Box 305050
Nashville, TN 37230

Listed: NYSE

Symbol: HYB

Web site: www.newamerica-hyb.com

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American Stock Transfer & Trust Company
59 Maiden Lane
New York, NY 10038

**The New
America
High Income
Fund, Inc.**

Semi-Annual

Report

June 30, 2011

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Item 2 - Code of Ethics - Not required in semi-annual filing.

Item 3 - Audit Committee Financial Experts - Not required in a semi-annual filing.

Item 4 - Principal Accountant Fees and Services - Not required in semi-annual filing.

Item 5 - Audit Committee of Listed Registrant - Not required in semi-annual filing.

Item 6 - Schedule of Investments - Included as part of the report to shareholders filed under Item 1 of this Form.

Item 7 - Disclosure of Proxy Voting Policies and Procedures for Closed-End Management Investment Companies - Not required in semi-annual filing.

Item 8 - Portfolio Managers of Closed-End Management Investment Companies - Not required in semi-annual filing.

Item 9 - Purchases of Equity Securities by Closed-End Management Investment Company and Affiliated Purchasers - Not applicable.

Item 10 - Submission of Matters to a Vote of Security Holders - Not applicable.

ITEM 11. CONTROLS AND PROCEDURES.

(a) The Fund's principal executive officer and principal financial officer concluded that the Fund disclosure controls and procedures (as defined in Rule 30a-3(c) under the 1940 Act) provide reasonable assurances that information required to be disclosed by the Fund on Form N-CSR is recorded, processed, summarized and reported within the required time periods and that information required to be disclosed by the Fund in the reports that it files or submits on Form N-CSR is accumulated and communicated to the Fund's management, including its principal executive and principal financial officers, as appropriate to allow timely decisions regarding required disclosure, based on their evaluation of the disclosure controls and procedures as of a date within 90 days of the filing date of this report.

(b) There was no change in the Fund's internal control over financial reporting (as defined in Rule 30a-3(d) under the 1940 Act) that occurred during the Fund's second fiscal quarter that has materially affected, or is reasonably likely to materially affect, the Fund's internal control over financial reporting.

ITEM 12. EXHIBITS.

(a)(1) Not Applicable.

(a)(2) The certifications required by Rule 30a-2(a) under the 1940 Act.

(a)(3) Not Applicable.

(b) The certifications required by Rule 30a-2(b) under the 1940 Act.

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.

The New America High Income Fund, Inc.

By: /s/ Robert F. Birch
Name: Robert F. Birch
Title: President and Director
Date: September 6, 2011

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/ Robert F. Birch
Name: Robert F. Birch
Title: President
Date: September 6, 2011

By: /s/ Ellen E. Terry
Name: Ellen E. Terry
Title: Treasurer
Date: September 6, 2011