

Western Asset Investment Grade Defined Opportunity Trust Inc.

Form N-CSRS

July 24, 2015

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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 811-22294

Western Asset Investment Grade Defined Opportunity Trust Inc.

(Exact name of registrant as specified in charter)

620 Eighth Avenue, 49th Floor, New York, NY 10018

(Address of principal executive offices) (Zip code)

Robert I. Frenkel, Esq.

Legg Mason & Co., LLC

100 First Stamford Place

Stamford, CT 06902

(Name and address of agent for service)

Registrant's telephone number, including area code: (888) 777-0102

Date of fiscal year end: November 30

Date of reporting period: May 31, 2015

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ITEM 1. REPORT TO STOCKHOLDERS.

The **Semi-Annual** Report to Stockholders is filed herewith.

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Semi-Annual Report

May 31, 2015

WESTERN ASSET
INVESTMENT GRADE
DEFINED OPPORTUNITY
TRUST INC. (IGI)

INVESTMENT PRODUCTS: NOT FDIC INSURED NO BANK GUARANTEE MAY LOSE VALUE

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Fund objective

The Fund's primary investment objective is to provide current income and then to liquidate and distribute substantially all of the Fund's net assets to stockholders on or about December 2, 2024. As a secondary investment objective, the Fund will seek capital appreciation. There can be no assurance the Fund will achieve its investment objectives.

The Fund seeks to achieve its investment objectives by investing, under normal market conditions, at least 80% of its net assets in investment grade corporate fixed-income securities of varying maturities.

Letter from the chairman

Dear Shareholder,

We are pleased to provide the semi-annual report of Western Asset Investment Grade Defined Opportunity Trust Inc. for the six-month reporting period ended May 31, 2015. Please read on for Fund performance information and a detailed look at prevailing economic and market conditions during the Fund's reporting period.

As always, we remain committed to providing you with excellent service and a full spectrum of investment choices. We also remain committed to supplementing the support you receive from your financial advisor. One way we accomplish this is through our website, www.lmcef.com. Here you can gain immediate access to market and investment information, including:

Fund prices and performance,

Market insights and commentaries from our portfolio managers, and

A host of educational resources.

We look forward to helping you meet your financial goals.

Sincerely,

Kenneth D. Fuller

Chairman, President and Chief Executive Officer

June 26, 2015

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Investment commentary

Economic review

The U.S. economy expanded moderately during the six months ended May 31, 2015 (the reporting period). While the U.S. Department of Commerce reported that third quarter 2014 U.S. gross domestic product (GDP) growth was a strong 5.0%, fourth quarter 2014 GDP growth slowed to a more modest 2.2%. The deceleration in growth primarily reflected an upturn in imports, a downturn in federal government spending and moderating nonresidential fixed investment. In addition, the U.S. Department of Commerce reported that first quarter 2015 GDP growth was -0.2%. This downturn was attributed to a number of factors, including a deceleration in personal consumption expenditures, along with negative contributions from exports, nonresidential fixed investment, and state and local government spending.

Activity in the U.S. manufacturing sector also moderated during the reporting period. Based on the Institute for Supply Management's Purchasing Managers Index (PMI), U.S. manufacturing expanded during all six months of the reporting period (a reading below 50 indicates a contraction, whereas a reading above 50 indicates an expansion). After a reading of 55.1 in December 2014, the PMI generally decelerated over much of the reporting period and the PMI was 52.8 in May 2015.

The labor market was a moderate tailwind for the economy during the reporting period. When the period began, unemployment was 5.6%, as reported by the U.S. Department of Labor. By May 2015, unemployment was 5.5%, close to its lowest level since May 2008.

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Investment commentary (cont d)

Market review

Q. How did the Federal Reserve Board (Fedⁱⁱ) respond to the economic environment?

A. The Fed took a number of actions as it sought to meet its dual mandate of fostering maximum employment and price stability. As it has since December 2008, the Fed maintained the federal funds rate^{iv} at a historically low range between zero and 0.25%. The Fed ended its asset purchase program that was announced in December 2012. In December 2014, the Fed said that it can be patient in beginning to normalize the stance of monetary policy. At its meeting that ended on April 29, 2015, the Fed said, economic growth slowed during the winter months, in part reflecting transitory factors. Finally, at its meeting that concluded on June 17, 2015, after the reporting period ended, the Fed said, The Committee currently anticipates that, even after employment and inflation are near mandate-consistent levels, economic conditions may, for some time, warrant keeping the target federal funds rate below levels the Committee views as normal in the longer run.

Q. Did Treasury yields trend higher or lower during the six months ended May 31, 2015?

A. Short-term Treasury yields moved higher, whereas long-term Treasury yields declined during the reporting period. When the reporting period began, the yield on the two-year Treasury note was 0.47%. It peaked at 0.73% towards the end of December 2014 and again on March 6, 2015, and fell as low as 0.44% on January 15, 2015, before ending the period at 0.61%. The yield on the ten-year Treasury note began the period at 2.18% and its peak of 2.31% occurred on December 5, 2014. The yield on the ten-year Treasury note was as low as 1.68% in late January/early February 2015 and concluded the period at 2.12%.

Q. What factors impacted the spread sectors (non-Treasuries) during the reporting period?

A. The spread sectors generally posted positive, albeit small gains, during the reporting period. Performance fluctuated with investor sentiment given the uncertainties regarding future Fed monetary policy, along with concerns over global growth and geopolitical issues. The broad U.S. bond market, as measured by the Barclays U.S. Aggregate Index^v, gained 1.09% during the six months ended May 31, 2015.

Q. How did the high-yield bond market perform over the six months ended May 31, 2015?

A. The U.S. high-yield bond market, as measured by the Barclays U.S. Corporate High Yield 2% Issuer Cap Index^x, returned 2.57% for the six months ended May 31, 2015. High yield bonds were volatile during the reporting period. While the underlying fundamentals in the high-yield market remained generally solid and default rates were well below their long-term average, the asset class was dragged down at times, primarily due to sharply falling oil prices. However, the high-yield market rallied late in the reporting period as oil prices stabilized and investor demand improved.

Q. How did the emerging markets debt asset class perform over the reporting period?

A. The JPMorgan Emerging Markets Bond Index Global (EMBI Globalⁱⁱ) returned 0.55% during the six months ended May 31, 2015. While the asset class generally rose

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during much of the reporting period, those gains were largely offset by a sharp decline during December 2014. This setback was triggered by a number of factors, including expectations for future Fed rate hikes, concerns over global growth, declining oil prices and weak investor demand.

Performance review

For the six months ended May 31, 2015, Western Asset Investment Grade Defined Opportunity Trust Inc. returned 1.21% based on its net asset value (NAVⁱⁱⁱ) and 3.53% based on its New York Stock Exchange (NYSE) market price per share. The Fund’s unmanaged benchmark, the Barclays U.S. Credit Index^{ix}, returned 0.99% for the same period. The Lipper Corporate Debt BBB-Rated Closed-End Funds Category Average^x returned 1.01% over the same time frame. Please note that Lipper performance returns are based on each fund’s NAV.

During this six-month period, the Fund made distributions to shareholders totaling \$0.60 per share. As of May 31, 2015, the Fund estimates that all of the distributions were sourced from net investment income.* The performance table shows the Fund’s six-month total return based on its NAV and market price as of May 31, 2015. **Past performance is no guarantee of future results.**

Performance Snapshot as of May 31, 2015
(unaudited)

	6-Month Total Return**
Price Per Share	
\$21.28 (NAV)	1.21%
\$21.00 (Market Price)	3.53%

All figures represent past performance and are not a guarantee of future results. Performance figures for periods shorter than one year represent cumulative figures and are not annualized.

**** Total returns are based on changes in NAV or market price, respectively. Returns reflect the deduction of all Fund expenses, including management fees, operating expenses, and other Fund expenses. Returns do not reflect the deduction of brokerage commissions or taxes that investors may pay on distributions or the sale of shares.**

Total return assumes the reinvestment of all distributions, including returns of capital, if any, at NAV.

Total return assumes the reinvestment of all distributions, including returns of capital, if any, in additional shares in accordance with the Fund’s Dividend Reinvestment Plan.

Looking for additional information?

The Fund is traded under the symbol IGI and its closing market price is available in most newspapers under the NYSE listings. The daily NAV is available on-line under the symbol XIGIX on most financial websites. *Barron’s* and the *Wall Street Journal’s* Monday edition both carry closed-end fund tables that provide additional information. In addition, the Fund issues a quarterly press release that can be found on most major financial websites as well as www.lmcef.com.

*This estimate is not for tax purposes. The Fund will issue a Form 1099 with final composition of the distributions for tax purposes after year-end. A return of capital is not taxable and results in a reduction in the tax basis of a shareholder’s investment. For more information about a distribution’s composition, please refer to the Fund’s distribution press release or, if applicable, the Section 19 notice located in the press release section of our website, www.lmcef.com.

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Investment commentary (cont'd)

In a continuing effort to provide information concerning the Fund, shareholders may call 1-888-777-0102 (toll free), Monday through Friday from 8:00 a.m. to 5:30 p.m. Eastern Time, for the Fund's current NAV, market price and other information.

Thank you for your investment in Western Asset Investment Grade Defined Opportunity Trust Inc. As always, we appreciate that you have chosen us to manage your assets and we remain focused on achieving the Fund's investment goals.

Sincerely,

Kenneth D. Fuller

Chairman, President and Chief Executive Officer

June 26, 2015

***RISKS:** The Fund's investments are subject to credit risk, inflation risk and interest rate risk. As interest rates rise, bond prices fall, reducing the value of the Fund's holdings. The Fund may invest in lower-rated high-yield bonds or junk bonds, which are subject to greater credit risk (risk of default) than higher-rated obligations. The Fund may use derivatives, such as options and futures, which can be illiquid, may disproportionately increase losses and have a potentially large impact on Fund performance. The Fund may invest in securities or engage in transactions that have the economic effects of leverage which can increase the risk and volatility of the Fund.*

All investments are subject to risk including the possible loss of principal. Past performance is no guarantee of future results. All index performance reflects no deduction for fees, expenses or taxes. Please note that an investor cannot invest directly in an index.

The information provided is not intended to be a forecast of future events, a guarantee of future results or investment advice. Views expressed may differ from those of the firm as a whole.

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- ⁱ Gross domestic product (GDP) is the market value of all final goods and services produced within a country in a given period of time.
- ⁱⁱ The Institute for Supply Management's PMI is based on a survey of purchasing executives who buy the raw materials for manufacturing at more than 350 companies. It offers an early reading on the health of the U.S. manufacturing sector.
- ⁱⁱⁱ The Federal Reserve Board (Fed) is responsible for the formulation of policies designed to promote economic growth, full employment, stable prices and a sustainable pattern of international trade and payments.
- ^{iv} The federal funds rate is the rate charged by one depository institution on an overnight sale of immediately available funds (balances at the Federal Reserve) to another depository institution; the rate may vary from depository institution to depository institution and from day to day.
- ^v The Barclays U.S. Aggregate Index is a broad-based bond index comprised of government, corporate, mortgage- and asset-backed issues, rated investment grade or higher, and having at least one year to maturity.
- ^{vi} The Barclays U.S. Corporate High Yield 2% Issuer Cap Index is an index of the 2% Issuer Cap component of the Barclays U.S. Corporate High Yield Index, which covers the U.S. dollar-denominated, non-investment grade, fixed-rate, taxable corporate bond market.
- ^{vii} The JPMorgan Emerging Markets Bond Index Global (EMBI Global) tracks total returns for U.S. dollar-denominated debt instruments issued by emerging market sovereign and quasi-sovereign entities: Brady bonds, loans, Eurobonds and local market instruments.
- ^{viii} Net asset value (NAV) is calculated by subtracting total liabilities, including liabilities associated with financial leverage (if any), from the closing value of all securities held by the Fund (plus all other assets) and dividing the result (total net assets) by the total number of the common shares outstanding. The NAV fluctuates with changes in the market prices of securities in which the Fund has invested. However, the price at which an investor may buy or sell shares of the Fund is the Fund's market price as determined by supply of and demand for the Fund's shares.
- ^{ix} The Barclays U.S. Credit Index is an index composed of corporate and non-corporate debt issues that are investment grade (rated Baa3/BBB- or higher).
- ^x Lipper, Inc., a wholly-owned subsidiary of Reuters, provides independent insight on global collective investments. Returns are based on the six-month period ended May 31, 2015, including the reinvestment of all distributions, including returns of capital, if any, calculated among the 10 funds in the Fund's Lipper category.

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Fund at a glance (unaudited)

Investment breakdown (%) as a percent of total investments

The bar graph above represents the composition of the Fund's investments as of May 31, 2015 and November 30, 2014 and does not include derivatives, such as futures contracts, swap contracts and forward foreign currency contracts. The Fund is actively managed. As a result, the composition of the Fund's investments is subject to change at any time.

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Spread duration (unaudited)

Economic exposure May 31, 2015

Total Spread Duration

IGI 7.28 years
Benchmark 7.14 years

Spread duration measures the sensitivity to changes in spreads. The spread over Treasuries is the annual risk-premium demanded by investors to hold non-Treasury securities. Spread duration is quantified as the % change in price resulting from a 100 basis points change in spreads. For a security with positive spread duration, an increase in spreads would result in a price decline and a decline in spreads would result in a price increase. This chart highlights the market sector exposure of the Fund's sectors relative to the selected benchmark sectors as of the end of the reporting period.

Benchmark Barclays U.S. Credit Index
EM Emerging Markets
HY High Yield
IG Credit Investment Grade Credit
IGI Western Asset Investment Grade Defined Opportunity Trust Inc.

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Effective duration (unaudited)

Interest rate exposure May 31, 2015

Total Effective Duration

IGI 6.86 years

Benchmark 7.23 years

Effective duration measures the sensitivity to changes in relevant interest rates. Effective duration is quantified as the % change in price resulting from a 100 basis points change in interest rates. For a security with positive effective duration, an increase in interest rates would result in a price decline and a decline in interest rates would result in a price increase. This chart highlights the interest rate exposure of the Fund's sectors relative to the selected benchmark sectors as of the end of the reporting period.

Benchmark	Barclays U.S. Credit Index
EM	Emerging Markets
HY	High Yield
IG Credit	Investment Grade Credit
IGI	Western Asset Investment Grade Defined Opportunity Trust Inc.

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May 31, 2015

Western Asset Investment Grade Defined Opportunity Trust Inc.

	Rate	Maturity Date	Face Amount	Value
Security				
Corporate Bonds & Notes 94.2%				
Consumer Discretionary 12.0%				
<i>Auto Components 0.6%</i>				
ZF North America Capital Inc., Senior Notes	4.000%	4/29/20	\$ 570,000	\$ 582,113 ^(a)
ZF North America Capital Inc., Senior Notes	4.500%	4/29/22	300,000	306,375 ^(a)
ZF North America Capital Inc., Senior Notes	4.750%	4/29/25	590,000	592,212 ^(a)
<i>Total Auto Components</i>				<i>1,480,700</i>
<i>Automobiles 2.5%</i>				
Ford Motor Co., Senior Bonds	9.215%	9/15/21	1,140,000	1,506,473
Ford Motor Credit Co., LLC, Senior Notes	8.125%	1/15/20	640,000	793,048
Ford Motor Credit Co., LLC, Senior Notes	4.250%	9/20/22	380,000	405,086
General Motors Co., Senior Notes	4.875%	10/2/23	1,470,000	1,573,886
General Motors Co., Senior Notes	5.200%	4/1/45	490,000	501,887
General Motors Financial Co. Inc., Senior Notes	4.375%	9/25/21	930,000	972,586
<i>Total Automobiles</i>				<i>5,752,966</i>
<i>Hotels, Restaurants & Leisure 0.3%</i>				
Hilton Worldwide Finance LLC/Hilton Worldwide Finance Corp., Senior Notes	5.625%	10/15/21	170,000	179,988
Wynn Macau Ltd., Senior Notes	5.250%	10/15/21	480,000	469,200 ^(a)
<i>Total Hotels, Restaurants & Leisure</i>				<i>649,188</i>
<i>Household Durables 0.6%</i>				
Toll Brothers Finance Corp., Senior Notes	4.000%	12/31/18	1,140,000	1,171,350
Toll Brothers Finance Corp., Senior Notes	6.750%	11/1/19	160,000	181,200
<i>Total Household Durables</i>				<i>1,352,550</i>
<i>Media 7.2%</i>				
21st Century Fox America Inc., Senior Notes	6.650%	11/15/37	2,400,000	3,055,946
Comcast Corp., Bonds	6.400%	5/15/38	2,500,000	3,187,387
Comcast Corp., Senior Notes	5.700%	7/1/19	1,500,000	1,728,720
DISH DBS Corp., Senior Notes	7.875%	9/1/19	1,250,000	1,415,625
DISH DBS Corp., Senior Notes	5.875%	11/15/24	700,000	703,500
Time Warner Cable Inc., Debentures	7.300%	7/1/38	160,000	187,101
Time Warner Cable Inc., Senior Bonds	6.550%	5/1/37	370,000	400,703
Time Warner Cable Inc., Senior Bonds	4.500%	9/15/42	120,000	104,489
Time Warner Cable Inc., Senior Notes	8.750%	2/14/19	1,390,000	1,659,866
Time Warner Cable Inc., Senior Notes	5.500%	9/1/41	80,000	77,601
Time Warner Entertainment Co., LP, Senior Notes	8.375%	7/15/33	370,000	469,524
Time Warner Inc., Senior Notes	4.900%	6/15/42	250,000	257,938
UBM PLC, Notes	5.750%	11/3/20	740,000	815,013 ^(a)
Virgin Media Finance PLC, Senior Notes	6.375%	4/15/23	2,000,000	2,132,500 ^(a)

See Notes to Financial Statements.

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	Rate	Maturity Date	Face Amount	Value
Security				
<i>Media continued</i>				
WPP Finance 2010, Senior Notes	5.625%	11/15/43	\$ 260,000	\$ 298,125
<i>Total Media</i>				<i>16,494,038</i>
<i>Specialty Retail 0.8%</i>				
American Greetings Corp., Senior Notes	7.375%	12/1/21	280,000	298,900
Gap Inc., Senior Notes	5.950%	4/12/21	1,240,000	1,428,355
<i>Total Specialty Retail</i>				<i>1,727,255</i>
Total Consumer Discretionary				27,456,697
<i>Consumer Staples 3.8%</i>				
<i>Beverages 1.1%</i>				
Anheuser-Busch InBev Worldwide Inc., Senior Notes	7.750%	1/15/19	450,000	539,581
Constellation Brands Inc., Senior Notes	4.250%	5/1/23	140,000	141,750
Pernod-Ricard SA, Senior Bonds	5.750%	4/7/21	590,000	676,557 ^(a)
Pernod-Ricard SA, Senior Notes	5.500%	1/15/42	960,000	1,098,013 ^(a)
<i>Total Beverages</i>				<i>2,455,901</i>
<i>Food Products 0.3%</i>				
Kraft Foods Group Inc., Senior Notes	5.000%	6/4/42	280,000	290,744
Mondelez International Inc., Senior Notes	4.000%	2/1/24	410,000	437,236
<i>Total Food Products</i>				<i>727,980</i>
<i>Tobacco 2.4%</i>				
Altria Group Inc., Senior Notes	9.250%	8/6/19	1,000,000	1,272,617
Altria Group Inc., Senior Notes	9.950%	11/10/38	430,000	720,676
Altria Group Inc., Senior Notes	10.200%	2/6/39	280,000	477,746
Lorillard Tobacco Co., Senior Notes	8.125%	6/23/19	540,000	655,649
Lorillard Tobacco Co., Senior Notes	8.125%	5/1/40	470,000	635,712
Lorillard Tobacco Co., Senior Notes	7.000%	8/4/41	510,000	633,486
Reynolds American Inc., Senior Notes	4.750%	11/1/42	1,220,000	1,174,454
<i>Total Tobacco</i>				<i>5,570,340</i>
Total Consumer Staples				8,754,221
<i>Energy 11.8%</i>				
<i>Energy Equipment & Services 0.4%</i>				
EnSCO PLC, Senior Notes	5.200%	3/15/25	790,000	815,952
Pride International Inc., Senior Notes	7.875%	8/15/40	150,000	171,861
<i>Total Energy Equipment & Services</i>				<i>987,813</i>
<i>Oil, Gas & Consumable Fuels 11.4%</i>				
Anadarko Petroleum Corp., Senior Notes	5.950%	9/15/16	340,000	360,440
Apache Corp., Senior Notes	6.000%	1/15/37	150,000	171,480
Apache Corp., Senior Notes	5.100%	9/1/40	280,000	283,911
Apache Corp., Senior Notes	5.250%	2/1/42	160,000	167,930

See Notes to Financial Statements.

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May 31, 2015

Western Asset Investment Grade Defined Opportunity Trust Inc.

Security	Rate	Maturity Date	Face Amount	Value
<i>Oil, Gas & Consumable Fuels continued</i>				
Apache Corp., Senior Notes	4.750%	4/15/43	\$ 670,000	\$ 651,162
Columbia Pipeline Group Inc., Senior Notes	5.800%	6/1/45	340,000	353,192 ^(a)
Comstock Resources Inc., Senior Secured Notes	10.000%	3/15/20	580,000	562,600 ^(a)
ConocoPhillips, Notes	6.500%	2/1/39	1,500,000	1,942,692
Devon Financing Corp. LLC, Debentures	7.875%	9/30/31	1,080,000	1,442,274
Ecopetrol SA, Senior Notes	5.875%	5/28/45	284,000	263,978
Energy Transfer Equity LP, Senior Notes	7.500%	10/15/20	420,000	481,950
EOG Resources Inc., Senior Notes	6.875%	10/1/18	800,000	935,158
EXCO Resources Inc., Senior Notes	7.500%	9/15/18	120,000	83,100
Halcon Resources Corp., Secured Notes	8.625%	2/1/20	290,000	295,075 ^(a)
Hess Corp., Notes	8.125%	2/15/19	1,400,000	1,681,289
Hess Corp., Notes	7.875%	10/1/29	440,000	573,519
Hess Corp., Senior Bonds	6.000%	1/15/40	520,000	575,702
Kerr-McGee Corp., Notes	6.950%	7/1/24	1,320,000	1,648,555
Kerr-McGee Corp., Notes	7.875%	9/15/31	710,000	958,196
Kinder Morgan Energy Partners LP, Senior Notes	5.950%	2/15/18	800,000	881,249
LUKOIL International Finance BV, Senior Notes	4.563%	4/24/23	940,000	856,575 ^(a)
Marathon Petroleum Corp., Senior Notes	3.625%	9/15/24	560,000	566,817
MEG Energy Corp., Senior Notes	6.375%	1/30/23	900,000	855,000 ^(a)
Murray Energy Corp., Senior Secured Notes	11.250%	4/15/21	740,000	715,950 ^(a)
Noble Energy Inc., Senior Notes	6.000%	3/1/41	660,000	729,583
Noble Energy Inc., Senior Notes	5.250%	11/15/43	240,000	246,360
Pemex Project Funding Master Trust, Senior Bonds	6.625%	6/15/35	1,000,000	1,128,000
Petrobras Global Finance BV, Senior Notes	7.250%	3/17/44	440,000	435,644
Petrobras International Finance Co., Senior Notes	5.750%	1/20/20	109,000	109,153
Petroleos Mexicanos, Senior Notes	5.500%	1/21/21	250,000	274,153
Petroleos Mexicanos, Senior Notes	6.375%	1/23/45	80,000	87,184
Plains Exploration & Production Co., Senior Notes	6.500%	11/15/20	32,000	34,000
Plains Exploration & Production Co., Senior Notes	6.875%	2/15/23	410,000	441,263
Shell International Finance BV, Senior Notes	4.375%	5/11/45	590,000	606,322
Transcontinental Gas Pipe Line Co., LLC, Senior Notes	5.400%	8/15/41	10,000	10,053
Transcontinental Gas Pipe Line Co., LLC, Senior Notes	4.450%	8/1/42	860,000	761,945
Valero Energy Corp., Senior Notes	9.375%	3/15/19	700,000	872,817
Williams Cos. Inc., Notes	7.875%	9/1/21	952,000	1,166,111
Williams Cos. Inc., Senior Notes	4.550%	6/24/24	1,130,000	1,158,323
Williams Cos. Inc., Senior Notes	7.750%	6/15/31	62,000	73,991
Williams Cos. Inc., Senior Notes	8.750%	3/15/32	148,000	190,634

See Notes to Financial Statements.

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Security	Rate	Maturity Date	Face Amount	Value
<i>Oil, Gas & Consumable Fuels continued</i>				
Williams Partners LP, Senior Notes	5.250%	3/15/20	\$ 460,000	\$ 511,867
<i>Total Oil, Gas & Consumable Fuels</i>				<i>26,145,197</i>
Total Energy				27,133,010
Financials 36.7%				
<i>Banks 15.4%</i>				
Bank of America Corp., Junior Subordinated Bonds	6.100%	3/17/25	650,000	656,500 ^{(b)(c)}
Bank of America Corp., Junior Subordinated Notes	6.250%	9/5/24	970,000	990,612 ^{(b)(c)}
Bank of America Corp., Junior Subordinated Notes	6.500%	10/23/24	400,000	423,500 ^{(b)(c)}
Bank of America Corp., Senior Notes	7.625%	6/1/19	2,760,000	3,313,256
Bank of America Corp., Senior Notes	5.875%	2/7/42	1,340,000	1,652,958
Barclays Bank PLC, Subordinated Notes	7.625%	11/21/22	630,000	733,556
CIT Group Inc., Secured Notes	6.625%	4/1/18	480,000	517,776 ^(a)
CIT Group Inc., Senior Notes	5.000%	8/1/23	350,000	359,170
Citigroup Inc., Junior Subordinated Bonds	6.300%	5/15/24	470,000	472,350 ^{(b)(c)}
Citigroup Inc., Junior Subordinated Bonds	5.950%	5/15/25	880,000	869,000 ^{(b)(c)}
Citigroup Inc., Senior Notes	6.000%	8/15/17	2,250,000	2,463,464
Citigroup Inc., Senior Notes	8.500%	5/22/19	500,000	617,400
Citigroup Inc., Senior Notes	8.125%	7/15/39	1,350,000	2,041,203
Citigroup Inc., Subordinated Notes	6.675%	9/13/43	630,000	803,382
Cooperatieve Centrale Raiffeisen-Boerenleenbank BA of Netherlands, Subordinated Notes	5.750%	12/1/43	750,000	882,332
Credit Agricole SA, Junior Subordinated Notes	8.375%	10/13/19	500,000	592,500 ^{(a)(b)(c)}
HSBC Holdings PLC, Junior Subordinated Bonds	6.375%	9/17/24	1,000,000	1,028,750 ^{(b)(c)}
HSBC Holdings PLC, Junior Subordinated Bonds	6.375%	3/30/25	200,000	205,700 ^{(b)(c)}
JPMorgan Chase & Co., Junior Subordinated Bonds	6.000%	8/1/23	700,000	715,570 ^{(b)(c)}
JPMorgan Chase & Co., Senior Notes	6.400%	5/15/38	1,500,000	1,920,058
JPMorgan Chase & Co., Subordinated Notes	5.625%	8/16/43	760,000	862,507
JPMorgan Chase & Co., Subordinated Notes	4.950%	6/1/45	150,000	152,562
M&T Bank Corp., Junior Subordinated Bonds	6.875%	6/15/16	1,060,000	1,085,175 ^(c)
Royal Bank of Scotland Group PLC, Junior Subordinated Bonds	7.648%	9/30/31	710,000	903,475 ^{(b)(c)}
Royal Bank of Scotland Group PLC, Senior Notes	6.400%	10/21/19	1,170,000	1,337,674
Royal Bank of Scotland Group PLC, Subordinated Notes	6.100%	6/10/23	1,540,000	1,681,392
Royal Bank of Scotland Group PLC, Subordinated Notes	6.000%	12/19/23	150,000	163,404
Royal Bank of Scotland NV, Subordinated Bonds	7.750%	5/15/23	820,000	976,444
Societe Generale SA, Junior Subordinated Notes	6.000%	1/27/20	340,000	325,550 ^{(a)(b)(c)}
Standard Chartered PLC, Subordinated Notes	5.700%	3/26/44	410,000	449,557 ^(a)
Wachovia Capital Trust III, Junior Subordinated Bonds	5.570%	7/10/15	410,000	406,720 ^{(b)(c)}

See Notes to Financial Statements.

Table of Contents**Schedule of investments (unaudited) (cont d)**

May 31, 2015

Western Asset Investment Grade Defined Opportunity Trust Inc.

Security	Rate	Maturity Date	Face Amount	Value
<i>Banks continued</i>				
Wachovia Corp., Senior Notes	5.750%	2/1/18	\$ 4,400,000	\$ 4,891,797
Wells Fargo & Co., Junior Subordinated Bonds	5.900%	6/15/24	560,000	578,200 ^{(b)(c)}
Wells Fargo & Co., Junior Subordinated Bonds	5.875%	6/15/25	300,000	315,750 ^{(b)(c)}
<i>Total Banks</i>				<i>35,389,424</i>
<i>Capital Markets 9.4%</i>				
Bear Stearns Cos. LLC, Senior Notes	7.250%	2/1/18	1,570,000	1,794,083
Credit Suisse Group AG, Junior Subordinated Notes	6.250%	12/18/24	1,540,000	1,515,745 ^{(a)(b)(c)}
Credit Suisse Group Funding Guernsey Ltd., Senior Notes	4.875%	5/15/45	1,380,000	1,403,757 ^(a)
Goldman Sachs Group Inc., Senior Notes	5.950%	1/18/18	4,250,000	4,699,323
Goldman Sachs Group Inc., Senior Notes	7.500%	2/15/19	500,000	592,781
Goldman Sachs Group Inc., Senior Notes	6.250%	2/1/41	2,550,000	3,170,188
Goldman Sachs Group Inc., Subordinated Notes	5.150%	5/22/45	70,000	71,715
KKR Group Finance Co. III LLC, Senior Bonds	5.125%	6/1/44	1,340,000	1,360,909 ^(a)
Merrill Lynch & Co. Inc., Notes	6.875%	4/25/18	990,000	1,128,436
Merrill Lynch & Co. Inc., Subordinated Notes	7.750%	5/14/38	670,000	920,800
Morgan Stanley, Medium-Term Notes	6.625%	4/1/18	1,750,000	1,980,839
Morgan Stanley, Senior Notes	5.500%	1/26/20	1,950,000	2,202,882
Morgan Stanley, Senior Notes	6.375%	7/24/42	140,000	178,769
UBS AG Stamford CT, Subordinated Notes	7.625%	8/17/22	330,000	393,578
<i>Total Capital Markets</i>				<i>21,413,805</i>
<i>Consumer Finance 1.7%</i>				
HSBC Finance Corp., Senior Notes	6.676%	1/15/21	1,620,000	1,908,757
Navient Corp., Senior Notes	7.250%	1/25/22	1,430,000	1,547,231
Navient Corp., Senior Notes	6.125%	3/25/24	480,000	468,000
<i>Total Consumer Finance</i>				<i>3,923,988</i>
<i>Diversified Financial Services 5.5%</i>				
Argos Merger Sub Inc., Senior Notes	7.125%	3/15/23	400,000	425,000 ^(a)
Blackstone Holdings Finance Co., LLC, Senior Notes	4.450%	7/15/45	310,000	296,969 ^(a)
Carlyle Holdings II Finance LLC, Senior Secured Notes	5.625%	3/30/43	360,000	397,984 ^(a)
CME Group Inc., Senior Notes	5.300%	9/15/43	750,000	885,662
General Electric Capital Corp., Junior Subordinated Bonds	7.125%	6/15/22	100,000	117,000 ^{(b)(c)}
General Electric Capital Corp., Junior Subordinated Bonds	6.250%	12/15/22	1,000,000	1,118,437 ^{(b)(c)}
General Electric Capital Corp., Senior Notes	6.875%	1/10/39	2,820,000	3,957,757
General Electric Capital Corp., Subordinated Debentures	6.375%	11/15/67	210,000	229,425 ^(b)
General Electric Capital Corp., Subordinated Notes	5.300%	2/11/21	130,000	149,676
ILFC E-Capital Trust I, Junior Subordinated Notes	4.090%	12/21/65	800,000	782,000 ^{(a)(b)}
International Lease Finance Corp., Senior Notes	8.875%	9/1/17	810,000	919,350
International Lease Finance Corp., Senior Notes	6.250%	5/15/19	220,000	244,750

See Notes to Financial Statements.

Table of Contents**Western Asset Investment Grade Defined Opportunity Trust Inc.**

Security	Rate	Maturity Date	Face Amount	Value
<i>Diversified Financial Services continued</i>				
International Lease Finance Corp., Senior Notes	8.250%	12/15/20	\$ 330,000	\$ 401,775
International Lease Finance Corp., Senior Secured Notes	6.750%	9/1/16	670,000	709,781 ^(a)
International Lease Finance Corp., Senior Secured Notes	7.125%	9/1/18	1,200,000	1,353,000 ^(a)
ZFS Finance USA Trust II, Bonds	6.450%	12/15/65	500,000	520,000 ^{(a)(b)}
<i>Total Diversified Financial Services</i>				<i>12,508,566</i>
<i>Insurance 4.2%</i>				
American Equity Investment Life Holding Co., Senior Notes	6.625%	7/15/21	90,000	96,300
American International Group Inc., Senior Notes	6.400%	12/15/20	1,000,000	1,196,694
Aon PLC, Senior Notes	4.750%	5/15/45	160,000	163,503
Delphi Financial Group Inc., Senior Notes	7.875%	1/31/20	290,000	346,893
Fidelity & Guaranty Life Holdings Inc., Senior Notes	6.375%	4/1/21	330,000	345,675 ^(a)
Liberty Mutual Group Inc., Junior Subordinated Bonds	7.800%	3/7/87	330,000	400,950 ^(a)
Liberty Mutual Insurance Co., Subordinated Notes	7.875%	10/15/26	840,000	1,052,727 ^(a)
MetLife Inc., Junior Subordinated Bonds	5.250%	6/15/20	1,140,000	1,144,275 ^{(b)(c)}
MetLife Inc., Senior Notes	6.817%	8/15/18	1,300,000	1,508,179
Nationwide Mutual Insurance Co., Notes	9.375%	8/15/39	520,000	808,088 ^(a)
Teachers Insurance & Annuity Association of America, Subordinated Notes	4.900%	9/15/44	660,000	708,709 ^(a)
Teachers Insurance & Annuity Association of America College Retirement Equity Fund, Notes	6.850%	12/16/39	1,050,000	1,396,440 ^(a)
Travelers Cos. Inc., Senior Notes	6.250%	6/15/37	400,000	525,963
<i>Total Insurance</i>				<i>9,694,396</i>
<i>Real Estate Management & Development 0.4%</i>				
Communications Sales & Leasing Inc., Senior Notes	8.250%	10/15/23	180,000	184,050 ^(a)
Communications Sales & Leasing Inc., Senior Secured Notes	6.000%	4/15/23	90,000	90,675 ^(a)
Security Capital Group Inc., Senior Notes	7.700%	6/15/28	460,000	627,863
<i>Total Real Estate Management & Development</i>				<i>902,588</i>
<i>Thriffs & Mortgage Finance 0.1%</i>				
Quicken Loans Inc., Senior Notes	5.750%	5/1/25	240,000	240,900 ^(a)
Total Financials				84,073,667
<i>Health Care 4.1%</i>				
<i>Biotechnology 1.1%</i>				
Amgen Inc., Senior Notes	5.150%	11/15/41	700,000	752,261
Celgene Corp., Senior Notes	3.625%	5/15/24	560,000	574,240
Gilead Sciences Inc., Senior Notes	5.650%	12/1/41	100,000	119,744
Gilead Sciences Inc., Senior Notes	4.500%	2/1/45	970,000	993,569
<i>Total Biotechnology</i>				<i>2,439,814</i>

See Notes to Financial Statements.

Table of Contents**Schedule of investments (unaudited) (cont d)**

May 31, 2015

Western Asset Investment Grade Defined Opportunity Trust Inc.

	Rate	Maturity Date	Face Amount	Value
Security				
<i>Health Care Providers & Services 0.5%</i>				
Catholic Health Initiatives, Secured Bonds	4.350%	11/1/42	\$ 60,000	\$ 56,718
Humana Inc., Senior Notes	7.200%	6/15/18	1,000,000	1,153,669
<i>Total Health Care Providers & Services</i>				<i>1,210,387</i>
<i>Pharmaceuticals 2.5%</i>				
AbbVie Inc., Senior Notes	4.400%	11/6/42	450,000	438,684
AbbVie Inc., Senior Subordinated Notes	4.500%	5/14/35	1,150,000	1,161,680
AbbVie Inc., Senior Subordinated Notes	4.700%	5/14/45	700,000	714,470
Actavis Funding SCS, Senior Notes	4.550%	3/15/35	790,000	785,723
Actavis Funding SCS, Senior Notes	4.750%	3/15/45	180,000	178,952
Pfizer Inc., Senior Notes	7.200%	3/15/39	560,000	795,912
Wyeth, Notes	5.950%	4/1/37	1,100,000	1,354,997
Zoetis Inc., Senior Notes	4.700%	2/1/43	270,000	266,630
<i>Total Pharmaceuticals</i>				<i>5,697,048</i>
Total Health Care				9,347,249
Industrials 4.1%				
<i>Aerospace & Defense 0.4%</i>				
Exelis Inc., Senior Notes	5.550%	10/1/21	885,000	995,459
<i>Air Freight & Logistics 0.4%</i>				
United Parcel Service Inc., Senior Notes	6.200%	1/15/38	700,000	905,346
<i>Airlines 1.7%</i>				
Air Canada, Pass-Through Trust, Secured Notes	6.625%	5/15/18	480,000	507,600 ^(a)
American Airlines, Pass-Through Trust, Senior Secured Bonds	5.600%	1/15/22	486,218	506,883 ^(a)
Delta Air Lines Inc., Pass-Through Certificates, Secured Notes	8.021%	2/10/24	141,353	163,969
Delta Air Lines Inc., Pass-Through Certificates, Senior Secured Notes	7.750%	6/17/21	468,544	537,654
United Airlines Inc., Pass-Through Certificates	6.545%	8/2/20	168,908	183,265
United Airlines Inc., Pass-Through Certificates, Secured Notes	9.750%	7/15/18	118,719	129,701
United Airlines Inc., Pass-Through Certificates, Secured Notes	9.250%	11/10/18	190,570	209,627
United Airlines Inc., Pass-Through Certificates, Secured Notes	6.250%	10/11/21	231,215	247,400
United Airlines Inc., Pass-Through Certificates, Senior Secured Notes	10.400%	5/1/18	55,147	60,662
United Airlines Inc., Pass-Through Certificates, Senior Secured Notes	7.250%	5/10/21	605,759	701,166
US Airways, Pass-Through Trust, Senior Secured Bonds	5.900%	4/1/26	525,887	594,252
<i>Total Airlines</i>				<i>3,842,179</i>
<i>Commercial Services & Supplies 0.8%</i>				
Republic Services Inc., Senior Notes	5.500%	9/15/19	220,000	248,910
Taylor Morrison Communities Inc./Monarch Communities Inc., Senior Notes	5.250%	4/15/21	900,000	909,000 ^(a)

See Notes to Financial Statements.

Table of Contents**Western Asset Investment Grade Defined Opportunity Trust Inc.**

	Rate	Maturity Date	Face Amount	Value
Security				
<i>Commercial Services & Supplies continued</i>				
Waste Management Inc., Senior Notes	7.750%	5/15/32	\$ 500,000	\$ 730,468
<i>Total Commercial Services & Supplies</i>				<i>1,888,378</i>
<i>Machinery 0.3%</i>				
Caterpillar Inc., Senior Notes	4.750%	5/15/64	360,000	374,649
Valmont Industries Inc., Senior Notes	6.625%	4/20/20	180,000	209,653
<i>Total Machinery</i>				<i>584,302</i>
<i>Road & Rail 0.5%</i>				
Burlington Northern Santa Fe LLC, Senior Notes	4.900%	4/1/44	760,000	828,886
CSX Corp., Senior Notes	3.950%	5/1/50	300,000	278,577
Florida East Coast Holdings Corp., Senior Notes	9.750%	5/1/20	70,000	67,025 (a)
<i>Total Road & Rail</i>				<i>1,174,488</i>
Total Industrials				9,390,152
<i>Information Technology 1.2%</i>				
<i>Communications Equipment 0.7%</i>				
Harris Corp., Senior Notes	4.854%	4/27/35	430,000	425,253
Harris Corp., Senior Notes	5.054%	4/27/45	340,000	339,076
QUALCOMM Inc., Senior Subordinated Notes	4.800%	5/20/45	910,000	909,779
<i>Total Communications Equipment</i>				<i>1,674,108</i>
<i>Electronic Equipment, Instruments & Components 0.2%</i>				
Interface Security Systems Holdings Inc./Interface Security Systems LLC, Senior Secured Notes	9.250%	1/15/18	340,000	345,100
<i>IT Services 0.0%</i>				
First Data Corp., Senior Secured Notes	6.750%	11/1/20	91,000	97,370 (a)
<i>Semiconductors & Semiconductor Equipment 0.2%</i>				
National Semiconductor Corp., Senior Notes	6.600%	6/15/17	360,000	400,297
<i>Software 0.1%</i>				
Activision Blizzard Inc., Senior Notes	6.125%	9/15/23	180,000	198,900 (a)
Total Information Technology				2,715,775
<i>Materials 4.3%</i>				
<i>Chemicals 0.2%</i>				
Ecolab Inc., Senior Notes	5.500%	12/8/41	260,000	301,290
<i>Metals & Mining 3.9%</i>				
Alcoa Inc., Senior Notes	5.125%	10/1/24	520,000	557,700
Barrick Gold Corp., Senior Notes	5.250%	4/1/42	1,200,000	1,118,135
Freeport-McMoRan Inc., Senior Notes	5.400%	11/14/34	20,000	18,015
Freeport-McMoRan Inc., Senior Notes	5.450%	3/15/43	210,000	183,697
Glencore Finance Canada Ltd., Senior Bonds	5.800%	11/15/16	1,200,000	1,271,531 (a)
Rio Tinto Finance USA Ltd., Senior Notes	9.000%	5/1/19	2,000,000	2,520,298

See Notes to Financial Statements.

Table of Contents**Schedule of investments (unaudited) (cont d)**

May 31, 2015

Western Asset Investment Grade Defined Opportunity Trust Inc.

	Rate	Maturity Date	Face Amount	Value
Security				
<i>Metals & Mining continued</i>				
Southern Copper Corp., Senior Notes	5.375%	4/16/20	\$ 260,000	\$ 287,560
Steel Dynamics Inc., Senior Notes	6.125%	8/15/19	240,000	257,400
Vale Overseas Ltd., Senior Notes	6.875%	11/21/36	2,100,000	2,075,619
Vedanta Resources PLC, Senior Notes	6.000%	1/31/19	500,000	470,000 ^(a)
Yamana Gold Inc., Senior Notes	4.950%	7/15/24	140,000	138,509
Total Metals & Mining				8,898,464
<i>Paper & Forest Products 0.2%</i>				
Fibria Overseas Finance Ltd., Senior Notes	5.250%	5/12/24	510,000	529,176
Total Materials				9,728,930
Telecommunication Services 9.2%				
<i>Diversified Telecommunication Services 7.7%</i>				
AT&T Inc., Global Notes	5.600%	5/15/18	1,500,000	1,664,082
AT&T Inc., Senior Notes	4.500%	5/15/35	370,000	351,889
AT&T Inc., Senior Notes	5.550%	8/15/41	440,000	467,655
AT&T Inc., Senior Notes	4.750%	5/15/46	460,000	439,772
British Telecommunications PLC, Bonds	9.625%	12/15/30	2,000,000	3,158,820
Embarq Corp., Notes	7.995%	6/1/36	1,500,000	1,725,000
Intelsat Jackson Holdings SA, Senior Bonds	5.500%	8/1/23	1,250,000	1,152,737
Koninklijke KPN NV, Senior Notes	8.375%	10/1/30	330,000	469,041
Telecom Italia Capital SA, Senior Notes	7.175%	6/18/19	610,000	693,113
Telecom Italia SpA, Senior Notes	5.303%	5/30/24	830,000	866,312 ^(a)
Telefonica Emisiones SAU, Senior Notes	7.045%	6/20/36	140,000	181,646
Turk Telekomunikasyon AS, Senior Notes	4.875%	6/19/24	400,000	400,504 ^(a)
Verizon Communications Inc., Senior Notes	5.150%	9/15/23	2,460,000	2,752,041
Verizon Communications Inc., Senior Notes	6.550%	9/15/43	1,473,000	1,795,586
Verizon Communications Inc., Senior Notes	5.012%	8/21/54	1,508,000	1,439,715
Total Diversified Telecommunication Services				17,557,913
<i>Wireless Telecommunication Services 1.5%</i>				
America Movil SAB de CV, Senior Notes	4.375%	7/16/42	800,000	777,184
Rogers Communications Inc., Senior Notes	6.800%	8/15/18	1,000,000	1,154,509
Sprint Communications Inc., Senior Notes	9.000%	11/15/18	280,000	321,650 ^(a)
Sprint Corp., Senior Notes	7.875%	9/15/23	700,000	713,580
Telefonica Europe BV, Senior Notes	8.250%	9/15/30	390,000	547,818
Total Wireless Telecommunication Services				3,514,741
Total Telecommunication Services				21,072,654
Utilities 7.0%				
<i>Electric Utilities 5.6%</i>				
Berkshire Hathaway Energy Co., Bonds	6.125%	4/1/36	1,000,000	1,216,356

See Notes to Financial Statements.

Table of Contents**Western Asset Investment Grade Defined Opportunity Trust Inc.**

Security	Rate	Maturity Date	Face Amount	Value
<i>Electric Utilities continued</i>				
Berkshire Hathaway Energy Co., Senior Notes	5.750%	4/1/18	\$ 1,000,000	\$ 1,113,764
CenterPoint Energy Houston Electric LLC, Senior Secured Bonds	4.500%	4/1/44	530,000	567,023
Commonwealth Edison Co., First Mortgage Bonds	5.800%	3/15/18	600,000	670,983
Commonwealth Edison Co., First Mortgage Bonds	6.450%	1/15/38	600,000	797,813
FirstEnergy Corp., Notes	7.375%	11/15/31	3,040,000	3,834,565
GenOn REMA LLC, Pass-Through Certificates	9.681%	7/2/26	2,000,000	2,170,000
IPALCO Enterprises Inc., Senior Secured Notes	7.250%	4/1/16	1,030,000	1,078,925 (a)
Pacific Gas & Electric Co., Senior Notes	8.250%	10/15/18	600,000	723,727
Virginia Electric and Power Co., Senior Notes	8.875%	11/15/38	500,000	801,542
<i>Total Electric Utilities</i>				<i>12,974,698</i>
<i>Gas Utilities 0.8%</i>				
Southern Natural Gas Co., Senior Notes	8.000%	3/1/32	1,500,000	1,833,143
<i>Independent Power and Renewable Electricity Producers 0.6%</i>				
AES Corp., Senior Notes	8.000%	6/1/20	1,100,000	1,292,500
Total Utilities				16,100,341
Total Corporate Bonds & Notes (Cost \$192,761,098)				215,772,696
Municipal Bonds 0.5%				
<i>Alabama 0.1%</i>				
Jefferson County, AL, Sewer Revenue, Subordinated Lien Warrants	6.000%	10/1/42	310,000	345,709
<i>California 0.1%</i>				
University of California Revenue	4.062%	5/15/33	220,000	222,112
<i>Illinois 0.3%</i>				
Chicago, IL, GO, Taxable Project	7.781%	1/1/35	20,000	20,985
Illinois State, GO, Build America Bonds-Taxable	6.725%	4/1/35	530,000	558,069
<i>Total Illinois</i>				<i>579,054</i>
Total Municipal Bonds (Cost \$1,143,794)				1,146,875
Senior Loans 0.3%				
Industrials 0.3%				
<i>Commercial Services & Supplies 0.3%</i>				
Nielsen Finance LLC, USD Term Loan B2 (Cost \$636,801)	3.182%	4/15/21	636,801	640,440 (d)(e)
Sovereign Bonds 0.9%				
<i>Colombia 0.2%</i>				
Republic of Colombia, Senior Bonds	5.625%	2/26/44	431,000	466,558
<i>Turkey 0.7%</i>				
Republic of Turkey, Senior Bonds	4.250%	4/14/26	720,000	699,444
Republic of Turkey, Senior Notes	4.875%	4/16/43	840,000	803,779
<i>Total Turkey</i>				<i>1,503,223</i>
Total Sovereign Bonds (Cost \$1,895,884)				1,969,781

See Notes to Financial Statements.

Table of Contents**Schedule of investments (unaudited) (cont d)**

May 31, 2015

Western Asset Investment Grade Defined Opportunity Trust Inc.

	Rate	Maturity Date	Face Amount	Value
Security				
U.S. Government & Agency Obligations 0.3%				
<i>U.S. Government Obligations 0.3%</i>				
U.S. Treasury Bonds	2.500%	2/15/45	\$ 20,000	\$ 18,544
U.S. Treasury Notes	2.125%	5/15/25	780,000	782,376
Total U.S. Government & Agency Obligations (Cost \$790,295)				800,920
			Shares	
Common Stocks 0.7%				
Financials 0.7%				
<i>Banks 0.7%</i>				
Citigroup Inc. (Cost \$1,474,006)			29,728	1,607,690
Preferred Stocks 1.6%				
Financials 1.6%				
<i>Banks 0.0%</i>				
U.S. Bancorp	5.150%		3,585	89,625
<i>Capital Markets 0.2%</i>				
State Street Corp.	5.900%		16,755	440,154 ^(b)
<i>Consumer Finance 1.2%</i>				
GMAC Capital Trust I	8.125%		105,800	2,757,148 ^(b)
<i>Diversified Financial Services 0.2%</i>				
Citigroup Capital XIII	7.875%		17,525	455,475 ^(b)
Total Preferred Stocks (Cost \$3,526,533)				3,742,402
Total Investments 98.5% (Cost \$202,228,411#)				225,680,804
Other Assets in Excess of Liabilities 1.5%				3,456,260
Total Net Assets 100.0%				\$ 229,137,064

(a) Security is exempt from registration under Rule 144A of the Securities Act of 1933. This security may be resold in transactions that are exempt from registration, normally to qualified institutional buyers. This security has been deemed liquid pursuant to guidelines approved by the Board of Directors, unless otherwise noted.

(b) Variable rate security. Interest rate disclosed is as of the most recent information available.

(c) Security has no maturity date. The date shown represents the next call date.

(d) Interest rates disclosed represent the effective rates on senior loans. Ranges in interest rates are attributable to multiple contracts under the same loan.

(e) Senior loans may be considered restricted in that the Fund ordinarily is contractually obligated to receive approval from the agent bank and/or borrower prior to the disposition of a senior loan.

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Aggregate cost for federal income tax purposes is substantially the same.

Abbreviation used in this schedule:

GO General Obligation

See Notes to Financial Statements.

14 Western Asset Investment Grade Defined Opportunity Trust Inc. 2015 Semi-Annual Report

Table of Contents**Statement of assets and liabilities** (unaudited)

May 31, 2015

Assets:	
Investments, at value (Cost \$202,228,411)	\$ 225,680,804
Cash	1,268,930
Interest and dividends receivable	3,140,163
Deposits with brokers for open futures contracts	355,867
Unrealized appreciation on forward foreign currency contracts	291,730
Deposits with brokers for centrally cleared swap contracts	198,964
Prepaid expenses	17,087
Total Assets	230,953,545
Liabilities:	
Payable for securities purchased	1,140,000
Unrealized depreciation on forward foreign currency contracts	345,663
Investment management fee payable	126,383
OTC swaps, at value (premiums received \$41,277)	70,283
Payable to broker variation margin on open futures contracts	58,703
Payable to broker variation margin on centrally cleared swaps	14,265
Payable for open OTC swap contracts	5,549
Accrued expenses	55,635
Total Liabilities	1,816,481
Total Net Assets	\$ 229,137,064
Net Assets:	
Par value (\$0.001 par value; 10,769,985 shares issued and outstanding; 100,000,000 shares authorized)	\$ 10,770
Paid-in capital in excess of par value	205,213,656
Undistributed net investment income	1,747,654
Accumulated net realized loss on investments, futures contracts, swap contracts and foreign currency transactions	(980,012)
Net unrealized appreciation on investments, futures contracts, swap contracts and foreign currencies	23,144,996
Total Net Assets	\$ 229,137,064
Shares Outstanding	10,769,985
Net Asset Value	\$21.28

See Notes to Financial Statements.

Table of Contents**Statement of operations** (unaudited)

For the Six Months Ended May 31, 2015

Investment Income:	
Interest	\$ 6,043,918
Dividends	157,091
Total Investment Income	6,201,009
Expenses:	
Investment management fee (Note 2)	752,232
Excise tax (Note 1)	108,644
Audit and tax fees	29,005
Directors' fees	23,073
Transfer agent fees	18,326
Shareholder reports	14,508
Legal fees	12,715
Fund accounting fees	11,623
Stock exchange listing fees	10,596
Insurance	2,335
Custody fees	1,129
Miscellaneous expenses	6,254
Total Expenses	990,440
Net Investment Income	5,210,569
Realized and Unrealized Gain (Loss) on Investments, Futures Contracts, Swap Contracts and Foreign Currency Transactions (Notes 1, 3 and 4):	
Net Realized Gain (Loss) From:	
Investment transactions	764,799
Futures contracts	(831,929)
Swap contracts	(21,315)
Foreign currency transactions	537,178
Net Realized Gain	448,733
Change in Net Unrealized Appreciation (Depreciation) From:	
Investments	(2,902,320)
Futures contracts	113,702
Swap contracts	79,210
Foreign currencies	(192,751)
Change in Net Unrealized Appreciation (Depreciation)	(2,902,159)
Net Loss on Investments, Futures Contracts, Swap Contracts and Foreign Currency Transactions	(2,453,426)
Increase in Net Assets from Operations	\$ 2,757,143

See Notes to Financial Statements.

Table of Contents**Statements of changes in net assets**For the Six Months Ended May 31, 2015 (unaudited)
and the Year Ended November 30, 2014

	2015	2014
Operations:		
Net investment income	\$ 5,210,569	\$ 10,932,640
Net realized gain	448,733	617,636
Change in net unrealized appreciation (depreciation)	(2,902,159)	5,668,527
<i>Increase in Net Assets from Operations</i>	<i>2,757,143</i>	<i>17,218,803</i>
Distributions to Shareholders From (Note 1):		
Net investment income	(6,459,639)	(12,230,725)
Net realized gains		(4,018,067)
<i>Decrease in Net Assets from Distributions to Shareholders</i>	<i>(6,459,639)</i>	<i>(16,248,792)</i>
Fund Share Transactions:		
Reinvestment of distributions (6,344 and 0 shares issued, respectively)	133,374	
<i>Increase in Net Assets from Fund Share Transactions</i>	<i>133,374</i>	
<i>Increase (Decrease) in Net Assets</i>	<i>(3,569,122)</i>	<i>970,011</i>
Net Assets:		
Beginning of period	232,706,186	231,736,175
End of period*	\$ 229,137,064	\$ 232,706,186
*Includes undistributed net investment income of:	\$1,747,654	\$2,996,724

See Notes to Financial Statements.

Table of Contents**Financial highlights**

For a share of capital stock outstanding throughout each year ended November 30, unless otherwise noted:

	2015 ^{1,2}	2014 ¹	2013 ¹	2012 ¹	2011 ¹	2010 ¹
Net asset value, beginning of period	\$21.62	\$21.53	\$22.67	\$20.64	\$21.35	\$20.58
Income (loss) from operations:						
Net investment income	0.48	1.02	1.03	1.09	1.15	1.17
Net realized and unrealized gain (loss)	(0.22)	0.58	(0.90)	2.33	(0.57)	0.85
<i>Total income from operations</i>	<i>0.26</i>	<i>1.60</i>	<i>0.13</i>	<i>3.42</i>	<i>0.58</i>	<i>2.02</i>
Less distributions from:						
Net investment income	(0.60) ³	(1.14)	(0.94)	(1.25)	(1.07)	(1.17)
Net realized gains		(0.37)	(0.33)	(0.14)	(0.22)	(0.08)
<i>Total distributions</i>	<i>(0.60)</i>	<i>(1.51)</i>	<i>(1.27)</i>	<i>(1.39)</i>	<i>(1.29)</i>	<i>(1.25)</i>
Net asset value, end of period	\$21.28	\$21.62	\$21.53	\$22.67	\$20.64	\$21.35
Market price, end of period	\$21.00	\$20.87	\$19.59	\$23.69	\$21.55	\$20.79
<i>Total return, based on NAV^{4,5}</i>	<i>1.21%</i>	<i>7.70%</i>	<i>0.63%</i>	<i>17.12%</i>	<i>2.96%</i>	<i>10.28%</i>
<i>Total return, based on Market Price⁶</i>	<i>3.53%</i>	<i>14.69%</i>	<i>(12.18)%</i>	<i>17.28%</i>	<i>10.40%</i>	<i>12.52%</i>
Net assets, end of period (000s)	\$229,137	\$232,706	\$231,736	\$243,472	\$220,354	\$227,337
Ratios to average net assets:						
Gross expenses	0.86% ⁷	0.80%	0.84%	0.78%	0.80%	0.81%
Net expenses	0.86 ⁷	0.80	0.84	0.78	0.80	0.81
Net investment income	4.50 ⁷	4.69	4.69	5.01	5.43	5.60
Portfolio turnover rate	26%	38%	68%	82%	49%	31%

¹ Per share amounts have been calculated using the average shares method.

² For the six months ended May 31, 2015 (unaudited).

³ The actual source of the Fund's current fiscal year distributions may be from net investment income, return of capital or a combination of both. Shareholders will be informed of the tax characteristics of the distributions after the close of the fiscal year.

⁴ Performance figures may reflect compensating balance arrangements, fee waivers and/or expense reimbursements. In the absence of compensating balance arrangements, fee waivers and/or expense reimbursements, the total return would have been lower. Past performance is no guarantee of future results. Total returns for periods of less than one year are not annualized.

⁵ The total return calculation assumes that distributions are reinvested at NAV. Prior to January 1, 2012, the total return calculation assumed the reinvestment of all distributions in accordance with the Fund's dividend reinvestment plan. Past performance is no guarantee of future results. Total returns for periods of less than one year are not annualized.

⁶ The total return calculation assumes that distributions are reinvested in accordance with the Fund's dividend reinvestment plan. Past performance is no guarantee of future results. Total returns for periods of less than one year are not annualized.

⁷ Annualized.

[See Notes to Financial Statements.](#)

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Notes to financial statements (unaudited)

1. Organization and significant accounting policies

Western Asset Investment Grade Defined Opportunity Trust Inc. (the Fund) was incorporated in Maryland on April 24, 2009 and is registered as a non-diversified, closed-end management investment company under the Investment Company Act of 1940, as amended (the 1940 Act). The Fund's primary investment objective is to provide current income and then to liquidate and distribute substantially all of the Fund's net assets to stockholders on or about December 2, 2024. As a secondary investment objective, the Fund will seek capital appreciation. There can be no assurance the Fund will achieve its investment objectives.

The following are significant accounting policies consistently followed by the Fund and are in conformity with U.S. generally accepted accounting principles (GAAP). Estimates and assumptions are required to be made regarding assets, liabilities and changes in net assets resulting from operations when financial statements are prepared. Changes in the economic environment, financial markets and any other parameters used in determining these estimates could cause actual results to differ. Subsequent events have been evaluated through the date the financial statements were issued.

(a) Investment valuation. The valuations for fixed income securities (which may include, but are not limited to, corporate, government, municipal, mortgage-backed, collateralized mortgage obligations and asset-backed securities) and certain derivative instruments are typically the prices supplied by independent third party pricing services, which may use market prices or broker/dealer quotations or a variety of valuation techniques and methodologies. The independent third party pricing services use inputs that are observable such as issuer details, interest rates, yield curves, prepayment speeds, credit risks/spreads, default rates and quoted prices for similar securities. Short-term fixed income securities that will mature in 60 days or less are valued at amortized cost, unless it is determined that using this method would not reflect an investment's fair value. Futures contracts are valued daily at the settlement price established by the board of trade or exchange on which they are traded. Equity securities for which market quotations are available are valued at the last reported sales price or official closing price on the primary market or exchange on which they trade. When the Fund holds securities or other assets that are denominated in a foreign currency, the Fund will normally use the currency exchange rates as of 4:00 p.m. (Eastern Time). If independent third party pricing services are unable to supply prices for a portfolio investment, or if the prices supplied are deemed by the manager to be unreliable, the market price may be determined by the manager using quotations from one or more broker/dealers or at the transaction price if the security has recently been purchased and no value has yet been obtained from a pricing service or pricing broker. When reliable prices are not readily available, such as when the value of a security has been significantly affected by events after the close of the exchange or market on which the security is principally traded, but before the Fund calculates its net asset value, the Fund values these securities as determined in accordance with procedures approved by the Fund's Board of Directors.

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Notes to financial statements (unaudited) (cont d)

The Board of Directors is responsible for the valuation process and has delegated the supervision of the daily valuation process to the Legg Mason North Atlantic Fund Valuation Committee (formerly, Legg Mason North American Fund Valuation Committee) (the Valuation Committee). The Valuation Committee, pursuant to the policies adopted by the Board of Directors, is responsible for making fair value determinations, evaluating the effectiveness of the Fund's pricing policies, and reporting to the Board of Directors. When determining the reliability of third party pricing information for investments owned by the Fund, the Valuation Committee, among other things, conducts due diligence reviews of pricing vendors, monitors the daily change in prices and reviews transactions among market participants.

The Valuation Committee will consider pricing methodologies it deems relevant and appropriate when making fair value determinations. Examples of possible methodologies include, but are not limited to, multiple of earnings; discount from market of a similar freely traded security; discounted cash-flow analysis; book value or a multiple thereof; risk premium/yield analysis; yield to maturity; and/or fundamental investment analysis. The Valuation Committee will also consider factors it deems relevant and appropriate in light of the facts and circumstances. Examples of possible factors include, but are not limited to, the type of security; the issuer's financial statements; the purchase price of the security; the discount from market value of unrestricted securities of the same class at the time of purchase; analysts' research and observations from financial institutions; information regarding any transactions or offers with respect to the security; the existence of merger proposals or tender offers affecting the security; the price and extent of public trading in similar securities of the issuer or comparable companies; and the existence of a shelf registration for restricted securities.

For each portfolio security that has been fair valued pursuant to the policies adopted by the Board of Directors, the fair value price is compared against the last available and next available market quotations. The Valuation Committee reviews the results of such back testing monthly and fair valuation occurrences are reported to the Board of Directors quarterly.

The Fund uses valuation techniques to measure fair value that are consistent with the market approach and/or income approach, depending on the type of security and the particular circumstance. The market approach uses prices and other relevant information generated by market transactions involving identical or comparable securities. The income approach uses valuation techniques to discount estimated future cash flows to present value.

GAAP establishes a disclosure hierarchy that categorizes the inputs to valuation techniques used to value assets and liabilities at measurement date. These inputs are summarized in the three broad levels listed below:

Level 1 quoted prices in active markets for identical investments

Level 2 other significant observable inputs (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

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Level 3 significant unobservable inputs (including the Fund's own assumptions in determining the fair value of investments)
The inputs or methodologies used to value securities are not necessarily an indication of the risk associated with investing in those securities.

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

ASSETS				
Description	Quoted Prices (Level 1)	Other Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Total
Long-term investments :				
Corporate bonds & notes:				
Industrials		\$ 6,055,573	\$ 3,334,579	\$ 9,390,152
Utilities		13,930,341	2,170,000	16,100,341
Other corporate bonds & notes		190,282,203		190,282,203
Municipal bonds		1,146,875		1,146,875
Senior loans		640,440		640,440
Sovereign bonds		1,969,781		1,969,781
U.S. government & agency obligations		800,920		800,920
Common stocks	\$ 1,607,690			1,607,690
Preferred stocks	3,742,402			3,742,402
Total investments	\$ 5,350,092	\$ 214,826,133	\$ 5,504,579	\$ 225,680,804
Other financial instruments:				
Futures contracts	\$ 70,408			\$ 70,408
Forward foreign currency contracts		\$ 291,730		291,730
Centrally cleared interest rate swaps		77,794		77,794
Total other financial instruments	\$ 70,408	\$ 369,524		\$ 439,932
Total	\$ 5,420,500	\$ 215,195,657	\$ 5,504,579	\$ 226,120,736
LIABILITIES				
Description	Quoted Prices (Level 1)	Other Significant Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Total
Other financial instruments:				
Futures contracts	\$ 372,660			\$ 372,660
Forward foreign currency contracts		\$ 345,663		345,663
OTC credit default swaps on corporate issues buy protection		70,283		70,283
Total	\$ 372,660	\$ 415,946		\$ 788,606

See Schedule of Investments for additional detailed categorizations.

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

Table of Contents**Notes to financial statements (unaudited) (cont d)**

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

Investments in Securities	Corporate Bonds & Notes		Total
	Industrials	Utilities	
Balance as of November 30, 2014			
Accrued premiums/discounts			
Realized gain (loss)			
Change in unrealized appreciation (depreciation)			
Purchases			
Sales			
Transfers into Level 3 ¹	\$ 3,334,579	\$ 2,170,000	\$ 5,504,579
Transfers out of Level 3			
Balance as of May 31, 2015	\$ 3,334,579	\$ 2,170,000	\$ 5,504,579
Net change in unrealized appreciation (depreciation) for investments in securities still held at May 31, 2015			

The Fund's policy is to recognize transfers between levels as of the end of the reporting period.

¹ Transferred into Level 3 as a result of the unavailability of a quoted price in an active market for an identical investment or the unavailability of other significant observable inputs.

(b) Repurchase agreements. The Fund may enter into repurchase agreements with institutions that its investment adviser has determined are creditworthy. Each repurchase agreement is recorded at cost. Under the terms of a typical repurchase agreement, the Fund acquires a debt security subject to an obligation of the seller to repurchase, and of the Fund to resell, the security at an agreed-upon price and time, thereby determining the yield during the Fund's holding period. When entering into repurchase agreements, it is the Fund's policy that its custodian or a third party custodian, acting on the Fund's behalf, take possession of the underlying collateral securities, the market value of which, at all times, at least equals the principal amount of the repurchase transaction, including accrued interest. To the extent that any repurchase transaction maturity exceeds one business day, the value of the collateral is marked-to-market and measured against the value of the agreement in an effort to ensure the adequacy of the collateral. If the counterparty defaults, the Fund generally has the right to use the collateral to satisfy the terms of the repurchase transaction. However, if the market value of the collateral declines during the period in which the Fund seeks to assert its rights or if bankruptcy proceedings are commenced with respect to the seller of the security, realization of the collateral by the Fund may be delayed or limited.

(c) Futures contracts. The Fund uses futures contracts generally to gain exposure to, or hedge against, changes in interest rates or gain exposure to, or hedge against, changes in certain asset classes. A futures contract represents a commitment for the future purchase or sale of an asset at a specified price on a specified date.

Upon entering into a futures contract, the Fund is required to deposit cash or cash equivalents with a broker in an amount equal to a certain percentage of the contract amount. This is known as the initial margin and subsequent payments (variation margin) are

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made or received by the Fund each day, depending on the daily fluctuation in the value of the contract. For certain futures, including foreign denominated futures, variation margin is not settled daily, but is recorded as a net variation margin payable or receivable. The daily changes in contract value are recorded as unrealized gains or losses in the Statement of Operations and the Fund recognizes a realized gain or loss when the contract is closed.

Futures contracts involve, to varying degrees, risk of loss in excess of the amounts reflected in the financial statements. In addition, there is the risk that the Fund may not be able to enter into a closing transaction because of an illiquid secondary market.

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

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

(e) Swap agreements. The Fund invests in swaps for the purpose of managing its exposure to interest rate, credit or market risk, or for other purposes, including to increase the Fund's return. The use of swaps involves risks that are different from those associated with other portfolio transactions. Swap agreements are privately negotiated in the over-the-counter market (OTC Swaps) or may be executed on a registered exchange (Centrally Cleared Swaps). Unlike Centrally Cleared Swaps, the Fund has credit exposure to the counterparties of OTC Swaps.

Swap contracts are marked-to-market daily and changes in value are recorded as unrealized appreciation (depreciation). The daily change in valuation of Centrally Cleared Swaps, if any, is recorded as a receivable or payable for variation margin on the Statement of Assets and Liabilities. Gains or losses are realized upon termination of the swap agreement. Collateral, in the form of restricted cash or securities, may be required to be held in segregated accounts with the Fund's custodian in compliance with the terms of the swap contracts. Securities posted as collateral for swap contracts are identified in the Schedule of Investments and restricted cash, if any, is identified on the Statement of Assets and Liabilities.

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Notes to financial statements (unaudited) (cont d)

Risks may exceed amounts recorded in the Statement of Assets and Liabilities. These risks include changes in the returns of the underlying instruments, failure of the counterparties to perform under the contracts terms, and the possible lack of liquidity with respect to the swap agreements.

OTC swap payments received or made at the beginning of the measurement period are reflected as a premium or deposit, respectively, on the Statement of Assets and Liabilities. These upfront payments are amortized over the life of the swap and are recognized as realized gain or loss in the Statement of Operations. Net periodic payments received or paid by the Fund are recognized as a realized gain or loss in the Statement of Operations.

The Fund's maximum exposure in the event of a defined credit event on a credit default swap to sell protection is the notional amount. As of May 31, 2015, the Fund did not hold any credit default swaps to sell protection.

For average notional amounts of swaps held during the six months ended May 31, 2015, see Note 4.

Credit default swaps

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

Implied spreads are the theoretical prices a lender receives for credit default protection. When spreads rise, market perceived credit risk rises and when spreads fall, market perceived credit risk falls. The implied credit spread of a particular referenced entity reflects the cost of buying/selling protection and may include upfront payments required to enter into the agreement. Wider credit spreads and decreasing market values, when compared to

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the notional amount of the swap, represent a deterioration of the referenced entity's credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement. Credit spreads utilized in determining the period end market value of credit default swap agreements on corporate or sovereign issues are disclosed in the Notes to Financial Statements and serve as an indicator of the current status of the payment/performance risk and represent the likelihood or risk of default for credit derivatives. For credit default swap agreements on asset-backed securities and credit indices, the quoted market prices and resulting values, particularly in relation to the notional amount of the contract as well as the annual payment rate, serve as an indication of the current status of the payment/performance risk.

The Fund's maximum risk of loss from counterparty risk, as the protection buyer, is the fair value of the contract (this risk is mitigated by the posting of collateral by the counterparty to the Fund to cover the Fund's exposure to the counterparty). As the protection seller, the Fund's maximum risk is the notional amount of the contract. Credit default swaps are considered to have credit risk-related contingent features since they require payment by the protection seller to the protection buyer upon the occurrence of a defined credit event.

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

Interest rate swaps

The Fund enters into interest rate swap contracts to manage its exposure to interest rate risk. Interest rate swaps are agreements between two parties to exchange cash flows based on a notional principal amount. The Fund may elect to pay a fixed rate and receive a floating rate, or receive a fixed rate and pay a floating rate, on a notional principal amount. Interest rate swaps are marked-to-market daily based upon quotations from market makers and the change, if any, is recorded as an unrealized gain or loss in the Statement of Operations. When a swap contract is terminated early, the Fund records a realized gain or loss equal to the difference between the original cost and the settlement amount of the closing transaction.

The risks of interest rate swaps include changes in market conditions that will affect the value of the contract or changes in the present value of the future cash flow streams and the possible inability of the counterparty to fulfill its obligations under the agreement. The Fund's maximum risk of loss from counterparty credit risk is the discounted net value of the cash flows to be received from the counterparty over the contract's remaining life, to the extent that that amount is positive. This risk is mitigated by the posting of collateral by the counterparty to the Fund to cover the Fund's exposure to the counterparty.

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Notes to financial statements (unaudited) (cont d)

Total return swaps

The Fund enters into total return swaps for investment purposes. Total return swaps are agreements to exchange the return generated by one instrument for the return generated by another instrument. For example, the agreement to pay a predetermined or fixed interest rate in exchange for a market-linked return based on a notional amount. To the extent the total return of a referenced index or instrument exceeds the offsetting interest obligation, the Fund will receive a payment from the counterparty. To the extent it is less, the Fund will make a payment to the counterparty.

(f) Loan participations. The Fund may invest in loans arranged through private negotiation between one or more financial institutions. The Fund's investment in any such loan may be in the form of a participation in or an assignment of the loan. In connection with purchasing participations, the Fund generally will have no right to enforce compliance by the borrower with the terms of the loan agreement related to the loan, or any rights of off-set against the borrower and the Fund may not benefit directly from any collateral supporting the loan in which it has purchased the participation.

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

(g) Credit and market risk. The Fund invests in high-yield instruments that are subject to certain credit and market risks. The yields of high-yield obligations reflect, among other things, perceived credit and market risks. The Fund's investments in securities rated below investment grade typically involve risks not associated with higher rated securities including, among others, greater risk related to timely and ultimate payment of interest and principal, greater market price volatility and less liquid secondary market trading.

(h) Foreign investment risks. The Fund's investments in foreign securities may involve risks not present in domestic investments. Since securities may be denominated in foreign currencies, may require settlement in foreign currencies or pay interest or dividends in foreign currencies, changes in the relationship of these foreign currencies to the U.S. dollar can significantly affect the value of the investments and earnings of the Fund. Foreign investments may also subject the Fund to foreign government exchange restrictions, expropriation, taxation or other political, social or economic developments, all of which affect the market and/or credit risk of the investments.

(i) Counterparty risk and credit-risk-related contingent features of derivative instruments. The Fund may invest in certain securities or engage in other transactions, where the Fund is exposed to counterparty credit risk in addition to broader market risks. The Fund may invest in securities of issuers, which may also be considered counterparties as trading partners in other transactions. This may increase the risk of loss in the event of default or bankruptcy by the counterparty or if the counterparty otherwise fails to meet its

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contractual obligations. The Fund's investment manager attempts to mitigate counterparty risk by (i) periodically assessing the creditworthiness of its trading partners, (ii) monitoring and/or limiting the amount of its net exposure to each individual counterparty based on its assessment and (iii) requiring collateral from the counterparty for certain transactions. Market events and changes in overall economic conditions may impact the assessment of such counterparty risk by the investment manager. In addition, declines in the values of underlying collateral received may expose the Fund to increased risk of loss.

The Fund has entered into master agreements with certain of its derivative counterparties that provide for general obligations, representations, agreements, collateral, events of default or termination and credit related contingent features. The credit related contingent features include, but are not limited to, a percentage decrease in the Fund's net assets or NAV over a specified period of time. If these credit related contingent features were triggered, the derivatives counterparty could terminate the positions and demand payment or require additional collateral.

Collateral requirements differ by type of derivative. Collateral or margin requirements are set by the broker or exchange clearing house for exchange traded derivatives while collateral terms are contract specific for over-the-counter traded derivatives. Cash collateral that has been pledged to cover obligations of the Fund under derivative contracts, if any, will be reported separately in the Statement of Assets and Liabilities. Securities pledged as collateral, if any, for the same purpose are noted in the Schedule of Investments.

Absent an event of default by the counterparty or a termination of the agreement, the terms of the master agreements do not result in an offset of reported amounts of financial assets and financial liabilities in the Statement of Assets and Liabilities across transactions between the Fund and the applicable counterparty. The enforceability of the right to offset may vary by jurisdiction.

As of May 31, 2015, the Fund held forward foreign currency contracts and OTC credit default swaps with credit related contingent features which had a liability position of \$415,946. If a contingent feature in the master agreements would have been triggered, the Fund would have been required to pay this amount to its derivatives counterparties.

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

The Fund does not isolate that portion of the results of operations resulting from fluctuations in foreign 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 on investments.

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Notes to financial statements (unaudited) (cont d)

Net realized foreign exchange gains or losses arise from sales of foreign currencies, including gains and losses on forward foreign currency contracts, currency gains or losses realized between the trade and settlement dates on securities transactions, 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 values of assets and liabilities, other than investments in securities, on the date of valuation, resulting from changes in exchange rates.

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

(k) Security transactions and investment income. Security transactions are accounted for on a trade date basis. Interest income, adjusted for amortization of premium and accretion of discount, is recorded on the accrual basis. Dividend income is recorded on the ex-dividend date. Foreign dividend income is recorded on the ex-dividend date or as soon as practicable after the Fund determines the existence of a dividend declaration after exercising reasonable due diligence. The cost of investments sold is determined by use of the specific identification method. To the extent any issuer defaults or a credit event occurs that impacts the issuer, the Fund may halt any additional interest income accruals and consider the realizability of interest accrued up to the date of default or credit event.

(l) Distributions to shareholders. Distributions from net investment income of the Fund, if any, are declared quarterly and paid on a monthly basis. The actual source of the Fund's monthly distributions may be from net investment income, return of capital or a combination of both. Shareholders will be informed of the tax characteristics of the distributions after the close of the fiscal year. Distributions of net realized gains, if any, are declared at least annually. Distributions to shareholders of the Fund are recorded on the ex-dividend date and are determined in accordance with income tax regulations, which may differ from GAAP.

(m) Compensating balance arrangements. The Fund has an arrangement with its custodian bank whereby a portion of the custodian's fees is paid indirectly by credits earned on the Fund's cash on deposit with the bank.

(n) Federal and other taxes. It is the Fund's policy to comply with the federal income and excise tax requirements of the Internal Revenue Code of 1986 (the Code), as amended, applicable to regulated investment companies. Accordingly, the Fund intends to distribute its taxable income and net realized gains, if any, to shareholders in accordance with timing requirements imposed by the Code. Therefore, no federal or state income tax provision is required in the Fund's financial statements. However, due to the timing of when distributions are made by the Fund, the Fund may be subject to an excise tax of 4% of the amount by which 98% of the Fund's annual taxable income and 98.2% of net realized gains

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exceed the distributions from such taxable income and realized gains for the calendar year. The Fund paid \$108,644 of Federal excise taxes attributable to calendar year 2014 in March 2015.

Management has analyzed the Fund's tax positions taken on income tax returns for all open tax years and has concluded that as of May 31, 2015, no provision for income tax is required in the Fund's financial statements. The Fund's federal and state income and federal excise tax returns for tax years for which the applicable statutes of limitations have not expired are subject to examination by the Internal Revenue Service and state departments of revenue.

Under the applicable foreign tax laws, a withholding tax may be imposed on interest, dividends and capital gains at various rates.

(o) Reclassification. GAAP requires that certain components of net assets be reclassified to reflect permanent differences between financial and tax reporting. These reclassifications have no effect on net assets or net asset value per share.

2. Investment management agreement and other transactions with affiliates

Legg Mason Partners Fund Advisor, LLC (LMPFA) is the Fund's investment manager. Western Asset Management Company (Western Asset), Western Asset Management Company Pte. Ltd. (Western Singapore), Western Asset Management Company Ltd (Western Japan) and Western Asset Management Company Limited (Western Asset Limited) are the Fund's subadvisers. LMPFA, Western Asset, Western Singapore, Western Japan and Western Asset Limited are wholly-owned subsidiaries of Legg Mason, Inc. (Legg Mason).

LMPFA provides administrative and certain oversight services to the Fund. The Fund pays LMPFA an investment management fee, calculated daily and paid monthly, at an annual rate of 0.65% of the Fund's average daily net assets.

LMPFA delegates to Western Asset the day-to-day portfolio management of the Fund. Western Singapore, Western Japan and Western Asset Limited provide certain advisory services to the Fund relating to currency transactions and investment in non-U.S. dollar denominated debt securities. For its services, LMPFA pays Western Asset 70% of the net management fee it receives from the Fund. In turn, Western Asset pays Western Singapore, Western Japan and Western Asset Limited a fee for their services at no additional expense to the Fund. Each of Western Singapore, Western Japan and Western Asset Limited receives a fee from Western Asset, payable monthly, in an amount equal to 70% of the Fund's fee paid to LMPFA by the Fund related to the Fund's assets that Western Asset allocates to Western Singapore, Western Japan and Western Asset Limited, respectively, to manage.

All officers and one Director of the Fund are employees of Legg Mason or its affiliates and do not receive compensation from the Fund.

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During the six months ended May 31, 2015, the aggregate cost of purchases and proceeds from sales of investments (excluding short-term investments) and U.S Government & Agency Obligations were as follows:

	Investments	U.S. Government & Agency Obligations
Purchases	\$ 41,405,321	\$ 17,683,904
Sales	42,715,567	16,896,667

At May 31, 2015, the aggregate gross unrealized appreciation and depreciation of investments for federal income tax purposes were substantially as follows:

Gross unrealized appreciation	\$ 24,356,020
Gross unrealized depreciation	(903,627)
Net unrealized appreciation	\$ 23,452,393

At May 31, 2015, the Fund had the following open futures contracts:

	Number of Contracts	Expiration Date	Basis Value	Market Value	Unrealized Appreciation (Depreciation)
Contracts to Buy:					
U.S. Treasury 5-Year Notes	21	9/15	\$ 2,501,365	\$ 2,514,258	\$ 12,893
U.S. Treasury Ultra Long-Term Bonds	17	9/15	2,667,266	2,724,781	57,515
					70,408
Contracts to Sell:					
U.S. Treasury 10-Year Notes	106	9/15	13,414,835	13,534,875	(120,040)
U.S. Treasury Long-Term Bonds	61	9/15	9,240,505	9,493,125	(252,620)
					(372,660)
Net unrealized depreciation on open futures contracts					\$ (302,252)

At May 31, 2015, the Fund had the following open forward foreign currency contracts:

Currency Purchased	Currency Sold	Counterparty	Settlement Date	Unrealized Appreciation (Depreciation)
BRL 7,340,000	USD 2,279,008	Bank of America N.A.	7/16/15	\$ (10,782)
BRL 7,150,000	USD 2,293,872	Bank of America N.A.	7/16/15	(84,361)
USD 2,339,660	BRL 7,150,000	Bank of America N.A.	7/16/15	130,148
USD 687,563	BRL 2,040,000	Bank of America N.A.	7/16/15	57,157
USD 455,871	BRL 1,360,000	Bank of America N.A.	7/16/15	35,600
USD 5,314,520	EUR 4,970,000	Bank of America N.A.	7/16/15	(147,277)
USD 1,172,822	EUR 1,070,000	Bank of America N.A.	7/16/15	(3,058)
USD 1,776,144	JPY 211,780,000	Bank of America N.A.	7/16/15	68,825
INR 71,560,000	USD 1,130,624	Citibank N.A.	7/16/15	(19,996)
INR 143,010,000	USD 2,263,300	Citibank N.A.	7/16/15	(43,751)
USD 985,588	EUR 930,000	Citibank N.A.	7/16/15	(36,438)
Total				\$ (53,933)

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BRL	Brazilian Real
EUR	Euro
INR	Indian Rupee
JPY	Japanese Yen
USD	United States Dollar

At May 31, 2015, the Fund had the following open swap contracts:

CENTRALLY CLEARED INTEREST RATE SWAPS

Swap Counterparty	Notional Amount	Termination Date	Payments Made by the Fund	Payments Received by the Fund	Upfront Premiums Paid (Received)	Unrealized Appreciation
BNP Paribas	\$ 2,192,000	2/15/41	2.442% semi-annually	3-Month LIBOR	\$ (10,191)	\$ 77,794

OTC CREDIT DEFAULT SWAPS ON CORPORATE ISSUES BUY PROTECTION

Swap Counterparty (Reference Entity)	Notional Amount ²	Termination Date	Implied Credit Spread at May 31, 2015 ³	Periodic Payments Made by the Fund	Market Value	Upfront Premiums Paid (Received)	Unrealized Depreciation
Goldman Sachs Group Inc. (E.I. du Pont de Nemours & Co., 5.250%, due 12/15/16)	\$ 780,000	3/20/19	0.281%	1.000% quarterly	\$ (21,084)	\$ (16,909)	\$ (4,175)
Goldman Sachs Group Inc. (Kinder Morgan Energy Partners LP, 3.950%, due 9/1/22)	1,100,000	12/20/18	0.352%	1.000% quarterly	(25,110)	(7,063)	(18,047)
Goldman Sachs Group Inc. (PPG Industries Inc., 6.650%, due 3/15/18)	856,423	3/20/19	0.252%	1.000% quarterly	(24,089)	(17,305)	(6,784)
Total	\$ 2,736,423				\$ (70,283)	\$ (41,277)	\$ (29,006)

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

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

³ Implied credit spreads, utilized in determining the market value of credit default swap agreements on corporate or sovereign issues as of period end serve as an indicator of the current status of the payment/performance risk and represent the likelihood or risk of default for the credit derivative. The implied credit spread of a particular referenced entity reflects the cost of buying/selling protection and may include upfront payments required to be made to enter into the agreement. Wider credit spreads represent a deterioration of the referenced entity's credit soundness and a greater likelihood or risk of default or other credit event occurring as defined under the terms of the agreement. A credit spread identified as Defaulted indicates a credit event has occurred for the referenced entity or obligation.

Percentage shown is an annual percentage rate.

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Notes to financial statements (unaudited) (cont d)

4. Derivative instruments and hedging activities

Below is a table, grouped by derivative type, that provides information about the fair value and the location of derivatives within the Statement of Assets and Liabilities at May 31, 2015.

	ASSET DERIVATIVES¹			
	Interest Rate Risk	Foreign Exchange Risk		Total
Futures contracts ²	\$ 70,408			\$ 70,408
Centrally cleared swap contracts ³	77,794			77,794
Forward foreign currency contracts		\$ 291,730		291,730
Total	\$ 148,202	\$ 291,730		\$ 439,932

	LIABILITY DERIVATIVES¹			
	Interest Rate Risk	Foreign Exchange Risk	Credit Risk	Total
Futures contracts ²				